

COUNCIL MEMBERS

Suzanne	Nikki	Shawn	Chris	Gregory	Don	Ruth
Hawkins	Boyd	Barigar	Talkington	Lanting	Hall	Pierce
Vice Mayor		Mayor				



AGENDA

**Meeting of the Twin Falls City Council
Monday, March 21, 2016, City Council Chambers
305 3rd Avenue East -Twin Falls. Idaho**

5:00 P.M.

PLEDGE OF ALLEGIANCE TO THE FLAG CALL MEETING TO ORDER CONFIRMATION OF QUORUM CONSIDERATION OF THE AMENDMENTS TO THE AGENDA PROCLAMATIONS: None GENERAL PUBLIC INPUT		
AGENDA ITEMS	<u>Purpose:</u>	<u>By:</u>
I. <u>CONSENT CALENDAR:</u>		
1. Consideration of a request to approve the Accounts Payable for March 14 –21, 2016.	Action	Sharon Bryan
2. Consideration of a request to approve the March 14, 2016, City Council Minutes.	Action	Sharon Bryan
3. Consideration of a request to approve the Final Plat for the Seastrom Commercial Subdivision consisting of 5 lots on 5.72 acres ± located on the south side of Wright Avenue and west side of Grande Lane.	Action	Rene’e V. Carraway-Johnson
II. <u>ITEMS FOR CONSIDERATION:</u>		
1. Presentation of Peace Officer Standards and Training Council Certificates to the following individuals: Officer Matthew Guzman, Officer Tyler Smotherman, Officer Kyle Skuza, Officer Ben Hammer, and Staff Sergeant Chuck Garner; <i>and</i> , formal ceremony promoting Officer Justin Hendrickson to the position of Sergeant.	Presentation	Craig Kingsbury Terry Thueson John Wilson
2. Presentation of the City of Twin Falls’ 2015 audited financial statements.	Presentation	Lorie Race Scott Hunsaker/ Mahlke Hunsaker & Co., PLLC. Troy Vitek
3. Consideration of a request to award a contract to CH2M in the amount of \$817,776.00 for the Twin Falls Waste Water Treatment Plant Headworks Improvement Project.	Action	
4. Consideration of a request to accept and approve the guaranteed maximum price on the partial demolition of the Banner building site and complete demolition of the Rogerson Hotel and existing City Downtown Fountain.	Action	Travis Rothweiler
5. City Council input on priorities to be incorporated into the Long Term Planning Committee’s recommendation.	Discussion	Lorie Race
6. Public input and/or items from the City Manager and City Council.		
III. <u>ADVISORY BOARD REPORT/ANNOUNCEMENTS:</u>		
6:00 P.M.		
IV. <u>PUBLIC HEARINGS:</u> None		
V. <u>ADJOURNMENT</u> to Executive Session 74-206(1)(c) To acquire an interest in real property which is not owned by a public agency.		

Any person(s) needing special accommodations to participate in the above noticed meeting could contact Leila Sanchez at (208) 735-7287 at least two working days before the meeting. Si desea esta información en español, llame Leila Sanchez (208)735-7287.

Twin Falls City Council-Public Hearing Procedures for Zoning Requests

- 1. Prior to opening the first Public Hearing of the session, the Mayor shall review the public hearing procedures.**
 - 2. Individuals wishing to testify or speak before the City Council shall wait to be recognized by the Mayor, approach the microphone/podium, state their name and address, then proceed with their comments. Following their statements, they shall write their name and address on the record sheet(s) provided by the City Clerk. The City Clerk shall make an audio recording of the Public Hearing.**
 - 3. The Applicant, or the spokesperson for the Applicant, will make a presentation on the application/request (request). No changes to the request may be made by the applicant after the publication of the Notice of Public Hearing. The presentation should include the following:**
 - A complete explanation and description of the request.**
 - Why the request is being made.**
 - Location of the Property.**
 - Impacts on the surrounding properties and efforts to mitigate those impacts.**

Applicant is limited to 15 minutes, unless a written request for additional time is received, at least 72 hours prior to the hearing, and granted by the Mayor.
 - 4. A City Staff Report shall summarize the application and history of the request.**
 - The City Council may ask questions of staff or the applicant pertaining to the request.**
 - 5. The general public will then be given the opportunity to provide their testimony regarding the request. The Mayor may limit public testimony to no less than two minutes per person.**
 - Five or more individuals, having received personal public notice of the application under consideration, may select by written petition, a spokesperson. The written petition must be received at least 72 hours prior to the hearing and must be granted by the mayor. The spokesperson shall be limited to 15 minutes.**
 - Written comments, including e-mail, shall be either read into the record or displayed to the public on the overhead projector.**
 - Following the Public Testimony, the applicant is permitted five (5) minutes to respond to Public Testimony.**
 - 6. Following the Public Testimony and Applicant's response, the hearing shall continue. The City Council, as recognized by the Mayor, shall be allowed to question the Applicant, Staff or anyone who has testified. The Mayor may again establish time limits.**
 - 7. The Mayor shall close the Public Hearing. The City Council shall deliberate on the request. Deliberations and decisions shall be based upon the information and testimony provided during the Public Hearing. Once the Public Hearing is closed, additional testimony from the staff, applicant or public is not allowed. Legal or procedural questions may be directed to the City Attorney.**
- * Any person not conforming to the above rules may be prohibited from speaking. Persons refusing to comply with such prohibitions may be asked to leave the hearing and, thereafter removed from the room by order of the Mayor.**

COUNCIL MEMBERS

Suzanne Hawkins	Nikki Boyd	Shawn Barigar	Chris Talkington	Gregory Lanting	Don Hall	Ruth Pierce
Vice Mayor		Mayor				



MINUTES

**Meeting of the Twin Falls City Council
Monday, March 14, 2016- City Council Chambers
305 3rd Avenue East -Twin Falls, Idaho**

PLEDGE OF ALLEGIANCE TO THE FLAG CALL MEETING TO ORDER CONFIRMATION OF QUORUM CONSIDERATION OF THE AMENDMENTS TO THE AGENDA PROCLAMATIONS: None GENERAL PUBLIC INPUT		5:00 P.M.	
AGENDA ITEMS		Purpose:	By:
I. <u>CONSENT CALENDAR:</u> 1. Consideration of a request to approve the Accounts Payable for March 8 – 15, 2016. 2. Consideration of a request to approve the March 7, City Council Minutes. 3. Consideration of a request to accept the Improvement Agreement for the purpose of developing Sunterra No. 4. 4. Consideration of a request to approve a Trust Agreement for Sunterra Subdivision No. 4, placing all lots in trust. 5. Consideration of a request to approve a Curb-Gutter & Sidewalk Improvement Deferral Agreement - 3028 E. 3600 N. for Rick Muse. 6. Consideration of a request to approve the Eastpark Subdivision No. 2, a PUD, 3.34 ± acres consisting of 6 lots on property located on the south side of Bridgeview Boulevard and east side of Locust Street in care of EHM Engineers, Inc.		Action Action Action Action Action Action	Sharon Bryan Sharon Bryan Troy Vitek Troy Vitek Troy Vitek Rene’e V. Carraway-Johnson
II. <u>ITEMS FOR CONSIDERATION:</u> 1. Presentation of service plaques to Tennille Adams, Tony Brand and Carl Legg in recognition of their service on the Parks and Recreation Commission. 2. Consideration of a request to appoint Aaron Camacho, Cindy Collins and Gabe Ostin to the Parks & Recreation Commission. 3. Presentation of the City of Twin Falls’ 2015 audited financial statements. The presentation will be made by Scott Hunsaker of Mahlke Hunsaker & Company, PLLC. 4. Consideration of a request to approve the timing on street and utility construction for the Sunway Conveyance Plat. 5. Presentation on sidewalks that will include a high level update on the existing sidewalk condition, potential cost impacts and potential opportunities. 6. A general discussion about the City Manager’s FY 2017 budget priorities and philosophies followed by citizen input. 7. Public input and/or items from the City Manager and City Council.		Presentation Action Presentation Action Presentation Discussion	Wendy Davis Mayor Shawn Barigar Lorie Race Scott Hunsaker Rene’e V. Carraway-Johnson Jon Caton Travis Rothweiler
III. <u>ADVISORY BOARD REPORT/ANNOUNCEMENTS:</u>			
6:00 P.M.			
IV. <u>PUBLIC HEARINGS:</u> None			
V. <u>ADJOURNMENT:</u>			

Any person(s) needing special accommodations to participate in the above noticed meeting could contact Leila Sanchez at (208) 735-7287 at least two working days before the meeting. Si desea esta información en español, llame Leila Sanchez (208)735-7287.

Present: Shawn Barigar, Suzanne Hawkins, Nikki Boyd, Chris Talkington, Greg Lanting, Don Hall, Ruth Pierce

Absent: None

Staff Present: City Manager Travis Rothweiler, City Attorney Fritz Wonderlich, Deputy City Manager Mitchel Humble, Deputy City Manager Brian Pike, Parks and Recreation Director Wendy Davis, Zoning and Development Manager Renee Carraway-Johnson, Finance Director Lorie Race, Public Works Director Jon Caton, Deputy City Clerk Sharon Bryan

PLEDGE OF ALLEGIANCE TO THE FLAG

Mayor Barigar called the meeting to order at 5:00 P.M. He then invited all present, who wished, to recite the pledge of Allegiance to the Flag.

CONFIRMATION OF QUORUM

A quorum is present.

CONSIDERATION OF THE AMENDMENTS TO THE AGENDA

City Manager Rothweiler asked that Item #3 be postponed until next week.

Finance Director Race explained the reason for the postponement.

PROCLAMATIONS: None

GENERAL PUBLIC INPUT - None

I. CONSENT CALENDAR:

1. Consideration of a request to approve the Accounts Payable for March 8 – 15, 2016.
2. Consideration of a request to approve the March 7, City Council Minutes.
3. Consideration of a request to accept the Improvement Agreement for the purpose of developing Sunterra No. 4.
4. Consideration of a request to approve a Trust Agreement for Sunterra Subdivision No. 4, placing all lots in trust.
5. Consideration of a request to approve a Curb-Gutter & Sidewalk Improvement Deferral Agreement - 3028 E. 3600 N. for Rick Muse.
6. Consideration of a request to approve the Eastpark Subdivision No. 2, a PUD, 3.34 ± acres consisting of 6 lots on property located on the south side of Bridgeview Boulevard and east side of Locust Street in care of EHM Engineers, Inc.

MOTION:

Councilmember Hall moved to approve the Consent Calendar as presented. The motion was seconded by Councilmember Pierce. Roll call vote showed all members present voted in favor of the motion. Approved 7 to 0

II. ITEMS FOR CONSIDERATION:

1. Presentation of service plaques to Tennille Adams, Tony Brand and Carl Legg in recognition of their service on the Parks and Recreation Commission.

Parks and Recreation Director Davis and Retired Parks and Recreation Director Dennis Bowyer presented recognition of service plaques to Tennille Adams, Tony Brand and Carl Legg.

Councilmember Hall expressed some concerns with prospecting, hunting and dogs at Auger Falls.

Parks and Recreation Director Davis explained signage that will instruct visitors as to what they can and can't do at Auger Falls.

Vice Mayor Hawkins concern with dogs at the First Federal Park and asked Parks and Recreation Director Davis to discuss at the next Parks and Recreation Committee meeting.

2. Consideration of a request to appoint Aaron Camacho, Cindy Collins and Gabe Ostyn to the Parks & Recreation Commission.

Mayor Barigar reviewed the request to appoint Aaron Camacho, Cindy Collins and Gabe Ostyn to the Parks & Recreation Commission.

Cindy Collins, Gabe Ostyn and Aaron Camacho gave their appreciation.

MOTION:

Councilmember Pierce made a motion to approve the appointment of Aaron Camacho, Cindy Collins and Gabe Ostyn to the Parks and Recreation Commission. The motion was seconded by Councilmember Lanting. Roll call vote showed all members present voted in favor of the motion. Approved 7 to 0

3. Presentation of the City of Twin Falls' 2015 audited financial statements. The presentation will be made by Scott Hunsaker of Mahlke Hunsaker & Company, PLLC.

POSTPONED

4. Consideration of a request to approve the timing on street and utility construction for the Sunway Conveyance Plat.

Zoning and Development Manager Carraway-Johnson reviewed the request using visuals.

MOTION:

Councilmember Talkington made a motion to approve the timing on street and utility construction for the Sunway Conveyance Plat. The motion was seconded by Vice Mayor Hawkins. Roll call vote showed all members present voted in favor of the motion. Approved 7 to 0

Public Works Director Caton gave a report on the water break on Cheney Drive.

City Council discussion ensued on the following:

- Emergency alert system.
 - Cost of damages.
 - Pictures of the break and the damages.
5. Presentation on sidewalks that will include a high level update on the existing sidewalk condition, potential cost impacts and potential opportunities.

Public Works Director Caton gave a presentation on sidewalks that will include a high level update on the existing sidewalk condition, potential cost impacts and potential opportunities using visuals.

Discussion ensued on the following:

- Process of choosing areas that need improvements
- Funding sources
- Streets without sidewalks

10 Minute break

6. A general discussion about the City Manager's FY 2017 budget priorities and philosophies followed by citizen input.

City Manager Rothweiler reviewed the FY 2017 budget priorities and philosophies using visuals.

City Council discussion ensued on the following:

- Budget affected by Counties property tax error.
 - Fore gone balance
 - Employee compensation
 - Attract the work force.
 - Appreciate the rework of the strategic plan graph.
 - Amenities to have the right person to service our community.
 - Employees are passionate about their jobs.
7. Public input and/or items from the City Manager and City Council.

Max Newlan, 328 7th Avenue East gave his appreciation for the improvements made to sidewalks in his area of town and

III. ADVISORY BOARD REPORT/ANNOUNCEMENTS:

Vice Mayor Hawkins said this National Library Week and on April 11, 2016 at 4:00 P.M. City Council has been asked to stop by the library and thank the volunteers. Also there is a competition to name the book mobile.

Mayor Hall reminded everyone that the St Patricks Day Parade is Thursday, March 17, 2016, at 5:00 P.M.

IV. PUBLIC HEARINGS: None

V. ADJOURNMENT:

The meeting adjourned at 7:21 P.M.

Sharon Bryan, Deputy City Clerk



Public Hearing: **MONDAY, MARCH 21, 2016**

To: Mayor and City Council

From: Rene'e V. Carraway-Johnson, Zoning & Development Manager

ITEM I-

Request: Request for consideration of the **Final Plat** for the Seastrom Commercial Subdivision consisting of 5 lots and 5.72 acres (+/-) located on the south side of Wright Avenue and west side of Grange Lane.
c/o EHM Engineers, Inc.

Time Estimate:

There is no presentation on this request unless the City Council wishes to remove the item from the Consent Calendar for discussion.

Background:

Applicant:	Status: Owner	Size: 5.72 Acres
Rydan Investments LLC Bob Seastrom 456 Seastrom St. Twin Falls, ID 83301 Bob_seastrom@seastrom-mfg.com	Current Zoning: M-2	Requested Zoning: Approval of the final plat for Seastrom Commercial Subdivision
	Comprehensive Plan: Industrial	Lot Count: 5 Lots
	Existing Land Use: Undeveloped	Proposed Land Use: 5 Lots to be developed in accordance to Industrial Zoning District
Representative:	Zoning Designations & Surrounding Land Use(s)	
EHM Engineers Dave Thibault 621 N College Rd #100 Twin Falls 83301 208-734-4888 dthibault@ehminc.com	North: Wright Ave; M-2 Zone, Industrial Business	East: Grange Lane; M-2 Zone, Industrial Business
	South: M-2 Zone, Industrial	West: M-2 Zone, Industrial
	Applicable Regulations: 10-1-4, 10-1-5, 10-12-1 through 4	

Approval Process:

As per Twin Falls City Code 10-12-2.4 Action on Final Plat:

The council, at its next meeting following receipt of the administrator's report, shall consider the commission's findings and comments from concerned persons and agencies to arrive at a decision on the final plat. The council shall approve, approve conditionally, disapprove or table the final plat for additional information. A copy of the approved plat shall be filed with the administrator. Upon granting or denying the final plat the council shall specify:

1. The regulations and standards used in evaluating the application;
2. The reasons for approval or denial; and
3. The actions, if any, that the applicant could take to obtain approval. (Ord. 2012, 7-6-1981)

The Commission may approve, conditionally approve, deny or table for additional information when acting on the preliminary plat. If tabled, approval or denial shall occur at the regular meeting following the meeting at which the plat is first considered by the Commission. The action and the reasons for such action shall be stated in writing by the Administrator and forwarded to the applicant. The administrator shall also forward a statement of the action taken and the reasons for such action together with a copy of the approved preliminary plat to the Council for its information and record.

Budget Impact:

Approval of a final plat will allow property to be developed. Development could have an impact on the City budget.

Regulatory Impact:

Upon approval of a preliminary plat a **final plat** that is in conformance with the approved preliminary plat and including any conditions the Commission may have required, is then presented to the City Council. Only after a final plat has been approved by the City Council and construction plans approved, may the plat be recorded and lots sold for development.

History:

This property is Zoned M-2 – Heavy Manufacturing. It is assumed this designation took place in the 1980’s when the Zoning Code was rewritten and the new classifications were assigned. No further zoning history is known at this time. We have no record of any building permit being issued for this location.

Analysis:

The request is for approval of Seastrom Commercial Subdivision. The site is zoned M-2, includes 5.72 +/- acres and consists of 5 lots. Both the Preliminary and Final Plats we received satisfies the minimum requirements outlined in City Code 10-12: General Subdivision Provisions.

This is the second step of the plat approval process. A preliminary plat is presented to the Planning and Zoning Commission. The Commission may approve the preliminary plat, deny it, or approve it with conditions. A final plat, that is in conformance with the approved preliminary plat and including any conditions the Commission may have required, is then presented to the City Council. Only after a final plat has been approved by the City Council and construction plans approved, may the plat be recorded and lots sold for development.

This request is in conformance with the Comprehensive Plan and the requirements found in Twin Falls City Code.

On March 8, 2016 the Planning & Zoning Commission unanimously approved the preliminary plat for the Seastrom Commercial Subdivision, as presented, subject to one (1) condition:

- 1. Subject to final technical review and amendments as required by Building, Engineering, Fire, and Zoning officials to ensure compliance with all applicable City Code requirements and standards.

Conclusion:

Staff recommends the City Council approve the **Final Plat** of the **Seastrom Commercial Subdivision**, as presented, and subject to the following condition:

- 1. Subject to final technical review and amendments as required by Building, Engineering, Fire, and Zoning officials to ensure compliance with all applicable City Code requirements and standards.

Attachments:

- 1. Seastrom Commercial Sub, approved Preliminary Plat
- 2. Seastrom Commercial Sub, Final Plat
- 3. Zoning Vicinity Map
- 4. Aerial Photo Map
- 5. Portion of March 8, 2016 P&Z minutes

CERTIFICATE

OF

OWNERS

THIS IS TO CERTIFY THAT THE UNDERSIGNED IS THE OWNER OR REPRESENTATIVE OF THE OWNERS IN FEE SIMPLE OF THE FOLLOWING DESCRIBED PROPERTY, LOCATED IN A PORTION OF SW1/4 NW1/4, SECTION 23, TOWNSHIP 10 SOUTH, RANGE 17 EAST, BOISE MERIDIAN, TWIN FALLS COUNTY, IDAHO; SAID PROPERTY BEING MORE SPECIFICALLY DESCRIBED AS FOLLOWS:

COMMENCING AT THE WEST QUARTER CORNER OF SECTION 23, SAID POINT LIES SOUTH 00°23'41" WEST, 2675.74 FEET FROM THE NORTHWEST CORNER OF SAID SECTION 23. THENCE, NORTH 00°23'41" EAST, 668.63 FEET TO THE INTERSECTION WITH THE SOUTH RIGHT-OF-WAY LINE OF WRIGHT AVENUE EXTENDED TO THE WEST LINE OF THE NORTHWEST QUARTER OF SECTION 23; THENCE SOUTH 89°30'21" EAST 561.64 FEET ALONG THE SOUTH RIGHT-OF-WAY OF WRIGHT AVENUE TO THE REAL POINT OF BEGINNING.

THENCE SOUTH 89°30'21" EAST 742.06 FEET ALONG THE SOUTH RIGHT-OF-WAY LINE OF WRIGHT AVENUE;
THENCE SOUTH 44°40'03" EAST 7.09 FEET TO A POINT ON THE WEST RIGHT-OF-WAY LINE OF GRANGE LANE;
THENCE SOUTH 00°10'15" WEST 328.24 FEET ALONG THE WEST RIGHT-OF-WAY LINE OF GRANGE LANE TO THE NORTH EAST CORNER OF LOT 1 OF BLOCK 3 OF RIPLEY SUBDIVISION;
THENCE NORTH 89°33'06" WEST 748.36 FEET ALONG THE NORTH BOUNDARY OF BLOCK 3 OF RIPLEY SUBDIVISION;
THENCE NORTH 00°23'41" EAST 333.83 FEET PARALLEL WITH THE WEST BOUNDARY OF THE NORTHWEST QUARTER OF SECTION 23 TO THE REAL POINT OF BEGINNING.

THE GROSS AREA CONTAINED IN THIS PLATTED LAND AS DESCRIBED IS 5.72 ACRES.

IT IS THE INTENTION OF THE UNDERSIGNED TO, AND THEY DO HEREBY INCLUDE SAID LAND IN THIS PLAT, THAT THE UNDERSIGNED BY THESE PRESENTS, DEDICATE TO THE PUBLIC FOR PUBLIC USE, FOREVER, THE ROAD RIGHTS AND EASES SHOWN HEREIN. FURTHER, THE EASEMENTS TO BE GRANTED TO THE PUBLIC FOR PUBLIC USE, FOREVER, SHALL BE CONSIDERED AS GRANTED PERPETUALLY AND SHALL BE SUBJECT TO ALL ORDINANCES, LAWS, REGULATIONS, ORDERS, DECISIONS AND OTHER ACTIONS OF ANY GOVERNMENTAL AGENCY OR OTHER PUBLIC UTILITIES AND SUCH OTHER PUBLIC USES, DESIGNATED ON THIS PLAT, AND STRUCTURES OTHER THAN FOR SUCH UTILITY AND OTHER DESIGNATED PUBLIC USES ARE TO BE ERRECTED WITHIN THE LINES OF SAID EASEMENTS.

PURSUANT TO IDAHO CODE 50-1334, WE, THE UNDERSIGNED, AS OWNERS, DO HEREBY STATE THAT THE LOTS ON THIS PLAT ARE ELIGIBLE TO RECEIVE WATER SERVICE FROM THE CITY OF TWIN FALLS MUNICIPAL WATER SYSTEM.

RIDGAN INVESTMENTS, L.L.C.

BY: ROBERT SEASTROM, MANAGER

ACKNOWLEDGMENT

STATE OF _____ } ss
COUNTY OF _____ }

ON THIS _____ DAY OF _____, 2016, AT _____, M., BEFORE ME, THE UNDERSIGNED, A NOTARY PUBLIC IN AND FOR SAID STATE, PERSONALLY APPEARED ROBERT SEASTROM, PERSONALLY KNOWN OR IDENTIFIED TO ME TO BE ONE OF THE MEMBERS OF RIDGAN INVESTMENTS, L.L.C., AND THE MEMBER WHO SUBSCRIBED SAID COMPANY NAME TO THE FOREGOING CERTIFICATE AND ACKNOWLEDGED TO ME THAT HE EXECUTED THE SAME IN SAID COMPANY NAME IN WITNESS WHEREOF, I HAVE HERETOIN SET MY HAND AND AFFIXED MY OFFICIAL SEAL THE DAY AND YEAR IN THIS CERTIFICATE FIRST ABOVE WRITTEN.

NOTARY PUBLIC

RESIDING AT

COMMISSION EXPIRES



CERTIFICATE OF SURVEYOR

THIS IS TO CERTIFY THAT I, CHRISTOPHER S. HARMISON, A PROFESSIONAL LAND SURVEYOR IN THE STATE OF IDAHO, MADE THE SURVEY OF THE LAND DESCRIBED IN THE CERTIFICATE OF OWNER AND THAT THIS PLAT IS A TRUE AND ACCURATE REPRESENTATION OF SAID SURVEY AS MADE AND STAKED UNDER MY SUPERVISION AND DIRECTION.



APPROVAL OF CITY COUNCIL

THIS PLAT WAS ACCEPTED AND APPROVED BY THE CITY COUNCIL OF TWIN FALLS, IDAHO AT THEIR MEETING ON _____ DAY OF _____, 2016.

MAYOR _____ CITY CLERK _____

APPROVAL OF CITY ENGINEER

I HAVE REVIEWED THE ACCOMPANYING PLAT AND HEREBY CERTIFY THAT IT CONFORMS WITH THE APPLICABLE ORDINANCES OF THE CITY OF TWIN FALLS, IDAHO.

JAQUELINE FIELDS, CITY ENGINEER _____ ATTEST _____

COUNTY SURVEYOR'S CERTIFICATE

THIS IS TO CERTIFY THAT I, RICHARD H. CARLSON, HAS CHECKED THE FOREGOING PLAT AND COMPUTATIONS FOR MAKING THE SAME AND HAS DETERMINED THAT THEY COMPLY WITH THE LAWS OF THE STATE OF IDAHO AND THE COUNTY OF TWIN FALLS RELATED THERETO. DATED THIS _____ DAY OF _____, 2016.

ACTING COUNTY SURVEYOR RICHARD H. CARLSON _____

ACKNOWLEDGMENT

STATE OF _____) ss _____) ON THIS _____ DAY OF _____, 2016, AT _____ M. BEFORE ME, THE UNDERSIGNED, A NOTARY PUBLIC IN AND FOR SAID STATE, PERSONALLY APPEARED RICHARD H. CARLSON, PERSONALLY KNOWN OR IDENTIFIED TO ME TO BE THE PERSON WHOSE NAME IS SUBSCRIBED TO THE FOREGOING CERTIFICATE AND ACKNOWLEDGED TO ME THAT HE EXECUTED THE SAME. IN WITNESS WHEREOF, I HAVE HEREUNTO SET MY HAND AND AFFIXED MY OFFICIAL SEAL THE DAY AND YEAR IN THIS CERTIFICATE FIRST ABOVE WRITTEN.

NOTARY PUBLIC _____ RESIDING AT _____ COMMISSION EXPIRES _____

COUNTY TREASURER'S CERTIFICATE

I, _____ COUNTY TREASURER IN AND FOR THE COUNTY OF TWIN FALLS, IDAHO PER THE REQUIREMENTS OF IDAHO CODE 50-1308, DO HEREBY CERTIFY THAT ALL COUNTY PROPERTY TAXES DUE FOR THE PROPERTY INCLUDED IN THIS PLAT HAVE BEEN PAID IN FULL. THIS CERTIFICATION IS VALID FOR THE NEXT THIRTY DAYS ONLY.

COUNTY TREASURER _____ DATE _____

COUNTY RECORDER'S CERTIFICATE

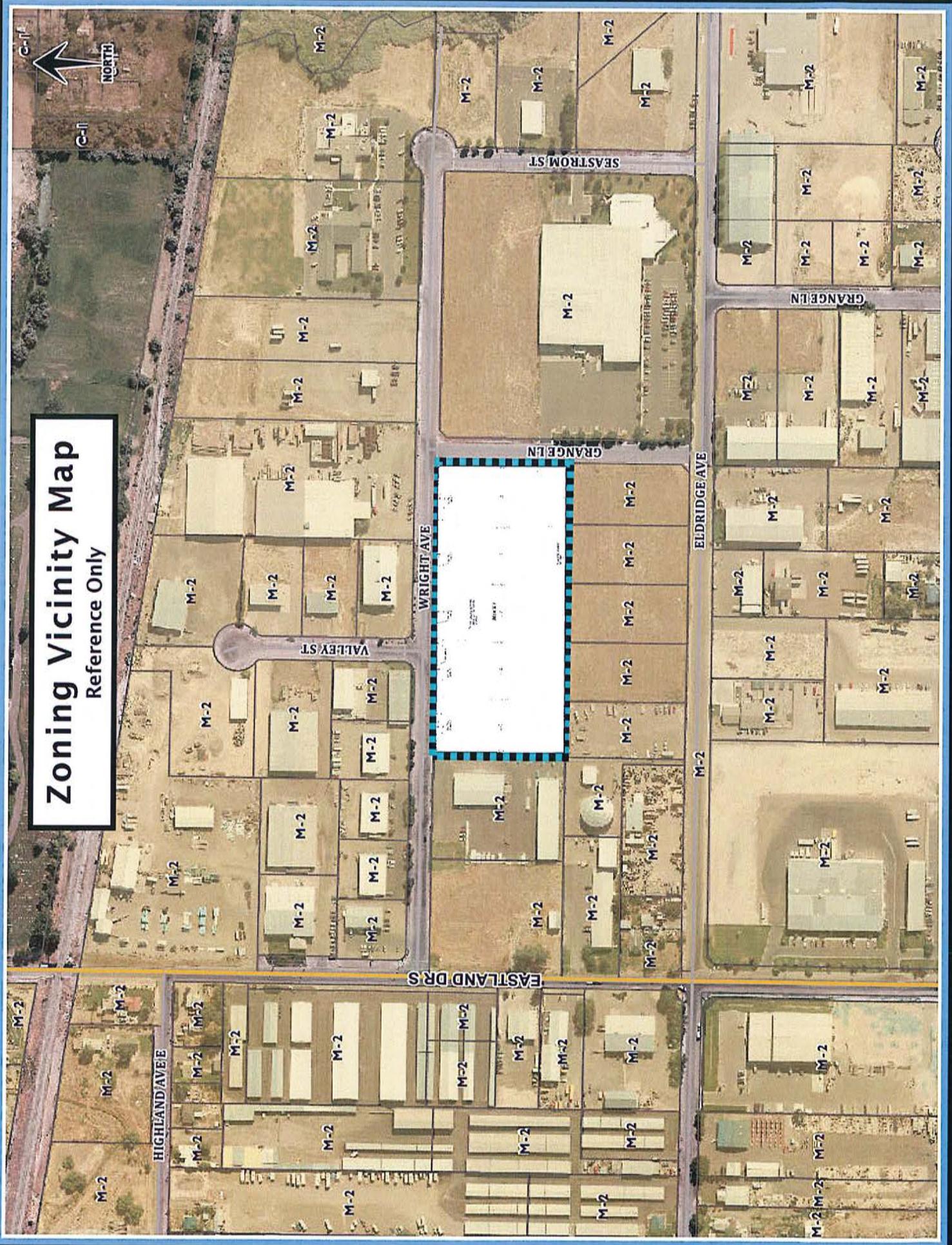
INSTRUMENT NO. _____ STATE OF IDAHO) ss _____) COUNTY OF TWIN FALLS) ON THIS _____ DAY OF _____, 2016, AT _____ M. THE FOREGOING PLAT WAS FILED FOR RECORD IN THE OFFICE OF THE RECORDER OF TWIN FALLS COUNTY, IDAHO AND DULY RECORDED IN PLAT BOOK _____, ON PAGE _____.

DEPUTY _____ EX-OFFICIO RECORDER _____



Zoning Vicinity Map

Reference Only





MINUTES
TWIN FALLS CITY PLANNING & ZONING COMMISSION
March 8, 2016 6:00PM
City Council Chambers
305 3rd Avenue East Twin Falls, ID 83301

PLANNING & ZONING COMMISSION MEMBERS

CITY LIMITS:

Danielle Dawson Tom Frank Kevin Grey Gerardo "Tato" Muñoz Ed Musser Christopher Reid Jolinda Tatum
 Chairman **Vice-Chairman**

AREA OF IMPACT:

Ryan Higley Steve Woods

ATTENDANCE

CITY LIMIT MEMBERS

PRESENT

Dawson
 Frank
 Grey
 Muñoz
 Musser
 Reid
 Tatum

ABSENT

AREA OF IMPACT MEMBERS

PRESENT

Higley
 Woods

ABSENT

CITY STAFF: Carraway-Johnson, Spendlove, Strickland, Vitek

I. CALL MEETING TO ORDER:

Chairman Frank called the meeting to order at 6:00 P.M. He then reviewed the public meeting procedures with the audience, confirmed there was a quorum present and introduced City Staff.

II. CONSENT CALENDAR:

1. Approval of Minutes from the following meeting(s): **February 23, 2016**
2. Approval of Findings of Fact and Conclusions of Law:
 - Latitude 42 (Pre-plat 02-23-16)

III. ITEMS OF CONSIDERATION:

1. Request for consideration of the **Preliminary Plat** Seastrom Commercial Subdivision consisting of 5 lots and 5.72 acres (+/-) located on the south side of Wright Avenue and west side of Grange Lane c/o EHM Engineers, Inc.

Applicant Presentation:

Dave Thibault, EHM Engineers, Inc. stated this is a request for a commercial subdivision located on Eastland Drive South and Wright Avenue. The proposal is to subdivide the property into 5 lots for industrial development. The hope is to have this approved so that they may move forward with marketing the property for development.

Staff Presentation:

Planner I Spendlove reviewed the request on the overhead and stated this property is Zoned M-2; Heavy Manufacturing. It is assumed this designation took place in the 1980's when the Zoning Code was rewritten and the new classifications were assigned. No further zoning history is known at this time. We have no record of any building permit being issued for this location.

**Planning & Zoning Commission Minutes
March 8, 2016**

The request is for approval of Seastrom Commercial Subdivision. The site is zoned M-2, includes 5.72 acres and consists of 5 lots. The Preliminary Plat we have received satisfies the requirements outlined in City Code 10-12: General Subdivision Provisions.

This is the first step of the plat approval process. A preliminary plat is presented to the Planning and Zoning Commission. The Commission may approve the preliminary plat, deny it, or approve it with conditions. A final plat, that is in conformance with the approved preliminary plat and including any conditions the Commission may have required, is then presented to the City Council. Only after a final plat has been approved by the City Council and construction plans approved, may the plat be recorded and lots sold for development. This request is in conformance with the Comprehensive Plan and the requirements found in Twin Falls City Code.

Planner I Spendlove stated upon conclusion should the Commission approve the preliminary plat of the Seastrom Commercial Subdivision, as presented, and subject to the following conditions:

1. Subject to final technical review and amendments as required by Building, Engineering, Fire, and Zoning officials to ensure compliance with all applicable City Code requirements and standards.

Public Hearing: Opened & Closed Without Comments

Deliberations Followed: Without Concerns

Motion:

Commissioner Woods made a motion to approve the request, as presented, with staff recommendations. Commissioner Higley seconded the motion. ***All member present voted in favor of the motion.***

Approved, As Presented, With the Following Conditions

1. Subject to final technical review and amendments as required by Building, Engineering, Fire, and Zoning officials to ensure compliance with all applicable City Code requirements and standards.



Date: Monday, March 21, 2016, Council Meeting

To: Honorable Mayor and City Council

From: Chief Craig Kingsbury, Lieutenant Terry Thueson and
Lieutenant John Wilson

Request:

Presentation of Peace Officer Standards and Training Council Certificates to the following individuals before the Twin Falls City Council: **Officer Matthew Guzman, Officer Tyler Smotherman, Officer Kyle Skuza, Officer Ben Hammer, and Staff Sergeant Chuck Garner.**

Formal ceremony promoting **Officer Justin Hendrickson** to the position of Sergeant before the City Council.

Time Estimate:

The presentations will take approximately 20 minutes.

Background:

POST Certifications

On December 8, 2015, **Officers Matthew Guzman and Tyler Smotherman** were awarded their POST Basic Certification. Officer Guzman and Officer Smotherman completed the Law Enforcement Program at the College of Southern Idaho in 2014. Both Officers have successfully completed the Twin Falls Police Department's Field Training Program and have served as Police Officers in the State of Idaho as required to receive this certification.

On December 2, 2015, and January 12, 2016, **Officer Kyle Skuza and Officer Ben Hammer**, respectively, were awarded their POST Intermediate Certification. To receive this certification, Officers Skuza and Hammer were required to complete hundreds of hours of training, including obtaining several college credits.

On December 7, 2015, **Staff Sergeant Chuck Garner** was awarded his Advanced Certification by the Peace Officer Standards and Training Council. To be eligible for this certification, Staff Sergeant Garner has received his POST Intermediate Certificate, has served over 18 years as a Police Officer in the State of Idaho, and has met the training requirements combined with obtaining college credits.

The personal commitment of these Officers to better themselves through training has helped the Twin Falls Police Department in achieving its goal of being the best Police Department in the State of Idaho.

Promotion

Justin Hendrickson was hired by the Twin Falls Police Department on January 2, 2003, as a full-time Police Officer.

Justin was born in Twin Falls. He graduated from Kimberly High School and attended the College of Southern Idaho.

Prior to his employment with the Twin Falls Police Department, Justin worked as a Transportation Technician with the Idaho Transportation Department.

During his employment with the TFPD, Justin has served as a Patrol Officer, Narcotics Detective, a member of the SWAT Team for 10 years, a Traffic Officer, and a Field Training Officer.

Justin and his wife, Keisha, have one child.

Justin was awarded his Basic Certification from the Peace Officer Standards and Training Council on December 29, 2003; his Intermediate Certification on February 27, 2009; and his Advanced Certification on February 24, 2014.

After a very competitive promotional process, Justin was selected for the position of Sergeant. He will be assuming his supervisory duties effective immediately.

Approval Process:

None

Budget Impact:

None

Regulatory Impact:

None

Conclusion:

Chief Kingsbury and Lieutenants Terry Thueson and John Wilson will present POST certificates to Officers Guzman, Smotherman, Skuza, Hammer and Staff Sergeant Garner before the City Council.

Chief Kingsbury will be formally promoting Sergeant Justin Hendrickson before the City Council on March 21, 2016.

Agenda Item for March 21, 2016
From Chief Craig Kingsbury, Lieutenant Terry Thueson,
and Lieutenant John Wilson
Page Three

Attachments:

1. Copy of POST Basic Certificate – Officer Matt Guzman
2. Copy of POST Basic Certificate – Officer Tyler Smotherman
3. Copy of POST Intermediate Certificate – Officer Kyle Skuza
4. Copy of POST Intermediate Certificate – Officer Ben Hammer
5. Copy of POST Advanced Certificate – Staff Sergeant Chuck Garner

aed

State of Idaho

*The Peace Officer Standards
& Training Council*

hereby awards the

Basic Certificate

to

Matthew R. Guzman

Twin Falls Police Department

*For having fulfilled the requirements of this certificate as set forth by the Idaho Peace
Officer Standards & Training Council on the 8th day of December, 2015.*

SLH

Chairman

V R Melon

Division Administrator

State of Idaho

*The Peace Officer Standards
& Training Council*

hereby awards the

Basic Certificate

to

Tyler R. Smotherman

Twin Falls Police Department

*For having fulfilled the requirements of this certificate as set forth by the Idaho Peace
Officer Standards & Training Council on the 8th day of December, 2015.*

SLH

Chairman

V R McLean

Division Administrator

State of Idaho

*The Peace Officer Standards
& Training Council*

hereby awards the

Intermediate Certificate

to

Kyle A. Skuza

Twin Falls Police Department

*For having fulfilled the requirements of this certificate as set forth by the Idaho Peace
Officer Standards & Training Council on the 2nd day of December, 2015.*



Chairman



Division Administrator

State of Idaho

*The Peace Officer Standards
& Training Council*

hereby awards the

Intermediate Certificate

to

Dennis B. Hammer

Twin Falls Police Department

*For having fulfilled the requirements of this certificate as set forth by the Idaho Peace
Officer Standards & Training Council on the 12th day of January, 2016.*

SLH

Chairman

V R McLean

Division Administrator

State of Idaho

*The Peace Officer Standards
& Training Council*

hereby awards the

Advanced Certificate

to

Charles M. Garner

Twin Falls Police Department

*For having fulfilled the requirements of this certificate as set forth by the Idaho Peace
Officer Standards & Training Council on the 7th day of December, 2015.*



Chairman



Division Administrator



Date: Monday, March 21, 2016

To: Honorable Mayor and City Council

From: Lorie Race, CFO

Request:

A presentation of the City of Twin Falls' 2015 audited financial statements. The presentation will be made by Scott Hunsaker of Mahlke Hunsaker & Company, PLLC.

Time Estimate:

Scott will give a brief presentation, followed by questions from the Council. I would estimate this item taking approximately 10 minutes.

Background:

The finance team, led by Brent Hyatt, prepared an audit plan for 2015. Susan Klein began field work in late December 2015. Their work was completed by mid-February 2015, and statements were issued February 19, 2016.

Budget Impact:

There is no budget impact.

Regulatory Impact:

Idaho Code 67-450B states "The governing body of a local governmental entity whose annual expenditures (from all sources) exceed two hundred fifty thousand dollars (\$250,000) shall cause a full and complete audit of its financial statements to be made each fiscal year."

Conclusion:

There is no action required by the City Council.

Attachments:

Electronic copy of the 2015 audited financial statements.

A copy of the statements is also available on the City's website at www.tfid.org .

CITY OF TWIN FALLS

COMPREHENSIVE ANNUAL FINANCIAL REPORT | 2015



FINANCE DEPARTMENT | FOR FISCAL YEAR ENDED SEPTEMBER 30, 2015

CITY OF TWIN FALLS, IDAHO
 Financial Statements
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INTRODUCTORY SECTION



P.O. Box 1907

321 Second Avenue East

Twin Falls, Idaho 83303-1907

Fax: (208) 736-2296

February 19, 2016

Mayor Shawn Barigar, City Council,
and Citizens of the City of Twin Falls, Idaho

The Finance Department is pleased to submit the Comprehensive Annual Financial Report (CAFR) of the City of Twin Falls, Idaho (the City) for the fiscal year ended September 30, 2015.

This report is published to provide the City Council, City staff, our citizens, and other readers with detailed information concerning the financial position and activities of the City. City management is responsible for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures.

To the best of our knowledge and belief, the enclosed report is accurate in all material respects and is organized in a manner designed to fairly present the financial position and results of operations of the City as measured by the financial activity of its various funds. The accompanying disclosures are necessary to enable the reader to gain the maximum understanding of the City's financial affairs.

THE REPORT

The CAFR is presented in three sections: introductory, financial, and statistical. The introductory section includes this transmittal letter, an organizational chart and names of the City's principal officials, and the Government Finance Officers Association of the United States (GFOA) Certificate of Achievement for Distinguished Budget Presentation Award.

The financial section is prepared in accordance with accounting principles generally accepted in the United States of America. This section of the CAFR includes the independent auditor's report; the Management's Discussion and Analysis (MD&A), which can be found immediately following the report of the independent auditors; the basic financial statements and combining and individual fund statements and schedules; as well as required supplementary information and information on federal awards and expenditures with an accompanying auditor's report on that activity.

The MD&A is a narrative introduction, overview, and analysis to accompany the basic financial statements and should be read in conjunction with this transmittal letter. The basic financial statements include the government-wide financial statements that present an overview of the City's entire operations, while the fund level statements present the financial information of each of the City's major funds, as well as non-major funds.

Lastly, the statistical section includes selected financial and demographic information, generally presented on a multi-year basis.

CITY PROFILE

We currently are home to more than 45,000 residents and we expect to grow 11 percent to more than 52,300 citizens by 2020. Our citizens are as diverse as our geography, with more than 70 percent of residents having moved to the area from outside of Idaho. Twin Falls is located in the Magic Valley, which is a vibrant collection of small communities spread across the vast high desert between Boise and Pocatello in southern Idaho and is the heart of south-central Idaho. Located halfway between Seattle and Denver on U.S. Interstate 84, Twin Falls is a very convenient location to serve markets throughout the western United States. Since it was founded in 1905, Twin Falls has grown from its base of agriculture and food processing to become the hub of south-central Idaho (serving 250,000) which includes business services, health care facilities, education, and retail.

Letter of Transmittal, Continued:

Twin Falls enjoys a reputation for being business friendly—this is shown, not just by our low cost of doing business, but also by ensuring that companies, developers, and builders are able to quickly complete their development. Twin Falls is attracting some of the largest and most successful companies, including Chobani Greek Yogurt, Con Agra Foods/Lamb Weston, Glanbia Cheese Innovation Center, and Jayco RV Incorporated. Clif Bar is constructing a new manufacturing plant within the City which should go into production this year.

Idaho statutes are the basic governing law under which the City operates. Twin Falls conducts its business with a City Council/City Manager form of government. Seven City Council members are elected, at-large, to four-year terms. They serve on a part-time basis. The council members act as legislators and administrators; are responsible for enacting and enforcing City laws, and approving the annual budget. The City Council has secured the services of a City Manager who works full time implementing the direction of the Council.

The City provides the following services to its citizens:

- Planning and community development: building plan reviews, building inspections, and economic development
- Public safety: police, fire, and rescue, emergency communications and emergency management
- Street improvements and street maintenance
- Support services: Information systems, communications, facilities, financial, fleet, human resources, information, and risk management
- Parks, recreational and cultural services
- Utilities: water, sewer, sanitation
- Other operations: refuse disposal and environmental remediation

REPORTING ENTITY

This report includes all funds of the City including those organizations required to be included because the City is financially accountable for them. A unique relationship exists between the City and the City Library. Under Idaho State statutes the City Library is a separate governmental agency with its own independent governing board. However, the Library is not a taxing district and most of the revenue to support the Library comes from property taxes. Therefore the Library must interface with the City during the budgeting process. The Library budget is included in the City's budget and because of the close relationship between the two organizations, the Library Fund activity is included in these financial statements

Another organization which the City has a special relationship to is the Urban Renewal Agency of Twin Falls, Idaho (URA). This organization is required to have separate financial audits conducted by external certified public accountants. However, the City can exert a certain degree of control over the organization's governance by appointing individuals to the URA's board of directors. That control feature requires that the URA's activities be included in this report as well. The information of the URA that is presented, has been condensed from the separate financial report of the Agency

ECONOMIC CONDITIONS AND OUTLOOK

A. Recent economic performance

The local economy continues to show signs of moderate growth and economic stability. Twin Falls is fortunate to have a strong, diversified tax base that helps to mitigate some of the negative effects of economic fluctuations experienced elsewhere. The City continues to experiencing an improving unemployment rate from 5.4% in December 2013 to 3.6% in December 2015.

Construction activity continues to strengthen with the value of single family building permits increasing 152% from 2014 to 2015 and the value of new commercial construction increasing 250% for the same period.

These trends, coupled with the extraordinary success that the City has had in attracting new businesses, will continue to improve the quality of life and economic stability of the community.

B. Outlook and Long-Term Planning

Just as last year, we remain optimistic about the health of our local economy. The community has not yet felt the full benefit of the City's new manufacturing facilities. New construction activity will continue to see modest growth; however, no significant development of new subdivisions or annexations is anticipated. We are projecting growth from new construction activities will be under \$40 million for each of the upcoming fiscal years through FY 2018.

Letter of Transmittal, Continued:

Local government budgets in Idaho are driven by growth in their taxable property valuations. Property taxes are often used as one of the leading indicators to determine the health of a community. These property values within the City are increasing. In addition, revenues from other sources such as sales tax, income taxes, and highway user taxes continue to outpace the prior year's performance. The City will benefit directly and indirectly from this revenue advancement.

In this year's budgeting recommendations, we have been mindful to not make expenditures that would create or cause future structural imbalance in our budget. Balancing the priorities of the community with the needs to ensure long-term sustainability is increasingly important.

C. Major initiatives

The City has committed, through the budgeting process, to improvements in its infrastructure and to the City's compensation levels. These topics are discussed more fully in sections of the Management Discussion and Analysis as well as the City's approved budget report at the City's website (<http://www.tfid.org/DocumentCenter/View/1432>)

Probably the largest project the City has committed to undertake is a current expansion of the City's wastewater treatment capacity. The citizens gave their approval for the City to seek up to \$38,000,000 in a bond issuance for the improvements. The proceeds have been secured and construction is now nearing completion.

FINANCIAL INFORMATION

A. Accounting system

The City's accounting system supports an adequate internal control structure. This structure helps to safeguard the City's assets against loss, theft, or misuse. The accounting system provides reliable financial records for preparing financial statements in conformity with generally accepted accounting principles. The internal control structure provides reasonable, but not absolute, assurance that the City's assets are safeguarded. The concept of reasonable assurance first recognizes that the cost of a control should not exceed the benefits likely to be derived. Secondly, the evaluation of costs and benefits require estimates and judgments by management.

