MIDWEST CITY
Where the Spirit Flies High

MIDWEST CITY MEETING AGENDAS FOR May 10, 2016

STAFF BRIEFING

City Hall, Second Floor, Midwest City Council Conference Room, 100 N. Midwest Boulevard
Enter through S.W. door marked Council Chamber/Conference Room

Special assistance requests - tcoplen@midwestcityok.org or 739-1002 –
please provide no less than 24 hours notice
Special assistance request during a meeting call 739-1388

May 10, 2016 – 6:00 PM

DISCUSSION.

Clarification of agenda items, handouts, and presentation of new or additional information for items on the agendas for the City Council, Municipal Authority, and Hospital Authority for May 10, 2016.

CITY OF MIDWEST CITY COUNCIL AGENDA

Midwest City Council Chambers, 100 N. Midwest Boulevard

Special assistance requests - tcoplen@midwestcityok.org or 739-1002 –
please provide no less than 24 hours notice
Special assistance request during a meeting call 739-1388

May 10, 2016 – 7:00 PM

A. CALL TO ORDER.

B. OPENING BUSINESS.

- Invocation - Community Services Director Vaughn Sullivan
- Pledge of Allegiance - Councilmember McClure
- Community-related announcements
- Mayoral Proclamations: "NATIONAL PUBLIC WORKS WEEK" and "KIDS TO PARKS DAY"

C. CONSENT AGENDA. These items are placed on the Consent Agenda so that members of the City Council, by unanimous consent, can approve routine agenda items by one motion. If any item proposed on the Consent Agenda does not meet with approval of all Council members, or members of the audience wish to discuss a proposed item with the Council, that item will be removed and heard in regular order.

1. Discussion and consideration of approving the minutes of the staff briefing and regular meetings of April 26, 2016, as submitted. (City Clerk - S. Hancock)

2. Discussion and consideration of accepting the Annual Financial Report of the City of Midwest City and the Single Audit Report for the federal programs as of and for the year ended June 30, 2015. (Finance - J. Siemens)

3. Discussion and consideration of approving and entering into a Cooperative Agreement with the Midwest City Chamber of Commerce that governs the terms and conditions under which that organization will receive up to $5,000 from the City for the 2016 Youth Excel program. (City Manager - G. Henson)

4. Discussion and consideration of approving and entering into a contract in an amount not to exceed $2,000.00 for fiscal year 2016-2017 with Crutcho Public School to establish the terms and conditions under which Crutcho Public School will provide a school bus and driver for NIA Youth Summer Camp. (Neighborhood Services - M. Stroh)

5. Discussion and consideration of the acceptance of and making a matter of record Permit No. SL000055160161 from the State Department of Environmental Quality for the Commercial Retail Development Onsite and Easement Sewer Line Extension Project (near SE 15th Street and South Sooner Road) for the Sooner Rose Commercial Development, Midwest City, Oklahoma. (Community Development - P. Menefee)

6. Discussion and consideration of 1) approval of the proposed 2016 Action Plan, a part of the 2015–2019 Consolidated Plan and Strategy, for the use of 2016 Community Development Block Grant (CDBG) funds, 2) authorization of the Mayor to submit the approved and/or modified certifications to the U.S. Department of Housing and Urban Development, and 3) authorization of the Mayor and City Manager to enter into the necessary or appropriate contracts to implement said program. (Grants Management - T. Craft)

7. Discussion and consideration of approving and entering into five-year lease and maintenance agreements effective July 12, 2016 for fiscal year 2016-17 with Oklahoma Copier Solutions at a monthly lease rate of $97.00 for one (1) Sharp MX-3050 photocopier and a rate of $0.009 per black and white copy and $0.0525 per color copy. (Fire - B. Norton)

8. Discussion and consideration of ratifying and approving a Statement of Work – Confinement with the United States Armed Forces, executed by the city manager on May 5, 2016 on behalf of the City of Midwest City, which establishes additional terms and conditions under which federal prisoners can be housed in the City's jail. (City Manager - G. Henson)

9. Discussion and consideration of renewing the Memorandum of Understanding in an amount not to exceed $25,000 with the Oklahoma Department of Mental Health and Substance Abuse Services which establishes the terms and conditions under which the City participates in this program to identify eligible municipal offenders in Midwest City who are in need of behavioral health treatment services and fund supplies necessary to operate the screening program such as a computer or drug testing supplies in the amount of $1,000. (Police Department - B. Clabes)

10. Discussion and consideration of 1) declaring the various obsolete items of city property on the attached list surplus; and 2) authorizing their disposal by public auction or sealed bid. (Police Department - B. Clabes)

D. DISCUSSION ITEMS.

1. Discussion and consideration of appointing a replacement to fill Jim Ray's seat on the Residential Parking Review Committee as his term on the Council has ended. (Neighborhood Services - M. Stroh)

2. Discussion and consideration of appointing four Midwest City citizens to serve on the Charter Review Committee. (City Manager - G. Henson)

E. NEW BUSINESS/PUBLIC DISCUSSION.

F. FURTHER INFORMATION.

1. Discussion and consideration of approving and passing an ordinance amending Chapter 12, Community Center, of the Midwest City Code; and providing for repealer and severability. (Community Services - V. Sullivan)

2. Discussion and consideration of approving and passing an ordinance amending Chapter 30, Parks and Recreation, of the Midwest City Code, Article IV, In General, by amending Section 30-46(a) and (b), Golf course rates; establishing an effective date; and providing for repealer and severability. (Community Services - V. Sullivan)

3. Midwest City Tree Board October 14, 2015 meeting minutes (Community Services - V. Sullivan)

4. Midwest City Tree Board January 12, 2016 meeting minutes (Community Services - V. Sullivan)

G. ADJOURNMENT.

MIDWEST CITY

Where the Spirit Flies High

CONSENT AGENDA

Notice of regular staff briefings for the Midwest City Council was filed for the calendar year with the City Clerk of Midwest City and copies of the agenda for this meeting were posted at City Hall and on the City's website, accessible to the public for at least 24 hours in advance of this meeting.

MINUTES OF THE REGULAR STAFF BRIEFING FOR MIDWEST CITY COUNCIL

April 26, 2016 – 6:00 p.m.

This regular meeting was held in the Midwest City Council Conference Room on the second floor of City Hall, 100 N. Midwest Boulevard, Midwest City, County of Oklahoma, State of Oklahoma. The following members were present: Mayor Matt Dukes. Absent: Councilmembers Daniel McClure Jr., Pat Byrne, Rick Dawkins, Sean Reed, Christine Allen, and Jeff Moore; and City Clerk Sara Hancock. Mayor Dukes called the meeting to order at 6:00 p.m.

In the absence of a quorum due to inclement weather, Mayor Dukes publicly announced that this meeting is continued 24 hours until Wednesday, April 27, 2016, at 6:00 p.m.

On April, 27, 2016, this regular meeting, which had been continued 24 hours the day before, was held in the Midwest City Council Conference Room on the second floor of City Hall, 100 N. Midwest Boulevard, Midwest City, County of Oklahoma, State of Oklahoma. The following members were present: Mayor Matt Dukes; Councilmembers Daniel McClure Jr., Pat Byrne, Rick Dawkins, Sean Reed, Christine Allen,* and Jeff Moore**; and City Clerk Sara Hancock. Absent: none. Mayor Dukes called the meeting to order at 6:03 p.m.

DISCUSSION. Clarification of agenda items, handouts, and presentation of new or additional information for items on the City Council agenda for April 26, 2016. Staff briefed the councilmembers on various items on the agenda, and the councilmembers sought clarification and discussed individual agenda items with staff.

*Councilmember Allen left at 6:05 p.m. and returned at 6:06 p.m. **Councilmember Moore arrived at the meeting at 6:04 p.m.

The meeting recessed at 6:52 p.m. and reconvened at 6:54 p.m. for additional discussion of certain agenda items. The mayor closed the meeting at 6:54 p.m.

ATTEST: MATTHEW D. DUKES, II, Mayor

SARA HANCOCK, City Clerk

Notice of regular Midwest City Council meetings was filed for the calendar year with the City Clerk of Midwest City and copies of the agenda for this meeting were posted at City Hall and on the City's website, accessible to the public for at least 24 hours in advance of the meeting.

MINUTES OF THE REGULAR MIDWEST CITY COUNCIL MEETING

April 26, 2016 – 7:00 p.m.

This regular meeting was held in the Midwest City Council Chambers, 100 N. Midwest Boulevard, Midwest City, County of Oklahoma, and State of Oklahoma with the following members present: Mayor Matt Dukes. Absent: Councilmembers Daniel McClure Jr., Pat Byrne, Rick Dawkins, Sean Reed, Christine Allen, and Jeff Moore; and City Clerk Sara Hancock. Mayor Dukes called the meeting to order at 7:00 p.m.

In the absence of a quorum due to inclement weather, Mayor Dukes publicly announced that this meeting is continued 24 hours until Wednesday, April 27, 2016 at 7:00 p.m.

On April 27, 2016, this regular meeting, which had been continued 24 hours the day before, was held in the Midwest City Council Chambers, 100 N. Midwest Boulevard, Midwest City, County of Oklahoma, and State of Oklahoma with the following members present: Mayor Matt Dukes; Councilmembers Daniel McClure Jr., Pat Byrne, Rick Dawkins, Sean Reed, Christine Allen, and Jeff Moore; and City Clerk Sara Hancock. Absent: none. Mayor Dukes called the meeting to order at 7:06 p.m.

Opening Business. The meeting opened with the invocation by Community Services Director Vaughn Sullivan, followed by the Pledge of Allegiance led by Councilmember Moore. Councilmember McClure applauded Glenn Goldschlager for his service on the Midwest City Memorial Hospital Authority Trust Board of Grantors. Mayor Dukes presented "National 9-1-1 Telecommunicators' Day" and "Fair Housing Month" proclamations.

Consent Agenda. Motion was made by Dawkins, seconded by McClure, to approve the items on the Consent Agenda, as submitted.

1. Discussion and consideration of approving the minutes of the special meeting of April 11, 2016, and the staff briefing and regular meetings of April 12, 2016, as submitted.

2. Discussion and consideration of supplemental budget adjustments to the following funds for FY 2015-2016, increase: Street & Alley Fund, expenses/Street (09) $75,000. General Gov't Sales Tax Fund, revenue/Miscellaneous (09) $18,330; expenses/Street (09) $18,330.

3. Discussion and consideration of accepting the City Manager's Report for the month of March 2016.

4. Discussion and consideration of accepting the monthly report on the City of Midwest City Employees' Health Benefits Plan by the City Manager and action as deemed necessary by the Council to maintain the plan.

5. Discussion and consideration of renewing the Consulting Agreement with Gallagher Benefit Services Inc. in the amount of $55,560 (less $27,780 in supplemental compensation from Guardian Life Insurance Company of America) to include the coordination and management of benefit services, serving as the liaison with PlanSource to provide an electronic platform for streamlining benefit enrollments and information, and for the coordination and management of the Section 125 Flexible Spending Plan (Cafeteria Plan) with Discovery Benefits for the 2016-17 fiscal year.

6. Discussion and consideration of renewing the service agreement with MassMutual for a three (3) year period to include the Guaranteed Interest Account with a Credited Rate of 3.75% for the remainder of 2016 and future Credited Rate Adjustments of no more than 0.50% per year with the Contractual Floor Rate being 1.00%.

7. Discussion and consideration of approving Change Order No. 1 to the contract with MTZ Construction increasing the original contract amount by $20,000, making the new contract total $145,078.50 for the North Oaks Phase III Cul De Sac, North Oaks Addition Paving Project.

8. Discussion and consideration of terminating the contract with Insight, Inc. for analysis and reduction of telephony and data telecom expenses.

9. Discussion and consideration of passing and approving a resolution authorizing the purchase and installation of microwave data equipment under Oklahoma County's 2015-16 contract with Cutter Networks, Inc.

10. Discussion and consideration of approving and entering into an agreement with Western Enterprises, Inc. in the amount of $22,250 to provide a fireworks production for the 4th of July celebration (Tribute to Liberty) at Joe B. Barnes Regional Park on July 4, 2016.

11. Discussion and consideration of 1) declaring the various obsolete items of city property on the attached list surplus; and 2) authorizing their disposal by public auction or sealed bid.

Voting aye: McClure, Byrne, Dawkins, Reed, Allen, Moore, and Mayor Dukes. Nay: none. Absent: None. Motion carried.

Discussion Items.

1. **(PC-1868) Discussion and consideration of approval of the Replat of Lot 1, Block 8 of The Orchard Addition, described as a part of the NW/4 of Section 12, T11N, R2W.** No action was taken on this item because the applicant had withdrawn his request for approval of the replat.

2. **Discussion and consideration of relocating the regular staff briefings for the Midwest City Council, Municipal Authority, Memorial Hospital Authority, and Economic Development Commission to the Council Chambers.** Bob Toney, 116 W. Ridgewood Drive; Bill Bridges, 10300 Belmont; and Shane Barnard, 9320 Pear Street, addressed the Council. No action was taken on this item.

3. **Discussion and consideration of passing and approving an ordinance amending the Midwest City Municipal Code, Chapter 2, Administration, by amending Article II, City Council, by taking Section 2-17 out of reserve and entitling it, "Elected Official Accountability Act and Ethics Policy," which shall read as specified in this ordinance; and providing for repealer and severability.** Motion was made by McClure, seconded by Dawkins, to approve Ordinance No. 3269 after amending it to include the same definition for "immediate family" as in the state nepotism statute and amending it to include a $500 fine upon conviction of a violation. After further discussion, McClure and Dawkins withdrew their motion. No action was taken on this item.

6. **Discussion and consideration of passing and approving an emergency ordinance amending the Midwest City Municipal Code, Chapter 2, Administration, by amending Article II, City Council, by taking Section 2-17 out of reserve and entitling it, "Elected Official Accountability Act and Ethics Policy," which shall read as specified in this ordinance; providing for repealer and severability; and declaring an emergency. (This item appeared under the Further Information section of the April 12, 2016 Council agenda.)** Motion was made by McClure, seconded by Dawkins, to approve Ordinance No. 3269 after amending it to include the same definition for "immediate family" as in the state nepotism statute and amending it to include a $500 fine upon conviction of a violation. Voting aye: McClure, Byrne, Dawkins, Reed, Allen, Moore, and Mayor Dukes. Nay: none. Absent: none. Motion carried. Motion was made by McClure, seconded by Dawkins, to approve the emergency clause in Ordinance No. 3269. Voting aye: McClure, Byrne, Dawkins. Nay: Reed, Allen, Moore, and Mayor Dukes. Absent: none. Motion failed.

4. **Discussion and consideration of establishing the Charter Review Committee, establishing the terms of the committee members and appointing members to serve on the committee. (This item was on the April 12, 2016 Council agenda under Further Information.)** Motion was made by McClure, seconded by Dawkins, to establish a Charter Review Committee with seven members, three of which shall be councilmembers and four of which shall be citizens, and appointing Councilmembers Byrne, Reed, and Allen to serve on that committee. Voting aye: McClure, Byrne, Dawkins, Reed, Allen, Moore, and Mayor Dukes. Nay: none. Absent: none. Motion carried.

5. **Discussion and consideration of authorizing staff to 1) prepare an agreement with Matrix Consulting Group for a Police Department Study and 2) prepare an agreement with Emergency Services Consulting International for a Fire Department Master Plan Study. (This item was on the April 12, 2016 Council agenda under Further Information.)** Following a lengthy discussion, motion was made by McClure, seconded by Dawkins, to authorize staff to prepare agreements for the Police Department and Fire Department studies. Voting aye: Allen, Dawkins, Byrne, McClure. Nay: Moore, Reed, and Mayor Dukes. Absent: none. Motion carried.

New Business/Public Discussion.

Glenn Goldschlager, 1409 Evergreen Circle; Doug Beabout, 13200 Shirley Lane; Shane Bernard, 9320 Pear Street; and Brandon Burns, 1201 Stansell Drive, addressed the Council.

Executive Session.

Discussion and consideration of 1) entering into executive session, as allowed under 25 O.S. § 307(B)(4), for the purpose of confidential communications between the Council and its attorney concerning a pending investigation, claim or action; and 2) in open session, authorizing action as appropriate based on the discussion in executive session. Motion was made by McClure, seconded by Reed, to go into executive session. Voting aye: McClure, Byrne, Dawkins, Reed, Allen, Moore, and Mayor Dukes. Nay: none. Absent: none. Motion carried. The councilmembers went into executive session at 9:03 p.m. Mayor Dukes reconvened the meeting in open session at 9:28 p.m. Motion was made by Dawkins, seconded by Allen, to authorize taking action as discussed in executive session. Voting aye: McClure, Byrne, Dawkins, Reed, Allen, Moore, and Mayor Dukes. Nay: none. Absent: none. Motion carried.

Adjournment.

There being no further business, motion was made by McClure, seconded by Allen, to adjourn. Voting aye: McClure, Byrne, Dawkins, Reed, Allen, Moore, and Mayor Dukes. Nay: none. Absent: none. Motion carried. The meeting adjourned at 9:28 p.m.

ATTEST: _____
MATTHEW D. DUKES, II, Mayor

_____
SARA HANCOCK, City Clerk

THE CITY OF
MIDWEST CITY

Finance Department

TO: Honorable Mayor and City Council

FROM: Judy P. Siemens, Finance Director

DATE: May 10, 2016

SUBJECT: Discussion and consideration of accepting the Annual Financial Report of the City of Midwest City and the Single Audit Report for the federal programs as of and for the year ended June 30, 2015.

The financial audit for the City of Midwest City as of and for the year ended June 30, 2015 is an attachment to your council agenda. Other attachments include the single audit and required communications by the auditor.

The financial audit report expressed an unmodified opinion for the year ending June 30, 2015 with no material weaknesses. The audit process did disclose two significant deficiencies in the internal controls. 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. The first deficiency is related to the presentation of the other post-employment benefits (OPEB) liability. The City has always reported the OPEB liability at the fund level in the internal service fund, L&H. After consultation with the Governmental Accounting Standard Board, the City elected to alter its presentation. The liability was removed from the internal service fund and the portion of the liability to the enterprise funds was recorded in the fund financial statements. The liability portion for the governmental funds, is being reported at the government wide financial statements. The second deficiency is related to capitalized interest. The City is required to capitalize interest expense for construction in progress for all enterprise funds. The total effect was not material on the City's net position and no restatement was required.

The single audit report which is required by *OMB Circular A-133*, indicates that the City of Midwest City did comply in all material respects with the requirements for the major federal programs. There is no material weakness or significant deficiency in controls over the federal programs.

The two financial audit findings mentioned above are required by *Government Auditing Standards* to be listed in the single audit report. A further explanation of the findings and the city's response can be seen on pages 11 through 13 of the report.

Mike Gibson of RSM US LLP will be at the May 10, 2016 meeting to present the report and answer any questions.

Judy P. Siemens
Finance Director

Attachments: Financial Audit Report - FY14-15
Single Audit Report - FY14-15
Required Communications by Auditor - FY14-15

CITY OF
MIDWEST CITY, OKLAHOMA

ANNUAL FINANCIAL REPORT

JUNE 30, 2015

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TABLE OF CONTENTS

Page

Independent Auditor's Report on Financial Statements 5-6

Management's Discussion and Analysis 7-18

The Basic Financial Statements:

Government-Wide Financial Statements:
Statement of Net Position 20
Statement of Activities 21

Governmental Funds Financial Statements:
Balance Sheet 23
Statement of Revenues, Expenditures and Changes in Fund Balances 24
Reconciliation of Governmental Fund and Government-Wide Financial Statements 25-26

Proprietary Funds Financial Statements:
Statement of Net Position 28
Statement of Revenues, Expenses, and Changes in Net Position 29
Statement of Cash Flows 30

Footnotes to the Basic Financial Statements 31-72

Required Supplementary Information:

Budgetary Comparison Information

Budgetary Comparison Schedule – General Fund 74
Budgetary Comparison Schedules – Police and Fire, Funds 75
Footnotes to Budgetary Comparison Schedule 76-77

Pension Information 77-79

Other Post Employment Benefits 79

Other Supplementary Information:

Combining Schedules
Combining Balance Sheet – General Fund Accounts 81

Combining Schedule of Revenues, Expenditures and Changes in Fund Balance – General Fund Accounts 82

Combining Balance Sheet - Non-Major Governmental Funds..... 83-84

Combining Statement of Revenues, Expenditures and Changes in Fund Balance – Non-Major Governmental Funds..... 85-86

Combining Schedule of Net Position – Midwest City Municipal Authority Accounts..... 87

Combining Schedule of Revenues, Expenses and Changes in Net Position – Midwest City Municipal Authority Accounts..... 88

Combining Schedule of Cash Flows – Midwest City Municipal Authority Accounts 89

Combining Statement of Net Position - Non-Major Enterprise Funds..... 90

Combining Statement of Revenues, Expenses and Changes in Net Position – Non-Major Enterprise Funds..... 91

Combining Statement of Cash Flows – Non-Major Enterprise Funds..... 92

Combining Statement of Net Position – Internal Service Funds..... 93

Combining Statement of Revenues, Expenses and Changes in Net Position – Internal Service Funds..... 94

Combining Statement of Cash Flows – Internal Service Funds..... 95

Debt Service Coverage Schedule..... 96

Statistical Information:

Statistical Tables..... 98-110

RSM US LLP

Independent Auditors' Report

Honorable Mayor and City Council
The City of Midwest City
Midwest City, Oklahoma

Report on the Financial Statements
We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of Midwest City, Oklahoma, (the City) as of and for the year ended June 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 of 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, each major fund, and the aggregate remaining fund information of the City of Midwest City, Oklahoma, as of June 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.

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

Emphasis of Matters
As discussed in Note 7 to the basic financial statements, in 2015 the City adopted Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions* and GASB Statement No. 71, *Pension Transition of Contributions Made Subsequent to the Measurement Date – an Amendment of GASB Statement No. 68*. The City recorded the cumulative effect of adopting GASB Statements No. 68 and 71 as an adjustment of net position as of July 1, 2014. Our opinion is not modified with respect to this matter.

As discussed in Note 7 to the basic financial statements, the City has restated July 1, 2014 net position in the Governmental Activities, Business-Type Activities, Major Enterprise Fund and Aggregate Remaining Fund Information to correct an error in the allocation of other post-employment benefit obligations. Our opinion is not modified with respect to this matter.

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

Other Information
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual nonmajor fund financial statements and the schedule of debt service coverage requirements, listed in the table of contents as Other Supplementary Information, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. These statements and schedules have 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 and the schedule of debt service coverage requirements, are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*
In accordance with *Government Auditing Standards,* we have also issued our report (under separate cover) dated April 21, 2016, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts 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's internal control over financial reporting and compliance.

RSM US LLP

Oklahoma City, Oklahoma
April 21, 2016

MANAGEMENT DISCUSSION AND ANALYSIS

The City of Midwest City's Management's Discussion and Analysis is designed to (a) assist the reader in focusing on significant financial issues, (b) provide an overview of the City's financial activity, (c) identify changes in the City's financial position (its ability to address the next and subsequent years' challenges), (d) identify any material deviations from the financial plan (the approved budget), and (e) identify individual fund issues or concerns.

Since the Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, resulting changes and currently known facts, please read it in conjunction with the City's financial statements beginning on page 18.

FINANCIAL HIGHLIGHTS

- The assets and deferred outflows of the City exceeded its liabilities and deferred inflows at the close of the fiscal year ended June 30, 2015, by $520,172,156 (net position). Of this amount, unrestricted net position of the governmental activities was a deficit of $21,639,792 with the business type activities reporting an unrestricted net position of $9,708,773. The unrestricted net position may be used to meet the government's ongoing obligations to citizens and creditors.

- The Primary Government's total net position increased by $8,427,363 or 1.6% from the prior year. This was a result of an increase of $3,569,686 in the governmental activities while the business-type activities had an increase of $4,857,677. Both revenues and expenses increased over the prior year. The detailed changes made from the Governmental Fund Statements to the Statement of Net Position can be found on page 25.

- The City's total debt increased by approximately $18,631,000 or, 16.5%, mainly due to police and fire pension liabilities and deferrals that are now included in City's financial statement per GASB statements 68 and 71. The OPEB (the commitment by the City that retirees can continue on group health insurance at a subsidized rate) liability continues to increase annually by $282,683.

- Sales tax is the major source of revenue for governmental activities. Sales and use tax collections for fiscal year 2015 totaled $33,008,553 compared to $33,958,904 in FY 2014. The total decrease in sales and use tax collection was $950,351. New retail development in surrounding cities and economic factors resulted in the decline. A historical review of governmental activity revenues can be found in statistical information of the report.

- At the end of the fiscal year 2015, the unassigned fund balance of the General Fund was $4,299,398 or 14.9% of General Fund revenues.

- Health Insurance premiums increased $765,727 over last year or 12%. This was due to premium increases and increased City contributions.

OVERVIEW OF THE FINANCIAL STATEMENTS

The Management's Discussion and Analysis is intended to serve as an introduction to the City of Midwest City's basic financial statements. The City's basic financial statements comprise of three components: (1) government-wide financial statements, (2) fund financial statements and (3) notes to the

financial statements. This report also contains supplementary information in addition to the basic financial statements.

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

The Statement of Net Position presents information on all of the City's assets, deferred outflows, liabilities, and deferred inflows with the difference between the four elements reported as net position. Over time, increases or decreases in net position serve as a useful indicator on whether the financial position of the City is improving or deteriorating.

The Statement of Activities presents information showing how the City's net position changed during the most recent fiscal year. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid. Thus, revenues and expenses are reported in the statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and fines and earned but not used vacation and sick leave as stated in City policy and union contracts). Both the Statement of Net Position and the Statement of Activities are prepared using the accrual basis of accounting as opposed to the modified accrual basis used for Fund Financial Statements of the governmental funds.

In the Statement of Net Position and the Statement of Activities, the City is divided between two types of activities:

- **Governmental activities.** Most of the City's basic services are reported here, including general government, public safety, streets, culture and recreation, health and welfare and economic development. Sales taxes and franchise taxes finance most of these activities as reflected on page 19.

- **Business-type activities.** The City charges a fee to customers to cover the cost of services it provides. The City's utility system (water, sewer, sanitation, and drainage), conference center/hotel, golf, trailer park and industrial park activities are reported here.

Fund Financial Statements. A fund is a grouping of related accounts used to maintain control over resources that have been segregated for specific activities or objectives. Fund financial statements provide detailed information about the most significant funds, but not the City as a whole. Some funds are required to be established by state law or bond covenants. However, the City Council establishes many other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants and other monies. All of the funds of the City can be divided into two categories: governmental funds and proprietary funds.

- **Governmental funds.** The majority of the City's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method identified as the modified accrual basis of accounting which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general governmental operations and the basic services it provides. Governmental fund information helps the reader determine whether there are more or fewer financial resources that can

be spent in the near future to finance the City's programs. By comparing information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements, readers may better understand the long-term impact of the government's near-term financing decisions. The relationship or differences between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds are detailed in a reconciliation following the fund financial statements on page 23 and 25 of this report.

The City of Midwest City maintains individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures and changes in fund balances for the General, Police, Fire, and Hospital Authority funds. Data from the debt service fund, 14 special revenue funds, and 6 capital project funds, all of which are considered to be governmental, are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements starting on page 81 of this report.

- **Proprietary funds.** The City charges customers for certain services it provides, whether to outside customers or to other units within the City. These services are generally reported in proprietary funds. Proprietary funds are reported in the same manner that all activities are reported in the Statement of Net Position and the Statement of Activities. In fact, the City's enterprise funds (a component of proprietary funds) are similar to the business-type activities that are reported in the Government-wide statements but provide more detail and additional information, such as cash flows. The internal service funds (the other component of proprietary funds) are utilized to report activities that provide supplies and services for the City's other programs and activities, such as the risk management functions, health self-insurance fund, fleet services, surplus property activities and public works function. Because these services benefit both governmental and business-type functions, they have been included in both the governmental and business-type activities in the government-wide financial statements.

  The City of Midwest City maintains one major enterprise fund. The City uses this fund to account for its water, sewer, sanitation, conference center/hotel, debt service and drainage operations. The fund provides the same type of information as the government-wide financial statements, only in more detail and includes some of the internal service fund-type activity. The City considers this enterprise fund activity to be a major fund. Data from 6 non-major enterprise funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major enterprise funds is provided in the form of combining statements starting on page 87 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As of June 30, 2015, the City's combined net position is $520,172,156, of which $407,640,891 can be attributed to governmental activities and $112,531,265 is attributed to business-type activities. This analysis focuses on the net position (Table 1) and changes in net position (Table 2) of the City's governmental and business-type activities.

The largest portion of the City's net position, 83.0%, reflects its net investment in capital assets (e.g., land, water rights, building, machinery and equipment, less any related debt used to acquire those assets that is still outstanding). The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. The net change in capital assets can be reviewed in Table 1 with key element changes shown in Table 3.

TABLE 1
NET POSITION (In Thousands)

	Governmental Activities		% Inc. (Dec.)	Business-Type Activities		% Inc. (Dec.)	Total Primary Government		% Inc. (Dec.)
	2015	Restated 2014		2015	Restated 2014		2015	Restated 2014	
Current and other assets	$ 154,784	$ 146,476	6%	$ 23,240	$ 35,449	-34%	$ 178,024	$ 181,925	-2%
Capital assets	335,228	343,426	-2%	164,248	151,913	8%	499,476	495,339	1%
Total assets	490,012	489,902	-	187,488	187,362	0%	677,500	677,264	0%
Deferred outflow of resources	2,737	2,086	31%	982	1,036	-5%	3,719	3,122	19%
Long-term debt outstanding	61,934	70,820	-13%	69,640	73,956	-6%	131,574	144,776	-9%
Other liabilities	14,858	15,510	-4%	6,299	6,768	-7%	21,157	22,278	-5%
Total liabilities	76,792	86,330	-11%	75,939	80,724	-6%	152,731	167,054	-9%
Deferred inflow of resources	8,316	1,587	424%	-	-	0%	8,316	1,587	424%
Net position:									
Net investment in capital assets	331,128	337,926	-2%	100,696	81,143	24%	431,824	419,069	3%
Restricted	98,153	90,803	8%	2,126	2,071	3%	100,279	92,874	8%
Unrestricted (deficit)	(21,640)	(24,658)	-12%	9,709	24,460	-60%	(11,931)	(198)	5931%
Total net position	$ 407,641	$ 404,071	1%	$ 112,531	$ 107,674	5%	$ 520,172	$ 511,745	2%

Governmental activities increased the City's net position by $3,569,686 or .9%. The business type activities increased the City's net position by $4,857,677 or 4.5% for a net increase of $8,427,363, or 1.6%. In business type activities, sewer construction caused decreases in investments and unrestricted fund balance and an increase of net investment in capital assets. The key elements of these changes are contained in Table 2.

Table 2
Changes In Net Position
(In Thousands)

	Governmental Activities		% Inc. (Dec.)	Business-Type Activities		% Inc. (Dec.)	Total Primary Government		% Inc. (Dec.)
	2015	Restated 2014		2015	Restated 2014		2015	Restated 2014	
Revenues:									
Program revenues:									
Charges for services	$ 6,825	$ 5,941	15%	$ 27,377	$ 27,325	0%	$ 34,202	$ 33,266	3%
Operating grants and contributions	4,865	5,038	-3%	-	-	0%	4,865	5,038	-3%
Capital grants and contributions	2,594	4,424	-41%	-	-	0%	2,594	4,424	-41%
General revenues:									
Sales and use taxes	33,009	33,959	-3%	-	-	0%	33,009	33,959	-3%
Other taxes	7,266	7,093	2%	-	-	0%	7,266	7,093	2%
Other general revenue	8,469	16,239	-48%	1,433	641	124%	9,902	16,880	-41%
Total revenues	63,028	72,694	-13%	28,810	27,966	3%	91,838	100,660	-9%
Program expenses:									
General government	6,431	5,824	10%	-	-	-	6,431	5,824	10%
Public safety	26,748	25,510	5%	-	-	-	26,748	25,510	5%
Streets	14,939	14,867	0%	-	-	-	14,939	14,867	0%
Cultural, parks and recreation	1,641	1,871	-12%	-	-	-	1,641	1,871	-12%
Health and welfare	430	460	-7%	-	-	-	430	460	-7%
Economic development	3,845	4,295	-10%	-	-	-	3,845	4,295	-10%
Interest expense	1,567	1,673	-6%	-	-	-	1,567	1,673	-6%
Water	-	-	-	6,820	6,475	5%	6,820	6,475	5%
Sewer	-	-	-	6,256	7,861	-20%	6,256	7,861	-20%
Sanitation	-	-	-	4,155	4,030	3%	4,155	4,030	3%
Drainage	-	-	-	638	719	-11%	638	719	-11%
Conference center	-	-	-	8,858	6,924	28%	8,858	6,924	28%
Other activities	-	-	-	1,082	1,180	-8%	1,082	1,180	-8%
Total expenses	55,601	54,500	2%	27,809	27,189	2%	83,410	81,689	2%
Excess (deficiency) before transfers	7,427	18,194	-59%	1,001	777	29%	8,428	18,971	-56%
Transfers	(3,857)	(3,453)	12%	3,857	3,453	12%	-	-	
Increase in net position	**$ 3,570**	**$ 14,741**	-76%	**$ 4,858**	**$ 4,230**	15%	**$ 8,428**	**$ 18,971**	-56%

Governmental Activities. The revenues reflect a decrease over last year of $9,663,969. This significant decrease is primarily the result of decrease of capital grants and contributions of $1,830,037. The Hospital Authority had a decrease of $9,201,492 in investment income over last year. The Hospital Authority is the only fund authorized to invest in the stock market which can result in large fluctuations based on the market performance. All other fund investments are FDIC insured, collateralized or direct obligations of the United State Government.

The sales tax with a rate of 3.85% is the governmental activities main source of revenue is allocated as follows:

General	27.01%
Police	28.57%
Fire	23.90%
911	1.05%
Capital Improvement	6.49%
Park and Rec	1.30%
Debt Svc./Sewer Plant	10.39%
Streets	1.30%

The most significant governmental activities expenditure was providing public safety with a cost of $26,748,051. These expenditures were funded by revenue collected from a variety of sources with the largest being a transfer from General Fund in the amount of $17,113,363 and dedicated sales tax of $5,388,539 for the fiscal year ended June 30, 2015. The most significant portion of public safety expense is the cost of personnel. Salaries and benefits totaled $25,572,371. Other significant governmental expenditures are for the streets in the amount of $14,939,485 of which $12,038,162 is depreciation expense.

Business-type Activities. Business-type revenue increased by $843,510 or 3% from the prior year. The investment income increased from $608,280 to $1,431,852 due to the unrealized gain on investments.

Budgetary Highlights. For fiscal year 2014-2015, General Fund revenue (including transfers) budget was amended by $7,700 or .02% of the original budget of $37,099,173. The actual revenue (including transfers) is less than the final budget projection by $195,786, or 0.5%. General Fund actual expenditures (including transfers) on a budgetary basis was $36,376,657 compared to the final budget of $37,522,292. See page 74 of the report for more detail.

The Police Fund revenue (including transfers) budget was increased by $33,722, or 0.3%, of the original budget of $12,711,496. The actual revenue (including transfers) is less than the final budget projection by $65,245 or 0.5%. The actual expenditures (including transfers) on a budgetary basis were $12,678,614 compared to the final budget of $13,712,771. Actual expenditures (including transfers) were $1,034,157 or 7.5% below budget projections. Some vacant positions were budgeted but not staffed. Capital outlay of $444,601 for equipment was not spent.

The Fire Fund revenues (including transfers) budget was amended by $28,280 or .27%. The actual revenue (including transfers) was less than the final budget projection by $69,119. The actual expenditures (including transfers) on a budgetary basis were $10,940,408 compared to the final budget of $11,483,868. Actual expenditures (including transfers) were $543,460 or 4.7 % below projections. Some positions were budgeted but not staffed due to vacancy. Capital outlay appropriation of $271,535 was not spent.

The budget to actual comparisons for these funds can be found on pages 74-77 of the report.

Capital Asset At the end of fiscal year 2015, the City had $499,475,776 invested in a broad range of capital assets, including police and fire equipment, buildings, conference center and hotel, park facilities, roads, bridges, water and sewer facilities and distribution systems. This amount represents a net decrease (including additions and deductions) of $8,198,559 for the governmental activities. Although the City had land additions of $135,007, building additions of $171,748, equipment additions of $779,652, vehicle additions of $672,327, construction in progress additions of $1,816,143 and infrastructure additions of $4,881,110; the depreciation expense of $14,456,391 caused the current year reduction, with street depreciation for the year in the amount of $12,038,162.

The business activities had a net increase of $12,335,048 due to the addition of construction in progress of the Sewer Facility for approximately $8,973,387. Table 3 reflects the net key elements that make up the capital assets by type and source.

TABLE 3
Capital Assets
(In Thousands)

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2015	2014	2015	2014	2015	2014
Land	$ 32,544	$ 32,409	$ 7,550	$ 7,550	$ 40,094	$ 39,959
Water rights	-	-	4,673	4,673	4,673	4,673
Construction in progress	3,519	3,749	66,463	56,750	69,982	60,499
Buildings	29,384	29,471	31,363	31,081	60,747	60,552
Machinery and equipment	19,328	18,815	12,924	12,053	32,252	30,868
Vehicles	9,047	8,522	8,031	7,489	17,078	16,011
Infrastructure	439,838	434,957	110,923	106,689	550,761	541,646
	533,660	527,923	241,927	226,285	775,587	754,208
Less: Depreciation	(198,433)	(184,497)	(77,679)	(74,370)	(276,112)	(258,867)
Totals	$ 335,227	$ 343,426	$ 164,248	$ 151,915	$ 499,475	$ 495,341

Additional information on the City's capital assets can be found on pages 46-48 of this report.