B. Budgetary Control

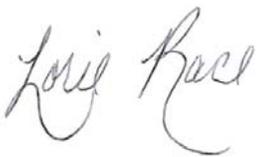
The preparation of the City's budget is governed by Idaho State Law. The City Manager recommends a budget and the City Council serves as the "Budget Committee" in approving and adopting the budget. Public notice is given for all budget meetings. Citizens are involved in the budget process through forums and public hearings. The City Council is required to adopt a budget prior to September 30, the close of the fiscal year. This annual budget serves as the foundation for the City's financial planning and control. The Council, with the assistance of City staff, monitors the budget during the fiscal year to address any changing financial needs and conditions.

The Government Finance Officers Association (GFOA) has awarded a Distinguished Budget Presentation Award to the City for the way it presented its budget for the fiscal year beginning October 1, 2015. In order to receive the award, the City must publish an easily readable and efficiently organized budget report, whose contents conform to program standards. The Award is valid for a period of one year only. Our current budget report continues to conform to professional requirements and the GFOA's best practices.

C. Financial Policies

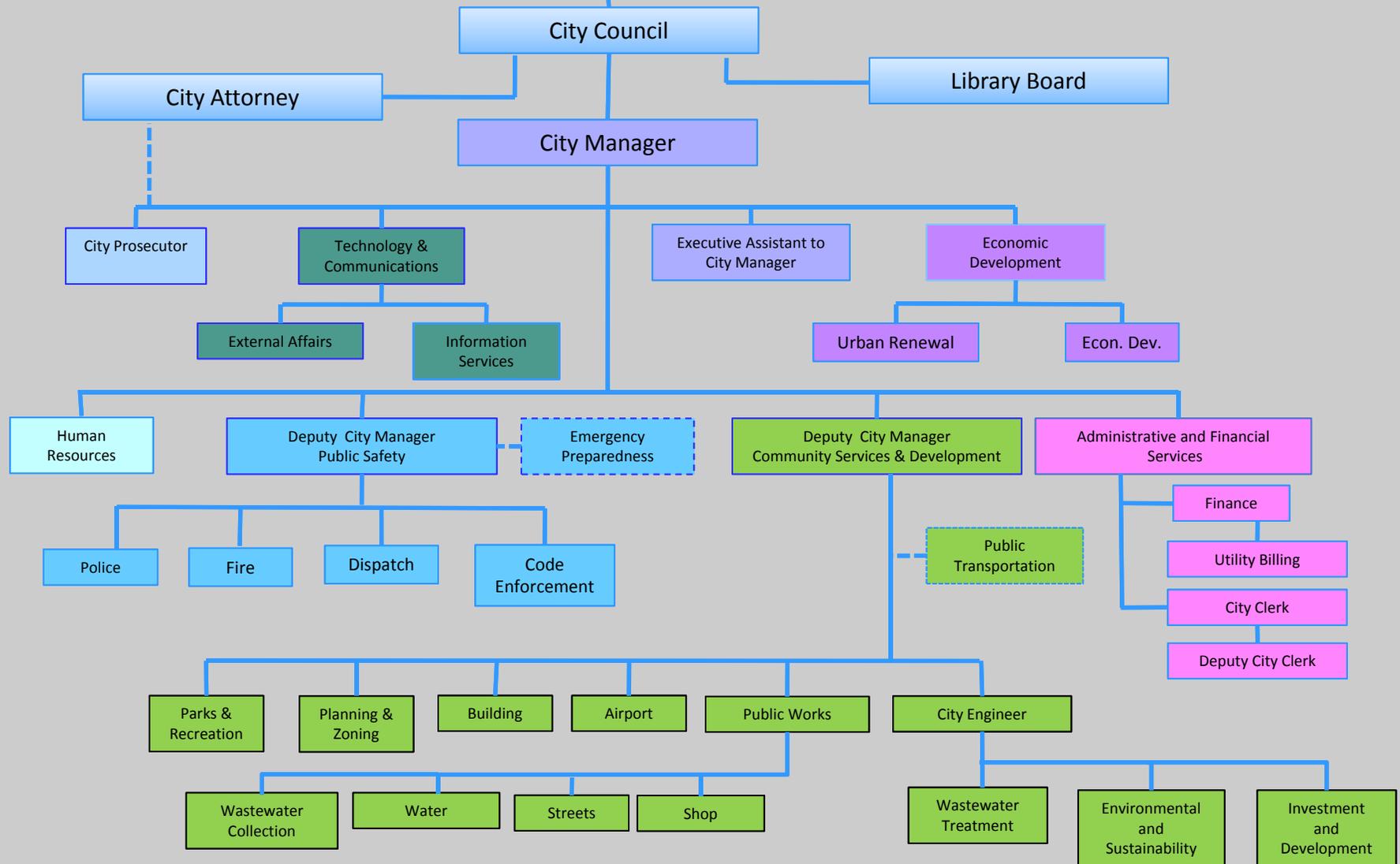
The City of Twin Falls follows entity wide financial policies in the budget development process including long term financial policies in areas such as budget and planning, investments, and fund balances.

Respectfully submitted,



Lorie Race
Finance Director

Citizens of Twin Falls



City of Twin Falls, Idaho
Names of the Principal City Officials As of
February 19, 2016

<u>Name</u>	<u>Position – Title</u>	<u>Email</u>
Shawn Barigar	Mayor	sbarigar@tfid.org
Don Hall	City Councilman	dhall@tfid.org
Suzanne Hawkins	Vice-mayor	shawkins@tfid.org
Ruth Pierce	City Councilwoman	rpierce@tfid.org
Greg Lanting	City Councilman	glanting@tfid.org
Nikki Boyd	City Councilwoman	nboyd@tfid.org
Chris Talkington	Chris City Councilman	ctalkington@tfid.org
Travis Rothweiler	City Manager	trothweiler@tfid.org
Mitch Humble	Deputy City Manager, Public Safety	mhumble@tfid.org
Brian Pike	Deputy City Manager Community Services and Develop.	bpike@tfid.org



GOVERNMENT FINANCE OFFICERS ASSOCIATION

*Distinguished
Budget Presentation
Award*

PRESENTED TO

City of Twin Falls

Idaho

For the Fiscal Year Beginning

October 1, 2015

Jeffrey R. Egan

Executive Director

FINANCIAL SECTION



Mahlke Hunsaker & Company PLLC
C e r t i f i e d P u b l i c A c c o u n t a n t s

INDEPENDENT AUDITORS' REPORT

City Council
City of Twin Falls, Idaho

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Twin Falls, Idaho, as of and for the year ended September 30, 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 entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Twin Falls, Idaho, as of September 30, 2015, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

As discussed in Notes 1 and 13 to the financial statements, the City of Twin Falls, Idaho has adopted the provisions of GASB Statement no. 68, *Accounting and Financial Reporting for Pensions* and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*. Additionally, the City changed the revenue recognition principal for court ordered restitution. Under the new approach revenues are recognized when received. This has resulted in a restatement of the net position as of October 1, 2014. Our opinions are not modified with respect to these matters.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary and prior year comparison schedules, schedule of employer's share of net pension liability, and schedule of employer contributions listed as required supplementary information in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Twin Falls, Idaho's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, budgetary and prior year comparison schedules and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, budgetary comparisons schedules and the schedule of expenditures of federal awards are 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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated February 19, 2016, on our consideration of the City of Twin Falls, Idaho's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and 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 of Twin Falls, Idaho's internal control over financial reporting and compliance.

Sincerely,

Mahlke Hunsaker & Co.

MAHLKE HUNSAKER & CO., pllc
Twin Falls, Idaho
February 19, 2016



City of Twin Falls, Idaho

Management's Discussion and Analysis

As of and for the Year Ended September 30, 2015

This section of the City of Twin Falls' annual financial report presents our discussion and analysis of the City's financial performance during the fiscal year ended September 30, 2015. Please read it in conjunction with the City's financial statements, which begin on page 13.

Financial Highlights

- On a government wide basis the City's revenues from governmental activities experienced a modest increase, coming in at a net increase of around \$450,000. On the other hand business type activities (mainly water, wastewater, and sanitation) experienced a net increase of \$6,000,000. Business type activities have heavy requirements for capital needs and infrastructure. These needs are met with current revenues; out of reserves; or borrowing. Healthy performing business type activities are necessary for future growth and development of current debt obligations.
- This year the City implemented a new GASB accounting pronouncement requiring the recognition of unfunded pension liabilities. The City participates in two State sponsored plans (PERSI). Any unfunded obligations of the plans are shared with other municipal entities around the state. At the end of the year the City's allocated portion for the base plan that most City employees participate in ended up with a liability of \$7,100,000. A much smaller plan for fire fighters has the City over funding the estimated future obligations by \$1,950,000. The overpayment is reflected as an asset. As a practical matter, the unfunded liabilities have existed since plan inception and will never be realized as an actual obligation like paying off a bond or as a City expenditure. The administrators of PERSI use actuarial data to project funding needs based on earnings on the plan and what current and future retirees will receive and when. Then they adjust existing contribution rates to keep the plan viable.

Because of the elusive nature of the unfunded pension obligation, approval of the accounting change within the profession was controversial. However, several states and municipalities had become negligent and allowed their unfunded obligations to grow to a point which may be unsustainable. The profession tilted in favor of reporting the information and letting financial statement users decide how to use it. The PERSI plan administered in the State of Idaho has historically been one of the best managed in the county.

- Previously voters had approved a substantial expansion of the wastewater treatment plant with bonding of thirty eight million (\$38,000,000). That project is well into the construction with a cumulative investment of \$23,000,000 at year end.

Overview of the Financial Statements

This report consists of three parts – management's discussion and analysis (this section), the basic financial statements and required supplementary information. The basic financial statements include:

- Government-wide financial statements that provide both long-term and short-term information about the City's general financial status.
- Fund financial statements that focus on individual parts of the City's government, reporting the City's operations in more detail than the government-wide statements.

- Fiduciary fund statements that provide reporting on the financial relationships where the City acts solely as a trustee or agent for the benefit of others, to whom the resources in question belong. The City of Twin Falls has no fiduciary statements this year.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed information or dates. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements.

The table below summarizes the major features of the basic financial statements.

Major Features of the Basic Financial Statements			
	Government-wide Financial Statements	Fund Financial Statements	
		Governmental Funds	Proprietary Funds
Scope	Entire City government and the City's component unit	Activities of the City that are not proprietary	Activities of the City that are operated similar to private business
Required financial statements	- Statement of net position - Statement of activities	- Balance sheet - Statement of revenues, expenditures, and changes in fund balances	- Statement of net position - Statement of revenues, expenses, and changes in net position - Statement of cash flows
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus
Type of asset / liability information	All assets and liabilities, both financial and capital, and short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets included	All assets and liabilities, both financial and capital, and short-term and long-term
Type of inflow / outflow information	All revenues and expenses during the year, regardless of when cash is received or paid	- Revenues for which cash is received during or soon after the end of the year - Expenditures when goods or services have been received and payment is due during the year or soon thereafter	All revenues and expenses during the year, regardless of when cash is received or paid

Financial Analysis of the City as a Whole

Analysis of Condensed Statement of Net Position

The Statement of Net Position reports all financial and capital resources. The statement presents the assets and liabilities in order of relative liquidity. This year significant amounts are being reported as “Deferred Inflows and Outflow of Resources”. Those amounts appearing this year relate to the new reporting requirement for unfunded pension costs. They represent activity happening currently within PERSI that will have an impact in the future on the City and its responsibility to fund the retirement plans.

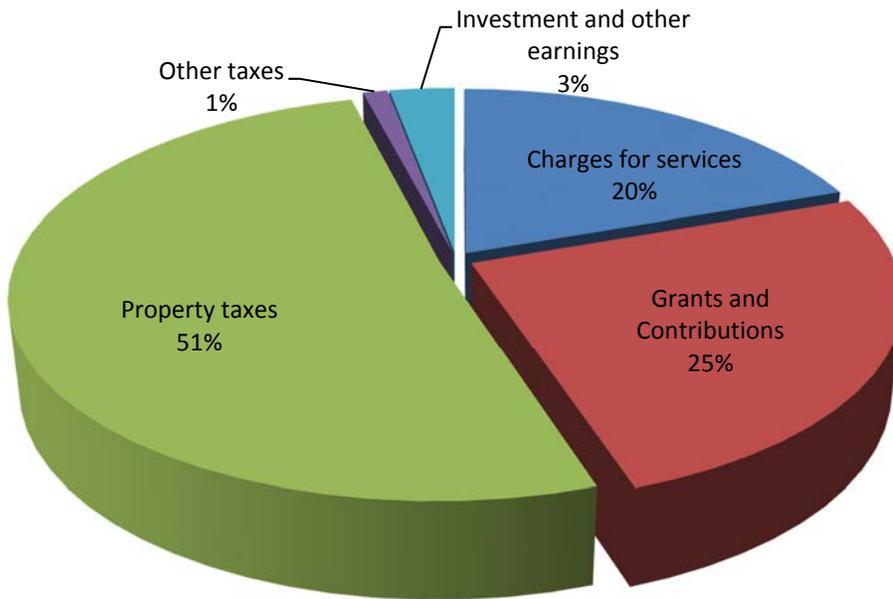
Liabilities with average maturities greater than one year are reported in two components – the amount due within one year and the amount due in more than one year. The long-term liabilities of the City, consisting of revenue bonds, and compensated absences payable, have been reported in this manner on the Statement of Net Position. The difference between the City's assets and liabilities is its net position.

The table below presents the City's Condensed Statement of Net Position as of September 30, 2015 and 2014, derived from the government-wide Statement of Net Position. The 2014 Statement has not been restated for the new pension requirements. The assets of the City exceeded its liabilities (net position) at the close of the year by \$173,800,000 for governmental activities and by \$97,900,000 for business-type activities, for a combined total of \$271,700,000 for the primary government. Governmental activities increased by \$450,000 from 2014 to 2015, while the net position for business type activities increased by \$6,000,000 during the same period.

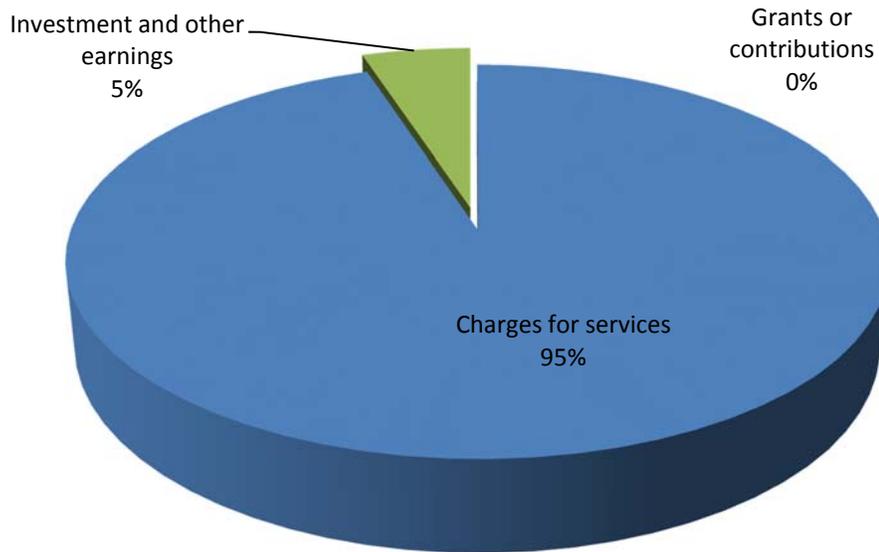
The three components of net position include net investment in capital assets; restricted; and unrestricted. The largest component of net position, totaling \$208,000,000 at year end, is the investment in capital assets, which includes all of the sewer and water lines and roads of the City. The City uses these capital assets to provide services to the citizens and businesses in the City; consequently, these net assets are not available for future spending. Restricted assets totaling \$20,000,000 represent resources that are subject to external restrictions and other provisions on how they can be used. The remaining balance of \$43,700,000 is unrestricted and available to meet the ongoing obligations of the City to its citizens and creditors.

	Governmental Activities		Business-type Activities		Total Primary Government	
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
Current and other assets	\$ 41,356,816	\$ 34,654,740	\$ 47,798,090	\$ 54,450,860	\$ 89,154,906	\$ 89,105,600
Capital assets	142,744,007	148,994,442	133,628,064	115,276,911	276,372,071	264,271,353
Total assets	184,100,823	183,649,182	181,426,154	169,727,771	365,526,977	353,376,953
Deferred Outflow of Resources	3,521,698		375,421		3,897,119	
Current liabilities	(2,455,617)	(706,701)	(16,174,372)	(2,345,165)	(18,629,989)	(3,051,866)
Noncurrent liabilities	(6,827,348)	(2,370,315)	(67,216,436)	(74,554,820)	(74,043,784)	(76,925,135)
Total liabilities	(9,282,965)	(3,077,016)	(83,390,808)	(76,899,985)	(92,673,773)	(79,977,001)
Deferred Inflow of Resources	(4,524,853)		(497,621)		(5,022,474)	
Net position:						
Investment in capital assets	140,796,310	148,994,442	67,210,548	40,851,261	208,006,858	189,845,703
Restricted	4,228,544	29,878,583	15,815,072	29,334,545	20,043,616	59,213,128
Unrestricted	28,789,849	1,699,141	14,887,526	22,641,980	43,677,375	24,341,121
Total net position	\$ 173,814,703	\$ 180,572,166	\$ 97,913,146	\$ 92,827,786	\$ 271,727,849	\$ 273,399,952

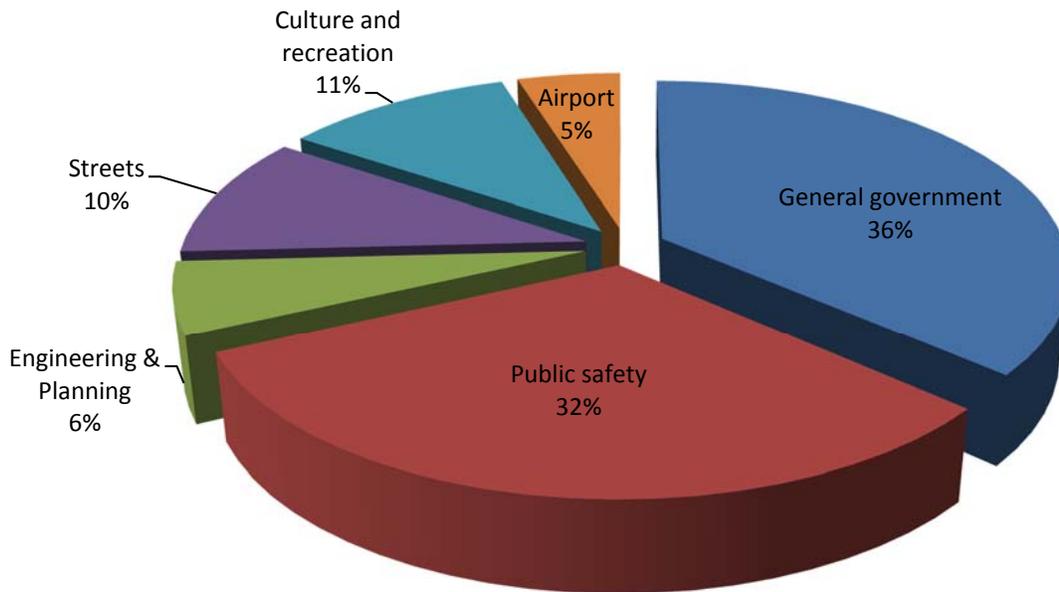
Sources of Revenue for FY 2015 Governmental Activities



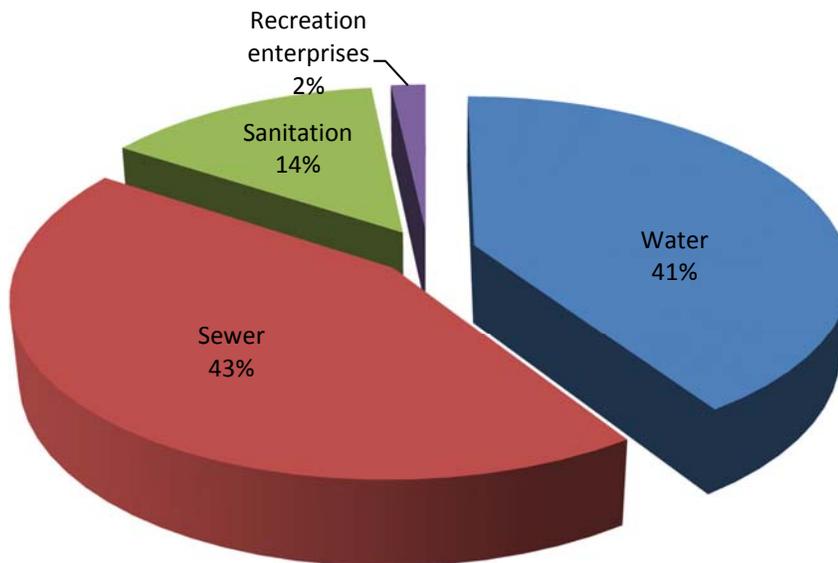
Sources of Revenue for FY 2015 Business-type Activities



Program Expenses for FY 2015 Governmental Activities



Program Expenses for FY 2015 Business-type Activities



Analysis of Condensed Statement of Activities

The following table presents the City's condensed statement of activities for the fiscal year 2014-15 and fiscal year 2013-14, as derived from the government-wide Statement of Activities. Fiscal year 2013-14 has not been restated. Over time, increase and decreases in net position measure whether the City's financial position is improving or deteriorating.

Condensed Statement of Activities						
For the Fiscal Year Ended September 30						
	Governmental Activities		Business-type Activities		Total Primary Government	
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
Program revenues						
Charges for services	\$ 6,801,330	\$ 6,050,556	\$ 23,046,518	\$ 22,335,115	\$ 29,847,848	\$ 28,385,671
Grants and contributions						
Operating	7,781,738	6,781,238		569,853	7,781,738	7,351,091
Capital	985,169	3,989,947			985,169	3,989,947
Total program revenue	<u>15,568,237</u>	<u>16,821,741</u>	<u>23,046,518</u>	<u>22,904,968</u>	<u>38,614,755</u>	<u>39,726,709</u>
General revenues and payments						
Property taxes	17,673,416	17,412,749			17,673,416	17,412,749
Other taxes	385,292	356,898			385,292	356,898
Investment earnings	577,025	452,434	1,100,433	393,336	1,677,458	845,770
Other revenues	423,292	459,192	123,606	118,255	546,898	577,447
Total general revenues and payments	<u>19,059,025</u>	<u>18,681,273</u>	<u>1,224,039</u>	<u>511,591</u>	<u>20,283,064</u>	<u>19,192,864</u>
Total general revenues and payments	<u>34,627,262</u>	<u>35,503,014</u>	<u>24,270,557</u>	<u>23,416,559</u>	<u>58,897,819</u>	<u>58,919,573</u>
Program expenses						
General government	13,055,440	11,943,398	-	-	13,055,440	11,943,398
Public safety	11,293,239	12,268,337	-	-	11,293,239	12,268,337
Streets, Engineering, P&Z	5,832,507	5,949,576	-	-	5,832,507	5,949,576
Culture and recreation	3,845,134	3,499,365	-	-	3,845,134	3,499,365
Airport	1,734,504	2,132,707	-	-	1,734,504	2,132,707
Water	-	-	6,783,620	7,080,671	6,783,620	7,080,671
Sewer	-	-	7,234,304	6,602,907	7,234,304	6,602,907
Sanitation	-	-	2,336,654	2,321,666	2,336,654	2,321,666
Recreation enterprises	-	-	270,517	277,618	270,517	277,618
Other	-	-	23,099	22,930	23,099	22,930
Total program expenses	<u>35,760,824</u>	<u>35,793,383</u>	<u>16,648,194</u>	<u>16,305,792</u>	<u>52,409,018</u>	<u>52,099,175</u>
Excess (deficiency) before gain (loss) and transfers	(1,133,562)	(290,369)	7,622,363	7,110,767	6,488,801	6,820,398
Transfers	1,578,589	1,278,570	(1,578,589)	(1,278,570)	-	-
Contribution of Fixed Assets	-	2,264,987		26,932,853	-	29,197,840
Change in net position	445,027	3,253,188	6,043,774	32,765,050	6,488,801	36,018,238
Beginning net position	173,369,676	177,318,978	91,869,372	60,062,736	265,239,048	237,381,714
Ending net position	<u>\$ 173,814,703</u>	<u>\$ 180,572,166</u>	<u>\$ 97,913,146</u>	<u>\$ 92,827,786</u>	<u>\$ 271,727,849</u>	<u>\$ 273,399,952</u>

Governmental Revenues

The City is heavily reliant on property taxes and shared state revenues to support governmental operations. Total revenues for 2015, in the governmental funds, are comprised of property taxes (51%), shared state revenues are (20%), charges for services (10%), and contributions and federal grants (5%), with all other sources of revenue account for the remaining (14%) governmental revenues.

Program Expenses and Revenue for Governmental Activities

The following table presents the net costs for governmental activities. Net program costs increased approximately 6.5% compared to the prior year. In total program revenues decreased approximately 8.1% this year most of that decrease is attributable to a reduction in federal grants going to the airport. Capital grants went from \$3,500,000 to \$400,000. Next year should see a significant increase in airport grants as the City begins a major renovation there.

Program revenues for 2015 are less than in 2014 by approximately \$1,300,000 and program expenses for 2015 stayed flat at approximately \$35,800,000.

The City again renewed an operating agreement for management of the City’s pool. The City does not receive any revenue from the pool and has provided support for the pool with an allocation of governmental revenues. Budget expenditures are kept at a level where it can keep the pool operational and provide it as a recreational resource for community members.

Net Cost of Governmental Activities
For the Fiscal Year Ended September 30

Functions/Programs	Program Expenses	Less Program Revenues	Net Program Costs		Program Revenues as a Percentage of Program Expenses	
			2015	2014	2015	2014
General government	\$ 13,055,440	\$ 7,426,014	\$ 5,629,426	\$ 6,109,136	56.9%	48.8%
Fire	2,690,217	441,082	2,249,135	3,648,836	16.4%	10.3%
Police	8,603,022	797,105	7,805,917	7,350,005	9.3%	10.4%
Engineering & planning	2,169,122	1,193,160	975,962	870,729	55.0%	55.4%
Library	1,743,574	62,712	1,680,862	1,518,545	3.6%	4.1%
Culture & recreation	1,920,259	225,888	1,694,371	1,544,219	11.8%	11.8%
Highways & streets	3,663,385	3,747,592	(84,207)	294,037	102.3%	92.6%
Pool	181,301	123,655	57,646	39,347	68.2%	76.2%
Airport	1,734,504	1,551,029	183,475	(2,403,212)	89.4%	212.7%
Totals	\$ 35,760,824	\$ 15,568,237	\$ 20,192,587	\$ 18,971,642	43.5%	47.0%

Program Expenses and Revenue for Business-type Activities

The following table presents net income and costs for business-type activities. Program revenues generated from business-type activities were generally sufficient to cover most program operational expenses; debt funding, and capital investment. In a previous year the City entered into a contract which leased the golf course. The contract reduced the City’s exposure to losses and still allows the City to retain enough input to assure that this asset of the City retains its value and continues to provide recreation services to the community. Leasing out the golf course has allowed a significant financial improvement over historical averages. The lease allows the City to participate in profits of its lessee/partner at a certain level which the City has done in the past. Program expenses in the Golf Fund are primarily attributed to depreciation of the related assets.

In total the City experienced around a 1% net increase in the charges it made for water, wastewater, and sanitation services. There was a modest increase in water revenue and a modest decrease in revenues from wastewater processing. As indicated earlier, the City is undergoing a voter approved expansion of its wastewater treatment facilities. Thirty eight million (\$38,000,000) in bonding was secured to construct the expansion. The City previously applied a rate increase of 27% to service the new debt obligation. That increase is in addition to a significant increase that took place in the 2012-2013 fiscal year. Additionally, the City has observed a significant increases in flow charges to industrial users as new facilities have come online and local industries have expanded their production. The City must maintain significant funds in both the water and sewer area to be able to repay bond liabilities and fund capital improvements.

Net Income (Costs) of Business-type Activities

For the Fiscal Year Ended September 30

<u>Functions/Programs</u>	<u>Program Revenues</u>	<u>Less Program Expenses</u>	<u>Net Program Income (Costs)</u>		<u>Program Expenses as a Percentage of Program Revenues</u>	
			<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
Water	\$ 9,917,327	\$ 6,783,620	\$ 3,133,707	\$ 2,549,650	68.4%	73.5%
Sewer	10,185,135	7,234,304	2,950,831	3,791,714	71.0%	63.5%
Sanitation	2,690,746	2,336,654	354,092	324,505	86.8%	87.7%
Golf	3,989	46,853	(42,864)	(57,993)	1174.6%	207217.9%
Dierkes Lk/Shoshone Fls	217,678	223,664	(5,986)	(13,352)	102.7%	106.5%
Common Area Maintenance	31,643	23,099	8,544	4,652	73.0%	83.1%
Totals	\$ 23,046,518	\$ 16,648,194	\$ 6,398,324	\$ 6,599,176	72.2%	71.2%

Fund Analysis

Governmental Funds

The City's governmental funds reported a combined ending fund balance of \$36,900,000 at September 30, 2015, with most of that fund balance committed or assigned. That balance compares to a combined ending fund balance of \$32,100,000 at September 30, 2014. Three funds had increases in their fund balances of more than \$1,000,000, the Impact Fund, Capital Improvement Fund, and the Street Fund. The increase in the Impact Fund corresponds directly to the increased growth through new construction that the City is experiencing. With regard to the Capital Improvement Fund, the City recently adopted a policy of evaluating the budgetary needs of the General Fund and transferring any excess funds to the capital improvement fund, on an annual basis. During the year, \$2,200,000 was moved out of the General Fund to the Capital Improvement Fund. The increase in the Street Fund is largely resulting from budgeted construction projects that were not completed in the current year and carrying over to the future.

Proprietary Funds

The City's proprietary funds reported combined ending net positions of \$97,900,000 at September 30, 2015, with \$63,000,000 invested in capital assets (net of debt) and \$19,100,000 reported as unrestricted. The City had \$15,800,000 of bond proceeds remaining that will be used for the wastewater treatment plant construction in the future. That amount is restricted and can only be used for the project.

Capital Asset Activity

At September 30, 2015 the City reported, on a government wide basis, net investment in capital assets of approximately \$208,000,000. Additions to capital assets for the government activities fell into two groups. Assets between \$20,000 and \$100,000 which related to scheduled asset replacements due to equipment wear and obsolescence or significant improvements in infrastructure. The other group of asset additions relates to infrastructure projects in the Street, Water, and Wastewater Funds. During the year some of the City's more significant capital expenditures included:

- Work on Eastland Dr. South - \$780,000
- Preparation and construction of the new airport terminal modification - \$330,000
- Purchase of a new City Hall site and design work on that facility and a new public safety complex - \$550,000
- Enhancements to the Park System and Area Trails - \$490,000
- A new water tank on Hankins Road (City's share only) - \$1,670,000
- Well pump replacement and new booster station - \$840,000
- Expansion and upgrade of the wastewater treatment plant - \$18,340,000

These costs are represent the activity of the City during the current year only. Most of the City's large construction projects take several years from conception to completion. During the course of construction those costs are inventoried annually in a category called Construction in Progress. As projects are completed they are transferred out of this temporary holding

account into an asset classification. Some of these projects received joint funding from the City and the URA. When these projects were completed the costs incurred by the URA were contributed to the City and combined.

In its mission to provide citizens of the City the services and protections they require, the City maintains a substantial investment in streets, water systems, waste treatment and disposal structures, offices, a pool of vehicles, and general and heavy equipment. All of those capital assets have a definitive useful life and are subject to depreciation, or a decrease in value, over time. During the current year that depreciation was estimated to be around \$9,200,000 for the government funds and \$3,185,000 for the business type activities. One way to quantify the average capital replacement needed is through depreciation. Using the City's current depreciation amounts the City would need to average \$12,400,000 in capital acquisitions each year to maintain its present level of services. The City will continue to maintain a balance with its budgeting efforts to assure that this investment in capital assets is appropriately maintained at a level which will allow the City to provide needed services and still assure that those needs are met in an affordable way.

Long-Term Debt Activity

The City is fortunate enough to have operated without incurring any outstanding general obligation bonds. The only long-term debt currently in the governmental activities is compensated absences. Compensated absences have been included as an obligation of the City in the amount of \$1,800,000. That obligation represents unused vacation pay that employees have earned and not used as well as hours worked that an employee has elected to defer payment for until a future period. Should an employee retire or quit, they are paid any existing balance. As the City has grown, the number of employees has also increased. That has caused a natural increase in the balance of compensated absences being reported as a liability. Employees are constantly using and replenishing their compensated absence balances. Most of the balances will be used in the upcoming year and have been reflected as a currently liability, even though those balances will be replenished with new replacement hours.

There were no new borrowings in the business type activities this year. The only activity on traditional debt was the scheduled payments of interest and principal on bonds. The City reduced its bonds in the Water and Wastewater Funds by \$3,760,000. It should be noted that the City is in full compliance with any promises it made to bond holders as a condition of their original lending.

One issue that is impacting this year financial statement relates to the reporting of unfunded liabilities, primarily retirement benefits. Several studies had attempted to quantify the amount of unfunded liabilities that exist and are not reported on the financial statements of state and local municipalities nationwide. That total was estimated to exceed a trillion dollars. Fortunately the City made the decision years ago to participate in the State sponsored PERSI retirement plan and the State has been very judicious in the benefits it has awarded to retiring employees and its management of the plan. The administrators of PERSI have been fairly conservative in forecasting the performance of investments within portfolios as well as designing a system that is fair to retirees and not too burdensome to the taxpaying citizens. The new reporting requirements have been implemented this year by the City and are impacting reported Long-Term Debt. The City is now reflecting its proportionate share of any unfunded liability PERSI has. One reason the issue was so contentious is that as a practical matter, the liability will never be due all at once, but will be perpetually rolling forward. It only became an issue when some plan administrators became unrealistic in the assumptions they were using which resulted in shifting payment of current retirement benefits to future generations.

Economic Factors

Twin Falls continues to grow at a pace that is strengthening. Activity levels continue to exceed budgeted forecasts. Single family building permits issued by the City for the past five years are as follows:

Fiscal Year Ending	Permits Issued
2011	96
2012	151
2013	182
2014	189
2015	230

As measured by the number of permits issued, commercial construction also was rising, increasing from 36 permits issued for the last fiscal year to 59 this year. The total estimated value of building permits issued increased from \$35.2 million last year to \$87.9 million this year.

Paralleling national trends where there is some moderation of high unemployment rates, unemployment levels decreased within the City. A year ago the City’s unemployment level was reported at 4.1% at year end. At the end of the current year, unemployment stood at 3.6%. That 3.6% was lower than the State and National rates. It occurred at a time when the Idaho State unemployment was 4.2% and the National unemployment was 5.1%.

The increased rate of building growth impacts the city utilities as well. This can be illustrated with residential sanitation service accounts, which saw customer counts increase from 14,039 to 14,412 between September 30, 2014 and 2015.

Assessed values within the City increased from \$2,200,305,399 to \$2,264,943,286. Every five years properties are required to be reassessed by the County Appraiser.

Many of the levy rates charged by the local municipal entities decreased this year. The following is a table showing a comparison of the levy rates for the 2015 and 2014 budget years.

<u>Taxing District</u>	<u>2014 Levy Rates (funded 2014-15 budget)</u>	<u>2013 Levy Rates (funded 2013-14 budget)</u>	<u>Percent Change</u>
City of Twin Falls	0.007664692	0.007856543	-2.4%
Twin Falls County	0.004499616	0.004622130	-2.7%
Twin Falls County Ambulance District	0.000202299	0.000211405	-4.3%
Twin Falls County Abatement District	0.000124412	0.000125563	-0.9%
Twin Falls School District 411	0.004786364	0.004396713	8.9%
Twin Falls Highway District	0.001194773	0.001207963	-1.1%
College of Southern Idaho	0.000955478	0.000968505	-1.3%
Combined	<u>0.019427634</u>	<u>0.019388822</u>	<u>0.2%</u>

Future Issues

Previously the City engaged in a process of strategic planning whereby it analyzed the needs of the community and the role the City may have in meeting those needs. A plan was established and goals were identified along with specific timelines. Those goals have been, and will continue to be, integrated with the budgeting process and regularly reviewed

and reevaluated to determine the best way to move forward. The following are specific issues the City faces as defined through those planning activities.

Compensation

One issue that the City has dealt with, and that will continue into the future, is City wide compensation. Three years ago the City determined that, in general, employees were being compensated at a level that was below the surrounding market, at the time about 12%. An attempt was made to compute the indirect costs to the City of the excessive turnover this caused. A strategy was planned and implemented which is bringing compensation up to a level that is competitive with the local market and maintain it going forward. This strategy is being implemented over several years and a determination is being made during the budgeting process at the level of progress that can be made and sustained. The City has made great progress, moving the compensation table 10.5% since the plan was developed. Next year the City has budgeted to move the “table” another ½%.

Wastewater Capacity

For a number of years the City had been advised by its engineers that the wastewater system was reaching capacity limitations on the amount of waste water that could be collected in the community and processed. City Engineers evaluated the community’s future needs and the best way to meet any increased demand on the wastewater system. They developed a basic idea of what the needs were and the City went to its voters with a request to fund those treatment needs. The citizens approved a bond issuance of \$38,000,000 to rehabilitate and expand the existing sewer treatment plant and replace sever miles of sewer lines. The construction process for the expansion has taken several years, but next year the new processing facility is scheduled to go online.

Building Capacity

Other than constructing some outlying fire stations to trim response times and the remodeling of a warehouse to accommodate public works, the City has not constructed a major building in over 40 years. Overcrowding is particularly troublesome in the police department. When the police station was constructed, it was built when the City had 45 employees using the facility. Now the City has over 115 active law enforcement employees. Locker use is especially congested. The original design did not adequately plan for the number of women which the City would eventually employ.

After several attempts to design a remodel of the building that would accommodate the increased growth in the department the issue became a driving force for the construction of a new public safety complex and a new City Hall. Current and future needs of the City were identified and detailed. A citizen’s committee was formed and tasked with reviewing all options for the most cost effective and efficient way to meet those needs. A consensus was reached by the committee to make a major remodel of the current City Hall and dedicate that building 100% to law enforcement. At the same time the committee identified a vacant building on Main Street that was currently for sale, the “Banner” building, which could be economically converted into a City Administrative building. The new facility will not only accommodate displaced City employees – but employees located in buildings at various locations as well as future growth. The building passed a structural assessment and was purchased by the City. Plans and design work are moving forward. Demolition of the old building and construction activity has been scheduled.

Downtown Development/Urban Renewal Agency

The earliest revenue allocation area in the URA will terminate in 7 years. In an earlier year the Urban Renewal Agency (URA) board of directors had commissioned an engineering study which reviewed critical infrastructure needs in the downtown area. That resulted in the URA embarking on an undertaking for significant work in the downtown area, largely to improve Main Street. As part of the project the URA purchased a building which neighbors the new City Hall. That building will be demolished and a downtown plaza created. Much in the City’s new City Hall project and the URA’s downtown development project overlap and the URA and the City have been working closely together to make them successful and efficient. The City will take responsibility for upgrading water and wastewater lines in the adjacent alleys. All projects at this point are scheduled to be completed in 2017.

Airport Remodel

The configuration of the boarding area of the Airport has been troublesome for some time. Especially with the security measures that have been implemented since 9/11. The City has received grant approval to remodel the airport to resolution these issues. In 2016 construction will begin on the remodel and an 8,000 square foot addition. Currently passengers are isolated from any services after they have been screened for boarding. When the project is completed, passengers will have

restroom facilities available; vending options; baggage will be handled in another area besides the waiting area; and seating will be increased. The project will cost in excess of \$4,000,000. Funding for the project will come from a grant given by the Federal Aviation Administration and Passenger Facility Charges that have already been collected. Local taxpayers will not be impacted.

Urban Renewal Agency

The Urban Renewal Agency of the City of Twin Falls, Idaho (URA) was organized under Idaho law in 1965 to redevelop deteriorating areas and to promote economic development.

During the previous year the URA and the City entered into a development agreement to provide all of the infrastructure needs of Clif Bar & Company (CLIF Bar). CLIF Bar is a leading maker of nutritious and organic food and drink for people on the go and is building the world's largest bakery under one roof. The construction is nearing completing and the manufacturing facility will be fully operational in 2016.

Under governmental accounting standards the Agency is considered a component unit of the City so a summary of its financial information is discretely presented in the City's financial statements. The Agency's financial statements are available upon request.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

CITY OF TWIN FALLS, IDAHO

Statement of Net Position

September 30, 2015

	Primary Government			Component Unit- Urban Renewal
	Governmental Activities	Business Type Activities	Total	
<u>Assets</u>				
Cash and Investments	\$ 33,348,561	\$ 43,501,108	\$ 76,849,669	\$ 14,607,468
Receivables:				
Taxes	363,237	-	363,237	135,130
Fees and Services	31,703	3,833,150	3,864,853	-
Intergovernmental	4,087,479	-	4,087,479	5,310
Interest	3,095	-	3,095	-
Accounts	2,890,394	272,695	3,163,089	3,982,681
Internal Balances	632,347	(632,347)	-	-
Inventory	-	608,943	608,943	-
Prepaid Items	-	214,541	214,541	18,000
Land	6,733,480	11,699,295	18,432,775	3,971,783
Land, Buildings and Structures	19,244,609	19,548,231	38,792,840	3,856,902
Infrastructure	266,310,274	55,422,622	321,732,896	-
Improvements	17,734,392	39,462,600	57,196,992	-
Machinery and Equipment	17,530,487	9,472,861	27,003,348	475,000
Accumulated Depreciation	(189,467,652)	(36,072,248)	(225,539,900)	(852,734)
Construction in Progress	2,710,720	34,094,703	36,805,423	16,687,100
Net Pension Asset-FRF	1,947,697	-	1,947,697	-
Total Assets	184,100,823	181,426,154	365,526,977	42,886,640
<u>Deferred Outflows of Resources</u>				
Pension Obligations-Base Plan	2,967,589	375,421	3,343,010	-
Pension Obligations-FRF	554,109	-	554,109	-
Total Deferred Outflows of Resources	3,521,698	375,421	3,897,119	-
Total Assets and Deferred Outflows of Resources	\$ 187,622,521	\$ 181,801,575	\$ 369,424,096	\$ 42,886,640

See accompanying notes to the financial statements.

CITY OF TWIN FALLS, IDAHO

Statement of Net Position

September 30, 2015

	Primary Government			Component Unit- Urban Renewal
	Governmental Activities	Business Type Activities	Total	
<u>Liabilities</u>				
Pooled Cash	\$ 24,252	\$ 10,250,036	\$ 10,274,288	\$ -
Accounts Payable	413,749	1,665,511	2,079,260	7,325,959
Accrued Expenses	187,184	-	187,184	-
Accrued Interest	-	73,799	73,799	1,124,010
Deferred Revenue	437,444	-	437,444	-
Customer Deposits	262,988	182,714	445,702	68,158
Advances on Construction	-	-	-	14,116,454
Compensated Absences-Current Portion	1,130,000	132,312	1,262,312	-
Revenue Bond Payable-Current	-	3,870,000	3,870,000	2,185,000
Revenue Bond Payable	-	66,417,516	66,417,516	31,983,139
Compensated Absences	512,110	-	512,110	-
Net Pension Liability-Base Plan	6,315,238	798,920	7,114,158	-
Total Liabilities	9,282,965	83,390,808	92,673,773	56,802,720
<u>Deferred Inflows of Resources</u>				
Employer Pension Assumption-Base Plan	3,933,553	497,621	4,431,174	-
Employer Pension Assumption-FRF	591,300	-	591,300	-
Total Deferred Inflows of Resources	4,524,853	497,621	5,022,474	-
<u>Net Position</u>				
Net Investment in Capital Assets	140,796,310	67,210,548	208,006,858	10,021,597
Restricted for:				
Capital Projects	3,844,114	15,815,072	19,659,186	-
Debt Service	-	-	-	3,135,555
Law Enforcement Activities	384,430	-	384,430	-
Unrestricted	28,789,849	14,887,526	43,677,375	(27,073,232)
Total Net Position	173,814,703	97,913,146	271,727,849	(13,916,080)
Total Liabilities, Deferred Inflows and Net Position	\$ 187,622,521	\$ 181,801,575	\$ 369,424,096	\$ 42,886,640

See accompanying notes to the financial statements.

CITY OF TWIN FALLS, IDAHO
Statement of Activities
For the Year Ended September 30, 2015

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Assets		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Component Unit - Urban Renewal
					Governmental Activities	Business- Type Activities	
Primary Government:							
Governmental Activities:							
General Government	\$ 13,055,440	\$ 2,081,231	\$ 4,828,345	\$ 516,438	\$ (5,629,426)	\$ -	\$ (5,629,426)
Fire	2,690,217	441,082	-	-	(2,249,135)	-	(2,249,135)
Police	8,603,022	797,105	-	-	(7,805,917)	-	(7,805,917)
Engineering/Planning	2,169,122	1,193,160	-	-	(975,962)	-	(975,962)
Library	1,743,574	62,712	-	-	(1,680,862)	-	(1,680,862)
Culture and Recreation	1,920,259	225,888	-	-	(1,694,371)	-	(1,694,371)
Highway and Street	3,663,385	1,213,086	2,462,786	71,720	84,207	-	84,207
Pool	181,301	-	123,655	-	(57,646)	-	(57,646)
Airport	1,734,504	787,066	366,952	397,011	(183,475)	-	(183,475)
Total Governmental Activities	35,760,824	6,801,330	7,781,738	985,169	(20,192,587)	-	(20,192,587)
Business-Type Activities:							
Water	6,783,620	9,917,327	-	-	-	3,133,707	3,133,707
Wastewater	7,234,304	10,185,135	-	-	-	2,950,831	2,950,831
Sanitation	2,336,654	2,690,746	-	-	-	354,092	354,092
Golf	46,853	3,989	-	-	-	(42,864)	(42,864)
Dierkes Lake/Shoshone Falls	223,664	217,678	-	-	-	(5,986)	(5,986)
Common Area Maintenance	23,099	31,643	-	-	-	8,544	8,544
Total Business-Type Activities	16,648,194	23,046,518	-	-	-	6,398,324	6,398,324
Total Primary Government	\$ 52,409,018	\$ 29,847,848	\$ 7,781,738	\$ 985,169	\$ (20,192,587)	\$ 6,398,324	\$ (13,794,263)
Component Unit:							
Urban Renewal Agency							\$ (4,855,671)
General Revenues:							
Taxes:							
Property taxes, Levied for General Purposes					\$ 17,673,416	\$ -	\$ 17,673,416
Property taxes, Levied for Debt Service					-	-	8,357,193
Franchise and Public Service Taxes					385,292	-	385,292
Interest and Investment Earnings					577,025	1,100,433	1,677,458
Miscellaneous Revenues					423,292	123,606	546,898
Transfers					1,578,589	(1,578,589)	-
					20,637,614	(354,550)	20,283,064
Changes in Net Position					445,027	6,043,774	6,488,801
Net Position - October 1, 2014 as Previously Stated					180,572,166	92,827,786	273,399,952
Restatement-See Note 13					(7,202,490)	(958,414)	(8,160,904)
Net Position - September 30, 2015					\$ 173,814,703	\$ 97,913,146	\$ 271,727,849
							\$ (13,916,080)

See accompanying notes to the financial statements.