Debt Administration. At year end, the City had $98,605,500 in long term debt outstanding as compared to $104,856,072 at the end of the prior fiscal year, a decrease of 5.9% as shown in Table 4. See pages 50-54 for a more in depth review of long-term debt.

TABLE 4
Long-Term Debt
(In Thousands)

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2015	2014	2015	2014	2015	2014
General obligation bonds	$ 4,100	$ 5,500	$ -	$ -	$ 4,100	$ 5,500
Notes payable	22,592	23,171	428	635	23,020	23,806
Accrued compensated absences	4,215	4,248	1,221	1,102	5,436	5,350
Revenue bonds	-	-	61,915	65,845	61,915	65,845
Revenue bonds premium	-	-	2,619	2,885	2,619	2,885
Refundable deposits	82	65	1,434	1,406	1,516	1,471
Totals	$ 30,989	$ 32,984	$ 67,617	$ 71,873	$ 98,606	$ 104,857

FACTORS AFFECTING FINANCIAL CONDITION

Economic Outlook. Many economists are predicting slow but steady growth in the national economy for 2016 and we have no reason to believe things will be any different in Midwest City. Although many parts of the state are still reeling from the decline in the energy sector, Eastern Oklahoma County has much less at stake in the oilfield. Tinker Air Force Base ("TAFB") and Boeing are both recruiting as are many of their suppliers. In fact, the only thing standing in the way of near double-digit growth is the looming threat of higher interest rates from the Federal Reserve Bank.

We offer the following review on local economic sectors:

- **Retail**. The City continues to work towards developing new shopping centers. There is great promise of an additional retail development on the west end of SE 29th Street as well as S. Douglas Boulevard corridor. Any impact of the proposed developments would not be realized until the later part of 2016 or the first quarter of 2017 at the earliest.

  In the meantime, Internet trade and store openings in other communities continue to eat into our revenues. Many real estate and government advocates are holding out hopes that a Federal tax fairness bill is in the works. However, the likelihood of seeing such a bill passing in an election year is very low.

- **Hospitality**. This industry consists of entertainment, hotels, motels, restaurants and other similar service-oriented businesses. *Raising Cane's Chicken Fingers* and *On the Border Mexican Restaurant and Cantina* are opening new locations near SE 29th Street very soon.

  Lodging taxes fund the City's economic development and tourism recruitment efforts. Vacancy rates remain static across the board and there is a new 90-room Hilton Home 2 Suites permitted for 1820 Center Drive.

- **Industrial.** Creating new wealth often involves workforce development and industrial recruitment. Increasing average household incomes can have a positive impact on some of the major statistics that drive retail development, and we certainly hope this is the case with the new Soldier Creek Industrial Park ("SCIP").

  The absence of large lot industrial parks may have hindered the City's efforts in the past, the first phase of SCIP will offer 40 acres of new opportunities in one of the most economically challenged areas of Midwest City. SCIP should have a new road by May of 2016, and there is hope water and sewer will follow. While it will not fill up overnight, we should have tenants in the park before the end of 2016.

In summary, the outlook for the local economy appears good for 2016 provided interest rates don't raise more than half of a point and fuel prices remain near $2.00 per gallon. Any substantial increases in these areas could dampen the possibilities of what could be an additional year of recovery.

FY 2015-2016 Budgets and Rates. The fiscal year 2015-2016 expenditure budgets presented to the Council and Board of Trustees was $112,085,203, which is net of $48,979,228 inter/intra-fund transfers.

The three major governmental funds reflect the following budgets adopted for FY 15-16:

	Revenues	Transfers In	Expenditures	Transfer Out	(Use) of Fund Balance
General	$26,544,469	$10,875,063	$12,032,315	$25,811,673	($424,456)
Police	$ 2,906,378	$ 9,585,243	$12,770,385	$ 311,029	($589,793)
Fire	$ 2,340,562	$ 7,670,310	$10,100,889	$ 166,000	($256,017)

Personal services were budgeted with the merit steps included for all pay plans; non-represented, police and fire. A 1.3% cost of living (COLA) was included for all non-represented employees after police negotiation.

Through later negotiations, a total of 5.5% increase was implemented for police; the increase includes COLA as well as shifting of 5% from employer pension contribution to employee salary. After shifting, the City's contribution decreased from 18% to 13% and the employee contribution increased from 3% to 8%. The statutory contribution requirement for the police defined benefit pension plan will remain the same at 21% in which 13% is to be paid by the City and 8% by the employee.

The statutory contribution requirement for fire defined benefit pension plan increased from 21% to 23% as of November 1, 2014 due to the concern of the unfunded liability of this plan. The law designates that 14% be paid by the City and 9% by the employee. The City currently pays 18% and the employee pays 5%.

The non-represented employees participate in a defined contribution plan. Effective January 1, 2015, the contribution by the City increased .5%, going from 13.5% to 14%.

The City through self-insurance sponsors medical, prescription and dental insurance to full time employees and qualifying retirees and their families. Annual health insurance premium amounts are established by the City Council. The "Affordable Care Act" (ACA) has certain costs that are not to be passed on to the employee or retiree. For FY 2015-2016 the budgeted is $138,982.

In addition to the current medical insurance plan (Blue Choice), City is offering a new medical insurance plan (Blue Preferred) with lower premium which has a reduced network to employees, effective July 1, 2015.

Health Insurance Cost Allocation by Group		
Group	%	Contributions
Employee - Active	29.15	$1,663,391
City - Active	70.85	4,042,867
Retiree	63.47	1,043,693
City - Retiree	36.53	600,736
Cobra (No Participation by City)		10,000
Total		$7,360,687

Health Insurance Cost Allocation by Category		
Category	%	Contributions
Employee	22.60	$1,663,391
City	63.09	4,643,603
Retiree	14.18	1,043,693
Cobra	0.14	10,000
Total		$7,360,687

Emergency reserves are contained in the operational fund budgets of the City. The General fund is required to maintain a 10% reserve while all others are required to maintain a 5% reserve. The reserves are equal to the annual operating budget less transfers out and capital outlay. The reserves are only accessible if a significant event should occur such as a downturn in the economy greatly affecting the funding of the City's operations, uses for natural disasters or one-time non-recurring emergency that disrupts the cash receipts of the City. With the resolution in place for maintaining a reserve, the City becomes more financially stable and better equipped to handle any unforeseen emergencies or major loss of revenues.

Request for Information. This financial report is designed to provide a general overview of the City's finances, comply with finance-related laws, regulations and demonstrate the City's commitment to public accountability. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the City of Midwest City, Finance Department, 100 N. Midwest Boulevard, Midwest City, Oklahoma 73110.

BASIC FINANCIAL STATEMENTS – GOVERNMENT-WIDE

Statement of Net Position– June 30, 2015

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	$ 7,121,939	$ 3,328,674	$ 10,450,613
Cash and cash equivalents, restricted	-	2,900,331	2,900,331
Investments	108,705,121	12,888,498	121,593,619
Accounts receivable, net	3,486,367	3,308,899	6,795,266
Interest receivable	60,536	30,873	91,409
Other receivable	3,521,647	104,829	3,626,476
Inventory	128,490	235,769	364,259
Internal balances	648,083	(648,083)	-
Prepaid items	4,199	-	4,199
Due from other governments	4,793,622	-	4,793,622
Net pension asset	772,001	-	772,001
Lease receivable	20,658,935	-	20,658,935
Deposits held by others	4,882,851	-	4,882,851
Investments, non- current, restriced	-	1,090,767	1,090,767
Capital assets:			
Land, water rights, and construction in progress	36,062,715	78,685,343	114,748,058
Other capital assets, net of depreciation	299,165,032	85,562,686	384,727,718
Total assets	490,011,538	187,488,586	677,500,124
DEFERRED OUTFLOW OF RESOURCES			
Deferred amount on refunding	-	982,047	982,047
Deferred amount related to pensions	2,736,922	-	2,736,922
Total deferred outflows	2,736,922	982,047	3,718,969
LIABILITIES			
Accounts payable and accrued liabilities	939,147	5,094,564	6,033,711
Wages payable	1,311,464	381,951	1,693,415
Claims payable	2,744,571	-	2,744,571
Due to other governments	10,770	-	10,770
Accrued interest payable	59,869	822,671	882,540
Unearned revenue	9,791,525	-	9,791,525
Long-term liabilities:			
Due within one year	3,482,169	4,879,618	8,361,787
Due in more than one year	58,452,152	64,760,564	123,212,716
Total liabilities	76,791,667	75,939,368	152,731,035
DEFERRED INFLOW OF RESOURCES			
Deferred amount related to pensions	6,783,859	-	6,783,859
Deferred amount related to property taxes	1,532,043	-	1,532,043
Total deferred inflows	8,315,902	-	8,315,902
NET POSITION			
Net investment in capital assets	331,127,747	100,696,175	431,823,922
Restricted for:			
Debt service	1,418,943	1,810,142	3,229,085
Hospital	75,153,265	-	75,153,265
Capital improvements	11,934,611	316,175	12,250,786
Public Safety	5,982,924	-	5,982,924
Street operations	1,725,959	-	1,725,959
Culture and recreation	989,875	-	989,875
Economic Development	919,963	-	919,963
Other	27,396	-	27,396
Unrestricted (deficit)	(21,639,792)	9,708,773	(11,931,019)
Total net position	$ 407,640,891	$ 112,531,265	$ 520,172,156

See accompanying notes to the basic financial statements.

Statement of Activities –Year Ended June 30, 2015

Functions/Programs	Expenses	Program Revenue: Charges for Services	Program Revenue: Operating Grants and Contributions	Program Revenue: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Governmental Activities	Net (Expense) Revenue and Changes in Net Position: Business-type Activities	Net (Expense) Revenue and Changes in Net Position: Total
Primary government							
Governmental activities							
General government	$ 6,430,761	$ 2,759,639	$ 143,414	$ -	$ (3,527,708)	$ -	$ (3,527,708)
Public safety	26,748,051	2,082,562	3,440,126	73,553	(21,151,810)	-	(21,151,810)
Streets	14,939,485	13,700	535,974	2,520,076	(11,869,735)	-	(11,869,735)
Culture and recreation	1,641,322	464,777	82,588	-	(1,093,957)	-	(1,093,957)
Health and welfare	429,505	-	40,000	-	(389,505)	-	(389,505)
Economic development	3,845,472	1,504,726	623,311	-	(1,717,435)	-	(1,717,435)
Interest expense	1,567,330	-	-	-	(1,567,330)	-	(1,567,330)
Total governmental activities	55,601,926	6,825,404	4,865,413	2,593,629	(41,317,480)	-	(41,317,480)
Business-type activities:							
Water	6,819,607	6,728,077	-	-	-	(91,530)	(91,530)
Wastewater	6,255,704	7,715,897	-	-	-	1,460,193	1,460,193
Sanitation	4,155,154	5,529,391	-	-	-	1,374,237	1,374,237
Drainage	637,729	476,974	-	-	-	(160,755)	(160,755)
Conference center	8,858,475	5,874,920	-	-	-	(2,983,555)	(2,983,555)
Golf	1,057,631	1,051,501	-	-	-	(6,130)	(6,130)
Mobile home park	22,458	52	-	-	-	(22,406)	(22,406)
Industrial park	1,599	-	-	-	-	(1,599)	(1,599)
Total business-type activities	27,808,357	27,376,812	-	-	-	(431,545)	(431,545)
Total primary government	$ 83,410,283	$ 34,202,216	$ 4,865,413	$ 2,593,629	(41,317,480)	(431,545)	(41,749,025)
General revenues:							
Taxes:							
Sales and use taxes					33,008,553	-	33,008,553
Property tax					3,567,014	-	3,567,014
Franchise and public service taxes					2,634,915	-	2,634,915
Hotel/motel taxes					586,021	-	586,021
Intergovernmental revenue not restricted to specific programs					478,113	-	478,113
Investment income					7,972,420	1,431,852	9,404,272
Miscellaneous					497,008	492	497,500
Transfers - internal activity					(3,856,878)	3,856,878	-
Total general revenues and transfers					44,887,166	5,289,222	50,176,388
Change in net position					3,569,686	4,857,677	8,427,363
Net position - beginning, restated					404,071,205	107,673,588	511,744,793
Net position - ending					$ 407,640,891	$ 112,531,265	$ 520,172,156

See accompanying notes to the basic financial statements.

BASIC FINANCIAL STATEMENTS - GOVERNMENTAL FUNDS

Governmental Funds Balance Sheet - June 30, 2015

	General Fund	Police Fund	Fire Fund	Midwest City Hospital Authority	Other Governmental Funds	Total Governmental Funds
ASSETS						
Cash and cash equivalents	$ 1,158,782	$ 430,872	$ 255,158	$ 345,740	$ 3,793,884	$ 5,984,436
Investments	4,205,757	1,898,232	1,225,073	83,169,848	13,468,455	103,967,365
Receivables:						
Accounts receivable	1,115,809	63,710	-	3,476,101	658,113	5,313,733
Accrued interest receivable	9,376	3,420	-	2,976	31,780	47,552
Due from other funds	35,887	1,167,838	879,197	2,689	463,413	2,549,024
Deposits held by others	-	-	-	4,193,251	689,600	4,882,851
Prepaid items	4,199	-	-	-	-	4,199
Other receivable	19,767	19,367	874	-	-	40,008
Due from other governments	2,981,235	358,691	320,593	-	2,750,989	6,411,508
Inventory	-	-	-	-	60,000	60,000
Advance from other funds	1,454,534	-	-	289,774	184,121	1,928,429
Total assets	$ 10,985,346	$ 3,942,130	$ 2,680,895	$ 91,480,379	$ 22,100,355	$ 131,189,105
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES						
Liabilities:						
Accounts payable and accrued liabilities	$ 240,330	$ 50,670	$ 112,069	$ 186,468	$ 210,907	$ 800,444
Accrued interest payable	-	-	-	-	47,031	47,031
Wages payable	335,520	476,174	386,232	2,675	66,106	1,266,707
Unearned revenue	-	-	-	9,791,525	-	9,791,525
Refundable deposits - court	82,089	-	-	-	-	82,089
Due to other funds	1,958,521	-	-	-	37,569	1,996,090
Due to other governments	10,770	-	-	-	-	10,770
Advance to other funds	184,121	-	1,454,534	-	1,181,139	2,819,794
Total liabilities	2,811,351	526,844	1,952,835	9,980,668	1,542,752	16,814,450
Deferred inflows of resources:						
Unavailable revenue	766,739	44,880	-	493,253	1,760,620	3,065,492
Fund balances:						
Nonspendable	4,199	-	-	4,193,251	749,600	4,947,050
Restricted	1,429,394	3,370,406	728,060	76,813,207	17,417,849	99,758,916
Assigned	1,674,265	-	-	-	1,810,673	3,484,938
Unassigned (deficit)	4,299,398	-	-	-	(1,181,139)	3,118,259
Total fund balances	7,407,256	3,370,406	728,060	81,006,458	18,796,983	111,309,163
Total liabilities, deferred inflows, and fund balances	$ 10,985,346	$ 3,942,130	$ 2,680,895	$ 91,480,379	$ 22,100,355	$ 131,189,105

See accompanying notes to the basic financial statements.

Reconciliation of Governmental Funds and Government-Wide Financial Statements:

Fund Balance – Net Position Reconciliation:

Fund balances of governmental funds	$	111,309,163
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds, net of accumulated depreciation of $194,458,850		334,210,709
Certain long-term assets are not available to pay for current fund liabilities and, therefore, along with deferred outflows, are a deferred outflow of resources in the funds or not reported in the funds:		
Due from other governments		80,655
Other receivable, net of allowance		1,452,794
HMA hospital receivable		20,658,935
		22,192,384
Certain other long-term assets and deferred outflows are not available to pay current period expenditures and certain long-term liabilities and deferred inflows are not due and payable from current financial resources, and therefore, are not reported in this fund financial statement, but are reported in the governmental activities of the Statement of Net Position.		
Net pension asset		772,001
Pension related deferred outflows		2,736,922
Net pension liability		(24,598,661)
Pension related deferred inflows		(6,783,859)
		(27,873,597)
Internal service funds are used by management to charge the cost of certain activities to individual funds. An allocation of the assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.		4,944,425
Certain long-term liabilities are not due and payable from current financial resources and, therefore, along with deferred inflows are not reported in the funds:		
General obligation bonds payable		(4,100,000)
Notes payable		(22,591,759)
Accrued compensated absences		(4,090,853)
OPEB Obligation - obligation shared by governmental function $2,667,472, police $2,207,563, and fire $1,471,708		(6,346,743)
Accrued interest payable		(12,838)
		(37,142,193)
Net position of governmental activities	$	407,640,891

See accompanying notes to the basic financial statements.

Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances – Year Ended June 30, 2015

	General Fund	Police Fund	Fire Fund	Midwest City Hospital Authority	Other Governmental Funds	Total Governmental Funds
REVENUES						
Taxes	$ 23,044,487	$ 2,845,380	$ 2,543,159	$ 880,377	$ 10,468,042	$ 39,781,445
Intergovernmental	789,661	788,612	2,462,933	-	1,502,526	5,543,732
Charges for services	1,675,358	97,300	23,804	-	1,866,285	3,662,747
Fines and forfeitures	1,745,093	135,604	-	-	164,597	2,045,294
Licenses and permits	246,058	3,600	11,135	-	88,646	349,439
Investment income	253,869	114,124	120,501	7,083,751	805,420	8,377,665
Miscellaneous	1,127,698	85,849	49,429	982,495	135,929	2,381,400
Total revenues	28,882,224	4,070,469	5,210,961	8,946,623	15,031,445	62,141,722
EXPENDITURES						
Current:						
General government	5,076,034	-	-	1,067,477	376,364	6,519,875
Public safety	903,112	13,235,468	12,494,739	-	870,850	27,504,169
Streets	2,856,353	-	-	-	43,111	2,899,464
Culture and recreation	934,788	-	-	-	440,234	1,375,022
Health and welfare	401,892	-	-	-	-	401,892
Economic development	2,563,622	-	-	-	1,052,004	3,615,626
Capital outlay	132,438	265,624	694,613	35	3,042,010	4,134,720
Debt service:						
Principal retirement	-	-	-	579,006	1,400,000	1,979,006
Interest and fiscal charges	10,313	-	58,141	1,274,869	328,275	1,671,598
Total expenditures	12,878,552	13,501,092	13,247,493	2,921,387	7,552,848	50,101,372
Excess (deficiency) of revenues over expenditures	16,003,672	(9,430,623)	(8,036,532)	6,025,236	7,478,597	12,040,350
OTHER FINANCING SOURCES (USES)						
Transfers in	10,739,789	9,506,621	7,627,827	275,000	1,464,193	29,613,430
Transfers out	(25,542,499)	-	(166,000)	(800,000)	(6,961,809)	(33,470,308)
Total other financing sources and uses	(14,802,710)	9,506,621	7,461,827	(525,000)	(5,497,616)	(3,856,878)
Net change in fund balances	1,200,962	75,998	(574,705)	5,500,236	1,980,981	8,183,472
Fund balances - beginning	6,206,294	3,294,408	1,302,765	75,506,222	16,816,002	103,125,691
Fund balances - ending	$ 7,407,256	$ 3,370,406	$ 728,060	$ 81,006,458	$ 18,796,983	$ 111,309,163

See accompanying notes to the basic financial statements.

Changes in Fund Balances – Changes in Net Position Reconciliation:

Net change in fund balances - total governmental funds:	$	8,183,472
Amounts reported for governmental activities in the Statement of Activities are different because:		
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:		
Capital asset purchases capitalized		3,869,818
Capital asset donated		2,520,076
Loss on disposal of capital asset		(150,613)
Depreciation expense		(14,390,411)
		(8,151,130)
In the Statement of Activities, the net cost of pension benefits earned is calculated and reported as pension expense. The fund financial statements report pension contributions as pension expenditures. This amount represents the difference between pension contributions and calculated pension expense.		1,872,176
Repayment of debt principal is an expenditure and collections of leasehold receivables are a revenue in the governmental funds. However, the repayments reduce long-term liabilities or the long-term assets in the Statement of Net Position:		
Leasehold receivable receipts		(457,890)
Note payable principal payments		579,006
General obligation bond principal payments		1,400,000
		1,521,116
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds:		
Change in unavailable revenue		(350,153)
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 the governmental funds:		
Change in OPEB obligation		(342,022)
Change in accrued interest payable		2,139
Change in accrued compensated absences		46,044
		(293,839)
Internal service fund activity is reported as a proprietary fund in fund financial statements, but certain net revenues/expenses are reported in governmental activities on the Statement of Activities.		
Total change in net position for internal service funds		788,044
Change in net position of governmental activities	$	3,569,686

See accompanying notes to the basic financial statements.

BASIC FINANCIAL STATEMENTS - PROPRIETARY FUNDS

Proprietary Funds Statement of Net Position - June 30, 2015

	Midwest City Municipal Authority	Nonmajor Enterprise Funds	Total	Internal Service Funds
ASSETS				
Current assets:				
Cash and cash equivalents	$ 2,939,614	$ 351,799	$ 3,291,413	$ 1,174,764
Cash and cash equivalents, restricted	2,642,744	257,587	2,900,331	-
Investments	11,560,324	1,149,207	12,709,531	4,916,723
Accounts receivable, net	3,004,140	69,313	3,073,453	36,387
Other receivable	321,918	3,959	325,877	-
Accrued interest receivable	25,039	5,834	30,873	12,984
Inventory	233,066	2,703	235,769	68,490
Due from other funds	70,795	70,279	141,074	75
Total current assets	20,797,640	1,910,681	22,708,321	6,209,423
Non-current assets:				
Investments, restricted	-	1,090,767	1,090,767	-
Advance from other funds	1,181,139	-	1,181,139	-
Land, construction in progress, and water rights	69,845,070	8,843,542	78,688,612	8,829
Other capital assets, net	77,840,750	7,537,884	85,378,634	1,188,992
Total non-current assets	148,866,959	17,472,193	166,339,152	1,197,821
Total assets	169,664,599	19,382,874	189,047,473	7,407,244
DEFERRED OUTFLOW OF RESOURCES				
Deferred amount on refunding	982,047	-	982,047	-
LIABILITIES				
Current liabilities:				
Accounts payable and accrued liabilities	4,334,895	738,565	5,073,460	150,592
Claims liability	-	-	-	1,060,571
Wages payable	294,070	63,341	357,411	64,114
Due to other funds	411,198	58,958	470,156	223,927
Accrued interest payable	822,671	-	822,671	-
Accrued compensated absences	322,289	68,339	390,628	82,393
Refundable deposits	41,758	139,205	180,963	-
Notes payable	212,039	-	212,039	-
Revenue bonds payable	4,055,000	-	4,055,000	-
Total current liabilities	10,493,920	1,068,408	11,562,328	1,581,597
Non-current liabilities:				
Accrued compensated absences	570,458	136,679	707,137	164,787
Claims liability	-	-	-	1,684,000
Net OPEB obligation	1,710,861	312,738	2,023,599	-
Advance to other funds	-	289,774	289,774	-
Refundable deposits	-	1,252,847	1,252,847	-
Notes payable	216,090	-	216,090	-
Revenue bonds payable, net	60,478,915	-	60,478,915	-
Total non-current liabilities	62,976,324	1,992,038	64,968,362	1,848,787
Total liabilities	73,470,244	3,060,446	76,530,690	3,430,384
NET POSITION				
Net investment in capital assets	84,133,966	16,381,426	100,515,392	1,197,821
Restricted for debt service	1,810,142	-	1,810,142	-
Restricted for other purposes	-	316,175	316,175	-
Unrestricted (deficit)	11,232,294	(375,173)	10,857,121	2,779,039
Total net position	$ 97,176,402	$ 16,322,428	$ 113,498,830	$ 3,976,860
Some amounts reported for business-type activities in the Statement of Net Position are different because certain internal service fund balances are included with business-type activities and reported as interfund balances			(967,565)	
Total net position per Government-Wide financial statements			$ 112,531,265	

See accompanying notes to the basic financial statements.

Proprietary Funds Statement of Revenues, Expenses, and Changes in Net Position - Year Ended June 30, 2015

	Midwest City Municipal Authority	Nonmajor Enterprise Funds	Total	Internal Service Funds
OPERATING REVENUES				
Charges for services	$ 25,050,171	$ 2,054,603	$ 27,104,774	$ 10,846,209
Fees, licenses and permits	24,785	-	24,785	-
Miscellaneous	233,453	-	233,453	89,605
Total operating revenues	25,308,409	2,054,603	27,363,012	10,935,814
OPERATING EXPENSES				
Personal services	9,301,799	1,411,825	10,713,624	1,711,152
Materials and supplies	3,554,987	322,367	3,877,354	1,392,838
Other services and charges	6,500,470	259,817	6,760,287	1,834,687
Insurance claims and expense	-	-	-	5,049,484
Depreciation and amortization	3,664,664	311,546	3,976,210	102,224
Total operating expenses	23,021,920	2,305,555	25,327,475	10,090,385
Operating income (loss)	2,286,489	(250,952)	2,035,537	845,429
NON-OPERATING REVENUES (EXPENSES)				
Investment income	1,185,155	246,697	1,431,852	242,707
Interest expense and fiscal charges	(2,346,902)	-	(2,346,902)	-
Gain (loss) on asset retirement	(434,167)	15,168	(418,999)	(782)
Total non-operating revenue (expenses)	(1,595,914)	261,865	(1,334,049)	241,925
Income (loss) before transfers	690,575	10,913	701,488	1,087,354
Transfers in	16,177,494	2,294,523	18,472,017	-
Transfers out	(14,577,276)	(37,863)	(14,615,139)	-
Change in net position	2,290,793	2,267,573	4,558,366	1,087,354
Total net position - beginning	94,885,609	14,054,855	108,940,464	2,889,506
Total net position - ending	$ 97,176,402	$ 16,322,428	$ 113,498,830	$ 3,976,860

Change in net position per above	$ 4,558,366
Some amounts reported for business-type activities in the Statement of Activities are different because the net revenue of certain internal service funds is reported with business-type activities	299,311
Change in Business-Type Activites in Net Postion per Government-Wide Financial Statements	$ 4,857,677

See accompanying notes to the basic financial statements.

Proprietary Funds Statement of Cash Flows - Year Ended June 30, 2015

	Midwest City Municipal Authority	Nonmajor Enterprise Funds	Total	Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	$ 25,323,642	$ 2,051,647	$ 27,375,289	$ 10,914,509
Payments to suppliers	(10,329,721)	(760,284)	(11,090,005)	(3,245,705)
Payments to employees	(9,217,880)	(1,454,219)	(10,672,099)	(1,666,208)
Receipts (payments) from interfund loans	1,170,830	639,542	1,810,372	(11,069)
Receipt of customer deposits	-	478,125	478,125	-
Return of customer deposits	-	(455,531)	(455,531)	-
Claims and benefits paid	-	-	-	(5,125,550)
Net cash provided by operating activities	6,946,871	499,280	7,446,151	865,977
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers from other funds	16,177,494	2,294,523	18,472,017	-
Transfers to other funds	(14,577,276)	(37,863)	(14,615,139)	-
Net cash provided by noncapital financing activities	1,600,218	2,256,660	3,856,878	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Capital assets purchased	(11,633,301)	(5,191,835)	(16,825,136)	(24,379)
Principal paid on capital debt	(4,136,380)	-	(4,136,380)	-
Payments of interfund loan for capital purchases	53,112	(22,458)	30,654	-
Interest and fiscal charges paid on capital debt	(2,599,036)	-	(2,599,036)	-
Proceeds from sale of capital assets	4,440	59,238	63,678	-
Net cash used in capital and related financing activities	(18,311,165)	(5,155,055)	(23,466,220)	(24,379)
CASH FLOWS FROM INVESTING ACTIVITIES				
Sale of investments	12,988,880	3,965,070	16,953,950	418,856
Purchase of investments	(5,794,754)	(1,788,720)	(7,583,474)	(896,382)
Interest and dividends	1,131,614	248,777	1,380,391	227,030
Net cash provided by (used in) investing activities	8,325,740	2,425,127	10,750,867	(250,496)
Net increase (decrease) in cash and cash equivalents	(1,438,336)	26,012	(1,412,324)	591,102
Balances - beginning of year	7,020,694	583,374	7,604,068	583,662
Balances - end of year	$ 5,582,358	$ 609,386	$ 6,191,744	$ 1,174,764
Reconciliation to Statement of Net Position:				
Cash and cash equivalents	$ 2,939,614	$ 351,799	$ 3,291,413	$ 1,174,764
Restricted cash and cash equivalents	2,642,744	257,587	2,900,331	-
Total cash and cash equivalents	$ 5,582,358	$ 609,386	$ 6,191,744	$ 1,174,764
Reconciliation of operating income (loss) to net cash provided by operating activities:				
Operating income (loss)	$ 2,286,489	$ (250,952)	$ 2,035,537	$ 845,429
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation expense	3,664,664	311,546	3,976,210	102,224
Change in assets and liabilities:				
Receivables, net	166,135	(2,956)	163,179	(21,305)
Other receivable	(155,698)	-	(155,698)	-
Due from other funds	4,573,439	733,004	5,306,443	515
Inventory	(20,867)	96	(20,771)	26,168
Accounts payable	(253,397)	(200,654)	(454,051)	(91,215)
Claims liability	-	-	-	(29,199)
Due to other funds	(3,402,609)	8,430	(3,394,179)	(11,584)
Due to employees	(3,831)	5,222	1,391	12,237
Refundable deposits	4,796	22,594	27,390	-
Net OPEB obligation	2,201	(61,540)	(59,339)	-
Accrued compensated absences	85,549	13,924	99,473	32,707
Net cash provided by operating activities	$ 6,946,871	$ 578,714	$ 7,525,585	$ 865,977

See accompanying notes to the basic financial statements.

FOOTNOTES TO BASIC FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies

The City of Midwest City's (the City) accounting and financial reporting policies conform to accounting principles generally accepted in the United State of America (GAAP). GAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections of this note.

1.A. Financial Reporting Entity

In determining the financial reporting entity, the City of Midwest City (the "City") complies with the provisions of Governmental Accounting Standards Board Statement No. 14, "*The Financial Reporting Entity*" and Statement No. 61, "*The Financial Reporting Entity: Omnibus*" and includes all component units for which the City is financially accountable. The City's financial reporting entity primary government presentation includes the City of Midwest City and certain component units as follows:

The City of Midwest City – operates the public safety, health and welfare, streets and highways, parks and recreation, and administrative activities

The City of Midwest City is an incorporated municipality located in central Oklahoma. The City operates under a council-manager form of government with a charter that provides for three branches of government:

- Legislative – the governing body includes an elected seven-member City Council and Mayor
- Executive – the City Manager is the Chief Executive Officer and is appointed by the City Council
- Judicial – the Municipal Judges are practicing attorneys appointed by the City Council

Blended Component Units: Separate legal entities for which the City Council members serve as the trustees/governing body of the entity and /or the City is able to impose its will on the Authorities through required approval of all debt obligations issued by these entities. These component units funds are blended into the City's by appropriate fund type to comprise part of the primary government presentation.

Midwest City Utilities Authority –created for industrial development.
Midwest City Municipal Authority – created to operate the water, wastewater, sanitation and conference center/hotel.
Midwest City Hospital Authority – created to operate the hospital, however, in 1996 the hospital was leased for a 30 year term. In March 2009, this lease was extended to May 2048. The Trustees manage activities related to the hospital lease.
Urban Renewal Authority – created for economic development.

Each of these component units listed above are Public Trusts established pursuant to Title 60 of Oklahoma State law. Public Trusts (Authorities) have no taxing power. The Authorities are generally created to finance City services through issuance of revenue bonds or other non-general obligation debt and to enable the City Council to delegate certain functions to the governing body (Trustees) of the Authority. The Authorities generally retain title to assets which are acquired or constructed with

Authority debt or other Authority generated resources. In addition, the City has leased certain existing assets at the creation for the Authorities to the Trustees on a long-term basis. The City, as beneficiary of the Public Trusts, receives title to any residual assets when a Public Trust is dissolved.

In accordance with state law, the City Council must approve, by two-thirds vote, all debt obligations of these public trusts prior to incurring the obligation. This is considered sufficient imposition of will to demonstrate financial accountability and to include the trusts within the City's financial reporting entity. The public trusts do not issue separate annual financial statements.

1.B. Basis of Presentation and Accounting

This annual report is presented in a format that substantially meets the presentation requirements of the Governmental Accounting Standards Board (GASB) in accordance with generally accepted accounting principles. The presentation includes financial statements that communicate the City's financial condition and changes therein at two distinct levels:

- **The City as a Whole** (a government-wide presentation)
- **The City's Funds** (a presentation of the City's major and aggregate non-major funds)

Government-Wide Financial Statements:

The Government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. In the Statement of Net Position and the Statement of Activities, we divide the City into two kinds of activities:

Governmental activities - Most of the City's basic services are reported here, including the police, fire, general administration, streets, parks and recreation. Sales taxes, franchise fees, fines, and state and federal grants finance most of these activities.

Business-type activities – Services where the City charges a fee to customers to help cover all or most of the cost of the services it provides. The City's water, sewer, sanitation systems and the hotel/conference center activities are reported here.

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

The statements of net position and activities are reported on the accrual basis of accounting and economic resources measurement focus. Under the accrual basis of accounting, revenues are recognized when earned and expenses (including depreciation and amortization) are recorded when the liability is incurred or economic asset used.

Fund Financial Statements:

Governmental Funds:

Most of the City's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. Governmental funds report their activities on the modified accrual basis of accounting and current financial resources measurement focus that is different from other funds. For example, these funds report the acquisition of capital assets and payments for debt principal as expenditures and not as changes to asset and debt balances. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period except for reimbursement type grants that are recorded as revenues when the related expenditures are recognized. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, claims, judgments, and net pension liabilities are recorded only when payment is due.

Sales and use taxes, property taxes, franchise taxes, licenses, court fines and interest associated with the current fiscal period are all considered to be susceptible to accrual, and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the City.

The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps one determine (through a review of changes to fund balance) whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. The City's governmental funds include:

Major Funds:

- General Fund – accounts for all activities not accounted for in other special-purpose funds. For reporting purposes the General Fund includes the activities of the Reimbursed Projects Account, Employee Activity Account, Activity Account, Animals Best Friend Account, Disaster Relief Account, and Retiree Health Claims Account.
- Police Fund – is a special revenue fund that accounts for police services funded by a restricted sales tax, a transfer of 34.21% of General Fund revenues per ordinance legally restricted for police operations, and fines and fees restricted for traffic enforcement operations. For reporting purposes, the Police Fund includes the Jail Fund.
- Fire Fund — is a special revenue fund that accounts for fire protection services funded by sales tax legally restricted for fire and a transfer of 27.66% of General Fund revenues per ordinance legally restricted for fire operations.
- Midwest City Hospital Authority – is a special revenue fund that manages activities related to the hospital lease, funded by interest income and in lieu of taxes.

Aggregated Non-Major Funds (reported as Other Governmental Funds):

Special Revenue Funds include Grants, Juvenile, Parks and Recreation, Emergency Operations, Technology, Welcome Center, Police Impound Fees, Street and Alley, Police Special Projects, Police Lab Fee, Convention/Visitors Bureau, Urban Renewal Authority Funds, Tax Increment Financing, and General Government Sales Tax.

Debt Service Fund – accounts for ad-valorem taxes levied by the City for use in retiring general obligation bonds, and their related interest expenses.

Capital Project Funds:

- Capital Improvement Fund – accounts for assessed fees that help fund capital projects for various functions of the City.
- Downtown Redevelopment Authority – accounts for the lease proceeds from the 29th street redevelopment. Proceeds are used to fund various needs of the City.
- 2002 Street Project Fund – accounts for the proceeds from the 2002 General Obligation Street Bonds which funds capital street projects.
- Dedicated Tax 2012 Fund – accounts for the sales tax restricted for street, parks, trails, sidewalks and public transportation projects.
- Sales Tax Capital Improvement Fund – accounts for sales tax restricted by a vote of the citizens for capital improvements, including debt retirements.
- Capital Outlay Reserve Fund – accounts for funds set aside to fund the five year capital needs projects.

The reconciliation of the governmental funds financial statements to the governmental activities presentation in the government-wide financial statements is the result of the use of the accrual basis of accounting and economic resources measurement focus at the government-wide level.

Proprietary Funds:

When the City charges customers for the services it provides, these services are generally reported in proprietary funds. Proprietary funds include enterprise funds and internal service funds. Enterprise funds are used to account for business-like activities provided to the general public. Internal service funds are used to account for business-like activities provided to other funds or departments of the City. Proprietary funds are reported on the accrual basis of accounting and economic resources measurement focus. For example, proprietary fund capital assets are capitalized and depreciated and principal payments on long-term debt are recorded as a reduction to the liability.

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

The City's proprietary funds include the following:

Enterprise Funds

Major:
Midwest City Municipal Authority includes the following accounts:

- Water Account (includes the Water Operating Account and the Water Capital Projects Account) accounts for the activities providing water services to the public.
- Sewer Account (includes the Sewer Operating Account and the Sewer Capital Projects Account) accounts for the activities providing sewer services to the public.
- Sanitation Account (includes the Sanitation Operating Account) accounts for the activities providing sanitation services to the public.
- Conference Center/Hotel Account (includes the Conference and Hotel Operating Account) accounts for the activities related to the Conference Center and Hotel.
- Drainage Account (includes the Drainage Operating Fund and the Capital Projects Account) accounts for the activities providing drainage services to the public.
- Debt Service Account accounts for the debt activities related to the 2011 and 2011A Revenue Bonds.

Non-Major:
- Utilities Authority Fund –accounts for industrial development activities.
- Utility Services Fund – accounts for activities related to billing for water, sewer, sanitation, storm water, and drainage.
- Utilities Capital Fund – accounts for capital purchases for the water, sewer, and sanitation systems.
- Customer Deposit Fund –accounts for utility customer deposits.
- Golf Course Fund –accounts for activities of the John Conrad and the Hidden Creek golf courses.
- 29th and Douglas –accounts for activities of the trailer park at 29th and Douglas.

Internal Service Funds (aggregated in a single column for reporting purposes)

- Risk Management Fund - accounts for the cost of providing various insurance services (i.e workers compensation, general liability, vehicle and property) to other funds and departments of the City
- Public Works Administration Fund - accounts for the cost of centralization of administrative resources to various departments of the City. This fund primarily serves the business-type activities.
- Fleet Services Fund - accounts for fuel, maintenance and repairs for the City's fleet.
- Surplus Property Fund - accounts for the disposal of surplus property on behalf of all departments.
- L&H Benefits Fund - accounts for health and life benefits to employees.

1.C. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance

Deposits and Investments:

Cash and cash equivalents includes all demand and savings accounts, certificates of deposit or short-term investments with an original maturity of three months or less, and money market investments. Trust account investments in open-ended mutual fund shares are also considered cash equivalents.

Investments, other than Hospital investments, consist of long-term certificates of deposit, U.S. Treasury bonds and notes, and U.S. agency securities. Certificates of deposit are reported at cost, while the U.S. Treasury and agency securities are reported at fair value which is determined by quoted market value. Hospital investment consist of mutual funds, equities, and foreign equities. Investments are reported at fair value which is determined by quoted market value.

Restricted Assets:

Certain proceeds of the enterprise funds promissory notes, as well as certain resources set aside for their repayment, are classified as restricted assets on the Statement of Net Position because they are maintained in separate bank accounts, and their use is limited by applicable loan covenants. The debt service fund accounts are used to segregate resources accumulated for debt service payments over the next 12 months. In addition, amounts held for meter deposit refunds are considered restricted.

Receivables and Unearned Revenue

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivable balances for the governmental activities include sales and use taxes, franchise taxes, grants and court fines. Business-type activities report utilities as its major receivable.

In the fund financial statements, material receivables in governmental funds include revenue accruals such as sales tax, franchise tax, and grants and other similar intergovernmental revenues since they are usually both measurable and available. Non-exchange transactions collectible but not available are reported as a deferred inflow of resources in the fund financial statements in accordance with the modified accrual basis of accounting, but not reported as a deferred inflow of resources in the government-wide financial statements in accordance with the accrual basis. Interest on investment earnings are recorded when earned only if paid within 60 days since they would be considered both measurable and available. Proprietary fund material receivables consist of all revenues earned at year-end and not yet received. Utility accounts receivable and interest earnings comprise the majority of proprietary fund receivables. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable.

Inventories:

Inventories are valued at cost. Governmental fund inventory is related to parts of vehicle and equipment maintenance. Proprietary fund inventory is related to material on hand for repairs and

improvements to the utility system. The cost of inventories are recoded as expenditures when consumed rather than when purchased.

Capital Assets:

Capital assets, which include property, plant, equipment, and infrastructure assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than $1,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

Depreciable capital assets are depreciated on a straight-line basis over their useful lives. The range of estimated lives by type of assets is as follows:

- Buildings/improvements 25-60 years
- Utility systems 25-99 years
- Infrastructure 25-99 years
- Machinery and equipment 5-20 years
- Vehicles 5-25 years

Depreciation of capital assets is included in total expenses and is charged or allocated to the activities primarily benefiting from the use of the specific asset.

Long-term obligations:

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type Statements of Net Position. Bond premiums and discounts are amortized over the life of the bonds using the straight line method. Bonds payable are reported net of bond premium or discount. Deferred amount on refundings are amortized over the shorter of the life of the new debt or the remaining life of the refunded debt using the straight line method. Deferred amounts are shown as deferred inflows or outflows.

Long-term obligations of governmental funds are not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as expenditures.

The City's long term debt consists of general obligation bonds, revenue bonds and notes, accrued compensated absences, contracts payable, and refundable deposits.

Compensated Absences:

Under the terms of union contracts and City personnel policies, City employees are granted vacation and sick leave in varying amounts. Regular full-time civilian employees earn vacation leave per pay period in varying amounts from 80.08 hours per year to 204.10 hours per year based upon years of service. Upon separation from the city, a civilian employee is paid for accrued vacation up to a maximum of 192 hours plus current year accrual earned to date of separation. Civilian employees earn sick leave per pay period of 3.7 hours, for a total of 96.20 hours per year with the exception of Fire Rookies working 24 hour shifts who earn 5.54 hours per pay period for an annual total of 144.04 hours per year. Civilian employees who separate from employment with the city will be compensated for all accrued but unused sick leave as follows: Upon separation from the city after 10 years but less than 20 years of service, a civilian employee is paid for accrued sick leave up to a maximum of 960 hours plus current year accrual earned to date of separation at 1/3 his/her hourly rate of pay; over 20 years of service is paid at ½ his/her hourly rate of pay. Civilian employees who separate from employment prior to 10 years of service shall receive no compensation for accrued sick leave benefits.

Police union employees earn vacation leave per pay period in varying amounts from 80.08 hours per year to 204.10 hours per year based upon years of service. Upon separation from the city, a police union employee is paid for accrued vacation up to a maximum of 216 hours plus current year accrual earned to date of separation. Police union employees earn sick leave per pay period of4.6 hours for an annual total of 119.60 hours. Police union employees who separate from employment with the city will be compensated for all accrued but unused sick leave as follows: Upon separation from the city after 10 years or more of service, a police union employee is paid for accrued sick leave up to a maximum of 1100 hours plus current year accrual earned to date of separation at ½ his/her hourly rate of pay. Police union employees who separate from employment prior to 10 years of service shall receive no compensation for accrued sick leave benefits. 100% of the sick leave balance shall be paid to the police union employee's named beneficiary in the event an employee is killed in the line of duty.

Fire union employees earn vacation leave per pay period in varying amounts from 80.08 hours per year to 301.34 hours per year based upon shift worked and years of service. Upon separation from the city, a fire union employee is paid for accrued vacation up to a maximum of 300 hours plus current year accrual earned to date of separation for 24 hour workers; up to a maximum of 216 hours plus current year accrual earned to date of separation for 8 hour workers. Fire union employees earn sick leave per pay period of 5.54 for a total of 144.04 hours per year for 24 hour workers and 96.20 hours per year for 8 hour workers. Fire union employees who separate from employment with the city will be compensated for all accrued but unused sick leave as follows: Upon separation from the city after 10 years or more of service or with an on-the-job injury, a fire union employee is paid for accrued sick leave up to a maximum of 1314 hours for 24 hour workers; up to a maximum of 939 hours for 8 hour workers at 1/3 his/her hourly rate of pay. Hours accumulated over the maximum are paid at the rate of ½ his/her hourly rate of pay each bi-weekly pay period. Employees, regardless of years of service, will be paid out at ½ for separation due to on the job injury. Fire union employees who separate from employment prior to 10 years of service and without an on-the-job injury shall receive no compensation for accrued sick leave benefits.

Deferred Outflow/Inflows of Resources:

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and will not be recognized as an outflow of resources (expenses/expenditure) until then. The government only has two items that qualify for reporting in this category. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The city also reports deferred outflows related to pension contributions subsequent to the measurement date and the difference between expected and actual plan experience.

In addition to liabilities, the financial statements will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and will not be recognized as in inflow of resources (revenues) until that time. The governmental funds report unavailable revenues from court fines and property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. In the City's government-wide statements the property tax revenues remain as a deferred inflow under the full accrual basis of accounting and will become an inflow in the year for which they are levied. The government-wide Statement of Net Position reports deferred inflows related to pension accounting for the net difference between projected and actual earning on pension plan investments not reported under the modified accrual basis.

Fund Equity:

Government-Wide and Proprietary Fund Financial Statements:

Net position is displayed in three components:

a. *Net investment in capital assets* - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets, plus the remaining construction proceeds of debt issued for capital improvements.

b. *Restricted net position* - Consists of net position with constraints placed on the use either by 1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments, or 2) law through constitutional provisions or enabling legislation.

c. *Unrestricted net position* - All other net position that does not meet the definition of "restricted" or "net investment in capital assets."

It is the City's policy to first use unrestricted net position prior to the use of restricted net position when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

Governmental Fund Financial Statements:

Governmental fund equity is classified as fund balance. Fund balance is further classified as nonspendable, restricted, committed, assigned and unassigned. These classifications are defined as:

a. Nonspendable – includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

b. Restricted – consists of fund balance with constraints placed on the use of resources either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or (2) laws through constitutional provisions or enabling legislation.

c. Committed – includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the city's highest level of decision-making authority. The City's highest level of decision-making authority is made by ordinance. While the Municipal Authority, Hospital Authority and Urban Renewal Authority highest level of decision-making authority is made by resolution.

d. Assigned – includes amounts that are constrained by the city's intent to be used for specific purposes but are neither restricted nor committed. Assignments of fund balance may be made by city council action or management decision when the city council has delegated that authority. Assignments for revenues in other governmental funds are made through budgetary process.

e. Unassigned – represents fund balance that has not been assigned to other funds and has not been restricted, committed, or assigned to specific purposes within the General Fund.

It is the City's policy to first use unrestricted fund balance prior to the use of the restricted fund balance when an expenditure is incurred for purposes for which both restricted and unrestricted resources are available. The City's policy for the use of fund balance amounts require that unassigned amounts would be reduced first followed by assigned amounts and then committed amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

1.D. Revenues, Expenditures and Expenses

Program Revenues:

Program revenues within the Statement of Activities that are derived directly from each activity or from parties outside of the City's taxpayers are reported as program revenues. The City has the following program revenues in each activity:

- Public Safety – Fire, Police, 911 –fines and forfeitures, restricted operating grants, 911 revenue, and restricted capital grants, property seizure, donations, state on-behalf pension contributions
- Streets – commercial vehicle and gasoline excise tax shared by the State.

- Culture and recreation – pool fees, rental of community center and senior center, programming fees, park fees, softball fees, operating and capital grants
- Health and Welfare – FEMA grants
- Economic Development – rental income and operating grants
- General Government – license and permits, technology and false alarm fees, impact fees, and operating grants

All other governmental revenues are reported as general revenues. All taxes are classified as general revenue even if restricted for a specific purpose.

Sales Tax Revenue:

Sales tax revenue represents a 3.85 cents tax on each dollar of taxable sales which is collected by the Oklahoma Tax Commission and remitted to the City. Upon final allocation the sales tax is broken down as follows:

General Government	1.04	27.01%
Police	1.10	28.57%
Fire	.92	23.90%
911	.04	1.04%
Capital Improvements	.25	6.49%
Parks and Recreation	.05	1.30%
Sewer Plant	.40	10.39%
Streets/Parks/Sidewalks/Trails/and Public Transportation	.05	1.30%
Totals	3.85	100%

Property Tax Revenue:

In accordance with state law, a municipality may only levy a property tax to retire general obligation debt approved by the voters and to pay judgments rendered against the City. Property taxes levied by the City are billed and collected by the County Treasurer's Office and remitted to the City in the month following collection. Property tax is levied each October 1st on the assessed valuation of non-exempt real property located in the City as of the preceding January 1st, the lien date. Property taxes are due on November 1st following the levy date, although they may be paid in two equal installments (if the first installment is paid prior to January 1st, the second installment is not delinquent until April 1st). Property taxes are collected by the County Treasurer and are remitted to the City. Property tax receivables are recorded on the lien date, although the related revenue is reported as a deferred inflow of resources and will not be recognized as revenue until the year for which it is levied. Property taxes unpaid for the fiscal year are attached by an enforceable lien on property in the following October. For the year ended June 30, 2015, the City's net assessed valuation of taxable property was $296,030,326. The taxes levied by the City per $1,000 of net assessed valuation for the year ended June 30, 2015 was $5.18.

Property tax accrued on the lien date of January 1, 2015 and recorded as a deferred inflow of resources was $1,532,043.

Expenditures and Expenses:

In the government-wide financial statements, expenses, including depreciation of capital assets, are reported by function or activity. In the governmental fund financial statements, expenditures are reported by class as current (further reported by function), capital outlay and debt service. In the proprietary fund financial statements, expenses are reported by object or activity.

1.E. Internal and Interfund Balances and Activities

In the process of aggregating the financial information for the government-wide statement of net position and statement of activities, some amounts reported as interfund activity and balances in the fund financial statements have been eliminated or reclassified.

Government-Wide Financial Statements:

Interfund activity, if any, are eliminated or reclassified in the government-wide financial statements as follows:

1. *Internal balances* – amounts reported in the fund financial statements as interfund receivable and payables are eliminated in the governmental and business-type activities columns of the statement of net position, except for the net residual amounts due between governmental and business-type activities, which are reported as Internal Balances.
2. *Internal activities* - amounts reported in the fund financial statements as interfund transfers are eliminated in the government-wide statement of activities except for the net amount of transfers between governmental and business-type activities, which are reported as Transfers - Internal Activities. The effect of interfund services between funds is not eliminated in the statement of activities.
3. *Primary government and component unit activity and balances* - resource flows between the primary government and the discretely presented component units are reported as if they were external transactions and are classified separately from internal balances and activities within the primary government.

Fund Financial Statements:

Interfund activity, if any, within and among the governmental and proprietary fund categories is reported as follows in the fund financial statements:

1. Interfund loans - amounts provided with a requirement for repayment are reported as interfund receivables and payables.

2. Interfund services - sales or purchases of goods and services between funds are reported as revenues and expenditures/expenses.

3. Interfund reimbursements - repayments from funds responsible for certain expenditures/expenses to the funds that initially paid for them are not reported as reimbursements but as adjustments to expenditures/expenses in the respective funds.

4. Interfund transfers - flow of assets from one fund to another where repayment is not expected are reported as transfers in and out.

1.F. USE OF ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures; accordingly, actual results could differ from those estimates.

1.G. NEW ACCOUNTING PRONOUNCEMENTS

The city implemented GASB Statement No. 68, *Accounting and Financial Reporting for Pensions, an Amendment of GASB Statement No. 27* and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date,* which required the recognition of assets, deferred outflow, liabilities, and deferred inflows related the city's participation in the fire and police cost-sharing defined benefit pension plans.

2. Cash and Cash Equivalents, Deposits and Investments

Deposits and Investments Risks

The City of Midwest City primary government and blended component units are governed by the deposit and investment limitations of state law and trust indentures. The deposits and investments held at June 30, 2015 by these entities are as follows:

Schedule of Deposits and Investments by Type - June 30, 2015

Type	Fair Value	Credit Rating	Maturities in Years: On Demand	Less Than One	1 - 5	6 - 10	More than 10
Demand deposits	$ 13,322,557	n/a	$ 13,322,557	$ -	$ -	$ -	$ -
Time deposits	5,103,144	n/a	-	2,000,000	3,103,144	-	-
Government Money Market Accounts	88,900	AAAm	88,900	-	-	-	-
U.S. Agencies Obligations	37,514,534	n/a	-	-	-	1,090,429	36,424,105
Sub-total	56,029,135		$ 13,411,457	$ 2,000,000	$ 3,103,144	$ 1,090,429	$ 36,424,105
Other Investments	969,666						
Mutual Funds	48,131,044						
Mutual Funds - equities	23,049,225						
Foreign equities	7,856,260						
Sub-total	80,006,195						
Total Deposits and Investments	$ 136,035,330						
Reconciliation to Financial Statements:							
Cash and cash equivalents	$ 10,450,613						
Cash and cash equivalents, restricted	2,900,331						
Investments	121,593,619						
Investments, restricted	1,090,767						
	$ 136,035,330						

Custodial Credit Risk – Exposure to custodial credit risk related to deposits exists when the City holds deposits that are uninsured and uncollateralized; collateralized with securities held by the pledging financial institution, or by its trust department or agent but not in the City's name; or collateralized without a written or approved collateral agreement. Exposure to custodial credit risk related to investments exists when the City holds investments that are uninsured and unregistered, with securities held by the counterparty or by its trust department or agent but not in the City's name.

The City's policy as it relates to custodial credit risk is to secure its uninsured deposits with collateral, valued at no more than market value, at a minimum level of 110% of the uninsured deposits and accrued

interest thereon. The City's policy limits acceptable collateral to U.S. Treasury securities, federally insured obligations, or direct debt obligations of municipalities, counties, and school districts in Oklahoma. Also, as required by Federal 12 U.S.C.A., Section 1823(e), all financial institutions pledging collateral to the City must have a written collateral agreement

At June 30, 2015, the City had no exposure to custodial credit risk as defined above.

Investment Credit Risk – The City's investment policy limits investments, excluding Hospital Authority, to the following:

a. Obligations of the U. S. Government, its agencies and instrumentalities;
b. Collateralized or insured non-negotiable certificates of deposit or other evidences of deposit that are either insured or secured with acceptable collateral with an in-state financial institution, and fully insured deposits in out-of-state institutions;
c. Insured or fully collateralized negotiable certificates of deposit;
d. Repurchase agreements that have underlying collateral consisting of those items specified in paragraph a above; and
e. Money market funds regulated by the SEC and in which investments consist of the investments mentioned in the previous paragraph a.

Investment credit risk is the risk that an issuer or other counterpart to an investment will not fulfill its obligations. The City has no formal policy limiting investments based on credit rating, but discloses any such credit risk associated with their investments by reporting the credit quality ratings of investments in debt securities as determined by nationally recognized statistical rating organizations—rating agencies—as of the year end. Unless there is information to the contrary, obligations of the U.S. government or obligations explicitly guaranteed by the U.S. government are not considered to have credit risk and do not require disclosure of credit quality.

Investment Interest Rate Risk – Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The City's investment policy indicates that the investment portfolio, shall remain sufficiently liquid to enable the City to meet all operating requirements as anticipated. The City discloses its exposure to interest rate risk by disclosing the maturity dates of its various investments by date range.

As noted in the preceding schedule of deposits and investments, at June 30, 2015, the investments held by the City mature between 2015 through 2030.

Concentration of Investment Credit Risk - Exposure to concentration of credit risk is considered to exist when investments in any one issuer represent a significant percent of total investments of the City (any over 5% are disclosed). Investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments are excluded from this consideration.

Hospital Authority Investments:

The Authority policy provides that assets be invested to preserve its principal, produce a proscribed level of income, and provide for growth of principal with no outside additions to the fund being anticipated. Assets are to be invested in a diversified portfolio to achieve attractive real rates of return. The investment policy of the Hospital Authority allows for the investment of funds in domestic and international common stocks, government and corporate bonds, short-term fixed income securities maturing in one year or less (cash equivalents); by utilizing primarily index funds, mutual funds, or collective trust funds. In addition, the Authority may invest portions of the fund corpus, or income, in real estate. Such real estate investments would typically include developed or undeveloped real property located in Midwest City, Oklahoma or its environs, or commingled funds which invest in various kinds of property located throughout the United States. The overall rate of return objective of the portfolio is a highest possible rate of return consistent with the risk levels established by the Board.

The acceptable long-term rate of return is expected to provide equal or superior results, using a three to five year moving average, relative to the following benchmarks:

1. An absolute return objective of the Consumer Price Index plus 4% compounded annually.
2. An income return sufficient to meet any disbursement requirement as stipulated by the Board.
3. A return exceeding the 90 Day U.S. Treasury Bill rate (risk-free rate).
4. Domestic equity fund returns which exceed the S&P 500 Stock index return by 1% (100 basis points), per year and fixed income return which exceed the Barclays Capital Aggregate Bond Index by ½% per year (50 basis points).
5. Stock and bond returns which fall into the top 25% of the Consultant's Universe (or other representative universe approved by The Board) of common stock and bond funds (referred to as equity and fixed income), with some consistency.
6. Passive domestic returns which replicate the return of the Standard and Poor's 500 Stock Index, passive fixed returns which replicate the return of the Barclays Capital Aggregate Bond Index, and passive international returns which replicate the return of the MSCI EAFE International Index.
7. Active international equity returns which exceeds the MSCI EAFE Index by 1% per year.

Asset allocation guidelines for the Hospital Authority are as follows:

Class	Target	Maximum	June 2015 Percent
Equities - Domestic	2.0%-60%	85%	67.6%
Equities - International	2.5%-10%	30%	8.3%
Fixed Income	2.5%-20%	80%	16.9%
Real Estate	0%	20%	0%
Cash Equivalents	0%	20%	0.1%
Emerging Markets	5%-10%	15%	7.2%

Restricted Cash and Investments

The amounts reported as restricted assets of the Enterprise Funds on the Statement of Net Position are comprised of amounts held by the Midwest City Proprietary Debt Service accounts of the trustee bank for revenue bond retirement, and the Customer Deposit Account for refundable deposits held by others. The restricted assets as of June 30, 2015 are as follows:

Cash and Cash Equivalents:		
Pooled Cash Restricted for Debt Service	$	2,642,744
Pooled Cash Restricted for Refundable Deposits		257,587
	$	2,900,331
Investments:		
Pooled Investments Restricted for Refundable Deposits	$	1,090,767
	$	1,090,767

3. Receivables

The Midwest City Memorial Hospital Authority (the Authority) entered into an agreement with the Midwest Regional Medical Center (now known as Alliance Health Midwest) to provide funds up to $25,000,000 to construction two additional floors onto the existing six floor patient tower. The loan is amortized over a 25 year with interest rate of 7.5%, will be repaid 9 years from December 2010, with a balloon payment in November 2019. The loan is secured with a lease receivable for future rental of the facility. At the end of the fiscal year, the City reflects a $20.7 million receivable in the governmental activities.

4. Capital Assets and Depreciation

Capital Assets:

For the year ended June 30, 2015, capital assets balances changed as follows:

	Balance at July 1, 2014	Additions	Disposals	Balance at June 30, 2015
PRIMARY GOVERNMENT:				
Governmental activities:				
Capital assets not being depreciated:				
Land	$ 32,409,202	$ 135,007	$ -	$ 32,544,209
Construction in progress	3,749,122	1,816,143	2,046,759	3,518,506
Total capital assets not being depreciated	36,158,324	1,951,150	2,046,759	36,062,715
Capital assets being depreciated:				
Buildings	29,470,501	171,748	257,000	29,385,249
Machinery and equipment	18,814,544	779,652	266,202	19,327,994
Vehicles	8,522,698	672,327	147,911	9,047,114
Infrastructure	434,956,843	4,881,110	-	439,837,953
Total other capital assets at historical cost	491,764,586	6,504,837	671,113	497,598,310
Less accumulated depreciation for:				
Buildings	10,435,014	717,095	173,475	10,978,634
Machinery and equipment	12,452,214	1,003,229	242,969	13,212,474
Vehicles	4,023,581	587,241	103,273	4,507,549
Infrastructure	157,585,795	12,148,826	-	169,734,621
Total accumulated depreciation	184,496,604	14,456,391	519,717	198,433,278
Capital assets being depreciated, net	307,267,982	(7,951,554)	151,396	299,165,032
Governmental activities capital assets, net	$ 343,426,306	$ (6,000,404)	$ 2,198,155	$ 335,227,747

	Balance at July 1, 2014	Additions	Disposals	Balance at June 30, 2015
Business-type activities:				
Capital assets not being depreciated:				
Land	$ 7,549,649	$ -	$ -	$ 7,549,649
Water rights	4,672,610	-	-	4,672,610
Construction in progress	56,749,843	10,338,661	625,420	66,463,084
Total capital assets not being depreciated	68,972,102	10,338,661	625,420	78,685,343
Capital assets being depreciated:				
Buildings	31,080,674	282,122	-	31,362,796
Machinery and equipment	12,052,841	949,974	78,271	12,924,544
Vehicles	7,488,654	576,392	33,376	8,031,670
Utility systems	106,689,171	5,308,452	1,074,503	110,923,120
Total other capital assets at historical cost	157,311,340	7,116,940	1,186,150	163,242,130
Less accumulated depreciation for:				
Buildings	8,488,325	704,900	-	9,193,225
Machinery and equipment	7,593,707	635,866	52,945	8,176,628
Vehicles	3,837,616	402,048	30,656	4,209,008
Utility systems	54,450,813	2,269,640	619,870	56,100,583
Total accumulated depreciation	74,370,461	4,012,454	703,471	77,679,444
Capital assets being depreciated, net	82,940,879	3,104,486	482,679	85,562,686
Business-type activities capital assets, net	$ 151,912,981	$ 13,443,147	$ 1,108,099	$ 164,248,029

Depreciation:

Depreciation expense has been allocated as follows:

Governmental Activities:	
General government	$ 396,054
Public safety	1,332,007
Streets	12,038,162
Culture and recreation	295,168
Health and welfare	36,744
Economic development	292,276
Sub-total governmental funds depreciation	14,390,411
Depreciation on capital assets held by the City's internal service funds is charged to the various functions based upon usage	65,980
Total	$14,456,391
Business-Type Activities:	
Water	$ 879,064
Sewer	1,369,453
Sanitation	431,171
Drainage	261,631
Conference center/hotel	926,143
Golf	108,748
Total Business Type Activities	3,976,210
Depreciation on capital assets held by the City's internal service funds is charged to the various functions based upon usage	36,244
Total	$ 4,012,454

5. Internal and Interfund Balances and Transfers

Internal and Interfund Balances:

Interfund receivables and payables at June 30, 2015 were as follows:

Receivable Fund	Payable Fund	Amount	Nature of Interfund Balance
General Gov Sales Tax	Surplus Property	$ 50,653	Surplus properties sales proceeds to be distributed
General Fund	Comm Dev Block Grant	25,504	To cover negative balance in pooled cash
General Fund	Grant Fund	10,383	To cover negative balance in pooled cash
General Fund	Fire Fund	1,454,534	Long-term loan for capital improvements
Police Fund	General Fund	1,082,932	Restricted sales tax payable
Police Fund	Grant Fund	1,682	Capital outlay subsidy
Police Fund	Surplus Property	83,224	Surplus properties sales proceeds to be distributed
Juvenile Fund	Surplus Property	780	Surplus properties sales proceeds to be distributed
Fire Fund	General Fund	875,589	Restricted sales tax payable
Fire Fund	Surplus Property	3,608	Surplus properties sales proceeds to be distributed
Welcome Center	Surplus Property	323	Surplus properties sales proceeds to be distributed
Convention & Visitor Bureau	Surplus Property	148	Surplus properties sales proceeds to be distributed
Emergency Operating Fund	Surplus Property	287	Surplus properties sales proceeds to be distributed
CDBG	Surplus Property	1,222	Surplus properties sales proceeds to be distributed
Downtown Redevelopment	Reimbursed Project	184,121	Long-term loan for capital improvements
Hospital Authority	29th and Douglas	289,774	Long-term loan
Hospital Authority	Surplus Property	2,689	Surplus properties sales proceeds to be distributed
Capital Improvements Fund	Hotel & Conference Center	410,000	Capital outlay subsidy
Fleet Services Fund	Surplus Property	75	Surplus properties sales proceeds to be distributed
Sewer Construction Fund	Surplus Property	54	Surplus properties sales proceeds to be distributed
Sewer Construction Fund	Tax Increment Financing Fund	1,149,550	Long-term loan for economic improvements
Sewer Construction Fund	Capital Improve Revenue Bond	31,589	To cover capital improvements
Sanitation Fund	Surplus Property	48,845	Surplus properties sales proceeds to be distributed
Water Fund	Surplus Property	13,119	Surplus properties sales proceeds to be distributed
Utility Services	Utility Capital Outlay	58,958	To cover capital improvements
Hotel/Conference Center	Surplus Property	8,777	Surplus properties sales proceeds to be distributed
Golf	Surplus Property	10,123	Surplus properties sales proceeds to be distributed
Customer Deposit	Water Fund	1,198	Meter deposit liability
		$ 5,799,741	

Reconciliation to Fund Financial Statements:	Due From Other Funds	Advance From Other Funds	Due To Other Funds	Advance To Other Funds	Net Internal Balances
Governmental Funds	$ 2,549,024	$ 1,928,429	$ 1,996,090	$ 2,819,794	$ (338,431)
Proprietary Funds	141,074	1,181,139	470,156	289,774	$ 562,283
Internal Service Funds	75	-	223,927	-	$ (223,852)
Total	$ 2,690,173	$ 3,109,568	$ 2,690,173	$ 3,109,568	$ -

Reconciliation to Statement of Net Position:	
Net Internal Balances	$ 562,283
Internal Service Fund Activity reported in Business-Type Activities	(1,210,366)
Net Internal Balances	$ (648,083)

Internal and Interfund Transfers:

The City's policy is to eliminate interfund transfers between funds in the Statement of Activities to avoid the grossing up of balances. Only the residual balances transferred between governmental and business-type activities are reported as internal transfers and then offset in the total column. Internal activities between funds and activities for the year ended June 30, 2015 were as follows:

Transfer In	Transfer Out	Amount	Nature of Transfer
General Fund	Fire Fund	$ 166,000	Code Enforcement Allocation
General Fund	Sanitation Fund	763,936	Indirect Cost Allocation
General Fund	Water Fund	748,459	Indirect Cost Allocation
General Fund	Sewer Fund	814,006	Indirect Cost Allocation
General Fund	Utility Debt Service	8,237,446	Debt Service Subsidy
General Fund	Special Police Project	9,942	Grant Subsidy
General Gov Sales Tax	General Fund	66,631	Capital Outlay Subsidy
General Gov Sales Tax	Capital Outlay	500,000	Close Capital Outlay Fund
General Gov Sales Tax	GO Debt Service	42,539	Capital Outlay Subsidy
Street and Alley Fund	Water Fund	14,885	Reimburse Repair Cost
Technology Fund	Emergency Operations Fund	43,498	Contract Cost Allocation
Police Fund	General Fund	9,506,621	Ordinance Obligation
Juvenile Fund	General Fund	25,000	Operating Subsidy
Fire Fund	General Fund	7,606,742	Ordinance Obligation
Fire Fund	Grants Fund	21,085	Grant Subsidy
Police Impound Fund	Grants Fund	1,740	Grant Subsidy
Convention & Visitors Bureau	General Fund	10,000	Ordinance Obligation
Emergency Management Fund	Grants Fund	11,255	Grant Subsidy
Community Development Block Grant	General Fund	140,059	City Match of CDBG Program
Hospital Authority	29th & Douglas Fund	275,000	Return on owners investment
Capital Improvement Fund	Conference Center / Hotel Fund	360,000	Capital Outlay Subsidy
Capital Improvement Fund	Revenue Bond Sinking Fund	248,586	Capital Outlay Subsidy
Trailer Park Fund	Downtown Redevelopment Authority	127,400	Debt Service Subsidy
Utilities Capital Outlay	Utility Debt Service	750,000	Capital Outlay Subsidy
Utilities Capital Outlay	Cap Water Improve	250,000	Capital Outlay Subsidy
Water Fund	Customer Deposits Fund	37,863	Interest earnings
Utility Authority	Grant Fund	117,123	Capital Outlay Subsidy
Utility Authority	Downtown Redevelopment Authority	250,000	Capital Outlay Subsidy
Utility Authority	Hospital Authority	800,000	Capital Outlay Subsidy
Capital Improvement Revenue Bond Fund	Sewer Construction Fund	2,638,544	Debt Service Subsidy
Capital Improvement Revenue Bond Fund	Utility Debt Service	5,263,641	Debt Service Subsidy
Capital Improvement Revenue Bond Fund	General Fund	8,237,446	Debt Service Subsidy
		$ 48,085,447	

Reconciliation to Fund Financial Statements:	Transfers From Other Funds	Transfers To Other Funds	Net Transfers
Governmental Funds	$ 29,613,430	$ (33,470,308)	$ (3,856,878)
Proprietary Funds	18,472,017	(14,615,139)	3,856,878
Total	$ 48,085,447	$ (48,085,447)	$ -

6. Long-Term Liabilities

The City's long term debt consists of general obligation bonds, notes payable, revenue bonds payable accrued compensated absences, net OPEB obligation and net pension obligation. For the year ended June 30, 2015, the City's long-term debt balances changed as follows:

Primary Government:

Type of Debt	Balance July 1, 2014	Additions	Deductions	Balance June 30, 2015	Due Within One Year
Governmental Activities:					
General Obligation Bonds	$ 5,500,000	$ -	$ 1,400,000	$ 4,100,000	$ 1,400,000
Notes Payable	23,170,765	-	579,006	22,591,759	608,693
Accrued Compensated Absences	4,247,697	2,536,825	2,569,453	4,215,069	1,391,387
Total Governmental Activities	$ 32,918,462	$ 2,536,825	$ 4,548,459	30,906,828	3,400,080
Reconciliation to Statement of Net Position:					
Plus: Net OPEB Obligation				6,346,743	-
Net Pension Liability				24,598,661	-
Refundable Deposits				82,089	82,089
				$ 61,934,321	$ 3,482,169
Business-Type Activities:					
Notes Payable	$ 634,509	$ -	$ 206,380	$ 428,129	$ 212,039
Revenue Bonds Payable	65,845,000	-	3,930,000	61,915,000	4,055,000
Revenue Bonds Premium	2,884,806	-	265,891	2,618,915	-
Refundable Deposits	1,406,240	487,125	459,554	1,433,811	180,963
Accrued Compensated Absences	1,102,146	888,409	769,827	1,220,728	431,616
Total Business-Type Activities	$ 71,872,701	$ 1,375,534	$ 5,631,652	$ 67,616,583	$ 4,879,618
Reconciliation to Statement of Net Position:					
Plus: Net OPEB Obligation				2,023,599	-
				$ 69,640,182	$ 4,879,618

Accrued compensated absences liability of the governmental activities is liquidated by the General Fund, Police Fund, the Fire Fund, Juvenile Fund, Grant Fund, Welcome Center Fund, Convention and Visitors Bureau Fund, Technology Fund, Park and Recreation Fund, Downtown Redevelopment Fund, Hospital Authority, and the Emergency Operations Fund.

Governmental activities long-term debt payable from property tax levies or other governmental revenues includes the following:

General Obligation Bonds:

$4,500,000 general obligation bonds dated May 1, 2006 for public safety, payable in annual installments of $275,000 the first year and $325,000, thereafter, with interest rates of 3.75% to 3.95%, repaid by property tax levies. Final maturity in May 2021. Current portion $325,000.	$ 1,950,000
$15,000,000 general obligation bonds dated February 1, 2002 for street improvements, payable in annual installments of $1,025,000 the first year and $1,075,000, thereafter, with interest rates of 5.00% to 5.25%, repaid by property tax levies. Final maturity in February 2017. Current portion $1,075,000.	2,150,000
Total general obligation bonds	$ 4,100,000
Current	$ 1,400,000
Non-current	2,700,000
Total	$ 4,100,000

Notes Payable:

$25,000,000 construction loan for hospital addition, payable in monthly installments beginning December 2010 of $154,710; final payment due November 2019 of $19,773,124; interest rate equal to the variable rate equal to the "Prime Rate," as quoted in the Money Rates Section of The Wall Street Journal, adjusted daily, with a minimum interest rate of five and one-half percent (5.50%) per annum and a maximum interest rate of eleven percent (11%) per annum with payments adjusted annually; current rate is 5.5%; construction interest rate of 5.5%. Secured by a first mortgage lien on the property. Current portion $579,006.	$ 22,591,759
Total notes payable	$ 22,591,759
Current	$ 608,693
Non-current	21,983,066
Total	$ 22,591,759

Business-type activities long-term debt payable from net revenues generated and taxes pledged to the City's business-type activities include the following:

Revenue Bonds Payable:

$26,630,000 Series 2011 Capital Improvement Revenue Bonds, due in annual principal installments of $855,000 to $1,740,000 through September 1, 2033; interest rate from 0.4% to 5.0%.	$ 24,030,000
Unamortized Revenue Bond Premium	103,936
Total Revenue Bonds, Net	$ 24,133,936
Current	$ 915,000
Non-current	23,115,000
Total	$ 24,030,000

$46,550,000 Series 2011A Capital Improvement Revenue Bonds, due in annual principal installments of $2,605,000 to $4,530,000 through June 30, 2025; interest rate from 0.5% to 5.0%.	$ 37,885,000
Unamortized Revenue Bond Premium	2,514,979
Total Revenue Bonds, Net	$ 40,399,979
Current	$ 3,140,000
Non-current	34,745,000
Total	$ 37,885,000

Notes Payable:

$3,222,911 contract payable with the Central Oklahoma Master Conservancy District maturing October 1, 2016. The contract provides the City with a share of the District's water supply. The City pays its share of the costs of the facilities and its operations to the District. The City has pledged water revenues to secure this obligation. Debt principal payments are due annually, with interest at 2.742%.	$ 428,129
Current	$ 212,039
Non-current	216,090
Total	$ 428,129

Long-term debt service requirements to maturity are as follows:

	Governmental-Type Activities			
	G.O. Bonds Payable		Notes Payable	
Year Ending June 30,	Principal	Interest	Principal	Interest
2016	$ 1,400,000	$ 189,900	$ 608,693	$ 1,247,835
2017	1,400,000	120,625	646,956	1,209,573
2018	325,000	51,350	683,969	1,172,560
2019	325,000	38,513	723,100	1,133,429
2020	325,000	25,675	19,929,041	462,927
2021	325,000	12,837	-	-
	$ 4,100,000	$ 438,900	$ 22,591,759	$ 5,226,324

	Business-Type Activities			
	Notes Payable		Revenue Bonds Payable	
Year Ending June 30,	Principal	Interest	Principal	Interest
2016	$ 212,039	$ 11,739	$ 4,055,000	$ 2,454,288
2017	216,090	5,925	4,185,000	2,318,762
2018	-	-	4,325,000	2,185,788
2019	-	-	4,495,000	2,000,538
2020	-	-	4,715,000	1,774,662
2021-2025	-	-	26,725,000	5,762,250
2026-2030	-	-	6,870,000	2,040,553
2031-2034	-	-	6,545,000	553,678
	$ 428,129	$ 17,664	$ 61,915,000	$ 19,090,519

Pledge of Future Revenues

Sales Tax Pledge - The City has pledged one-fourth of one percent (or .25%) of future sales tax revenues to repay the 2011 Revenue Bonds which are payable through 2033. Proceeds from the bond provided financing to advance refund the 2003 Revenue Bonds which were originally used for construction and equipping the Sheraton Hotel and the Reed Conference Center. The total principal and interest payable for the remainder of the life of the bond is $33,912,444. Pledged sales taxes transferred in the current year was $13,731,761. Debt service payments on 2011 Revenue Bonds of $1,794,625 for the current fiscal year were 13.1% of pledged sales tax. Other sources of revenues such as water and sewer are also pledged. Total net revenues including utilities and sales tax pledged was $17,436,401.