FUND FINANCIAL STATEMENTS

CITY OF TWIN FALLS, IDAHO

Fund Balance Sheets
Governmental Funds
September 30, 2015

	<u>General</u>	<u>Street</u>	<u>Airport</u>	<u>Capital Improvement</u>	<u>Airport Construction</u>	<u>Other Governmental</u>	<u>Total Governmental</u>
Assets							
Cash and Investments	\$ 8,043,534	\$ 4,758,906	\$ 1,616,639	\$ 12,505,028	\$ 673,008	\$ 5,076,932	\$ 32,674,047
Receivables (net of allowance)							
Taxes	320,423	32,496	-	4,185	-	2,163	359,267
Fees and Services	-	31,703	-	-	-	-	31,703
Intergovernmental	968,107	2,606,026	-	466,263	-	45,567	4,085,963
Interest	3,095	-	-	-	-	-	3,095
Accounts	85,846	92	31,954	2,750,000	22,397	-	2,890,289
Due from Other Funds	1,558,033	-	-	-	-	-	1,558,033
Total Assets	\$ 10,979,038	\$ 7,429,223	\$ 1,648,593	\$ 15,725,476	\$ 695,405	\$ 5,124,662	\$ 41,602,397
Liabilities							
Pooled Cash	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 24,252	\$ 24,252
Accounts Payable	135,638	205,781	2,375	53,984	-	15,416	413,194
Accrued Expenses	176,343	-	-	-	-	10,841	187,184
Customer Deposits Payable	260,988	2,000	-	-	-	-	262,988
Due to Other Funds	-	-	-	53,854	295,973	575,859	925,686
Total Liabilities	572,969	207,781	2,375	107,838	295,973	626,368	1,813,304
Deferred Inflows of Resources							
Unavailable Revenue - Property Taxes	249,610	25,314	437,442	3,260	-	1,685	717,311
Miscellaneous Revenue Not Available	-	2,152,000	-	-	-	-	2,152,000
Total Deferred Inflows of Resources	249,610	2,177,314	437,442	3,260	-	1,685	2,869,311
Fund Balances							
Nonspendable Fund Balance	-	-	-	-	-	-	-
Restricted, Expendable for							
Law Enforcement	71,939	-	-	-	-	107,175	179,114
Restricted for the Benefit for TFPD	5,913	-	-	-	-	-	5,913
Committed Fund Balance							
2016 Budgeted Surplus Res.	70,820	-	26,567	-	-	467,854	565,241
Park Development	-	-	-	-	-	164,381	164,381
Trail Fund	-	-	-	-	-	541	541
Impact Fees	-	-	-	-	-	2,892,392	2,892,392
Public Art Fund	-	-	-	48,604	-	-	48,604
Airport Construction	-	-	-	-	399,432	-	399,432
Assigned Fund Balance							
General Government	9,948,526	-	-	-	-	-	9,948,526
Streets	-	5,044,128	-	-	-	-	5,044,128
Airport	-	-	1,174,543	-	-	-	1,174,543
Street Light	-	-	-	-	-	71,754	71,754
Capital Improvements	-	-	-	7,040,484	-	-	7,040,484
Community Services	-	-	-	-	-	1,033,575	1,033,575
New City Hall	-	-	-	8,000,000	-	-	8,000,000
Unassigned Fund Balance	59,261	-	7,666	525,290	-	(241,063)	351,154
Total Fund Balance	10,156,459	5,044,128	1,208,776	15,614,378	399,432	4,496,609	36,919,782
Total Liabilities, Deferred Inflows of Resources and Fund Balance	\$ 10,979,038	\$ 7,429,223	\$ 1,648,593	\$ 15,725,476	\$ 695,405	\$ 5,124,662	\$ 41,602,397

See accompanying notes to the financial statements.

CITY OF TWIN FALLS, IDAHO

Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position
September 30, 2015

Amounts reported for governmental activities in the Statement of Net Position are different because:

Total Governmental Fund Balances	\$	36,919,782
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		140,481,775
Other long-term assets are not available to pay for current-period expenditures and therefore are reported as deferred inflows of resources in the funds.		2,434,960
Internal service funds are used by management to charge the costs of certain activities, such as insurance, and vehicle repairs and maintenance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Assets.		967,228
Net pension liability and related pension obligation deferred outflow and employer pension assumption deferred inflow of resources are not due and payable in the current period and therefore are not reported in the funds.		(5,370,695)
Long-term liabilities, including capitalized leases, equipment notes and related accrued interest, are not due and payable in the current period and therefore are not reported in the funds.		
Compensated Absences		(1,642,110)
Compensated Absences included in the Internal Service Funds		<u>23,763</u>
Net Position	\$	<u><u>173,814,703</u></u>

See accompanying notes to the financial statements.

CITY OF TWIN FALLS, IDAHO
Statement of Revenues, Expenditures, and Changes in Fund Balance
Governmental Funds
For the Year Ended September 30, 2015

	<u>General</u>	<u>Street</u>	<u>Airport</u>	<u>Capital Improvement</u>	<u>Airport Construction</u>	<u>Other Governmental</u>	<u>Total Governmental</u>
Revenues							
Property Taxes, Including Interest	\$ 14,247,634	\$ 1,474,045	\$ 366,089	\$ 10,711	\$ -	\$ 1,576,025	\$ 17,674,504
Other Taxes	526,565	-	-	-	-	385,292	911,857
Special Assessments, Including Interest	-	-	-	-	-	86,100	86,100
Fines and Forfeitures	9,239	-	-	-	-	40,178	49,417
Licenses and Permits	1,192,848	-	-	-	-	-	1,192,848
Fees and Services	1,139,738	255,428	622,999	-	111,349	1,289,418	3,418,932
Intergovernmental	2,330,364	2,462,786	366,952	1,703,864	-	123,656	6,987,622
Federal Grants	332,602	71,720	-	921,998	397,011	17,000	1,740,331
Miscellaneous	966,775	1,075,432	154,478	282,027	152	82,705	2,561,569
Total Revenue	<u>20,745,765</u>	<u>5,339,411</u>	<u>1,510,518</u>	<u>2,918,600</u>	<u>508,512</u>	<u>3,600,374</u>	<u>34,623,180</u>
Expenditures							
Current							
General Government	3,498,593	-	-	481,848	-	133,464	4,113,905
Public Safety	12,918,116	-	-	765,709	-	53,348	13,737,173
Engineering	1,320,956	-	-	-	-	-	1,320,956
Community Development	873,552	-	-	-	-	34,583	908,135
Culture and Recreation	1,675,407	-	-	652,388	-	1,605,498	3,933,293
Highway and Streets	-	1,837,447	-	6,922	-	322,307	2,166,676
Airport	-	-	873,497	-	356,663	-	1,230,160
Capital Outlay	-	2,063,441	-	1,389,079	-	100,352	3,552,872
Total Expenditures	<u>20,286,624</u>	<u>3,900,888</u>	<u>873,497</u>	<u>3,295,946</u>	<u>356,663</u>	<u>2,249,552</u>	<u>30,963,170</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	459,141	1,438,523	637,021	(377,346)	151,849	1,350,822	3,660,010
Other Financing Sources and (Uses)							
Transfers In	1,863,934	88,342	-	2,200,000	-	28,250	4,180,526
Transfers Out	(2,200,000)	(270,377)	(340,370)	(28,250)	-	(21,511)	(2,860,508)
Total Other Financing Sources and (Uses)	<u>(336,066)</u>	<u>(182,035)</u>	<u>(340,370)</u>	<u>2,171,750</u>	<u>-</u>	<u>6,739</u>	<u>1,320,018</u>
Net Change in Fund Balance	123,075	1,256,488	296,651	1,794,404	151,849	1,357,561	4,980,028
Fund Balance October 1, 2014, as Previously Stated	10,033,384	3,787,640	912,125	13,819,974	247,583	3,338,451	32,139,157
Restatement-See Note 13						(199,403)	(199,403)
Fund Balance September 30, 2015	<u>\$ 10,156,459</u>	<u>\$ 5,044,128</u>	<u>\$ 1,208,776</u>	<u>\$ 15,614,378</u>	<u>\$ 399,432</u>	<u>\$ 4,496,609</u>	<u>\$ 36,919,782</u>

See accompanying notes to the financial statements.

CITY OF TWIN FALLS, IDAHO

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
For the Year Ended September 30, 2015

**Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds
to the Statement of Activities for the year ended September 30, 2015**

Net Change in Fund Balances - Total Government Funds	\$ 4,980,028
Amounts reported for governmental activities in the Statement of Activities are different because:	
Government funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets. This is the amount by which capital outlays exceeded depreciation in the current period	(6,060,706)
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 government funds.	(25,076)
Internal service funds are used by management to charge the costs of certain activities, such as insurance and shop repairs and maintenance, to individual funds. The net revenue (expense) of the internal service funds is reported with governmental activities.	18,768
Changes in net pension liability and related pension obligations deferred outflow and employer pension assumption deferred inflow of resources do not provide required current financial resources and therefore are not reflected in the funds.	1,632,392
Revenues that will not be collected for several months after the City's fiscal year ends are not considered "available" revenues and are deferred in the governmental funds. Deferred inflows of resources decreased by this amount in the current year.	<u>(100,379)</u>
Change in Net Position of Governmental Activities	<u>\$ 445,027</u>

CITY OF TWIN FALLS, IDAHO

Statement of Net Position

Proprietary Funds

September 30, 2015

	Business-Type Activities					Governmental Activities - Internal Service Funds
	Waterworks	Wastewater	Sanitation	Other Business-Type	Total	
Assets						
Cash and Investments	\$ 8,958,592	\$ 33,968,310	\$ 373,030	\$ 201,176	\$ 43,501,108	\$ 674,514
Receivables (net of allowance for uncollect.)						
Taxes	-	-	-	-	-	3,970
Fees and Services	1,212,440	2,325,742	290,950	4,018	3,833,150	-
Intergovernmental	-	-	-	-	-	1,516
Accounts	11,282	252,451	8,287	675	272,695	105
Inventories	608,943	-	-	-	608,943	-
Total Current Assets	10,791,257	36,546,503	672,267	205,869	48,215,896	680,105
Prepaid Insurance	-	214,541	-	-	214,541	-
Due from Other Funds	-	20,794	-	-	20,794	-
Fixed Assets (Net of Accum. Depreciation)	52,796,810	79,241,223	-	1,590,031	133,628,064	314,534
Total Assets	63,588,067	116,023,061	672,267	1,795,900	182,079,295	994,639
Deferred Outflows of Resources						
Pension Obligations	274,461	89,928	-	11,032	375,421	-
Total Deferred Outflows of Resources	274,461	89,928	-	11,032	375,421	-
Total Assets and Deferred Outflows of Resources	\$ 63,862,528	\$ 116,112,989	\$ 672,267	\$ 1,806,932	\$ 182,454,716	\$ 994,639
Liabilities and Net Position						
Current Liabilities:						
Pooled Cash	\$ -	\$ 9,893,222	\$ -	\$ 356,814	\$ 10,250,036	\$ -
Accounts Payable	117,807	1,337,309	201,445	8,951	1,665,512	555
Accrued Expenses	29,370	44,429	-	-	73,799	-
Due to Other Funds	291,120	-	-	362,021	653,141	-
Unavailable Revenue	-	-	-	-	-	3,093
Customer Deposits Payable	180,375	2,339	-	-	182,714	-
Revenue Bonds Payable - Current	2,055,000	1,815,000	-	-	3,870,000	-
Compensated Absences	85,900	35,729	-	10,683	132,312	23,763
Total Current Liabilities	2,759,572	13,128,028	201,445	738,469	16,827,514	27,411
NonCurrent Liabilities:						
Revenue Bonds Payable (Net of Discounts)	20,771,514	45,646,002	-	-	66,417,516	-
Net Pension Liability	584,071	191,372	-	23,477	798,920	-
Total Non-current Liabilities	21,355,585	45,837,374	-	23,477	67,216,436	-
Total Liabilities	24,115,157	58,965,402	201,445	761,946	84,043,950	27,411
Deferred Inflows of Resources						
Employer Pension Assumption	363,800	119,199	-	14,622	497,621	-
Total Deferred Inflows of Resources	363,800	119,199	-	14,622	497,621	-
Net Position						
Net Investment In Capital Assets	29,970,296	31,426,776	-	1,590,031	62,987,103	314,534
Restricted for Capital Expansion	-	15,815,072	-	-	15,815,072	-
Unrestricted	9,413,275	9,786,540	470,822	(559,667)	19,110,970	652,694
Total Net Position	39,383,571	57,028,388	470,822	1,030,364	97,913,145	967,228
Total Liabilities, Deferred Inflows of Resources and Net Position	\$ 63,862,528	\$ 116,112,989	\$ 672,267	\$ 1,806,932	\$ 182,454,716	\$ 994,639

See accompanying notes to the financial statements.

CITY OF TWIN FALLS, IDAHO
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the Year Ended September 30, 2015

	Business-Type Activities				Total	Governmental Activities - Internal Service Funds
	Waterworks	Wastewater	Sanitation	Other Business- Type		
Operating Revenues:						
Charges for Services	\$ 9,743,873	\$ 9,865,339	\$2,690,745	\$ 253,308	\$ 22,553,265	\$ 325,286
Property Taxes, Including Interest	-	-	-	-	-	194,789
Taps, Connection and Other Fees	164,056	-	-	-	164,056	-
Miscellaneous	53,982	4,559	-	7,954	66,495	4,102
Total Operating Revenues	9,961,911	9,869,898	2,690,745	261,262	22,783,816	524,177
Operating Expenses:						
Contracted Services	291,342	3,101,458	1,715,502	75,602	5,183,904	2,986
Personnel Expenses	1,772,228	573,009	1,706	87,733	2,434,676	321,342
Depreciation and Amortization	1,349,061	1,486,188	-	91,984	2,927,233	13,894
Utilities	926,155	1,378	-	13,986	941,519	7,576
Landfill Expenses	-	-	613,133	-	613,133	-
Supplies	569,984	47,559	-	4,791	622,334	26,741
Insurance	-	-	-	-	-	394,095
Repairs and Maintenance	166,002	12,989	-	4,149	183,140	10,385
Vehicle Expenses	128,126	41,409	-	1,110	170,645	1,109
Small Equipment	388,498	211,658	-	-	600,156	7,826
Studies and Projects	27,568	-	-	-	27,568	-
Rental Expense	118,317	-	-	-	118,317	-
Miscellaneous Expense	85,388	44,762	43,630	14,261	188,041	627
Testing and Monitoring	82,164	-	-	-	82,164	-
Telephone	4,376	60	-	-	4,436	-
Travel and Meetings	1,695	738	-	-	2,433	237
Total Operating Expenses	5,910,904	5,521,208	2,373,971	293,616	14,099,699	786,818
Operating Income (Loss)	4,051,007	4,348,690	316,774	(32,354)	8,684,117	(262,641)
Non-Operating Revenues (Expenses):						
Development Fees	-	319,795	-	-	319,795	-
Interest Income	222,962	860,320	9,027	8,127	1,100,436	-
Rent and Royalties	66,510	-	-	-	66,510	-
Interest Expense	(812,559)	(1,713,096)	-	-	(2,525,655)	-
Total Non-Operating Revenues (Exp.)	(523,087)	(532,981)	9,027	8,127	(1,038,914)	-
Income (Loss) Before Interfund Transfers and Contributions	3,527,920	3,815,709	325,801	(24,227)	7,645,203	(262,641)
Interfund Transfers						
Operating Transfers In	457,261	-	-	-	457,261	335,191
Operating Transfers Out	(964,696)	(716,983)	(364,908)	(12,104)	(2,058,691)	(53,779)
Net Transfers	(507,435)	(716,983)	(364,908)	(12,104)	(1,601,430)	281,412
Net Income	3,020,485	3,098,726	(39,107)	(36,331)	6,043,773	18,771
Total Net Position, October 1, 2014 as Previously Stated	37,063,761	54,159,238	509,929	1,094,858	92,827,786	948,457
Restatement-See Note 13	(700,675)	(229,576)	-	(28,163)	(958,414)	-
Total Net Position, September 30, 2015	\$ 39,383,571	\$ 57,028,388	\$ 470,822	\$ 1,030,364	\$ 97,913,145	\$ 967,228

See accompanying notes to the financial statements.

CITY OF TWIN FALLS, IDAHO
Statement of Cash Flows
Proprietary Funds
For the Year Ended September 30, 2015

	Business-Type Activities				Total	Governmental Activities - Internal Service Funds
	Waterworks	Wastewater	Sanitation	Other Business- Type		
Cash Flows from Operating Activities						
Receipts from Customers	\$ 9,617,429	\$ 8,856,173	\$2,662,860	\$ 257,700	\$ 21,394,162	\$ 325,201
Property Taxes, Including Interest	-	-	-	-	-	195,707
Payments to Suppliers	(3,127,231)	(3,524,026)	(2,368,493)	(86,785)	(9,106,535)	(452,467)
Payments to Employees	(1,802,647)	(577,264)	(1,706)	(87,210)	(2,468,827)	(323,168)
Other Receipts (Payments)	53,982	4,559	-	7,954	66,495	4,102
Net Cash Provided (Used) by Operating Activities	<u>4,741,533</u>	<u>4,759,442</u>	<u>292,661</u>	<u>91,659</u>	<u>9,885,295</u>	<u>(250,625)</u>
Cash Flows from Non-Capital Financing Activities						
Interfund Transfers to Other Funds	(964,696)	(716,983)	(364,908)	(12,104)	(2,058,691)	(53,779)
Receipts from (Advances) to Other Funds	457,261	-	-	-	457,261	335,190
Net Cash Provided (Used) by Non-Capital Financing Activities	<u>(507,435)</u>	<u>(716,983)</u>	<u>(364,908)</u>	<u>(12,104)</u>	<u>(1,601,430)</u>	<u>281,411</u>
Cash Flows from Capital and Related Financing Activities						
Purchase of Capital Assets	(42,630)	(520,614)	-	(220,271)	(783,515)	(28,467)
Construction in Progress	(2,727,702)	(18,038,928)	-	(10,291)	(20,776,921)	-
Disposals, Transfers of Capital Assets	(55,527)	55,530	37,317	252	37,572	-
Principal Paid on Capital Debt	(1,995,000)	(1,765,000)	-	-	(3,760,000)	-
Interest Paid on Capital Debt	(814,889)	(1,715,206)	-	-	(2,530,095)	-
Development Fees	-	319,795	-	-	319,795	-
Rents and Royalties	66,510	-	-	-	66,510	-
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(5,569,238)</u>	<u>(21,664,423)</u>	<u>37,317</u>	<u>(230,310)</u>	<u>(27,426,654)</u>	<u>(28,467)</u>
Cash Flows from Investing Activities						
(Purchase) or Sale of Securities	1,021,197	14,160,967	13,967	21,970	15,218,101	17,557
Interest Income	222,962	860,320	9,027	8,127	1,100,436	-
Net Cash Provided (Used) by Investing Activities	<u>1,244,159</u>	<u>15,021,287</u>	<u>22,994</u>	<u>30,097</u>	<u>16,318,537</u>	<u>17,557</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>(90,981)</u>	<u>(2,600,677)</u>	<u>(11,936)</u>	<u>(120,658)</u>	<u>(2,824,252)</u>	<u>19,876</u>
Balances - Beginning of the Year	<u>922,101</u>	<u>2,603,016</u>	<u>273,813</u>	<u>146,976</u>	<u>3,945,906</u>	<u>514,904</u>
Balances - End of the Year	<u>\$ 831,120</u>	<u>\$ 2,339</u>	<u>\$ 261,877</u>	<u>\$ 26,318</u>	<u>\$ 1,121,654</u>	<u>\$ 534,780</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities						
Operating Income	\$ 4,051,007	\$ 4,348,690	\$ 316,774	\$ (32,354)	\$ 8,684,117	\$ (262,641)
Adjustments to Reconcile Operating Income to net Cash Provided (Used) by Operating Activities:						
Depreciation and Amortization	1,398,635	1,681,094	-	91,984	3,171,713	13,894
Amortization	(49,574)	(194,908)	-	-	(244,482)	-
Change in Assets and Liabilities:						
Receivables, Net	(307,201)	(1,009,164)	(27,884)	4,391	(1,339,858)	1,880
Prepaid Expenses	-	11,919	-	-	11,919	-
Inventories	(168,423)	-	-	-	(168,423)	-
Unavailable Revenue	-	-	-	-	-	(1,047)
DOF or Resources-Pension Obligations	(217,661)	(71,318)	-	(8,749)	(297,728)	-
Accounts Payable	(169,192)	(73,934)	3,771	(487)	(239,842)	(885)
Due to Other Funds	-	-	-	27,602	27,602	-
Customer Deposits	16,700	-	-	-	16,700	-
Compensated Absences	(3,154)	4,678	-	1,619	3,143	(1,826)
Net Pension Liability	265,352	86,944	-	10,666	362,962	-
DIF or Resources-Employer Pension Assumption	(74,956)	(24,559)	-	(3,013)	(102,528)	-
Net Cash Provided (Used) by Operating Activities	<u>\$ 4,741,533</u>	<u>\$ 4,759,442</u>	<u>\$ 292,661</u>	<u>\$ 91,659</u>	<u>\$ 9,885,295</u>	<u>\$ (250,625)</u>
Reconciliation of Cash and Cash Equivalents to the Statement of Net Position-Proprietary Funds						
Cash and Investments-Statement of Net Position	\$ 8,958,592	\$ 33,968,310	\$ 373,030	\$ 201,176	\$ 43,501,108	\$ 674,514
Less: Investments	(8,127,472)	(33,965,971)	(111,153)	(174,858)	(42,379,454)	(139,734)
Cash and Cash Equivalents	<u>\$ 831,120</u>	<u>\$ 2,339</u>	<u>\$ 261,877</u>	<u>\$ 26,318</u>	<u>\$ 1,121,654</u>	<u>\$ 534,780</u>

See accompanying notes to the financial statements.

CITY OF TWIN FALLS, IDAHO
Statement of Fiduciary Net Position - Fiduciary Fund
September 30, 2015

	Agency Fund
<u>Assets</u>	
Cash and Cash Equivalents	\$ -
Receivables (net of allowance for uncollect.)	
Intergovernmental	31,323
Total Assets	\$ 31,323
<u>Liabilities</u>	
Pooled Cash	31,323
Accounts Payable	-
Total Liabilities	\$ 31,323

See accompanying notes to the financial statements.

NOTES TO FINANCIAL STATEMENTS

CITY OF TWIN FALLS, IDAHO

Notes to Financial Statements

September 30, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING PROCEDURES

The City of Twin Falls, Idaho is a municipal corporation governed by an elected seven-member council.

The financial statements of the City of Twin Falls, Idaho have been prepared in conformity with generally accepted accounting principles, (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The City also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to its governmental and business-type activities at the government wide financial reporting level and to its enterprise funds at the fund reporting level, provided they do not conflict with or contradict GASB pronouncements. The City's more significant accounting policies are described below.

FINANCIAL REPORTING ENTITY

As required by generally accepted accounting principles, these financial statements present the City and its component units, entities for which the City is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the City's operations and so data from these units are combined with data of the primary government. Each discretely presented component unit, on the other hand, is reported in a separate column in the combined financial statements to emphasize it is legally separate from the government. Each blended component unit and each discretely presented component unit has a September 30 year end. A brief description of the discretely presented components units follows:

Blended Component Unit-Twin Falls Public Library

Blended component units are legally separate from the City but are so intertwined with the City that they are, in substance, the same as the City. The component unit is reported as part of the City and blended into the appropriate fund.

The Library is governed by a separate board appointed by the City Council; however, final responsibility relative to budget, taxing and debt remains with the City. The Library is reported as a special revenue fund.

Discretely Presented Component Units-Urban Renewal Agency

The Urban Renewal Agency is a directly presented component unit of the City

A discretely presented component unit is legally separate from the City but is financially accountable to the City, or its relationship with the City is such that exclusion would cause the City's financial statements to be misleading or incomplete. Component units are reported in a separate column to emphasize that they are legally separate from the primary government.

The Urban Renewal Agency is responsible for rehabilitation, conservation and redevelopment of deteriorated properties in areas within the City's jurisdiction. The seven-member board is appointed by the City Council. The City and the Agency have an agreement that the City will make available certain personnel for administrative, legal, engineering, budgeting and accounting services and assistance to the Agency to the extent that the City has appropriated necessary funds to provide such assistance. The Agency has agreed to reimburse the City annually for these costs. The City has no responsibility for debt issuance of the Agency. The Agency is presented as a governmental fund type.

Complete financial statements for the Urban Renewal Agency may be obtained at the entity's administrative offices.

CITY OF TWIN FALLS, IDAHO

Notes to Financial Statements

September 30, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING PROCEDURES-Continued

BASIS OF PRESENTATION

The City's basic financial statements consist of government-wide statements, including a statement of net position and a statement of activities, and fund financial statements, which provide a more detailed level of financial information.

Government-Wide Financial Statements

The government-wide financial statements include the statement of net position and the statement of activities. These statements report financial information for the City as a whole. The primary government and the component units are presented separately within these financial statements with the focus on the primary government. Individual funds are not displayed but the statements distinguish governmental activities, generally supported by taxes and grants and the City's general revenues, from business-type activities, generally financed in whole or in part with fees charged to external customers. The fiduciary funds of the primary government are not included in the government-wide financial statements.

The statement of net position presents the financial position of the governmental and business-type activities of the City and its discretely presented component unit at year-end.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the City's governmental activities and for each identifiable activity of the business-type activities of the City. Direct expenses are those that are specifically associated with a function and therefore clearly identifiable to that particular function. The City does not allocate indirect expenses to functions in the statement of activities.

The statement of activities reports the expenses of a given function offset by program revenues directly connected with the functional program. A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity. Program revenues include: (1) charges for services which report fees and other charges to users of the City's services; (2) operating grants and contributions which finance annual operating activities including restricted investment income; and (3) capital grants and contributions which fund the acquisition, construction, or rehabilitation of capital assets. These revenues are subject to externally imposed restrictions to these program uses. For identifying to which function program revenue pertains, the determining factor for charges for services is which function generates the revenue. For grants and contributions, the determining factor is to which function the revenues are restricted.

Other revenue sources not properly included with program revenues are reported as general revenues of the City. The comparison of direct expenses with program revenues identifies the extent to which each governmental function and each identifiable business activity is self-financing or draws from the general revenues of the City.

Fund Financial Statements

During the year, the City segregates transactions related to certain City functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the City at this more detailed level. Fund financial statements are provided for governmental, proprietary and fiduciary funds.

Major individual governmental and enterprise funds are reported in separate columns.

CITY OF TWIN FALLS, IDAHO

Notes to Financial Statements

September 30, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING PROCEDURES-Continued

Fund Accounting

The City uses funds to maintain its financial records during the year. A fund is a fiscal and accounting entity with a self-balancing set of accounts. The City uses three categories of funds: governmental, proprietary and fiduciary.

Governmental Funds

Government funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Fund liabilities are assigned to the fund from which they will be liquidated. The City reports the difference between its governmental fund assets and its liabilities and deferred inflows of resources as fund balance. The following are the City's major governmental funds:

The government reports the following major governmental funds:

The **General Fund** is the City'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 **Street Fund** is a special revenue fund. It accounts for and reports State tax revenues that are dedicated to maintenance and operation of roads as well as revenues collected from users of roads and streets through a fuel tax. Other revenues which are used to meet the maintenance need and supplement the State revenues include general property taxes; franchise fees collected by the City's electrical utility provider; and revenues collected from citizens for street sweeping.

The **Airport Fund** is another reported special revenue fund and accounts for and reports the operational activity of the municipal airport. Accounting for the activities of the airport is the responsibility of the City. However the airport is jointly funded with the City's use of property tax revenue and an equal contribution from the County. The Fund also receives revenues from landing fees, concession and franchise fees, and hanger and land rentals.

The **Capital Improvement Fund and Airport Construction Fund** are used to account for the acquisition of fixed assets or construction of major capital projects. The Capital Improvement Fund reflects projects other than airport projects that are not being financed by proprietary or non-expendable trust funds. The Airport Construction Fund is specific to capital projects on site at the airport.

Proprietary funds

Proprietary fund reporting focuses on the determination of operating income, changes in net position, financial position and cash flows. The proprietary funds are classified as enterprise funds.

The government reports the following major proprietary funds:

The **Waterworks Fund** is used to account for the costs necessary to operate the City's water system and the charges necessary to offset those costs.

The **Wastewater Fund** is used to account for the costs necessary to operate the City's sewer system and the charges necessary to offset those costs.

CITY OF TWIN FALLS, IDAHO

Notes to Financial Statements

September 30, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING PROCEDURES-Continued

The *Sanitation Fund* is used to account for the costs necessary to operate the City's garbage collection and the charges necessary to offset those costs.

Fiduciary funds

Fiduciary funds account for assets held by the City in a trustee capacity or as an agent on behalf of others. Trust funds account for assets held by the City under the terms of a formal trust agreement.

Other Fund Types

The City also reports the following fund types:

Internal service funds account for operations that provide services to other departments or agencies of the City, or to other governments, on a cost-reimbursement basis.

MEASUREMENT FOCUS

Government-wide Financial Statements

The government-wide financial statements are prepared using the economic resources measurement focus. All assets, all liabilities and deferred inflows of resources associated with the operation of the City are included on the statement of net position. The statement of activities reports revenues and expenses.

Fund Financial Statements

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets, current liabilities and deferred inflows of resources generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include reconciliations with brief explanations to better identify the relationship between the government-wide statements and the governmental fund statements.

Like the government-wide statements, all proprietary fund types are accounted for on a flow of economic resources measurement focus on both financial reporting levels. All assets and all liabilities associated with the operation of these funds are included on the statements of net position. The statements of changes in fund net position present increases (i.e., revenues) and decreases (i.e., expenses) in total net position. The statements of cash flows provide information about how the City finances and meets the cash flow needs of its proprietary activities.

BASIS OF ACCOUNTING

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting.

At the fund reporting level, the governmental funds use the modified accrual basis of accounting. Proprietary funds use the accrual basis of accounting at both reporting levels. Fiduciary funds use the accrual basis at the fund reporting level. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred inflows of resources, and in the presentation of expenses versus expenditures.

CITY OF TWIN FALLS, IDAHO

Notes to Financial Statements

September 30, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING PROCEDURES-Continued

Revenues-Exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded when the exchange takes place and in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the City, the phrase “available for exchange transactions” means expected to be received within 60 days of year-end.

Revenues-Non-exchange Transactions

Non-exchange transactions, in which the City receives value without directly giving equal value in return, include sales taxes, property taxes, grants and donations. Revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions also must be available (i.e., collected within 60 days) before it can be recognized in the governmental funds.

Under the modified accrual basis, the following revenue sources are considered to be susceptible to accrual: Property taxes, franchise taxes, licenses, interest, federal and state grants and special assessments. Sales taxes collected and held by the state at year-end on behalf of the government are also recognized as revenue. Other receipts and taxes become measurable and available when cash is received by the government and are recognized as revenue at that time.

Entitlements and shared revenues are recorded at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met.

Unearned Revenue

Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Expenses/Expenditures

On the accrual basis of accounting, expenses are recognized at the time they are incurred. On the modified accrual basis, expenditures generally are recognized in the accounting period in which the related fund liability is incurred and due, if measurable.

ASSETS, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND EQUITY

Deposits and Investments

Cash and cash equivalents include amounts of cash on hand, demand deposits and highly liquid short-term investments with an original maturity of three months or less from the date acquired by the government.

State statutes authorize the City and Agency to invest any available funds in obligations issued or guaranteed by the U.S. Treasury, the State of Idaho, local Idaho municipalities and taxing districts, the Farm Credit System, or Idaho public corporations, as well as time deposit accounts and repurchase agreements.

CITY OF TWIN FALLS, IDAHO

Notes to Financial Statements

September 30, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING PROCEDURES-Continued

Deposits and Investments-Continued

The City's Investment Policy requires that investments within the portfolio be diversified in order to avoid risks in specific instruments, individual financial institutions or maturities.

Investments are stated at fair market value, as determined by quoted market prices, except for certificates of deposits, which are non-participating contracts, and are therefore carried at amortized cost. Idaho Code provided authorization for the investment of funds as well as to what constitutes an allowable investment. The City policy allows for investment of idle funds consistent with the Idaho State Code 67-1210 and 67-1210A.

The City is a voluntary participant in the State of Idaho Local Government Investment Pool (LPIG). The LPIG is regulated by State of Idaho Code under the oversight of the Treasurer of the State of Idaho. The fair value of the City's investments in the pool is reported in the accompanying financial statements at amounts based on the City's pro-rata share of the fair market value provided by the fund for the entire portfolio. The LGIP is not rated by a nationally recognized statistical rating organization.

Fund Overdrafts

The City uses a pooled cash system of cash management. All city obligations are paid through the general fund. Cash is then allocated to the other funds based on amounts received and spent. Some funds have investments that cover the fund overdrafts. Also, some funds are involved in federal grants that the City must fund and then request reimbursement from the federal government.

Receivables and Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the fund balance sheets. They are eliminated on the government-wide financial statements. Short-term inter-fund loans are classified as "interfund receivables /payables".

All trade and property tax receivables are shown net of an allowance for uncollectibles for the City and the Agency.

Inventories and Prepaid Items

Inventories are valued at cost using the first-in/first-out (FIFO) method. The costs of inventory items are recognized as expenditures in governmental financial statements and as expenses in government-wide and proprietary fund financial statements when used (consumption method).

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

CITY OF TWIN FALLS, IDAHO

Notes to Financial Statements

September 30, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING PROCEDURES-Continued

Capital Assets, Depreciation, and Amortization

The City's property, plant equipment, and infrastructure with useful lives of more than one year are stated at historical cost and comprehensively reported in the government-wide financial statements. The City maintains infrastructure asset records consistent with all other capital assets. Proprietary and component unit capital assets are also reported in their respective fund and combining component unit's financial statements. Donated assets are stated at fair value on the date donated. The City generally capitalizes assets with a cost of \$5,000 or more as purchase and construction outlays occur. The costs of normal maintenance and repairs that do not add to the asset value or materially extend useful lives are not capitalized. Capital assets, including those of component units, are depreciated using the straight-line method. When capital assets are disposed, the cost and applicable accumulated depreciation are removed from the respective accounts, and the resulting gain or loss is recorded in operations.

Estimated useful lives, in years, for depreciable assets are as follows:

Land	Not depreciated
Buildings and Structures	20-50
Infrastructure	40
Improvements	30
Machinery and equipment	3-20

Major outlays for capital assets and improvements are capitalized in proprietary funds as projects are constructed. Interest incurred during the construction phase of proprietary fund fixed assets is reflected in the capitalized value of the asset constructed, net of interest earned on the invested proceeds over the same period.

Property, plant and equipment are depreciated in the proprietary funds using the straight-line method over the following estimated useful lives:

Land	Not depreciated
Buildings and improvements	50 years
Machinery and equipment	5-20 years

The Urban Renewal Agency has acquired certain properties and made improvements such as streets, parking lots and parks in its effort to rehabilitate many areas of the City of Twin Falls. Many of these parcels acquired and constructed have been contributed to the City of Twin Falls but certain real estate acquisitions are held by the Agency for future rehabilitation, conservation, redevelopment, and sale in accordance with its purpose.

No depreciation has been computed or recorded in these statements for any existing buildings on these properties for the Agency.

CITY OF TWIN FALLS, IDAHO

Notes to Financial Statements

September 30, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING PROCEDURES-Continued

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes include a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has one item that qualifies for reporting in this category: the pension obligation reported on the statement of net position. The pension obligation results from changes in assumptions or other inputs in the actuarial calculation of the City's net pension liability.

In addition to liabilities, the statement of financial position 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 that qualifies for reporting in this category: the employer pension assumption and unavailable revenue. The employer pension assumption results from differences between expected and actual experience and the net difference between projected and actual earnings on pension plan investments derived from the actuarial calculation of the City's net pension liability. Unavailable revenue is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation, comp hours in lieu of overtime hours, and sick pay benefits. Vacation pay and comp hours are accrued when incurred in proprietary funds and reported as a fund liability. Vacation pay and comp hours for governmental funds are reported as expenditures of the related fund when paid. Accrued vacation pay and comp hours of governmental funds are further recorded as liabilities in the Government Wide Financial Statements.

No liability is reported for unpaid accumulated sick leave. However, once employees reach a maximum sick leave accrual amount, any excess hours are accumulated in a "Retirement Account" and at retirement they may be converted to their dollar equivalent and used exclusively for the purchase of health insurance. Retirement hour accruals and expenditures are treated the same as unused vacation and comp hours.

Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the these funds. However, compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are "due for payment" during the current year. Capital leases are recognized as a liability in the governmental fund financial statements when due.

Debt Premiums, Discounts and Issuance Costs

On the government-wide statement of net position and the proprietary fund type statement of net position, debt premiums and discounts are netted against debt payable and debt issuance costs are recognized as an outflow of resources in the period incurred. On the government-wide and proprietary fund type statement of activities, unamortized debt premiums and discounts are deferred and amortized over the life of the debt using the straight-line method.

CITY OF TWIN FALLS, IDAHO

Notes to Financial Statements

September 30, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING PROCEDURES-Continued

Debt Premiums, Discounts and Issuance Costs-Continued

At the government fund reporting level, debt premiums and discounts are reported as other financing sources and uses, separately from the face amount of the debt issued. Debt issuance costs are reported as debt service expenditures.

Fund Equity

Fund equity at the governmental fund financial reporting level is classified as “fund balance.” Fund equity for all other reporting is classified as “net position.”

Governmental Fund Balances

Generally, governmental fund balances represent the difference between the current assets and deferred outflows of resources, and current liabilities and deferred inflows of resources. Governmental funds report fund balance classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in those resources can be spent. Fund balances are classified as follows:

Nonspendable Fund Balance - Includes amounts that cannot be spent because they are not in spendable form, or they are legally or contractually required to be maintained intact. This classification includes inventories, prepaid amounts, assets held for sale, and long-term receivables.

Restricted Fund Balance – Constraints placed on the use of these resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or other governments; or are imposed by law (through constitutional provisions or enabling legislation).

Committed Fund Balance - Amounts that can only be used for specific purposes because of a formal action (resolution or ordinance) by the City’s highest level of decision-making authority, the City Council.

Assigned Fund Balance – Amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. This intent can be expressed by the City Council or through the City Council delegating this responsibility to the City manager through the budgetary process.

Unassigned Fund Balance – Residual balances in the General Fund that have not been restricted, committed or assigned.

Other governmental funds may report a negative unassigned fund balance should the total of nonspendable, restricted, and committed fund balances exceed the total net resources of the fund.

The City passes ordinances and resolutions which may control the use of the City’s funds. An ordinance constitutes the more binding constraint and is the restriction that is used for classifying when a fund balance is restricted.

The City applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

CITY OF TWIN FALLS, IDAHO

Notes to Financial Statements

September 30, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING PROCEDURES-Continued

Net Position

Net position represents the difference between assets and deferred outflows of resources, and liabilities and deferred inflows of resources. Net investment in capital assets consists of cost of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. This net investment in capital assets amount also is adjusted by any bond issuance deferral amounts. Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. All other net position is reported as unrestricted.

Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the City, these revenues are charges for services for water, wastewater and sanitation. Operating expenses are necessary costs incurred to provide the good or service that are the primary activity of each fund. Items that do not result from the provision of goods or services to customers or directly relate to the principal and usual activity of the fund are recorded as nonoperating revenues and expenses. These items include investment earnings and gains or losses on the disposition of capital assets.

Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after the non-operating revenues/expenses section in proprietary funds. Repayments from the funds responsible for particular expenditures or expenses to the funds that initially paid for them are not presented on the financial statements (i.e., they are netted).

Transfers between governmental and business-type activities on the government-wide statement of activities are reported as general revenues. Transfers between funds reported in the governmental activities column are eliminated. Transfers between funds reported in the business-type activities column are eliminated.

Pensions

For purposes of measuring the net pension liability and pension expense, information about the fiduciary net position of the Public Employee Retirement System of Idaho Base Plan (Base Plan) and additions to/deductions from Base Plan's fiduciary net position have been determined on the same basis as they are reported by the Base Plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

For purposes of measuring the net pension asset and pension expense (revenue), information about the fiduciary net position of the Firefighters' Retirement Fund Plan (FRF) and additions to/deductions from FRF's fiduciary net position have been determined on the same basis as they are reported by the FRF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

CITY OF TWIN FALLS, IDAHO

Notes to Financial Statements

September 30, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING PROCEDURES-Continued

Estimates

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and reported revenues and expenses. It is at least reasonably possible that the significant estimates used will change within the next year.

Implementation of GASB Statement No. 68 and GASB Statement No. 71 Deficit Fund Equity

As of October 1, 2014, the City adopted GASB Statement No. 68, Accounting and Financial Reporting for Pensions and GASB Statement No. 71, Pension Transition for Contributions Made Subsequent to the Measurement Date. The implementation of these standards requires governments to calculate and report the costs and obligations associated with pensions in their basic financial statements. Employers are required to recognize pension amounts for all benefits provided through the plan which includes the net pension liability, deferred outflows of resources, deferred inflows of resources, and pension expense. The effect of the implementation of these standards on beginning net position is disclosed in Note 14 and additional disclosures required by these standards are included in Note 10.

Comparative Data

Comparative total data for the prior year have been presented only for individual funds in the required supplementary information and in the supplementary information in order to provide an understanding of the changes in the financial position and operations of these funds.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Information

On or before June 1st of each year, all agencies of the City submit requests for appropriation to the City's manager so that a budget may be prepared. The Budget is prepared by fund, function and activity, and includes information on the past year, current year estimates and requested appropriations for the next fiscal year. The budget includes amounts for capital expenditures but does not include allowances for depreciation.

Before August 31, the proposed budget is presented to the City's Council for review. The City Council holds public hearings and may add to, subtract from or change appropriations, but may not change the form of the budget. Any changes in the budget must be within the revenues and reserves estimated as available by the City's manager or the revenue estimates must be changed by an affirmative vote of a majority of the City's Council. The City's department heads may make transfers of appropriations within a department.

Expenditures may not legally exceed budgeted appropriations at the activity level. During the year, some supplementary appropriations were necessary.

Although not required by statute, the City also maintains a long-term planning committee which is charged with making budget recommendations, generally for capital items, five years into the future.

Excess of Expenditures over Appropriations

For the fund year ended September 30, 2015, expenditures exceeded appropriations in the Sanitation Fund by \$22,838 the Pool Fund by \$1,159, the Historic Preservation Fund by \$1,451, the Golf Fund by \$42,864 and the Fireworks Fund by \$749.

CITY OF TWIN FALLS, IDAHO

Notes to Financial Statements

September 30, 2015

3. DEPOSITS AND INVESTMENTS

Cash and Cash Equivalents –

A reconciliation of cash and cash equivalents at September 30, 2015 is as follows:

Reconciled Bank Accounts	\$ (619,976)
State Investment Pool	351,981
Savings & Certificates of Deposit	735,000
Money Market Mutual Funds	1,532,051
Library Operating Fund	873
Petty Cash	2,520
Total Cash	<u>\$ 2,002,449</u>

Cash and Investments	
Reconciliation to the Statement of Net Position	
Cash as State Above	2,002,449
Investments	64,572,932
Pooled Cash Deficit	10,274,288
Cash and Investments	<u>\$ 76,849,669</u>

At September 30, 2015, the Urban Renewal Agency's reconciliation of cash and cash equivalents is as follows:

Cash in Bank	\$ 7,652,495
State Investment Pool	455,564
Money Market Fund	<u>6,499,409</u>
Total	<u>\$ 14,607,468</u>

The City's and the Agency's reconciled bank balances are covered by \$276,223 and \$250,000 respectively, of federal depository insurance with the remainder covered by collateral held by their agent.

Investments – The City held the following investments at September 30, 2015.

Federal National Mortgage Association (FNMA)	\$ 8,666,578
Federal Home Loan Mortgage Corporation (FHLM)	2,646,724
Federal Home Loan Bank (FHLB)	9,244,485
Government National Mortgage Association (GNMA)	2,305,610
Federal Farm Credit Bank (FFCB)	3,679,762
Resolution Funding Corporation (RFC)	794,446
Other Mortgage Backed Securities	4,618,197
Corporate Obligations	<u>32,617,130</u>
Total	<u>\$ 64,572,932</u>

CITY OF TWIN FALLS, IDAHO

Notes to Financial Statements

September 30, 2015

3. DEPOSITS AND INVESTMENTS-Continued

All investments are guaranteed by the U.S. Government except for the corporate obligations. All investments were held in trust for the City in the Agents name. The City or Agency has no investments in foreign currency and no exposure to foreign currency risk.

Disclosures Relating to Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely impact the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates. Information about the exposure of the City's debt type investments to this risk, using the segmented time distribution model is as follows:

Investment	Fair Value	Investment Maturities (in Years)			
		Less Than 1 Year	1-5 Years	6-10 Years	Over 10 Years
FNMA	\$ 8,666,578	\$ -	\$ 6,673,622	\$ 501,706	\$ 1,491,250
FHLM	2,646,724	-	646,765	258,492	1,741,467
FHLB	9,244,485	-	4,504,815	2,479,950	2,259,720
GNMA	2,305,610	-	264,635	-	2,040,975
FFCB	3,679,762	-	2,382,177	797,585	500,000
RFC	794,446	-	794,446	-	-
Other Mtg. Sec.	4,618,197	-	412,807	183,082	4,022,308
Corporate	32,617,130	4,653,444	18,359,170	9,604,516	-
Total	\$ 64,572,932	\$ 4,653,444	\$ 34,038,437	\$ 13,825,331	\$ 12,055,720

Concentration of Credit Risk

The City's investment policy has limits on the amount that can be invested in any one issuer. The City did not have investments in any one issuer (other than State investment pools) that represented 5% or more of total City investments.

<u>Issuer</u>	<u>Investment Type</u>	<u>Reported Amount</u>	<u>Percentage</u>
Federal National Mortgage Assn (FNMA)	U.S. Agency Bond	\$ 8,666,578	13.43%
Federal Home Loan Bank (FHLB)	U.S. Agency Bond	9,244,485	14.32%
Federal Farm Credit Bank (FFCB)	U.S. Agency Bond	3,679,762	5.70%
Other Mtg Sec.		4,618,197	7.15%
Corporate Bonds	Corporate Obligations	32,617,130	50.51%

Custodial Credit Risk

For deposits and 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 deposits, investments or collateral securities that are in the possession of an outside party. The City only conducts investment purchases on a delivery versus payment basis with all securities held by a safe keeper, in the City's name, to eliminate custodial credit risk.

CITY OF TWIN FALLS, IDAHO

Notes to Financial Statements

September 30, 2015

3. DEPOSITS AND INVESTMENTS-Continued

Disclosures Relating to Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The City's investment policy requires a rating of A- or its equivalent by two or more public rating agencies at the time of purchase. Short term credit ratings for commercial paper must be top tier AI/PI/FI by two of the three credit rating agencies at the time of purchase. The ratings of investments subject to credit risk are as follows:

Investments subject to credit risk:	<u>Fair Value</u>	<u>Rating</u>
FNMA	\$ 8,666,578	AAA
FHLM	2,646,724	AAA
FHLB	9,244,486	AAA
GNMA	2,305,610	N/A
FFCB	3,679,762	AAA
Resolution FDG Corp	794,446	AAA
Other Mortgage Backed Securities	4,618,197	N/A
Corporate Bonds	2,019,579	A1
Corporate Bonds	9,730,280	A2
Corporate Bonds	7,160,925	A3
Corporate Bonds	223,756	AA1
Corporate Bonds	1,500,000	AA2
Corporate Bonds	7,549,196	AA3
Corporate Bonds	500,000	AAA
Corporate Bonds	349,041	BA3
Corporate Bonds	1,984,352	BAA1
Corporate Bonds	600,000	N/R
Corporate Bonds	1,000,000	N/A

CITY OF TWIN FALLS, IDAHO

Notes to Financial Statements

September 30, 2015

4. TAXES RECEIVABLE, UNAVAILABLE REVENUE, AND DUE FROM OTHER GOVERNMENTS

The City of Twin Falls and its component unit, the Urban Renewal Agency, are located in Twin Falls County.

Taxes on property are due on the 20th of December; however, they may be paid in two installments with the second installment due June 20. Penalties and interest are assessed if a taxpayer fails to pay an installment within ten days of the installment due date.

Taxes on real property are a lien on the property and attach on July 1, of the year for which taxes are levied. After a three-year waiting period, a tax deed is issued conveying the property to the County with a lien for back taxes and accumulated charges. Redemption may be made by owner and such persons as described by statute by paying all back taxes and accumulated penalties, interest and costs before sale.

Taxes on personal property are collected currently. Personal property declarations are mailed out annually and the tax is computed using percentages of taxable values established by the Department of Taxation.

Property taxes uncollected by November 30, 2015, are considered to be deferred revenue.