Sales Tax Pledge - The City has pledged one-fourth of one percent (or .25%) of future sales tax revenues to repay the 2011A Revenue Bonds which are payable through 2025. Proceeds from the bond provided financing for construction and improvements to the wastewater treatment plant. The total principal and interest payable for the remainder of the life of the bond is $47,093,075. Pledged sales taxes transferred in the current year was $13,731,761. Debt service payments on the bonds were $4,711,103 for the current fiscal year or 34.3% of pledged sales tax. Other sources of revenues such as water and sewer are also pledged. Total net revenues including utilities and sales tax pledged was $17,436,401.

Utility Revenue Pledge – The City has pledged the revenues from the future sale of water to repay the Central Oklahoma Master Conservancy District note payable which is payable through 2016. Proceeds from the note provided funding for improvements and expansion of the water transportation and distribution system. The total principal and interest payable for the remainder of the life of the bond is $445,793. Water revenues received in the current year was $6,065,195. Debt service payments of $223,778 for the current fiscal year were 3.7% of pledged water revenue.

7. Net Position and Fund Balances

The following table shows the net position as restricted:

Fund	Restricted By	Amount
Hospital Authority	Enabling legislation	$ 75,153,265
Technology Fund	Enabling legislation	525,818
Police Impound Fund	Enabling legislation	113,444
Urban Renewal Authority	Enabling legislation	3,804
Capital Outlay Reserve Fund	Enabling legislation	746,652
General Fund	Enabling legislation	122,365
		76,665,348
Street and Alley Fund	Statutory requirements	1,725,959
Juvenile Fund	Statutory requirements	107,717
Police Special Projects	Statutory requirements	178,866
Police Lab Fee	Statutory requirements	22,161
		2,034,703
Grant Fund	External contracts	286,045
General Fund	External contracts	1,307,029
Police Fund	External contracts	3,370,406
Fire Fund	External contracts	728,060
Park and Recreation Fund	External contracts	409,930
Emergency Operation Fund	External contracts	771,178
Welcome Center	External contracts	335,419
Convention and Visitors Bureau	External contracts	163,735
GO Debt Service Fund	External contracts	1,418,943
2002 GO Street Bond	External contracts	3,216,495
Downtown Redevelopment	External contracts	1,818,804
Dedicated Tax Fund	External contracts	692,030
Sales Tax Capital Improvements	External contracts	1,024,312
Capital Improvement Fund	External contracts	2,449,194
General Government Sales Tax Fund	External contracts	1,461,305
		19,452,885
Total Restricted Net Position		$ 98,152,936

The following table shows the fund balance classifications as shown on the Governmental Funds Balance Sheet:

	General Fund	Major Special Revenue Funds: Police Fund	Fire Fund	Hospital Authority	Other Governmental Fund	Total
Fund Balance:						
Nonspendable:						
Inventory	$ -	$ -	$ -	$ -	$ 60,000	$ 60,000
Deposits held by others	-	-	-	4,193,251	689,600	4,882,851
Prepaid expenses	4,199	-	-	-	-	4,199
	4,199	-	-	4,193,251	749,600	4,947,050
Restricted:						
Public safety	691,090	3,370,406	728,060	-	1,193,368	5,982,924
Hospital	-	-	-	76,813,207	-	76,813,207
General obligation debt service	-	-	-	-	1,364,980	1,364,980
Capital improvements	-	-	-	-	7,167,986	7,167,986
Street improvements	-	-	-	-	4,240,807	4,240,807
Street operations	-	-	-	-	1,725,959	1,725,959
Technology improvements	-	-	-	-	525,818	525,818
Culture and rec programs	244,526	-	-	-	745,349	989,875
Economic development	466,381	-	-	-	453,582	919,963
Health and welfare programs	27,397	-	-	-	-	27,397
Sub-total restricted	1,429,394	3,370,406	728,060	76,813,207	17,417,849	99,758,916
Assigned in:						
Culture and rec programs	170,382	-	-	-	-	170,382
Downtown redevelopment	-	-	-	-	1,021,943	1,021,943
Health and welfare programs	46,580	-	-	-	-	46,580
Capital improvements	-	-	-	-	752,517	752,517
Public safety	812,236	-	-	-	2,153	814,389
Streets	60,022	-	-	-	34,060	94,082
Retiree health claims	101,309					101,309
Appropriation for use in FY 15-16 budget	424,456	-	-	-	-	424,456
General government - encumbrances	30,713	-	-	-	-	30,713
Public safety - encumbrances	660	-	-	-	-	660
Public works - encumbrances	13,037	-	-	-	-	13,037
Culture and rec - encumbrances	3,668	-	-	-	-	3,668
Economic development - encumbrances	3,752	-	-	-	-	3,752
Health and welfare - encumbrances	7,450					7,450
Sub-total assigned	1,674,265	-	-	-	1,810,673	3,484,938
Unassigned (deficit):	4,299,398	-	-	-	(1,181,139)	3,118,259
TOTAL FUND BALANCE	$ 7,407,256	$ 3,370,406	$ 728,060	$ 81,006,458	$ 18,796,983	$ 111,309,163

The following is a breakdown of encumbrances at June 30, 2015:

Fund	Balance
Major Funds:	
General Fund	$ 138,141
Police Fund	134,009
Fire Fund	83,339
Hospital Authority	75,027
	$ 430,516
Non Major Fund:	
General Govt Sales Tax	$ 266,235
Street and Alley Fund	213,177
Technology Fund	763
Police Federal Projects	76
Police Lab Fund	2,203
Welcome Center Fund	510
Convention and Visitor Bureau	6,477
Street Tax Fund	46,301
Emergency Operations Fund	4,534
Park and Recreation Fund	6,382
Grant Fund	5,564
Capital Improvement Fund	293,299
Downtown Redevelopment Fund	82,582
2002 GO Street Bond Fund	3,505
	$ 931,608

Per resolution, the City Council has established a minimum fund balance policy for the General Fund equal to ten percent (10%) of the fund's budgetary operating expenditures each fiscal year. In addition, a reserve equal to five percent (5%) of the budgetary operating expenditures for each fund has been established for the following funds: Police Fund, Fire Fund, Welcome Center Fund, Convention and Visitors Bureau Fund and the Juvenile Fund. The reserves are to ensure the fiscal solvency of the City as a safeguard and all or a portion of the reserves may be appropriated by the city council as necessary in the event of a natural disaster or other catastrophic circumstances, or in the event of significant accounting errors.

The City restated beginning net position as follows:

	Governmental Activities	Proprietary Funds	Business Type Activities	Internal Service Funds
Beginning net position, as previously reported	$ 431,734,041	$ 111,023,402	$ 109,756,526	$ (5,198,153)
Implementation of GASB Pension Statements 68 & 71, recognition of beginning net pension liability (asset), deferred outflows for contributions made after the measurement date:		-	-	-
Net pension liability	(31,831,977)			
Deferred outflows	2,086,204	-	-	-
Correction of allocation of Net OPEB Obligation	2,082,937	(2,082,938)	(2,082,937)	8,087,659
Beginning net position, restated	$ 404,071,205	$ 108,940,464	$ 107,673,589	$ 2,889,506

8. Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; employee health and life; and natural disasters. The City manages these various risks of loss as follows:

- General Liability – Covered through self-insurance with stop-loss for individual claims in excess of $250,000 and aggregate stop loss of $1,000,000.

- Physical Property – Covered through purchased insurance with deductibles, by coverage as follows:

Wind/hail	$100,000
All other losses	25,000
EDP	1,000
Inland marine	5,000
Fine arts deductible	1,000
Automobile physical damage	5,000

- Workers' Compensation – Workers' compensation is covered through self-insurance with the a third party administering the claims process. The City carry's stop-loss insurance for individual claims in excess of $450,000 for non-uniform employees and $150,000 for uniform employees with an aggregate stop loss of $1,000,000.

- Employee's Group Medical –Covered through self-insurance using a third party administrator to process medical claims. The City uses the third party processor's estimates to record group insurance claims payable. The City also has a stop-loss policy which covers individual claims in excess of $150,000 during any year with aggregate stop loss of $6,243,193.

Management believes the insurance coverage listed above is sufficient to preclude any significant uninsured losses to the City. Settled claims have not exceeded this insurance coverage in any of the past three fiscal years.

Claims Liability Analysis

The claims liabilities related to the above noted risks of loss that are retained are determined in accordance with the requirements of Statement of Financial Accounting Standards No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. For the internal service self-insurance funds, changes in the claims liability for the City from June 30, 2012, to June 30, 2015, are as follows:

	Risk Fund	Health Care	Total
Claims liability, June 30, 2012	$ 3,615,000	$ 450,217	$ 4,065,217
Claims and changes in estimates	828,790	7,577,657	8,406,447
Claims payments	(1,389,790)	(7,476,451)	(8,866,241)
Claims liability, June 30, 2013	3,054,000	551,423	3,605,423
Claims and changes in estimates	(402,448)	7,679,394	7,276,946
Claims payments	(410,552)	(7,698,047)	(8,108,599)
Claims liability, June 30, 2014	2,241,000	532,770	2,773,770
Claims and changes in estimates	806,158	6,799,627	7,605,785
Claims payments	(842,158)	(6,792,826)	(7,634,984)
Claims liability, June 30, 2015	$ 2,205,000	$ 539,571	$ 2,744,571

9. Retirement Plan Participation

The City of Midwest City participates in three pension or retirement plans:

1. Oklahoma Police Pension and Retirement System (OPPRS) - a statewide cost-sharing plan
2. Oklahoma Firefighter's Pension and Retirement System (OFPRS) – a statewide cost-sharing plan
3. Oklahoma Municipal Retirement Fund (OMRF-DCP) – an agent multiple-employer defined contribution plan

Oklahoma Police Pension and Retirement Systems

Pensions - For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Oklahoma Police Pension & Retirement System (OPPRS) and additions to/deductions from OPPRS's fiduciary net position have been determined on the same basis as they are reported by OPPRS. 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.

Plan description - The City of Midwest City, as the employer, participates in the Oklahoma Police Pension and Retirement Plan—a cost-sharing multiple-employer defined benefit pension plan administered by the Oklahoma Police Pension and Retirement System (OPPRS). Title 11 of the Oklahoma State Statutes, through the Oklahoma Legislature, grants the authority to establish and amend the benefit terms to the OPPRS. OPPRS issues a publicly available financial report that can be obtained at www.ok.gov/OPPRS.

Benefits provided - OPPRS provides retirement, disability, and death benefits to members of the plan. The normal retirement date under the Plan is the date upon which the participant completes 20 years of credited service, regardless of age. Participants become vested upon completing 10 years of credited service as a contributing participant of the Plan. No vesting occurs prior to completing 10 years of credited service. Participants' contributions are refundable, without interest, upon termination prior to

normal retirement. Participants who have completed 10 years of credited service may elect a vested benefit in lieu of having their accumulated contributions refunded. If the vested benefit is elected, the participant is entitled to a monthly retirement benefit commencing on the date the participant reaches 50 years of age or the date the participant would have had 20 years of credited service had employment continued uninterrupted, whichever is later.

Monthly retirement benefits are calculated at 2.5% of the final average salary (defined as the average paid base salary of the officer over the highest 30 consecutive months of the last 60 months of credited service) multiplied by the years of credited service, with a maximum of 30 years of credited service considered.

Monthly benefits for participants due to permanent disability incurred in the line of duty are 2.5% of the participants' final average salary multiplied by 20 years. This disability benefit is reduced by stated percentages for partial disability based on the percentage of impairment. After 10 years of credited service, participants who retire due to disability incurred from any cause are eligible for a monthly benefit based on 2.5% of their final average salary multiplied by the years of service. This disability benefit is also reduced by stated percentages for partial disability based on the percentage of impairment. Effective July 1, 1998, once a disability benefit is granted to a participant, that participant is no longer allowed to apply for an increase in the dollar amount of the benefit at a subsequent date.

Survivor's benefits are payable in full to the participant's beneficiary upon the death of a retired participant. The beneficiary of any active participant killed in the line of duty is entitled to a pension benefit.

Contributions - The contributions requirements of the Plan are at an established rate determine by Oklahoma Statute and are not based on actuarial calculations. Employees are required to contribute 8% of their annual pay. Participating cities are required to contribute 13% of the employees' annual pay. Contributions to the pension plan from the City were $1,039,524. The State of Oklahoma also made on-behalf contributions to OPPRS in the amount of $788,612 this is reported as both revenue and expenditure in the Police Fund Statement of Revenues, Expenditures, and Changes in Fund Balance. In the government-wide Statement of Activities, revenue is recognized for the state's on-behalf contributions on as accrual basis of $718,350. These on-behalf payments did not meet the criteria of a special funding situation.

The City's contract with the union provides that member contributions will be 3% and employer contributions will be 18%.

Pension Assets, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - At June 30, 2015, the City reported an asset of $772,001 for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2014, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of June 30, 2014. The City's proportion of the net pension asset was based on the City's contributions received by the pension plan relative to the total contributions received by pension plan for all participating employers as of June 30, 2014. Based upon this information, the City's proportion was 2.2929%.

For the year ended June 30, 2015, the City recognized pension expense of $282,969. At June 30, 2015, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ -	$ 346,837
Net difference between projected and actual earnings on pension plan investments	-	2,713,459
City contributions subsequent to the measurement date	1,039,524	-
Total	$ 1,039,524	$ 3,060,296

The $1,039,524 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2016	$ (750,174)
2017	(750,174)
2018	(750,174)
2019	(750,173)
2020	(59,601)
Thereafter	-

Actuarial Assumptions-The total pension liability was determined by an actuarial valuation as of June 30, 2014, using the following actuarial assumptions, applied to all prior periods included in the measurement:

Inflation:	3%
Salary increases:	4.5% to 17% average, including inflation
Investment rate of return:	7.5% net of pension plan investment expense
Mortality rates:	Active employees (pre-retirement) RP-2000 Blue Collar Healthy Combined table with age set back 4 years with fully generational improvement using Scale AA.

Active employees (post-retirement) and nondisabled pensioners: RP-2000 Blue Collar Healthy Combined table with fully generational improvement using scale AA.

Disabled pensioners: RP-2000 Blue Collar Healthy Combined table with age set forward 4 years with fully generational improvement using Scale AA.

The actuarial assumptions used in the July 1, 2014, valuation were based on the results of an actuarial experience study for the period July 1, 2007, to June 30, 2012.

The long-term expected rate of return on pension plan investments was determined using a building block method 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 weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2014, are summarized in the following table:

Asset Class	Long-Term Expected Real Rate of Return
Fixed income	2.83%
Domestic equity	6.47%
International equity	6.98%
Real estate	5.50%
Private equity/debt	5.96%
Commodities	3.08%

The current allocation policy is that approximately 60% of assets in equity instruments, including public equity, long-short hedge, venture capital, and private equity strategies; approximately 25% of assets in fixed income to include investment grade bonds, high yield and non-dollar denominated bonds, convertible bonds, and low volatility hedge fund strategies; and 15% of assets in real assets to include real estate, commodities, and other strategies.

Discount Rate-The discount rate used to measure the total pension liability was 7.5%. 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 and that contributions from employers will be made at contractually required rates, determined by State statutes. Projected cash flows also assume the State of Oklahoma will continue contributing 14% of the insurance premium, as established by statute. Based on these assumptions, the pension plan's fiduciary 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.

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate-The following presents the net pension liability (asset) of the employers calculated using the discount rate of 7.5%, as well as what the Plan's net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage point lower (6.5%) or 1-percentage-point higher (8.5%) than the current rate:

	1% Decrease (6.5%)	Current Discount Rate (7.5%)	1% Increase (8.5%)
Employers' net pension liability (asset)	$ 4,593,238	$ (772,001)	$ (5,293,688)

Pension plan fiduciary net position **-** Detailed information about the pension plan's fiduciary net position is available in the separately issued financial report of the OPPRS; which can be located at www.ok.gov/OPPRS .

Oklahoma Fire Pension and Retirement Systems

Pensions - For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Oklahoma Firefighters Pension & Retirement System (FPRS) and additions to/deductions from FPRS's fiduciary net position have been determined on the same basis as they are reported by FPRS. 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.

Plan description - The City of Midwest City, as the employer, participates in the Firefighters Pension & retirement—a cost-sharing multiple-employer defined benefit pension plan administered by the Oklahoma Firefighters Pension & Retirement System (FPRS). Title 11 of the Oklahoma State Statutes grants the authority to establish and amend the benefit terms to the FPRS. FPRS issues a publicly available financial report that can be obtained at www.ok.gov/fprs.

Benefits provided - FPRS provides retirement, disability, and death benefits to members of the plan. Benefits for members hired prior to November 1, 2013 are determined as 2.5 percent of the employee's final average compensation times the employee's years of service and have reached the age of 50 or have complete 20 years of service, whichever is later. For volunteer firefighters, the monthly pension benefit for normal retirement is $150.60 per month. Benefits vest with 10 years or more of service

Benefits for members hired after November 1, 2013 are determined as 2.5 percent of the employee's final average compensation times the employee's years of service and have reached the age of 50 or have complete 22 years of service, whichever is later. For volunteer firefighters, the monthly pension benefit for normal retirement is $165.66 per month. Benefits vest with 11 years or more of service

All firefighters are eligible for immediate disability benefits. For paid firefighters, the disability in-the-line-of-duty benefit for firefighters with less than 20 years of service is equal to 50% of final average monthly compensation, based on the most recent 30 months of service. For firefighters with over 20 years of service, a disability in-the-line-of-duty is calculated based on 2.5% of final average monthly compensation, based on the most recent 30 months, per year of service, with a maximum of 30 years of service. For disabilities not-in-the-line-of-duty, the benefit is limited to only those with less than 20 years of service and is 50% of final average monthly compensation, based on the most recent 60-month salary as opposed to 30 months. For volunteer firefighters, the not-in-line-of-duty disability is also limited to only those with less than 20 years of service and is $7.53 per year of service. For volunteer firefighters, the in-line-of-duty pension is $150.60 with less than 20 years of service, or $7.53 per year of service, with a maximum of 30 years.

A $5,000 lump sum death benefit is payable to the qualified spouse or designated recipient upon the participant's death. The $5,000 death benefit does not apply to members electing the vested benefit.

Contributions - The contributions requirements of the Plan are at an established rate determine by Oklahoma Statute and are not based on actuarial calculations. Employees are required to contribute 9% percent of their annual pay. Participating cities are required to contribute 14% of the employees' annual pay. Contributions to the pension plan from the City were $1,111,300. The State of Oklahoma also made on-behalf contributions to FPRS in the amount of $2,460,255 this is reported as both a revenue and an expenditure in the General Fund Statement of Revenues, Expenditures, and Changes in Fund Balance. In the government-wide Statement of Activities, revenue is recognized for the state's on-behalf contributions on an accrual basis of $1,902,769. These on-behalf payments did not meet the criteria of a special funding situation.

The City's contract with the union provides that member contributions will be 5% and employer contributions will be 18%.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - At June 30, 2015, the City reported a liability of $24,598,661 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2014. The City's proportion of the net pension liability was based on the City's contributions received by the pension plan relative to the total contributions received by pension plan for all participating employers as of June 30, 2014. Based upon this information, the City's proportion was 2.39206%.

For the year ended June 30, 2015, the City recognized pension expense of $2,209,285. At June 30, 2015, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 586,098	$ -
Net difference between projected and actual earnings on pension plan investments	-	3,723,563
City contributions subsequent to the measurement date	1,111,300	-
Total	$ 1,697,398	$ 3,723,563

The $1,111,300 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension

liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:		
2016	$	(821,748)
2017		(821,748)
2018		(821,748)
2019		(821,748)
2020		109,143
Thereafter		40,383

Actuarial Assumptions-The total pension liability was determined by an actuarial valuation as of June 30, 2014, using the following actuarial assumptions, applied to all prior periods included in the measurement:

Inflation:	3%
Salary increases:	3.5% to 9.0% average, including inflation
Investment rate of return:	7.5% net of pension plan investment expense

Mortality rates were based on the RP2000 combined healthy with blue collar adjustment as appropriate, with adjustments for generational mortality improvement using scale AA for healthy lives and no mortality improvement for disabled lives.

The actuarial assumptions used in the July 1, 2014, valuation were based on the results of an actuarial experience study for the period July 1, 2007, to June 30, 2012.

The long-term expected rate of return on pension plan investments was determined using a building block method 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 weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2014, are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Fixed income	20%	2.48%
Domestic equity	37%	6.61%
International equity	20%	6.24%
Real estate	10%	4.76%
Other assets	13%	3.88%

Discount Rate-The discount rate used to measure the total pension liability was 7.5%. 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 and that contributions from employers will be made at contractually required rates, determined by State statutes. Projected cash flows also assume the State of Oklahoma will continue contributing 36% of the insurance premium, as established by statute. Based

on these assumptions, the pension plan's fiduciary 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.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate-The following presents the net pension liability of the employers calculated using the discount rate of 7.5%, as well as what the Plan's net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (6.5%) or 1-percentage-point higher (8.5%) than the current rate:

	1% Decrease (6.5%)	Current Discount Rate (7.5%)	1% Increase (8.5%)
Employers' net pension liability	$ 32,120,657	$ 24,598,661	$ 18,292,297

Pension plan fiduciary net position - Detailed information about the pension plan's fiduciary net position is available in the separately issued financial report of the FPRS; which can be located at www.ok.gov/fprs .

OMRF Defined Contribution Plan:

The City has also provided a defined contribution plan and trust known as the City of Midwest City Plan and Trust (the "Plan") in the form of the Oklahoma Municipal Retirement System Master Defined Contribution Plan. OMRF operations are supervised by a nine-member Council of Trustees elected by the participating municipalities. The Plan is administered by JPMorgan Chase of Oklahoma City. The defined contribution plan is available to all full-time employees on a voluntary basis who are not participating in a state sponsored plan. According to City Ordinance, the employee and employer are required to contribute amounts equal to 0.0% and 14%, respectively, of the employee's salary each month. The employer's contributions for each employee are 50% vested after five years, with 10% vesting for each subsequent year thereafter. If an employee terminates before becoming fully vested, the employer's contributions that are forfeited are allocated to the remaining fund participants based on percentage of contribution. The authority to establish and amend the provisions of the plan rests with the City Council. For the year ended June 30, 2015, the City contributed $2,066,663 to the plan, while the employee contributions totaled $3,448.

OMRF issues separate plan financial statements which may be obtained by contacting the Oklahoma Municipal Retirement Fund, 525 Central Park Drive, Suite 320, Oklahoma City, Oklahoma, 73105, or by calling (405) 606-7880.

10. Postemployment Healthcare Plan

Plan Description. The City sponsors Medical, Rx, and Dental insurance to qualifying retirees and their dependents. Coverage is provided through self-insurance that collectively operates as a substantive single-employer defined benefit plan. Qualifying retirees are those employees who are eligible for immediate disability or retirement benefits under the Oklahoma Police Pension and Retirement System, Oklahoma Firefighter's Pension and Retirement System, or the City of Midwest City Retirement Plan. Retirees may continue coverage with the City by paying the determined rate. Coverage is available for each of the lifetimes of retirees and their spouses. Authority to establish and amend benefit provisions rest with the City Council. Retirees may continue coverage with the City by paying the premium rate. Benefits are paid from general operating assets of the City as assessed by the self-insurance fund. The plan does not issue separate financial statements.

Funding Policy. The contribution requirements of plan members and the City are established by the City Council. Annual health insurance premium amounts are established by the City Council. The required contribution is based on projected pay-as-you-go financing requirements. For fiscal year 2015, the actuarially expected City contribution in the form of net age adjustment was $1,216,285 to the Plan. Plan members receiving benefits contributed $991,927 of the total premiums, through their payment of the full determined premium in FY 2015.

Annual OPEB Cost and Net OPEB Obligation. The City's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period of thirty years. The following table shows the components of the City's annual OPEB cost, the amount actually contributed to the plan, and changes in the City's net OPEB obligation for the year ended June 30, 2015:

Amortization of Actuarial Accrued Liability (AAL)	$	1,293,611
Normal Cost		320,684
Interest on Net OPEB Obligation		384,164
Amortization of Net OPEB Obligation		(499,491)
Annual OPEB cost (expense)		1,498,968
Expected net benefits during the year		(1,216,285)
Increase in net OPEB obligation		282,683
Net OPEB obligation—beginning of year		8,087,659
Net OPEB obligation—end of year	$	8,370,342

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation as follows:

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
6/30/13	$ 2,718,990	51%	$ 6,751,831
6/30/14	$ 2,718,990	51%	$ 8,087,659
6/30/15	$ 1,498,968	81%	$ 8,370,342

Funded Status and Funding Progress. As of July 1, 2014, the most recent actuarial valuation date, the Plan was not funded. The actuarial accrued liability (AAL) for benefits was $20,823,987, and the actuarial value of assets was zero, resulting in an unfunded actuarial accrued liability (UAAL) of $20,823,987. The covered payroll (annual payroll of active employees covered by the plan) was $30.3 million, and the ratio of the UAAL to the covered payroll was 68.77 percent. Because the plan is a substantive plan there are no plan assets.

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

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

In the July 1, 2014, actuarial valuation, the Projected Unit Credit actuarial cost method was used. The actuarial assumptions included a 4.75 percent (1.75% real rate of return plus 3.00% inflation) investment rate of return (net of administrative expenses), which is a blended rate of the expected long-term investment returns on plan assets and on the employer's own investments calculated based on the funded level of the Plan at the valuation date, and an annual healthcare cost trend rate of 7 percent initially, reduced by decrements to an ultimate rate of 5 percent in 2019. The UAAL is being amortized over 30 years based on a level dollar basis on an open basis. The remaining amortization period at July 1, 2014, was thirty years. As of the date of this valuation, there are no plan assets.

The city accounts for the retiree health benefits in an account of the General Fund. The Net OPEB Obligation is shared by the governmental activities and the proprietary funds based upon their percentage of current employees. The governmental activities and the proprietary funds record $6,346,743 and $2,023,599, respectively, of the Net OPEB Obligation. In the governmental activities the obligation is shared by the general government function $2,667,472, the police function $2,207,563, and the fire function $1,471,708.

11. Stewardship, Compliance, and Accountability

By its nature as a local government unit, the City and its component units are subject to various federal, state and local laws and contractual regulations. Title 11, Section 17-211 of the Oklahoma Statutes prohibits the creation of a deficit fund balance in any individual fund of the City (excluding public trusts). At June 30, 2015, the city reported a deficit fund balance of $1,181,139 in the Tax Increment Financing Fund. This deficit is due to transfers out at the end of the fiscal year.

12. Commitments and Contingencies

Construction Contracts Outstanding

The following construction contracts were outstanding at June 30, 2015:

SCADA system	$ 521,105
Sewer plant construction	871,576
Biosolids composting facility	422,952
	$ 1,815,633

Litigation

The City is a party to various legal proceedings which normally occur in the course of governmental operations. The financial statements do not include accruals or provisions for loss contingencies that may result from these proceedings. State statutes provide for the levy of an ad valorem tax over a three-year period by a City Sinking Fund for the payment of any court assessed judgment rendered against the City. While the outcome of the above noted proceedings cannot be predicted, due to the insurance coverage maintained by the City and the State statute relating to judgments, the City feels that any settlement or judgment not covered by insurance would not have a material adverse effect on the financial condition of the City.

Grant Programs

The City of Midwest City participates in various federal or state grant/loan programs from year to year. The grant/loan programs are often subject to additional audits by agents of the granting or loaning agency, the purpose of which is to ensure compliance with the specific conditions of the grant or loan. The City has not been notified of any noncompliance with federal or state award requirements. Any liability for reimbursement which may arise as a result of these audits cannot be reasonably determined at this time, although it is believed the amount, if any, would not be material.

Hospital Lease

Midwest Regional Medical Center, now known as Alliance Health Midwest, is being operated by a private for-profit corporation under a lease agreement with the Midwest City Memorial Hospital Authority and the City of Midwest City. In January 2014, that corporation was acquired by a third party. Under the terms of the lease agreement, the Authority had to be provided a right of first refusal which provided an opportunity to terminate the lease under certain circumstances. As part of the right of first refusal process, the Authority paid a good faith deposit of $4,193,251 but rescinded its exercise of its right of first refusal allowing the acquiring company to continue operating the hospital. The Authority believes that the deposit should now be refunded and has recorded the payment as a refundable deposit in its financial statements. The lessee is disputing this and the Authority has undertaken legal proceedings against the lessee. This matter is currently in the discovery stage and the outcome cannot presently be determined. The Authority believes that it will ultimately recover the deposit and no provision has been made for any loss should they be unsuccessful in recovering the deposit.

13. Future Accounting Pronouncements

The GASB has issued several new accounting pronouncements, which will be effective in subsequent years. A description of the new accounting pronouncements, the fiscal year in which they are effective, and the City's consideration of the impact of these pronouncements are described below:

Statement No. 72, *Fair Value Measurement and Application* – GASB No. 72 was issued in February 2015, and addresses issues related to fair value measurements. This Statement provides guidance for determining a fair value measurement for financial reporting purposes. This Statement also provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements. Statement is effective for financial statements for period beginning after June 15, 2015. At this time, the impact to the city is unknown.

Statement No. 73, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68* – GASB No. 73 was issued in June 2015 and establishes requirements for defined benefit pensions that are not within the scope of Statement No. 68, *Accounting and Financial Reporting for Pensions*, as well as for the assets accumulated for purposes of providing those pensions. In addition, it establishes requirements for defined contribution pensions that are not within the scope of Statement 68. It also amends certain provisions of Statement No. 67, *Financial Reporting for Pension Plans*, and Statement 68 for pension plans and pensions that are within their respective scopes. The requirements of this Statement that address accounting and financial reporting by employers and governmental nonemployer contributing entities for pensions that are not within the scope of Statement 68 are effective for financial statements for fiscal years beginning after June 15, 2016, and the requirements of this Statement that address financial reporting for assets accumulated for purposes of providing those pensions are effective for fiscal years beginning after June 15, 2015. The requirements of this Statement for pension plans that are within the scope of Statement 67 or for pensions that are within the scope of Statement 68 are effective for fiscal years beginning after June 15, 2015. At this time the impact to the city is unknown.

Statement No. 74**,** Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans - GASB No. 74 was issued in June 2015, and replaces Statements No. 43, *Financial Reporting for*

Postemployment Benefit Plans Other Than Pension Plans, as amended, and No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans*. It also includes requirements for defined contribution OPEB plans that replace the requirements for those OPEB plans in Statement No. 25, *Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans*, as amended, Statement 43, and Statement No. 50, *Pension Disclosures*. This Statement is effective for financial statements for fiscal years beginning after June 15, 2016. At this time the impact to the city is unknown.

Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* – GASB No., 75 was issued in June 2015, and addresses accounting and financial reporting for OPEB that is provided to the employees of state and local governmental employers. This Statement establishes standards for recognizing and measuring liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures. For a defined benefit OPEB, this Statement identifies the methods and assumptions that are required to be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that present value to periods of employee service. Note disclosure and required supplementary information requirements about defined benefit OPEB also are addressed. This Statement is effective for fiscal years beginning after June 15, 2017. The City has not yet determined the impact that implementation of GASB 75 will have on its net position, although it may be material.

GASB Statement No. 76**,** *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments* – GASB No. 76 was issued in June 2015, and was issued to identify the context of the current governmental financial reporting environment—the hierarchy of generally accepted accounting principles (GAAP). The "GAAP hierarchy" consists of the sources of accounting principles used to prepare financial statements of state and local governmental entities in conformity with GAAP and the framework for selecting those principles. This Statement reduces the GAAP hierarchy to two categories of authoritative GAAP and addresses the use of authoritative and nonauthoritative literature in the event that the accounting treatment for a transaction or other event is not specified within a source of authoritative GAAP. This Statement supersedes Statement No. 55, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*. The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2015. At this time the impact to the city is unknown.

GASB Statement No. 77, *Tax Abatement Disclosures* - GASB 77 was issued in August 2015, and establishes financial reporting standards for tax abatement agreements entered into by state and local governments. The disclosures required by this Statement encompass tax abatements resulting from both (a) agreements that are entered into by the reporting government and (b) agreements that are entered into by other governments and that reduce the reporting government's tax revenues. The requirements of this Statement are effective for financial statements for periods beginning after December 15, 2015. At this time the impact to the city is unknown.

GASB Statement No. 78, Pensions Provided Through Certain Multiple-Employer Defined Benefit Pension Plans - GASB 78 was issued in December 2015, and amends the scope and applicability of Statement 68 to exclude pensions provided to employees of state or local governmental employers through a cost-sharing multiple-employer defined benefit pension plan that (1) is not a state or local governmental pension plan, (2) is used to provide defined benefit pensions both to employees of state or

local governmental employers and to employees of employers that are not state or local governmental employers, and (3) has no predominant state or local governmental employer (either individually or collectively with other state or local governmental employers that provide pensions through the pension plan). This Statement establishes requirements for recognition and measurement of pension expense, expenditures, and liabilities; note disclosures; and required supplementary information for pensions that have the characteristics described above. The requirements of this Statement are effective for reporting periods beginning after December 15, 2015. The statement does not affect the city's financial statements.

GASB Statement No. 79, Certain External Investment Pools and Pool Participants – GASB 79 was issued in December 2015, and addresses accounting and financial reporting for certain external investment pools and pool participants. Specifically, it establishes criteria for an external investment pool to qualify for making the election to measure all of its investments at amortized cost for financial reporting purposes. An external investment pool qualifies for that reporting if it meets all of the applicable criteria established in this Statement. The specific criteria address (1) how the external investment pool transacts with participants; (2) requirements for portfolio maturity, quality, diversification, and liquidity; and (3) calculation and requirements of a shadow price. Significant noncompliance prevents the external investment pool from measuring all of its investments at amortized cost for financial reporting purposes. Professional judgment is required to determine if instances of noncompliance with the criteria established by this Statement during the reporting period, individually or in the aggregate, were significant. The requirements of this Statement are effective for reporting periods beginning after June 15, 2015, except for certain provisions on portfolio quality, custodial credit risk, and shadow pricing. Those provisions are effective for reporting periods beginning after December 15, 2015. At this time, the impact to the city is unknown.

GASB Statement No. 80, Blending Requirements for Certain Component Units – An Amendment of GASB Statement No. 14 – GASB 80 was issued in January 2016, and amends the blending requirements for the financial statement presentation of component units of all state and local governments. The additional criterion requires blending of a component unit incorporated as a not-for-profit corporation in which the primary government is the sole corporate member. The additional criterion does not apply to component units included in the financial reporting entity pursuant to the provisions of Statement No. 39, Determining Whether Certain Organizations Are Component Units. The requirements of this Statement are effective for reporting periods beginning after June 15, 2016. At this time, the impact to the city is unknown.

REQUIRED SUPPLEMENTARY INFORMATION

Budgetary Comparison Schedules – Year Ended June 30, 2015

	GENERAL FUND			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budget Basis)	Positive (Negative)
Beginning Budgetary Fund Balance:	$ 1,485,979	$ 1,485,979	$ 3,714,760	$ 2,228,781
Resources (Inflows):				
Taxes	23,050,321	23,050,321	22,995,750	(54,571)
Charges for services	503,541	456,002	459,334	3,332
Fines and forfeitures	1,721,218	503,541	458,397	(45,144)
Licenses and permits	264,529	1,721,218	1,635,488	(85,730)
Investment income	138,330	264,529	246,056	(18,473)
Intergovernmental	456,002	138,330	123,724	(14,606)
Miscellaneous	213,874	213,874	259,635	45,761
Total Resources (Inflows)	26,347,815	26,347,815	26,178,384	(169,431)
Amounts available for appropriation	27,833,794	27,833,794	29,893,144	2,059,350
Charges to Appropriations (Outflows):				
City Manager	567,813	568,399	446,581	121,818
City Clerk	571,478	573,603	538,491	35,112
Personnel	387,036	387,752	342,862	44,890
City Attorney	99,289	99,340	97,977	1,363
Community Development	1,738,659	1,745,720	1,511,875	233,845
Park & Recreation	586,191	592,227	542,003	50,224
Finance	677,336	678,390	617,585	60,805
Animal Welfare	427,334	3,044,658	2,852,985	191,673
Streets	2,957,531	427,873	393,059	34,814
General Government	1,118,148	1,124,852	997,874	126,978
Neighborhood Services	1,045,065	1,049,817	996,338	53,479
Information Technology	452,301	457,504	407,595	49,909
Emergency Response	907,108	907,601	894,969	12,632
Swimming Pools	275,368	277,496	258,136	19,360
Total Charges to Appropriations	11,810,657	11,935,232	10,898,330	1,036,902
Other financing sources (uses)				
Transfers from other funds	10,751,358	10,759,058	10,732,703	(26,355)
Transfers to other funds	(25,593,429)	(25,617,060)	(25,478,325)	138,735
Total other financing sources (uses)	(14,842,071)	(14,858,002)	(14,745,622)	112,380
Ending Budgetary Fund Balance	$ 1,181,066	$ 1,040,560	$ 4,249,192	$ 3,208,632

See accompanying notes to this schedule.

	POLICE FUND			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budget Basis)	Positive (Negative)
Beginning Budgetary Fund Balance:	$ 1,222,412	$ 1,222,412	$ 2,034,193	$ 811,781
Resources (Inflows):				
Taxes	2,864,628	2,864,628	2,851,911	(12,717)
Charges for services	98,170	98,170	97,299	(871)
License and permits	-	-	3,600	3,600
Investment income	70,974	70,974	68,137	(2,837)
Fines and forfeitures	152,616	152,616	131,371	(21,245)
Miscellaneous	-	33,722	60,663	26,941
Total Resources (Inflows)	3,186,388	3,220,110	3,212,981	(7,129)
Amounts available for appropriation	4,408,800	4,442,522	5,247,174	804,652
Charges to Appropriations (Outflows):				
Public Safety	13,449,445	13,712,771	12,678,614	1,034,157
Total Charges to Appropriations	13,449,445	13,712,771	12,678,614	1,034,157
Other financing sources (uses)				
Transfers from other funds	9,525,108	9,525,108	9,466,990	(58,118)
Total other financing sources (uses)	9,525,108	9,525,108	9,466,990	(58,118)
Ending Budgetary Fund Balance	$ 484,463	$ 254,859	$ 2,035,550	$ 1,780,691

	FIRE FUND			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budget Basis)	Positive (Negative)
Beginning Budgetary Fund Balance:	$ 1,057,480	$ 1,057,480	$ 2,140,417	$ 1,082,937
Resources (Inflows):				
Taxes	2,560,363	2,560,363	2,548,996	(11,367)
Intergovernmental	-	-	678	678
Charges for services	15,120	15,120	23,804	8,684
Investment income	52,052	52,052	53,120	1,068
Licenses and permits	10,178	10,178	11,135	957
Miscellaneous	62,500	67,500	47,546	(19,954)
Total Resources (Inflows)	2,700,213	2,705,213	2,685,279	(19,934)
Amounts available for appropriation	3,757,693	3,762,693	4,825,696	1,063,003
Charges to Appropriations (Outflows):				
Public Safety	10,697,582	11,317,868	10,774,408	543,460
Total Charges to Appropriations	10,697,582	11,317,868	10,774,408	543,460
Other financing sources (uses)				
Transfers from other funds	7,621,689	7,644,969	7,595,784	(49,185)
Transfers to other funds	(16,600)	(166,000)	(166,000)	-
Total other financing sources (uses)	7,605,089	7,478,969	7,429,784	(49,185)
Ending Budgetary Fund Balance	$ 665,200	$ (76,206)	$ 1,481,072	$ 1,557,278

Footnotes to Budgetary Comparison Schedule:

1. The budgetary comparison schedules and budgetary fund balance amounts are reported on the modified cash basis of accounting. In addition, obligations that are required to be funded from ending budgetary fund balances are subtracted from total ending budgetary fund balances to arrive at the unreserved budgetary fund balance. This presentation of unreserved fund balances on a budgetary basis is used to demonstrate compliance with Article 10, § 26 of the Oklahoma State Constitution.

2. The legal level of appropriation control is the department level within a fund. Transfers of appropriation between departments and object categories require the approval of the City Manager. All supplemental appropriations require the approval of the City Council. Supplemental appropriations must be filed with the Office of the State Auditor and Inspector.

3. The Hospital Authority does not present and budget to actual comparison because it is a Title 60 Public Trust. Title 60 Trust are required to prepare a budget and submit to the beneficiary, but there are no requirements related to form, content or monitoring.

4. The budgetary basis differs from the modified accrual (GAAP) basis as shown in the schedules below:

GENERAL FUND	**Fund Balance June 30, 2014**	**Net Change in Fund Balance**	**Fund Balance June 30, 2015**
Budget to GAAP Reconciliation:			
Fund Balance - GAAP Basis	$ 6,206,294	$ 1,200,962	$ 7,407,256
Increases (Decreases):			
Revenues:			
Receivable	(3,166,128)	(4,560)	(3,170,688)
Change in fair value of investments	191,000	(184,532)	6,468
Expenditures:			
Payables	2,437,963	125,032	2,562,995
Encumbrances	(118,276)	58,995	(59,281)
Other expenditures	80,209	(80,209)	-
Impact of combining accounts:			
Reimbursed Projects Account	(276,943)	(369,839)	(646,782)
Employee Activity Account	(12,534)	(3,341)	(15,875)
Activity Account	(269,904)	(33,111)	(303,015)
Animals Best Friend Account	(38,462)	(33,410)	(71,872)
Disaster Relief Account	(1,318,459)	(40,246)	(1,358,705)
Retiree Health Claims	-	(101,309)	(101,309)
Fund Balance - Budgetary Basis	$ 3,714,760	$ 534,432	$ 4,249,192

POLICE FUND	**Fund Balance June 30, 2014**	**Net Change in Fund Balance**	**Fund Balance June 30, 2015**
Budget to GAAP Reconciliation:			
Fund Balance - GAAP Basis	$ 3,294,408	$ 75,998	$ 3,370,406
Increases (Decreases):			
Revenues:			
Receivable	(1,564,826)	(48,200)	(1,613,026)
Change in fair value of investments	98,562	(94,986)	3,576
Expenditures:			
Payables	206,049	68,545	274,594
Fund Balance - Budgetary Basis	$ 2,034,193	$ 1,357	$ 2,035,550

FIRE FUND	Fund Balance June 30, 2014	Net Change in Fund Balance	Fund Balance June 30, 2015
Budget to GAAP Reconciliation:			
Fund Balance - GAAP Basis	$ 1,302,765	$ (574,705)	$ 728,060
Increases (Decreases):			
Revenues:			
Receivable	(1,181,961)	(18,703)	(1,200,664)
Change in fair value of investments	77,641	(76,800)	841
Expenditures:			
Payables	1,941,972	10,863	1,952,835
Fund Balance - Budgetary Basis	$ 2,140,417	$ (659,345)	$ 1,481,072

Required Supplementary Information – Pension

SCHEDULE OF THE CITY OF MIDWEST CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
OKLAHOMA FIREFIGHTERS PENSION & RETIREMENT SYSTEM
Last 10 Fiscal Years*

	2014
City's proportion of the net pension liability	2.392%
City's proportionate share of the net pension liability	$ 24,598,661
City's covered-employee payroll	$ 7,151,904
City's proportionate share of the net pension liability as a percentage of its covered-employee payroll	344%
Plan fiduciary net position as a percentage of the total pension liability	68.12%

*The amounts present for each fiscal year were determined as of 6/30

Notes to Schedule:

Only the current fiscal year is presented because 10-year data is not yet available.

SCHEDULE OF THE CITY OF MIDWEST CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET)
OKLAHOMA POLICE PENSION & RETIREMENT SYSTEM
Last 10 Fiscal Years*

	2014
City's proportion of the net pension liability (asset)	2.2929%
City's proportionate share of the net pension liability (asset)	$ (772,001)
City's covered-employee payroll	$6,571,604
City's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	(11.75%)
Plan fiduciary net position as a percentage of the total pension liability (asset)	101.53%

*The amounts present for each fiscal year were determined as of 6/30

Notes to Schedule:

Only the current fiscal year is presented because 10-year data is not yet available.

SCHEDULE OF CITY CONTRIBUTIONS
OKLAHOMA FIREFIGHTERS PENSION & RETIREMENT SYSTEM
Last 10 Fiscal Years

	2015
Statutorily required contribution	$ 1,001,267
Contributions in relation to the statutorily required contribution	1,064,424
Contribution deficiency (excess)	$ (63,157)
City's covered-employee payroll	$ 7,151,904
Contributions as a percentage of covered-employee payroll	14.88%

*The amounts present for each fiscal year were determined as of 6/30

Notes to Schedule:
Only the current fiscal year is presented because 10-year data is not yet available.

The City's contract with the union provides that member contributions will be 5% and employer contributions will be 18%.

SCHEDULE OF CITY CONTRIBUTIONS
OKLAHOMA POLICE PENSION & RETIREMENT SYSTEM
Last 10 Fiscal Years

	2015
Statutorily required contribution	$ 854,309
Contributions in relation to the statutorily required contribution	1,021,780
Contribution deficiency (excess)	$ (167,471)
City's covered-employee payroll	$ 6,571,604
Contributions as a percentage of covered-employee payroll	15.55%

*The amounts present for each fiscal year were determined as of 6/30

Notes to Schedule:

Only the current fiscal year is presented because 10-year data is not yet available.

The City's contract with the union provides that member contributions will be 3% and employer contributions will be 18%.

Required Supplementary Information – OPEB

The funded status and funding progress of the City's defined benefit OPEB plan for the most recent actuarial valuations is as follows:

	July 1, 2010	July 1, 2012	July 1, 2014
Actuarial accrued liability - AAL (a)	$ 29,797,397	$ 32,591,119	$ 20,823,987
Actuarial value of plan assets (b)	-	-	-
Unfunded actuarial accrued liability - UAAL (funding excess) (a)-(b)	29,797,397	32,591,119	20,823,987
Funded ratio (b)/(a)	0%	0%	0%
Covered payroll (c)	$ 25,016,000	$ 28,628,580	$ 30,280,298
UAAL (funding excess) as a % of covered payroll [UAAL/(c)]	119%	114%	69%

OTHER SUPPLEMENTARY INFORMATION

Combining Balance Sheet – General Fund Accounts – June 30, 2015

	General Fund Accounts							
	General Fund	Reimbursed Projects Account	Employee Activity Account	Activity Account	Animals Best Friend Account	Disaster Relief Account	Retiree Health Claims Account	Totals
ASSETS								
Cash and cash equivalents	$ 512,421	$ 145,362	$ 15,875	$ 52,403	$ 69,763	$ 261,649	$ 101,309	$ 1,158,782
Investments	2,149,342	698,189	-	250,255	-	1,107,971	-	4,205,757
Accounts receivable	894,303	37,575	-	-	7,742	176,189	-	1,115,809
Accrued interest receivable	6,187	-	-	-	-	3,189	-	9,376
Other receivable	18,337	-	-	1,430	-	-	-	19,767
Due from other governments	2,980,797	-	-	-	-	438	-	2,981,235
Due from other funds	35,887	-	-	-	-	-	-	35,887
Prepaid items	4,199	-	-	-	-	-	-	4,199
Advance from other funds	1,454,534	-	-	-	-	-	-	1,454,534
Total assets	$ 8,056,007	$ 881,126	$ 15,875	$ 304,088	$ 77,505	$ 1,549,436	$ 101,309	$ 10,985,346
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES								
Liabilities:								
Accounts payable and accrued liabilities	$ 176,825	$ 50,223	$ -	$ 343	$ -	$ 12,939	$ -	$ 240,330
Wages payable	334,790	-	-	730	-	-	-	335,520
Due to other governments	10,770	-	-	-	-	-	-	10,770
Refundable deposits	82,089	-	-	-	-	-	-	82,089
Due to other funds	1,958,521	-	-	-	-	-	-	1,958,521
Advance to other funds	-	184,121	-	-	-	-	-	184,121
Total liabilities	2,562,995	234,344	-	1,073	-	12,939	-	2,811,351
DEFERRED INFLOWS OF RESOURCES								
Unavailable revenue	583,314	-	-	-	5,633	177,792	-	766,739
Fund balances:								
Nonspendable	4,199	-	-	-	-	-	-	4,199
Restricted	122,365	565,948	-	148,508	25,292	567,281	-	1,429,394
Assigned	483,736	80,834	15,875	154,507	46,580	791,424	101,309	1,674,265
Unassigned	4,299,398	-	-	-	-	-	-	4,299,398
Total fund balances	4,909,698	646,782	15,875	303,015	71,872	1,358,705	101,309	7,407,256
Total liabilities, deferred inflows and fund balances	$ 8,056,007	$ 881,126	$ 15,875	$ 304,088	$ 77,505	$ 1,549,436	$ 101,309	$ 10,985,346

Combining Schedule of Revenues, Expenditures and Changes in Fund Balance – General Fund Accounts – Year Ended June 30, 2015

	General Fund Accounts							
	General Fund	Reimbursed Projects Account	Employee Activity Account	Activity Account	Animals Best Friend Account	Disaster Relief Account	Retiree Health Claims Account	Totals
REVENUES								
Taxes	$ 23,044,487	$ -	$ -	$ -	$ -	$ -	$ -	$ 23,044,487
Intergovernmental	478,113	295,126	-	-	-	16,422	-	789,661
Charges for services	461,330	96,397	-	67,721	-	57,983	991,927	1,675,358
Investment income	155,468	16,987	404	7,967	1,507	71,536	-	253,869
Fines & forfeitures	1,720,275	-	-	-	24,818	-	-	1,745,093
Licenses & permits	246,058	-	-	-	-	-	-	246,058
Miscellaneous	263,601	158,691	3,336	95,128	14,552	592,390	-	1,127,698
Total revenues	26,369,332	567,201	3,740	170,816	40,877	738,331	991,927	28,882,224
EXPENDITURES								
Current:								
General government	3,466,143	13,289	7,899	-	-	698,085	890,618	5,076,034
Public Safety	902,755	357	-	-	-	-	-	903,112
Streets	2,856,353	-	-	-	-	-	-	2,856,353
Culture and recreation	790,861	14,448	-	129,479	-	-	-	934,788
Health & welfare	393,560	-	-	-	8,332	-	-	401,892
Economic development	2,519,802	43,820	-	-	-	-	-	2,563,622
Capital outlay	-	115,135	-	8,226	9,077	-	-	132,438
Debt service:								
Interest and fiscal charges	-	10,313	-	-	-	-	-	10,313
Total expenditures	10,929,474	197,362	7,899	137,705	17,409	698,085	890,618	12,878,552
Revenues over (under) expenditures	15,439,858	369,839	(4,159)	33,111	23,468	40,246	101,309	16,003,672
OTHER FINANCING SOURCES (USES)								
Transfers in	10,729,847	-	-	-	9,942	-	-	10,739,789
Transfers out	(25,542,499)	-	-	-	-	-	-	(25,542,499)
Transfers in - interaccount	-	-	7,500	-	-	-	-	7,500
Transfers out - interaccount	(7,500)	-	-	-	-	-	-	(7,500)
Total other financing sources (uses)	(14,820,152)	-	7,500	-	9,942	-	-	(14,802,710)
Net change in fund balances	619,706	369,839	3,341	33,111	33,410	40,246	101,309	1,200,962
Fund balances - beginning of year	4,289,992	276,943	12,534	269,904	38,462	1,318,459	-	6,206,294
Fund balances - end of year	$ 4,909,698	$ 646,782	$ 15,875	$ 303,015	$ 71,872	$ 1,358,705	$ 101,309	$ 7,407,256

Combining Balance Sheet – Nonmajor Governmental Funds – June 30, 2015

	Special Revenue Funds										
	Grant Fund	Juvenile Fund	Park & Recreation Fund	Emergency Operations Fund	Technology Fund	Welcome Center Fund	Police Impound Fund	Street & Alley Fund	Police Special Projects Fund	Police Lab Fee Fund	Convention/Visitors Bureau Fund
ASSETS											
Cash and cash equivalents	$ 258,668	$ 104,185	$ 65,204	$ 127,539	$ 81,962	$ 56,131	$ 111,976	$ 320,879	$ 181,061	$ 21,465	$ 24,129
Investments	-	-	313,182	612,586	393,675	269,605	-	1,358,781	-	-	115,895
Accrued interest receivable	-	-	-	-	-	-	-	3,911	-	-	-
Deposits held by others	-	-	-	-	-	-	-	-	-	-	-
Other receivable	22,788	57,499	-	624	139,327	-	2,550	-	-	6,171	-
Due from other governments	120,677	-	62,132	43,772	-	17,340	-	45,673	-	-	32,368
Due from other funds	1,222	780	-	287	-	323	-	-	-	-	148
Inventory	60,000	-	-	-	-	-	-	-	-	-	-
Advance from other funds	-	-	-	-	-	-	-	-	-	-	-
Total assets	463,355	162,464	440,518	784,808	614,964	343,399	114,526	1,729,244	181,061	27,636	172,540
LIABILITIES AND FUND BALANCES											
Liabilities:											
Accounts payable and accrued liabilities	27,979	2,974	24,728	600	1,527	2,193	-	3,285	1,124	1,385	2,854
Accrued interest payable	-	-	-	-	-	-	-	-	-	-	-
Wages payable	20,875	5,892	5,860	13,030	6,701	5,787	-	-	-	-	5,951
Due to other funds	37,569	-	-	-	-	-	-	-	-	-	-
Advance to other funds	-	-	-	-	-	-	-	-	-	-	-
Total liabilities	86,423	8,866	30,588	13,630	8,228	7,980	-	3,285	1,124	1,385	8,805
Deferred inflows:											
Unavailable revenue	30,887	45,881	-	-	80,918	-	-	-	-	4,090	-
Fund balances:											
Nonspendable	60,000	-	-	-	-	-	-	-	-	-	-
Restricted	286,045	107,717	409,930	771,178	525,818	335,419	113,444	1,725,959	178,866	22,161	163,735
Assigned	-	-	-	-	-	-	1,082	-	1,071	-	-
Unassigned (deficit)	-	-	-	-	-	-	-	-	-	-	-
Total fund balances	346,045	107,717	409,930	771,178	525,818	335,419	114,526	1,725,959	179,937	22,161	163,735
Total liabilities, deferred inflows, and fund balances	$ 463,355	$ 162,464	$ 440,518	$ 784,808	$ 614,964	$ 343,399	$ 114,526	$ 1,729,244	$ 181,061	$ 27,636	$ 172,540

(continued)

Combining Balance Sheet – Nonmajor Governmental Funds – June 30, 2015

	Special Revenue Funds			Capital Project Funds						Debt Service Fund	
	Urban Renewal Authority	General Government Sales Tax Fund	Tax Increment Financing Fund	Downtown Development Authority	2002 Street Project Fund	Dedicated Tax 2012 Fund	Sales Tax Capital Improvement Fund	Capital Improvement Fund	Capital Outlay Reserve Fund	G.O. Debt Services Fund	Totals
ASSETS											
Cash and cash equivalents	$ 3,804	$ 380,928	$ -	$ 425,539	$ 619,726	$ 201,694	$ -	$ 392,930	$ 150,572	$ 265,492	$ 3,793,884
Investments	-	1,613,064	-	1,801,969	2,624,269	854,087	-	1,663,886	723,215	1,124,241	13,468,455
Accrued interest receivable	-	4,643	-	5,187	7,554	2,459	-	4,790	-	3,236	31,780
Deposits held by others	-	-	-	687,300	300	-	-	2,000	-	-	689,600
Other receivable	-	-	-	429,154	-	-	-	-	-	-	658,113
Due from other governments	-	53,500	-	-	-	53,500	692,030	12,111	-	1,617,886	2,750,989
Due from other funds	-	50,653	-	-	-	-	-	410,000	-	-	463,413
Inventory	-	-	-	-	-	-	-	-	-	-	60,000
Advance from other funds	-	-	-	184,121	-	-	-	-	-	-	184,121
Total assets	3,804	2,102,788	-	3,533,270	3,251,849	1,111,740	692,030	2,485,717	873,787	3,010,855	22,100,355
LIABILITIES AND FUND BALANCES											
Liabilities:											
Accounts payable and accrued liabilities	-	16,101	-	3,212	994	87,428	-	34,523	-	-	210,907
Accrued interest payable	-	-	-	-	-	-	-	-	-	47,031	47,031
Wages payable	-	-	-	2,010	-	-	-	-	-	-	66,106
Due to other funds	-	-	-	-	-	-	-	-	-	-	37,569
Advance to other funds	-	-	1,181,139	-	-	-	-	-	-	-	1,181,139
Total liabilities	-	16,101	1,181,139	5,222	994	87,428	-	34,523	-	47,031	1,542,752
Deferred inflows:											
Unavailable revenue	-	-	-	-	-	-	-	-	-	1,598,844	1,760,620
Fund balances:											
Nonspendable	-	-	-	687,300	300	-	-	2,000	-	-	749,600
Restricted	3,804	1,461,306	-	1,818,804	3,216,495	1,024,312	692,030	2,449,194	746,652	1,364,980	17,417,849
Assigned	-	625,381	-	1,021,944	34,060	-	-	-	127,135	-	1,810,673
Unassigned (deficit)	-	-	(1,181,139)	-	-	-	-	-	-	-	(1,181,139)
Total fund balances	3,804	2,086,687	(1,181,139)	3,528,048	3,250,855	1,024,312	692,030	2,451,194	873,787	1,364,980	18,796,983
Total liabilities, deferred inflows, and fund balances	$ 3,804	$ 2,102,788	$ -	$ 3,533,270	$ 3,251,849	$ 1,111,740	$ 692,030	$ 2,485,717	$ 873,787	$ 3,010,855	$ 22,100,355

Combining Statement of Revenues, Expenditures and Changes in Fund Balance - Nonmajor Governmental Funds – Year Ended June 30, 2015

	Special Revenue Funds										
	Grant Fund	Juvenile Fund	Park & Recreation Fund	Emergency Operations Fund	Technology Fund	Welcome Center Fund	Police Impound Fund	Street & Alley Fund	Police Special Projects Fund	Police Lab Fee Fund	Convention/ Visitors Bureau Fund
REVENUES											
Taxes	$ -	$ -	$ 510,726	$ 347,233	$ -	$ 175,806	$ -	$ -	$ -	$ -	$ 328,172
Intergovernmental	934,877	-	-	-	-	-	-	535,974	-	-	-
Charges for services	-	-	6,200	27,250	304,629	-	74,840	-	-	-	-
Investment income	29	2,704	9,322	20,682	12,483	8,979	2,028	61,152	4,416	643	3,733
Fines & forfeitures	-	113,546	-	-	30,751	-	-	-	9,035	11,265	-
Licenses & permits	-	-	-	-	17,600	-	-	-	-	-	-
Miscellaneous	13,376	-	121	-	-	25,922	-	-	5,637	-	51,360
Total revenues	948,282	116,250	526,369	395,165	365,463	210,707	76,868	597,126	19,088	11,908	383,265
EXPENDITURES											
Current:											
General government	-	-	-	-	376,001	-	-	-	-	-	-
Public safety	320,985	156,738	-	361,601	-	-	1,687	-	18,457	11,382	-
Streets	-	-	-	-	-	-	-	24,539	-	-	-
Culture and recreation	-	-	258,669	-	-	181,565	-	-	-	-	-
Economic development	544,780	-	-	-	-	-	-	-	-	-	357,009
Capital outlay	66,548	3,289	178,126	31,178	-	19,937	1,000	116,738	19,582	1,077	-
Debt service:											
Principal retirement	-	-	-	-	-	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-	-	-	-	-	-
Total expenditures	932,313	160,027	436,795	392,779	376,001	201,502	2,687	141,277	38,039	12,459	357,009
Revenues over (under) expenditures	15,969	(43,777)	89,574	2,386	(10,538)	9,205	74,181	455,849	(18,951)	(551)	26,256
OTHER FINANCING SOURCES (USES)											
Transfers in	140,059	25,000	-	11,255	43,498	-	1,740	14,885	-	-	10,000
Transfers out	(151,203)	-	-	(43,498)	-	-	-	-	(9,942)	-	-
Total other financing sources (uses)	(11,144)	25,000	-	(32,243)	43,498	-	1,740	14,885	(9,942)	-	10,000
Net change in fund balances	4,825	(18,777)	89,574	(29,857)	32,960	9,205	75,921	470,734	(28,893)	(551)	36,256
Fund balances - beginning of year	341,220	126,494	320,356	801,035	492,858	326,214	38,605	1,255,225	208,830	22,712	127,479
Fund balances - end of year	$ 346,045	$ 107,717	$ 409,930	$ 771,178	$ 525,818	$ 335,419	$ 114,526	$ 1,725,959	$ 179,937	$ 22,161	$ 163,735

(continued)

Combining Statement of Revenues, Expenditures and Changes in Fund Balance - Nonmajor Governmental Funds – Year Ended June 30, 2015

	Special Revenue Funds			Capital Project Funds						Debt Service Fund	
	Urban Renewal Authority	General Government Sales Tax Fund	Tax Increment Financing Fund	Downtown Development Authority	2002 Street Project Fund	Dedicated Tax 2012 Fund	Sales Tax Capital Improvement Fund	Capital Improvement Fund	Capital Outlay Reserve Fund	G.O. Debt Services Fund	Totals
REVENUES											
Taxes	$ -	$ 424,396	$ 1,113,644	$ -	$ -	$ 424,396	$ 5,494,316	$ 91,418	$ -	$ 1,557,935	$ 10,468,042
Intergovernmental	-	-	-	-	-	-	-	-	-	31,675	1,502,526
Charges for services	-	-	-	1,453,366	-	-	-	-	-	-	1,866,285
Investment income	206	59,055	91	92,499	178,370	1,070	2,643	159,117	105,087	81,111	805,420
Fines & forfeitures	-	-	-	-	-	-	-	-	-	-	164,597
Licenses & permits	-	-	-	-	-	-	-	71,046	-	-	88,646
Miscellaneous	-	20,072	-	-	13,700	-	-	5,700	-	41	135,929
Total revenues	206	503,523	1,113,735	1,545,865	192,070	425,466	5,496,959	327,281	105,087	1,670,762	15,031,445
EXPENDITURES											
Current:											
General government	-	-	363	-	-	-	-	-	-	-	376,364
Public safety	-	-	-	-	-	-	-	-	-	-	870,850
Streets	-	-	-	-	4,967	13,595	-	10	-	-	43,111
Culture and recreation	-	-	-	-	-	-	-	-	-	-	440,234
Economic development	12,270	-	-	137,945	-	-	-	-	-	-	1,052,004
Capital outlay	-	457,717	-	37,703	153,042	304,962	-	1,651,111	-	-	3,042,010
Debt service:											
Principal retirement	-	-	-	-	-	-	-	-	-	1,400,000	1,400,000
Interest and fiscal charges	-	-	91,816	-	-	-	-	-	-	236,459	328,275
Total expenditures	12,270	457,717	92,179	175,648	158,009	318,557	-	1,651,121	-	1,636,459	7,552,848
Revenues over (under) expenditures	(12,064)	45,806	1,021,556	1,370,217	34,061	106,909	5,496,959	(1,323,840)	105,087	34,303	7,478,597
OTHER FINANCING SOURCES (USES)											
Transfers in	-	609,170	-	-	-	-	-	608,586	-	-	1,464,193
Transfers out	-	-	-	(702,400)	-	-	(5,512,227)	-	(500,000)	(42,539)	(6,961,809)
Total other financing sources (uses)	-	609,170	-	(702,400)	-	-	(5,512,227)	608,586	(500,000)	(42,539)	(5,497,616)
Net change in fund balances	(12,064)	654,976	1,021,556	667,817	34,061	106,909	(15,268)	(715,254)	(394,913)	(8,236)	1,980,981
Fund balances - beginning of year	15,868	1,431,711	(2,202,695)	2,860,231	3,216,794	917,403	707,298	3,166,448	1,268,700	1,373,216	16,816,002
Fund balances - end of year	$ 3,804	$ 2,086,687	$ (1,181,139)	$ 3,528,048	$ 3,250,855	$ 1,024,312	$ 692,030	$ 2,451,194	$ 873,787	$ 1,364,980	$ 18,796,983

Combining Schedule of Net Position – Midwest City Municipal Authority Accounts – June 30, 2015

	Midwest City Municipal Authority						
	Water Account	Sewer Account	Sanitation Account	Conference Center/Hotel Account	Drainage Account	Debt Service Account	Total
ASSETS							
Current assets:							
Cash and cash equivalents	$ 508,806	$ 1,520,232	$ 366,492	$ 442,313	$ 101,771	$ -	$ 2,939,614
Cash and cash equivalents, restricted	-	-	-	-	-	2,642,744	2,642,744
Investments	2,267,937	6,267,809	1,551,932	983,830	488,816	-	11,560,324
Accounts receivable, net	887,415	1,079,566	742,829	232,256	62,074	-	3,004,140
Other receivable	232,088	-	-	89,830	-	-	321,918
Accrued interest receivable	3,772	13,860	4,467	2,832	-	108	25,039
Inventory	136,180	96,886	-	-	-	-	233,066
Due from other funds	13,119	54	48,845	8,777	-	-	70,795
Total current assets	4,049,317	8,978,407	2,714,565	1,759,838	652,661	2,642,852	20,797,640
Non-current assets:							
Due from other funds	-	1,181,139	-	-	-	-	1,181,139
Land, construction in progress, and water rights	5,484,107	63,255,779	701,261	10,500	393,423	-	69,845,070
Other capital assets, net	17,669,766	20,072,748	3,781,405	22,767,161	13,549,670	-	77,840,750
Total non-current assets	23,153,873	84,509,666	4,482,666	22,777,661	13,943,093	-	148,866,959
Total assets	27,203,190	93,488,073	7,197,231	24,537,499	14,595,754	2,642,852	169,664,599
DEFERRED OUTFLOW OF RESOURCES							
Deferred amount on refunding	-	-	-	-	-	982,047	982,047
LIABILITIES							
Current liabilities:							
Accounts payable and accrued liabilities	348,043	3,441,719	208,502	314,457	22,174	-	4,334,895
Wages payable	89,383	107,040	35,833	53,959	7,855	-	294,070
Due to other funds	1,198	-	-	410,000	-	-	411,198
Accrued interest payable	-	-	-	-	-	822,671	822,671
Accrued compensated absences	117,605	116,157	37,431	39,671	11,425	-	322,289
Refundable deposits	-	-	-	41,758	-	-	41,758
Notes payable	212,039	-	-	-	-	-	212,039
Revenue bonds payable	-	-	-	-	-	4,055,000	4,055,000
Total current liabilities	768,268	3,664,916	281,766	859,845	41,454	4,877,671	10,493,920
Non-current liabilities:							
Accrued compensated absences	235,210	232,314	74,861	5,223	22,850	-	570,458
Net OPEB obligation	588,683	772,647	294,342	-	55,189	-	1,710,861
Notes payable	216,090	-	-	-	-	-	216,090
Revenue bonds payable, net	-	-	-	-	-	60,478,915	60,478,915
Total non-current liabilities	1,039,983	1,004,961	369,203	5,223	78,039	60,478,915	62,976,324
Total liabilities	1,808,251	4,669,877	650,969	865,068	119,493	65,356,586	73,470,244
NET POSITION							
Net investment in capital assets	23,153,873	83,328,527	4,482,666	22,777,661	13,943,094	(63,551,855)	84,133,966
Restricted for debt service	-	-	-	-	-	1,810,142	1,810,142
Unrestricted (deficit)	2,241,066	5,489,669	2,063,596	894,770	533,167	10,026	11,232,294
Total net position	$ 25,394,939	$ 88,818,196	$ 6,546,262	$ 23,672,431	$ 14,476,261	$ (61,731,687)	$ 97,176,402

Combining Schedule of Revenues, Expenses and Changes in Net Position – Midwest City Municipal Authority Accounts – Year Ended June 30, 2015

	Midwest City Municipal Authority						
	Water Account	Sewer Account	Sanitation Account	Conference Center/Hotel Account	Drainage Account	Debt Service Account	Total
OPERATING REVENUES							
Charges for services	$ 6,052,979	$ 7,516,433	$ 5,356,916	$ 5,679,816	$ 444,027	$ -	$ 25,050,171
Fees, licenses and permits	9,300	15,485	-	-	-	-	24,785
Miscellaneous	2,916	3,100	30,657	195,980	800	-	233,453
Total operating revenues	6,065,195	7,535,018	5,387,573	5,875,796	444,827	-	25,308,409
OPERATING EXPENSES							
Personal services	2,340,565	3,184,181	1,183,115	2,361,263	232,675	-	9,301,799
Materials and supplies	717,673	564,343	649,516	1,513,188	110,267	-	3,554,987
Other services and charges	1,542,246	1,210,725	1,937,731	1,771,801	37,967	-	6,500,470
Depreciation and amortization	676,266	1,369,453	431,171	926,143	261,631	-	3,664,664
Total operating expenses	5,276,750	6,328,702	4,201,533	6,572,395	642,540	-	23,021,920
Operating income (loss)	788,445	1,206,316	1,186,040	(696,599)	(197,713)	-	2,286,489
NON-OPERATING REVENUES (EXPENSES)							
Investment income	263,413	870,606	(8,415)	36,406	22,072	1,073	1,185,155
Interest expense and fiscal charges	(17,398)	-	-	-	-	(2,329,504)	(2,346,902)
Gain (loss) on asset retirement	(437,885)	66	-	3,652	-	-	(434,167)
Total non-operating revenue (expenses)	(191,870)	870,672	(8,415)	40,058	22,072	(2,328,431)	(1,595,914)
Income (loss) before contributions and transfers	596,575	2,076,988	1,177,625	(656,541)	(175,641)	(2,328,431)	690,575
Transfers in	37,863	-	-	-	-	16,139,631	16,177,494
Transfers out	(1,763,344)	(3,452,550)	(763,936)	(360,000)	-	(8,237,446)	(14,577,276)
Change in net position	(1,128,906)	(1,375,562)	413,689	(1,016,541)	(175,641)	5,573,754	2,290,793
Total net position - beginning	26,523,845	90,193,758	6,132,573	24,688,972	14,651,902	(67,305,441)	94,885,609
Total net position - ending	$ 25,394,939	$ 88,818,196	$ 6,546,262	$ 23,672,431	$ 14,476,261	$ (61,731,687)	$ 97,176,402

Combining Schedule of Cash Flows – Midwest City Municipal Authority Accounts – June 30, 2015

	Midwest City Municipal Authority						
	Water Account	Sewer Account	Sanitation Account	Conference Center/Hotel Account	Drainage Account	Debt Service Account	Total
CASH FLOWS FROM OPERATING ACTIVITIES							
Receipts from customers	$ 5,896,163	$ 7,452,582	$ 5,344,726	$ 6,185,344	$ 444,827	$ -	$ 25,323,642
Payments to suppliers	(2,363,111)	(1,975,639)	(2,513,034)	(3,347,081)	(130,856)	-	(10,329,721)
Payments to employees	(2,280,748)	(3,162,539)	(1,134,700)	(2,384,233)	(255,660)	-	(9,217,880)
Receipts (payments) from interfund loans	(1,271)	4,527,284	50,528	116,349	-	(3,522,060)	1,170,830
Net cash provided by (used in) operating activities	1,251,033	6,841,688	1,747,520	570,379	58,311	(3,522,060)	6,946,871
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES							
Transfers from other funds	37,863	-	-	-	-	16,139,631	16,177,494
Transfers to other funds	(1,763,344)	(3,452,550)	(763,936)	(360,000)	-	(8,237,446)	(14,577,276)
Net cash provided by (used in) noncapital financing activities	(1,725,481)	(3,452,550)	(763,936)	(360,000)	-	7,902,185	1,600,218
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES							
Capital assets purchased	(1,064,352)	(9,822,276)	(49,390)	(305,110)	(392,173)	-	(11,633,301)
Principal paid on capital debt	(206,380)	-	-	-	-	(3,930,000)	(4,136,380)
Payments of interfund loan for capital purchases	-	53,112	-	-	-	-	53,112
Interest and fiscal charges paid on capital debt	(17,398)	-	-	-	-	(2,581,638)	(2,599,036)
Proceeds from sale of capital assets	722	66	-	3,652	-	-	4,440
Net cash provided by (used in) capital and related financing activities	(1,287,408)	(9,769,098)	(49,390)	(301,458)	(392,173)	(6,511,638)	(18,311,165)
CASH FLOWS FROM INVESTING ACTIVITIES							
Sale (purchase) of investments	1,607,599	5,737,116	(664,223)	194,856	318,778	-	7,194,126
Interest and dividends	256,314	828,596	(8,212)	31,796	22,073	1,047	1,131,614
Net cash provided by (used in) investing activities	1,863,913	6,565,712	(672,435)	226,652	340,851	1,047	8,325,740
Net increase (decrease) in cash and cash equivalents	102,057	185,752	261,759	135,573	6,989	(2,130,466)	(1,438,336)
Balances - beginning of year	406,749	1,334,480	104,733	306,740	94,782	4,773,210	7,020,694
Balances - end of year	$ 508,806	$ 1,520,232	$ 366,492	$ 442,313	$ 101,771	$ 2,642,744	$ 5,582,358
Reconciliation to Statement of Net Position:							
Cash and cash equivalents	$ 508,806	$ 1,520,232	$ 366,492	$ 442,313	$ 101,771	$ -	$ 2,939,614
Restricted cash and cash equivalents	-	-	-	-	-	2,642,744	2,642,744
Total cash and cash equivalents	$ 508,806	$ 1,520,232	$ 366,492	$ 442,313	$ 101,771	$ 2,642,744	$ 5,582,358
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:							
Operating income (loss)	$ 788,445	$ 1,206,316	$ 1,186,040	$ (696,599)	$ (197,713)	$ -	$ 2,286,489
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:							
Depreciation expense	676,266	1,369,453	431,171	926,143	261,631	-	3,664,664
Change in assets and liabilities:							
Receivables, net	63,004	(82,436)	(127,593)	313,160	-	-	166,135
Other receivable	(232,036)	-	84,746	(8,408)	-	-	(155,698)
Due from other funds	(722)	4,527,284	50,528	(3,651)	-	-	4,573,439
Inventory	(17,862)	(3,005)	-	-	-	-	(20,867)
Accounts payable	(85,330)	(197,566)	74,213	(62,092)	17,378	-	(253,397)
Due to other funds	(549)	-	-	120,000	-	(3,522,060)	(3,402,609)
Due to employees	7,501	11,462	4,054	(27,412)	564	-	(3,831)
Refundable deposits	-	-	-	4,796	-	-	4,796
Unfunded OPEB liability	19,130	(41,001)	50,248	-	(26,176)	-	2,201
Accrued compensated absences	33,186	51,181	(5,887)	4,442	2,627	-	85,549
Net cash provided by (used in) operating activities	$ 1,251,033	$ 6,841,688	$ 1,747,520	$ 570,379	$ 58,311	$ (3,522,060)	$ 6,946,871