Taxes receivable and deferred revenue as of September 30, 2015, consist of the following for the City:

<u>Fund</u>	<u>Taxes Receivable</u>	<u>Unavailable Revenue</u>
General	\$ 320,423	\$ 249,610
Street	32,496	25,314
Street Lighting	2,163	1,685
Airport	-	437,442
Capital Improvement	4,185	3,260
Insurance	3,970	3,093
Total	<u>\$ 363,237</u>	<u>\$ 720,404</u>

Unavailable revenue, per the fund balance sheets consists of the following:

Property Taxes	\$ 282,962
Prepaid Rent	<u>437,442</u>
Total	<u>\$ 720,404</u>

CITY OF TWIN FALLS, IDAHO

Notes to Financial Statements

September 30, 2015

**4. TAXES RECEIVABLE, UNAVAILABLE REVENUE, AND DUE FROM OTHER GOVERNMENTS-
Continued**

Urban Renewal Agency taxes receivable and unavailable revenue at September 30, 2015 consist of 2014 property tax revenue to be collected after November 30, 2015.

Amounts due from other governments at September 30, 2015, are presented as follows for the City:

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>County</u>	<u>Local</u>	<u>Total</u>
General	\$ -	\$ 741,227	\$ 152,855	\$ 74,025	\$ 968,107
Street	-	2,591,597	14,429	-	2,606,026
Street Light	-	-	839	-	839
Library	-	-	-	-	-
Airport	-	-	-	-	-
Capital Improvement	-	464,620	1,643	-	466,263
Liability Insurance	-	-	1,516	-	1,516
Pool	-	31,728	-	-	31,728
Historic Preservation	13,000	-	-	-	13,000
	<u>\$ 13,000</u>	<u>\$ 3,829,172</u>	<u>\$ 171,282</u>	<u>\$ 74,025</u>	<u>\$ 4,087,479</u>

Urban Renewal Agency receivable from other governments consists of property taxes collected by the County prior to December 1, 2015.

CITY OF TWIN FALLS, IDAHO

Notes to Financial Statements

September 30, 2015

5. FIXED ASSETS

Changes in fixed asset for the City for the year ended September 30, 2015, are as follows:

	October 1, 2014	Additions/ Depreciation	Disposals/ Transfers Out	Transfers In (Out)	September 30, 2015
Government-wide Assets					
Capital Assets, not Being Depreciated					
Land	\$ 6,733,480	\$ -	\$ -	\$ -	\$ 6,733,480
Total Capital Assets, not Being Depreciated	<u>6,733,480</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,733,480</u>
Capital Assets Being Depreciated					
Buildings and Structures	19,203,324	46,715	(5,430)	-	19,244,609
Infrastructure	268,440,103	24,070	(2,153,899)	-	266,310,274
Improvements	17,574,613	163,926	(4,147)	-	17,734,392
Machinery and Equipment	17,274,494	1,136,542	(1,076,851)	196,302	17,530,487
Total Capital Assets Being Depreciated	<u>322,492,534</u>	<u>1,371,253</u>	<u>(3,240,327)</u>	<u>196,302</u>	<u>320,819,762</u>
Less Accum. Deprec. For Govt. Wide					
Buildings and Structures	6,275,444	434,159	(2,009)		6,707,594
Infrastructure	156,602,704	7,093,415	(1,899)		163,694,220
Improvements	8,998,872	616,499	(2,498)		9,612,873
Machinery and Equipment	9,199,186	1,092,541	(997,748)	158,986	9,452,965
Total Accum. Deprec.	<u>181,076,206</u>	<u>9,236,614</u>	<u>(1,004,154)</u>	<u>158,986</u>	<u>189,467,652</u>
Governmental Activities Capital Assets, net	<u>\$ 148,149,808</u>	<u>\$ (7,865,361)</u>	<u>\$ (2,236,173)</u>	<u>\$ 37,316</u>	<u>\$ 138,085,590</u>
Business Type Activity Assets:					
Land	\$ 11,699,295	\$ -	\$ -	\$ -	\$ 11,699,295
Buildings and Structures	19,532,659	15,572	-		19,548,231
Infrastructure	55,115,981	306,641	-		55,422,622
Improvements	39,255,743	220,272	(13,415)		39,462,600
Machinery and Equipment	9,440,091	241,030	(57,442)	(150,818)	9,472,861
Total	<u>135,043,769</u>	<u>783,515</u>	<u>(70,857)</u>	<u>(150,818)</u>	<u>135,605,609</u>
Less Accum. Deprec. For Business Type Activities					
Buildings and Structures	12,738,128	438,719	(70,603)	-	13,106,244
Infrastructure	1,536,872	1,470,544	-	-	3,007,416
Improvements	14,097,875	831,027	-	-	14,928,902
Machinery and Equipment	4,711,763	431,423	-	(113,500)	5,029,686
Total Accum. Deprec.	<u>33,084,638</u>	<u>3,171,713</u>	<u>(70,603)</u>	<u>(113,500)</u>	<u>36,072,248</u>
Business-type Activities Capital Assets, net	<u>\$ 101,959,131</u>	<u>\$ (2,388,198)</u>	<u>\$ (254)</u>	<u>\$ (37,318)</u>	<u>\$ 99,533,361</u>

CITY OF TWIN FALLS, IDAHO

Notes to Financial Statements

September 30, 2015

5. FIXED ASSETS - Continued

Changes in fixed assets for the Urban Renewal Agency for the year ended September 30, 2015, is as follows:

	<u>2014</u>	<u>Additions</u>	<u>Disposals</u>	<u>2015</u>
Government-wide Assets				
Capital Assets not Being Depreciated				
Construction in Progress	\$ 4,552,043	\$ 12,135,057	\$ -	\$ 16,687,100
Land and Buildings	3,080,665	-	(458,882)	2,621,783
Total	<u>\$ 7,632,708</u>	<u>\$ 12,135,057</u>	<u>\$ (458,882)</u>	<u>\$ 19,308,883</u>
Business Type Activities:				
Capital Assets not Being Depreciated				
Land	1,350,000	-	-	1,350,000
Total	<u>1,350,000</u>	<u>-</u>	<u>-</u>	<u>1,350,000</u>
Capital Assets Being Depreciated				
Buildings & Improvments	3,834,412	22,490	-	3,856,902
Equipment	475,000	-	-	475,000
Total	<u>4,309,412</u>	<u>22,490</u>	<u>-</u>	<u>4,331,902</u>
Less Accumulated Depreciation for Business-Type Activities				
Building & Improvements	347,625	84,276	-	431,901
Equipment	385,000	35,833	-	420,833
Total	<u>732,625</u>	<u>\$ 120,109</u>	<u>-</u>	<u>852,734</u>
Business-Type Activities, net	<u>\$ 4,926,787</u>	<u>\$ (97,619)</u>	<u>\$ -</u>	<u>\$ 4,829,168</u>

CITY OF TWIN FALLS, IDAHO

Notes to Financial Statements

September 30, 2015

5. *FIXED ASSETS – Continued*

Investments in real estate have not been allocated between land and buildings. Depreciation expense was charged to the governmental functions for the City as follows:

General Government	\$	7,062,491
Fire		185,054
Police		251,467
Library		111,805
Culture and Recreation		249,415
Highway and Street		445,482
Pool		35,487
Airport		881,520
		<hr/>
		9,222,721
Depreciation on Capital Assets held by the City's Internal Service Fund.		13,893
		<hr/>
Total Depreciation Expense - Governmental Activities	\$	<u><u>9,236,614</u></u>

6. *LONG-TERM LIABILITIES*

Long-term liabilities consist of bonds, notes, and other indebtedness including liabilities associated with compensated absences.

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets.

Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, government fund types recognize bond premiums and discounts as well as bond issuance cost, 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. Issuance costs whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

A summary of Long-term liabilities for the City for the year ended is as follows. Additional detailed information is available on the following pages.

CITY OF TWIN FALLS, IDAHO

Notes to Financial Statements

September 30, 2015

6. LONG-TERM LIABILITIES - Continued

	Beginning Balance	Additions	Principal Payments	Amortization	Ending Balance	Due Within One year
Business-type Activities:						
Idaho Bond Bank Authority Water Bonds	\$ 22,027,100	\$ -	\$ (1,710,000)	\$ (8,453)	\$ 20,308,647	\$ 1,760,000
Idaho Bond Bank Authority, Parity Lien Revenue Refunding Bond, Series 2012C	2,843,988	-	(285,000)	(41,123)	2,517,865	295,000
Idaho Bond Bank Authority, Parity Lien Sewer Revenue Refunding Bond, Series 2012A	3,760,936	-	(375,000)	(54,492)	3,331,444	390,000
Idaho Bond Bank Authority, Parity Lien Sewer Revenue Bond, Series 2012B	7,231,278	-	(430,000)	(35,483)	6,765,795	450,000
Idaho Bond Bank Authority Revenue Bonds	<u>38,428,696</u>	<u>-</u>	<u>(960,000)</u>	<u>(104,931)</u>	<u>37,363,765</u>	<u>975,000</u>
Total	<u>\$ 74,291,998</u>	<u>\$ -</u>	<u>\$ (3,760,000)</u>	<u>\$ (244,482)</u>	<u>\$ 70,287,516</u>	<u>\$ 3,870,000</u>

Changes in accrued compensated absences are as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental	\$ 1,618,860	\$ 1,150,381	\$ (1,127,131)	\$ 1,642,110
Business-type	<u>129,169</u>	<u>1,898,549</u>	<u>(1,895,406)</u>	<u>132,312</u>
Total	<u>\$ 1,748,029</u>	<u>\$ 3,048,930</u>	<u>\$ (3,022,537)</u>	<u>\$ 1,774,422</u>

Business-Type Activities - Revenue Obligations

Following are obligations that the City has pledged income derived from the acquired or constructed assets to pay debt service.

CITY OF TWIN FALLS, IDAHO

Notes to Financial Statements

September 30, 2015

6. LONG-TERM LIABILITIES-Continued

<i>Idaho Bond Bank Authority Loan Payable, Payable in semi-annual installments over 15 years with interest rates that varies from 2 to 5.1%.</i>	\$ 6,705,000	
Less: Unamortized discount	<u>47,226</u>	
Total		\$ 6,752,226
<i>Idaho Bond Bank Authority Loan Payable, Payable in semi-annual installments over 15 years with interest rates that varies from 3 to 5.06%.</i>	13,525,000	
Less: Unamortized discount	<u>31,421</u>	
Total		13,556,421
<i>Idaho Bond Bank Authority, Parity Lien Water Revenue Refunding Bond, Series 2012C, Payable in semi-annual installments over 15 years with interest rates that varies from 2 to 5. %.</i>	2,230,000	
Plus: Premium	<u>287,865</u>	
Total		2,517,865
<i>Idaho Bond Bank Authority, Parity Lien Water Revenue Refunding Bond, Series 2012C, Payable in semi-annual installments over 15 years with interest rates that varies from 2 to 5. %.</i>	2,950,000	
Plus: Premium	<u>381,444</u>	
Total		3,331,444
<i>Idaho Bond Bank Authority, Parity Lien Sewer Revenue Bond Series 2012B, Payable in semi-annual installments over 15 years with interest rates that varies from 2 to 5%.</i>	6,340,000	
Plus: Premium	<u>425,795</u>	
Total		6,765,795
<i>Idaho Bond Bank Authority, Revenue Bond Series 2014, Payable in semi-annual installments over 15 years with interest rates that varies from 2 to 4%.</i>	35,475,000	
Plus: Premium	<u>1,888,765</u>	
Total		<u>37,363,765</u>
Total		<u>\$ 70,287,516</u>

CITY OF TWIN FALLS, IDAHO

Notes to Financial Statements

September 30, 2015

6. LONG-TERM LIABILITIES-Continued

Debt service requirements to maturity are as follows:

<u>September</u>	<u>Total</u>	<u>Interest</u>	<u>Principal</u>
2016	\$ 6,739,744	2,625,265	4,114,479
2017	6,733,609	2,539,130	4,194,479
2018	6,715,646	2,411,167	4,304,479
2019	6,694,593	2,305,113	4,389,480
2020	6,680,762	2,116,282	4,564,480
2021-2025	31,653,242	7,398,542	24,254,700
2026-2030	18,008,221	3,522,597	14,485,624
2031-2034	10,763,195	783,400	9,979,795
Total	<u><u>\$ 93,989,012</u></u>	<u><u>\$ 23,701,496</u></u>	<u><u>\$ 70,287,516</u></u>

Urban Renewal Agency

The Agency has issued revenue allocation bonds that are payable, both principal and interest, solely from the revenues the Agency derives from the increased property taxes generated from the revenue allocation area described in the bond ordinance.

On August 1, 2005, the Agency issued \$7,735,000 in Revenue Allocation Refunding Bonds, Series 2005A, to refund the \$6,935,000 outstanding principal of the Agency's Urban Renewal Multi-Mode Variable Rate Revenue Allocation (Tax Increment) Bonds, 1998, Series A to provide for a fixed interest rate and a present value interest cost savings; and to provide a reserve fund and to pay costs of issuance of the Bonds. The term of the new bonds is the same as the refunded bonds. These bonds were retired in the current year.

On February 21, 2013, the Agency issued \$34,533,000 in Revenue Allocation Bonds, Series 2013A and 2013B, for the acquisition of land and to prepare the land for industrial development, to improve public infrastructure, which included the construction of water lines, improvement of wastewater collection lines, wastewater pretreatment and treatment, natural gas and power in relation to the Chobani and future projects.

On February 5, 2015, the Agency issued \$4,350,000 in Revenue Allocation Bonds, Series 2015A (Tax-Exempt) and 2015B (Federally Taxable), to retire the Urban Renewal Agency of the City of Twin Falls' Revenue Allocation Refunding Bonds, Series 2005A.

On July 23, 2015, the Agency issued in the principal amount of up to \$5,550,000 in Revenue Allocation Bonds, Series 2015C for the purpose of funding certain urban renewal projects.

CITY OF TWIN FALLS, IDAHO

Notes to Financial Statements

September 30, 2015

6. LONG-TERM LIABILITIES-Continued

Revenue bonds and outstanding debt at September 30, 2015 consists of the following:

Revenue Allocation Refunding Bonds, Series 2015A (Tax Exempt), dated February 5, 2015 and maturing August 1, 2022. These are revenue allocation (tax-increment) bonds payable, both principal and interest, solely from the income, proceeds, revenues and funds the Agency derives from and in connection with the increased property taxes generated from the revenue allocation area as described in the bond ordinance and instrument. The proceeds of the bonds provided funds to refund prior obligations issued, establish a reserve fund, and to pay costs of issuance of the Bonds and other expenses. The bonds are term bonds that require annual sinking fund deposits on August 1 each year. Bonds maturing August 1, 2016 and later are subject to prior redemption on August 1, 2015. The bonds bear interest at 2.1%. \$3,280,000

Revenue Allocation Bonds, Series 2013A, dated February 21, 2013 and maturing April 1, 2032. These are revenue allocation (tax-increment) bonds payable, both principal and interest, solely from the income, proceeds, revenues and funds the Agency derives from and in connection with the increased property taxes generated from the revenue allocation area as described in the bond ordinance and instrument. The proceeds of the bonds provided funding to certain urban renewal projects. The bonds are term bonds that require annual sinking fund deposits on April 1 each year. Bonds maturing August 1, 2016 and later are subject to prior redemption on August 1, 2015. The bonds bear interest at 4.502%. Repayment of the bonds is guaranteed by Chobani Global Holding, Inc. 30,488,000

Revenue Allocation Bonds, Series 2015C, dated July 23, 2015 and maturing August 1, 2022. These are revenue allocation bonds that may be issued for up to \$5,500,000. The Agency established a fund designated the Revenue Allocation Fund, which shall include any Revenue Allocation Revenues established under the Urban Renewal Plan, as amended. All Pledged Revenues shall be deposited upon receipt in the Revenue Allocation Fund which shall be used first to pay for the interest on the bonds. Second to pay or provide for the payment of principal and redemption premium. Third to fund the Reserve Fund and fourth to pay for any repairs, additions or improvements to the Project or for any other urban renewal project in the Revenue Allocation Area or any other purpose of the Agency permitted by the Urban Renewal Plan and Law. The bonds are term bonds that require semi-annual interest payments on February 1 and August 1. Annual principal payments are due on August 1 each year beginning on August 1, 2018. The bonds interest rates vary, currently the rate is 1.534%. 400,139

Total \$ 34,168,139

CITY OF TWIN FALLS, IDAHO

Notes to Financial Statements

September 30, 2015

6. LONG-TERM LIABILITIES-Continued

Expected annual maturities of these obligations are as follows:

<u>Year</u>	<u>Total</u>	<u>Interest</u>	<u>Principal</u>
September 30, 2016	\$ 3,632,603	\$ 1,447,603	\$ 2,185,000
September 30, 2017	3,652,374	1,373,374	2,279,000
September 30, 2018	3,193,893	1,295,754	1,898,139
September 30, 2019	2,795,917	1,226,917	1,569,000
September 30, 2020	2,806,157	1,161,157	1,645,000
2021-2025	13,647,343	4,704,343	8,943,000
2026-2030	13,232,961	2,612,961	10,620,000
2031-2032	5,371,377	342,377	5,029,000
Total	<u>\$ 48,332,625</u>	<u>\$ 14,164,486</u>	<u>\$ 34,168,139</u>

Changes in Long-Term Debt

During the year ended September 30, 2015, the following changes occurred in liabilities reported as the general long-term debt.

<u>Obligation</u>	<u>Balances, September 30, 2014</u>	<u>Additions</u>	<u>Repayments</u>	<u>Balances, September 30, 2015</u>
Promissory note payable to Larry and Karen Tucker	\$ 184,096	\$ -	\$ 184,096	\$ -
Revenue Allocation Bonds, Series 2005A	4,435,000	-	4,435,000	-
Revenue Allocation Bonds, Series 2013A	31,611,000	-	1,123,000	30,488,000
Revenue Allocation Bonds, Series 2015A-Tax Exempt	-	3,900,000	620,000	3,280,000
Revenue Allocation Bonds, Series 2015B-Taxable	-	450,000	450,000	-
Revenue Allocation Bonds, Series 2015C-Taxable	-	400,139	-	400,139
Total	<u>\$ 36,230,096</u>	<u>\$ 4,750,139</u>	<u>\$ 6,812,096</u>	<u>\$ 34,168,139</u>

CITY OF TWIN FALLS, IDAHO

Notes to Financial Statements

September 30, 2015

6. LONG-TERM LIABILITIES-Continued

The bonds, or other debt of the Agency are not indebtedness, within the meaning of any constitutional or statutory debt limitation, and are not and will not be a debt of the Agency of Twin Falls, and the Agency shall not be liable thereon.

7. INTERFUND TRANSACTIONS

During the course of normal operations, the City has numerous transactions among funds, including expenditures and transfers of resources primarily to provide services. The Governmental Fund Type and Proprietary Fund Types financial statements generally reflect such transactions as transfers.

All City funds record payments to the Internal Service Funds as operating expenses. The Proprietary Funds Types record operating subsidies as other revenue whereas the fund paying the subsidy records it as either an expenditure or transfer.

Individual fund interfund receivable/payable balances at September 30, 2015:

	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
Airport Construction	-	295,973
Capital Improvement	-	53,854
Fireworks	-	666
General Fund	\$ 1,558,033	\$ -
Golf	-	362,021
Historic	-	3,987
Pool	-	337,286
Street Light	-	233,920
Waterworks	20,794	291,120
	<u>20,794</u>	<u>291,120</u>
Total	<u>\$ 1,578,827</u>	<u>\$ 1,578,827</u>

8. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the City carries commercial insurance. There are a few lawsuits and claims pending against the City. The City currently is defending its position through its legal staff, other law firms or its insurance company if the insurance company acknowledges coverage.

The Insurance fund is budgeted through property tax assessments and transfers from the enterprise funds. The City is insured for all risk through ICRMP (Idaho County Risk Management Program). The annual deductible is \$20,000.

The City participates in a number of federal and state assisted grant programs, the principal of which are the Community Development Block Grants, FAA Airport Improvement Program and Local Public Works Programs which have been subjected to financial and compliance audit under Circular A-133. All audits are subject to review by the granting agencies but the City does not expect any questioned costs as a result of review.

CITY OF TWIN FALLS, IDAHO

Notes to Financial Statements

September 30, 2015

9. PENSION PLANS

Plan Descriptions

The City contributes to the Base Plan and the Firefighter’s Retirement Fund (FRF) plans which are cost-sharing multiple-employer defined benefit pension plans administered by Public Employee Retirement System of Idaho (PERSI or System). The base plan covers substantially all employees of the State of Idaho, its agencies and various participating political subdivisions. The FRF plan covers a closed group of firefighters who were hired before October 1, 1980, and who received benefits in addition to those provided under the PERSI Base Plan. The cost to administer the plans are financed through the contributions and investment earnings of the plans. Additional FRF funding is obtained from receipts from a state fire insurance premium tax. PERSI issues a publicly available financial report that includes financial statements and the required supplementary information for PERSI. That report may be obtained on the PERSI website at www.persi.idaho.gov.

Responsibility for administration of the Base Plan and FRF plan is assigned to the Board comprised of five members appointed by the Governor and confirmed by the Idaho Senate. State law requires that two members of the Board be active Base Plan members for the Base Plan and System members for the FRF Plan with at least ten years of service and three members who are Idaho citizens not members of the Base Plan except by reason of having served on the Board.

Employee membership data related to the PERSI Base Plan and FRF Plan as of June 30, 2015 was as follows:

	<u>Base Plan</u>	<u>FRF Plan</u>
Members:		
Active plan	67,008	2
Terminated and vested	11,859	-
Retirees and beneficiaries	<u>42,657</u>	<u>535</u>
	121,524	537

Pension Benefits

The Base Plan provides retirement, disability, death and survivor benefits of eligible members or beneficiaries. Benefits are based on members’ years of service, age, and highest average salary. Members become fully vested in their retirement benefits with five years of credited service (5 months for elected or appointed officials). Members are eligible for retirement benefits upon attainment of the ages specified for their employment classification. The annual service retirement allowance for each month of credited service is 2.0% (2.3% for police/firefighters) of the average monthly salary for the highest consecutive 42 months.

The benefit payments for the Base Plan are calculated using a benefit formula adopted by the Idaho Legislature. The Base Plan is required to provide a 1% minimum cost of living increase per year provided the Consumer Price Index increases 1% or more. The PERSI Board has the authority to provide higher cost of living increases to a maximum of the Consumer Price Index movement or 6%, whichever is less; however, any amount above the 1% minimum is subject to review by the Idaho Legislature.

The FRF provides retirement, disability, death and survivor benefits of eligible members or beneficiaries. Benefits are based on members’ years of service as well as the final average salary. A firefighter must have 5 years of service to be eligible for a lifetime retirement allowance at age 60. Members are eligible for retirement benefits upon attainment of the ages specified for their employment classification. The annual service retirement allowance is based on Idaho Code Title 72 Chapter 14.

CITY OF TWIN FALLS, IDAHO

Notes to Financial Statements

September 30, 2015

9. PENSION PLANS-Continued

The benefit payments for the FRF are calculated using a benefit formula adopted by the Idaho Legislature. The FRF cost of living is based on the increase in the statewide average firefighter's wage.

Member and Employer Contributions

Member and employer contributions paid to the Base Plan and FRF are set by statute and are established as a percent of covered compensation. Contribution rates are determined by the PERSI Board within limitations, as defined by state law. The Board may make periodic changes to employer and employee contribution rates (expressed as percentages of annual covered payroll) that are adequate to accumulate sufficient assets to pay benefits when due.

For the Base Plan, the contribution rates for employees are set by statute at 60% of the employer rate for general employees and 72% for police and firefighters. As of June 30, 2015 it was 6.79% for general employees and 8.36% for police and firefighters. The employer contribution rate as a percent of covered payroll is set by the Retirement Board and was 11.32% general employees and 11.66% for police and firefighters. The City's contributions were \$1,792,671 for the year ended September 30, 2015.

The total FRF employer contribution rate through December 31, 2014 was 37.55%. This includes the employer excess rate of 25.89% plus the PERSI Class 2 firefighter's rate of 11.66%. As of January 1, 2015 the total employer rate was reduced to 25.31% which includes the lower employer excess rate of 13.65% plus the PERSI class 2 firefighter's rate of 11.66%. The FRF member rate for the year for class B is 11.45% which is 3.09% above the class 2 rate of 8.36%. The City's contributions were \$302,836 for the year ended September 30, 2015.

Pension Liabilities, Pension Expense (Revenue), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the Base Plan at September 30, 2015, the City reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of July 1, 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 share of contributions in the Base Plan pension plan relative to the total contributions of all participating PERSI Base Plan employers. At July 1, 2015, the City's proportion was .005566001 percent.

For the year ended September 30, 2015, the City recognized pension expense (revenue) of \$27,390. At September 30, 2015, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

For the FRF at September 30, 2015, the City reported a liability for its proportionate share of the net pension asset. The net pension asset was measured as of July 1, 2015, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of that date. The City's proportion of the net pension asset was based on the City's share of contributions in the FRF pension plan relative to the total contributions of all participating FRF employers. At July 1, 2015, the City's proportion was .038831200 percent.

For the year ended September 30, 2015, the City recognized pension expense (revenue) of \$1,460,583 for the Base Plan and (\$1,034,761) for the FRF. At September 30, 2015, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

CITY OF TWIN FALLS, IDAHO

Notes to Financial Statements

September 30, 2015

9. PENSION PLANS-Continued

	Deferred Outflows Of Resources	Deferred Inflows Of Resources
BASE PLAN		
Differences between expected and actual experience	\$ -	\$ 878,652
Change in assumptions or other inputs	266,930	
Net difference between projected and actual earnings on pension plan investments	2,697,466	3,848,992
Changes in the employer's proportion and difference between the employer's contributions and the employer's proportionate contributions	(17,925)	(296,470)
The City's contributions subsequent to the measurement date	<u>396,539</u>	
Total	<u>\$ 3,343,010</u>	<u>\$ 4,431,174</u>
FRF		
Differences between expected and actual experience	\$ -	\$ -
Change in assumptions or other inputs	-	-
Net difference between projected and actual earnings on pension plan investments	476,609	684,366
Changes in the employer's proportion and difference between the employer's contributions and the employer's proportionate contributions	-	(93,066)
The City's contributions subsequent to the measurement date	<u>77,500</u>	<u>-</u>
Total	<u>\$ 554,109</u>	<u>\$ 591,300</u>

CITY OF TWIN FALLS, IDAHO

Notes to Financial Statements

September 30, 2015

9. PENSION PLANS-Continued

For the Base Plan, \$396,539 was reported as deferred outflows of resources related to pensions resulting from Employer contributions subsequent to the measurement date, and will be recognized as a reduction of the net pension liability in the year ending September 30, 2015.

For the FRF, \$77,500 was reported as deferred outflows of resources related to pensions resulting from Employer contributions subsequent to the measurement date, and will be recognized as a reduction of the net pension asset in the year ending September 30, 2015.

The average of the expected remaining service lives of all employees that are provided with pensions through the System (active and inactive employees) determined at July 1, 2014 the beginning of the measurement period ended June 30, 2015 is 5.5 years for the Base Plan and 1 year for the FRF.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense (revenue) as follows:

Year Ended September 30, 2015

	<u>Base Plan</u>	<u>FRF</u>
2016	\$ (751,854)	\$ (108,970)
2017	(751,854)	(108,970)
2018	(751,854)	(108,970)
2019	545,713	119,152
2020	(53,399)	-

Actuarial Assumptions

Valuations are based on actuarial assumptions, the benefit formulas, and employee groups. Level percentages of payroll normal costs are determined using the Entry Age Normal Cost Method. Under the Entry Age Normal Cost Method, the actuarial present value of the projected benefits of each individual included in the actuarial valuation is allocated as a level percentage of each year's earnings of the individual between entry age and assumed exit age. The Base Plan amortizes any unfunded actuarial accrued liability based on a level percentage of payroll. The maximum amortization period for the Base Plan permitted under Section 59-1322, Idaho Code, is 25 years.

For the FRF unfunded actuarial accrued liability for FRF is the difference between the actuarial present value of the FRF benefits not provided by the Base Plan and the FRF assets. Currently FRF assets exceed this actuarial present value; therefore there is not an unfunded liability to amortize at this time. The maximum amortization period for the FRF permitted under Section 59-1394, Idaho Code, is 50 years.

CITY OF TWIN FALLS, IDAHO

Notes to Financial Statements

September 30, 2015

9. PENSION PLANS-Continued

For the Base Plan, the total pension liability in the July 1, 2015 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.25%
Salary increases	4.25% - 10.00%
Salary inflation	3.75%
Investment rate of return	7.10%, net of investment expenses
Cost-of living adjustments	1%

For the FRF, the total pension asset in the July 1, 2015 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.25%
Salary increases	3.75%
Salary inflation	3.75%
Investment rate of return	7.10%, net of investment expenses
Cost-of living adjustments	3.75%

Mortality rates were based on the RP – 2000 combined table for healthy males or females as appropriate with the following offset:

- Set back 3 years for teachers
- No offset for male fire and police
- Forward one year for female fire and police
- Set back one year for all general employees and all beneficiaries

An experience study was performed in 2012 for the period July 1, 2007 through June 30, 2011 which reviewed all economic and demographic assumptions other than mortality. Mortality and all economic assumptions were studied in 2014 for the period from July 1, 2009 through June 30, 2013. The Total Pension Liability for the Base Plan as of June 30, 2015 is based on the results of an actuarial valuation date of July 1, 2015. The Total Pension Asset for the FRF as of June 30, 2015 is based on the results of an actuarial valuation date of July 1, 2015.

The long-term expected rate of return on pension plan investments was determined using the building block approach and a forward-looking model in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Even though history provides a valuable perspective for setting the investment return assumption, the System relies primarily on an approach which builds upon the latest capital market assumptions. Specifically, the System uses consultants, investment managers and trustees to develop capital market assumptions in analyzing the System's asset allocation. The assumptions and the System's formal policy for asset allocation are shown below. The formal asset allocation policy is somewhat more conservative than the current allocation of System's assets.

CITY OF TWIN FALLS, IDAHO

Notes to Financial Statements

September 30, 2015

9. PENSION PLANS-Continued

The best-estimate range for the long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The capital market assumptions are as of January 1, 2014.

Asset Class	Index	Target Allocation	Long-Term Expected Real Rate of Return*
Core Fixed Income	Barclays Aggregate	30.00%	0.80%
Broad US Equities	Russell 3000	55.00%	6.90%
Developed Foreign Equities	MSCI ACWI ex USA	15.00%	7.55%

* Arithmetic return

Actuarial Assumptions

Assumed Inflation-Mean	3.25%
Assumed Inflation-Standard Deviation	2.00%
Portfolio Arithmetic Mean Return	8.42%
Portfolio Long-Term Expected Geometric Rate of Return	7.50%
Assumed Investment Expenses	<u>0.40%</u>
Long-Term Expected Geometric Rate of Return, Net of Investment Expenses	7.10%

Discount Rate

The discount rate used to measure the total pension liability was 7.10%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate. Based on these assumptions, the pension plans' net position was projected to be available to make all projected future benefit payments of current plan members. 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. The long-term expected rate of return was determined net of pension plan investment expense but without reduction for pension plan administrative expense.

CITY OF TWIN FALLS, IDAHO

Notes to Financial Statements

September 30, 2015

9. PENSION PLANS-Continued

Sensitivity of the Employer's proportionate share of the net pension liability to changes in the discount rate.

The following presents the Employer's proportionate share of the net pension liability calculated using the discount rate of 7.10 percent, as well as what the Employer's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.10 percent) or 1-percentage-point higher (8.10 percent) than the current rate:

	1% Decrease	Current	1% Increase
	(6.10%)	(7.10%)	(8.10%)
BASE PLAN			
Employer's proportionate share of the net pension liability (asset)	\$ 17,852,043	\$ 7,329,518	\$(1,418,566)
FRF			
Employer's proportionate share of the net pension liability (asset)	\$ 811,253	\$ 2,097,300	\$ 3,181,330

Pension plan fiduciary net position

Detailed information about the pension plan's fiduciary net position is available in the separately issued PERSI financial report.

Payables to the pension plan

At September 30, 2015, the City reported payables to the defined benefit pension plan of \$99,382 for legally required employer contributions and \$51,596 for legally required employee contributions which had been withheld from employee wages but not yet remitted to PERSI.

10. FUND BALANCE AND NET ASSET DEFICITS

Fund deficits as of September 30, 2015, which are significant, are as follows:

Golf Fund- The deficit of \$352,746 is due to accumulated costs exceeding revenues over a number of years. The City has entered into a new lease agreement in 2012 where the lessor will be responsible for golf course costs in the future.

Pool Fund – The deficit of \$225,077 will be taken care of through the budget process over a period of years.

CITY OF TWIN FALLS, IDAHO

Notes to Financial Statements

September 30, 2015

11. URBAN RENEWAL SUMMARIZED INFORMATION

	Year Ended
	September 30, 2015
Assets	<u>\$ 42,886,640</u>
Total Assets	<u><u>\$ 42,886,640</u></u>
Liabilities & Net Position	
Liabilities	\$ 56,802,720
Net Assets:	
Net Investment in Capital Assets	10,021,597
Restricted	3,135,555
Unrestricted	(27,073,232)
Total Liabilities & Net Position	<u><u>\$ 42,886,640</u></u>
Revenues	\$ 8,804,601
Expenditures	<u>(5,290,833)</u>
Excess (Deficiency) Revenues over Expenditures	3,513,768
Net Position - Beginning of Year	<u>(17,429,848)</u>
Net Position - End of Year	<u><u>\$ (13,916,080)</u></u>

12. COMMITMENTS AND SUBSEQUENT EVENTS

The City and Agency have evaluated subsequent events through February 19, 2016, the date which the financial statements were available to be issued and determined the disclosures are adequate.

13. PRIOR PERIOD ADJUSTMENTS - CHANGE IN ACCOUNTING PRINCIPALS

During the year, the City implemented GASB No. 68, Accounting and Financial Reporting for Pensions. As required by GASB 68, the City's net position was restated by \$(7,961,501) to reflect the prior year net pension liability and related deferred outflows from pension contributions made subsequent to the measurement date.

CITY OF TWIN FALLS, IDAHO

Notes to Financial Statements

September 30, 2015

13. PRIOR PERIOD ADJUSTMENTS- CHANGE IN ACCOUNTING PRINCIPALS-Continued

The City also changed its revenue recognition principal for court ordered restitution. The local judicial system is administered by the County. In an attempt to reimburse local municipality's costs in apprehending and prosecuting criminals, the Judge will usually order defendants to pay restitution. Frequently if the City has been involved, they are allocated a portion of those funds. All Idaho Counties are provided software to manage their case tracking within the court system by the State. The State recently changed software programs and the County is no longer able to provide the accrual information for the outstanding balances of restitution owed to the City. Because the City is unable to obtain accurate information, it has adopted a change in accounting for the restitution it receives from the Court and only recognizes the revenue when received. The beginning balance of the Drug Seizure and Restitution Fund have been restated as if this accounting principal had been in effect for previous periods. The effect of this change is a reduction of fund balance of \$199,403.

14. BOND COVENANT COMPLIANCE

The City is subject to various covenants as a result of the various bonds and certificates of participation issued by the City. During the year ended September 30, 2015, the City is in compliance with these covenants.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF TWIN FALLS, IDAHO

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget and Actual - General Fund

For the Fiscal Year Ended September 30, 2015

With Comparative Actual Amounts from the Previous Year

	2015			Variance Favorable (Unfavorable)	2014 Actual
	Proposed Budget	Final Budget	Actual		
Revenues:					
Property Taxes, Including Penalty and Interest	\$ 14,244,802	\$ 14,244,802	\$ 14,247,634	\$ 2,832	\$ 13,425,469
Non-property Taxes	548,000	548,000	526,565	(21,435)	565,517
Fines and Forfeitures	4,000	4,000	9,239	5,239	7,405
Licenses and Permits	1,031,000	1,031,000	1,192,848	161,848	1,083,837
Fees and Services	1,121,066	1,121,066	1,139,738	18,672	1,153,031
Intergovernmental	2,200,893	2,200,893	2,330,364	129,471	2,211,223
Federal Grants	102,756	102,756	332,602	229,846	94,778
Miscellaneous	907,194	907,194	966,775	59,581	867,669
Total Revenues	20,159,711	20,159,711	20,745,765	586,054	19,408,929
Expenditures:					
Current					
Data Processing	\$ 1,520,204	\$ 1,520,204	\$ 1,367,970	\$ 152,234	\$ 1,555,707
Council	158,333	158,333	134,596	23,737	146,417
Manager	645,788	645,788	511,488	134,300	576,175
Finance	720,476	720,476	698,114	22,362	662,407
Attorney	365,250	365,250	370,060	(4,810)	277,416
Personnel	468,033	468,033	416,365	51,668	366,763
Total General Government	3,878,084	3,878,084	3,498,593	379,491	3,584,885
Police	8,534,284	8,534,284	8,117,793	416,491	7,598,626
Fire	4,266,719	4,266,719	3,945,013	321,706	3,933,704
Inspection	579,246	579,246	519,336	59,910	506,558
Animal Control	424,309	424,309	335,974	88,335	401,374
Total Public Safety	13,804,558	13,804,558	12,918,116	886,442	12,440,262
Engineering	1,564,360	1,564,360	1,320,956	243,404	1,189,455
Planning and Zoning	771,049	771,049	688,000	83,049	606,069
Total Engineering and Planning	2,335,409	2,335,409	2,008,956	326,453	1,795,524
Economic Development	222,454	222,454	185,552	36,902	155,839
Parks	1,242,834	1,242,834	1,114,760	128,074	1,014,546
Recreation	540,306	540,306	560,647	(20,341)	495,448
Total Culture and Recreation	1,783,140	1,783,140	1,675,407	107,733	1,509,994
Total Expenditures	22,023,645	22,023,645	20,286,624	1,737,021	19,486,504
Excess (Deficiency) of Revenue Over Expenditures	(1,863,934)	(1,863,934)	459,141	2,323,075	(77,575)
Other Financing Sources (Uses)					
Operating Transfers In	1,869,024	1,869,024	1,863,934	(5,090)	3,047,482
Operating Transfers Out	-	(2,200,000)	(2,200,000)	-	(8,784,729)
Total Other Financing Sources (Uses)	1,869,024	(330,976)	(336,066)	(5,090)	(5,737,247)
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	\$ 5,090	\$ (2,194,910)	\$ 123,075	\$ 2,317,985	\$ (5,814,822)
Fund Balance, October 1st			10,033,384		15,848,206
Fund Balance, September 30th			\$ 10,156,459		\$ 10,033,384

See accompanying notes to required supplementary information.

CITY OF TWIN FALLS, IDAHO

Special Revenue - Street Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

For the Fiscal Year Ended September 30, 2015

With Comparative Actual Amounts from the Previous Year

	2015				2014 Actual
	Proposed Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	
Revenues:					
Property Taxes	\$ 1,306,131	\$ 1,306,131	\$ 1,474,045	\$ 167,914	\$ 1,595,104
Fees and Services	250,000	250,000	255,428	5,428	254,215
Intergovernmental	2,295,000	2,295,000	2,462,786	167,786	2,346,773
Grants	-	-	71,720	71,720	93,647
Miscellaneous	1,050,125	1,050,125	1,075,432	25,307	1,163,226
Total Revenues	<u>4,901,256</u>	<u>4,901,256</u>	<u>5,339,411</u>	<u>438,155</u>	<u>5,452,965</u>
Expenditures:					
Current					
Highways and Streets	1,974,221	1,974,221	1,837,447	136,774	1,660,302
Capital Outlay	2,745,000	2,745,000	2,063,441	681,559	2,385,880
Total Expenditures	<u>4,719,221</u>	<u>4,719,221</u>	<u>3,900,888</u>	<u>818,333</u>	<u>4,046,182</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	182,035	182,035	1,438,523	1,256,488	1,406,783
Other Financing Sources (Uses)					
Operating Transfers In	88,342	88,342	88,342	-	86,780
Operating Transfers Out	(270,377)	(270,377)	(270,377)	-	(1,482,563)
Total Other Sources (Uses)	<u>(182,035)</u>	<u>(182,035)</u>	<u>(182,035)</u>	<u>-</u>	<u>(1,395,783)</u>
Excess (Deficiency) of Revenues/Other Sources Over (Under) Expenditures/Uses	<u>\$ -</u>	<u>\$ -</u>	1,256,488	<u>\$ 1,256,488</u>	\$ 11,000
Fund Balances, October 1st			<u>3,787,640</u>		<u>3,776,640</u>
Fund Balances, September 30th			<u>\$ 5,044,128</u>		<u>\$ 3,787,640</u>

See accompanying notes to required supplementary information.

CITY OF TWIN FALLS, IDAHO

Special Revenue - Airport Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

For the Fiscal Year Ended September 30, 2015

With Comparative Actual Amounts from the Previous Year

	2015				2014 Actual
	Proposed Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	
Revenues:					
Property Taxes	\$ 366,952	\$ 366,952	\$ 366,089	\$ (863)	\$ 332,460
Fees and Services	496,018	496,018	623,440	127,422	575,118
Intergovernmental	366,952	366,952	366,952	-	346,635
Federal Grants	-	-	-	-	-
Farm Income	45,855	45,855	51,153	5,298	51,783
Miscellaneous	36,000	36,000	102,884	66,884	113,807
Total Revenues	<u>1,311,777</u>	<u>1,311,777</u>	<u>1,510,518</u>	<u>198,741</u>	<u>1,419,803</u>
Expenditures:					
Current					
Airport	976,497	976,497	873,497	103,000	970,268
Total Expenditures	<u>976,497</u>	<u>976,497</u>	<u>873,497</u>	<u>103,000</u>	<u>970,268</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	335,280	335,280	637,021	301,741	449,535
Other Financing Sources (Uses)					
Operating Transfers In	-	-	-	-	-
Operating Transfers Out	(340,370)	(340,370)	(340,370)	-	(464,217)
Total Other Sources (Uses)	<u>(340,370)</u>	<u>(340,370)</u>	<u>(340,370)</u>	<u>-</u>	<u>(464,217)</u>
Excess (Deficiency) of Revenues/Other Sources Over (Under) Expenditures/Uses	<u>\$ (5,090)</u>	<u>\$ (5,090)</u>	296,651	<u>\$ 301,741</u>	(14,682)
Fund Balances, October 1st			<u>912,125</u>		<u>926,807</u>
Fund Balances, September 30th			<u>\$ 1,208,776</u>		<u>\$ 912,125</u>

See accompanying notes to required supplementary information.

CITY OF TWIN FALLS, IDAHO
Schedule of Employer's Share of Net Pension Liability
PERSI - Base Plan
And
Firefighters' Retirement Fund
Last 10 Fiscal Years*

BASE PLAN

	2015
City's portion of the net pension liability	.005566001
City's proportionate share of the net pension liability	\$ 7,329,518
City's covered-employee payroll	\$ 15,453,598
City's proportional share of the net pension liability as a percentage of its covered-employee payroll	47.43%
Plan fiduciary net position as a percentage of the total pension liability	94.95%

FRF

	2015
City's portion of the net pension liability	.038831200
City's proportionate share of the net pension liability	\$ (2,097,300)
City's covered-employee payroll	\$ 2,415,015
City's proportional share of the net pension liability as a percentage of its covered-employee payroll	-86.84%
Plan fiduciary net position as a percentage of the total pension liability	112.01%

*GASB Statement No. 68 requires ten years of information to be presented in this table. However, until a full 10 year trend is compiled, the City will present information for those years for which information is available.

Data reported is measured as of July 1, 2015.

CITY OF TWIN FALLS, IDAHO
Schedule of Employer's Contributions
PERSI - Base Plan
And
Firefighters' Retirement Fund
Last 10 Fiscal Years*

BASE PLAN

	2015
Statutorily required contribution	\$ 1,820,650
Contribution in relation to the statutorily required contribution	1,788,026
Contribution deficiency (excess)	\$ 32,624
City's covered -employee payroll	\$ 15,453,598
Contributions as a percentage of covered-employee payroll	11.57%

FRF

	2015
Statutorily required contribution	\$ -
Contribution in relation to the statutorily required contribution	439,005
Contribution deficiency (excess)	\$ (439,005)
City's covered -employee payroll	\$ 2,415,015
Contributions as a percentage of covered-employee payroll	18.18%

*GASB Statement No. 68 requires ten years of information to be presented in this table. However, until a full 10 year trend is compiled, the City will present information for those years for which information is available.

Data reported is measured as of September 30, 2015.

CITY OF TWIN FALLS, IDAHO
Notes to Required Supplementary Information
September 30, 2015

NOTE 1- BUDGETARY INFORMATION

Budgetary-GAAP Reporting Reconciliation

The accompanying Budgetary Comparison Schedules compare the legally adopted budget with actual data on a budgetary basis. Accounting principles applied for purposes of developing data on the budgetary basis do not differ significantly from those used to present financial statements in conformity with generally accepted accounting principles (GAAP).

Budgetary Policies

The City of Twin Falls, Idaho, prepares an annual budget of revenue and expenditures prior to the beginning of the fiscal year. The budget is prepared on the modified accrual basis of accounting. Budget figures are based on prior levels of revenue and expenditures taking into account specific items which may be planned in advance by the City such as capital outlay expenditures. Any excess of budgeted expenditures over budgeted revenues are temporary situations and are budgeted so as to utilize cash balances in the individual fund.