Combining Statement of Net Position - Nonmajor Enterprise Funds – June 30, 2015

	Utilities Authority	Utility Services	Utilities Capital Fund	Customer Deposit Fund	Golf Courses Fund	29th & Douglas Fund	Total
ASSETS							
Current assets:							
Cash and cash equivalents	$ 221,024	$ 44,402	$ -	$ -	$ 86,373	$ -	$ 351,799
Cash and cash equivalents, restricted	-	-	-	257,587	-	-	257,587
Investments	935,940	213,267	-	-	-	-	1,149,207
Receivables:							
Other receivable	-	-	-	-	3,959	-	3,959
Interest	2,694	-	-	3,140	-	-	5,834
Due from other funds	-	58,958	-	1,198	10,123	-	70,279
Accounts receivable, net	-	67,188	-	2,125	-	-	69,313
Inventories	-	-	-	-	2,703	-	2,703
Total current assets	1,159,658	383,815	-	264,050	103,158	-	1,910,681
Non-current assets:							
Investments, restricted	-	-	-	1,090,767	-	-	1,090,767
Land, construction in progress, and water rights	2,537,820	8,314	565,351	-	232,057	5,500,000	8,843,542
Other capital assets, net	-	15,814	5,995,574	-	1,526,496	-	7,537,884
Total non-current assets	2,537,820	24,128	6,560,925	1,090,767	1,758,553	5,500,000	17,472,193
Total assets	3,697,478	407,943	6,560,925	1,354,817	1,861,711	5,500,000	19,382,874
LIABILITIES							
Current liabilities:							
Accounts payable and accrued liabilities	84,058	16,636	624,924	-	12,947	-	738,565
Wages payable	-	32,281	-	-	31,060	-	63,341
Unearned revenue	-	-	-	-	-	-	-
Due to other funds	-	-	58,958	-	-	-	58,958
Accrued compensated absences	-	28,497	-	-	39,842	-	68,339
Refundable deposits	-	-	-	139,205	-	-	139,205
Total current liabilities	84,058	77,414	683,882	139,205	83,849	-	1,068,408
Non-current liabilities:							
Accrued compensated absences	-	56,995	-	-	79,684	-	136,679
Net OPEB Obligation	-	202,360	-	-	110,378	-	312,738
Refundable deposits	-	-	-	1,252,847	-	-	1,252,847
Advance to other funds	-	-	-	-	-	289,774	289,774
Total non-current liabilities	-	259,355	-	1,252,847	190,062	289,774	1,992,038
Total liabilities	84,058	336,769	683,882	1,392,052	273,911	289,774	3,060,446
NET POSITION							
Net investment in capital assets	2,537,820	24,128	6,560,925	-	1,758,553	5,500,000	16,381,426
Restricted for other purposes	216,134	48,858	-	-	51,183	-	316,175
Unrestricted (deficit)	859,466	(1,812)	(683,882)	(37,235)	(221,936)	(289,774)	(375,173)
Total net position	$ 3,613,420	$ 71,174	$ 5,877,043	$ (37,235)	$ 1,587,800	$ 5,210,226	$ 16,322,428

Combining Statement of Revenues, Expenses and Changes in Net Position - Nonmajor Enterprise Funds – Year Ended June 30, 2015

	Utilities Authority	Utility Services	Utilities Capital Fund	Customer Deposit Fund	Golf Courses Fund	29th & Douglas Fund	Total
OPERATING REVENUES							
Charges for services	$ -	$ 1,019,550	$ -	$ -	$ 1,035,001	$ 52	$ 2,054,603
Total operating revenues	-	1,019,550	-	-	1,035,001	52	2,054,603
OPERATING EXPENSES							
Personal services	-	749,845	-	-	661,980	-	1,411,825
Materials and supplies	1,599	91,793	37,001	-	191,974	-	322,367
Other services and charges	-	130,518	-	-	106,841	22,458	259,817
Depreciation and amortization	-	3,849	198,949	-	108,748	-	311,546
Total operating expenses	1,599	976,005	235,950	-	1,069,543	22,458	2,305,555
Operating income (loss)	(1,599)	43,545	(235,950)	-	(34,542)	(22,406)	(250,952)
NON-OPERATING REVENUES (EXPENSES)							
Investment income	(18,477)	8,542	183,671	70,526	2,435	-	246,697
Gain (loss) on sales of capital assets	-	-	(1,332)	-	16,500	-	15,168
Total non-operating revenue (expenses)	(18,477)	8,542	182,339	70,526	18,935	-	261,865
Income (loss) before transfers	(20,076)	52,087	(53,611)	70,526	(15,607)	(22,406)	10,913
Transfers in	1,167,123	-	1,000,000	-	-	127,400	2,294,523
Transfers out	-	-	-	(37,863)	-	-	(37,863)
Change in net position	1,147,047	52,087	946,389	32,663	(15,607)	104,994	2,267,573
Total net position - beginning	2,466,373	19,087	4,930,654	(69,898)	1,603,407	5,105,232	14,054,855
Total net position - ending	$ 3,613,420	$ 71,174	$ 5,877,043	$ (37,235)	$ 1,587,800	$ 5,210,226	$ 16,322,428

Combining Statement of Cash Flows - Nonmajor Enterprise Funds – June 30, 2015

	Utilities Authority	Utility Services	Utilities Capital Fund	Customer Deposit Fund	Golf Courses Fund	29th & Douglas Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES							
Receipts from customers	$ -	$ 1,017,698	$ -	$ (999)	$ 1,034,896	$ 52	$ 2,051,647
Payments to suppliers	(764,868)	(211,201)	517,141	-	(298,254)	(3,102)	(760,284)
Payments to employees	-	(779,902)	-	-	(674,317)	-	(1,454,219)
Payments of interfund loan	387,642	(58,958)	462,729	549	(50,528)	(101,892)	639,542
Receipt of customer deposits	-	-	-	478,125	-	-	478,125
Return of customer deposits	-	-	-	(455,531)	-	-	(455,531)
Net cash provided by (used in) operating activities	(377,226)	(32,363)	979,870	22,144	11,797	(104,942)	499,280
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES							
Transfers from other funds	1,167,123	-	1,000,000	-	-	127,400	2,294,523
Transfers to other funds	-	-	-	(37,863)	-	-	(37,863)
Net cash provided by (used in) noncapital financing activities	1,167,123	-	1,000,000	(37,863)	-	127,400	2,256,660
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES							
Capital assets purchased	(356,574)	-	(4,777,228)	-	(58,033)	-	(5,191,835)
Payments of interfund loan for capital purchases	-	-	-	-	-	(22,458)	(22,458)
Proceeds from sale of capital assets	-	-	42,738	-	16,500	-	59,238
Net cash provided by (used in) capital and related financing activities	(356,574)	-	(4,734,490)	-	(41,533)	(22,458)	(5,155,055)
CASH FLOWS FROM INVESTING ACTIVITIES							
Sale (purchase) of investments	(272,177)	38,656	2,323,833	86,038	-	-	2,176,350
Interest and dividends	(18,354)	8,542	190,219	65,935	2,435	-	248,777
Net cash provided by (used in) investing activities	(290,531)	47,198	2,514,052	151,973	2,435	-	2,425,127
Net increase (decrease) in cash and cash equivalents	142,792	14,835	(240,568)	136,254	(27,301)	-	26,012
Balances - beginning of year	78,232	29,567	240,568	121,333	113,674	-	583,374
Balances - end of year	$ 221,024	$ 44,402	$ -	$ 257,587	$ 86,373	$ -	$ 609,386
Reconciliation to Statement of Net Position:							
Cash and cash equivalents	$ 221,024	$ 44,402	$ -	$ -	$ 86,373	$ -	$ 351,799
Restricted cash and cash equivalents	-	-	-	257,587	-	-	257,587
Total cash and cash equivalents	$ 221,024	$ 44,402	$ -	$ 257,587	$ 86,373	$ -	$ 609,386
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:							
Operating income (loss)	$ (1,599)	$ 43,545	$ (235,950)	$ -	$ (34,542)	$ (22,406)	$ (250,952)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:							
Depreciation expense	-	3,849	198,949	-	108,748	-	311,546
Change in assets and liabilities:							
Receivables, net	-	(1,852)	-	(999)	(105)	-	(2,956)
Due from other funds	387,642	(58,958)	403,771	549	-	-	733,004
Accounts payable	(763,269)	11,110	554,142	-	465	(3,102)	(200,654)
Inventory	-	-	-	-	96	-	96
Due to other funds	-	-	58,958	-	(50,528)	-	8,430
Due to employees	-	1,968	-	-	3,254	-	5,222
Refundable deposits	-	-	-	22,594	-	-	22,594
Accrued compensated absences	-	9,709	-	-	4,215	-	13,924
Net OPEB obligation		(41,734)			(19,806)		(61,540)
Net cash provided by (used in) operating activities	$ (377,226)	$ (32,363)	$ 979,870	$ 22,144	$ 11,797	$ (25,508)	$ 578,714

Combining Statement of Net Position– Internal Service Funds – June 30, 2015

	Public Works Administration	Fleet Services Fund	Surplus Property Fund	Risk Management Fund	L & H Benefits Fund	Totals
ASSETS						
Current assets:						
Cash and cash equivalents	$ 37,261	$ 120,338	$ 52,374	$ 708,271	$ 256,520	$ 1,174,764
Investments	178,967	-	227,233	2,999,214	1,511,309	4,916,723
Receivables:						
Accounts receivable	-	-	2,213	122	34,052	36,387
Accrued interest receivable	-	-	-	8,634	4,350	12,984
Due from other funds	-	75	-	-	-	75
Inventories	-	68,490	-	-	-	68,490
Total current assets	216,228	188,903	281,820	3,716,241	1,806,231	6,209,423
Non-current assets:						
Capital Assets:						
Non-depreciable	5,045	3,784	-	-	-	8,829
Depreciable, net of accumulated depreciation	175,738	916,652	96,602	-	-	1,188,992
Total non-current assets	180,783	920,436	96,602	-	-	1,197,821
Total assets	397,011	1,109,339	378,422	3,716,241	1,806,231	7,407,244
LIABILITIES						
Current liabilities:						
Accounts payable and accrued liabilities	6,706	48,100	314	25,534	69,938	150,592
Claims liability	-	-	-	521,000	539,571	1,060,571
Wages payable	24,540	30,277	1,293	5,953	2,051	64,114
Due to other funds	-	-	223,927	-	-	223,927
Accrued compensated absences	40,988	28,543	421	11,953	488	82,393
Total current liabilities	72,234	106,920	225,955	564,440	612,048	1,581,597
Non-current liabilities:						
Accrued compensated absences	81,976	57,086	842	23,906	977	164,787
Claims liability	-	-	-	1,684,000	-	1,684,000
Total non-current liabilities	81,976	57,086	842	1,707,906	977	1,848,787
Total liabilities	154,210	164,006	226,797	2,272,346	613,025	3,430,384
NET POSITION						
Net investment in capital assets	180,783	920,436	96,602	-	-	1,197,821
Unrestricted (deficit)	62,018	24,897	55,023	1,443,895	1,193,206	2,779,039
Total net position	$ 242,801	$ 945,333	$ 151,625	$ 1,443,895	$ 1,193,206	$ 3,976,860

Combining Statement of Revenues, Expenses and Changes in Net Position – Internal Service Funds – Year Ended June 30, 2015

	Public Works Administration	Fleet Services Fund	Surplus Property Fund	Risk Management Fund	L & H Benefits Fund	Totals
OPERATING REVENUES						
Charges for services	$ 856,824	$ 2,257,222	$ 42,973	$ 2,086,514	$ 5,602,676	$ 10,846,209
Miscellaneous	-	1,956	374	2,323	84,952	89,605
Total operating revenues	856,824	2,259,178	43,347	2,088,837	5,687,628	10,935,814
OPERATING EXPENSES						
Personal services	739,307	756,077	27,840	159,092	28,836	1,711,152
Materials and supplies	11,109	1,377,182	1,072	3,475	-	1,392,838
Other services and charges	90,535	95,900	6,951	1,617,522	23,779	1,834,687
Insurance claims and expenses	-	-	-	(5,264)	5,054,748	5,049,484
Depreciation and amortization	36,244	61,627	4,353	-	-	102,224
Total operating expenses	877,195	2,290,786	40,216	1,774,825	5,107,363	10,090,385
Operating income (loss)	(20,371)	(31,608)	3,131	314,012	580,265	845,429
NON-OPERATING REVENUES						
Investment income	5,830	2,788	7,592	166,915	59,582	242,707
Gain (loss) on capital asset disposal	-	(782)	-	-	-	(782)
Total non-operating revenue	5,830	2,006	7,592	166,915	59,582	241,925
Change in net position	(14,541)	(29,602)	10,723	480,927	639,847	1,087,354
Total net position - beginning, restated	257,342	974,935	140,902	962,968	553,359	2,889,506
Total net position - ending	$ 242,801	$ 945,333	$ 151,625	$ 1,443,895	$ 1,193,206	$ 3,976,860

Combining Statement of Cash Flows – Internal Service Funds – Year Ended June 30, 2015

	Public Works Administration	Fleet Services Fund	Surplus Property Fund	Risk Management Fund	L & H Benefits Fund	Totals
CASH FLOWS FROM OPERATING ACTIVITIES						
Receipts from customers	$ 856,824	$ 2,259,256	$ 44,457	$ 2,088,837	$ 5,665,135	$ 10,914,509
Payments to suppliers	(95,296)	(1,497,146)	(8,487)	(1,620,997)	(23,779)	(3,245,705)
Payments to employees	(716,975)	(742,665)	(27,862)	(150,433)	(28,273)	(1,666,208)
Claims and benefits paid	-	-	-	(19,520)	(5,106,030)	(5,125,550)
Payment from (to) other funds	-	515	(11,584)	-		(11,069)
Net cash provided by (used in) operating activities	44,553	19,960	(3,476)	297,887	507,053	865,977
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Capital assets purchased	(5,045)	(11,834)	(7,500)	-	-	(24,379)
Net cash provided by (used in) capital and related financing activities	(5,045)	(11,834)	(7,500)	-	-	(24,379)
CASH FLOWS FROM INVESTING ACTIVITIES						
Sale (purchase) of investments	(26,027)	-	17,349	(49,285)	(419,563)	(477,526)
Interest and dividends	5,830	2,788	7,593	155,437	55,382	227,030
Net cash provided by (used in) investing activities	(20,197)	2,788	24,942	106,152	(364,181)	(250,496)
Net increase in cash and cash equivalents	19,311	10,914	13,966	404,039	142,872	591,102
Balances - beginning of year	17,950	109,424	38,408	304,232	113,648	583,662
Balances - end of year	$ 37,261	$ 120,338	$ 52,374	$ 708,271	$ 256,520	$ 1,174,764
Reconciliation to Statement of Net Position:						
Cash and cash equivalents	$ 37,261	$ 120,338	$ 52,374	$ 708,271	$ 256,520	$ 1,174,764
Total cash and cash equivalents	$ 37,261	$ 120,338	$ 52,374	$ 708,271	$ 256,520	$ 1,174,764
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:						
Operating income (loss)	$ (20,371)	$ (31,608)	$ 3,131	$ 314,012	$ 580,265	$ 845,429
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:						
Depreciation expense	36,244	61,627	4,353	-	-	102,224
Change in assets and liabilities:						
Receivables, net	-	78	1,110	-	(22,493)	(21,305)
Due from other funds	-	515	-	-	-	515
Inventory	-	26,168	-	-	-	26,168
Accounts payable	6,348	(50,232)	(464)	11,216	(58,083)	(91,215)
Claims liability	-	-	-	(36,000)	6,801	(29,199)
Due to employees	3,042	7,646	661	626	262	12,237
Due to other funds	-	-	(11,584)	-	-	(11,584)
Accrued compensated absences	19,290	5,766	(683)	8,033	301	32,707
Net cash provided by (used in) operating activities	$ 44,553	$ 19,960	$ (3,476)	$ 297,887	$ 507,053	$ 865,977

Debt Service Coverage Schedule - Year Ended June 30, 2015

		2011 and 2011A Revenue Bonds
GROSS REVENUE AVAILABLE:		
Water revenue	$	6,065,195
Wastewater revenue		7,535,018
Pledged sales tax		13,731,761
Investment income		1,134,019
Total Gross Revenue Available		28,465,993
OPERATING EXPENSES:		
Total Operating Expenses		11,029,592
Net Revenue Available for Debt Service	$	17,436,401
Average Annual Debt Service		
2011 Revenue Bonds	$	1,808,379
2011A Revenue Bonds		4,709,500
	$	6,517,879
Computed Coverage		268%
Coverage Requirement		125%

STATISTICAL INFORMATION

General Government Expenditures by Function
Last Ten Fiscal Years

Fiscal Year	General Government	Public Safety	Streets	Health and Welfare	Culture & Recreation	Economic Development	Debt Services	Total
2005-06	$ 4,823,711	$ 19,324,367	$ 3,072,745	$ 297,426	$ 2,790,104	$ 4,756,832	$ 2,216,881	$ 37,282,066
2006-07	4,638,916	19,653,099	2,860,439	1,060,332	1,269,324	4,286,769	1,874,210	35,643,089
2007-08	4,433,847	22,751,353	4,704,754	9,065,571	1,833,511	4,151,318	3,096,734	50,037,088
2008-09	4,731,952	28,025,096	5,832,627	23,077,926	1,720,807	4,523,604	2,241,289	70,153,301
2009-10	4,341,709	25,474,931	14,974,806	1,491,596	1,657,029	4,648,669	2,811,624	55,400,364
2010-11	6,459,976	25,157,469	6,006,443	160,983	1,120,863	4,915,834	3,679,296	47,500,864
2011-12	5,423,037	27,570,275	3,702,871	629	1,989,113	4,813,173	3,745,698	47,244,796
2012-13	5,216,187	27,388,784	3,460,381	110,935	2,841,490	4,704,086	3,856,073	47,577,936
2013-14	6,972,885	27,386,699	4,382,912	463,886	2,112,589	5,028,554	3,753,029	50,100,554
2014-15	6,704,404	28,657,862	5,138,517	410,969	1,746,966	3,792,050	3,650,604	50,101,372

Governmental Revenues By Source
Last Ten Fiscal Years

Fiscal Year	Taxes	Intergov-ernmental	Licenses & Permits	Charges for Services	Fines & Forfeitures	Investment Income	Misc Revenues	Total
2005-06	$ 27,656,355	$ 2,308,525	$ 306,977	$ 2,170,231	$ 1,619,238	$ 6,308,052	$ 6,128,707	$ 46,498,085
2006-07	28,111,696	1,173,791	566,845	1,851,771	1,458,500	11,216,338	612,269	44,991,210
2007-08	31,705,767	8,261,565	413,183	1,766,807	1,916,846	(3,275,268)	1,162,943	41,951,843
2008-09	32,399,044	4,903,868	420,663	2,127,414	2,104,237	(9,252,051)	775,469	33,478,644
2009-10	33,166,047	4,906,373	385,949	2,066,991	1,878,424	6,582,036	2,445,317	51,431,137
2010-11	33,566,216	6,440,504	395,511	2,193,602	2,001,322	14,546,261	552,201	59,695,617
2011-12	36,586,145 *	5,462,968	330,553	2,636,087	2,170,041	2,749,217	742,978	50,677,989
2012-13	39,796,809	5,205,283	392,512	2,249,961	1,960,694	10,846,574	1,492,193	61,944,026
2013-14	40,546,435	5,668,145	304,395	2,545,726	1,976,580	15,736,403	2,367,115	69,144,799
2014-15	39,781,445	5,543,732	349,439	3,662,747	2,045,294	8,377,665	2,381,400	62,141,722

* A new sales/use Tax became effective January 1, 2012 changing the rate from 3.3 to 3.85

Assessed Value of Taxable Property
Last Ten Fiscal Years

Fiscal Year	Real Property	Personal Property	Public Service Property	Veteran and Homestead Exemption	Total Actual		Ratio of Total Assessed Value to Total Estimated Actual Value
					Assessed Value	Estimated Actual Value	
2006	$ 201,408,334	$ 26,324,714	$ 13,201,094	$ 10,757,246	$ 230,176,896	$ 2,092,517,236	11%
2007	216,308,965	27,831,980	12,095,233	10,654,076	245,582,102	2,232,564,564	11%
2008	233,726,705	27,869,971	12,100,868	14,043,632	259,653,912 (1)	2,360,490,127	11%
2009	244,609,641	29,359,839	12,004,561	14,504,429	271,469,612 (1)	2,467,905,563	11%
2010	252,013,094	27,856,671	13,374,321	10,453,302	278,216,075 (1)	2,529,237,045	11%
2011	258,517,927	27,728,562	13,697,571	10,398,494	284,605,074 (1)	2,587,318,855	11%
2012	259,775,001	27,954,136	13,431,063	10,164,671	285,884,862 (1)	2,598,953,291	11%
2013	263,908,805	28,917,523	11,834,175	15,286,274	289,374,229 (1)	2,630,674,809	11%
2014	267,452,466	28,135,094	11,407,389	15,250,420	291,744,529 (1)	2,652,222,991	11%
2015	272,926,268	26,469,753	11,878,425	9,320,146	296,030,326 (1)	2,691,184,782	11%

(1) New established exemption for veterans

Property Tax Rates – All Overlapping Governments
(Per $1,000 of Assessed Value)
Last Ten Fiscal Years

Fiscal Year	City Sinking Fund	MWC Schools	Rose State College	Oklahoma County	Total Midwest City Resident	Choctaw Schools	Total Midwest City Resident	OKC Schools	Total Midwest City Resident
2006	9.25	62.79	18.29	22.81	113.14	62.60	112.95	57.07	107.42
2007	8.32	64.31	17.67	22.29	112.59	63.11	111.39	56.73	105.01
2008	7.29	65.05	17.30	23.18	112.82	66.66	114.43	52.48	100.25
2009	7.24	65.83	17.40	24.79	115.26	68.50	117.93	58.43	107.86
2010	6.81	65.60	17.32	24.27	114.00	69.41	117.81	58.70	107.10
2011	6.62	64.64	17.18	24.06	112.50	70.22	118.08	62.09	109.95
2012	6.09	66.55	17.10	23.97	113.71	72.49	119.65	59.29	106.45
2013	5.78	64.98	17.02	23.87	111.65	76.19	122.86	60.39	107.06
2014	5.44	70.32	20.33	23.58	119.67	76.18	125.53	59.36	108.71
2015	5.18	71.03	19.88	23.72	119.81	76.17	124.95	59.71	108.49

Computation of Legal Debt Margin
June 30, 2015

Net assessed valuation	$296,030,326
Debt limit (a)	$29,603,033
Applicable bonds outstanding	$4,100,000
Legal debt margin	$25,503,033

(a) Article 10, Section 26 of the Constitution of the State of Oklahoma limits municipal debt to 10% of net assessed valuation for certain types of general obligation bonds.

Ratio of Annual Debt Service Expenditures for General Obligation Bonded Debt
To Total General Governmental Expenditures
Last Ten Fiscal Years

Fiscal Year	Principal	Interest (1)	Total Debt Service	Total General Governmental Expenditures	Ratio of Debt Service to Government Expenditures
2004-05	$ 1,300,000	$ 663,185	$ 1,963,185	$ 64,596,361	3.04%
2005-06	$ 1,300,000	$ 916,881	$ 2,216,881	$ 37,282,066	5.95%
2006-07	1,075,000	599,313	1,674,313	35,643,089	4.70%
2007-08	1,350,000	1,102,596	2,452,596	50,037,088	4.90%
2008-09	1,400,000	635,560	2,035,560	70,153,301	2.90%
2009-10	1,400,000	569,623	1,969,623	55,400,364	3.56%
2010-11	1,400,000	503,685	1,903,685	47,500,864	4.01%
2011-12	1,400,000	437,342	1,837,342	47,244,796	3.89%
2012-13	1,400,000	370,754	1,770,754	47,577,936	3.72%
2013-14	1,400,000	304,167	1,704,167	50,100,554	3.40%
2014-15	1,400,000	259,975	1,659,975	50,101,372	3.31%

(1) Excludes bond issuance and other costs

Ratio of Annual Debt Service Expenditures for General Obligation Bonded Debt To Assessed Value and Net General Obligation Bonded Debt Per Capita Last Ten Fiscal Years

Fiscal Year	Population	Assessed Value	Gross Bonded Debt	Less Debt Service Money Available	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
2005-06	54,088	230,176,896	16,325,000	1,480,497	14,844,503	6.45%	274
2006-07	54,088	245,582,102	15,250,000	1,961,500	13,288,500	5.41%	246
2007-08	54,088	259,653,914	13,900,000	1,683,112	12,216,888	4.71%	226
2008-09	54,088	271,469,612	12,500,000	1,513,528	10,986,472	4.05%	203
2009-10	54,088	278,216,075	11,100,000	1,500,619	9,599,381	3.45%	177
2010-11	54,371	284,605,074	9,700,000	1,504,457	8,195,543	2.88%	151
2011-12	54,371	285,884,862	8,300,000	1,551,565	6,748,435	2.36%	124
2012-13	54,371	289,374,229	6,900,000	1,428,884	5,471,116	1.89%	101
2013-14	54,371	291,744,529	5,500,000	1,373,216	4,126,784	1.41%	76
2014-15	54,371	296,030,326	4,100,000	1,364,980	2,735,020	0.92%	50

Revenue Bond and Note Coverage
Last Ten Fiscal Years

Fiscal Year	Gross Revenues	Direct Operating Expenses	Net Revenue Available for Debt Service	Maximum Annual Debt Service	Debt Service Coverage
2005-06	$ 15,148,626	$ 8,765,616	$ 6,383,010	$ 2,000,344	3.19
2006-07	11,389,730	7,378,584	4,011,146	2,000,344	2.01
2007-08	14,201,820	7,372,367	6,829,453	2,000,344	3.41
2008-09	14,535,584	8,191,452	6,344,132	2,000,344	3.17
2009-10	14,822,864	7,867,225	6,955,639	2,000,344	3.48
2010-11	15,207,582	8,004,126	7,203,456	2,000,344	3.60
2011-12	17,702,453	8,669,659	9,032,794	6,517,879	1.39
2012-13	27,258,461	9,443,537	17,814,924	6,517,879	2.73
2013-14	28,567,824	9,583,902	18,983,902	6,517,879	2.91
2014-15	28,465,993	9,581,604	17,436,401	6,517,879	2.70

Demographic Statistics

Year	Population	Population Percent Change
1950	10,166	0.00%
1960	36,058	254.69%
1970	48,212	33.71%
1980	49,559	2.79%
1990	52,267	5.46%
2000	54,088	3.48%
2010	54,371	0.50%

Population is taken from US Census conducted every 10 years.

New Construction
Last Ten Fiscal Years

	Commercial Construction		Residential Construction		
Fiscal Year	Number of Units	Value	Number of Units	Value	Total Construction
2005-06	247	$ 27,599,268	767	$ 51,587,219	$ 79,186,487
2006-07	245	49,578,946	618	33,434,637	83,013,583
2007-08	251	44,469,520	537	29,373,333	73,842,853
2008-09	264	28,032,074	504	29,169,569	57,201,643
2009-10	184	11,614,006	457	18,846,251	30,460,257
2010-11	98	14,052,174	203	23,937,338	37,989,512
2011-12	28	97,003,650	237	20,332,200	117,335,850
2012-13	27	54,561,650	120	19,020,411	73,582,061
2013-14	8	6,398,000	69	11,878,466	18,276,466
2014-15	15	6,748,210	103	16,365,722	23,113,932

Miscellaneous Statistics
June 30, 2015

Date of Incorporation	1943
Form of government	Council-manager
Square miles in city limits	28
Miles of streets	565 Lane miles
Education	
Number of primary schools	8
Number of secondary schools	3
Number of High schools	2
Number of colleges	1
Police Protection	
Number of officers	94
Fire Protection	
Number of stations	6
Number of headquarters	1
Number of personnel per shift	24
Public Works	
Water storage capacity (millions of gallons)	9.5
Miles of water lines	300.5
Miles of sanitary sewer lines	281.4

Information obtained from various departments of the City of Midwest City.

Miscellaneous Statistics, Continued
June 30, 2015

City Employees

Fiscal Year	Full Time Government	Full Time Hotel/Conference Center
2005-06	496	-
2006-07	503	-
2007-08	499	-
2008-09	499	-
2009-10	502	60
2010-11	494	62
2011-12	493	62
2012-13	491	-
2013-14	489	-
2014-15	477	-

Miscellaneous Statistics, Continued
June 30, 2015

City Water Usage (Gallons)

Fiscal Year	Annual Usage	Average Daily Usage
2005-06	2,174,375,000	5,957,192
2006-07	2,021,890,000	5,539,425
2007-08	1,863,117,000	5,104,430
2008-09	1,931,741,887	5,292,444
2009-10	1,910,755,000	5,234,945
2010-11	1,953,204,878	5,351,246
2011-12	2,025,176,197	5,548,428
2012-13	1,902,831,000	5,213,236
2013-14	1,699,549,985	4,656,301
2014-15	1,604,378,570	4,395,558

City of Midwest City, Oklahoma

Single Audit Reports
June 30, 2015

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Contents

Independent auditor's report on:	
Internal control over financial reporting and on compliance and other matters based on an audit of the financial statements performed in accordance with *Government Auditing Standards*	1-2
Compliance for each major federal program; report on internal control over compliance and report on the schedule of expenditures of federal awards required by OMB Circular A-133	3-4
Schedule of expenditures of federal awards	5
Notes to schedule of expenditures of federal awards	6
Summary schedule of prior audit findings	7
Schedule of findings and questioned costs	8-11

RSM US LLP

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*

Independent Auditor's Report

Honorable Mayor and Members of City Council
City of Midwest City, Oklahoma

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, each major fund, and the aggregate remaining fund information of the City of Midwest City, Oklahoma, (the City) as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated April 13, 2016.

Our report included an emphasis of matter referencing the restatement of beginning net position for the adoption of GASB Statement No. 68 and No. 71 and a change in correction of an error related to the presentation of the OPEB liability.

Internal Control Over Financial Reporting
In planning and performing our audit of the financial statements, we considered the City'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 the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City'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 preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify and deficiencies in internal control that we consider to be material weaknesses. We did identify certain deficiencies in internal control described in the accompanying Schedule of Findings and Questioned Costs as items 2015-001 and 2015-002 that we consider to be significant deficiencies.

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Compliance and Other Matters
As part of obtaining reasonable assurance about whether the City's financial statements are free of 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*.

City's Response to Findings
The City's response to the findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs. The City's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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 City'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 City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

RSM US LLP

Oklahoma City, Oklahoma
April 21, 2016

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Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133

Independent Auditor's Report

City Council
City of Midwest City, Oklahoma

Report on Compliance for Each Major Federal Program
We have audited the compliance of the City of Midwest City's (the City) 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's major federal programs for the year ended June 30, 2015. The City's major federal programs are identified in the summary of auditors' 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'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'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's compliance.

Opinion on Each Major Federal Program
In our opinion, the City 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 June 30, 2015.

Report on Internal Control Over Compliance
Management of the City 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'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's internal control over compliance.

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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.

We have audited the financial statements of the governmental activities, the business type activities, each major fund, and the aggregate remaining fund information of the City as of and for the year ended June 30, 2015, and the related notes to financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated April 13, 2016, which contained unmodified opinions on those financial statements. Our report included an emphasis of matter paragraph discussing restatements made during the current year audit. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 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 schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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.

RSM US LLP

Oklahoma City, Oklahoma
April 21, 2016

The City of Midwest City

Schedule of Expenditures of Federal Awards
Year Ended June 30, 2015

Federal Grantor/Pass-Through Grantor/Progam Title	CDFA Number	Pass-Through Grantor Number	Federal Expenditures
Federal Emergency Management Agency			
Passed through Oklahoma Department of Civil Emergency Management:			
Emergency Performance Grant 14	97.042	N/A	$ 3,750
Emergency Performance Grant 14 (Additional Award)	97.042	N/A	6,000
Emergency Performance Grant 15	97.042	N/A	7,500
			17,250
Hazard Mitigation Grant Program	97.039	FEMA-4109-DR-OK	200,714
May 2013 Flooding	97.036	FEMA-DR-4117-PW	11,555
2014 Logan County Wildfire FMAG Reimbursement	97.046	FMAG 5052 PW 2 & 3	5,607
			235,126
U.S. Dept. of Justice			
FY 2013 Byrne Memorial Justice Assistance Grant	16.738	2013-H4446-OK-DJ	17,274
FY 2014 Byrne Memorial Justice Assistance Grant	16.738	2014-H1984-OK-DJ	21,259
			38,533
U.S. Dept. of Homeland Security			
Passed through Oklahoma Office of Homeland Security:			
FY 2013 SHSP Local Grant	97.073	OKOHS #97.073-5900	43,105
FY 2012 SHSP Local Grant	97.073	OKOHS #97.073-5800	2,013
			45,118
U.S. Dept. of Housing and Urban Development			
Community Dev Block Grant	14.218	B-12-MC-40-0005	10,903
Community Dev Block Grant	14.218	B-13-MC-40-0005	32,714
Community Dev Block Grant	14.218	B-14-MC-40-0005	270,716
			314,333
Home Investment Partnerships Program	14.239	1452 HOME 12	70,000
			384,333
U.S Department of Transportation			
Passed through Oklahoma Highway Safety Office:			
Oklahoma Highway Safety Office	20.600	PT-15-03-13-12	27,031
Oklahoma Highway Safety Office	20.600	OP-14-03-15-11 AL14-03-07-11	11,311
			38,342
Passed through Oklahoma Dept. of Mental Health and Substance Abuse:			
2M2L Youth Alcohol Task Force Grant	20.616	OCSO 2M2L 2015-002	3,364
			41,706
U.S Department of Commerce			
PW & ED Facilities Assistance - Soldier Creek Ind Park	11.300		117,123
Total Expenditures of Federal Awards			$ 861,939

See Notes to Schedule of Expenditures of Federal Awards.

The City of Midwest City

Notes to Schedule of Expenditures of Federal Awards
Year Ended June 30, 2015

Note 1. Basis of Presentation

The purpose of the Schedule of Expenditures of Federal Awards (the Schedule) is to present a summary of the activities of the City of Midwest City (the City) which have been financed by the U.S. Government for the year ended June 30, 2015.

Because the Schedule presents only a selected portion of the activities of the City, it is not intended to and does not present the financial position, changes in fund balances, or the revenues, expenditures, and other changes of the City.

Complete Catalog of Federal Domestic Assistance (CFDA) numbers are presented for those programs for which such numbers were available. CFDA prefixes and other identifying numbers are presented for programs for which a complete CFDA is not available.

The City is also the subrecipient of federal funds that are reported as expenditures and included in the Schedule. The detailed Schedule of Federal Award Expenditures denotes funding sources for pass-through funds. Federal awards other than those indicated as pass-through are denoted as federal direct funds.

Note 2. Basis of Accounting

For purposes of the Schedule, expenditures for federal award programs are recognized on a modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in OMB A-87, wherein certain types of expenditures are not allowed or are limited as to reimbursement. Pass-through entity identifying numbers are presented where applicable.

Note 3. Subrecipients

Federal awards provided through the City to subrecipients are treated as expenditures when paid to the subrecipient. As of June 30, 2015, the City did not have any subrecipients of any federal awards.

The City of Midwest City

Summary Schedule of Prior Audit Findings
Year Ended June 30, 2015

Comment Number	Comment	Corrective Action Taken

No matters were reported.

City of Midwest City, Oklahoma

Summary Schedule of Findings and Questioned Costs
Year Ended June 30, 2015

I. Summary of Auditor's Results:

Financial Statements:

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? ____ Yes __X__ No
- Significant deficiency(ies) identified? __X__ Yes ____ None reported

Noncompliance material to financial statements noted? ____ Yes __X__ No

Federal Awards:

Internal control over major programs:

- Material weakness(es) identified? ____ Yes __X__ No
- Significant deficiency(ies) identified? ____ Yes __X__ None reported

Type of auditors' 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 __X__ No

Identification of major programs:

Federal CFDA #	Name of Federal Program
97.039	Hazard Mitigation Grant Program
11.300	Facilities Assistance Grant

* See the Schedule of Expenditures of Federal Awards for identification of CFDA numbers applicable to the major programs.

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

Auditee qualified as low-risk auditee? __X__ Yes ____ No

City of Midwest City, Oklahoma

Schedule of Findings and Questioned Costs
Year Ended June 30, 2015

I. Findings Relating to the Financial Statement Audit as Required to be Reported in Accordance with Generally Accepted *Government Auditing Standards*

(A) Internal Control

FINDING 2015-001 **Classification: Significant Deficiency**

Finding: In prior years, the City recorded the net other post-employment benefit (OPEB) obligation in the Internal Service Fund and did not properly allocate the annual OPEB cost to the contributing funds.

Criteria: The City should record its other post-employment benefits (OPEB) liability in accordance with GASB Statement No. 45 and related implementation guidance. This requires that when a government makes OPEB contributions from an Internal Service Fund and records the net OPEB obligation in the Internal Service Fund, it should allocate the annual OPEB cost and related liabilities among the contributing funds.

Condition: The City recorded the OPEB liability in the internal service fund and did not allocate the costs and related liabilities to the contributing funds. The liability was being carried in the L&H Benefits fund, an internal service fund, with no recognition of the liabilities or contributions in the participating funds.

Cause: The City did not follow applicable guidance in the preparation and presentation of its financial statements.

Effect: The City's beginning net position was restated for the opinion units and amounts below:

Governmental Activities - $6,004,721
Internal Service Funds - $8,087,659
Midwest City Municipal Authority - $1,708,660
Non-Major Proprietary Funds - $374,278

Additionally, the OPEB liability at June 30, 2015, totaling $8,370,342 and which was carried in the internal service fund was removed and allocated to the governmental activities on the government wide statement of net position ($6,346,743), the Midwest City Municipal Authority ($1,710,861), and the Non-Major Proprietary Funds ($312,738). The difference between the restatement of the net position for each opinion unit and the OPEB liability was recorded as an expense.

Recommendation: GASB Statement No. 75, *Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions,* will replace GASB Statement No. 45 and will be effective in FY 2008. We recommend that the City develop an action plan to implement Statement No. 75 when it becomes effective.