SUPPLEMENTARY INFORMATION

CITY OF TWIN FALLS, IDAHO
Combining Statement - Other Governmental Funds
Fund Balance Sheets
September 30, 2015

	Special Revenue Funds				Capital Projects Fund					Other Permanent Funds			Total Other Governmental Funds
	Street Light	Library	Pool	Total	Historic Preservation	Park Develop.	Trail Fund	Impact Fee	Total	Drug Seizure	Fireworks	Total	
Assets													
Cash and Investments	\$ 304,357	\$ 1,076,341	\$ 81,891	\$ 1,462,589	\$ -	\$ 214,235	\$ 541	\$ 3,292,392	\$ 3,507,168	\$ 107,175	\$ -	\$ 107,175	\$ 5,076,932
Receivables (net of allowance)				-									
Taxes	2,163	-	-	2,163	-	-	-	-	-	-	-	-	2,163
Intergovernmental	839	-	31,728	32,567	13,000	-	-	-	13,000	-	-	-	45,567
Total Assets	\$ 307,359	\$ 1,076,341	\$ 113,619	\$ 1,497,319	\$ 13,000	\$ 214,235	\$ 541	\$ 3,292,392	\$ 3,520,168	\$ 107,175	\$ -	\$ 107,175	\$ 5,124,662
Liabilities													
Pooled Cash	\$ -	\$ -	\$ -	\$ -	\$ 13,620	\$ -	\$ -	\$ -	\$ 13,620	\$ -	\$ 10,632	\$ 10,632	\$ 24,252
Accounts Payable	-	13,925	1,410	15,335	-	-	-	-	-	-	81	81	15,416
Accrued Expenses	-	10,841	-	10,841	-	-	-	-	-	-	-	-	10,841
Due to Other Funds	233,920	-	337,286	571,206	3,987	-	-	-	3,987	-	666	666	575,859
Total Liabilities	233,920	24,766	338,696	597,382	17,607	-	-	-	17,607	-	11,379	11,379	626,368
Deferred Inflows of Resource													
Unavailable Revenue - Property Taxes	1,685	-	-	1,685	-	-	-	-	-	-	-	-	1,685
Fund Balance													
Nonspendable Fund Balance	-	-	-	-	-	-	-	-	-	-	-	-	-
Restricted Fund Balance													
Law Enforcement	-	-	-	-	-	-	-	-	-	107,175	-	107,175	107,175
Committed Fund Balance													
Budgeted Surpluses	-	18,000	-	18,000	-	49,854	-	400,000	449,854	-	-	-	467,854
Park Development	-	-	-	-	-	164,381	-	-	164,381	-	-	-	164,381
Trail Fund	-	-	-	-	-	-	541	-	541	-	-	-	541
Impact Fees	-	-	-	-	-	-	-	2,892,392	2,892,392	-	-	-	2,892,392
Assigned Fund Balance													
Street Light	71,754	-	-	71,754	-	-	-	-	-	-	-	-	71,754
Community Services	-	1,033,575	-	1,033,575	-	-	-	-	-	-	-	-	1,033,575
Unassigned Fund Balance	-	-	(225,077)	(225,077)	(4,607)	-	-	-	(4,607)	-	(11,379)	(11,379)	(241,063)
Total Fund Balance	71,754	1,051,575	(225,077)	898,252	(4,607)	214,235	541	3,292,392	3,502,561	107,175	(11,379)	95,796	4,496,609
Total Liabilities, Deferred Inflows of Resources and Fund Balance	\$ 307,359	\$ 1,076,341	\$ 113,619	\$ 1,497,319	\$ 13,000	\$ 214,235	\$ 541	\$ 3,292,392	\$ 3,520,168	\$ 107,175	\$ -	\$ 107,175	\$ 5,124,662

CITY OF TWIN FALLS, IDAHO
Combining Statement - Other Governmental Funds
Statements of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended September 30, 2015

	Special Revenue Funds				Capital Projects Fund					Other Permanent Funds			Total Other Government Funds
	Street Light	Library	Pool	Total	Historic Preservation	Park Develop.	Trail Fund	Impact Fee	Total	Drug Seizure	Firework	Total	
Revenues													
Property Taxes, Including Interest	\$ 76,405	\$ 1,499,620	\$ -	\$ 1,576,025	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,576,025
Other Taxes	385,292	-	-	385,292	-	-	-	-	-	-	-	-	385,292
Special Assessments, Including Interest	-	-	-	-	-	-	-	-	-	86,100	-	86,100	86,100
Fines and Forfeitures	-	40,178	-	40,178	-	-	-	-	-	-	-	-	40,178
Fees and Services	-	36,521	-	36,521	-	-	-	1,252,146	1,252,146	-	751	751	1,289,418
Intergovernmental	-	-	123,656	123,656	-	-	-	-	-	-	-	-	123,656
Federal Grants	-	-	-	-	17,000	-	-	-	17,000	-	-	-	17,000
Miscellaneous	-	24,786	-	24,786	3,050	4,840	-	50,029	57,919	-	-	-	82,705
Total Revenue	461,697	1,601,105	123,656	2,186,458	20,050	4,840	-	1,302,175	1,327,065	86,100	751	86,851	3,600,374
Expenditures													
Current													
General Government	-	-	133,464	133,464	-	-	-	-	-	-	-	-	133,464
Public Safety	-	-	-	-	-	-	-	-	-	53,348	-	53,348	53,348
Community Development	-	-	-	-	21,501	5,082	-	-	26,583	-	8,000	8,000	34,583
Culture and Recreation	-	1,605,498	-	1,605,498	-	-	-	-	-	-	-	-	1,605,498
Highway and Streets	322,307	-	-	322,307	-	-	-	-	-	-	-	-	322,307
Capital Outlay	-	37,127	12,351	49,478	-	-	-	50,874	50,874	-	-	-	100,352
Total Expenditures	322,307	1,642,625	145,815	2,110,747	21,501	5,082	-	50,874	77,457	53,348	8,000	61,348	2,249,552
Excess of Revenues Over (Under) Expenditures	139,390	(41,520)	(22,159)	75,711	(1,451)	(242)	-	1,251,301	1,249,608	32,752	(7,249)	25,503	1,350,822
Operating Transfer:													
Transfers In	-	-	21,000	21,000	-	-	-	-	-	-	7,250	7,250	28,250
Transfers Out	21,511	-	-	21,511	-	-	-	-	-	-	-	-	21,511
Net Transfers	(21,511)	-	21,000	(511)	-	-	-	-	-	-	7,250	7,250	6,739
Net Change in Fund Balance	117,879	(41,520)	(1,159)	75,200	(1,451)	(242)	-	1,251,301	1,249,608	32,752	1	32,753	1,357,561
Fund Balance October 1, 2014, as Previously Stated	(46,125)	1,093,095	(223,918)	823,052	(3,156)	214,477	541	2,041,091	2,252,953	273,826	(11,380)	262,446	3,338,451
Restatement-See Note 13	-	-	-	-	-	-	-	-	-	(199,403)	-	(199,403)	(199,403)
Fund Balance September 30, 2015	\$ 71,754	\$ 1,051,575	\$ (225,077)	\$ 898,252	\$ (4,607)	\$ 214,235	\$ 541	\$ 3,292,392	\$ 3,502,561	\$ 107,175	\$ (11,379)	\$ 95,796	\$ 4,496,609

CITY OF TWIN FALLS, IDAHO
Combining Statement - Proprietary Funds
Fund Balance Sheets
September 30, 2015

	Business-Type Activities			
	Golf	Dierkes Lake Shoshone Falls	Common Area Maintenance	Total
Assets				
Cash and Investments	\$ -	\$ 174,858	\$ 26,318	\$ 201,176
Receivables (net of allowance for uncollected.)				
Fees and Services	-	-	4,018	4,018
Accounts	-	675	-	675
Total Current Assets	-	175,533	30,336	205,869
Fixed Assets (Net of Accum. Depreciation)	375,183	1,214,848	-	1,590,031
Total Assets	375,183	1,390,381	30,336	1,795,900
Deferred Outflows of Resources				
Pension Obligations	11,032	-	-	11,032
Total Deferred Outflows of Resources	11,032	-	-	11,032
Total Assets and Deferred Outflows of Resources	\$ 386,215	\$ 1,390,381	\$ 30,336	\$ 1,806,932
Liabilities and Equity				
Current Liabilities:				
Pooled Cash	\$ 327,971	\$ 28,843	\$ -	\$ 356,814
Accounts Payable	187	8,764	-	8,951
Due to Other Funds	362,021	-	-	362,021
Compensated Absences	10,683	-	-	10,683
Total Current Liabilities	700,862	37,607	-	738,469
NonCurrent Liabilities:				
Net Pension Liability	23,477	-	-	23,477
Total Non-Current Liabilities	23,477	-	-	23,477
Total Liabilities	724,339	37,607	-	761,946
Deferred Inflows of Resources				
Employer Pension Assumption	14,622	-	-	14,622
Total Deferred Inflows of Resources	14,622	-	-	14,622
Net Position				
Invested In Capital Assets, net of related debt	375,183	1,214,848	-	1,590,031
Restricted	-	-	-	-
Unrestricted	(727,929)	137,926	30,336	(559,667)
Total Equity	(352,746)	1,352,774	30,336	1,030,364
Total Liabilities, Deferred Inflows of Resources and Net Position	\$ 386,215	\$ 1,390,381	\$ 30,336	\$ 1,806,932

CITY OF TWIN FALLS, IDAHO
Combining Statement - Proprietary Funds
Statements of Revenues, Expenses, and Changes in Fund Net Position
For the Year Ended September 30, 2015

	Business-Type Activities			
		Dierkes Lake	Common	
	Golf	Shoshone Falls	Area Maintenance	Totals
Operating Revenues:				
Charges for Services	\$ 3,989	\$ 217,677	\$ 31,642	\$ 253,308
Miscellaneous	-	7,954	-	7,954
Total Operating Revenues	<u>3,989</u>	<u>225,631</u>	<u>31,642</u>	<u>261,262</u>
Operating Expenses:				
Contracted Services	-	54,182	21,420	75,602
Personal Expenses	6,334	81,399	-	87,733
Depreciation and Amortization	38,342	53,642	-	91,984
Utilities	2,177	11,077	732	13,986
Supplies	-	4,791	-	4,791
Repairs and Maintenance	-	3,222	927	4,149
Vehicle Expenses	-	1,110	-	1,110
Miscellaneous Expense	-	14,241	20	14,261
Total Operating Expenses	<u>46,853</u>	<u>223,664</u>	<u>23,099</u>	<u>293,616</u>
Operating Income (Loss)	(42,864)	1,967	8,543	(32,354)
Non-Operating Revenues (Expenses):				
Interest Income	-	8,127	-	8,127
Total Non-Operating Revenues (Exp.)	<u>-</u>	<u>8,127</u>	<u>-</u>	<u>8,127</u>
Income (Loss) Before Operating Transfers	(42,864)	10,094	8,543	(24,227)
Operating Transfers:				
Operating Transfers In	-	-	-	-
Operating Transfers Out	-	(9,411)	(2,693)	(12,104)
Net Transfers	<u>-</u>	<u>(9,411)</u>	<u>(2,693)</u>	<u>(12,104)</u>
Net Income (Loss)	(42,864)	683	5,850	(36,331)
Total Net Position, October 1, 2014 as Previously Stated	(281,719)	1,352,091	24,486	1,094,858
Restatement-See Note 13	<u>(28,163)</u>	<u>-</u>	<u>-</u>	<u>(28,163)</u>
Total Net Position, September 30, 2015	<u>\$ (352,746)</u>	<u>\$ 1,352,774</u>	<u>\$ 30,336</u>	<u>\$ 1,030,364</u>

City of Twin Falls, Idaho
Combining Statement of Cash Flows
Nonmajor Proprietary Funds
For the Year Ended September 30, 2015

	Business-Type Activities			
		Dierkes Lake	Common	
	Golf	Shoshone Falls	Area Maintenance	Total
Cash Flows from Operating Activities				
Receipts from Customers	\$ 9,226	\$ 217,537	\$ 30,937	\$ 257,700
Payments to Suppliers	(3,415)	(60,202)	(23,168)	(86,785)
Payments to Employees	(5,811)	(81,399)	-	(87,210)
Other Receipts (Payments)	-	7,954	-	7,954
Net Cash Provided (Used) by Operating Activities	-	83,890	7,769	91,659
Cash Flows from Non-Capital Financing Activities				
Interfund Transfers to Other Funds	-	(9,411)	(2,693)	(12,104)
Net Cash Provided (Used) by Non-Capital Financing Activities	-	(9,411)	(2,693)	(12,104)
Cash Flows from Capital and Related Financing Activities				
Purchase of Capital Assets	-	(220,271)	-	(220,271)
Construction in Progress	-	(10,291)	-	(10,291)
Disposals, Transfers of Capital Assets	-	252	-	252
Net Cash Provided (Used) by Capital and Related Financing Activities	-	(230,310)	-	(230,310)
Cash Flows from Investing Activities				
(Purchase) or Sale of Securities	-	21,970	-	21,970
Interest, Dividends and Changes in Market Value	-	8,127	-	8,127
Net Cash Provided (Used) by Investing Activities	-	30,097	-	30,097
Net Increase (Decrease) in Cash and Cash Equivalents Balances - Beginning of the Year	-	(125,734)	5,076	(120,658)
Balances - End of the Year	\$ -	\$ -	\$ 26,318	\$ 26,318
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities				
Operating Income (Loss)	\$ (42,864)	\$ 1,967	\$ 8,543	\$ (32,354)
Adjustments to Reconcile Operating Income to net Cash Provided (Used) by Operating Activities:				
Depreciation and Amortization	38,342	53,642	-	91,984
Change in Assets and Liabilities:				
Receivables, Net	5,236	(141)	(704)	4,391
DOF or Resources-Pension Obligations	(8,749)	-	-	(8,749)
Accounts Payable	4	(421)	(70)	(487)
Due to Other Funds-Pooled Cash	(1,241)	28,843	-	27,602
Compensated Absences	1,619	-	-	1,619
Net Pension Liability	10,666	-	-	10,666
DIF or Resources-Employer Pension Assumption	(3,013)	-	-	(3,013)
Net Cash Provided (Used) by Operating Activities	\$ -	\$ 83,890	\$ 7,769	\$ 91,659
Reconciliation of Cash and Cash Equivalents to the Statement of Net Position-Proprietary Funds				
Cash and Investments-Statement of Net Position	\$ -	\$ 174,858	\$ 26,318	\$ 201,176
Less: Investments	-	(174,858)	-	(174,858)
Cash and Cash Equivalents	\$ -	\$ -	\$ 26,318	\$ 26,318

CITY OF TWIN FALLS, IDAHO
Combining Statement - Internal Service Funds
Statement of Net Position
September 30, 2015

	Governmental Activities - Internal Service Funds		
	Shop		
	Insurance	Revolving	Total
<u>Assets</u>			
Cash and Investments	\$ 253,580	\$ 420,934	\$ 674,514
Receivables (net of allowance for uncollect.)			-
Taxes	3,970	-	3,970
Intergovernmental	1,516	-	1,516
Accounts	-	105	105
Due From Other Funds	-	-	-
Inventories	-	-	-
Total Current Assets	259,066	421,039	680,105
Deferred Charges			
Fixed Assets (Net of Accum. Depreciation)	-	314,534	314,534
Total Assets	\$ 259,066	\$ 735,573	\$ 994,639
<u>Liabilities and Net Position</u>			
Current Liabilities:			
Pooled Cash	\$ -	\$ -	\$ -
Accounts Payable	468	87	555
Accrued Expenses	-	-	-
Deferred Revenue	3,093	-	3,093
Notes Payable - Current	-	-	-
Compensated Absences	-	23,763	23,763
Total Current Liabilities	3,561	23,850	27,411
Total Liabilities	3,561	23,850	27,411
<u>Net Position</u>			
Net Investment in Capital Assets	-	314,534	314,534
Restricted	-	-	-
Unrestricted	255,505	397,189	652,694
Total Net Position	255,505	711,723	967,228
Total Liabilities and Net Position	\$ 259,066	\$ 735,573	\$ 994,639

CITY OF TWIN FALLS, IDAHO
Combining Statement - Internal Service Funds
Statements of Revenues, Expenses, and Changes in Fund Net Assets
For the Year Ended September 30, 2015

	Governmental Activities - Internal Service Funds		
	Insurance	Shop Revolving	Total
Operating Revenues:			
Charges for Services	\$ -	\$ 325,286	\$ 325,286
Property Taxes, Including Interest	194,789	-	194,789
Miscellaneous	4,097	5	4,102
Total Operating Revenues	<u>198,886</u>	<u>325,291</u>	<u>524,177</u>
Operating Expenses:			
Contracted Services	-	2,986	2,986
Personal Expenses	-	321,342	321,342
Depreciation and Amortization	-	13,894	13,894
Utilities	-	7,576	7,576
Supplies	-	26,741	26,741
Insurance	394,095	-	394,095
Repairs and Maintenance	-	10,385	10,385
Vehicle Expenses	-	1,109	1,109
Small Equipment	-	7,826	7,826
Miscellaneous Expense	483	144	627
Travel and Meetings	45	192	237
Total Operating Expenses	<u>394,623</u>	<u>392,195</u>	<u>786,818</u>
Operating Income (Loss)	(195,737)	(66,904)	(262,641)
Non-Operating Revenues (Expenses):			
Interest Income	-	-	-
Total Non-Operating Revenues (Exp.)	<u>-</u>	<u>-</u>	<u>-</u>
Income (Loss) Before Operating Transfers	(195,737)	(66,904)	(262,641)
Operating Transfers:			
Operating Transfers In	275,033	60,158	335,191
Operating Transfers Out	(53,779)	-	(53,779)
Net Transfers	<u>221,254</u>	<u>60,158</u>	<u>281,412</u>
Net Income (Loss)	25,517	(6,746)	18,771
Total Net Position, October 1, 2014	<u>229,988</u>	<u>718,469</u>	<u>948,457</u>
Total Net Position, September 30, 2015	<u>\$ 255,505</u>	<u>\$ 711,723</u>	<u>\$ 967,228</u>

CITY OF TWIN FALLS, IDAHO
Combining Statement of Cash Flows
Nonmajor Proprietary Funds
For the Year Ended September 30, 2015

	<u>Governmental Activities</u>		
	<u>Insurance</u>	<u>Shop Revolving</u>	<u>Total</u>
Cash Flows from Operating Activities			
Receipts from Customers	\$ -	\$ 325,201	\$ 325,201
Property Taxes, Including Interest	195,707	-	195,707
Payments to Suppliers	(395,284)	(57,183)	(452,467)
Payments to Employees	-	(323,168)	(323,168)
Other Receipts (Payments)	4,097	5	4,102
Net Cash Provided (Used) by Operating Activities	<u>(195,480)</u>	<u>(55,145)</u>	<u>(250,625)</u>
Cash Flows from Non-Capital Financing Activities			
Interfund Transfers to Other Funds	(53,779)	-	(53,779)
Receipts from Advances to Other Funds	275,032	60,158	335,190
Net Cash Provided (Used) by Non-Capital Financing Activities	<u>221,253</u>	<u>60,158</u>	<u>281,411</u>
Cash Flows from Capital and Related Financing Activities			
Purchase of Capital Assets	-	(28,467)	(28,467)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>-</u>	<u>(28,467)</u>	<u>(28,467)</u>
Cash Flows from Investing Activities			
(Purchase) or Sale of Securities	17,557	-	17,557
Net Cash Provided (Used) by Investing Activities	<u>17,557</u>	<u>-</u>	<u>17,557</u>
Net Increase (Decrease) in Cash and Cash Equivalents	43,330	(23,454)	19,876
Balances - Beginning of the Year	<u>70,516</u>	<u>444,388</u>	<u>514,904</u>
Balances - End of the Year	<u>\$ 113,846</u>	<u>\$ 420,934</u>	<u>\$ 534,780</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities			
Operating Income (Loss)	\$ (195,737)	\$ (66,904)	\$ (262,641)
Adjustments to Reconcile Operating Income to net Cash Provided (Used) by Operating Activities:			
Depreciation and Amortization	-	13,894	13,894
Change in Assets and Liabilities:			
Receivables, Net	1,964	(84)	1,880
Accounts Payable	(660)	(225)	(885)
Unavailable Revenue	(1,047)	-	(1,047)
Compensated Absences	-	(1,826)	(1,826)
Net Cash Provided (Used) by Operating Activities	<u>\$ (195,480)</u>	<u>\$ (55,145)</u>	<u>\$ (250,625)</u>
Reconciliation of Cash and Cash Equivalents to the Statement of Net Position-Proprietary Funds			
Cash and Investments-Statement of Net Position	\$ 253,580	\$ 420,934	\$ 674,514
Less: Investments	<u>(139,734)</u>	<u>-</u>	<u>(139,734)</u>
Cash and Cash Equivalents	<u>\$ 113,846</u>	<u>\$ 420,934</u>	<u>\$ 534,780</u>

CITY OF TWIN FALLS, IDAHO
Special Revenue - Capital Improvement Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended September 30, 2015
With Comparative Actual Amounts from the Previous Year

	2015				2014 Actual
	Proposed Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	
Revenues:					
Property Taxes	\$ 718	\$ 718	\$ 10,711	\$ 9,993	\$ 428,594
Intergovernmental	1,552,107	1,552,107	1,703,864	151,757	1,555,966
Federal Grants	997,109	1,857,437	921,998	(935,439)	527,831
Miscellaneous or Reserves	451,375	451,375	282,027	(169,348)	107,973
Total Revenues	<u>3,001,309</u>	<u>3,861,637</u>	<u>2,918,600</u>	<u>(943,037)</u>	<u>2,620,364</u>
Expenditures:					
Current					
General Government	439,304	439,304	481,848	(42,544)	165,390
Public Safety	1,834,113	2,139,173	765,709	1,373,464	957,904
Culture and Recreation	517,800	675,550	652,388	23,162	441,204
Highways and Streets	22,800	22,800	6,922	15,878	-
Capital Outlay	159,792	1,567,818	1,389,079	178,739	218,370
Total Expenditures	<u>2,973,809</u>	<u>4,844,645</u>	<u>3,295,946</u>	<u>1,548,699</u>	<u>1,782,868</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	27,500	(983,008)	(377,346)	605,662	837,496
Other Financing Sources (Uses)					
Operating Transfers In	-	2,200,000	2,200,000	-	8,795,847
Operating Transfers Out	(27,500)	(28,250)	(28,250)	-	(16,500)
Total Other Sources (Uses)	<u>(27,500)</u>	<u>2,171,750</u>	<u>2,171,750</u>	<u>-</u>	<u>8,779,347</u>
Excess (Deficiency) of Revenues/Other Sources Over (Under) Expenditures/Uses	<u>\$ -</u>	<u>\$ 1,188,742</u>	1,794,404	<u>\$ 605,662</u>	9,616,843
Fund Balances, October 1st			<u>13,819,974</u>		<u>4,203,131</u>
Fund Balances, September 30th			<u>\$ 15,614,378</u>		<u>\$ 13,819,974</u>

CITY OF TWIN FALLS, IDAHO
 Capital Projects - Airport Construction Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
 For the Fiscal Year Ended September 30, 2015
 With Comparative Actual Amounts from the Previous Year

	2015				2014 Actual
	Proposed Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	
Revenues:					
Fees and Services	\$ 66,567	\$ 66,567	\$ 111,349	\$ 44,782	\$ 102,520
Intergovernmental	-	-	-	-	-
Federal Grants	1,000,000	1,000,000	397,011	(602,989)	3,459,861
Miscellaneous	100	100	152	52	112
Total Revenues	<u>1,066,667</u>	<u>1,066,667</u>	<u>508,512</u>	<u>(558,155)</u>	<u>3,562,493</u>
Expenditures:					
Current					
Airport	1,066,667	1,066,667	356,663	710,004	3,450,525
Total Expenditures	<u>1,066,667</u>	<u>1,066,667</u>	<u>356,663</u>	<u>710,004</u>	<u>3,450,525</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	151,849	151,849	111,968
Other Financing Sources (Uses)					
Operating Transfers In	-	-	-	-	129,405
Operating Transfers Out	-	-	-	-	-
Total Other Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>129,405</u>
Excess (Deficiency) of Revenues/Other Sources Over (Under) Expenditures/Uses	<u>\$ -</u>	<u>\$ -</u>	151,849	<u>\$ 151,849</u>	241,373
Fund Balances, October 1st			<u>247,583</u>		<u>6,210</u>
Fund Balances, September 30th			<u>\$ 399,432</u>		<u>\$ 247,583</u>

CITY OF TWIN FALLS, IDAHO

Enterprise - Waterworks Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

For the Fiscal Year Ended September 30, 2015

With Comparative Actual Amounts from the Previous Year

	2015				2014 Actual
	Proposed Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	
Operating Revenues:					
Charges for Services	\$ 9,273,298	\$ 9,273,298	\$ 9,743,873	\$ 470,575	\$ 9,534,028
Taps, Connection and Other Fees	50,028	50,028	164,056	114,028	96,290
Miscellaneous	20,000	20,000	53,982	33,982	30,138
Total Operating Revenues	9,343,326	9,343,326	9,961,911	618,585	9,660,456
Operating Expenses:					
Contracted Expenses	387,815	387,815	291,342	96,473	317,002
Personnel Expenses	1,873,352	1,873,352	1,772,228	101,124	1,685,032
Depreciation and Amortization	-	-	1,349,061	(1,349,061)	1,569,444
Utilities	1,064,657	1,064,657	926,155	138,502	973,905
Supplies	714,250	714,250	569,984	144,266	573,689
Repairs and Maintenance	159,910	159,910	166,002	(6,092)	163,947
Vehicle Expense	157,497	157,497	128,126	29,371	139,044
Capital & Equipment	1,382,500	3,570,556	388,498	3,182,058	375,599
Studies and Projects	20,000	20,000	27,568	(7,568)	18,974
Rental Expense	122,420	122,420	118,317	4,103	118,195
Miscellaneous Expenses	71,754	71,754	85,388	(13,634)	103,946
Testing and Monitoring	77,000	77,000	82,164	(5,164)	88,482
Telephone	4,600	4,600	4,376	224	11,220
Travel and Meetings	8,525	8,525	1,695	6,830	4,659
Total Operating Expenses	6,044,280	8,232,336	5,910,904	2,321,432	6,143,138
Operating Income (Loss)	3,299,046	1,110,990	4,051,007	2,940,017	3,517,318
Non-operating Revenues (Expenses):					
Interest Income	150,000	150,000	222,962	72,962	239,280
Rent and Royalties	65,010	65,010	66,510	1,500	66,510
Debt Principal Payments	(1,995,000)	(1,995,000)	-	1,995,000	-
Interest Expense	(814,712)	(814,712)	(812,559)	2,153	(878,802)
Total Non-operating Revenues (Exp.)	(2,594,702)	(2,594,702)	(523,087)	2,071,615	(573,012)
Income (Loss) before operating transfers	704,344	(1,483,712)	3,527,920	5,011,632	2,944,306
Interfund Transfers and Donations:					
Donation of Assets	-	-	-	-	6,003,486
Operating Transfers In	401,734	401,734	457,261	55,527	394,630
Operating Transfers Out	(964,696)	(964,696)	(964,696)	-	(948,292)
Net Transfers and Donations	(562,962)	(562,962)	(507,435)	55,527	5,449,824
Net Income (Loss)	<u>\$ 141,382</u>	<u>\$ (2,046,674)</u>	3,020,485	<u>\$ 5,067,159</u>	8,394,130
Net Position, October 1st, As Previously Stated			37,063,761		28,669,631
Restatement-See Note 13			(700,675)		-
Net Position, September 30th			<u>\$ 39,383,571</u>		<u>\$ 37,063,761</u>

CITY OF TWIN FALLS, IDAHO

Enterprise - Wastewater Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

For the Fiscal Year Ended September 30, 2015

With Comparative Actual Amounts from the Previous Year

	2015				2014 Actual
	Proposed Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	
Operating Revenues:					
Charges for Services	\$ 9,300,000	\$ 9,300,000	\$ 9,865,339	\$ 565,339	\$ 9,644,992
Taps, Connection and Other Fees	-	-	-	-	180
Miscellaneous	4,000	4,000	4,559	559	17,985
Total Operating Revenues	<u>9,304,000</u>	<u>9,304,000</u>	<u>9,869,898</u>	<u>565,898</u>	<u>9,663,157</u>
Operating Expenses:					
Contracted Expenses	3,298,550	3,298,550	3,101,458	197,092	3,012,948
Personnel Expenses	680,621	680,621	573,009	107,612	549,003
Depreciation and Amortization	-	-	1,486,188	(1,486,188)	1,058,399
Utilities	5,132	5,132	1,378	3,754	1,389
Supplies	55,450	55,450	47,559	7,891	65,574
Repairs & Maintenance	24,400	24,400	12,989	11,411	21,595
Vehicle Expense	55,541	55,541	41,409	14,132	46,820
Capital & Equipment	820,000	18,007,253	211,658	17,795,595	309,977
Rental Expense	1,000	1,000	-	1,000	105
Miscellaneous Expenses	7,175	7,175	44,762	(37,587)	19,687
Telephone	3,200	3,200	60	3,140	1,503
Travel and Meetings	1,550	1,550	738	812	644
Total Operating Expenses	<u>4,952,619</u>	<u>22,139,872</u>	<u>5,521,208</u>	<u>16,618,664</u>	<u>5,087,644</u>
Operating Income (Loss)	4,351,381	(12,835,872)	4,348,690	17,184,562	4,575,513
Non-operating Revenues (Expenses):					
Development Fees	1,000	1,000	319,795	318,795	179,599
Interest Income	134,500	134,500	860,320	725,820	132,767
Debt Principal Payments	(1,765,000)	(1,765,000)	-	1,765,000	-
Debt Issuance Costs	-	-	-	-	(342,632)
Interest Expense	(1,717,257)	(1,717,257)	(1,713,096)	4,161	(1,172,631)
Federal Grant	-	-	-	-	569,853
Total Non-operating Revenues (Exp.)	<u>(3,346,757)</u>	<u>(3,346,757)</u>	<u>(532,981)</u>	<u>2,813,776</u>	<u>(633,044)</u>
Income (Loss) before operating transfers	1,004,624	(16,182,629)	3,815,709	19,998,338	3,942,469
Interfund Transfers and Donations:					
Donation of Assets	-	-	-	-	21,170,509
Operating Transfers In	-	-	-	-	-
Operating Transfers Out	(661,456)	(661,456)	(716,983)	(55,527)	(652,570)
Net Transfers and Donations	<u>(661,456)</u>	<u>(661,456)</u>	<u>(716,983)</u>	<u>(55,527)</u>	<u>20,517,939</u>
Net Income (Loss)	<u>\$ 343,168</u>	<u>\$ (16,844,085)</u>	3,098,726	<u>\$ 19,942,811</u>	24,460,408
Net Position, October 1st, As Previously Stated			54,159,238		29,698,830
Restatement-See Note 13			(229,576)		-
Net Position, September 30th			<u>\$ 57,028,388</u>		<u>\$ 54,159,238</u>

CITY OF TWIN FALLS, IDAHO

Enterprise - Sanitation Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

For the Fiscal Year Ended September 30, 2015

With Comparative Actual Amounts from the Previous Year

	2015			Variance Favorable (Unfavorable)	2014 Actual
	Proposed Budget	Final Budget	Actual		
Operating Revenues:					
Charges for Services	\$ 2,691,198	\$ 2,691,198	\$ 2,690,745	\$ (453)	2,646,172
Miscellaneous	-	-	-	-	(1,738)
Total Operating Revenues	<u>2,691,198</u>	<u>2,691,198</u>	<u>2,690,745</u>	<u>(453)</u>	<u>2,644,434</u>
Operating Expenses:					
Contracted Expenses	1,715,502	1,715,502	1,715,502	-	1,675,027
Personnel Expenses	1,707	1,707	1,706	1	4,554
Depreciation and Amortization	-	-	-	-	5,520
Landfill Expenses	625,535	625,535	613,133	12,402	617,683
Small Equipment	-	-	-	-	4,184
Studies and Projects	-	-	-	-	566
Miscellaneous Expenses	8,815	8,815	43,630	(34,815)	14,132
Total Operating Expenses	<u>2,351,559</u>	<u>2,351,559</u>	<u>2,373,971</u>	<u>(22,412)</u>	<u>2,321,666</u>
Operating Income (Loss)	339,639	339,639	316,774	(22,865)	322,768
Non-operating Revenues (Expenses):					
Interest Income	9,000	9,000	9,027	27	12,890
Interest Expense	-	-	-	-	-
Total Non-operating Revenues (Exp.)	<u>9,000</u>	<u>9,000</u>	<u>9,027</u>	<u>27</u>	<u>12,890</u>
Income (Loss) before operating transfers	348,639	348,639	325,801	(22,838)	335,658
Operating Transfers:					
Operating Transfers In	-	-	-	-	-
Operating Transfers Out	(364,908)	(364,908)	(364,908)	-	(358,571)
Net Transfers	<u>(364,908)</u>	<u>(364,908)</u>	<u>(364,908)</u>	<u>-</u>	<u>(358,571)</u>
Net Income (Loss)	<u>\$ (16,269)</u>	<u>\$ (16,269)</u>	<u>(39,107)</u>	<u>\$ (22,838)</u>	<u>(22,913)</u>
Net Position, October 1st			<u>509,929</u>		<u>532,842</u>
Net Position, September 30th			<u>\$ 470,822</u>		<u>\$ 509,929</u>

CITY OF TWIN FALLS, IDAHO

Special Revenue - Street Light Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

For the Fiscal Year Ended September 30, 2015

With Comparative Actual Amounts from the Previous Year

	2015				2014 Actual
	Proposed Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	
Revenues:					
Property Taxes	\$ 66,831	\$ 66,831	\$ 76,405	\$ 9,574	\$ 133,852
Non-Property Taxes	393,000	393,000	385,292	(7,708)	356,898
Miscellaneous & Intergovernmental	-	-	-	-	-
Total Revenues	<u>459,831</u>	<u>459,831</u>	<u>461,697</u>	<u>1,866</u>	<u>490,750</u>
Expenditures:					
Current					
Highways and Streets	438,320	438,320	322,307	116,013	387,572
Total Expenditures	<u>438,320</u>	<u>438,320</u>	<u>322,307</u>	<u>116,013</u>	<u>387,572</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	21,511	21,511	139,390	117,879	103,178
Other Financing Sources (Uses)					
Operating Transfers In	-	-	-	-	-
Operating Transfers Out	(21,511)	(21,511)	(21,511)	-	(21,131)
Total Other Sources (Uses)	<u>(21,511)</u>	<u>(21,511)</u>	<u>(21,511)</u>	<u>-</u>	<u>(21,131)</u>
Excess (Deficiency) of Revenues/Other Sources Over (Under) Expenditures/Uses	<u>\$ -</u>	<u>\$ -</u>	117,879	<u>\$ 117,879</u>	82,047
Fund Balances, October 1st			<u>(46,125)</u>		<u>(128,172)</u>
Fund Balances, September 30th			<u>\$ 71,754</u>		<u>\$ (46,125)</u>

CITY OF TWIN FALLS, IDAHO

Special Revenue - Library Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

For the Fiscal Year Ended September 30, 2015

With Comparative Actual Amounts from the Previous Year

	2015			Variance Favorable (Unfavorable)	2014 Actual
	Proposed Budget	Final Budget	Actual		
Revenues:					
Property Taxes	\$ 1,503,211	\$ 1,503,211	\$ 1,499,620	\$ (3,591)	\$ 1,488,519
Fines and Forfeits	28,000	28,000	40,178	12,178	40,598
Fees and Services	32,500	32,500	36,521	4,021	37,765
Miscellaneous	19,000	19,000	24,786	5,786	26,447
Total Revenues	<u>1,582,711</u>	<u>1,582,711</u>	<u>1,601,105</u>	<u>18,394</u>	<u>1,593,329</u>
Expenditures:					
Current					
Culture and Recreation	1,582,711	1,582,711	1,605,498	(22,787)	1,472,115
Capital Outlay	250,000	250,000	37,127	212,873	133,675
Total Expenditures	<u>1,832,711</u>	<u>1,832,711</u>	<u>1,642,625</u>	<u>190,086</u>	<u>1,605,790</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(250,000)	(250,000)	(41,520)	208,480	(12,461)
Other Financing Sources (Uses)					
Operating Transfers In	-	-	-	-	20,191
Operating Transfers Out	-	-	-	-	-
Total Other Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>20,191</u>
Excess (Deficiency) of Revenues/Other Sources Over (Under) Expenditures/Uses	<u>\$ (250,000)</u>	<u>\$ (250,000)</u>	(41,520)	<u>\$ 208,480</u>	\$ 7,730
Fund Balances, October 1st			<u>1,093,095</u>		<u>1,085,365</u>
Fund Balances, September 30th			<u>\$ 1,051,575</u>		<u>\$ 1,093,095</u>

CITY OF TWIN FALLS, IDAHO

Special Revenue - Pool Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

For the Fiscal Year Ended September 30, 2015

With Comparative Actual Amounts from the Previous Year

	2015			Variance Favorable (Unfavorable)	2014 Actual
	Proposed Budget	Final Budget	Actual		
Operating Revenues:					
Intergovernmental	\$ 121,000	\$ 121,000	\$ 123,656	\$ 2,656	\$ 125,685
Total Operating Revenues	<u>121,000</u>	<u>121,000</u>	<u>123,656</u>	<u>2,656</u>	<u>125,685</u>
Operating Expenses:					
Contracted Expenses	120,000	120,000	130,000	(10,000)	120,000
Utilities	1,000	1,000	962	38	773
Supplies	-	-	(595)	595	504
Repairs and Maintenance	-	-	990	(990)	180
Miscellaneous Expenses	-	-	2,107	(2,107)	162
Equipment	21,000	21,000	12,351	8,649	6,171
Total Operating Expenses	<u>142,000</u>	<u>142,000</u>	<u>145,815</u>	<u>(3,815)</u>	<u>127,790</u>
Operating Income (Loss)	(21,000)	(21,000)	(22,159)	(1,159)	(2,105)
Non-operating Revenues (Expenses):					
Interest Income	-	-	-	-	-
Interest Expense	-	-	-	-	-
Total Non-operating Revenues (Exp.)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Income (Loss) before operating transfers	(21,000)	(21,000)	(22,159)	(1,159)	(2,105)
Operating Transfers:					
Operating Transfers In	21,000	21,000	21,000	-	10,000
Operating Transfers Out	-	-	-	-	-
Net Transfers	<u>21,000</u>	<u>21,000</u>	<u>21,000</u>	<u>-</u>	<u>10,000</u>
Net Income (Loss)	<u>\$ -</u>	<u>\$ -</u>	(1,159)	<u>\$ (1,159)</u>	7,895
Fund Balances, October 1st			<u>(223,918)</u>		<u>(231,813)</u>
Fund Balances, September 30th			<u>\$ (225,077)</u>		<u>\$ (223,918)</u>

CITY OF TWIN FALLS, IDAHO
 Capital Projects - Historic Preservation Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
 For the Fiscal Year Ended September 30, 2015
 With Comparative Actual Amounts from the Previous Year

	2015			Variance Favorable (Unfavorable)	2014
	Proposed Budget	Final Budget	Actual		Actual
Revenues:					
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Grants	6,000	23,000	17,000	(6,000)	6,036
Miscellaneous	-	2,600	3,050	450	-
Total Revenues	<u>6,000</u>	<u>25,600</u>	<u>20,050</u>	<u>(5,550)</u>	<u>6,036</u>
Expenditures:					
Current					
Community Development	6,000	25,600	21,501	4,099	6,037
Total Expenditures	<u>6,000</u>	<u>25,600</u>	<u>21,501</u>	<u>4,099</u>	<u>6,037</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	(1,451)	(1,451)	(1)
Other Financing Sources (Uses)					
Operating Transfers In	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-
Total Other Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues/Other Sources Over (Under) Expenditures/Uses	<u>\$ -</u>	<u>\$ -</u>	(1,451)	<u>\$ (1,451)</u>	(1)
Fund Balances, October 1st			<u>(3,156)</u>		<u>(3,155)</u>
Fund Balances, September 30th			<u>\$ (4,607)</u>		<u>\$ (3,156)</u>

CITY OF TWIN FALLS, IDAHO
 Capital Projects - Park Development
 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
 For the Fiscal Year Ended September 30, 2015
 With Comparative Actual Amounts from the Previous Year

	2015				2014 Actual
	Proposed Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	
Revenues:					
Miscellaneous	\$ -	\$ -	\$ 4,840	\$ 4,840	\$ 11,060
Total Revenues	<u>-</u>	<u>-</u>	<u>4,840</u>	<u>4,840</u>	<u>11,060</u>
Expenditures:					
Current					
Industrial Development	2,000	2,000	5,082	(3,082)	-
Total Expenditures	<u>2,000</u>	<u>2,000</u>	<u>5,082</u>	<u>(3,082)</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,000)	(2,000)	(242)	1,758	11,060
Other Financing Sources (Uses)					
Operating Transfers In	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-
Total Other Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues/Other Sources Over (Under) Expenditures/Uses	<u>\$ (2,000)</u>	<u>\$ (2,000)</u>	(242)	<u>\$ 1,758</u>	11,060
Fund Balances, October 1st			<u>214,477</u>		<u>203,417</u>
Fund Balances, September 30th			<u>\$ 214,235</u>		<u>\$ 214,477</u>

CITY OF TWIN FALLS, IDAHO

Capital Projects - Trail Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

For the Fiscal Year Ended September 30, 2015

With Comparative Actual Amounts from the Previous Year

	2015				
	Proposed Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	2014 Actual
Revenues:					
Miscellaneous	\$ -	\$ -	\$ -	\$ -	\$ -
Total Revenues	-	-	-	-	-
Expenditures:					
Current					
Trail Fund	-	-	-	-	-
Total Expenditures	-	-	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-
Other Financing Sources (Uses)					
Operating Transfers In	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-
Total Other Sources (Uses)	-	-	-	-	-
Excess (Deficiency) of Revenues/Other Sources Over (Under) Expenditures/Uses	\$ -	\$ -	-	\$ -	-
Fund Balances, October 1st			541		541
Fund Balances, September 30th			\$ 541		\$ 541

CITY OF TWIN FALLS, IDAHO

Other Funds - Impact Fees

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended September 30, 2015
With Comparative Actual Amounts from the Previous Year

	2015			Variance Favorable (Unfavorable)	2014 Actual
	Proposed Budget	Final Budget	Actual		
Operating Revenues:					
Fees and Services	\$ -	\$ -	\$ 1,252,146	\$ 1,252,146	\$ 608,707
Miscellaneous	-	-	50,029	50,029	32,327
Total Operating Revenues	<u>-</u>	<u>-</u>	<u>1,302,175</u>	<u>1,302,175</u>	<u>641,034</u>
Operating Expenses:					
Capital Outlay	556,000	556,000	50,874	505,126	373,482
Total Operating Expenses	<u>556,000</u>	<u>556,000</u>	<u>50,874</u>	<u>505,126</u>	<u>373,482</u>
Income (Loss) before operating transfers	(556,000)	(556,000)	1,251,301	1,807,301	267,552
Operating Transfers:					
Operating Transfers In	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-
Net Transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Income (Loss)	<u>\$ (556,000)</u>	<u>\$ (556,000)</u>	1,251,301	<u>\$ 1,807,301</u>	267,552
Fund Balances, October 1st			<u>2,041,091</u>		<u>1,773,539</u>
Fund Balances, September 30th			<u>\$ 3,292,392</u>		<u>\$ 2,041,091</u>

CITY OF TWIN FALLS, IDAHO

Other Funds - Drug Seizure Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended September 30, 2015
With Comparative Actual Amounts from the Previous Year

	2015				
	Proposed Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	2014 Actual
Operating Revenues:					
Special Assessments, Including Interest	\$ -	\$ -	\$ 86,100	\$ 86,100	\$ 69,427
Total Operating Revenues	<u>-</u>	<u>-</u>	<u>86,100</u>	<u>86,100</u>	<u>69,427</u>
Operating Expenses:					
Public Safety	26,100	26,100	53,348	(27,248)	103,091
Total Operating Expenses	<u>26,100</u>	<u>26,100</u>	<u>53,348</u>	<u>(27,248)</u>	<u>103,091</u>
Income (Loss) before operating transfers	(26,100)	(26,100)	32,752	58,852	(33,664)
Operating Transfers:					
Operating Transfers In	-	-	-	-	-
Operating Transfers Out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(11,118)</u>
Net Transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(11,118)</u>
Net Income (Loss)	<u>\$ (26,100)</u>	<u>\$ (26,100)</u>	32,752	<u>\$ 58,852</u>	(44,782)
Fund Balances, October 1st, as Previously Stated			273,826		<u>318,608</u>
Restatement-See Note 13			<u>(199,403)</u>		
Fund Balances, September 30th			<u>\$ 107,175</u>		<u>\$ 273,826</u>

CITY OF TWIN FALLS, IDAHO

Other Funds - Fireworks Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended September 30, 2015
With Comparative Actual Amounts from the Previous Year

	2015			Variance Favorable (Unfavorable)	2014 Actual
	Proposed Budget	Final Budget	Actual		
Operating Revenues:					
Miscellaneous and Permits	\$ 1,500	\$ 1,500	\$ 751	\$ (749)	\$ 1,021
Total Operating Revenues	<u>1,500</u>	<u>1,500</u>	<u>751</u>	<u>(749)</u>	<u>1,021</u>
Operating Expenses:					
Community Development	8,000	8,000	8,000	-	8,000
Total Operating Expenses	<u>8,000</u>	<u>8,000</u>	<u>8,000</u>	<u>-</u>	<u>8,000</u>
Income (Loss) before operating transfers	(6,500)	(6,500)	(7,249)	(749)	(6,979)
Operating Transfers:					
Operating Transfers In	6,500	7,250	7,250	-	6,500
Operating Transfers Out	-	-	-	-	-
Net Transfers	<u>6,500</u>	<u>7,250</u>	<u>7,250</u>	<u>-</u>	<u>6,500</u>
Net Income (Loss)	<u>\$ -</u>	<u>\$ 750</u>	<u>1</u>	<u>\$ (749)</u>	<u>(479)</u>
Fund Balances, October 1st			<u>(11,380)</u>		<u>(10,901)</u>
Fund Balances, September 30th			<u>\$ (11,379)</u>		<u>\$ (11,380)</u>

CITY OF TWIN FALLS, IDAHO

Enterprise - Golf Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

For the Fiscal Year Ended September 30, 2015

With Comparative Actual Amounts from the Previous Year

	2015				2014 Actual
	Proposed Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	
Operating Revenues:					
Charges for Services	\$ -	\$ -	\$ 3,989	\$ 3,989	\$ 30
Miscellaneous	-	-	-	-	-
Total Operating Revenues	<u>-</u>	<u>-</u>	<u>3,989</u>	<u>3,989</u>	<u>30</u>
Operating Expenses:					
Contracted Expenses	-	-	-	-	-
Personnel Expenses	(2,600)	(2,600)	6,334	(8,934)	2,164
Depreciation and Amortization	-	-	38,342	(38,342)	38,511
Utilities	2,600	2,600	2,177	423	1,405
Small Equipment	-	-	-	-	15,178
Miscellaneous Expenses	-	-	-	-	668
Travel and Meetings	-	-	-	-	95
Total Operating Expenses	<u>-</u>	<u>-</u>	<u>46,853</u>	<u>(46,853)</u>	<u>58,021</u>
Operating Income (Loss)	-	-	(42,864)	(42,864)	(57,991)
Non-operating Revenues (Expenses):					
Interest Income	-	-	-	-	-
Interest Expense	-	-	-	-	-
Total Non-operating Revenues (Exp.)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Income (Loss) before operating transfers	-	-	(42,864)	(42,864)	(57,991)
Operating Transfers:					
Operating Transfers In	-	-	-	-	-
Operating Transfers Out	-	-	-	-	-
Net Transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Income (Loss)	<u>\$ -</u>	<u>\$ -</u>	<u>(42,864)</u>	<u>\$ (42,864)</u>	<u>(57,991)</u>
Net Position, October 1st, As Previously Stated			(281,719)		(223,728)
Restatement-See Note 13			<u>(28,163)</u>		<u>-</u>
Net Position, September 30th			<u>\$ (352,746)</u>		<u>\$ (281,719)</u>

CITY OF TWIN FALLS, IDAHO

Enterprise - Dierkes Lake/Shoshone Falls Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

For the Fiscal Year Ended September 30, 2015

With Comparative Actual Amounts from the Previous Year

	2015				2014 Actual
	Proposed Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	
Operating Revenues:					
Charges for Services	\$ 188,716	\$ 188,716	\$ 217,677	\$ 28,961	\$ 206,242
Miscellaneous and Reserves	200,000	200,000	7,954	(192,046)	3,610
Total Operating Revenues	<u>388,716</u>	<u>388,716</u>	<u>225,631</u>	<u>(163,085)</u>	<u>209,852</u>
Operating Expenses:					
Contracted Expenses	56,800	56,800	54,182	2,618	49,858
Personnel Expenses	90,426	90,426	81,399	9,027	84,713
Depreciation and Amortization	-	-	53,642	(53,642)	50,688
Utilities	12,329	12,329	11,077	1,252	10,724
Supplies	5,250	5,250	4,791	459	4,566
Repairs and Maintenance	8,000	8,000	3,222	4,778	3,191
Vehicle Expense	1,500	1,500	1,110	390	1,400
Small Equipment	200,000	200,000	-	200,000	6,693
Miscellaneous Expenses	11,000	11,000	14,241	(3,241)	7,763
Total Operating Expenses	<u>385,305</u>	<u>385,305</u>	<u>223,664</u>	<u>161,641</u>	<u>219,596</u>
Operating Income (Loss)	3,411	3,411	1,967	(1,444)	(9,744)
Non-operating Revenues (Expenses):					
Interest Income	6,000	6,000	8,127	2,127	8,398
Interest Expense	-	-	-	-	-
Total Non-operating Revenues (Exp.)	<u>6,000</u>	<u>6,000</u>	<u>8,127</u>	<u>2,127</u>	<u>8,398</u>
Income (Loss) before operating transfers	9,411	9,411	10,094	683	(1,346)
Operating Transfers:					
Operating Transfers In	-	-	-	-	-
Operating Transfers Out	(9,411)	(9,411)	(9,411)	-	(9,245)
Net Transfers	<u>(9,411)</u>	<u>(9,411)</u>	<u>(9,411)</u>	<u>-</u>	<u>(9,245)</u>
Net Income (Loss)	<u>\$ -</u>	<u>\$ -</u>	683	<u>\$ 683</u>	(10,591)
Net Position, October 1st			<u>1,352,091</u>		1,362,682
Net Position, September 30th			<u>\$ 1,352,774</u>		<u>\$ 1,352,091</u>

CITY OF TWIN FALLS, IDAHO
 Enterprise - Common Area Maintenance
 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
 For the Fiscal Year Ended September 30, 2015
 With Comparative Actual Amounts from the Previous Year

	2015				2014 Actual
	Proposed Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	
Operating Revenues:					
Charges for Services	\$ 29,108	\$ 29,108	\$ 31,642	\$ 2,534	\$ 27,583
Total Operating Revenues	<u>29,108</u>	<u>29,108</u>	<u>31,642</u>	<u>2,534</u>	<u>27,583</u>
Operating Expenses:					
Contracted Expenses	22,200	22,200	21,420	780	20,034
Utilities	1,215	1,215	732	483	841
Repairs and Maintenance	3,000	3,000	927	2,073	2,040
Miscellaneous Expenses	-	-	20	(20)	16
Total Operating Expenses	<u>26,415</u>	<u>26,415</u>	<u>23,099</u>	<u>3,316</u>	<u>22,931</u>
Operating Income (Loss)	2,693	2,693	8,543	5,850	4,652
Non-operating Revenues (Expenses):					
Interest Income	-	-	-	-	-
Interest Expense	-	-	-	-	-
Total Non-operating Revenues (Exp.)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Income (Loss) before operating transfers	2,693	2,693	8,543	5,850	4,652
Operating Transfers:					
Operating Transfers In	-	-	-	-	-
Operating Transfers Out	(2,693)	(2,693)	(2,693)	-	(2,645)
Net Transfers	<u>(2,693)</u>	<u>(2,693)</u>	<u>(2,693)</u>	<u>-</u>	<u>(2,645)</u>
Net Income (Loss)	<u>\$ -</u>	<u>\$ -</u>	5,850	<u>\$ 5,850</u>	2,007
Net Position, October 1st			<u>24,486</u>		<u>22,479</u>
Net Position, September 30th			<u>\$ 30,336</u>		<u>\$ 24,486</u>

CITY OF TWIN FALLS, IDAHO

Internal Service - Insurance Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

For the Fiscal Year Ended September 30, 2015

With Comparative Actual Amounts from the Previous Year

	2015			Variance Favorable (Unfavorable)	2014 Actual
	Proposed Budget	Final Budget	Actual		
Operating Revenues:					
Special Assessments, Including Interest	\$ 173,656	\$ 173,656	\$ 194,789	\$ 21,133	\$ 168,559
Miscellaneous	2,250	2,250	4,097	1,847	3,584
Total Operating Revenues	<u>175,906</u>	<u>175,906</u>	<u>198,886</u>	<u>22,980</u>	<u>172,143</u>
Operating Expenses:					
Insurance Expense	395,765	395,765	394,095	1,670	381,702
Miscellaneous Expenses	1,045	1,045	483	562	859
Travel and Meetings	350	350	45	305	-
Total Operating Expenses	<u>397,160</u>	<u>397,160</u>	<u>394,623</u>	<u>2,537</u>	<u>382,561</u>
Operating Income (Loss)	(221,254)	(221,254)	(195,737)	25,517	(210,418)
Non-operating Revenues (Expenses):					
Interest Income	-	-	-	-	-
Interest Expense	-	-	-	-	-
Total Non-operating Revenues (Exp.)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Income (Loss) before operating transfers	(221,254)	(221,254)	(195,737)	25,517	(210,418)
Operating Transfers:					
Operating Transfers In	275,033	275,033	275,033	-	275,034
Operating Transfers Out	(53,779)	(53,779)	(53,779)	-	(52,828)
Net Transfers	<u>221,254</u>	<u>221,254</u>	<u>221,254</u>	<u>-</u>	<u>222,206</u>
Net Income (Loss)	<u>\$ -</u>	<u>\$ -</u>	25,517	<u>\$ 25,517</u>	11,788
Net Position, October 1st			<u>229,988</u>		<u>218,200</u>
Net Position, September 30th			<u>\$ 255,505</u>		<u>\$ 229,988</u>

CITY OF TWIN FALLS, IDAHO
Internal Service - Shop Revolving Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended September 30, 2015
With Comparative Actual Amounts from the Previous Year

	2015			Variance Favorable (Unfavorable)	2014 Actual
	Proposed Budget	Final Budget	Actual		
Operating Revenues:					
Charges for Services	\$ 324,984	\$ 324,984	\$ 325,286	\$ 302	\$ 314,772
Miscellaneous	-	-	5	5	152
Total Operating Revenues	<u>324,984</u>	<u>324,984</u>	<u>325,291</u>	<u>307</u>	<u>314,924</u>
Operating Expenses:					
Contracted Expenses	2,500	2,500	2,986	(486)	3,033
Personnel Expenses	330,466	330,466	321,342	9,124	296,627
Depreciation and Amortization	-	-	13,894	(13,894)	14,643
Utilities	10,686	10,686	7,576	3,110	8,632
Supplies	27,400	27,400	26,741	659	24,456
Repairs and Maintenance	10,350	10,350	10,385	(35)	13,691
Vehicle Expense	1,040	1,040	1,109	(69)	906
Small Equipment	55,325	55,325	7,826	47,499	9,525
Miscellaneous Expenses	1,700	1,700	144	1,556	15,511
Travel and Meetings	1,000	1,000	192	808	-
Total Operating Expenses	<u>440,467</u>	<u>440,467</u>	<u>392,195</u>	<u>48,272</u>	<u>387,024</u>
Operating Income (Loss)	(115,483)	(115,483)	(66,904)	48,579	(72,100)
Non-operating Revenues (Expenses):					
Interest Income	-	-	-	-	-
Interest Expense	-	-	-	-	-
Total Non-operating Revenues (Exp.)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Income (Loss) before operating transfers	(115,483)	(115,483)	(66,904)	48,579	(72,100)
Operating Transfers:					
Operating Transfers In	60,158	60,158	60,158	-	58,731
Operating Transfers Out	-	-	-	-	-
Net Transfers	<u>60,158</u>	<u>60,158</u>	<u>60,158</u>	<u>-</u>	<u>58,731</u>
Net Income (Loss)	<u>\$ (55,325)</u>	<u>\$ (55,325)</u>	(6,746)	<u>\$ 48,579</u>	(13,369)
Net Position, October 1st			<u>718,469</u>		<u>731,838</u>
Net Position, September 30th			<u>\$ 711,723</u>		<u>\$ 718,469</u>

STATISTICAL SECTION

CITY OF TWIN FALLS, IDAHO
Statistical Section
September 30, 2015

This section of the City'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 City's financial performance and well-being have changed over time. (Schedule 1-5)

Revenue Capacity

These schedules contain information to help the reader assess the City's most significant local revenue sources, the property tax. (Schedule 6-8)

Debt Capacity

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future. (Schedule 9-12)

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place. (Schedule 13-14)

Operating Information

These schedules contain information about the City's operations and resources to help the reader understand how the City's financial information relates to the services the City provides and the activities it performs. (Schedule 15)

Sources:

Unless otherwise noted, the information in these schedules is derived from the annual financial reports for the relevant year or the accounting and budget records on file at the City.