Management Response and Corrective Action Plan:
On prior years audited financial statements, OPEB (Other Post-Employment Benefits) liability has always been reported in an internal service fund. That presentation was due to a misunderstanding related to the application of GAAP as it currently pertains to the recognition of the net OPEB obligation. The City, after consultation with the GASB (Governmental Accounting Standards Board), elected to alter its presentation to a manner that more effectively describes the substance of the transaction.

FINDING 2015-002 **Classification – Significant Deficiency**

Finding: In prior years, the City did not properly capitalize interest costs for construction in progress. Additionally, the City did not properly review construction in progress accounts with the project managers and several projects that were already in service were not transferred to complete capital assets and depreciated.

Criteria: The City should capitalize interest costs on allowable projects in accordance with GASB Statement No. 62 *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. Additionally, the City did not capitalize projects completed within constructing in progress in previous periods even though the assets had been placed in service.

Condition: The City was not performing a proper capitalization of interest expense for proprietary funds. Per GASB Statement No. 62 *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, assets that are constructed or otherwise produced for a government's own use should capitalize interest costs for that project during the acquisition period. Thus, the cost of capital assets could be understated by the amount of capitalized interest not recorded.

In addition, the City was not performing an assessment of ongoing construction projects to determine if portions of those projects had been completed and placed in service. As a result, the City could have a misclassification between capital assets being depreciated and capital assets not being depreciated, and depreciation expense could be understated.

Cause: The City did not review its construction in progress accounts during the year for any potential capitalized interest and did not transfer completed projects from construction-in-progress to the respective capital assets categories for several periods.

Effect: The construction in progress in the capital asset grouping in the financial statements were understated by $444,052 in the Midwest City Municipal Authority. Interest expense was overstated for $338,274. Depreciation expense was understated in the current year by $1,110,099. Beginning net position for the Midwest City Municipal Authority was understated by $1,215,877. A passed adjusting journal entry was recorded for this error.

Recommendation: We recommend that the City review its construction in progress for any completed projects at year end and apply the guidance from GASB Statement No. 62 *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements* to determine the amount of interest that should be capitalized at year end and/or at the project's completion.

Management Response and Corrective Action Plan:

On prior years audited financial statements, the revenue bond interest has always been expensed instead of capitalization. The inclusion of a debt service fund into the municipal authority opinion unit triggered the discussion of capitalized interest. Although the total effect is not material on the City's net position and no restatement was required, the City elects to adhere to GASB Statement 62 and will review interest capitalization for proprietary funds.

The City does review the CIP (Construction In Progress) list each fiscal year for projects that need to be placed in service. The City was operating under the interpretation that the project would be capitalized at the time of completion and acceptance by council. The City will review its capitalization policy according to GAAP regarding the timing of capitalization.

(B) Compliance Findings

No matters were reported.

II. Findings Required to be Reported in Accordance with OMB Circular A-133

(A) Internal Control

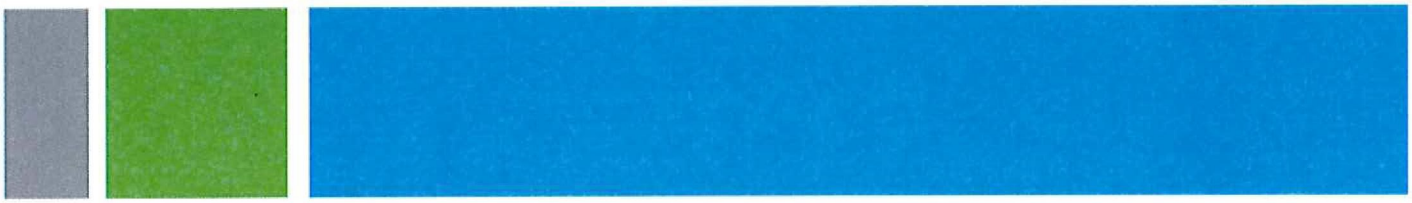
No matters were reported.

(B) Compliance Findings

No matters were reported

City of Midwest City, Oklahoma

Report to the City Council
April 21, 2016



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April 21, 2016

City Council and Management
City of Midwest City, Oklahoma

We are pleased to present this report related to our audit of the basic financial statements of the City of Midwest City (the City) for the year ended June 30, 2015. This report summarizes certain matters required by professional standards to be communicated to you in your oversight responsibility for the City's financial reporting process.

This report is intended solely for the information and use of the City Council and management and is not intended to be, and should not be, used by anyone other than these specified parties. It will be our pleasure to respond to any questions you have about this report. We appreciate the opportunity to continue to be of service to the City of Midwest City.

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Contents

Required Communications	1-3
Summary of Significant Accounting Estimates	4-5
Summary of Recorded Audit Adjustments	6-7
Summary of Uncorrected Misstatements	8
Exhibit A—Significant Written Communications Between Our Firm and the City	
Representation Letter	

Required Communications

Generally accepted auditing standards (AU-C 260, *The Auditor's Communication With Those Charged With Governance)* require the auditor to promote effective two-way communication between the auditor and those charged with governance. Consistent with this requirement, the following summarizes our responsibilities regarding the basic financial statement audit as well as observations arising from our audit that are significant and relevant to your responsibility to oversee the financial reporting process.

Area	Comments
Our Responsibilities With Regard to the Financial Statement Audit	Our responsibilities under auditing standards generally accepted in the United States of America and *Government Auditing Standards*, issued by the Comptroller General of the United States, have been described to you in our arrangement letter dated July 1, 2015. Our audit of the financial statements does not relieve management or those charged with governance of their responsibilities which are also described in that letter.
Overview of the Planned Scope and Timing of the Financial Statement Audit	We have issued a separate communication regarding the planned scope and timing of our audit and have discussed with you our identification of and planned audit response to significant risks of material misstatement.
Accounting Policies and Practices	**Preferability of Accounting Policies and Practices** Under generally accepted accounting principles, in certain circumstances, management may select among alternative accounting practices. In our view, in such circumstances, management has selected the preferable accounting practice. **Adoption of, or Change in, Accounting Policies** Management has the ultimate responsibility for the appropriateness of the accounting policies used by the Organization. Following is a description of significant accounting policies or their application that were either initially selected or changed during the year. *GASB Statement No. 68, Accounting and Financial reporting for Pensions and GASB No. 71, Pension Transaction for Contributions Made Subsequent to the Measurement Date.* The adoption of these statements requires the City recognize their long-term benefit (obligation) related to Defined Benefit Pension Plans and enhances the accountability and transparency through additional reporting disclosures. As described in Note 7, the financial statements were restated to record a net pension liability and a deferred outflow related to contributions made after the measurement date of the governmental activities due to the implementation of GASB Nos. 68 and 71. In addition, the required disclosure changes and RSI schedules were included in the financial statements. The beginning net position was restated to reflect this implementation. The beginning net position of Governmental Type Activities was restated to show a reduction of $31,831,977.

Area	Comments
Accounting Policies and Practices (Continued)	**Significant or Unusual Transactions** We did not identify any significant or unusual transactions or significant accounting policies in controversial or emerging areas for which there is a lack of authoritative guidance or consensus. **Restatement of Previously Issued Financial Statements** During the year ended June 30, 2015, management determined that the net other post-employment benefits obligation should be allocated and recorded in the applicable funds in order to comply with the applicable guidance from GASB. The net position of several proprietary funds and at the government-wide level were restated in order to comply with the applicable GASB guidance. Under GAAP, the finding is considered an error. The impact on the net position of the financial statements for the related opinion units has been disclosed in the financial statements. We added an emphasis of matter to our audit opinion to point to this disclosure. The emphasis of matter does not modify our opinion on the financial statements. **Management's Judgments and Accounting Estimates** Summary information about the process used by management in formulating particularly sensitive accounting estimates and about our conclusions regarding the reasonableness of those estimates is in the attached Summary of Significant Accounting Estimates.
Audit Adjustments	Audit adjustments proposed by us and recorded by The City of Midwest City are shown in the attached Summary of Recorded Audit Adjustments.
Uncorrected Misstatements	Uncorrected misstatements are summarized in the attached Summary of Uncorrected Misstatements.
Disagreements With Management	We encountered no disagreements with management over the application of significant accounting principles, the basis for management's judgments on any significant matters, the scope of the audit, or significant disclosures to be included in the basic financial statements.
Consultations With Other Accountants	Except for consulting services provided by Crawford & Associates, we are not aware of any consultations management had with other accountants about accounting or auditing matters.
Significant Issues Discussed With Management	No significant issues arising from the audit were discussed with or were the subject of correspondence with management.
Significant Difficulties Encountered in Performing the Audit	We did not encounter any significant difficulties in dealing with management during the audit.

Area	Comments
Letter(s) Communicating Significant Deficiencies and Material Weaknesses in Internal Control over Financial Reporting	We have separately communicated the significant deficiency in internal control over financial reporting as required by *Government Auditing Standards* and *OMB Circular A-133*. This communication is included in the schedule of findings and questioned costs within the compliance section of the City's financial and compliance report for the year ended June 30, 2015.
Significant Written Communications Between Management and Our Firm	Copies of material written communications between our firm and the management of the City, including the representation letter provided to us by management, are attached as Exhibit A.

The City of Midwest City
Summary of Significant Accounting Estimates
Year Ended June 30, 2015

Accounting estimates are an integral part of the preparation of financial statements and are based upon management's current judgment. The process used by management encompasses their knowledge and experience about past and current events and certain assumptions about future events. You may wish to monitor throughout the year the process used to determine and record these accounting estimates. The following describes the significant accounting estimates reflected in the City's June 30, 2015, basic financial statements.

Estimate	Accounting Policy	Management's Estimation Process	Basis for Our Conclusions on Reasonableness of Estimate
Net Pension Liability (NPL) Assumptions	The City relies on the Oklahoma Firefighters Pension and Retirement Plan and the Oklahoma Police Pension and Retirement System defined benefit plan actuaries to determine the City's proportionate share of the net pension liability and its components, based on the percentage of contributions to the plan compared to other participating employers. Any net difference between the total pension liability and fiduciary net position (net pension liability) are recorded as a net pension asset or liability in the financial statements of the City. In addition, deferred inflows and outflows resulting from differences in projected versus actual earnings, differences in actual versus expected experience, and changes in actuarial assumptions are calculated and recognized as pension expense.	Management of the City relies on Oklahoma Firefighters Pension and Retirement Plan and the Oklahoma Police Pension and Retirement System actuaries to determine the City's net pension liability and pension expense. Management records the City's proportionate share and reviews the assumptions for reasonableness.	We tested the payroll information submitted to the Plans, obtained the actuarial report and audited pension allocation schedules. We had an internal actuarial specialist review the significant assumptions and conclusions used by the Plans. We concluded that the process used by management and the estimates are reasonable.

Estimate	Accounting Policy	Management's Estimation Process	Basis for Our Conclusions on Reasonableness of Estimate
Depreciable Life of Capital Assets	The depreciable life of capital assets is set at the estimated useful life of the related asset.	The determination is made at the time the asset is placed into service and involves various judgments and assumptions, including the estimated useful life and prior experience.	We scanned the estimated useful lives assigned to current year additions by management. We believe the estimates and the process used by management are reasonable.
Other Postemployment Benefit Plan Assumptions	Liabilities are reported in the government-wide and proprietary fund financial statements for the difference between annually required contributions and the actual contributions made by the City.	The City relies on the actuarial computed Net Other Postemployment Benefit Obligation based on data provided by the City of Midwest City turnover, retirement age, wages and mortality. These factors and the estimated discount rate of return are based upon historical and general market data. Management reviews the actuarial assumptions and results.	We analyzed the City's methodology, obtained actuarial calculation reports and concluded that the estimates are reasonable.
Allowance for Doubtful Accounts related to Account Receivable (Utility Billings and Court Fines)	Accounts receivable balances must be recorded at their collectable balance. Any receivables that may be uncollectable should have an allowance for doubtful accounts recorded against the receivable balance.	The City calculates the allowance by reviewing historical collections for each type of accounts receivable and booking an allowance related to the accounts receivable based on that collection percentage.	We recalculated management's estimate of the allowance based on an independently formed expectation. Additionally, we performed a look-back at the amounts recorded in the allowance in the prior year and compared those amounts to the actual collection experience for the accounts receivable outstanding in the prior year. Based on the testing performed, the estimates appeared reasonable.

The City of Midwest City
Summary of Recorded Audit Adjustments
Year Ended June 30, 2015

Governmental Activities

	Effect—Debit (Credit)				
Description	Assets	Liabilities	Net Position	Revenue	Expense
Entry to record allocation of OPEB liability and contributions at the fund level	$ -	$ (6,346,746)	$ 6,004,721	$ -	$ 342,022

Business Type Activities

	Effect—Debit (Credit)				
Description	Assets	Liabilities	Net Position	Revenue	Expense
Entry to record allocation of OPEB liability and contributions at the fund level	$ -	$ (2,023,599)	$ 2,082,938	$ -	$ (59,339)

Midwest City Municipal Authority

	Effect—Debit (Credit)				
Description	Assets	Liabilities	Net Position	Revenue	Expense
Entry to record allocation of OPEB liability and contributions at the fund level	$ -	$ (1,710,861)	$ 1,708,660	$ -	$ 2,201

Non-major Proprietary Funds

Description	Effect—Debit (Credit)				
	Assets	Liabilities	Net Position	Revenue	Expense
Entry to record allocation of OPEB liability and contributions at the fund level	$ -	$ (312,738)	$ 374,278	$ -	$ (61,540)

Internal Service Funds

Description	Effect—Debit (Credit)				
	Assets	Liabilities	Net Position	Revenue	Expense
Entry to record allocation of OPEB liability and contributions at the fund level	$ -	$ 8,370,342	$ (8,087,659)	$ -	$ (282,683)

The City of Midwest City
Summary of Uncorrected Misstatements
Year Ended June 30, 2015

During the course of our audit, we accumulated uncorrected misstatements that were determined by management to be immaterial, both individually and in the aggregate, to the financial position, results of operations, and cash flows and to the related basic financial statement disclosures. Following is a summary of those differences.

Opinion Unit: Governmental Activities

	Effect - Debit (Credit)				
Description	Assets	Liabilities	Net Position	Revenue	Expense
Non-reversed opening equity misstatements	$ -	$ -	$ -	$ -	$ -
Factual Misstatement: To properly remove FY 14 grant revenue from FY 15 GL. (1)		-	(10,178)	10,178	-
Factual Misstatement: To correct duplicated revenue accrual. (1)	(15,500)	-	-	15,500	-
Projected Misstatement: To record unrecorded liabilities noted in the search for unrecorded liabilities. (1)	-	(29,383)	-	-	29,383
Factual Misstatement: To properly state municipal court fine A/R as of year end. (1)	(21,571)	-	-	21,571	-
Factual Misstatement: To record land at fair value that is being held as an investment. (2)	127,370	-	-	(127,370)	-
Factual Misstatement: To record adjustment to asset 20197-1 that was added to Capital Improvement Fund capital assets related to ODOT project.	23,834	-	-	(21,135)	(2,699)
	$ 114,133	$ (29,383)	(10,178)	$ (101,256)	$ 26,684
Current year effect on net position			(74,572)		
Total			$ (84,750)		

(1) General Fund Opinion Unit: Total current year effect is $76,632. The net effect on ending Fund Balance is $66,454.
(2) Midwest City Hospital Authority Opinion Unit - Total current year effect is $(127,370). The net effect on ending Fund Balance is $(127,370).

Opinion Unit: Business Type Activities

	Effect - Debit (Credit)				
Description	Assets	Liabilities	Net Position	Revenue	Expense
Non-reversed opening equity misstatements	$ -	$ -	$ -	$ -	$ -
Factual Misstatement: To record capitalized interest on various capital projects and to depreciate on assets that were not transferred from CIP to infrastructure.(3)	444,052	-	(1,215,877)	-	771,825
	$ 444,052	$ -	(1,215,877)	$ -	$ 771,825
Current year effect on net position			771,825		
Total			$ (444,052)		

(3) Midwest City Municipal Authority Opinion Unit - Total current year effect is $771,825. The net effect on ending net position is $(444,052).

Exhibit A—Significant Written Communications Between Management and Our Firm

THE CITY OF MIDWEST CITY

April 21, 2016

RSM US LLP
531 Couch Drive, Suite 200
Oklahoma City, Oklahoma 73102

This representation letter is provided in connection with your audit of the basic financial statements of the City of Midwest City, Oklahoma (the "City") as of and for the year ended June 30, 2015 for the purpose of expressing an opinion on whether the financial statements are presented fairly, in all material respects in accordance with accounting principles generally accepted in the United States (U.S. GAAP).

We confirm, to the best of our knowledge and belief, as of April 21, 2016:

Financial Statements

1. We have fulfilled our responsibilities, as set out in the terms of the audit arrangement letter dated July 1, 2015, for the preparation and fair presentation of the financial statements referred to above in accordance with U.S. GAAP.
2. We acknowledge our responsibility for 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.
3. We acknowledge our responsibility for the design, implementation, and maintenance of internal control to prevent and detect fraud.
4. Significant assumptions used by us in making accounting estimates, including those measured at fair value, are reasonable and reflect our judgment based on our knowledge and experience about past and current events and our assumptions about conditions we expect to exist and courses of action we expect to take.
5. Related party transactions and interfund transactions, including interfund accounts and advances receivable and payable, sale and purchase transactions, interfund transfers, long-term loans, leasing arrangements and guarantees, have been recorded in accordance with the economic substance of the transaction and appropriately accounted for and disclosed in accordance with the requirements of U.S. GAAP.
6. We are not aware of any events that have occurred subsequent to the date of the financial statements for which U.S. GAAP requires adjustment or disclosure.
7. We are not aware of any actual or possible litigation and claims required to be accounted for and disclosed in accordance with U.S. GAAP.
8. There are no unasserted claims or assessments that our lawyer has advised us are probable of assertion and must be disclosed in accordance with Statement of Financial Accounting Standards No.5 and/or GASB Statement No.10.
9. We have no direct or indirect, legal or moral obligation for any debt of any organization, public or private, or to special assessment bond.

100 N MIDWEST BLVD • MIDWEST CITY, OK 73110 • (405) 739-1245 • (405) 739-1247 FAX

Opinion Unit: Governmental Activities

Description	Effect - Debit (Credit) Assets	Liabilities	Net Position	Revenue	Expense
Non-reversed opening equity misstatements	$ -	$ -	$ -	$ -	$ -
Factual Misstatement: To properly remove FY 14 grant revenue from FY 15 GL. (1)		-	(10,178)	10,178	-
Factual Misstatement: To correct duplicated revenue accrual. (1)	(15,500)	-	-	15,500	-
Projected Misstatement: To record unrecorded liabilities noted in the search for unrecorded liabilities. (1)	-	(29,383)	-	-	29,383
Factual Misstatement: To properly state municipal court fine A/R as of year end. (1)	(21,571)	-	-	21,571	-
Factual Misstatement: To record land at fair value that is being held as an investment. (2)	127,370	-	-	(127,370)	-
Factual Misstatement: To record adjustment to asset 20197-1 that was added to Capital Improvement Fund capital assets for overstatement of contributed capital on ODOT project.	23,834	-	-	(21,135)	(2,699)
	$ 114,133	$ (29,383)	(10,178)	$ (101,256)	$ 26,684
Current year effect on net position			(74,572)		
Total			$ (84,750)		

(1) General Fund Opinion Unit: Total current year effect is $76,632. The net effect on ending Fund Balance is $66,454.
(2) Midwest City Hospital Authority Opinion Unit - Total current year effect is $(127,370). The net effect on ending Fund Balance is $(127,370).

Opinion Unit: Business Type Activities

Description	Effect - Debit (Credit) Assets	Liabilities	Net Position	Revenue	Expense
Non-reversed opening equity misstatements	$ -	$ -	$ -	$ -	$ -
Factual Misstatement: To record capitalized interest on various capital projects and to depreciate on assets that were not transferred from CIP to infrastructure.(3)	444,052	-	(1,215,877)	-	771,825
	$ 444,052	$ -	(1,215,877)	$ -	$ 771,825
Current year effect on net position			771,825		
Total			$ (444,052)		

(3) Midwest City Municipal Authority Opinion Unit - Total current year effect is $771,825. The net effect on ending net position is $(444,052).

18. We agree with the restatements of the beginning net position of the financial statements discussed in Note 7.

    a. The restatement of $31,831,977 in pension liability was the result of implementation of GASB Pension Statement 68 & 71. This restatement related to the state pension defined benefit plan for police and fire.

    b. The restatement for the OPEB (Other Post-Employment Benefits) liability was the correction of an error in the 2014 financial statements.

    c. We were not aware of the error when those financial statements were issued. The error was the result of a misunderstanding related to the application of GAAP as it currently pertains to the recognition of the net OPEB obligation. The City, after consultation with the GASB (Governmental Accounting Standards Board), elected to alter its presentation to a manner that more effectively describes the substance of the transaction.

    d. We are not aware of any other errors in the 2014 financial statements.

Opinion Unit: Business Type Activities

Description	Effect - Debit (Credit) Assets	Liabilities	Net Position	Revenue	Expense
Non-reversed opening equity misstatements	$ -	$ -	$ -	$ -	$ -
Factual Misstatement: To record capitalized interest on various capital projects and to depreciate on assets that were not transferred from CIP to Infrastructure.(3)	444,052	-	(1,215,877)	-	771,825
	$ 444,052	$ -	(1,215,877)	$ -	$ 771,825
Current year effect on net position			771,825		
Total			$ (444,052)		

(3) Midwest City Municipal Authority Opinion Unit - Total current year effect is $771,825. The net effect on ending net position is $(444,052).

18. We agree with the restatements of the beginning net position of the financial statements discussed in Note 7.
    a. The restatement of $31,831,977 in pension liability was the result of implementation of GASB Pension Statement 68 & 71. This restatement related to the state pension defined benefit plan for police and fire.
    b. The restatement for the OPEB (Other Post-Employment Benefits) liability was the correction of an error in the 2014 financial statements.
    c. We were not aware of the error when those financial statements were issued. The error was the result of a misunderstanding related to the application of GAAP as it currently pertains to the recognition of the net OPEB obligation. The City, after consultation with the GASB (Governmental Accounting Standards Board), elected to alter its presentation to a manner that more effectively describes the substance of the transaction.
    d. We are not aware of any other errors in the 2014 financial statements.
    e. We do not believe it is necessary to recall the June 30, 2014 financial statements and all users of those financial statements will receive a copy of the current year's financial statements and independent auditors' report.

Information Provided

19. We have provided you with:
    a. Access to all information, of which we are aware that is relevant to the preparation and fair presentation of the financial statements such as records, documentation, and other matters;
    b. Additional information that you have requested from us for the purpose of the audit;
    c. Unrestricted access to persons within the City from whom you determined it necessary to obtain audit evidence.
    d. Minutes of the meetings of the governing boards and committees, or summaries of actions of recent meetings for which minutes have not yet been prepared.
20. All transactions have been recorded in the accounting records and are reflected in the financial statements.
21. We acknowledge our responsibility for the design and implementation of programs and controls to provide reasonable assurance that fraud is prevented and detected.
22. We are not aware of any information regarding allegations of fraud or suspected fraud, affecting the City's financial statements involving:
    a. Management.
    b. Employees who have significant roles in the internal control.
    c. Others where the fraud could have a material effect on the financial statements.

23. We have no knowledge of any allegations of fraud or suspected fraud affecting the City's financial statements received in communications from employees, former employees, analysts, regulators, or others.

24. We have no knowledge of noncompliance or suspected noncompliance with laws and regulations whose effects were considered when preparing financial statements.

25. We have disclosed to you all known actual or possible litigation and claims whose effects should be considered when preparing the financial statements.

26. We have disclosed to you there are no known related parties. Therefore, there are no known transactions with related parties that require disclosure in the City's financial statements.

27. We have informed you that the City has no knowledge of any significant deficiencies, in the design or operation of internal controls that could adversely affect the City's ability to record, process, summarize and report financial data, other than the OPEB allocation and capitalization of interest cost on allowable projects in which you have reported to us and the City has responded in your report on internal control and compliance.

28. We are aware of no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices.

29. During the course of your audit, you may have accumulated records containing data which should be reflected in our books and records. All such data have been so reflected. Accordingly, copies of such records in your possession are no longer needed by us.

30. We have not completed the process of evaluating the effect that will result from adopting the guidance in Governmental Accounting Standards Board (GASB) Statements No. 72-82, as discussed in Note 13. The City is therefore unable to disclose the effect that adopting the guidance in GASB Statements No. 72-82 may have on its financial position and the results of operations when such guidance is adopted.

Supplementary Information

31. With respect to supplementary information presented in relation to the financial statements as a whole:

    a. We acknowledge our responsibility for the presentation of such information.

    b. We believe such information, including its form and content, is fairly presented in accordance with accounting principles generally accepted in the United States of America.

    c. The methods of measurement have not changed from the prior period, but the presentation has changed from those used in the prior period due to change in the presentation for the other post-employment benefits in the internal service funds.

    d. Underlying significant assumptions or interpretations regarding the measurement or presentation of such information are disclosed in the financial statements.

    e. When supplementary information is not presented with the audited financial statements, we will make the audited financial statements readily available to the intended users of the supplementary information no later than the date of issuance of the supplementary information and the auditor's report thereon.

32. With respect to the required supplementary information presented as required by the Governmental Accounting Standards Board to supplement the basic financial statements:

    a. We acknowledge our responsibility for the presentation of such required supplementary information.

    b. We believe such required supplementary information is measured and presented in accordance with guidelines prescribed by accounting principles generally accepted in the United States of America and/or budgetary accounting principles as described in the financial statements.

    c. The methods of measurement or presentation have changed from those used in the prior period due to the implementation of GASB 68 and GASB 71.

d. Underlying significant assumptions or interpretations regarding the measurement or presentation of such information are disclosed in the financial statements.

e. When required supplementary information is not presented with the audited financial statements, we will make the audited financial statements readily available to the intended users of the required supplementary information no later than the date of issuance of the required supplementary information and the auditor's report thereon.

Compliance Considerations

1. In connection with your audit, conducted in accordance with *Government Auditing Standards*, we confirm that the City:

   a. Is responsible for the preparation and fair presentation of the financial statements in accordance with the applicable financial reporting framework.

   b. Is responsible for compliance with the laws, regulations, and provisions of contracts and grant agreements applicable to the auditee.

   c. Is not aware of any instances that have occurred, or are likely to have occurred, of fraud and noncompliance with provisions of laws and regulations that have a material effect on the financial statements or other financial data significant to the audit objectives, and any other instances that warrant the attention of those charged with governance.

   d. Is not aware of any instances that have occurred, or are likely to have occurred, of noncompliance with provisions of contracts and grant agreements that have a material effect on the determination of financial statement amounts.

   e. Is not aware of any instances that have occurred, or are likely to have occurred, of abuse that could be quantitatively or qualitatively material to the financial statements.

   f. Is responsible for 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.

   g. Acknowledges its responsibility for the design, implementation and maintenance of internal controls to prevent and detect fraud.

   h. Has a process to track the status of audit findings and recommendations.

   i. Has identified for the auditor, previous audits, attestation engagements and other studies related to the audit objectives and whether related recommendations have been implemented.

   j. Has provided views on the auditor's reported findings, conclusions and recommendations, as well as management's planned corrective actions, for the report.

2. In connection with your audit of federal awards conducted in accordance with OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, we confirm:

   a. Management is responsible for complying, and has complied, with the requirements of Circular A-133.

   b. Management is responsible for understanding and complying with the requirements of laws, regulations, and the provisions of contracts and grant agreements related to each of its federal programs.

   c. Management is responsible for establishing and maintaining, and has established and maintained, effective internal control over compliance for federal programs that provides reasonable assurance that the auditee is managing federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on its federal programs.

   d. Management has prepared the schedule of expenditures of federal awards in accordance with OMB Circular A-133 and has included expenditures made during the period being audited for all awards

provided by federal agencies in the form of grants, federal cost reimbursement contracts, loans, loan guarantees, property (including donated surplus property), interest subsidies, insurance, direct appropriations and other assistance.

e. Management has identified and disclosed all of its government programs and related activities subject to the OMB Circular A-133 compliance audit.

f. Management has identified and disclosed to the auditor the requirements of laws, regulations, and the provisions of contracts and grant agreements that are considered to have a direct and material effect on each major program.

g. Management has made available all federal awards (including amendments, if any) and any other correspondence relevant to federal programs and related activities that have taken place with federal agencies or pass-through entities.

h. Management is not aware of any questioned costs or any known noncompliance with the direct and material compliance requirements of federal awards.

i. Management believes that the auditee has complied with the direct and material compliance requirements.

j. Management has made available all documentation related to compliance with the direct and material compliance requirements, including information related to federal program financial reports and claims for advances and reimbursements.

k. Management has provided to the auditor its interpretations of any compliance requirements that are subject to varying interpretations.

l. Management is not aware of any communications from grantors and pass-through entities concerning possible noncompliance with the direct and material compliance requirements, including communications received from the end of the period covered by the compliance audit to the date of the auditor's report.

m. Management has disclosed to the auditor the findings received and related corrective actions taken for previous audits, attestation engagements, and internal or external monitoring that directly relate to the objectives of the compliance audit, including findings received and corrective actions taken from the end of the period covered by the compliance audit to the date of the auditor's report.

n. Management is unware of any noncompliance actions related to the compliance audit.

o. Management has provided the auditor with all information on the status of the follow-up on prior audit findings by federal awarding agencies and pass-through entities, including all management decisions.

p. Management has disclosed whether any changes in internal control over compliance or other factors that might significantly affect internal control, have occurred subsequent to the period covered by the auditor's report.

q. Federal program financial reports and claims for advances and reimbursements are supported by the books and records from which the basic financial statements have been prepared.

r. The copies of federal program financial reports provided to the auditor are true copies of the reports submitted, or electronically transmitted, to the federal agency or pass-through entity, as applicable.

s. Management has charged costs to federal awards in accordance with applicable cost principles and OMB Circular A-133.

t. Management is responsible for, and has accurately prepared, the summary schedule of prior audit findings to include all findings required to be included by OMB Circular A-133.

u. The reporting package does not contain protected personally identifiable information.

v. Management has accurately completed the appropriate sections of the data collection form.

City of Midwest City, Oklahoma

J. Guy Henson
City Manager

Tim Lyon
Assistant City Manager

Judy Siemens
Finance Director

Frank Chen
Deputy Finance Director

Terri Craft
Grants Manager

RSM

City of Midwest City, Oklahoma

Report to the City Council
April 21, 2016

THE POWER OF BEING UNDERSTOOD
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Contents

Required Communications	1-3
Summary of Significant Accounting Estimates	4-5
Summary of Recorded Audit Adjustments	6-7
Summary of Uncorrected Misstatements	8
Exhibit A—Significant Written Communications Between Our Firm and the City	
Representation Letter	

Area	Comments
Accounting Policies and Practices (Continued)	**Significant or Unusual Transactions** We did not identify any significant or unusual transactions or significant accounting policies in controversial or emerging areas for which there is a lack of authoritative guidance or consensus. **Restatement of Previously Issued Financial Statements** During the year ended June 30, 2015, management determined that the net other post-employment benefits obligation should be allocated and recorded in the applicable funds in order to comply with the applicable guidance from GASB. The net position of several proprietary funds and at the government-wide level were restated in order to comply with the applicable GASB guidance. Under GAAP, the finding is considered an error. The impact on the net position of the financial statements for the related opinion units has been disclosed in the financial statements. We added an emphasis of matter to our audit opinion to point to this disclosure. The emphasis of matter does not modify our opinion on the financial statements. **Management's Judgments and Accounting Estimates** Summary information about the process used by management in formulating particularly sensitive accounting estimates and about our conclusions regarding the reasonableness of those estimates is in the attached Summary of Significant Accounting Estimates.
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Uncorrected Misstatements	Uncorrected misstatements are summarized in the attached Summary of Uncorrected Misstatements.
Disagreements With Management	We encountered no disagreements with management over the application of significant accounting principles, the basis for management's judgments on any significant matters, the scope of the audit, or significant disclosures to be included in the basic financial statements.
Consultations With Other Accountants	Except for consulting services provided by Crawford & Associates, we are not aware of any consultations management had with other accountants about accounting or auditing matters.
Significant Issues Discussed With Management	No significant issues arising from the audit were discussed with or were the subject of correspondence with management.
Significant Difficulties Encountered in Performing the Audit	We did not encounter any significant difficulties in dealing with management during the audit.

The City of Midwest City
Summary of Significant Accounting Estimates
Year Ended June 30, 2015

Accounting estimates are an integral part of the preparation of financial statements and are based upon management's current judgment. The process used by management encompasses their knowledge and experience about past and current events and certain assumptions about future events. You may wish to monitor throughout the year the process used to determine and record these accounting estimates. The following describes the significant accounting estimates reflected in the City's June 30, 2015, basic financial statements.

Estimate	Accounting Policy	Management's Estimation Process	Basis for Our Conclusions on Reasonableness of Estimate
Net Pension Liability (NPL) Assumptions	The City relies on the Oklahoma Firefighters Pension and Retirement Plan and the Oklahoma Police Pension and Retirement System defined benefit plan actuaries to determine the City's proportionate share of the net pension liability and its components, based on the percentage of contributions to the plan compared to other participating employers. Any net difference between the total pension liability and fiduciary net position (net pension liability) are recorded as a net pension asset or liability in the financial statements of the City. In addition, deferred inflows and outflows resulting from differences in projected versus actual earnings, differences in actual versus expected experience, and changes in actuarial assumptions are calculated and recognized as pension expense.	Management of the City relies on Oklahoma Firefighters Pension and Retirement Plan and the Oklahoma Police Pension and Retirement System actuaries to determine the City's net pension liability and pension expense. Management records the City's proportionate share and reviews the assumptions for reasonableness.	We tested the payroll information submitted to the Plans, obtained the actuarial report and audited pension allocation schedules. We had an internal actuarial specialist review the significant assumptions and conclusions used by the Plans. We concluded that the process used by management and the estimates are reasonable.

The City of Midwest City
Summary of Recorded Audit Adjustments
Year Ended June 30, 2015

Governmental Activities

	Effect—Debit (Credit)				
Description	Assets	Liabilities	Net Position	Revenue	Expense
Entry to record allocation of OPEB liability and contributions at the fund level	$ -	$ (6,346,746)	$ 6,004,721	$ -	$ 342,022

Business Type Activities

	Effect—Debit (Credit)				
Description	Assets	Liabilities	Net Position	Revenue	Expense
Entry to record allocation of OPEB liability and contributions at the fund level	$ -	$ (2,023,599)	$ 2,082,938	$ -	$ (59,339)

Midwest City Municipal Authority

	Effect—Debit (Credit)				
Description	Assets	Liabilities	Net Position	Revenue	Expense
Entry to record allocation of OPEB liability and contributions at the fund level	$ -	$ (1,710,861)	$ 1,708,660	$ -	$ 2,201

The City of Midwest City
Summary of Uncorrected Misstatements
Year Ended June 30, 2015

During the course of our audit, we accumulated uncorrected misstatements that were determined by management to be immaterial, both individually and in the aggregate, to the financial position, results of operations, and cash flows and to the related basic financial statement disclosures. Following is a summary of those differences.

Opinion Unit: Governmental Activities

	Effect - Debit (Credit)				
Description	Assets	Liabilities	Net Position	Revenue	Expense
Non-reversed opening equity misstatements	$ -	$ -	$ -	$ -	$ -
Factual Misstatement: To properly remove FY 14 grant revenue from FY 15 GL. (1)		-	(10,178)	10,178	-
Factual Misstatement: To correct duplicated revenue accrual. (1)	(15,500)	-	-	15,500	-
Projected Misstatement: To record unrecorded liabilities noted in the search for unrecorded liabilities. (1)	-	(29,383)	-	-	29,383
Factual Misstatement: To properly state municipal court fine A/R as of year end. (1)	(21,571)	-	-	21,571	-
Factual Misstatement: To record land at fair value that is being held as an investment. (2)	127,370	-	-	(127,370)	-
Factual Misstatement: To record adjustment to asset 20197-1 that was added to Capital Improvement Fund capital assets related to ODOT project.	23,834	-	-	(21,135)	(2,699)
	$ 114,133	$ (29,383)	(10,178)	$ (101,256)	$ 26,684
Current year effect on net position			(74,572)		
Total			$ (84,750)		

(1) General Fund Opinion Unit: Total current year effect is $76,632. The net effect on ending Fund Balance is $66,454.
(2) Midwest City Hospital Authority Opinion Unit - Total current year effect is $(127,370). The net effect on ending Fund Balance is $(127,370).

Opinion Unit: Business Type Activities

	Effect - Debit (Credit)				
Description	Assets	Liabilities	Net Position	Revenue	Expense
Non-reversed opening equity misstatements	$ -	$ -	$ -	$ -	$ -
Factual Misstatement: To record capitalized interest on various capital projects and to depreciate on assets that were not transferred from CIP to infrastructure.(3)	444,052	-	(1,215,877)	-	771,825
	$ 444,052	$ -	(1,215,877)	$ -	$ 771,825
Current year effect on net position			771,825		
Total			$ (444,052)		

(3) Midwest City Municipal Authority Opinion Unit - Total current year effect is $771,825. The net effect on ending net position is $(444,052).

THE CITY OF
MIDWEST CITY

April 21, 2016

RSM US LLP
531 Couch Drive, Suite 200
Oklahoma City, Oklahoma 73102

This representation letter is provided in connection with your audit of the basic financial statements of the City of Midwest City, Oklahoma (the "City") as of and for the year ended June 30, 2015 for the purpose of expressing an opinion on whether the financial statements are presented fairly, in all material respects in accordance with accounting principles generally accepted in the United States (U.S. GAAP).