City of Twin Falls, Idaho

September 30,

2015 2014 2013 2012 2011 2010 2009 2008 2007 2006

Schedule of Net Position - Schedule 1

(accrual basis of accounting)

Governmental Activities

Net Investment in Capital Assets (a)	\$ 140,796,310	\$ 148,994,442	\$ 149,862,775	\$ 153,880,017	\$ 155,596,113	\$ 157,523,535	\$ 157,805,240	\$ 162,233,909	\$ 162,753,014	\$ 39,049,171
Restricted	4,228,544	29,878,583	16,259,022	15,353,423	13,881,916	15,515,339	13,892,797	11,336,688	7,481,339	7,185,036
Unrestricted	28,789,849	1,699,141	11,197,181	6,321,892	12,155,857	7,319,535	9,387,943	8,618,538	8,354,798	6,217,989
Total Governmental Activities Net Position	\$ 173,814,703	\$ 180,572,166	\$ 177,318,978	\$ 175,555,332	\$ 181,633,886	\$ 180,358,409	\$ 181,085,980	\$ 182,189,135	\$ 178,589,151	\$ 52,452,196

Business-Type Activities

Net Investment in Capital Assets	\$ 67,210,548	\$ 40,851,261	\$ 41,132,893	\$ 44,224,642	\$ 34,747,495	\$ 21,929,263	\$ 30,949,407	\$ 29,769,561	\$ 25,401,788	\$ 23,316,060
Restricted	15,815,072	29,334,545	199,519	1,781,582	688,746	667,001	667,001			
Unrestricted	14,887,526	22,641,980	18,730,324	11,374,812	10,947,759	20,828,711	10,165,402	11,583,935	11,257,909	10,443,399
Total Governmental Activities Net Position	\$ 97,913,146	\$ 92,827,786	\$ 60,062,736	\$ 57,381,036	\$ 46,384,000	\$ 43,424,975	\$ 41,781,810	\$ 41,353,496	\$ 36,659,697	\$ 33,759,459

Primary Government

Net Investment in Capital Assets	\$ 208,006,858	\$ 189,845,703	\$ 190,995,668	\$ 198,104,659	\$ 190,343,608	\$ 179,452,798	\$ 188,754,647	\$ 192,003,470	\$ 188,154,802	\$ 62,365,231
Restricted	20,043,616	59,213,128	16,458,541	17,135,005	14,570,662	16,182,340	14,559,798	11,336,688	7,481,339	7,185,036
Unrestricted	43,677,375	24,341,121	29,927,505	17,696,704	23,103,616	28,148,246	19,553,345	20,202,473	19,612,707	16,661,388
Total Primary Government Net Position	\$ 271,727,849	\$ 273,399,952	\$ 237,381,714	\$ 232,936,368	\$ 228,017,886	\$ 223,783,384	\$ 222,867,790	\$ 223,542,631	\$ 215,248,848	\$ 86,211,655

(a) The City began to report accrual information when it implemented GASB 34 in fiscal year 2004. The City delayed the inclusion of infrastructure until fiscal year 2007. The Net Investment in Capital Assets in the Governmental Activities for fiscal years 2005 and 2006 are not comparable to later years when the infrastructure was included.

(b) In 2015 the City implemented a new accounting principal for recognizing pension costs under GASB 68, Accounting and Financial Reporting for Pensions. Prior years Net Positions have not been restated to reflect the change.

City of Twin Falls, Idaho

September 30,

2015 2014 2013 2012 2011 2010 2009 2008 2007 2006

Schedule of Changes in Net Position - Schedule 2

(accrual basis of accounting)

Expenses:

Governmental Activities:

General Government (a)	\$	13,055,440	\$	11,943,398	\$	11,474,562	\$	10,564,109	\$	10,102,271	\$	11,440,065	\$	11,731,668	\$	11,017,593	\$	11,351,031	\$	3,775,719
Fire		2,690,217		4,069,035		3,949,996		3,694,364		3,658,319		3,606,947		3,576,095		3,522,826		3,260,636		2,999,532
Police		8,603,022		8,199,302		7,849,707		7,632,626		7,487,176		7,553,869		7,437,921		7,138,418		6,685,983		6,028,388
Engineering/Planning		2,169,122		1,951,363		1,492,029		1,384,368		1,380,902		1,357,850		1,408,542		1,504,867		1,311,514		1,095,858
Library		1,743,574		1,583,001		1,521,534		1,548,327		1,631,261		1,504,640		1,414,190		1,369,324		1,241,462		1,132,837
Culture and Recreation		1,920,259		1,751,333		1,705,144		1,612,078		1,533,417		1,519,264		1,513,662		1,484,998		1,390,922		1,248,816
Streets		3,663,385		3,998,213		3,311,279		2,689,289		2,581,089		2,517,207		2,392,492		2,090,943		2,250,064		1,700,708
Pool (b)		181,301		165,031		170,194		161,573		187,079		180,827		151,076		218,012		216,226		209,075
Airport		1,734,504		2,132,707		2,050,091		1,380,459		1,149,725		1,750,030		1,393,113		1,795,466		1,260,775		1,154,004
Total		35,760,824		35,793,383		33,524,536		30,667,193		29,711,239		31,430,699		31,018,759		30,142,447		28,968,613		19,344,937

Business-Type Activities:

Water		6,783,620		7,080,671		5,842,097		5,398,289		4,805,882		4,949,667		5,822,351		4,317,630		3,556,862		3,494,474
Wastewater		7,234,304		6,602,907		5,528,219		4,560,436		4,928,568		5,318,229		4,875,189		4,513,630		4,411,613		4,194,932
Sanitation		2,336,654		2,321,666		2,524,489		2,498,537		2,480,848		1,958,948		1,958,583		1,869,566		1,719,314		1,703,004
Golf		46,853		58,021		82,998		111,044		341,903		493,525		372,315		442,726		384,924		376,280
Dierkes Lake/Shoshone Falls		223,664		219,597		225,756		214,236		216,536		201,260		174,829		178,698		148,117		135,458
Common Area Maintenance		23,099		22,930		20,391		92,779		91,407		82,243		84,974		38,296		8,399		37,681
Total		16,648,194		16,305,792		14,223,950		12,875,321		12,865,144		13,003,872		13,288,241		11,360,546		10,229,229		9,941,829
Total Primary Government	\$	52,409,018	\$	52,099,175	\$	47,748,486	\$	43,542,514	\$	42,576,383	\$	44,434,571	\$	44,307,000	\$	41,502,993	\$	39,197,842	\$	29,286,766

Program Revenues:

Governmental Activities:

Charges for Services	\$	6,801,330	\$	6,050,556	\$	5,652,382	\$	5,629,074	\$	4,964,450	\$	4,885,343	\$	5,105,008	\$	5,242,968	\$	3,938,087	\$	3,351,416
Operating Grants and Contributions		7,781,738		6,781,238		5,882,115		5,898,413		5,764,661		6,590,889		5,950,919		6,402,597		6,237,316		5,707,668
Capital Grants and Contributions		985,169		3,989,947		2,314,982		668,580		1,478,780		927,338		1,597,966		5,335,406		3,981,626		1,526,692
Total		15,568,237		16,821,741		13,849,479		12,196,067		12,207,891		12,403,570		12,653,893		16,980,971		14,157,029		10,585,776

Business-Type Activities:

Charges for Services	\$	23,046,518	\$	22,335,115	\$	19,902,491	\$	18,906,147	\$	16,832,890	\$	15,585,180	\$	14,299,503	\$	14,418,667	\$	13,032,113	\$	12,117,743
Operating Grants and Contributions		-		569,853		-		175,131		185,559		161,833		112,047		105,790		111,951		
Capital Grants and Contributions		-		-		845,391		81,463		58,969		109,432		196,201		1,798,625				
Total		23,046,518		22,904,968		20,747,882		18,987,610		17,066,990		15,880,171		14,657,537		16,329,339		13,137,903		12,229,694
Total Primary Government	\$	38,614,755	\$	39,726,709	\$	34,597,361	\$	31,183,677	\$	29,274,881	\$	28,283,741	\$	27,311,430	\$	33,310,310	\$	27,294,932	\$	22,815,470

Schedule of Changes in Net Position - Schedule 2 Continued

(accrual basis of accounting)

General Revenues and Other Changes in Net Position:

Governmental Activities:

Property Taxes - General Purposes	\$	17,673,416	\$	17,412,749	\$	16,651,268	\$	16,075,739	\$	15,764,702	\$	15,607,739	\$	15,112,226	\$	14,117,690	\$	12,294,725	\$	10,447,413
Franchise Taxes		385,292		356,898		223,358		196,323		189,820		151,479		238,775		186,585		237,051		255,730
Interest and Investment Earnings		577,025		452,434		(44,176)		259,959		151,341		343,218		830,451		593,666		817,725		466,226
Miscellaneous Revenues		423,292		459,192		370,696		554,904		1,338,416		761,452		711,803		980,454		1,367,916		885,592
Contributions of Assets				2,264,987																
Transfers		1,578,589		1,278,570		4,237,557		(5,274,297)		1,237,773		1,254,843		1,077,184		665,053		470,311		657,193
Total		20,637,614		22,224,830		21,438,703		11,812,628		18,682,052		18,118,731		17,970,439		16,543,448		15,187,728		12,712,154

Business-Type Activities:

Interest and Investment Earnings	\$	1,100,433	\$	393,336	\$	(56,627)	\$	111,004	\$	106,459	\$	186,049	\$	421,640	\$	399,018	\$	584,623	\$	363,333
Miscellaneous Revenues		123,606		118,255		451,952		79,394		75,572		16,487		11,136		209,053		93,478		98,913
Contributions of Assets		-		26,932,853																
Transfers		(1,578,589)		(1,278,570)		(4,237,557)		5,274,297		(1,237,773)		(1,254,843)		(1,077,184)		(665,053)		(470,311)		(748,557)
Total		(354,550)		26,165,874		(3,842,232)		5,464,695		(1,055,742)		(1,052,307)		(644,408)		(56,982)		207,790		(286,311)
Total Primary Government	\$	20,283,064	\$	48,390,704	\$	17,596,471	\$	17,277,323	\$	17,626,310	\$	17,066,424	\$	17,326,031	\$	16,486,466	\$	15,395,518	\$	12,425,843

Change in Net Position:

Governmental Activities	\$	445,027	\$	3,253,188	\$	1,763,646	\$	(6,658,498)	\$	1,178,704	\$	(908,398)	\$	(394,427)	\$	3,381,972	\$	376,144	\$	3,952,993
Business-Type Activities		6,043,774		32,765,050		2,681,700		11,576,984		3,146,104		1,823,992		724,888		4,911,811		3,116,464		2,001,554
Total Primary Government	\$	6,488,801	\$	36,018,238	\$	4,445,346	\$	4,918,486	\$	4,324,808	\$	915,594	\$	330,461	\$	8,293,783	\$	3,492,608	\$	5,954,547

(a) The City began to report accrual information when it implemented GASB 34 in fiscal year 2004. The City delayed the inclusion of infrastructure until fiscal year 2007.

General Government Expenses in the Governmental Activities for fiscal years 2005 and 2006 are not comparable to later years because of the substantial increase in depreciation related to infrastructure as those assets were included.

(b) When the pool was charging admissions it was reported as a business-type activity. Then later, it was reclassified as a governmental activity when the pool management

was shifted to the YMCA and the fund was supported with governmental revenues. For presentation purposes it is presented over the ten year historical

presentation as a governmental activity.

City of Twin Falls, Idaho

September 30,

2015 2014 2013 2012 2011 2010 2009 2008 2007 2006

Program Labor Burden - Schedule 3

(cash basis of accounting)

Labor Cost:

General Government	\$ 2,628,021	\$ 2,300,448	\$ 1,958,510	\$ 1,784,519	\$ 1,771,966	\$ 1,963,735	\$ 1,951,944	\$ 1,813,409	\$ 1,531,729	\$ 1,402,307
Fire	2,573,121	2,417,721	2,362,685	2,268,505	2,245,222	2,243,158	2,188,994	2,164,464	2,010,128	1,851,530
Police	5,578,775	5,125,314	4,980,524	4,796,982	4,644,092	4,659,091	4,741,028	4,566,707	4,221,832	3,952,939
Engineering/Planning	1,318,899	1,139,277	1,159,679	1,025,624	1,062,278	1,088,968	1,059,823	996,277	881,495	854,528
Streets	679,117	638,292	567,264	522,918	507,040	545,142	543,766	574,691	511,385	486,755
Library	774,970	761,178	733,922	709,564	691,030	667,879	672,102	619,861	550,063	526,600
Culture and Recreation	803,071	761,210	731,027	731,409	673,557	675,535	685,619	711,300	697,485	701,429
Airport	375,470	359,612	349,287	308,228	295,303	299,910	316,667	307,408	253,714	238,873
Water	1,294,640	1,197,864	1,049,847	944,786	912,610	987,601	981,853	935,869	815,688	807,942
Wastewater	346,945	303,517	341,046	327,009	313,325	310,333	310,433	301,856	267,370	232,075
Golf	52,824	48,401	46,568	45,377	46,371	45,579	61,895	74,708	83,839	88,960
Dierkes Lake/Shoshone Falls	52,745	43,466	42,029	41,045	37,136	30,507	31,956	31,335	30,840	40,770
	<u>\$ 16,478,598</u>	<u>\$ 15,096,300</u>	<u>\$ 14,322,388</u>	<u>\$ 13,505,965</u>	<u>\$ 13,199,930</u>	<u>\$ 13,517,438</u>	<u>\$ 13,546,081</u>	<u>\$ 13,097,885</u>	<u>\$ 11,855,568</u>	<u>\$ 11,184,708</u>

Program Labor Hours:

General Government	90,186	83,068	74,745	70,860	70,438	75,699	75,766	72,941	66,683	64,411
Fire	143,904	141,092	141,493	140,996	142,546	141,597	133,288	132,627	130,542	123,372
Police	293,747	276,639	276,448	278,673	273,870	276,758	277,188	266,566	262,809	207,772
Engineering/Planning	47,639	44,658	44,367	40,469	42,200	43,048	42,637	42,309	39,308	38,914
Streets	29,065	29,062	28,105	28,030	26,974	28,829	28,748	31,485	29,616	29,578
Library	39,476	50,424	50,532	51,563	50,536	47,957	44,942	40,967	40,179	37,555
Culture and Recreation	42,809	43,529	43,150	45,285	41,076	41,552	43,105	46,090	45,880	49,753
Airport	18,995	18,459	18,630	18,220	18,234	18,721	18,508	18,218	15,683	12,946
Water	62,207	59,356	55,115	51,806	50,972	52,852	52,009	50,771	46,761	48,885
Wastewater	17,456	14,601	15,397	15,541	15,079	15,185	15,324	15,001	14,990	13,417
Golf	2,200	2,120	2,120	2,127	2,216	2,189	3,268	4,661	6,497	7,674
Dierkes Lake/Shoshone Falls	5,999	4,948	5,083	4,957	4,530	3,710	3,967	4,036	4,029	5,237
	<u>793,683</u>	<u>767,956</u>	<u>755,186</u>	<u>748,527</u>	<u>738,671</u>	<u>748,096</u>	<u>738,750</u>	<u>725,672</u>	<u>702,976</u>	<u>639,515</u>

City of Twin Falls, Idaho

September 30,

2015 2014 2013 2012 2011 2010 2009 2008 2007 2006

Fund Balances, Governmental Funds (a) - Schedule 4

(modified accrual basis of accounting)

General Fund

Restricted	\$	77,852	\$	257,598	\$	249,939	\$	5,913	\$	5,913										
Reserved (for Dedicated Purpose)/Committed		70,820		158,843		158,843		158,843		4,370,006	\$	3,220,383	\$	3,220,383						
Unreserved/Undesignated/Assigned		10,007,787		9,616,943		15,439,425		12,160,105		12,794,580		12,148,374		10,860,301	\$	12,839,581	\$	11,688,598	\$	10,880,470
Total	\$	10,156,459	\$	10,033,384	\$	15,848,207	\$	12,324,861	\$	17,170,499	\$	15,368,757	\$	14,080,684	\$	12,839,581	\$	11,688,598	\$	10,880,470

All Other Governmental Funds

Restricted	\$	107,175	\$	799,935	\$	779,301	\$	363,669	\$	255,419										
Reserved (for Dedicated Purpose)/Committed		4,148,443		3,410,083		3,197,704		5,582,578		4,833,493	\$	4,405,130	\$	4,427,090	\$	297,918	\$	388,210	\$	545,994
Unreserved/Undesignated/Assigned		22,507,705		17,895,754		7,963,397		3,687,948		4,065,138		3,202,748		5,054,916		7,146,034		4,036,624		2,271,971
Total (b)	\$	26,763,323	\$	22,105,772	\$	11,940,402	\$	9,634,195	\$	9,154,050	\$	7,607,878	\$	9,482,006	\$	7,443,952	\$	4,424,834	\$	2,817,965

(a) The City changed the classification of fund balances in the governmental funds for fiscal year ending 2011 in accordance with GASB 54. Early changes to equity definitions were made in the fiscal year ending 2009. In preparing the schedule an attempt has been made to accommodate these changes as best as possible and to make them as comparable as possible.

(b) In 2015 the City implemented a new accounting principal for recognizing court ordered restitution paid to the City. Prior years Fund Balances have not been restated to reflect the change.

City of Twin Falls, Idaho

September 30,

2015 2014 2013 2012 2011 2010 2009 2008 2007 2006

Changes in Fund Balances, Governmental Funds (a) - Schedule 5

(modified accrual basis of accounting)

Revenues:

Property Taxes	\$ 17,674,504	\$ 17,403,998	\$ 16,517,423	\$ 16,006,243	\$ 15,906,743	\$ 15,323,295	\$ 14,931,139	\$ 13,917,927	\$ 12,106,893	\$ 10,359,766
Other Taxes	911,857	922,415	743,589	797,050	763,982	806,892	926,127	836,216	876,664	827,396
Special Assessments	86,100	69,427	72,757	91,567	93,964	103,360	212,456	208,140	182,725	117,103
Fines and Forfeitures	49,417	48,003	45,968	45,864	43,394	45,491	46,284	47,192	43,432	39,015
Licenses and Permits	1,192,848	1,083,837	891,886	765,285	579,772	730,679	984,983	1,242,704	1,550,591	1,117,489
Fees and Services	3,418,932	2,732,030	2,745,225	2,810,895	2,390,857	2,317,933	2,012,791	2,219,644	1,522,305	1,407,222
Intergovernmental	6,987,622	6,561,282	6,373,641	6,113,841	5,574,317	5,479,105	5,630,777	5,674,392	5,754,395	5,335,683
Federal Grants	1,740,331	4,207,153	1,808,926	452,008	1,587,539	1,866,429	1,805,321	1,733,499	767,170	1,541,850
Miscellaneous	2,561,569	2,374,547	1,674,665	2,051,865	1,579,718	1,952,117	2,627,496	2,415,171	2,439,399	1,616,165
Total	34,623,180	35,402,692	30,874,080	29,134,618	28,520,286	28,625,301	29,177,374	28,294,885	25,243,574	22,361,689

Expenditures:

General Government	4,113,905	3,750,276	3,447,775	3,153,796	2,722,890	2,942,735	3,029,045	2,624,155	2,473,601	1,994,230
Public Safety	13,737,173	13,501,256	12,447,261	11,969,176	11,591,611	11,782,439	11,619,262	11,230,011	10,658,459	9,479,447
Engineering	1,320,956	1,642,952	1,350,315	1,266,254	1,260,708	1,254,317	1,352,528	1,253,384	1,185,134	932,559
Community Development	908,135	695,930	197,191	231,322	648,673	270,781	408,623	391,640	825,834	390,053
Cultural and Recreation	3,933,293	3,684,778	3,388,194	3,458,260	3,038,972	3,068,414	2,976,958	3,261,059	2,592,784	2,447,993
Highways and Streets	2,166,676	2,047,874	1,639,953	1,521,619	1,492,435	1,463,938	2,041,079	1,565,752	1,542,533	1,419,113
Airport	1,230,160	4,420,793	3,163,629	1,270,911	1,769,158	1,720,310	2,507,966	2,104,506	1,286,095	2,505,269
Capital Outlay	3,552,872	2,604,250	3,470,227	4,949,351	3,679,733	7,854,083	2,801,215	2,488,126	2,606,015	1,977,611
Total	30,963,170	32,348,109	29,104,545	27,820,689	26,204,180	30,357,017	26,736,676	24,918,633	23,170,455	21,146,275

Other Financing Sources (Uses):

Contributions		204	2,512	741	60,938	30,243	78,500	263,646		
Transfers In	4,180,526	12,096,205	6,105,578	1,811,648	1,877,766	2,877,600	1,491,353	1,401,274	1,838,752	1,179,088
Transfers Out	(2,860,508)	(10,800,449)	(2,048,072)	(8,071,758)	(906,897)	(1,762,179)	(555,765)	(871,073)	(1,496,870)	(644,207)
Total	1,320,018	1,295,960	4,060,018	(6,259,369)	1,031,807	1,145,664	1,014,088	793,847	341,882	534,881

Net Change in Fund Balances	\$ 4,980,028	\$ 4,350,543	\$ 5,829,553	\$ (4,945,440)	\$ 3,347,913	\$ (586,052)	\$ 3,454,786	\$ 4,170,099	\$ 2,415,001	\$ 1,750,295
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Debt Service as a percentage of
non-capital expenditures

0% 0% 0% 0% 0.5% 1.0% 0.9% 1.8% 1.9% 1.1%

(a) The City had an insignificant amount of outstanding long-term debt in earlier years in the governmental funds, averaging \$400,000. Debt service of those obligations has been reflected in General Government expenditures.

City of Twin Falls, Idaho

Assessed Value of Taxable Property - Schedule 6
as of September 30,

Fiscal Year	Assessed Valuation	City Levy Rate	Calculated Property Taxes for Budget	Actual Assessment All Property Taxes	Cancellations	Adjustments (Circuit Breaker)	Net Assessed Property Taxes	Collected in Year of Assessment	Collected in Subsequent Yr.	Outstanding Balance 9/30/2015
2014	\$ 2,264,943,286	0.007664692	\$ 17,360,093	\$ 21,596,737	\$ 35,309	\$ 239,436	\$ 21,321,992	\$ 20,987,796		\$ 334,196
2013	2,200,305,399	0.007856543	17,286,794	20,744,396	13,388	234,361	20,496,647	20,143,388	\$ 181,103	172,156
2012	2,152,055,074	0.007713994	16,600,940	17,821,562	26,820	244,594	17,550,148	17,142,639	312,103	95,406
2011	2,314,981,873	0.006922194	16,024,754	17,079,578	56,541	237,543	16,785,494	16,368,285	417,177	32
2010	2,321,326,751	0.006800067	15,785,177	16,835,130	11,123	253,174	16,570,833	16,106,019	464,814	-
2009	2,331,983,468	0.006587793	15,362,624	16,521,630	3,850	237,989	16,279,791	15,795,086	484,705	-
2008	2,276,127,009	0.006592610	15,005,618	16,073,885	17,747	228,210	15,827,928	15,455,449	372,479	-
2007	2,095,114,614	0.006652024	13,936,753	14,844,221	46,902	231,214	14,566,105	14,291,302	274,803	-
2006	1,548,712,360	0.007826922	12,121,651							
2005	1,403,347,338	0.007340771	10,301,651				N/A			

Property Tax Levies - Schedule 7

Fiscal Year	Twin Falls City	Twin Falls County	Twin Falls School District	Twin Falls Highway Dist.	College of Southern Idaho	County Ambulance	County Abatement	Total
2014	0.007664692	0.004499616	0.004786364	0.001194773	0.000955478	0.000202299	0.000124412	0.019427634
2013	0.007856543	0.004622130	0.004396713	0.001207963	0.000968505	0.000211405	0.000125563	0.019388822
2012	0.007713994	0.004526841	0.003788780	0.001181484	0.000957570	0.000206622	0.000125974	0.018501265
2011	0.006922194	0.004190567	0.003706993	0.001077720	0.000904474	0.000187362	0.000115022	0.017104332
2010	0.006800067	0.004045866	0.002726628	0.001038132	0.000872809	0.000180899	0.000107959	0.015772360
2009	0.006587793	0.003853440	0.002629437	0.000981824	0.000835215	0.000172225	0.000108501	0.015168435
2008	0.006592610	0.003726219	0.002585037	0.000947925	0.000804923	0.000166942	0.000105117	0.014928773
2007	0.006652024	0.003695145	0.002635825	0.000943895	0.000798289	0.000165659		0.014890837
2006	0.007826922	0.004376157	0.002584747	0.001140629	0.000932323	0.000203051		0.017063829
2005	0.007340771	0.004303556	0.004970653	0.001118482	0.000920469	0.000199832		0.018853763

Source - Twin Falls County, Idaho

Notes: The County is responsible for assessing, levying, and collecting property taxes for taxing districts within its boundaries. All nonexempt property, including personal property, is subject to property taxation targeted at 100 percent of current market value as of Jan. 1 each year. Idaho law requires that all property within the County be assessed between 90% and 110% of current market value. Properties must be reassessed at least once every five years. Property taxes are a lien on the property and attach on July 1st of the year for which taxes are levied. Taxes on property are due December 20th; however, they may be paid in two installments with the second installment due June 20th.

In Idaho, taxing districts, including the City, may increase the property tax portion of their budgets by up to 3% over the highest amount of the previous three years, plus growth factors for new construction and annexation. When a city chooses to levy less than the maximum amount of property tax revenue allowed by law, the foregone amount accumulates and the city may also add any or all of that amount to its levy in any subsequent year.

The Property Tax Reduction (Circuit Breaker) program reduces property taxes for qualified applicants. The amount of reduction is based on income for the previous calendar year. It is available to personal residences and if someone qualifies, the property taxes on their home and up to one acre of land may be reduced by as much as \$1,320.

The County does not treat the Urban Renewal Agency of Twin Falls, Idaho (URA) as a separate taxing district. The URA is reported as a component unit of the City in the financial statements and the above activity of property taxes assessed and collected, as reported by the County, reflects the activity of the URA as well.

All taxing districts impacting the citizens of the City of Twin Falls have boundaries that extend beyond the City's. There are no taxing geographic boundaries that are not direct.

Date years with N/A denote information that is not available, or the cost does not outweigh the benefit to secure it. As the City implements GASB 44, the lack of this information in older years will become less significant as these years are dropped off.

Property tax levy rates detailed above are expressed as per \$1,000 of net taxable value

City of Twin Falls, Idaho

Principal Property Tax Payers - Schedule 8

Taxpayer	2015	2014
	Taxable Assessed Value	Taxable Assessed Value
Chobani, Inc (Agro-Farma)	\$ 440,704,927	\$ 397,014,522
Idaho Frozen Foods	73,766,988	76,896,371
Glanbia Foods, Inc	32,280,570	33,796,073
Magic Valley Mall II , LLC	28,085,114	28,103,597
Henningsen Cold Storage Co	17,776,846	17,675,599
Longview Fiber	17,250,406	18,350,447
Wal-Mart Stores, Inc.	15,022,186	18,989,807
Solo Cup Company	14,792,489	14,632,441
Twin Falls Rivercrest Apartments	14,479,199	
Base Jumpers, LLC	12,798,703	
Bridgeview Estates Real Estate Investors, LLC		11,667,748
Jayco		11,576,542

Ratios of Outstanding Debt by Type (a) - Schedule 9

as of September 30,

Fiscal Year	Government Activities	Business-type Activities			Total	Percentage	Per
	Term Loans	Certificates of Participation	Revenue Bonds (c)	Term Loans	Primary Government	of Personal Income (b)	Capita (b)
2015	-	-	70,287,516	-	70,287,516	2.5287	\$ 1,529
2014	-	-	74,291,998	-	74,291,998	2.8356	1,645
2013	-	-	38,340,793	49,445	38,390,238	1.5406	856
2012	-	339,011	24,998,870	8,906,309	34,244,190	1.4627	769
2011	-	660,817	26,591,882	9,644,733	36,897,432	1.6244	863
2010	119,494	967,623	28,091,804	10,354,193	39,533,114	1.6895	937
2009	349,191	1,259,429	10,126,638	11,035,831	22,771,089	1.0041	549
2008	571,436	1,536,235	-	11,690,740	13,798,411	0.6585	320
2007	980,364	1,798,041	-	12,198,916	14,977,321	0.7598	388
2006	1,011,816	2,219,847	-	12,814,349	16,046,012	0.8626	427

City Personal Income	City Population
2,779,540,000	45,981
2,620,007,000	45,158
2,491,872,000	44,848
2,341,182,000	44,505
2,271,421,000	42,741
2,339,979,000	42,197
2,267,895,000	41,510
2,095,294,000	43,080
1,971,259,000	38,630
1,860,210,000	37,619

Source: Assessed property values are provided by Twin Falls County. The cost of the 10 largest taxpayers from earlier years does not outweigh the benefit to secure it. This information will be available in later years. Also see notes to Schedule 6 regarding the URA.

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements. Obligations from unfunded pension costs have not been included.

(a) Debt is reflected net of any unamortized premium or discount.

(b) See also Schedule 13 regarding personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

(c) The City secured the following new revenue bonds - 2009, \$10,225,000; 2010, \$18,595,000; 2013, \$14,670,000; 2014 \$38,000,000

City of Twin Falls, Idaho

Direct and Overlapping Governmental Activities Debt (a) - Schedule 10

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Direct & Overlapping Debt</u>	<u>Combined Debt</u>
Debt Repaid with Property Taxes (b):				
Twin Falls School District - Series 2006 General Obligation Debt (Unrefunded)	\$ 4,320,000	83.84%	\$ 3,621,888	
Twin Falls School District - Series 2014C General Obligation Debt (Refunding)	28,320,000	83.84%	23,743,488	
Twin Falls School District - Series 2014B General Obligation Debt	6,405,000	83.84%	5,369,952	
Twin Falls School District - Series 2014A General Obligation Debt	62,460,000	83.84%	52,366,464	
Urban Renewal Agency of Twin Falls, Idaho:				
Revenue Allocation Refunding Bonds, Series 2015A	3,280,000	100.00%	3,280,000	
Revenue Allocation Bonds, Series 2015C	400,139	100.00%	400,139	
Revenue Allocation Bonds, Series 2013A	30,488,000	100.00%	30,488,000	
Other Debt:				
Twin Falls School District - Capital Leases	4,793,019	83.84%	4,018,467	
Subtotal, overlapping debt			<u>123,288,398</u>	123,288,398
City Direct Debt:				<u>70,287,516</u>
Total Direct and Overlapping Debt				<u>\$ 193,575,914</u>

Legal Debt Margin Information (d) - Schedule 11

Sources: Assessed value data used to estimate applicable percentages provided by Twin Falls County. Debt outstanding data provided by each governmental unit.

Notes: 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. This process recognizes that, when considering the city's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident—and therefore responsible for repaying the debt—of each overlapping government.

- (a) Both the School District and the College of Southern Idaho's debt information is as of their year end of June 30, 2015. The URA is as of September 30, 2015. The City has no Governmental Activity Debt.
- (b) The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the city's boundaries and dividing it by each unit's total taxable assessed value.
- (c) Even though the URA debt has been reflected as 100% applicable it does not relate to the entire City. Property taxes from specific areas within the City are dedicated for its repayment.
- (d) Under Idaho law, the city's outstanding general obligation debt should not exceed 10 percent of total assessed property value. The City has had no general obligation debt for five years.

City of Twin Falls, Idaho

Pledged Revenue Coverage - Schedule 12

(cash basis of accounting)

Water Revenue Bonds

<u>Fiscal Year</u>	<u>Utility Service Charges</u>	<u>Less: Operating Expense</u>	<u>Net Available Revenue</u>	<u>Debt Service</u>		<u>Coverage</u>
				<u>Principal</u>	<u>Interest (a)</u>	
2015	9,743,873	4,561,843	5,182,030	1,930,000	812,559	1.89
2014	9,534,028	4,573,694	4,960,334	1,930,000	878,288	1.77
2013	9,347,841	3,964,573	5,383,268	1,900,000	907,580	1.92
2012	8,984,545	3,856,180	5,128,365	1,560,000	860,031	2.12
2011	8,081,699	3,169,418	4,912,281	1,520,000	817,654	2.10
2010	6,606,498	3,602,527	3,003,971	555,000	529,900	2.77
2009	5,458,661	4,353,212	1,105,449	-	286,522	3.86
2008	5,236,353	3,588,251	1,648,102	-	-	-
2007	4,742,247	2,864,149	1,878,098	175,000	-	10.73
2006	4,149,405	2,806,646	1,342,759	255,000	-	5.27

Wastewater Revenue Bonds

<u>Fiscal Year</u>	<u>Utility Service Charges</u>	<u>Less: Operating Expense</u>	<u>Net Available Revenue</u>	<u>Debt Service</u>		<u>Coverage</u>
				<u>Principal</u>	<u>Interest</u>	
2015	9,865,339	4,035,020	5,830,319	1,765,000	1,713,096	1.68
2014	9,644,992	4,029,245	5,615,747	2,350,000	1,135,032	1.61
2013	7,521,962	4,122,715	3,399,247	1,070,000	344,600	2.40
2012	6,637,147	3,332,619	3,304,528	335,000	34,250	8.95
2011	5,611,424	3,670,746	1,940,678	320,000	50,250	5.24
2010	5,555,071	4,059,967	1,495,104	305,000	65,195	4.04
2009	5,491,645	3,732,938	1,758,707	290,000	78,970	4.77
2008	5,827,133	3,357,699	2,469,434	275,000	91,895	6.73
2007	4,852,258	3,213,022	1,639,236	260,000	104,115	4.50
2006	4,527,917	3,046,720	1,481,197	250,000	115,490	4.05

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements. Operating expenses do not include interest, depreciation or amortization.

(a) The City has qualifying Build America Bonds in its Water Fund. Under that program the federal government participates in the interest expense portion of the bond that the City pays. The interest reflected is the net interest expense after Federal participation.

City of Twin Falls, Idaho

Demographic and Economic Statistics - Schedule 13

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<u>City Population</u>	Unavailable	45,981	45,158	44,848	44,505	42,741	42,197	41,510	40,380	38,630
<u>Total Personal Income for Twin Falls County (Thousand Dollars)</u>	Unavailable	\$ 2,779,540	\$ 2,620,007	\$ 2,491,872	\$ 2,341,182	\$ 2,271,421	\$ 2,339,979	\$ 2,267,895	\$ 2,095,294	\$ 1,971,259
<u>Personal Income per capita for Twin Falls County</u>	Unavailable	\$ 34,763	\$ 33,336	\$ 31,917	\$ 30,198	\$ 29,781	\$ 31,140	\$ 30,756	\$ 29,112	\$ 28,228
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<u>City Unemployment Rate</u>	3.6	4.1	5.4	6.6	8.2	8.7	7.1	4.7	2.6	2.6
<u>City Labor Force</u>	23,337	22,251	22,576	22,476	21,996	21,637	22,164	21,522	21,089	20,066
<u>School Enrollment</u>	9,090	8,865	8,633	8,273	7,912	7,777	7,644	7,616	7,459	7,390

Source: Population information was provided by the Association of Idaho Cities. Personal income and per capita income of Twin Falls County was provided by the Federal Bureau of Economic Analysis. The Twin Falls City Unemployment Rate and City Labor Force were supplied by the Idaho Department of Labor. School enrollment information was provided by the Twin Falls School District.

Notes: The City population and the total personal income for the County and the per capita income were estimated from surveys conducted during the last quarter of each calendar year. Personal income is an estimation of the total for a calendar year. The unemployment and labor force information is as calculated for the last calendar month. The Department of Labor is cautions users that the City is a small sample size for purposes of computing an unemployment rate. School enrollment information is based on the census at September 4th of each school year.

City of Twin Falls, Idaho

City's Largest Employers - Schedule 14

2015

Business	Rank	Employment Range	Industry
St Luke's Magic Valley Reg. Medical Center	1	2,000 - 2,500	Health Care
Personnel Plus Inc.	2	1,500 - 1,999	Administrative & Support Services
College of Southern Idaho	3	500 - 999	Local Government Education
Twin Falls School District #411	4	500 - 999	Local Government Education
Chobani Idaho Inc.	5	500 - 999	Manufacturing
C3 Customercontact Channels Inc.	6	500 - 999	Administrative & Support Services
Conagra Foods Lamb Weston	7	500 - 999	Manufacturing
Elwood Staffing Company	8	250 - 499	Administrative & Support Services
Amalgamated Sugar Company	9	250 - 499	Manufacturing
Twin Falls County	10	250 - 499	Local Government Administration

2006

Business	Rank	Employment Range	Industry
Magic Valley Reg. Medical Center	1	1,600 - 1,699	Health Care
Personnel Plus Inc.	2	1,200 - 1,299	Administrative & Support Services
College of Southern Idaho	3	1,000 - 1,099	Local Government Education
Twin Falls School District #411	4	900 - 999	Local Government Education
Conagra Foods - Lamb Weston	5	600 - 699	Manufacturing - Packaged Foods
Dell USA LP	6	500 - 599	Administrative & Support Services
Amalgamated Sugar Co LLC	8	400 - 499	Manufacturing - Sugar
Twin Falls County	9	300 - 399	Local Government Administration
Fred Meyer	10	200 - 299	Retail Trade
City of Twin Falls	11	200 - 299	Local Government Administration

Source: Quarterly Report of Employment & Wages reports as reported to the Idaho Department of Labor.

Note: Only employers that have given the Department permission to release employment range data are listed. The listing included both private and public employers and is ranked by total reported wages for the calendar year.

City of Twin Falls, Idaho

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Selected City Service Information - Schedule 15										
<u>Building:</u>										
Permits Issued (Single Family)	230	189	182	151	96	159	159	233	295	641
Value (Single Family)	\$ 46,392,231	\$ 30,578,140	\$ 27,654,144	\$ 21,875,132	\$ 14,705,604	\$ 20,874,598	\$ 21,561,377	\$ 33,953,879	\$ 38,868,684	\$ 86,755,839
Permits Issued (New Commercial)	59	36	33	21	18	28	60	61	60	43
Value (New Commercial)	\$ 87,856,213	\$ 35,167,774	\$ 25,313,089	\$ 17,870,702	\$ 7,079,892	\$ 8,801,750	\$ 24,854,339	\$ 147,317,218	\$ 58,327,086	\$ 17,508,045
<u>Fire:</u>										
Total Incidents	2,986	3,060	3,262	3,048	3,361	3,615	3,527	3,755	3,082	1,964
Estimate of Property Saved	\$ 19,634,796	\$ 12,399,023	\$ 24,515,025	\$ 53,842,390	\$ 4,035,850	\$ 8,371,850	\$ 7,115,580	\$ 123,035,300	\$ 26,395,000	\$ 16,212,910
Estimate of Property Lost	\$ 1,592,214	\$ 1,323,120	\$ 962,475	\$ 445,280	\$ 437,755	\$ 271,335	\$ 610,025	\$ 759,750	\$ 702,945	\$ 1,828,813
<u>Police:</u>										
Calls for Service	52,552	51,439	54,606	48,556	48,775	49,378	48,098	48,714	47,215	46,930
Reported Crime Offenses	3,383	3,534	3,431	3,515	3,850	3,609	3,704	3,933	3,841	4,220
<u>Airport:</u>										
Airplane Takeoff/Landings	28,195	25,265	29,731	33,855	31,386	36,155	33,424	34,192	36,225	37,106
Boarding/Deboarding	65,586	56,894	53,683	50,933	75,048	68,234	54,365	57,645	66,459	63,094
<u>Library:</u>										
Number of Cardholders	31,636	30,989	29,277	27,945	26,120	25,554	24,825	23,187	21,693	17,673
Average Daily Traffic	797	817	808	790	767	866	754	670	592	589
Total Items Checked Out	474,844	493,939	453,385	464,343	456,142	461,936	459,178	425,614	380,191	366,935
<u>Parks:</u>										
Total Maintained Acreage	1,363	1,363	1,362	1,362	1,376	1,215	1,211	1,207	1,197	1,197
<u>Water:</u>										
Water Consumed (Billions)	4,584	4,608	4,613	4,765	4,350	4,461	4,399	4,955	5,037	4,725
<u>Wastewater:</u>										
Gallons Treated (Millions)	2,749.9	2,716.2	2,560.3	2,604.2	2,473.6	2,492.2	2,415.7	2,457.1	2,453.2	2,529.1
Solids Treated (lbs. BOD):										
Treatment Plant	9,493,887	9,255,666	9,368,059	6,436,424	4,073,630	4,019,704	5,910,417	6,117,963	5,831,358	6,693,215
UASB	4,625,938	5,285,527	2,670,601	4,378,381	3,562,440	4,535,297	5,425,735	8,482,586	8,540,503	7,433,607
Total Solids Treated	<u>14,119,825</u>	<u>14,541,193</u>	<u>12,038,660</u>	<u>10,814,805</u>	<u>7,636,070</u>	<u>8,555,001</u>	<u>11,336,152</u>	<u>14,600,549</u>	<u>14,371,861</u>	<u>14,126,822</u>
<u>Sanitation:</u>										
Customer Count	14,412	14,039	13,874	13,814	13,482	13,305	13,239	12,794	12,317	11,696
Trash Tonnage (Tons)	17,269	17,490	17,037	16,777	16,975	17,683	18,770	19,015	19,254	19,254
Tonnage per Customer	1.20	1.25	1.23	1.21	1.26	1.33	1.42	1.49	1.56	1.65

Source: Information is compiled from records maintained within City departments.

Notes: The following departments are reporting data on a calendar year: Police, Fire, Airport, Parks, and Water. The following departments are reporting data on a fiscal year: Building, Library, Wastewater, and Sanitation.

SINGLE AUDIT INFORMATION

CITY OF TWIN FALLS, IDAHO
Schedule of Expenditures of Federal Awards
For the Year Ended September 30, 2015

Federal Grantor/ Pass Through Grantor/ Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Expenditures
Historical Society			
Historic Preservation Fund Grants	15.904		\$ 6,036
Department of Transportation			
State and Community Highway Safety	20.600		1,638
National Priority Safety Programs	20.616		3,567
Payments for Small Community Air Service Development	20.930		17,677
Department of Justice			
Missing Children	16.543		3,111
Bulletproof Vest Partnership Program	16.607		3,801
Public Safety Partnership & Community Policing Grants	16.710		175,113
Federal Highway Administration			
CSI Safety Initiative	20.205		1,699,608
Highway Planning and Construction	20.205		793
Department of Parks and Recreation			
Recreational Trails Program	20.219		43,816
Department of Commerce			
Community Development Block Grant	14.228		450,000
Federal Aviation Administration			
Airport Improvement Program-SRE Building	20.106		7,867
Airport Improvement Program-Terminal Modification	20.106		253,302
Airport Improvement Program-Terminal Construction	20.106		36,463
Total Expenditures of Federal Awards			\$ 2,702,792

The City of Twin Falls received equipment in the amount of \$12,075 from Department of Homeland Security.

CITY OF TWIN FALLS, IDAHO
Notes to Schedule of Expenditures of Federal Awards
September 30, 2015

Note A-Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the City of Twin Falls, Idaho and is presented on the modified accrual basis of accounting. The information in the schedule is presented in accordance with the requirements of OMB-Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the financial statements. The City received federal awards both directly from federal agencies and indirectly through pass-through entities. Federal financial assistance provided to a subrecipient is treated as expenditure when it is paid to the subrecipient.

Note B-Significant Accounting Policies

Governmental fund types account for the City's federal grant activity. Therefore, expenditures in the schedule of expenditures of federal awards are recognized on the modified accrual basis-when they become a demand on current available financial resources. The City's summary of significant accounting policies is presented in Note 1 in the City's basic financial statements.

Note C-Subrecipients of Grant Awards

Of the federal expenditures presented in the accompanying schedule of expenditures of federal awards, the City provided federal awards to subrecipients as follows:

College of Southern Idaho	
CSI Safety Initiative-Federal Highway Administration	
(CFDA 20.205)	\$ 1,699,608

CITY OF TWIN FALLS, IDAHO
 Schedule of Findings and Questioned Costs
 For the Year ended September 30, 2015

Financial Statements

Unmodified

Type of auditor's report issued:

Internal Control over financial reporting:

Material Weakness(es) identified? Yes No

Significant deficiency(ies) identified that are not considered to be a Material Weakness? Yes No

Non-Compliance material to financial statements noted? Yes No

Federal Awards

Internal Control over major programs:

Material Weakness(es) identified? Yes No

Significant deficiency(ies) identified that are not considered to be a Material Weakness? Yes No

Type of auditor's report issued on compliance for major programs

Unmodified

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133? Yes No

Identification of major programs

<u>Name of Federal Program or Cluster</u>	<u>CFDA Number</u>
Community Development Block Grant	14.228
Highway Planning & Construction	20.205

Dollar threshold used to distinguish between type A and Type B programs \$300,000

Auditee Qualified as low-risk auditee? Yes No

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the City Council
City of Twin Falls, Idaho

We have audited, in accordance with the 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, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Twin Falls, Idaho, as of and for the year ended September 30, 2015, and the related notes to the financial statements, which collectively comprise the City of Twin Falls, Idaho's basic financial statements, and have issued our report thereon dated February 19, 2016.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Twin Falls, Idaho's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of City of Twin Falls, Idaho's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Twin Falls, Idaho's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Twin Falls, Idaho's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Sincerely,

Mahlke Hunsaker & Co.

MAHLKE HUNSAKER & Co., PLLC
Twin Falls, Idaho
February 19, 2016

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133**

To the City Council
City of Twin Falls, Idaho

Report on Compliance for Each Major Federal Program

We have audited The City of Twin Falls, Idaho's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the City of Twin Falls, Idaho's major federal programs for the year ended September 30, 2015. The City of Twin Falls, Idaho's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the City of Twin Falls, Idaho's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about The City of Twin Falls, Idaho's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the City of Twin Falls, Idaho's compliance.

Opinion on Each Major Federal Program

In our opinion, the City of Twin Falls, Idaho, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2015.

Report on Internal Control over Compliance

Management of the City of Twin Falls, Idaho, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City of Twin Falls, Idaho's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City of Twin Falls, Idaho's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Sincerely,

Mahlke Hunsaker & Co.

MAHLKE HUNSAKER & Co., PLLC
February 19, 2016



Date: Monday, March 21, 2016
To: Honorable Mayor and City Council
From: Troy Vitek, Assistant City Engineer

Request:

Consideration of a request to award a CH2M in the amount of \$817,776.00 for the Twin Falls Waste Water Treatment Plant Headworks Improvement Project.

Time Estimate:

The staff presentation will take approximately 5 minutes.

Background:

The City of Twin Falls pre-qualified five bidders for the WWTP upgrades. On January 14th 2016 the City received 2 bids for the Headworks Project at the WWTP. On February 29th 2016 the City awarded the Headworks contract to RSCI in the amount of \$4,436,360. This contract includes Task Order 15 which is programming of the SCADA system in the amount of \$152,790 and Services During Construction/Construction Management in the amount of \$664,986.

Approval Process:

City Council authorizes the City to sign the agreement.

Budget Impact:

The Headworks project is part of the WWTP expansion project and is possible due to Capacity fees that have a value of \$3,603,754 as of the December dashboard and the savings realized when bidding the original expansion that came in roughly 5.8 million under the Engineers Estimate.

Conclusion:

Staff recommends that the Council approve the request as presented.

Attachments:

1. Task Order 15 Amendment 4
2. Task Order 18 Amendment 1

TASK ORDER NO. 15 Amendment 4

This Task Order is issued pursuant to the Standard Master Agreement for Professional Services dated: January 21, 2010 between City of Twin Falls, ID and CH2M HILL ENGINEERS, INC, which is incorporated herein by this reference, with respect to	
City of Twin Falls WWTP Headworks Expansion Project – Control System Software Development	("Project")

Specific Services: See Exhibit A (Scope of Work)

Compensation Provisions: Time and expense (raw labor times a multiplier of 3.19) for an amount not to exceed \$152,790, in accordance with Exhibit A (Scope of Work).

Work Schedule: See Exhibit A (Scope of Work)

The Authorized Representatives designated below are authorized to act with respect to the Task Order. Communications between the parties shall be between parties and their consultants or subcontractors shall be through the Authorized Representatives:	
For the City of Twin Falls	For CH2M HILL Engineers, Inc.
Name: Jackie Fields, P.E.	Name: Gregg Thompson, P.E.
Address: P.O. Box 1907 Twin Falls, ID 83303	Address: 322 East Front Street Suite 200 Boise, ID 83702
Telephone: (208) 735-7273	Telephone: (208) 383-6107

This Task Order 15 is effective this: _____ day of _____, 2016	
Accepted for CH2M HILL Engineers, Inc., by:	Accepted for the City of Twin Falls by:
Name: Mark Bowen	Name: Jacqueline Fields
Signature:	Signature:
Title: Vice President/Area Manager	Title: City Engineer

**Twin Falls WWTP
Phase 2 Expansion Project**

**Task Order 15 – Preliminary Design,
Final Design, and Bid Period Services**

**Amendment 4 – Control System
Software Development**

Prepared for
City of Twin Falls

March, 2016

CH2MHILL®

322 E. Front St.
Suite 200
Boise, ID 83702

Exhibit A

Control System Software Development Scope of Work CH2M HILL

City of Twin Falls – Headworks Expansion Project

This Task Order 15 Amendment 4 is part of the Agreement between the City of Twin Falls, Idaho (City) and CH2M HILL Engineers, Inc., (CH2M HILL) dated January 21, 2010, for the Wastewater Treatment Plant (WWTP) Phase 2 Expansion Project (Project). Headworks Expansion is defined in the Wastewater Facilities Plan, May 2013. Upgrade of the existing SCADA system through replacement of outdated Programmable Logic Controllers (PLCs) and other related upgrades has also been identified as a needed plant improvement. This Task Order is for professional engineering services to provide software programming to support the commissioning of the Headworks project. The scope of work is further described below.

Proposed Upgrades and Improvements

The Wastewater Facilities Plan evaluated treatment and flow capacity of all processes and hydraulic structures within the wastewater treatment plant. The Plan identified three processes that limited capacity after completion of the Phase 2 improvements. The next limiting processes were headworks peak flow capacity, aeration capacity (specifically Integrated Fixed-Film Aeration System [IFAS] media fill), and ultraviolet (UV) disinfection capacity.

This project includes improvements to the headworks to increase the hydraulic capacity of this facility above the build out condition. Aeration capacity can be improved at any time by increasing the fill amount of plastic media in the IFAS system; no additional equipment or facilities are required. The improvements to UV disinfection facility provided by Phase 2 are greater than anticipated in the Plan and no further improvements are required to meet the next capacity step.

The Twin Falls WWTP control system currently consists of Allen Bradley SLC-500, MicroLogix, and CompactLogix PLCs, as well as Wonderware InTouch HMI and Allen Bradley Panelview local operator interface panels. This equipment communicates primarily over a Data Highway Plus (DH+) network. The SLC platform of PLC's, and the network are approaching end of life and will no longer be supported by the manufacturer in the near future.

CH2M HILL will provide control system software development to support the startup and commissioning of the Package A and Package B of the Headworks Improvement Project construction contract. Package A includes a new PLC in the new headworks facility as well as replacement of the existing DH+ network with an Ethernet fiber optic network. Package B includes the upgrading of the plants Programmable Logic Controllers (PLCs), Human Machine Interface, and associated software to meet the Owner standard Allen Bradley CompactLogix platform, to upgrade the Wonderware application to current industry standards.

The planned improvements are described in the completed contract documents for the Headworks Improvements.

Key Assumptions

- This Scope of Work and level of effort does not include construction management or services during construction. These services will be included in a separate task order.
- Accurate detailed I/O point-to-point wiring diagrams are available from current plant O&M documentation showing termination information at field devices and PLC panels.
- Current facility O&M documentation will not be added to or updated.

- Existing Headworks control panel contains two MicroLogix 1100 PLCs with Ethernet communications. This panel is not monitored by SCADA. These are not owner-standard controllers, but will continue to be available from the manufacturer for the foreseeable future, thus they will be left in service. A switch exists in this panel, thus no modifications are required except for running fiber-optic cable to the location.
- Existing GBT control panel, LCP-GBT-04-1, contains a MicroLogix 1500 PLC with Ethernet communications. This PLC will be left in service and a new Ethernet switch will be added inside of this panel.
- PanelView touchscreens will be replaced with panel-mount workstations which will be loaded with the plant wide SCADA HMI application. No PanelView devices will remain in service.
- Fully managed Ethernet network switches and fiber patch panels will be included in the design for all control panels as part of this project.
- Control functionality will be as identified during software workshops. The functionality will be reviewed with the Owner for schedule and budget impacts before proceeding.
- The software programming effort for CompactLogix PLC's is based on the use of the ENGINEER's existing add-on instructions (AOIs) similar to those that will be used on the Phase 2 Expansion project.
- New HMI graphics will be developed using Wonderware InTouch Objects similar to those that will be used on the Phase 2 Expansion project.
- Win911 modifications will be made in order to maintain the functionality of the Win911 dialer system with the HMI and PLC changes.
- Plant operations staff and plant SCADA maintenance support staff will be available for coordination and assistance during software testing.

Scope of Work

Task 1 – Project Initiation and Management

The purpose of this task is to manage, coordinate and lead CH2M HILL Team’s activities and perform administration of the project design services and project quality reviews. CH2M HILL will provide the resources necessary for project initiation and management throughout the project.

Task 2 – Software Development – Package A (Headworks Improvements)

CH2M HILL will provide control system software services for the project. The services include planning, programming, testing, and startup for the plant control system PLC and HMI system components to provide the functions described in the process control narratives developed during the design phase for Package A.

Assumptions

The following major assumptions were used to develop the proposed scope and compensation.

- The contract documents are written to conform with the control system software services being provided by CH2M HILL.
- The scope of work is based on providing functions described in the process control narratives developed during project design.
- This scope of work is based on use of the following City standard control system products
 - Allen-Bradley CompactLogix PLCs
 - Wonderware InTouch HMI
 - Specter Instruments WIN-911 alarm dialer software
- CH2M HILL will use the City’s existing programming licenses for all software, including Allen-Bradley PLCs, Wonderware HMI, and WIN-911 alarm dialer.
- The project does not include programming of panel-mounted operator interface terminals (Allen-Bradley Panelview or other). CH2M HILL has not included any effort for Panelview programming (new or existing PanelView).
- Maximum I/O count. The scope and fee are based on PLC I/O quantities as listed below:
 - Up to 100 new hardwired I/O points
 - No new Ethernet I/O points
- The project is limited to the following control system communication networks:
 - Ethernet IP for CompactLogix PLCs
 - Data Highway Plus network for existing SLC-500 PLCs
- CH2M HILL’s programming effort is based on existing plant PLC and HMI software standards.
- Monitoring of control system network switches is not required. CH2M HILL has not included effort for configuration of this feature.
- CH2M HILL will configure new Wonderware tags and graphics for processes monitored and controlled by new PLC input/output (I/O).
- New WIN-911 alarms will be added for new processes. The programming will be executed using the existing onsite system.

- CH2M HILL will write programs in new files so all work can be done offsite at CH2M HILL office and only brought online at site as systems and components are brought online.
- This scope includes programming only for the PLCs listed under the PLC programming task item. CH2M HILL assumes there is no programming required for other PLCs or I/O racks.
- Successful completion of HMI graphics review #2 will establish City acceptance of the system's readiness for site acceptance testing. CH2M HILL will perform internal software acceptance test. A separate witnessed factory software acceptance test for the City is not included in this scope of work.
- City staff will participate in HMI graphics review workshops, and final site software testing.
- Software O&M documentation will be electronic copies of the final HMI and PLC programs. This scope does not include a custom SCADA O&M manual.
- The O&M documentation does not include a custom SCADA O&M or a custom SCADA training manual. A custom SCADA O&M manual would include an operations manual for each SCADA process graphic.
- All network equipment installation will be executed by others. Network switch patching and configuration will be accomplished by CH2M HILL.
- The following tasks are not included in this subtask because they are included elsewhere in the construction services scope of work:
 - Submittal reviews
 - Process Instrumentation Control System (PICS) coordination meeting attendance and onsite inspection
 - Preparation of design clarifications and change orders
 - Attendance at PICS or Package System Vendor Factory Demonstration Tests
 - Site inspections
- No scope of work, or effort, has been included for any factory testing of equipment (drives or package systems).

Task 2.1 - Software Planning

Descriptions/Objectives

CH2M HILL will provide planning required for execution of the software programming task, including definition of the concepts to be incorporated into the final control system software configuration. Major efforts include:

- Software Planning Workshops: CH2M HILL will lead the following workshop:
 - 2 hour Control System Software Control Narrative Review Workshop to be held in Twin Falls. Develop final software control narratives based on the process control narratives developed during the design phase. The final software control narratives will document the automated monitoring and control functions to be provided through the PLC and HMI software.
- PLC Hardwired I/O Location Assignment. Assign rack, slot, and point locations for the new hardwired PLC I/O shown in the PLC I/O list contained in the Contract Documents (Division 40 specification supplement). This I/O assignment will establish the physical location for the contractor's wiring terminations, as well as the programming addresses to be used by CH2M HILL.

Deliverables

- PLC I/O location assignments

- Final Software Control Narratives

Task 2.2 - Software Programming

Descriptions/Objectives

CH2M HILL will provide control system software programming services to provide the automated monitoring and control functions defined in the final software control narratives developed in Task 2.1. The major task items of software configuration include:

- PLC programming for new automated monitoring and control functions at the Headworks PLC:
 - Influent Screening Channels
 - Grit System Controls
 - Primary Clarifier Flow Split Control
 - Redirecting message blocks at existing plant PLCs where necessary
- Wonderware HMI graphics for the facility improvements. Includes the following workshops:
 - Draft HMI Graphics Review #1: CH2M HILL will provide printed copies of the headworks process graphics and control popups required for the project. CH2M HILL will lead a 2 hour graphics review workshop with City staff to demonstrate the concepts and collect City feedback within 1 week after the printed copies are provided for review. City staff will provide marked-up copies of the printed graphics identifying the desired changes within 1 week from completion of the graphics review workshop.
- Add new dialout alarms to the existing WIN-911 alarm dialer software.
- Add new tags to the plant's historian.
- Reporting (standard or customized) is not included in the project scope.
- Unwitnessed Factory Software Acceptance Testing:
 - Offline software testing in CH2M HILL's Corvallis office. Testing will confirm the proper function of the PLC-HMI links with simulated I/O before the software is taken to the field for final site acceptance testing with actual I/O. The testing will be executed with the final PLC and HMI software configurations developed by CH2M HILL.

Deliverables

- Draft Graphics Review Submittal

Task 2.3 - Site Acceptance Testing

Descriptions/Objectives

CH2M HILL will provide control system software site acceptance testing services to confirm that the configured control system software provides the automated monitoring and control functions identified in the final software control narratives. Major tasks include:

- Functional Test Part 1 (FT1): This effort is entirely the responsibility of the contractor and is not included in this scope of work. The tests and documentation are requirements of the contractor as specified in the contract documents.
- Functional Test Part 2 (FT2): CH2M HILL will observe a repeat the Contractor's unwitnessed Functional Test Part 1 (FT1) to confirm that the wiring systems and field equipment interface correctly with the software provided under this scope of work. This testing requires support by the contractor for

simulating field I/O and troubleshooting wiring. It is assumed that one FT2 test will include all control I/O in a single test period of 3 days.

- Software Functional Acceptance Testing: CH2M HILL will provide onsite testing of the software functions identified in the final software control narratives on a loop-by-loop basis using actual I/O from field devices. This testing will require multiple testing phases, dictated by the Contractor's schedule.

For the purposes of this scope of work, the following startup events are the assumed phases of the project. It is assumed that each startup will last 2 days:

- Influent Screen Startup
 - Startup of automated gates
 - Interface with the Startup of Influent Screen Package Control System
- Grit System Startup
- Primary Clarifier Flow Split Startup
- Site Software Acceptance Test Completion Documentation
 - Site software acceptance testing: Software testing at project site with City staff to demonstrate the proper function of the PLC-HMI links with actual I/O after functional testing with the contractor has been completed. The testing will be executed with the final PLC and HMI software configurations started up at the project site.

Deliverables

- Final site software acceptance test documentation consisting of formal signoff of software functions.

Task 2.4 - Control System Software Documentation

Descriptions/Objectives

CH2M HILL will provide deliverables to document the final PLC and HMI software configurations.

- Final Software O&M Files

Deliverables

- DVDs containing electronic copies of the following (three copies):
 - Final HMI Graphics application
 - Final PLC program files
 - Final Win-911 program files
 - Final software control narratives

Project Schedule

The key milestones associated with this Task Order are summarized in Table 1.

TABLE 1

Project Schedule – Major Milestones

Twin Falls WWTP Headworks Improvements - Software

Description	Milestone Date
Construction	
Notice to Proceed for Contractor	March 2016
Construction Completion	February 2017

The schedule presented above is an estimate of the project duration and does not contractually bind CH2M HILL and City to interim or final completion milestone dates. Minor adjustments to the schedule are understood to have negligible impact on the project budget. Extended delay in the project schedule is understood to impact the project budget presented above because of labor escalation costs and inefficiencies in project execution.

Compensation

Level of Effort

Table 2 presents a summary of the task level of effort estimates. CH2M HILL has developed this level of effort estimate based on the work plan presented herein and assumptions stated previously. The fees will be billed as time and material, and will not exceed the total amount below without prior approval by the City.

The task budget subtotals identify the focus and level of effort for this work; however, they do not represent itemized not-to-exceed budget limits. The overall budget total for this work will be the not-to-exceed budget limit.

The City will compensate CH2M HILL for labor, expenses, and subconsultants. Labor will be billed at 3.19 times raw labor plus direct expenses plus a service charge of 5% on outside services and subconsultants.

TASK ORDER NO. 18 Amendment 1

This Task Order is issued pursuant to the Standard Master Agreement for Professional Services dated: January 21, 2010 between City of Twin Falls, ID and CH2M HILL ENGINEERS, INC, which is incorporated herein by this reference, with respect to	
City of Twin Falls WWTP Headworks Expansion Project – Services During Construction.	(“Project”)

Specific Services: See Exhibit A (Scope of Work)

Compensation Provisions: Time and expense (raw labor times a multiplier of 3.19) for an amount not to exceed \$664,986.00, in accordance with Exhibit A (Scope of Work).

Work Schedule: See Exhibit A (Scope of Work).

The Authorized Representatives designated below are authorized to act with respect to the Task Order. Communications between the parties shall be between parties and their consultants or subcontractors shall be through the Authorized Representatives:	
For the City of Twin Falls	For CH2M HILL Engineers, Inc.
Name: Jackie Fields, P.E.	Name: Gregg Thompson, P.E.
Address: P.O. Box 1907 Twin Falls, ID 83303	Address: 322 East Front Street Suite 200 Boise, ID 83702
Telephone: (208) 735-7273	Telephone: (208) 383-6107

This Task Order 18 Amendment 1 is effective this: _____ day of _____, 2016	
Accepted for CH2M HILL Engineers, Inc., by:	Accepted for the City of Twin Falls by:
Name: Mark Bowen	Name: Jacqueline Fields
Signature:	Signature:
Title: Vice President/Area Manager	Title: City Engineer

Exhibit A - Scope of Work

SERVICES DURING CONSTRUCTION (SDC)

City of Twin Falls WWTP Headworks Expansion Project

CH2M HILL will provide Services During Construction (SDC) as defined in this document. These SDC are intended to assist the Owner in administering the contract for construction, monitor the performance of the construction Contractor, verify that the Contractor's work is in substantial compliance with the contract documents, and assist the Owner in responding to events that occur during the construction. These SDC are based upon the understanding that the Owner will contract directly with the Contractor and will be actively involved in the construction process and will make decisions, provide approvals, and perform other actions necessary for the completion of the construction. These SDC are also based upon the Owner executing a contract for construction with the Contractor that is consistent with CH2M HILL's Agreement and with these SDC, and which provides the requisite authority for CH2M HILL to fulfill its SDC responsibilities.

CH2M HILL's SDC are based upon the schedule or duration of construction anticipated at the time that these services are agreed. Deviations from the anticipated schedule or duration of construction will materially affect the scope of these SDC and CH2M HILL's compensation for the SDC, and will require an adjustment to CH2M HILL's compensation.

CH2M HILL will not be responsible for the means, methods, techniques, sequences or procedures of the Contractor, nor shall CH2M HILL be responsible for the Contractor's failure to perform in accordance with the contract documents.

1.0 **Task 1 - Project Management**

CH2M HILL will provide services to assist in coordinating the site activities, administering the contract for construction, monitoring the contractor's performance, responding to design and technical submittals, and closing out the contract for construction.

1.1 **Workplan**

CH2M HILL will develop a general workplan that defines CH2M HILL's delivery approach, staffing, responsibilities, and project deliverables. Reporting: CH2M HILL will keep the Owner advised of the progress of the construction. This includes submitting monthly progress reports to the Owner and holding periodic meetings and consultations with the Owner.

1.2 **Document Management System and Procedures**

CH2M HILL will establish a system and set of procedures for managing, tracking and storing relevant documents between the Contractor, CH2M HILL and Owner produced during the Bid/Award, Construction and Closeout phases of the project. CH2M HILL will utilize an appropriate computer based document management system selected by CH2M HILL. Should the Owner require a specific system, the Owner will advise CH2M HILL in advance and will compensate CH2M HILL for any additional costs incurred. CH2M HILL will, in coordination with the Owner, maintain hard copy records, suitably organized, as indicated to be provided in the contract. The Contractor will provide all records.

CH2M HILL will implement procedures for the logging and tracking of relevant correspondence and documents. CH2M HILL will assist the Owner in monitoring outstanding decisions, approvals, and responses required from the Owner.

1.3 **Safety**

- 1.3.1 CH2M HILL will manage the health, safety and environmental activities of its staff and the staff of its subcontractors to achieve compliance with applicable health and safety laws and regulations.
- 1.3.2 CH2M HILL will coordinate its health, safety, and environmental program with the responsibilities for health, safety, and environmental compliance specified in the contract for construction. CH2M HILL will coordinate with responsible parties to correct conditions that do not meet applicable federal, state, and local occupational safety and health laws and regulations, when such conditions expose CH2M HILL staff, or staff of CH2M HILL subcontractors, to unsafe conditions.
- 1.3.3 CH2M HILL will notify affected personnel of site conditions that CH2M HILL observes as posing an imminent danger to them.
- 1.3.4 CH2M HILL is not responsible for health or safety precautions of construction workers. CH2M HILL is not responsible for the Contractor’s compliance with the health and safety requirements in the contract for construction, or with federal, state, and local occupational safety and health laws and regulations.

1.4 **General Management**

- 1.4.1 Provide oversight of construction services including scope management, consultation, project controls, and project accounting.

2.0 **Task 2 - Engineering Services During Construction**

2.1 **Conformed Drawings**

CH2M HILL will revise the original design drawings to reflect addenda issued during the bidding period.

2.2 **Shop Drawings, Samples, and Submittals**

- 2.2.1 Submittal Schedule: CH2M HILL will obtain from the Contractor a proposed shop drawing and submittal schedule, which shall identify all shop drawings, samples, and submittals required by the contract for construction, along with the anticipated dates for submission.
- 2.2.2 Review of Shop Drawings, Samples and Submittals: CH2M HILL will coordinate with the design team for the reviews of the Contractor’s shop drawings, samples, and other submittals. CH2M HILL will log and track shop drawings, samples, and submittals.

CH2M HILL design team’s review of shop drawings, samples and submittals shall be for general conformance with the design concept and general compliance with the requirements of the contract for construction. Such review shall not relieve the Contractor from its responsibility for performance in accordance with the contract for construction, nor is such review a guarantee that the work covered by the shop drawings, samples, and submittals is free of errors, inconsistencies, or omissions.

- 2.2.3 Scope of Review: CH2M HILL’s scope shall be based upon the scope of work in the contract for construction and shall include a maximum of two submissions by the Contractor for each shop drawing, sample, or submission. Should there be additional reviews required of CH2M HILL and the design team, CH2M HILL shall be entitled to additional compensation.

2.3 **Contractors Request for Information**

- 2.3.1 Requests for Information: CH2M HILL will review the Contractor’s requests for information or

clarification of the contract for construction. CH2M HILL will coordinate such review with the design team and with the Owner as appropriate. CH2M HILL will coordinate and issue responses to the requests.

CH2M HILL will log and track the Contractor's requests.

- 2.3.2 Proposed Substitutions: CH2M HILL will assist the Owner in reviewing and responding to the Contractor's requests for substitution of materials and equipment. CH2M HILL will review such requests and will advise the Owner as to the acceptability of such substitutions.

2.4 Request for Quotations

CH2M HILL will provide engineering and administration for request for quotations from the contractor for modifications to the contract documents.

2.5 Design Team Visits:

- 2.5.1 Field Visits: CH2M HILL will coordinate monthly visits to the site by the design team members to review the progress and the quality of the work. The visits shall observe the general quality of the work at the time of the visit and review specific items of work that are brought to the attention of the design team members by the Contractor or the Owner.
- 2.5.2 Factory and Off-Site Tests and Inspections: CH2M HILL will coordinate tests and inspections of work, materials and equipment for the project at off-site facilities and suppliers, as specified in the contract for construction. Staff will attend when deemed appropriate.
- 2.5.3 Performance and Witness Testing: CH2M HILL will attend and witness field and factory performance tests as specified in the contract for construction and CH2M HILL contract scope, as deemed appropriate.
- 2.5.4 Regulatory and Third Party Testing and Inspections: CH2M HILL will monitor the Contractor's coordination of inspection and testing by regulatory and third-party agencies that have jurisdiction over the project.
- 2.5.5 Subsurface and Physical Conditions: Whenever the Contractor notifies CH2M HILL or Owner of subsurface or physical conditions at the site that the contract for construction provides should be so notified, CH2M HILL will advise the Owner and observe the conditions at the site. CH2M HILL will advise the Owner as to the appropriate action(s), and will assist the Owner in responding to the Contractor.

Engineering and technical services that are required to investigate the subsurface or physical conditions shall be considered an Additional Service.

- 2.5.6 Specialty Inspections: CH2M HILL will subcontract with an outside firm to provide specialty inspections, structural observation, or testing services as required in the Contract Documents.

2.6 Startup and Commissioning

CH2M HILL will furnish assistance to the Owner in plant startup and initial plant operation to the extent to be mutually agreed upon by both parties. This assistance includes:

- 2.6.1 Review the Contractor's startup and testing plans in conjunction with the operations staff.
- 2.6.2 Prepare a Plan of Operation to identify specific actions and related completion dates for startup and operation of the new facilities.
- 2.6.3 Assisting during the initial startup of the facilities by assisting the operations staff.

2.7 As Built Drawings and Record Documents

CH2M HILL will coordinate the Contractor's submittal of as-built drawings, specifications, and other as-built or record documents, and shall transmit these to the Owner. CH2M HILL will meet with the Contractor as necessary to discuss the preparation and submittal of as-built or record drawings.

2.8 Operations and Maintenance Manual

CH2M HILL will develop an Operations and Maintenance (O&M) manual describing the operation of the Project facilities and systems. This manual will explain the various primary modes of operation that may be used, including both normal operation and initial emergency operation procedures. The manual will explain the purpose and basic concept of the various processes that are incorporated into the overall plant. Where appropriate, reference will be made to the manufacturer's detailed O&M submittals. It will include instructions for process operations and test or laboratory procedures that may be required to monitor the performance of the facilities. The manual will be suitable for use as an operational tool and to facilitate operator training. The manual will be produced in a computerized format using commercially available software. The O&M manual will be revised at the end of 1 year of operations, based on actual operating and maintenance experience and input from the Owner's staff.

2.9 Operation and Maintenance Training

CH2M HILL will provide supplemental instruction to the Owner's staff in the operation, maintenance, and testing of the equipment provided under this Project. This instruction shall cover both the basic operational concept and actual operation of the systems and components under both normal and abnormal operations that are likely to occur. The instruction will also include training of the staff for equipment maintenance. CH2M HILL will also coordinate the services of qualified representatives from equipment manufacturers.

3.0 Task 3 - Resident Engineer

CH2M HILL will provide a field engineer (also known as a Resident Engineer) to improve the ability of the Engineer to verify that the constructed work is generally in compliance with the Engineer's intent. The amount of time assumed is 16 hours per week and does not include time for any contract time extensions, if required by the Project or the Contractor to achieve final completion. Overtime and contract time extension, if required by the City and the Consultant, will be addressed in an amendment to this task order.

The field engineer's responsibilities are described below:

- The field engineer will attend a preconstruction meeting with the Contractor and City at the Project site prior to the commencement of construction.
- The field engineer will assist in the development of a Construction Quality Assurance Program.
- The field engineer will review and approve shop drawings and samples in accordance with the Schedule of Shop Drawings and Sample submittals. The field engineer will facilitate the transmittal of shop drawings and samples to the Engineer for review and approval in accordance with contract documents.
- The field engineer will prepare written clarifications or interpretations of the requirements of the Contract Documents as determined necessary. Such written clarifications shall be binding on the Contractor for the limited purpose established in the Contract Documents associated with the role of the Engineer.

- The field engineer will consult with the City’s Project Representative to disapprove or reject work which the Engineer believes to be defective, or that Engineer believes will not produce a completed Project that conforms to the Contract Documents, or that will prejudice the integrity of the design concept of the completed Project as a functioning whole as indicated by the Contract Documents.
- The field engineer will process requests for information, plan interpretations, and or changes. Consult with City’s Project Representative and field staff to provide recommendations to City based on input from City and Engineer.
- The field engineer will consult with the City’s Project Representative and the project staff to authorize minor variations in the work from the requirements of the Contract Documents which do not involve an adjustment in the contract price or the contract duration and are compatible with the design concept of the completed Project as a functioning whole, as indicated by the Contract Documents.
- The field engineer will consult with the City’s Project Representative and the project staff and assist them in preparing contract change orders to the Contract Documents for the Contractor and City’s review and approval.
- Maintain project files.
- Control, track status, and expedite review of shop drawings, installation manuals, samples, and other submittals via the Project’s Electronic Document Management System.
- Control, track status, and expedite review and responses to requests for information.

Assumptions

The field engineering services fee estimate is based on providing the services outlined. The amount of time furnished and the cost of performing such services are estimates. The Consultant is not obligated to provide services beyond the amounts noted, or summarized in Exhibit A, nor is the City obligated to pay for such services unless such services are mutually agreed to by both parties in an amendment to this task order.

The basis for the estimate is as follows:

- Assume that the resident engineer will work up to 8 contiguous hours per day for 16 hours per week for the duration of Construction Contract Package (6 contiguous months and running concurrent with Phase 2 Package 2 for 3 months and Canyon Springs Odor Control for 4 months). Assume contractor working hours will be between 7 a.m. and 5 p.m. Monday through Friday. Resident hours during startup services are tracked under Subtask Startup and Commissioning.
-
- Assume that all onsite office equipment, printers, copiers, office supplies, tablet computers, desks, and other office items will be provided by the City or Contractor (not CH2M HILL).
- CH2M HILL will provide their employees with laptop computers. All other computer equipment necessary for connecting to the project server and accessing project databases will be provided by the City.
- City will provide telecommunications and internet service for Consultant field staff.

4.0 Task 4 - Construction Management

CH2M HILL will provide Construction Management support with the intent to assist with the management of the Owner’s responsibilities as provided in the construction contract. The amount of time assumed is 8 hours per month and does not include time for any contract time extensions, if required by the Project or the Contractor to achieve final completion. Overtime and contract time extension, if required by the City and the Consultant, will be addressed in an amendment to this task order.

- 4.0.1 **Pre-Construction Conference:** CH2M HILL shall coordinate and attend one pre-construction conference with the Contractor to review the project communication, coordination, and other procedures, and discuss the Contractor’s general workplan and requirements for the project. CH2M HILL will take minutes or will otherwise record the results of this conference.
- 4.0.2 **Mobilize Onsite Team:** CH2M HILL will mobilize a team on site for the duration of the construction to provide site coordination, contract administration and monitoring the performance of the Contractor. The onsite team will mobilize in field offices to be provided by the Contractor or Owner in accordance with the terms of the contract for construction.
- 4.0.3 **Project Site Meetings:** CH2M HILL will conduct periodic meetings with the Contractor and will prepare the minutes of these meetings.
- 4.0.4 **Field Instructions and Orders:** CH2M HILL will issue field instructions, orders or similar documents during construction as provided in the contract for construction.
- 4.0.5 **Permits, Bonds and Insurance:** CH2M HILL will verify that the required permits, bonds, and insurance have been obtained and submitted by the Contractor.
- 4.0.6 **Payments to Contractor:**
 - 4.0.6.1 CH2M HILL will receive and review the Contractor’s requests for payment. CH2M HILL will determine whether the amount requested reflects the progress of the Contractor’s work and is in accordance with the contract for construction. CH2M HILL shall provide recommendations to the Owner as to the acceptability of the requests. CH2M HILL will advise the Owner as to the status of the total amounts requested, paid, and remaining to be paid under the terms of the contract for construction.
 - 4.0.6.2 Recommendations by CH2M HILL to the Owner for payment will be based upon CH2M HILL’s knowledge, information, and belief from its observations of the work on site and selected sampling that the work has progressed to the point indicated. Such recommendations do not represent that continuous or detailed examinations have been made by CH2M HILL to ascertain that the Contractor has completed the work in exact accordance with the contract for construction; that CH2M HILL has made an examination to ascertain how or for what purpose the Contractor has used the monies paid; that title to any of the work, materials or equipment has passed to the Owner free and clear of liens, claims, security interests, or encumbrances.

4.1 Changes

- 4.1.1 **Minor Variations in the Work:** CH2M HILL may authorize minor variations in the work which do not involve an adjustment in the Contractor’s contract price nor time for construction and are not inconsistent with the intent of the contract documents.
- 4.1.2 **Coordinate Issuance of Changes:** CH2M HILL will assist the Owner with the issuance of changes to the contract for construction. Design and engineering services to prepare drawings, specifications and other information for the change shall be considered as Additional Services, and shall entitle CH2M HILL to additional compensation for the design services.

CH2M HILL will receive and review the Contractor's response to the request for change and will obtain such further information as is necessary to evaluate the basis for the Contractor's proposal. CH2M HILL will assist the Owner with negotiations of the proposal and, upon approval by the Owner, prepare final change order documents for execution by the Owner and Contractor.

- 4.1.3 Review of Contractor's Requested Changes: CH2M HILL shall review Contractor-requested changes to the contract for construction. CH2M HILL will make recommendations to the Owner regarding the acceptability of the Contractor's request, and upon approval of the Owner, assist the Owner in negotiations of the requested change. Upon agreement and approval, CH2M HILL will prepare final change order documents.

Design and engineering services of CH2M HILL to review Contractor initiated changes and to prepare drawings and specifications for issuance to the Contractor shall be considered as Additional Services, entitling CH2M HILL to additional compensation.

- 4.1.4 Change Order Reports: CH2M HILL will provide periodic reports to the Owner about the status of Change Orders. The report shall include issued Change Orders, pending change orders, and change order amounts.

- 4.1.5 An electronic document management system (EDMS) will be used to organize and document communication between the Consultant, the City, and the Contractor. This will include submittals, requests for information, and changes. The City will pay for the EDMS (such as ProCore software) license.

4.2 Project Controls

- 4.2.1 Contractor's Schedule Submittal: CH2M HILL will review the Contractor's construction schedule and verify that it is consistent with the requirements of the contract for construction. CH2M HILL will advise the Contractor of areas where the schedule is not in compliance with the contract for construction. CH2M HILL will provide comments to the Owner to assist the Owner in approving, accepting, or taking other action on the contractor's schedule, in accordance with the contract for construction.

CH2M HILL's review and comments shall not be considered as a guarantee or confirmation that the Contractor will complete the work in accordance with the contract for construction.

- 4.2.2 Contractor's Schedule Updates: CH2M HILL will review the Contractor's periodic schedule updates or other schedule submissions. CH2M HILL will advise the Contractor if the updates or other submissions are not in accordance with the contract for construction. CH2M HILL will provide comments to the Owner regarding the updates or other submissions.
- 4.2.3 Effect of Change Orders: CH2M HILL will review information submitted by the Contractor regarding the effect of proposed or issued Change Orders upon the construction schedule, duration and completion date. CH2M HILL will advise the Owner as to the potential impact of proposed or issued Change Orders. CH2M HILL will assist the Owner in discussions with the Contractor concerning the potential impact of proposed or issued Change Orders.
- 4.2.4 Periodic Reports: CH2M HILL will provide periodic reports to the Owner as to the status of the construction schedule, date of completion, contract price, retainage, pending changes to the contract price, or completion date and other issues material to the cost and time for completion of the construction.

4.3 Field Oversight

- 4.3.1 Independent Testing, Inspection and Survey Services: Through the construction contract, the Contractor will employ independent firms for the material testing, regular inspection, survey, or

other services related to verifying the quality of the Contractor’s work. Through a subcontract, CH2M HILL will provide “Owner-Furnished” special inspection as indicated in the Statement of Special Inspection contained in the construction contract. CH2M HILL will transmit the special inspection reports, findings or other information to the Contractor and/or the Owner. CH2M HILL shall not be responsible for the accuracy or completeness of the work and reports of the independent testing, inspection and survey firms not contracted directly with CH2M HILL.

- 4.3.2 **Review of Work**: CH2M HILL will conduct weekly onsite observations of the Contractor’s work for the purposes of determining if the work generally conforms to the contract for construction and that the integrity of the design concept as reflected in the contract for construction has been implemented and preserved by the Contractor. CH2M HILL will supervise a team of field staff, who will prepare written reports, diaries, or other records of their observations.

CH2M HILL’s field staff will arrange for monthly photographs of the work in progress by the Contractor, which will be made available to the Owner.

CH2M HILL’s observation of the work is not an exhaustive observation or inspection of all work performed by the Contractor. CH2M HILL does not guarantee the performance of the Contractor. CH2M HILL’s observations shall not relieve the Contractor from responsibility for performing the work in accordance with the contract for construction, and CH2M HILL shall not assume liability in any respect for the construction of the project. CH2M HILL shall, with the assistance of the Owner, obtain written plans from the Contractor for quality control of its work, and will monitor the Contractor’s compliance with its plan.

- 4.3.3 **Deficient and Non-conforming Work**: Should CH2M HILL discover or believe that any work by the Contractor is not in accordance with the contract for construction, or is otherwise defective, or not conforming to requirements of the contract or applicable rules and regulations, CH2M HILL will bring this to the attention of the Contractor and the Owner. CH2M HILL will thereupon monitor the Contractor’s corrective actions and shall advise the Owner as to the acceptability of the corrective actions.

4.4 **Claims and Disputes**

CH2M HILL will receive, log, and notify the Owner about letters and notices from the Contractor concerning claims or disputes between the Contractor and Owner pertaining to the acceptability of the work or the interpretation of the requirements of the contract for construction. CH2M HILL will review such letters and notices and will discuss them with the Contractor to understand each such claim or dispute. CH2M HILL will advise the Owner regarding the Contractor’s compliance with the contract requirements for such claims and disputes. CH2M HILL will assist the Owner in discussions with the Contractor to resolve claims and disputes.

CH2M HILL will not, except as part of Additional Services, undertake comprehensive and detailed investigation or analysis of Contractor’s claims and disputes, nor participate in judicial or alternative dispute resolution procedures for the claims or disputes.

4.5 **Substantial Completion**

- 4.5.1 CH2M HILL will assist the Owner in issuing documents for substantial completion and acceptance of the work. CH2M HILL will advise the Owner on payment, and partial release of retention.

4.6 **Final Completion**

- 4.6.1 CH2M HILL will assist the Owner in issuing documents for final completion and acceptance of the work. CH2M HILL will advise the Owner on final payment, release of retention, and release of insurance and bonds.

5.0 **Task 5 - Close Out and Warranty Services**

CH2M HILL will assist the Owner in closing out the contract for construction and commencement of the Owner's use of the completed work. CH2M HILL's services shall include completion of the following tasks.

5.1 **Substantial and Final Completion**

CH2M HILL will assist the Owner with inspections at substantial and final completion, in accordance with the contract for construction. CH2M HILL will prepare up to two separate punch lists of items requiring completion or correction. CH2M HILL shall make recommendations to the Owner regarding acceptance of the work based upon the results of the final inspection.

5.2 **Occupancy and Start-Up Permits**

CH2M HILL will assist the Owner with securing occupancy and start-up permits. Should the contract for construction require the Contractor to secure such permits, CH2M HILL will monitor the Contractor's efforts and will advise the Owner of the Contractor's progress. Should the Owner be required to secure such permits, CH2M HILL will assist the Owner by coordinating final inspections, submitting documents to the governmental agencies and coordinating inspections by the agencies.

5.3 **Vendor Operation and Maintenance Manuals, Training**

CH2M HILL will coordinate with the Contractor for the submission of required manuals provided by equipment suppliers for operation and maintenance and for training of the Owner's staff by the Contractor.

5.4 **Warranties, Guarantees, Lien Releases**

CH2M HILL will coordinate with the Contractor for the submission of required warranties, guarantees, lien releases, and other similar documents, as required by the contract for construction. CH2M HILL will advise the Owner as to the acceptability and compliance of these documents with the contract for construction.

5.5 **Close-out File and Records**

CH2M HILL will provide to the Owner an organized set of project documents and records.

5.6 **Warranty Period Services**

CH2M HILL will provide the following warranty performance review services during the 1-year warranty period to assist the Owner in coordinating corrections of deficient equipment or construction:

- 5.6.1 Participate in an end-of-warranty period inspection 1 month prior to completion of the warranty period and provide a letter identifying any deficiencies found and recommended actions.

6.0 **Task 6 - Engineering Support**

No engineering support above what is described for Services During Construction is included in the scope.

7.0 **Additional Services**

The following services will be provided by CH2M HILL upon authorization of the Owner and agreement on compensation to CH2M HILL.

- 8.0.1 Services related to development of the Owner's project financing and/or budget.
- 8.0.2 Services related to disputes over pre-qualification, bid protests, bid rejection, and re-bidding of the contract for construction.
- 8.0.3 Services related to provision of Owner-furnished equipment, materials, and supplies.
- 8.0.4 Services related to procurement or management of third party contractors other than testing, inspection firms.
- 8.0.5 Services necessary due to the default of the Contractor.
- 8.0.6 Services related to damages caused by fire, flood, earthquake, or other acts of God.
- 8.0.7 Services related to the Owner's operation and use of the completed project other than as specifically provided in the above scope of work.
- 8.0.8 Services related to warranty claims, enforcement, and inspection.
- 8.0.9 Services for the investigation and analysis of contractor claims; preparation of reports on contractor claims; provision of professional claims analysis services; participation in litigation or alternative dispute resolution of claims.
- 8.0.10 Preparation for and serving as a witness in connection with any public or private hearing or other forum related to the project.
- 8.0.11 Services supporting the Owner in public relations activities.
- 8.0.12 Development, coordination, or participation in partnering programs.
- 8.0.13 Value engineering or similar value analysis studies.
- 8.0.14 Services for review and/or preparation of Owner or Contractor proposed changes to the project.
- 8.0.15 Services to support, prepare, document, bring, defend, or assist in litigation undertaken, or defended by the Owner.
- 8.0.16 Performing periodic labor evaluations and processing prevailing wage documentation.
- 8.0.17 CH2M HILL shall perform miscellaneous and supplemental services related to the project as requested by the Owner.
- 8.0.18 Any other services designated in this scope of services as additional services.

MASTER LIST OF ASSUMPTIONS

The following assumptions were used when determining the compensation to CH2M HILL. These assumptions are in addition to the scope and additional services set forth in the foregoing scope of work.

SERVICES DURING THE CONSTRUCTION PHASE

1. The project will be constructed under one general contract for construction, with a fixed price.
2. The Owner will provide a field office structure, furniture and computer equipment for CH2M HILL staff. Monthly utility, telephone, and cleaning charges will be paid by the Owner. These services are provided as part of the operations work at the plant.
3. Surveying will be provided by Contractor.
4. CH2M HILL will prepare a Plan of Operations for startup and operation of the project.
5. Any labor and expenses required to address construction claims, unforeseen subsurface considerations or additional construction requested by the Contractor or Owner would be additional costs.
6. Any claims resolution or litigation assistance requested of CH2M HILL will constitute additional services.
7. General Construction
 - a. The construction period will last 11 months beginning March 2016 through January 2017.
 - b. CH2M HILL will arrange and conduct one pre-construction meeting with the Owner, Contractor, and other interested parties in the Owner's office or at the project site.
 - c. Weekly construction progress meetings will be attended at the project site. CH2M HILL will have two person(s) attend each meeting.
 - d. CH2M HILL will provide one part time Resident Engineer for a period of 11 months. The total number of equivalent resident staff time will be 0.3 FTE. No overtime is estimated or included in this value.
 - e. 80 original submittals and 40 re-submittals will be reviewed. This includes shop drawings, O&M submittals and samples.
 - f. 7 construction schedules and updates will be reviewed.
 - g. 60 Requests for Interpretation/ Clarification will be reviewed and responded to.
 - h. 5 Change Orders will be prepared.
 - i. 16 periodic field inspection trips of 1 day[s] each will be made by design engineers.
 - j. 10 specialty inspection trips of 1 day[s] each will be made by design engineers.
 - k. 2 instrumentation and control demonstration tests will be witnessed for a total of 3 days including travel time. One of these tests will be at the supplier's place of business and one at the project site.
 - l. No factory performance tests will be observed.
 - m. CH2M HILL will conduct one final inspection lasting 2 day[s] including travel time.
 - n. CH2M HILL will review 13 monthly pay requests from the Contractor.

SERVICES DURING THE POST-CONSTRUCTION PHASE

1. CH2M HILL will develop an O&M manual addressing the new and modified facilities and systems. The O&M Manual will be provided electronically.
2. CH2M HILL will provide 1 day of classroom and field training to the plant staff.
3. CH2M HILL will provide a total of 5 man-days of start-up assistance.
4. CH2M HILL will prepare 69 record drawings based on mark-ups from the Contractor. One electronic copy and five half-size drawings of the record drawings will be provided.
5. CH2M HILL will conduct one warranty inspection lasting 1 day[s] including travel time within 1 year of facility startup. CH2M HILL will prepare a report summarizing the findings.

OWNER PROVIDED SERVICES

1. CH2M HILL will reasonably rely upon the accuracy, timeliness, and completeness of the operating data available for the plant.
2. Owner will make its facilities accessible to CH2M HILL as required for CH2M HILL's performance of its services and will provide labor and safety equipment as required by CH2M HILL for such access. Owner will perform, at no cost to CH2M HILL, such tests of equipment, machinery, pipelines, and other components of Owner's facilities as may be required in connection with CH2M HILL's services.
3. Owner will give prompt notice to CH2M HILL whenever Owner observes or becomes aware of any development that affects the scope or timing of CH2M HILL's services, or of any defect in the work of CH2M HILL or the Contractor.
4. The Owner shall examine information submitted by CH2M HILL and render in writing or otherwise provide decisions in a timely manner.
5. The Owner shall furnish required information and approvals in a timely manner.
6. The Owner shall cause all agreements with the Contractor to be consistent with CH2M HILL's Agreement.

PROJECT SCHEDULE

The key milestones associated with this Task Order are summarized in Table 1.

TABLE 1
Project Schedule – Major Milestones
Twin Falls WWTP Headworks Expansion – Services During Construction

Description	Milestone Date
Construction Package	
Advertisement	December 2015
Bid Opening	January 2016
Final Completion	February 2017

The schedule presented above is an estimate of the project duration and does not contractually bind CH2M HILL and City to interim or final completion milestone dates. Activities to be undertaken by City, such as permitting activities, are not shown in the schedule and are understood to potentially affect the overall project schedule. Minor adjustments to the schedule are understood to have negligible impact on the project budget. Extended delay in the project schedule is understood to impact the project budget presented above because of labor escalation costs and inefficiencies in project execution.

COMPENSATION

Table 2 presents a summary of the task level of effort estimates. CH2M HILL has developed this level of effort estimate based on the work plan presented herein and assumptions stated previously. The fees will be billed as time and material, and will not exceed the total amount below without prior approval by the City.

The task budget subtotals identify the focus and level of effort for this work; however, they do not represent itemized not-to-exceed budget limits. The overall budget total for this work shall be the not-to-exceed budget limit.

The City will compensate CH2M HILL for labor, expenses, and subconsultants. Labor will be billed at 3.19 times raw labor plus direct expenses in addition to a service charge of 5% on outside services and subconsultants. Billing rates will be adjusted for all staff as actual raw labor rates change for individual staff over the course of the project.

TABLE 2

Compensation*Twin Falls WWTP Headworks Expansion – Services During Construction*

Task	Description	Hours	Labor	Expenses	Subconsultant	Markup	Sub Total	TOTAL
Task Order 18 Amendment 1								
1	Project Management	350	62,650	3,500	-	-	66,150	
2	Engineering Services During Construction	1,676	241,618	21,361	-	-	262,979	
3	Resident Engineer	555	64,169	48,000	-	-	112,169	
4	Construction Management	567	114,362	4,790	66,000	2,500	187,652	
5	Close Out Warranty Services	70	14,472	724	-	-	15,196	
	Contingency	80	19,884	876	-	-	20,840	
Subtotal								\$ 664,986



Date: Monday, March 21 2016
To: Mayor and City Council
From: Travis Rothweiler, City Manager

Request

Acceptance and approval of the guaranteed maximum price on the partial demolition of the Banner building site and complete demolition of the Rogerson Hotel and existing City Downtown Fountain.

Time Estimate

The estimated amount of time this item will take is 10 minutes.

Background

As the City's Construction Manager/General Contractor for the City Hall and Public Safety Campus repurpose and remodel projects, Starr Construction has presented the guaranteed maximum price (GMP) for the partial demolition of the Banner building site and complete demolition of the Rogerson Hotel and existing City Downtown Fountain.

In October 2015, the City Council approved an agreement with Starr Construction to serve as its CM/GC on this project. As a part of the agreement, the City negotiated fee for the construction services equal to 3.5% of the actual cost of the work. In addition, the City will pay for "general condition items" such as project supervision, construction trailers, dumpsters and P&P bonds. Both of those costs are included in the GMP.

Additionally last fall, the City Council and the Twin Falls Urban Renewal Agency entered into a memorandum of understanding (MOU) allowing the City to oversee the demolition Rogerson/Downtown Commons project and the removal of the existing downtown fountain. Per the terms of the MOI, the URA is responsible to cover their actual costs and the City is responsible to coordinate the work.

This project was bid in accordance with the public bidding rules and regulations described in the Idaho Code pertaining to CM/GC process

The preferred bid for the City Hall project was under the original estimated budget of \$238,000 plus general condition items

Approval

The approval process is 50% +1 of the members of the City Council that are present.

Budget Impact:

The total estimated cost of the GMP for this phase of the project is \$758,662, and includes:

- \$200,000 for the Banner Building partial demolition
- \$484,218 for the Rogerson Building Demolition
- \$74,444 for the Fountain Demolition

The funding for the City's portion of the project is being funded with cash reserves that have been dedicated to the project. The URA's portion is being paid with funds dedicated to the Downtown Renaissance project.

Regulatory Impact:

There is no regulatory impact associated with approval of the Agreement.

Conclusion:

Staff recommends approval of the GMP. The GMP has been reviewed by Hummel Architects.

Attachments: GMP for the project.

WORKING DRAFT

City of Twin Falls/URA-GMP

March 11, 2016

Phase A-Banner Building

General Conditions	\$	18,980.00
Costs to Date-Starr Corporation Select Demolition	\$	2,590.00
Bid Package No. 1A-Demolition	\$	72,000.00
Bid Package No. 1B-Abatement	\$	79,500.00
CMGC Fee	\$	6,058.00
Allowances	\$	4,500.00
Contingency	\$	15,000.00
Payment and Performance Bond	\$	2,185.00
Total	\$	200,813.00

General Conditions

Description	Quantity	Unit		
Project Manager	90 HRS		\$	5,304.00
Project Superintendent	160 HRS		\$	7,176.00
Telephone			\$	110.00
Vehicles	120 Miles		\$	70.00
Temporary Toilets			\$	220.00
Traffic Control	1 LS		\$	600.00
Barricades/Fencing			\$	5,500.00

Allowances

Description	Quantity	Unit		
Disconnection of Utilities-Electrical			\$	4,500.00

Phase B-Rogerson

Costs to Date-Starr Corporation Select Demolition	\$	4,072.00
General Conditions	\$	15,980.00
Bid Package No. 2	\$	382,700.00
CMGC Fee	\$	14,097.00
Allowances	\$	42,100.00
Contingency	\$	20,000.00
Payment and Performance Bond	\$	5,269.00
Total	\$	484,218.00

General Conditions

Description	Quantity	Unit		
Project Manager	90	HRS	\$	5,304.00
Project Superintendent	160	HRS	\$	7,176.00
Telephone			\$	110.00
Vehicles	120	Miles	\$	70.00
Temporary Toilets			\$	220.00
Traffic Control	1	LS	\$	600.00
Barricades/Fencing			\$	2,500.00

Allowances

Description	Quantity	Unit		
Disconnection of Utilities-Electrical			\$	6,500.00
Structural Upgrade to Neighboring Building			\$	23,000.00
Installation of BMPs			\$	1,100.00
Compaction Testing			\$	11,500.00

Phase C-Fountain and Site Demolition

General Conditions			\$	10,260.00
Bid Package No. 3			\$	41,270.00
CMGC Fee			\$	1,804.00
Allowances			\$	15,300.00
Contingency			\$	5,000.00
Payment and Performance Bond			\$	810.00
Total			\$	74,444.00

General Conditions

Description	Quantity	Unit		
Project Manager	30	HRS	\$	1,770.00
Project Superintendent	80	HRS	\$	3,590.00
Telephone			\$	55.00
Vehicles	60	Miles	\$	35.00
Temporary Toilets			\$	110.00
Traffic Control	1	LS	\$	600.00
Barricades/Fencing			\$	4,100.00

Allowances

Description	Quantity	Unit		
Disconnection of Utilities-Electrical			\$	3,500.00
Reroute Irrigation lines			\$	8,000.00
Compaction Testing			\$	3,800.00



Date: Monday, March 21, 2016

To: Honorable Mayor and City Council

From: Lorie Race, CFO

Request:

City Council input on priorities to be incorporated into the Long Term Planning Committee's recommendation.

Time Estimate:

I will give a brief update on the work done by the Long Term Planning Committee this year. I will share our process, then ask the Council to provide input on their priorities, as those priorities relate to the City's strategic plan. This information will be taken back to the committee and incorporated into the plan recommendation. I would anticipate this conversation taking about 30 minutes.

Background:

The Long Term Planning Committee began the planning process on January 11, 2016. We were tasked with preparing a recommended five-year spending plan, organized by the 8 focus areas making up the City's strategic plan.

Budget Impact:

The budget impact is only theoretical at this time as this is not the actual budget process. The potential impact is dependent on the items brought forward through this discussion.

Regulatory Impact:

None

Conclusion:

The Committee is asking the Council to share their priorities so those ideas can be incorporated into the five year plan.

Attachments:

City of Twin Falls Community Strategic Plan 2030.

A copy of this plan is available on the City's website at www.tfid.org.

City of Twin Falls Community Strategic Plan 2030





City of Twin Falls Community Strategic Plan 2030

Prepared by:

The citizens and community leaders of Twin Falls

Mayor Greg Lanting

Vice-mayor Don Hall

Council Member Shawn Barigar

Council Member Suzanne Hawkins

Council Member Jim Munn

Council Member Rebecca Mills Sojka

Council Member Chris Talkington

City Manager Travis Rothweiler

Mike Williams, Assistant to the City Manager

And City Staff:

Melinda Anderson

Bill Baxter

Tom Billman

Robert Bohling

Dennis Bowyer

William Carberry

Renee Carraway

Jon Caton

Ron Clark

Alice DeLeon

Jackie Fields

Susan Harris

Norman Hatke

Brent Hyatt

Mitch Humble

Tami Lauda

Pat Lehmann

Mark Libert

Dean Littler

Stacy McClintock

Josh Palmer

Brian Pike

Lorie Race

Leila Sanchez

Gretchen Scott

Dwayne Thomson

Mark Thomson

Katy Touchette

Mick Turner

Troy Vitek

Fritz Wonderlich

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Introduction

Why a Strategic Plan: Successful private sector organizations have engaged in strategic thinking for decades. They have found that developing and clearly articulating a concise vision for their future provides a number of benefits as they compete in a complex marketplace. In its most simplistic form, the vision for a private entity is straightforward: stay in business and remain profitable.

Applying these concepts to local government has proven more complex, given the multiple disciplines and activities carried out by cities and counties, but this very complexity makes the process even more important in this setting. The community's elected and professional leadership is constantly buffeted by constituents demanding this or to prevent that. Laws are enacted by state and national authorities that compel action or prescribe certain outcomes while providing declining levels of assistance to respond. And while some may think the City Council is all-powerful, rarely do they possess the resources, community support, political will or legal authority to do all that is expected of them. A comprehensive and strategic approach to managing the affairs of the organization can be an essential aspect in navigating these waters.

In times of fiscal constraint, such discipline provided by these processes help retain clarity of purpose from year to year and ensure the most effective application of resources to the most important community issues. A strategic approach helps focus organizational energy avoiding diversion to less critical tasks. It instills discipline in our processes, helping us know when to say "yes" to certain things and "no" to others as we are called upon to

allocate scarce resources. It provides a better understanding of the context and connection to the ultimate purpose for individual actions and budget decisions. It opens potential for partnerships with others who possess a stake in the achievement of the community vision.

As stewards of the community's future, it is incumbent upon the leadership to paint a picture of where we are headed: what this community will be in a designated time frame, say 20 years into the future. This is the vision that has been developed by the Mayor and City Council with a broad range of input from community stakeholders and the general citizenry.

Peter Senge, in his book, The Fifth Discipline discusses the fundamental difference between positive and negative visions. He states the obvious in noting that "What do we want" is different than "what do we want to avoid". He concludes stating "There are two fundamental sources of energy that can motivate organizations: fear and aspiration. The power of fear underlies negative visions. The power of aspiration drives positive vision. Fear can produce extraordinary changes in short periods, but aspiration endures as a continuing source of learning and growth."

Many of us believe that the recent economic upset represents more than a temporary setback with things returning to normal in a few years. Factors, many seemingly far beyond our control, are changing what we do and how we do it. As community leaders, we can allow ourselves to be overcome by these external influences or we can focus clearly on a positive future and then move to align the community's human, physical and fiscal resources to effectively and efficiently move toward that positive vision developed in this process.

Finally, the strategic planning process should not be viewed merely as a single event or a one-time effort that can be put aside when completed, allowing us to return to those activities most familiar and comfortable to each of us. To be most effective, this must be seen as an on-going process, a new way of conducting our affairs and connecting with our constituents.

With a good mix of experienced and new City leadership in place, the City of Twin Falls is in an excellent position to determine its own fate in an uncertain future. Many communities seem frozen in the past, allowing current events to wash over them, resulting in a downward spiral of continuing rounds of reduced budgets and declining levels of service. Others may see this as an opportunity to set a new course and marshal available resources directed at a positive future.

The Strategic Plan Process: The strategic planning process is designed to alter the way the City of Twin Falls does business, to provide a more deliberate method of connecting current decisions with the long-term vision of the community. As such, a Strategic Planning document has been developed by the City Council that is intended to guide municipal decision-making. The Mayor and City Council could have chosen to use a closed process to develop the Plan, but they have determined that a much more inclusive and transparent process would best serve the broader interest of the community.

A multi-faceted approach to garner community input into the process was used over a nine month period. Interviews with a broad range of stakeholders tapped the views of many who have exercised leadership roles in Twin Falls over the years. More

inclusive strategies were employed using social media to facilitate the input of others in the community who expressed their opinions about the city's priorities. A community forum, with an open invitation to all interested citizens, was held in early May 2012 to allow participants to hear what community leaders, as well as other Twin Falls residents and business people, have to say about their vision for the future.

This input was then synthesized and presented to the Mayor and City Council in the fall of 2012. The Mayor and Council weighed the information gleaned through the process, applied their own perspective and considered the various constraints on what can be realistically achieved as they developed a draft Strategic Plan. Once completed in draft form, the document was made available for public review and comment prior to its formal consideration and adoption by the Mayor and City Council.

The Planning Context – 2012 Conditions:

In this process, the City chose to address the future in a non-traditional way, concentrating on outcomes important to the community rather than according to its organizational structure. Based upon broad community input, several focus areas outlined below were listed. Current conditions were acknowledged and then various goals and initiatives were identified to improve outcomes in those focus areas. These initiatives will be used as a basis for future budget decisions throughout the implementation of the Plan.

Annual updates of the Plan are anticipated so as to ensure it remains current and responds to unforeseen circumstances as they evolve through time.

Healthy Community

2012 Condition: Reflecting national trends, statistics prepared by the South Central Health District demonstrate that the Twin Falls population continues to face substantial challenges with respect to individual and community health. Relative high incidence of various cancers, diabetes, high blood pressure and smoking suggest long-term health-related problems for the community as well as the growing economic costs associated with such conditions.

The community has worked hard to maintain compliance with regulations for their water and sewerage systems but continuing changes in standards has created facility and cost pressures.

The City and County have been active in the development of a trail system but it remains incomplete and disjointed. The urban design of the community tends to require vehicle use for most activities and discourages walking.

Learning Community

2012 Condition: High school graduation rates, as well as the percentage of people possessing a bachelor's degree or higher, are below comparative outcomes in the state and national data. Future economic viability of the community demands a highly trained and technically competent workforce. High regard exists in the community for both the school system and the community college, yet their efforts to meet evolving demands require enhanced support. Other, non-traditional sources of learning need to be identified and supported.

Secure Community

2012 Condition: The community invests significantly in systems that ensure the safety and security of inhabitants, businesses and visitors. Police and Fire services are of a high quality and a competent building permit process ensures long-term structural integrity of buildings constructed in the community. However, a recent period of severe fiscal limitation has strained these systems to maintain the level expected by community members. A primary focus on the basics has resulted in a less than adequate level of communication between the service providers and those relying on them.

Accessible Community

2012 Condition: In addition to significant growth within the community, Twin Falls has evolved into a regional retail and trade center for South Central Idaho and Northern Nevada. While notable investment has been made in transportation system improvements by state and local authorities, demand continues to outpace investment in the street and highway system. Maintenance levels had declined but recent enhancements to budget levels for major street programs have produced positive results. Investment in bicycle and pedestrian facilities has been of lower priority leaving those facilities incomplete.

Only minimal investment has been made in a system of public transportation, that being through College of Southern Idaho, with the system focused on student transit.

Environmental Community

2012 Condition: The natural setting in which Twin Falls exists is viewed as a precious resource by those who reside in the community. The Snake River and Rock Creek Canyons provide a significant and irreplaceable amenity for the community. Balancing community interest and private property rights in these areas will be a challenge that requires clear vision and broad communication.

Maintaining water and air quality in the face of a growing population and business demands has proven difficult. Short-term actions produce long-term consequences. Investment in preserving those things that are valued by the community has proven difficult in a period of significant fiscal restraint.

Prosperous Community

2012 Condition: Recent, high profile successes in securing significant business investment in Twin Falls have produced needed jobs and tax revenue. Future successes in this area are endangered by certain factors that require attention and investment. Water and sewer capacity does not currently exist to support either industrial or significant residential expansion. Enhanced capacity in the workforce to effectively compete in a more technically oriented labor environment must be pursued.

The historic downtown is highly valued in the community, but it has languished in recent years with expanded commercial competition from other areas in the community. Solutions have been frustratingly difficult to find and implement.

Responsible Community

2012 Condition: Communities function best when supported by a committed and involved citizenry working in tandem with responsive and transparent community institutions. Voter participation has been low in recent years and surveys have suggested a need for enhanced levels of communication between government entities and the public they serve. Better understanding regarding what can be expected of government versus what can be best achieved through personal initiative and responsibility can result in a better community and a lower cost of government.

Internal Organization

2012 Condition: Twin Falls is one of the few cities in Idaho operating under the Council-Manager form of government. This professional approach to municipal administration working in close concert with elected policy leadership has produced high levels of service with relatively low costs. This has been produced through constantly analyzing operations for new efficiencies and investing in a skilled and respected city workforce supported by an unequivocal commitment to integrity.

While recent years have presented major fiscal challenges, a focus on the long-range has avoided much of the dramatic degradation of service experienced by many communities throughout the country.

Strategic Plan Format:

The Strategic Plan format has been organized around the eight focus areas that emerged during the dialogue with the community and the city leadership. For each focus area, there is a description of the vision for that topic in the year 2030. Following is a matrix that describes the vision in a series of goals. For each goal there are initiatives, or organizing principles for more specific objectives. Each objective is annotated with its priority, the lead city entity responsible, the resources required in either labor and/or capital expenditures, and the community involvement by either communication and/or active partners.

A further description of this annotation is as follows:

Timeframe

- ① The initiative will be completed or substantially underway within the next 1-5 years.
- ② The initiative will be completed or substantially underway within the next 6-10 years.
- ③ The initiative will be completed or substantially underway after year 10.
- The initiative is underway or an on-going priority of the city.

Lead is the City Department, City Division or specific official that has primary responsibility to carry out the initiative. In many cases there are other city functions that will be involved and in some cases all city departments will have some part in the initiative.

Resources

 Significant people resources are required to implement the initiative beyond the current commitment. This could be accomplished through the re-allocation of existing staff, additional staff, temporary staff or contractual services.

 Additional capital expenses are needed to implement the initiative.

Community

 The initiative will involve communication and community involvement to implement.

 The initiative will require community partners to implement.

City of Twin Falls Community Strategic Plan

April 2013

Focus Area 1 – Healthy Community (HC)

2030 Vision: Twin Falls is a community with a broad-based commitment to the long-range health of its citizens and visitors. A wide array of activities exists through private, non-profit, and public entities, as well as partnerships among them, which lead to a healthy, well-rounded community.

Water, sewer and other public facilities function at a high level ensuring the public health benefits of that infrastructure are well-maintained and kept in compliance with acceptable standards. Community design standards facilitate individuals’ commitment to maintaining a healthy life-style. Acute care and emergency response programs and infrastructure are maintained at the highest level and an active community-wide consciousness exists to help people make positive choices with respect to substance abuse of all kinds. Recreation, arts, and non-profit organizations contribute to a healthy community, as well. They attract and keep a skilled workforce and round out residents’ interests in the outdoors and the arts.

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		TIMEFRAME	LEAD	RESOURCES	COMMUNITY
Goal HC1: Improve the health of the community.					
Initiative HC1.1: The City will provide facilities that support healthy lifestyles.					
	Objective HC1.1A: Develop a strategy for connecting the trail system. [SEE ALSO Objective AC2.1Cand EC2.1A]		Plan P&R		
	Objective HC1.1B: Require that bike and walking paths/trails are developed as part of new development. [SEE ALSO EC2.1A]		Plan		

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		TIMEFRAME	LEAD	RESOURCES	COMMUNITY
	Objective HC1.1C: Develop a plan and standards that will ensure that all residents of the city live within a ½ mile distance from a park or an active recreation area. [SEE ALSO Objective EC2.1A]	①	P&R	👤💰	ⓘ✋
	Objective HC1.1D: Develop policies and regulations that discourage sprawl development and reduce vehicle miles traveled.	● ①	Plan	👤	ⓘ
	Objective HC1.1E: Develop a strategy for funding development of a recreation center in partnership with other organizations. [SEE ALSO EC2.1A]	①	P&R	👤💰	✋
	Objective HC1.1F: Develop a response to the public interest in emerging healthy life-style activities such as dog parks and community gardens.	● ①	P&R	👤💰	✋
Initiative HC1.2: The City will provide programs and services that support healthy lifestyles.					
	Objective HC1.2A: Provide affordable healthy lifestyle programs for kids.	● ②	P&R	👤	✋
	Objective HC1.2B: Reduce health risks through expansion of physical activity programs provided by the city and/or in partnership with others.	● ②	P&R	👤💰	✋
	Objective HC1.2C: Focus efforts on mental health issues in partnership with other agencies.	● ①	Police	👤	✋
	Objective HC1.2D: Improve response to drug and alcohol related incidents.	● ①	Police	👤	
	Objective HC1.2E: Maintain and improve roadway systems to optimize emergency vehicle response times.	● ①	E-PW	👤💰	
	Objective HC1.2F: Explore options for maximizing Emergency Medical Services (EMS).	②	Fire	👤	✋
	Objective HC1.2G: Consider requiring that a portion of certain city grants to local agencies be directed to wellness education.	①	Fin	👤	✋

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	Objective HC1.2H: Promote healthy initiatives through communication using utility bill inserts, the city website, and other media.		PIO	
Goal HC2: Maintain the environmental health of the community.				
Initiative HC2.1: The City will maintain water and wastewater quality.				
	Objective HC2.1A: Operate water and wastewater systems to meet federal standards.		E-PW	
	Objective HC2.1B: Improve the storm water system to minimize the health risks associated with standing water.		E-PW	
	Objective HC2.1C: Maintain effective emergency response capability (skill and equipment) in the case of failed infrastructure.		PW	
	[SEE ALSO Initiative EC2.2]			

Focus Area 2 – Learning Community (LC)

2030 Vision: Twin Falls is a community that consciously supports an individual’s pursuit of intellectual as well as personal and professional growth. The formal education system is well supported and prepares the youth of the community to effectively function as a contributing member of society and a wide array of public and private institutions support a life-long pursuit of knowledge and skill development. Programs are in place to ensure the maximum level of success possible in meeting educational standards. Twin Falls continues to be known as the training center for our local economy.

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		TIMEFRAME	LEAD	RESOURCES	COMMUNITY
Goal LC1: Extend the knowledge base of city government in support of a learning community.					
Initiative: LC1.1 The City will support efforts of others in creating a well educated and trained community.					
	Objective LC1.1A: Serve as an educational resource on city issues and activities to other agencies and the public, including civic groups and non-profits.	○	CM/ City Council		👋
	Objective LC1.1B: Provide, encourage and financially support lifelong learning programs.	○	P&R	💰	👋
	Objective LC1.1C: Coordinate plans of the city, the library and other educational institutions.	②	CM	👤👤👤	👋
	Objective LC1.1D: Create internships programs.	○ ②	HR	👤👤👤	👋
	Objective LC1.1E: Participate in education fairs and seminars providing information on local government jobs.	○ ①	HR	👤👤👤	👋
	Objective LC1.1F: Support a safe learning environment through support of the school resource program and in partnership with the local colleges.	○	Police		👋
	Objective LC1.1G: Develop educational programs in the schools to address drug use, violence and bullying.	○	Police		👋

Focus Area 3– Secure Community (SC)

2030 Vision: Twin Falls is a community where people feel safe and, in fact, enjoy a high level of safety. Effective partnerships among the professional public safety organizations and individuals and groups of private citizens help ensure broad-based, effective involvement in crime and fire prevention and Build code enforcement efforts. Community education and civil engineering efforts continue to show positive results in traffic, bicycle and pedestrian safety experience.

Continued investment in professional development as well as in public safety systems, infrastructure and technology has ensured a robust emergency response capability.

						
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			TIMEFRAME	LEAD	RESOURCES	COMMUNITY
Goal SC1: Maintain public safety at the highest practical level.						
Initiative SC1.1: The City will train personnel to maintain fire suppression capabilities for the fire service area.						
	Objective SC1.1A: Provide bi-monthly firefighter essentials refresher training for all suppression personnel and conducted by each shift.		○	Fire		
	Objective SC1.1B: Train and certify firefighters to the technician level for special operations rescue and hazardous materials response.		○	Fire		
	Objective SC1.1C: Provide certification and annual refresher training for driver/operators of fire equipment.		○	Fire		
Initiative SC1.2: The City will maintain fire apparatus, equipment and facilities to the highest standards.						
	Objective SC1.2A: Service test all Insurance Services Office (ISO) rated apparatus and equipment annually.		○	Fire		
	Objective SC1.2B: Procure essential equipment for high angle and confined space rescue.		①	Fire	\$	

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		TIMEFRAME	LEAD	RESOURCES	COMMUNITY
	Objective SC1.2C: Test 20% of the City’s hydrants each year.		Fire		
Initiative SC1.3: The City will maintain a high level of interactive communication with the community on police services.					
	Objective SC1.3A: Conduct surveys of police service with end-users and partners.		Police		
	Objective SC1.3B: Support data driven outcomes approaches to crime and traffic safety.		Police		
Initiative SC1.4: The City will continue to balance perception vs. reality regarding police services.					
	Objective SC1.4A: Improve the relationship with the community by focusing on feedback and outcomes.		Police		
	Objective SC1.4B: Develop a structured public communication plan.		Police/ PIO		
	Objective SC1.4C: Educate regarding crime statistics and what the statistics really mean.		Police		
Initiative SC1.5: The City will improve professional and technical development in the City’s communication system.					
	Objective SC1.5A: Expand communications ability with the most recent technology advances and to provide coverage as the community grows.		IS		
	Objective SC1.5B: Become self sufficient on taking care of the city’s communications equipment.		IS		
	Objective SC1.5C: Develop the City’s electronic citation and reporting capabilities.		Police		
	Objective SC1.5D: Pursue social media, Facetime and Skype for crime reporting and alerts for criminal activity in a specific area.		Police		
	Objective SC1.5E: Pursue Alert-ID – sharing real-time data with the community.		Police		

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		TIMEFRAME	LEAD	RESOURCES	COMMUNITY
Goal SC2: Maintain safe public facilities and parks.					
Initiative SC2.1: The City will ensure that all public facilities are safe.					
	Objective SC2.1A: Develop and implement a plan to improve security in critical city facilities, parks and trails including the use of alarms, lighting and cameras.	● ①	IS / Police	💰	
	Objective SC2.1B: Maintain and upgrade the water system to be capable of providing required fire flow. [SEE ALSO Objective PC2.3C]	●	E-PW	💰	
	Objective SC2.1C Maintain a reliable communications/network to support instrumentation of the water and wastewater systems.	● ①	IS/ PW	💰	
	Objective SC2.1D: Maintain security at the airport, including compliance with changing federal regulations.	● ①	Air	👤 💰	✋
	Objective SC2.1E: Incorporate new technology to aid in the airport’s security and safety systems.	②	Air	💰 👤	✋
	Objective SC2.1F: Review and update, if needed, street lighting standards.	● ①	E	💰	ⓘ
Initiative SC2.2: The City will maintain public facilities and services during emergencies.					
	Objective SC2.2A: Maintain and implement a disaster preparedness plan.	● ①	CM	👤 💰	✋
	Objective SC2.2B: Obtain redundant operational components to keep critical public facilities and services operating under duress.	①	PW	💰 👤	
	Objective SC2.2C: Maintain a well-equipped, professional repair shop, with competent employees, to efficiently, quickly and cost-effectively support the city vehicle fleet.	● ①	PW	💰 👤	
	Objective SC2.2D: Maintain critical roadways under extreme weather events to ensure timely emergency response.	● ①	PW	👤	ⓘ

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		TIMEFRAME	LEAD	RESOURCES	COMMUNITY
	Objective SC2.2E: Produce signs and barricades to assist police and traffic control in emergency situations.	●	PW	💰 👤	
	Objective SC2.2F: Improve the storm water system to minimize the risks from flooding.	●	PW	💰 👤	✋
Goal SC3: Prevent crime, fire events, and life safety hazards.					
Initiative: SC3.1 The City will provide high quality prevention through code enforcement, plan reviews, and public education programs.					
	Objective SC3.1A: Prevent crimes through improved environmental design.	●	Plan		ⓘ
	Objective SC3.1B: Maintain and enforce the most recently adopted regulations that support removal, remodel, or redevelopment of dangerous buildings and dilapidated sites.	●	Plan/ Fire		ⓘ
	Objective SC3.1C: Review building plans and conduct on-site inspections to ensure construction is meeting the Fire Code and Life Safety Code requirements.	●	Fire/ Build		
	Objective SC3.1D: Conduct annual Fire Code inspections of businesses.	●	Fire		
	Objective SC3.1E: Provide fire prevention education including fire extinguisher training to businesses and programs to the grade schools.	●	Fire		ⓘ
	Objective SC3.1F: Provide fraud training and education.	●	Fin/ Police		ⓘ
	Objective SC3.1G: Expand background checks on all coaches and instructors for youth activities.	● ①	P&R/ Police	👤	ⓘ

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		TIMEFRAME	LEAD	RESOURCES	COMMUNITY
Goal SC4: Focus efforts on specific public safety issues.					
Initiative SC4.1: The city will increase traffic, bicycle and pedestrian safety.					
	Objective SC4.1A: Support the Traffic Safety Commission.		Police		
	Objective SC4.1B: Maintain a traffic team for education and enforcement.		Police		
	Objective SC4.1C: Expand Driving Under the Influence (DUI) education and enforcement.		Police		
	Objective SC4.1D: Encourage pedestrian sidewalks that are separated from the travel or parking lane.		E		
	Objective SC4.1E: Explore and implement options for increasing pedestrian and bicycle safety through signage, and street and intersection design that comply with federal standards for persons with disabilities.		PW		
	Objective SC4.1F: Maintain bike routes, crosswalks and school zones to ensure public safety and decrease accidents/injuries.		PW		
	Objective SC4.1G: Implement a Safe Routes to Schools (or equivalent) program.		P&R		
Initiative SC4.2: The City will improve community response to drug and alcohol issues.					
	Objective SC4.2A: Proactively respond to the changing trends in illegal drug use and prescription drug abuse.		Police		
	Objective SC4.2B: Support strong educational programs on drug and alcohol abuse.		Police		
	Objective SC4.2C: Focus on street-level drug problems and users.		Police		

Focus Area 4– Accessible Community (AC)

2030 Vision: Through effective planning and timely investment, the Twin Falls area has kept pace with the mobility requirements of an expanding and changing population. An integrated and balanced system of transportation modes including bicycles and pedestrians, as well as a modern public transportation system supports the traditional street and highway vehicle users. A commitment to high levels of maintenance of these systems ensure the long-term integrity of the public investments made and maximizes the convenience of those dependent upon the proper functioning of these systems.

Effective coordination with a wide array of partners has ensured that regional transportation facilities such as state highways, the interstate system and Magic Valley Regional Airport continue to provide an improving level of convenient access to the area for residents, visitors and commercial interests.

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		TIMEFRAME	LEAD	RESOURCES
COMMUNITY				
Goal AC1: Expand multi-modal choices.				
Initiative AC1.1: The City will ensure that the city’s sidewalks are walkable and safe.				
	[SEE Initiative SC4.1]			
Initiative AC1.2: The City will expand and maintain pedestrian and bicycle trails.				
	Objective AC1.2A: Provide funding for annual trail maintenance.	○	P&R	👤💰🤝
	Objective AC1.2B: Adopt roadway design policies and standards that include non-motorized components and require implementation as part of new development.	①	E	👤
	Objective AC1.2C: Sign bike paths and identify bike lanes with striping on roads where it is appropriate.	○	E-PW	💰

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		TIMEFRAME	LEAD	RESOURCES	COMMUNITY
	Objective AC1.2D: Develop partners to advocate for bike trails and support bike programs.	● ②	P&R	👤	ⓘ ✋
	Objective AC1.2E: Identify priorities for vehicular capacity, bike paths and parking that balances competing uses and costs.	①	E	👤 💰	
	SEE ALSO Objectives HC1.1A andHC1.1B.				
Initiative AC1.3: The City will explore a public transportation system.					
	Objective AC1.3A: Research opportunities to fund public transportation.	②	Finance	👤	✋
Initiative AC1.4: The City will explore land use patterns that support multi-modal transportation options.					
	Objective AC1.4A: Adopt code provisions that encourage mixed use and in-fill development.	①	Plan	👤	
	Objective AC1.4B: Educate the community on the relationship between a more compact land use pattern and optimizing pedestrian and bicycle transportation.	● ②	Plan	👤	ⓘ
	Objective AC1.4C: Work with County and City to maintain protective zoning around the airport restricting incompatible land uses within the airport environs.	●	Air		✋
	[SEE ALSO Objective HC1.1D]				
Initiative AC1.5: The City will continue to improve the condition and operation of its streets.					
	Objective AC1.5A: Support the street re-construction program.	●	E-PW	💰	
	Objective AC1.5B: Improve signalization program assessing cost vs. level of service. [SEE ALSO Objective AC2.1A]	●	E	💰	
	Objective AC1.5C: Balance the cost of responding to increased congestion. [SEE ALSO Objective AC2.1A]	②	E	👤	

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		TIMEFRAME	LEAD	RESOURCES	COMMUNITY
Goal AC2: Improve connectivity.					
Initiative AC2.1: The City will improve connectivity within and between transportation modes.					
	Objective AC2.1A: Develop a Master Plan of Transportation for all modes of transportation.	①	E	👤	ⓘ
	Objective AC2.1B: Analyze connectivity within and between different modes in terms of what is reasonable and where the connections should be located.	● ②	E	👤	
	Objective AC2.1C: Complete the trail system from Dierkes Lake to Rock Creek Canyon and Meander Point on the rim, and expand the trail in the bottom of both Rock Creek and Snake River canyons. [SEE ALSO EC2.1A]	③	P&R	💰	ⓘ ✋
	Objective AC2.1D: Maintain a coordinated effort to improve roadway connectivity to the airport such as the southeast by-pass loop and a third bridge.	● ③	E	💰	✋
Goal AC3: Maintain and improve the Airport.					
Initiative AC3.1: The City will continue to maintain and improve the airport facilities.					
	Objective AC3.1A: Implement the Airport's Federal Aviation Administration (FAA) Master Plan and Capital Improvement Process, and the FAA funded Airport Improvement Program (AIP).	● ①	Air	💰	✋
	Objective AC3.1B: Follow the airport's FAA Capital Investment Plan (CIP) for timely maintenance and development projects.	● ①	Air	💰	✋
Initiative AC3.2: The City will improve airport service.					
	Objective AC3.2A: Advocate for the regional airport needs to be addressed through use of Magic Valley Regional Airport.	● ②	Air		✋

Focus Area 5– Environmental Community (EC)

2030 Vision: Twin Falls exists in an unparalleled natural setting that provides recreational opportunities, solace and inspiration for residents and visitors alike. An on-going commitment to maintaining the natural heritage acknowledges the significance placed upon this aspect of community life by Twin Falls residents. The business community also recognizes the essential role this commitment to our natural setting and proximity to outdoor activities plays in sustaining and expanding the region’s economic vitality.

The community’s commitment to maintaining clean water and clean air continues to set Twin Falls apart from those places allowed to degrade in the face of a growing population.

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		TIMEFRAME	LEAD	RESOURCES	COMMUNITY
Goal EC1: Improve the environmental standards of the community.					
Initiative: EC1.1: The City will reduce negative impacts of noise.					
	Objective EC1.1A: Explore establishing noise limits on crushing and construction operations.		E		
Initiative: EC1.2: The City will employ sustainable land use policies.					
	Objective EC1.2A: Update land use regulations to discourage leap frog development and land divisions that impact viable agricultural land uses.		Plan		
	Objective EC1.2B: Encourage the maintenance of agriculture production on lands that are part of a phased development.		Plan		
	Objective EC1.2C: Update the development codes (Title 4 and 10) to reflect best practices.		Plan Build		
	Objective EC1.2D: Review and update city policies and regulations to balance public access with private property rights along the canyon rims.		Plan		

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		TIMEFRAME	LEAD	RESOURCES	COMMUNITY
Initiative: EC1.3 The City will enhance property maintenance levels in the community.					
	Objective EC1.3A: Maintain safe and healthy private property conditions through adequate codes, enforcement, public education, and certified and trained employees. [SEE ALSO Initiative SC3.1]	● ②	Plan	👤	ⓘ
Initiative EC1.4: The City will support efforts to maintain air quality.					
	Objective EC1.4A: Explore strategies for maintaining air quality including standards for odor and particulates.	②	E-PW	👤	ⓘ
	Objective EC1.4B: Provide for more trees to be planted in appropriate locations throughout the city.	● ①	P&R	💰	ⓘ
	[SEE ALSO Goal AC1and Objective EC2.2E]				
Goal EC2: Support environmental stewardship.					
Initiative EC2.1 The City will develop its assets to support environmental stewardship.					
	Objective EC2.1A: Adopt a Master Plan with funding mechanisms and development standards for parks, recreation, trails and natural features.	①	P&R	💰 👤	
Initiative EC2.2 The City will manage its assets to support environmental stewardship.					
	Objective EC2.2A: Explore the opportunity to expand the recycling program throughout the city and to all uses, and encourage residents to mulch yard wastes on their property.	③	Fin	👤	ⓘ
	Objective EC2.2B: Improve the management of the storm water discharged into rivers and streams to protect public safety and the environment. [SEE ALSO SC2.2F]	③	E		
	Objective EC2.2C: Co-operate with the Twin Falls Canal Company to enhance water quality and meet regulatory requirements for shared water systems.	●	E-PW	💰	✋

Focus Area 6– Prosperous Community (PC)

2030 Vision: A consistent commitment ensuring community residents have access to employment that supports personal and family well-being has resulted in a robust economy based upon the traditional agricultural base of the region as well as an expanded economic base from new fields of endeavor. A balanced focus by a variety of regional partners on preparing the local labor force to effectively function in an era of changing skill requirements as well as on-going investment in required infrastructure has allowed locally based businesses to expand as their business needs dictate while accommodating new industries and businesses into the marketplace.

Twin Falls has continued to serve as the regional retail and professional service center for South Central Idaho and North East Nevada.

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		TIMEFRAME	LEAD	RESOURCES	COMMUNITY
Goal PC1: Revitalize the downtown.					
Initiative PC1.1: The City will provide leadership in the creation of partnership for revitalizing downtown.					
	Objective PC1.1A: Develop and implement a program for re-vitalization of downtown.	①	ED	👤 💰	🤝
	Objective PC1.1B: Protect the historic character of the downtown.	● ①	Plan	👤	🤝
Initiative PC1.2: The City will improve access and eliminate barriers to downtown.					
	Objective PC1.2A: Address the impact of U.S. Highway 30 on downtown and determine how we can work with partners such as ITD to improve the system. [SEE ALSO Objective PC2.1B]	②	E	👤	🤝

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		TIMEFRAME	LEAD	RESOURCES	COMMUNITY
	Objective PC1.2B: Develop a strategy for downtown and Old Town parking that supports growth, and amend the zoning code parking standards accordingly.	● ①	Plan	👤 💰	🤝
Goal PC2: Provide public services and facilities that support economic prosperity.					
Initiative PC2.1: The City will determine the needs for infrastructure to support future growth.					
	Objective PC2.1A: Update facility plans that assess current and future needs, costs, and resources.	①	E	👤 💰	
	Objective PC2.1B: Review transportation infrastructure, including truck routes, that supports industrial land uses to determine how the City can work with the region to improve the systems.	①	E	👤	🤝
	Objective PC2.1C: Enhance fire flow standards to ensure that in the land use development process, adequate fire flows or water use is required for all possible land uses in the zone.	①	E	👤	
Initiative PC2.2: The City will seek opportunities for air service improvements and economic development opportunities associated with the airport.					
	Objective PC2.2A: Improve air service as a critical component to the economic development of the region.	●	Air	💰	🤝
	Objective PC 2.2B: Expand utilities to support economic development around the airport.	②	E-PW	💰	💰
	[SEE ALSO Initiative AC3.1]				

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Goal PC3: Expand the opportunities for business and tourism.					
Initiative PC3.1: The City will develop a business marketing strategy.					
	Objective PC3.1A: Identify three to five industry sectors that fit the community to create job diversity including more technology jobs, while retaining the focus on agricultural based economy.		ED		
	Objective PC3.1B: Develop and maintain an inventory of industrial buildings and sites.		ED		
Initiative PC3.2: The City will use tourism as a tool in economic development.					
	Objective PC3.2A: Develop a strategy for funding the development of community facilities that support cultural, recreational and entertainment activities in partnership with other organizations.		P&R		
	Objective PC3.2B: Use existing and potential tourism activities as a tool for economic development efforts.		ED		
Initiative PC3.3: The City will serve as the focal point for economic development efforts.					
	Objective PC3.3A: Focus on both business retention and expansion efforts.		ED		
	Objective PC3.3B: Create and support partnerships in pursuit of economic development objectives and strategic plan goals.		ED		
	Objective PC3.3C: Explore the viability of establishing an incubator for start-up businesses and entrepreneurial activity.		ED		
	Objective PC3.3D: Explore mechanisms to enhance access to capital for new and expanding businesses.		ED		

Focus Area 7 – Responsible Community (RC)

2030 Vision: The Twin Falls community has retained its human face as it has grown over time. New residents are welcomed and made to feel part of the tightly knit community. A vital aging population is an active segment of the population.

The community is actively engaged in the various public, private, civic, arts and religious institutions serving the area through volunteerism and involvement in neighborhood and local government activities.

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		TIMEFRAME	LEAD	RESOURCES	COMMUNITY
Goal RC1: Involve the Community.					
Initiative RC1.1: The City will seek the community’s involvement in carrying out its responsibilities.					
	Objective RC1.1A: Develop a community engagement program that expands community outreach to all segments of the community, using education efforts, marketing and promotional opportunities.	1	CM PIO	👤	ⓘ
	Objective RC1.1B: Educate and involve youth in community service projects and strengthen the Youth Council.	●	City Council		ⓘ
	Objective RC1.1C: Conduct a communications audit to assess the City’s current outreach efforts.	● 1	PIO	👤 💰	
	Objective RC1.1D: Continue City’s participation in the National Citizen Survey and respond to issues identified in the Survey.	●	CM	💰	
Initiative RC1.2: The City will support citizen responsibility.					
	Objective RC1.2A: Develop a campaign of messaging that educates citizens on their responsibilities on the use and maintenance of private and public property.	1	Plan PIO	👤 💰	ⓘ

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		TIMEFRAME	LEAD	RESOURCES	COMMUNITY
	Objective RC1.2B: Develop “Welcome Packet” for new residents/ utility customers.	①	Fin/ P&R	👤 💰	ⓘ
	Objective RC1.2C: Expand the use of volunteers.	● ②	CM	👤	ⓘ
	Objective RC1.2D: Provide presentations to high school civic classes on how local government works.	● ②	CM/City Council		ⓘ
	Objective RC1.2E: Develop a Government Citizens Academy to educate adults on how local government works and on responsible citizenship.	②	CM	👤	ⓘ

Focus Area 8 - Internal Organization (IO)

2030 Vision: The City of Twin Falls strives to carry out its mission with unquestioned integrity, and the highest ethical standards. In its role as stewards of the community assets it focuses on the proper use of available resources, continually assessing programs and processes to ensure maximum effectiveness. In pursuit of shared obligation for community livability, opportunities are made available to citizens for direct involvement in civic affairs and transparency in decision-making.

In support of the desired effectiveness, the elected leadership works in close partnership with appointed professionals carrying out clear policy directives. A high level of competency is provided from a lean, properly compensated and respected core staff.

Maximum effort is expended in ensuring authorities granted through state legislation are maintained and expanded.

OUR EMPLOYEES

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		TIMEFRAME	LEAD	RESOURCES	COMMUNITY
Goal IO1: Provide effective, professional, high quality services to City residents, businesses, industries, and visitors.					
Initiative IO1.1: The City of Twin Falls will empower, educate, and equip its employees with the knowledge, skills, and abilities as well as facilities and tools that are required for them to succeed.					
	Objective IO1.1A: Attract, recruit, retain and train the most qualified employees.	● ①	HR	👤	
①	Objective IO1.1B: Continue to educate and invest in our employees through training and career development.	● ①	HR	💰	
	Objective IO1.1C: Provide a good, safe working environment through developing work place violence and harassment policies, and performing background checks.	● ①	HR	👤 💰	

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		TIMEFRAME	LEAD	RESOURCES	COMMUNITY
	Objective IO1.1D: Operate under a shared and common vision that moves collectively to eliminate barriers, empower employees, and build relationships with its internal and external partners.	①	CM	👤	
	Objective IO1.1E: Research the use of technology to provide services to customers in the most effective manner.	○ ①	IS	👤 💰	
Initiative IO1.2The City will be a leader and example for the community in promoting employee wellness.					
	Objective IO1.2A: Identify the opportunities, costs, staffing, and funding sources for an employee wellness program.	①	HR	👤	
	Objective IO1.2B: Develop an incentive program for employees to participate in the wellness program.	①	HR	👤 💰	
	Objective IO1.2C: Develop a program of safety procedures and training to prevent employee accidents.	○ ①	HR	👤	
Goal IO2: Treat our employees fairly.					
Initiative IO2.1: The City of Twin Falls will build a strong, informed, and committed workforce through fair compensation, good treatment, and professional development programs.					
	Objective 1O2.1A: Create and maintain a market competitive compensation plan and benefits program.	○ ①	HR	💰	
	Objective 1O2.1B: Identify training opportunities that can be accessed and developed for in-house employee development, including new employee orientations, new supervisor training.	○ ①	HR	💰	
	Objective 1O2.1C: Encourage and support employees in continuing their education and knowledge base by a continued commitment to professional education programs and, tuition assistance.	○ ①	HR	💰	
	Objective 1O2.1D: Develop a mentoring and cross-training program that recognizes productivity coupled with experience and retention, along with	②	HR	👤	

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		TIMEFRAME	LEAD	RESOURCES
	knowledge, skills, and abilities.			COMMUNITY

OUR RESOURCES

Goal IO3: The City of Twin Falls will continue to be a financially strong and viable.					
Initiative IO3.1: Create and execute sound fiscal plans and accompanying policies that ensure financial resources are allocated in a manner designed to achieve the strategic goals and objectives					
	Objective IO3.1A: Develop a performance measurement system that ensures that the city continues pursuit of cost-effective and cost efficient processes and activities that meet public requirements.	○ 1	CM	👥 💰	
	Objective IO3.1B: Develop a prioritized and funded capital investment plan.	1	CM/Fin	👥	
	Objective IO3.1C: Develop Financial Policies for Council consideration.	1	FIN	👥 💰	
Goal IO4: The City of Twin Falls will plan responsibly for the future.					
Initiative IO4.1: The City of Twin Falls will prepare for growth through developing and updating critical Plan documents, collaborating with local/regional partners, and finding ways to match resources to increasing demand for services and state and federal mandates.					
	Objective IO4.1A: Partner with other government entities to collaborate on local and regional issues.	1	CM/City Council	👥	👤
	Objective IO4.1B: Develop framework to monitor and influence state-level decision-making on matters that affect City authority and resources.	○	CM/City Council	👥	👤