We confirm, to the best of our knowledge and belief, as of April 21, 2016:

Financial Statements

1. We have fulfilled our responsibilities, as set out in the terms of the audit arrangement letter dated July 1, 2015, for the preparation and fair presentation of the financial statements referred to above in accordance with U.S. GAAP.
2. We acknowledge our responsibility for 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.
3. We acknowledge our responsibility for the design, implementation, and maintenance of internal control to prevent and detect fraud.
4. Significant assumptions used by us in making accounting estimates, including those measured at fair value, are reasonable and reflect our judgment based on our knowledge and experience about past and current events and our assumptions about conditions we expect to exist and courses of action we expect to take.
5. Related party transactions and interfund transactions, including interfund accounts and advances receivable and payable, sale and purchase transactions, interfund transfers, long-term loans, leasing arrangements and guarantees, have been recorded in accordance with the economic substance of the transaction and appropriately accounted for and disclosed in accordance with the requirements of U.S. GAAP.
6. We are not aware of any events that have occurred subsequent to the date of the financial statements for which U.S. GAAP requires adjustment or disclosure.
7. We are not aware of any actual or possible litigation and claims required to be accounted for and disclosed in accordance with U.S. GAAP.
8. There are no unasserted claims or assessments that our lawyer has advised us are probable of assertion and must be disclosed in accordance with Statement of Financial Accounting Standards No.5 and/or GASB Statement No.10.
9. We have no direct or indirect, legal or moral obligation for any debt of any organization, public or private, or to special assessment bond.

100 N MIDWEST BLVD • MIDWEST CITY, OK 73110 • (405) 739-1245 • (405) 739-1247 FAX

Opinion Unit: Business Type Activities

Description	Effect - Debit (Credit) Assets	Liabilities	Net Position	Revenue	Expense
Non-reversed opening equity misstatements	$ -	$ -	$ -	$ -	$ -
Factual Misstatement: To record capitalized interest on various capital projects and to depreciate on assets that were not transferred from CIP to infrastructure.(3)	444,052	-	(1,215,877)	-	771,825
	$ 444,052	$ -	(1,215,877)	$ -	$ 771,825
Current year effect on net position			771,825		
Total			$ (444,052)		

(3) Midwest City Municipal Authority Opinion Unit - Total current year effect is $771,825. The net effect on ending net position is $(444,052).

18. We agree with the restatements of the beginning net position of the financial statements discussed in Note 7.
    a. The restatement of $31,831,977 in pension liability was the result of implementation of GASB Pension Statement 68 & 71. This restatement related to the state pension defined benefit plan for police and fire.
    b. The restatement for the OPEB (Other Post-Employment Benefits) liability was the correction of an error in the 2014 financial statements.
    c. We were not aware of the error when those financial statements were issued. The error was the result of a misunderstanding related to the application of GAAP as it currently pertains to the recognition of the net OPEB obligation. The City, after consultation with the GASB (Governmental Accounting Standards Board), elected to alter its presentation to a manner that more effectively describes the substance of the transaction.
    d. We are not aware of any other errors in the 2014 financial statements.
    e. We do not believe it is necessary to recall the June 30, 2014 financial statements and all users of those financial statements will receive a copy of the current year's financial statements and independent auditors' report.

Information Provided

19. We have provided you with:
    a. Access to all information, of which we are aware that is relevant to the preparation and fair presentation of the financial statements such as records, documentation, and other matters;
    b. Additional information that you have requested from us for the purpose of the audit;
    c. Unrestricted access to persons within the City from whom you determined it necessary to obtain audit evidence.
    d. Minutes of the meetings of the governing boards and committees, or summaries of actions of recent meetings for which minutes have not yet been prepared.
20. All transactions have been recorded in the accounting records and are reflected in the financial statements.
21. We acknowledge our responsibility for the design and implementation of programs and controls to provide reasonable assurance that fraud is prevented and detected.
22. We are not aware of any information regarding allegations of fraud or suspected fraud, affecting the City's financial statements involving:
    a. Management.
    b. Employees who have significant roles in the internal control.
    c. Others where the fraud could have a material effect on the financial statements.

d. Underlying significant assumptions or interpretations regarding the measurement or presentation of such information are disclosed in the financial statements.

e. When required supplementary information is not presented with the audited financial statements, we will make the audited financial statements readily available to the intended users of the required supplementary information no later than the date of issuance of the required supplementary information and the auditor's report thereon.

Compliance Considerations

1. In connection with your audit, conducted in accordance with *Government Auditing Standards*, we confirm that the City:

   a. Is responsible for the preparation and fair presentation of the financial statements in accordance with the applicable financial reporting framework.

   b. Is responsible for compliance with the laws, regulations, and provisions of contracts and grant agreements applicable to the auditee.

   c. Is not aware of any instances that have occurred, or are likely to have occurred, of fraud and noncompliance with provisions of laws and regulations that have a material effect on the financial statements or other financial data significant to the audit objectives, and any other instances that warrant the attention of those charged with governance.

   d. Is not aware of any instances that have occurred, or are likely to have occurred, of noncompliance with provisions of contracts and grant agreements that have a material effect on the determination of financial statement amounts.

   e. Is not aware of any instances that have occurred, or are likely to have occurred, of abuse that could be quantitatively or qualitatively material to the financial statements.

   f. Is responsible for 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.

   g. Acknowledges its responsibility for the design, implementation and maintenance of internal controls to prevent and detect fraud.

   h. Has a process to track the status of audit findings and recommendations.

   i. Has identified for the auditor, previous audits, attestation engagements and other studies related to the audit objectives and whether related recommendations have been implemented.

   j. Has provided views on the auditor's reported findings, conclusions and recommendations, as well as management's planned corrective actions, for the report.

2. In connection with your audit of federal awards conducted in accordance with OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, we confirm:

   a. Management is responsible for complying, and has complied, with the requirements of Circular A-133.

   b. Management is responsible for understanding and complying with the requirements of laws, regulations, and the provisions of contracts and grant agreements related to each of its federal programs.

   c. Management is responsible for establishing and maintaining, and has established and maintained, effective internal control over compliance for federal programs that provides reasonable assurance that the auditee is managing federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on its federal programs.

   d. Management has prepared the schedule of expenditures of federal awards in accordance with OMB Circular A-133 and has included expenditures made during the period being audited for all awards

City of Midwest City, Oklahoma

J. Guy Henson
City Manager

Tim Lyon
Assistant City Manager

Judy Siemens
Finance Director

Frank Chen
Deputy Finance Director

Terri Craft
Grants Manager

City Manager
100 N. Midwest Boulevard
Midwest City, OK 73110
office 405.739.1204

MEMORANDUM

TO: Honorable Mayor and Council

FROM: J. Guy Henson, City Manager

DATE: May 10, 2016

RE: Discussion and consideration of approving and entering into a Cooperative Agreement with the Midwest City Chamber of Commerce that governs the terms and conditions under which that organization will receive up to $5,000 from the City for the 2016 Youth Excel program.

The Cooperative Agreement, a copy of which is attached for your review, documents the requirements the Chamber must meet in order to receive reimbursement for its actual costs of up to $5,000 for this year's Youth Excel program. The funds have been appropriated and are available in the Activity Fund budget.

Staff recommends approval.

J. GUY HENSON
City Manager

COOPERATIVE AGREEMENT

This agreement, effective March 1, 2016, is entered into by and between the City of Midwest City, Oklahoma (the "City") and the Midwest City Chamber of Commerce, Inc., an Oklahoma corporation (the “Chamber”).

WHEREAS, Midwest City’s youth need guidance, inspiration and encouragement to help develop those qualities of character essential for future leadership; and

WHEREAS, Youth Excel is an extraordinary three-day leadership development program for high school juniors from Midwest City and Carl Albert High Schools which includes leadership training, orientation to the Midwest City and Tinker communities, and team building-related exercises; and

WHEREAS, the program provides a long-term impact on the entire Midwest City community in that Youth Excel prepares current high school juniors to be the civic leaders of tomorrow; and

WHEREAS, Youth Excel is designed to motivate potential leaders; acquaint participants with community needs, opportunities and resources; provide participants with opportunities for interaction with community leaders and decision-makers; and instill participants with leadership skills; and

WHEREAS, the goal of Youth Excel is to provide students with the tools and resources necessary to become leaders and maintain a leadership status within the community; and

WHEREAS, long-term success of Youth Excel is measured by the number of students who complete and graduate from the program, and the number of graduates who return to Midwest City to live and/or pursue their professional or vocational career objectives; and

WHEREAS, Youth Excel is aimed at developing a pool of well-informed, motivated young men and women qualified to assume present and future leadership roles in Midwest City; and

WHEREAS, to achieve these worthy objectives, it is appropriate for the City to provide the Chamber with a portion of the funds needed for Youth Excel in light of the positive impact it has on the City’s youth;

NOW, THEREFORE, the parties to this contract hereby agree that:

1. The City shall pay to the Chamber a sum of up to five thousand dollars ($5,000.00) toward the cost of Youth Excel upon presentation of receipts and/or other documentation of the actual costs to be reimbursed; and

2. The Chamber shall develop, administer, supervise and execute the Youth Excel program including, but not limited to, raising any and all additional money necessary to fully fund the program.

Passed and approved by the Chamber on the _____ day of April, 2016.

MIDWEST CITY CHAMBER OF COMMERCE, INC.

_____
Wade Moore, President

ATTEST:

_____
Bonnie Cheatwood, Secretary

Passed and approved by the City on the _____ day of May, 2016.

CITY OF MIDWEST CITY, OKLAHOMA

_____
Matthew D. Dukes, II, Mayor

ATTEST:

_____
Sara Hancock, City Clerk

APPROVED as to form and legality this _____ day of May, 2016.

_____
Katherine Bolles, City Attorney

The City Of Midwest City
Neighborhood Services Department

Neighborhoods in Action • ***Code Enforcement*** • ***Neighborhood Initiative***
8726 SE 15th Street, Midwest City, OK 73110
(405)739-1005

Memorandum

TO: Honorable Mayor and Council

FROM: Mike S. Stroh, Neighborhood Services Director

Date: May 10, 2016

Subject: Discussion and consideration of approving and entering into a contract in an amount not to exceed $2,000.00 for fiscal year 2016-2017 with Crutcho Public School to establish the terms and conditions under which Crutcho Public School will provide a school bus and driver for NIA Youth Summer Camp.

Crutcho Public School will provide transportation equipment ("buses") and bus operators ("drivers") for the transportation of Summer Camp participants (children between the ages of 8 and 13, and Neighborhoods in Action staff and volunteers) to and from Summer Camp activities at locations in the Oklahoma City metro area.

This contract, a copy which is attached for your review, provides for a comprehensive scope of services associated with the transportation of NIA Summer Youth Camp participants, staff and volunteers.

Staff recommends approval.

Mike S. Stroh
Neighborhood Services Director

Attachment (1)

CRUTCHO PUBLIC SCHOOL
Use of District Transportation Equipment
(School District Bus Lease Contract)

This contract is made and entered into by and between Crutcho Public School of Oklahoma County ("Crutcho") and the City of Midwest City, a municipal corporation ("City").

City desires to enter into this contract with Crutcho whereby Crutcho will provide transportation equipment ("buses") and bus operators ("drivers") for the transportation of Summer Camp participants (children between the ages of 8 and 13, and Neighborhoods in Action staff and volunteers) to and from Summer Camp activities at locations in the Oklahoma City metro area.

Therefore, in consideration of the mutual conditions and agreements herein contained and, intending to be legally bound, the parties agree as follows:

1. The transportation to be furnished by Crutcho under this contract will commence on June 13, 2016 and will terminate July 15, 2016.

2. City shall pay Crutcho $ 20.00 per hour for each hour Crutcho provides City with transportation, including buses and drivers, for a maximum of 20 hours per week for a total of five weeks. During the term of this contract, total compensation that will be paid to Crutcho for transportation shall not exceed a total of $1,824.00.

3. All buses provided by Crutcho for the performance of this contract will comply with Crutcho policies and regulations, and state laws, rules and regulations applicable to transportation equipment used to transport school children including, but not limited to, the rules of the Oklahoma State Department of Education.

4. Crutcho will be responsible for all fuel, repairs and maintenance for the buses, and replacement buses should the need arise.

5. Crutcho will provide a qualified driver who is an employee of Crutcho and who meets all the requirements to operate a school bus and transport school children in the State of Oklahoma.

6. A Certificate of Insurance must be provided by Crutcho indicating minimum liability coverage in the amount of:

   a) $ 100,000.00 property damage;
   b) $ 100,000.00 personal injury each accident or occurrence; and
   c) $1,000,000.00 aggregate (all claims for any one occurrence).

7. Crutcho shall not be liable to City and there will be no adjustment in the contract amount for days on which Crutcho's buses are unable to operate through no fault of Crutcho, such as adverse weather conditions.

8. Any notice from one party to the other party concerning this contract shall be in writing and shall be given by certified mail, return receipt requested, or in person by hand delivery to Crutcho at 2401 North Air Depot Boulevard, Oklahoma City, Oklahoma 73141 or to City at 100 North Midwest Boulevard, Midwest City, Oklahoma 73110.

9. Any changes to this contract must be presented and approved by both parties at least 48 hours in advance of the commencement date.

10. Any changes or modifications to the terms of this contract must have the signatures of both parties.

This contract represents the entire understanding between and among the parties concerning the subject matter hereof. Neither party may assign this contract.

The parties have approved and executed this contract, Crutcho on the _____ day of _____, 2016 and City on the _____ day of _____, 2016.

CRUTCHO PUBLIC SCHOOLS OF OKLAHOMA COUNTY, OKLAHOMA

_____
ANTONIA JENNINGS, Board President

ATTEST:

_____
JAMES ERIKA, Board Secretary

CITY OF MIDWEST CITY, a municipal corporation

_____
MATTHEW D. DUKES, II, Mayor

ATTEST:

_____
SARA HANCOCK, City Clerk

APPROVED as to form and legality this _____ day of _____, 2016.

_____
KATHERINE BOLLES, City Attorney

The City of
MIDWEST CITY
COMMUNITY DEVELOPMENT DEPARTMENT -
ENGINEERING DIVISION

Billy Harless, Community Development Director
Patrick Menefee, P.E., City Engineer

ENGINEERING DIVISION
Patrick Menefee, City Engineer
CURRENT PLANNING DIVISION
Kellie Gilles, Manager
COMPREHENSIVE PLANNING
Julie Shannon, Comprehensive Planner
BUILDING INSPECTION DIVISION
Charles Belk, Building Official
GIS DIVISION
Kathy Spivey, GIS Coordinator

To: Honorable Mayor and Council

From: Patrick Menefee, P.E., City Engineer

Date: May 10th, 2016

Subject: Discussion and consideration of the acceptance of and making a matter of record Permit No. SL000055160161 from the State Department of Environmental Quality for the Commercial Retail Development Onsite and Easement Sewer Line Extension Project (near SE 15th Street and South Sooner Road) for the Sooner Rose Commercial Development, Midwest City, Oklahoma.

Permit No. SL000055160161 is for the construction of 2520 L.F. of eight inch (8") sewer line to serve the Sooner Rose Commercial Development, Midwest City, Oklahoma.

Staff recommends acceptance as this is consistent with past policy

Patrick Menefee, P.E.
City Engineer

SCOTT A. THOMPSON
Executive Director

OKLAHOMA DEPARTMENT OF ENVIRONMENTAL QUALITY

MARY FALLIN
Governor

April 21, 2016

Patrick Menefee, City Engineer
City of Midwest City
100 N. Midwest Boulevard
Midwest City, Oklahoma 73110

Re: Permit No. SL000055160161
Commercial Retail Development
Onsite and Easement Sewer Line Extension Project
(Vicinity of Sooner Road and SE 15th Street)
PWSID No.: S-20541

Dear Mr. Menefee:

Enclosed is Permit No.: SL000055160161 for the construction of approximately 2,520 L. F. of eight (8) inch sewer lines and appurtenances to serve the City of Midwest City Commercial Retail Development Onsite and Easement Sewer Line Extension Project, Oklahoma County, Oklahoma.

The project authorized by this permit should be constructed in accordance with the plans approved by this Department on April 20, 2016. Any deviations from the approved plans and specifications affecting capacity, flow, or operation of units must be approved, in writing, by the Department before changes are made.

Receipt of this permit should be noted in the minutes of the next regular meeting of the City of Midwest City, after which it should be made a matter of permanent record.

We are returning one (1) set of the approved plans to you, one (1) set to your engineer and retaining one (1) set for our files.

Respectfully,

Robert B. Walker
Construction Permit Section
Water Quality Division

RBW/RC/vp

Enclosure

c: Oklahoma City DEQ Office
Bruce Vande Lune, R. S., Regional Manager, DEQ
Terence Haynes, P. E., SMC Consulting Engineers, PC

SCOTT A. THOMPSON
Executive Director

OKLAHOMA DEPARTMENT OF ENVIRONMENTAL QUALITY

MARY FALLIN
Governor

PERMIT NO.: SL000055160161

SEWER LINES

FACILITY NO.: S-20541

PERMIT TO CONSTRUCT

April 21, 2016

Pursuant to O.S. 27A 2-6-304, the City of Midwest City is hereby granted this Tier I Permit to construct approximately 2,520 L. F. of eight (8) inch sewer lines and appurtenances to serve the City of Midwest City Commercial Retail Development Onsite and Easement Sewer Line Extension Project (Vicinity of Sooner Road and SE 15th Street) located in part of SE-1/4, Section 4, T-11-N, R-2-W, I. M., Oklahoma County, Oklahoma, in accordance with the plans approved on April 20, 2016.

By acceptance of this permit, the permittee agrees to operate and maintain the facilities in accordance with the "Oklahoma Pollutant Discharge Elimination System Standards - OPDES" (OAC 252:606) rules and to comply with the state certification laws, Title 59, Section 1101-1116 O.S. and the rules and regulations adopted thereunder regarding the requirements for certified operators.

This permit is issued subject to the following provisions and conditions.

1) That the recipient of the permit is responsible that the project receives supervision and inspection by competent and qualified personnel.

2) That construction of all phases of the project will be started within one year of the date of approval or the phases not under construction will be resubmitted for approval as a new project.

3) That no significant information necessary for a proper evaluation of the project has been omitted, or invalid information has been presented in applying for the permit.

4) That tests will be conducted as necessary to insure that the construction of the sewer lines will prevent excessive infiltration and that the leakage will not exceed 10 gallons per inch of pipe diameter per mile per day.

5) That the Oklahoma Department of Environmental Quality shall be kept informed of occurrences which may affect the eventual performance of the works or that will unduly delay the progress of the project.

6) That the permittee will take steps to assure that the connection of house services to the sewers is done in such a manner that the functioning of the sewers will not be impaired and that earth and ground water will be excluded from the sewers when the connection is completed.

7) That any deviations from approved plans or specifications affecting capacity, flow or operation of units must be approved by the Department before any such deviations are made in the construction of this project.

707 NORTH ROBINSON, P.O. BOX 1677, OKLAHOMA CITY, OKLAHOMA 73101-1677

printed on recycled paper with soy ink

PERMIT NO.: SL000055160161

SEWER LINES

FACILITY NO.: S-20541

PERMIT TO CONSTRUCT

8) That the recipient of the permit is responsible for the continued operation and maintenance of these facilities in accordance with rules and regulations adopted by the Environmental Quality Board, and that this Department will be notified in writing of any sale or transfer of ownership of these facilities.

9) The issuance of this permit does not relieve the responsible parties of any obligations or liabilities which the permittee may be under pursuant to prior enforcement action taken by the Department.

10) That the permittee is required to inform the developer/builder that a DEQ Storm Water Construction Permit is required for a construction site that will disturb one (1) acre or more in accordance with OPDES, 27A O.S. 2-6-201 *et. seq.* For information or a copy of the GENERAL PERMIT (OKR10) FOR STORM WATER DISCHARGES FROM CONSTRUCTION ACTIVITIES, Notice of Intent (NOI) form, Notice of Termination (NOT) form, or guidance on preparation of a Pollution Prevention Plan, contact the Storm Water Unit of the Water Quality Division at P.O. Box 1677, Oklahoma City, OK 73101-1677 or by phone at (405) 702-8100.

11) That all manholes shall be constructed in accordance with the standards for Water Pollution Control Facility Construction (OAC 252:656-5-3), as adopted by the Oklahoma Department of Environmental Quality.

12) That when it is impossible to obtain proper 10-foot horizontal and 2-foot vertical separation between water mains and sewer lines as stipulated in Water Pollution Control Facility Construction OAC 252:656-5-4(c)(1) and OAC 252:656-5-4(c)(2), respectively, the sewer shall be designed and constructed equal to water pipe, and shall be pressure tested in accordance with the ASTM standard for the sewer line leakage test used, with no detectable leakage prior to backfilling, in accordance OAC 252:656-5-4(c)(3).

13) That any notations or changes recorded on the official set of plans and specifications in the Oklahoma Department of Environmental Quality files shall be part of the plans as approved.

Failure to appeal the conditions of this permit in writing within 30 days from the date of issue will constitute acceptance of the permit and all conditions and provisions.

Rocky Chen, P.E., Engineering Manager, Construction Permit Section
Water Quality Division

707 NORTH ROBINSON, P.O. BOX 1677, OKLAHOMA CITY, OKLAHOMA 73101-1677

printed on recycled paper with soy ink

Grants Management
100 N. Midwest Boulevard
Midwest City, OK 73110
405.739.1216

TO: Honorable Mayor and Council

FROM: Terri L. Craft, Grants Manager

DATE: May 10, 2016

SUBJECT: Discussion and consideration of 1) approval of the proposed 2016 Action Plan, a part of the 2015–2019 Consolidated Plan and Strategy, for the use of 2016 Community Development Block Grant (CDBG) funds, 2) authorization of the Mayor to submit the approved and/or modified certifications to the U.S. Department of Housing and Urban Development, and 3) authorization of the Mayor and City Manager to enter into the necessary or appropriate contracts to implement said program.

On April 4, 2016, the Citizens' Advisory Committee on Housing and Community Development conducted a public hearing and recommended approval of the 2016 Action Plan. A summary of the proposed plan was published in the *Daily Oklahoman* on April 8, 2016. During the 30-day comment period, copies of the proposed plan were available for public review at Midwest City Hall, Midwest City Library, Midwest City Senior Center, Midwest City Neighborhood Services Office, Midwest City Neighborhoods in Action Office and the City of Midwest City Website. The final document will be posted on the City of Midwest City website at www.midwestcityok.org.

The Consolidated Plan and annual action plans identify Midwest City's priority housing and non-housing community development needs and outlines a strategy to address those needs within the CDBG program. An approved consolidated plan is a requirement for continued funding from the U.S Department of Housing and Urban Development. The 2016 Action Plan reiterates goals and objectives, and contains descriptions of activities to be undertaken during fiscal year 2016-17 using CDBG funds, as recommended by the Citizens' Advisory Committee. It serves as Midwest City's application for 2016 Community Development Block Grant (CDBG) funding. A 2016 Action Plan budget summary is attached for your information.

Staff recommends approval of the attached proposed 2016 Action Plan and authorizations for certifications and contract documents.

Terri L. Craft
Grants Manager

PROPOSED 2016 CDBG / ACTION PLAN BUDGET SUMMARY

2016 CDBG Allocation	**$ 370,552**	**(2015 - $363,108)**
Prior Year Funds	**$ 28,024**	
TOTAL:	**$ 398,576**	

Primary Systems Home Repair	100,000
Slum/Blight Improvement Program	25,000
Original Mile Street Improvements	50,000
Senior Social Services – Autumn House	14,000
Before/After School Scholarships - Latchkey	14,000
At Risk Youth Services - Mid-Del Youth & Family	11,500
Senior Med Ride - COTPA	5,000
Share-A-Fare Program - COTPA	2,200
Fair Housing Services	8,000
Contingency	17,795
Payroll/Benefits – General Admin	57,565
Payroll/Benefits – Housing Admin	93,029
Fleet Maintenance	487
TOTAL:	**$398,576**

The City of Midwest City

Community Development Block Grant Program

Year Two of the Five Year Consolidated Plan and Strategy

FY 2016 -2017 Annual Action Plan

Draft

Prepared by: Grants Management Department

Submitted to: U.S. Department of Housing and Urban Development

Oklahoma City Office, Region VI

Community Planning and Development

301 NW 6th Street, Suite 200

Oklahoma City, Oklahoma 73102

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Executive Summary

AP-05 Executive Summary - 24 CFR 91.200(c), 91.220(b)

1. Introduction

The City of Midwest City has prepared the 2015-2019 Consolidated Plan as a requirement to receive U.S. Housing & Urban Development (HUD) Community Development Block Grant (CDBG) program funds. The Consolidated Plan outlines the needs, goals, and priorities for the City of Midwest City for a five year period through a needs assessment, strategic plan, and action plan, including the process of preparation, consultation, and administration. It is guided by the primary objectives of the Community Development Block Grant (CDBG) program: 1) providing decent housing; 2) a suitable living environment; and 3) expanded economic opportunities; principally benefiting persons of low to moderate income. An Annual Action Plan implements the strategies and provides a basis for allocating Community Development Block Grant (CDBG) resources. This document, the City of Midwest City's 2016 CDBG Action Plan, represents the goals and programming of funds for activities to be undertaken in year two of the five year Consolidated Plan covering the period of July 1, 2016 to June 30, 2017.

2. Summarize the objectives and outcomes identified in the Plan

Midwest City plans to use its CDBG funds for housing, community development and public service activities. Objectives and outcomes for 2015-2019 include:

1 - Decent, Affordable Housing:

a. Provide low income (LI) homeowners with needed rehabilitation grants to address code deficiencies, accessibility and/or emergency repairs.

b. Assist low to moderate (LMI) homeowners with financial assistance for home rehabilitation.

c. Assist low to moderate (LMI) homebuyers with down payment financial assistance.

d. Assist with transitional housing opportunities for homeless families.

e. Assist with increasing the supply of affordable infill housing within existing residential developments.

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2 - Suitable Living Environments:

a. Invest in low and moderate income areas/clientele by improving or constructing infrastructure, public improvements, and public facilities.

b. Eliminate slum and blighted properties, city-wide, through acquisition, rehabilitation and/or demolition.

c. Provide public services to low and moderate income persons, through senior programs, at-risk youth programs, transportation assistance, crime prevention, homeless services, programs for the disabled, child care/after school programs, educational programs, utility assistance, job training, improving quality of life, etc.

d. Promote and insure fair housing and equal opportunity in all programs.

3 – Economic Opportunity:

a. Encouraging economic independence and promoting economic development activities within Midwest City, to include job creation, job training and internships, life skill enhancement, higher education and technical education opportunities, Ticket to Rose Program Outreach, Volunteer Income Tax Assistance Program, etc.

3. Evaluation of past performance

The city's past programs have focused on community needs that continue to exist, including aging housing and infrastructure, neighborhood and public improvements, and public services. The programs the city has used to address these needs have been well received by residents and neighborhood organizations. The City of Midwest City believes the programs proposed for the 2016 Action Plan year continue to be the most efficient and effective use of HUD Community Development Block Grant funds.

4. Summary of Citizen Participation Process and consultation process

Citizen participation in all stages of the consolidated planning process is essential in developing and maintaining a program that reflects the needs of the citizens. The City of Midwest City follows a detailed citizen participation plan in an effort to encourage communication, to provide for dissemination of information, and to develop and provide activities that reflect the needs of citizens and the city. The Citizens' Advisory Committee on Housing and Community Development acts as an advisory body to the Midwest City Council on matters concerning HUD housing and community development programs. The committee meets on call, generally 3 to 4 times a year, during the planning process and to review the program performance. The citizen participation plan includes the advisory body, public hearings, outreach, public information methods, technical assistance, and the city's anti-displacement plan.

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The City of Midwest City Grants Management Department staff coordinated the efforts in implementing the Consolidated Plan and associated Action Plans. Coordination with interested parties was accomplished through phone and in person meetings, surveys, email, consultations, existing communications, mail correspondence; neighborhood, committee and community meetings; and other meetings/activities throughout the year.

5. Summary of public comments

See Section AP-12 for a public comments received during the development of the 2016 Action Plan.

6. Summary of comments or views not accepted and the reasons for not accepting them

All comments were accepted.

7. Summary

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PR-05 Lead & Responsible Agencies – 91.200(b)

1. Agency/entity responsible for preparing/administering the Consolidated Plan

Describe the agency/entity responsible for preparing the Consolidated Plan and those responsible for administration of each grant program and funding source.

Agency Role	Name	Department/Agency
CDBG Administrator	MIDWEST CITY	Grants Management Department

Table 1 – Responsible Agencies

Narrative (optional)

Consolidated Plan Public Contact Information

Terri L. Craft

Grants Manager

City of Midwest City

100 N. Midwest Blvd.

Midwest City, OK 73110

405-739-1217

tcraft@midwestcityok.org

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AP-10 Consultation – 91.100, 91.200(b), 91.215(l)

1. Introduction

Provide a concise summary of the jurisdiction's activities to enhance coordination between public and assisted housing providers and private and governmental health, mental health and service agencies (91.215(l))

The City of Midwest City Grants Management Department staff coordinated the efforts of the city, residents, civic and business leaders, housing providers, private and public agencies, health, mental/health, other service providers, institutions potentially discharging into homelessness, and at risk support providers in the development of the 2015-2019 Consolidated Plan. This coordination is accomplished through phone and in person meetings, surveys, email, consultations, existing communications, mail correspondence; neighborhood, committee and community meetings; and other events/activities throughout the year.

Describe coordination with the Continuum of Care and efforts to address the needs of homeless persons (particularly chronically homeless individuals and families, families with children, veterans, and unaccompanied youth) and persons at risk of homelessness.

The City of Midwest City is in the jurisdiction of the Oklahoma Balance of State Continuum of Care, which includes the Oklahoma City metropolitan area entitlement cities of Midwest City, Edmond, Shawnee and a large part of rural Oklahoma (approximately 1/3 of the state). Since Midwest City is a part of this larger area Continuum of Care, the homeless population count and numbers are not available for the Midwest City community alone. North West Domestic Crisis Services in Woodward, Oklahoma is the lead entity for the Oklahoma Balance of State Continuum of Care. Midwest City works to identify and address the needs of homeless persons and persons at risk of homelessness through local resources, referrals to 211 and other service providers in the metropolitan area.

Describe consultation with the Continuum(s) of Care that serves the jurisdiction's area in determining how to allocate ESG funds, develop performance standards for and evaluate outcomes of projects and activities assisted by ESG funds, and develop funding, policies and procedures for the operation and administration of HMIS

The City of Midwest City does not receive ESG funds.

2. Describe Agencies, groups, organizations and others who participated in the process and describe the jurisdiction's consultations with housing, social service agencies and other entities

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Throughout the action planning process, Midwest City has endeavored to foster collaboration, problem solving, and to develop partnerships between government and private groups to achieve intended purposes. Consultation included public and private agencies that provide assisted housing, health services and social services, including providers to children, elderly, people with disabilities and their families and homeless providers. Agencies consulted and/or have provided feedback include:

- AllianceHealth Midwest Hospital
- Community Action Agency of Oklahoma City and Oklahoma/Canadian Counties, Inc.
- Central Oklahoma Transportation and Parking Authority
- Oklahoma Department of Commerce
- Oklahoma Housing Finance Agency
- Catholic Charities
- Mid Del Youth & Family
- Autumn House
- Latchkey Child Care Services
- Mid Del Food Pantry
- Mission Mid Del
- Mid Del Group Homes
- Oklahoma County Social Services
- Upward Transitions
- Oklahoma City Public Schools
- Boys and Girls Clubs of Oklahoma County
- Urban League of Greater Oklahoma City
- Association of Central Oklahoma Governments
- Oklahoma County District One
- Midwest City Chamber of Commerce
- Various City Neighborhood Associations
- Various City of Midwest City Departments – Community Development, Economic Development, Neighborhood Services, Community Services (Parks and Recreation, Senior Center, Community Center), Police Department, City Management, City Attorney
- Various City committees – ADA Transition Committee, Park Board, Original Mile Revitalization Committee, Planning Commission etc.
- Midwest City citizens public comments, through social media, web site comment, online surveys, email, mail, telephone or in person.

The Midwest City Citizens' Advisory Committee on Housing and Community Development specifically conducts needs meetings, public hearings, and reviews plans and funding prior to making CDBG recommendations to the Midwest City Council.

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Table 2 – Agencies, groups, organizations who participated

Identify any Agency Types not consulted and provide rationale for not consulting N/A

Other local/regional/state/federal planning efforts considered when preparing the Plan

Name of Plan	Lead Organization	How do the goals of your Strategic Plan overlap with the goals of each plan?
Continuum of Care	Oklahoma Department of Commerce	The City of Midwest City will support the Balance of State Continuum of Care goals and objectives through activities funded locally and by other sources.
Midwest City Comprehensive Plan	City of Midwest City	Goals were consistent with Comprehensive Plan.
Comprehensive Economic Development Strategy (CEDS)	Association of Central Oklahoma Governments (ACOG)	Goals are consistent.
Revitalization Plan for the Original Mile	City of Midwest City	Goals are consistent.

Table 3 – Other local / regional / federal planning efforts

Narrative (optional)

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AP-12 Participation – 91.105, 91.200(c)

1. Summary of citizen participation process/Efforts made to broaden citizen participation

Summarize citizen participation process and how it impacted goal-setting

The City of Midwest City implements Housing and Community Development programs with funding provided by the US Department of Housing and Urban Development, as well as from state agencies and other federal agencies (such as EPA and EDA). These funds include the Community Development Block Grant (CDBG) and the Home Investment Partnership Program (HOME). Every five years, the city prepares a Con Plan that examines the community's needs and establishes performance goals and outcomes. The Con Plan is submitted in accordance with instructions prescribed by HUD.

The Con Plan includes a Citizens Participation Plan, which provides information on how the community may participate in the process. Copies of the Citizens Participation Plan are available at the Grants Management Department, 100 N. Midwest Blvd., Midwest City, OK 73110.
The City of Midwest City develops Annual Action Plans for each year of the Con Plan (five years). The annual Action Plan details the specific programs and funding allocations to be made for the upcoming year. The programs contained within the annual Action Plan are in direct response to the needs and goals of the Con Plan. For the program year commencing on 7/1/16, the annual Action Plan has been developed in association with the 2015-2019 Con Plan.

Citizen Participation Outreach

Table 4 – Citizen Participation Outreach

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Sort Order	Mode of Outreach	Target of Outreach	Summary of response/attendance	Summary of comments received	Summary of comments not accepted and reasons	URL (If applicable)
1	Public Hearing	Non-targeted/broad community	The Citizen Advisory Committee on Housing and Community Development reviewed prior year progress and CAPER.	No Comments Received.		

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Sort Order	Mode of Outreach	Target of Outreach	Summary of response/attendance	Summary of comments received	Summary of comments not accepted and reasons	URL (If applicable)
2	Public Hearing, Flyers, Email, Letters	Non-targeted/broad community and direct outreach to organizations and persons associated with low income community.	The Citizen Advisory Committee on Housing and Community Development annual public needs meeting held on November 16, 2015 was well attended with 5 members of the community providing comments. The City responded to all comments.	Comments provided need for further outreach to those in the community without access to technology, concern about resident apathy in getting residents more involved, need for rental assistance for low income single parents, support for before and after school scholarships and one commentator who wanted additional info about neighborhood associations.	N/A All comments were accepted	

Draft

Sort Order	Mode of Outreach	Target of Outreach	Summary of response/attendance	Summary of comments received	Summary of comments not accepted and reasons	URL (If applicable)
3	Public Hearing	Non-targeted/broad community	The Citizens Advisory Committee on Housing and Community Development held a public hearing on April 4, 2016 to discuss the 2016 Action Plan and recommendation to city council.	No Comments Received.		
4	Public Notice, Web Site	Non-targeted/broad community	Draft Action Plan available for review and comment prior to City Council Action to approve on May 10, 2016.			

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Sort Order	Mode of Outreach	Target of Outreach	Summary of response/attendance	Summary of comments received	Summary of comments not accepted and reasons	URL (If applicable)
5	Internet Outreach	Non-targeted/broad community	The City of Midwest City maintains a website where public comments regarding unmet needs in the community are encouraged and collected year round.			http://midwestcityok.org/grants-management

Draft

Expected Resources

AP-15 Expected Resources – 91.220(c) (1, 2)

Introduction

Priority Table

Program	Source of Funds	Uses of Funds	Expected Amount Available Year 2				Expected Amount Available Reminder of ConPlan $	Narrative Description
			Annual Allocation: $	Program Income: $	Prior Year Resources: $	Total: $		
CDBG	**Public-federal**	Admin and Planning Economic Development Housing Public Improvements Public Services Slum/Blight	**370,552**		**28,024**	**398,576**	**1,111,656**	Midwest City plans to receive CDBG funds at or below its current grant amount during the remaining three years of the con plan.

Table 5 - Expected Resources – Priority Table

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Explain how federal funds will leverage those additional resources (private, state and local funds), including a description of how matching requirements will be satisfied.

Midwest City will make every attempt to secure funding to continue its successful Homebuyer Assistance Program available to low and moderate income homebuyers. HOME funds competitively available through the Oklahoma Housing Finance Agency (OHFA) have been the primary funding source for Homebuyer Assistance. The City of Midwest City maintains a large HOME Program banked match balance which will satisfy program match requirements during this consolidated plan cycle. Local funds support Midwest City's Housing Rehabilitation Program and Transitional Housing Programs. Matching funds needed for grant programs are typically addressed with local funds. The Section 108 Loan Program is currently being evaluated by staff for possible economic development opportunities.

If appropriate, describe publically owned land or property located within the jurisdiction that may be used to address the needs identified in the plan

Midwest City currently has (6) vacant lots in the city's Original Mile Revitalization Area, (4) of which were originally acquired with Neighborhood Stabilization Program funds through the Oklahoma Department of Commerce (ODOC) The original landbanking activity has been completed and has satisfied national objectives. It is the city's intent to construct affordable owner occupied infill housing by partnering with a housing provider. Midwest City also supports (2) head start facilities, a Neighborhoods In Action Center, Neighborhood Services Center, Community Center and (4) transitional housing properties.

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Annual Goals and Objectives

AP-20 Annual Goals and Objectives - 91.420, 91.220(c)(3)&(e)

Goals Summary Information

Sort Order	Goal Name	Start Year	End Year	Category	Geographic Area	Needs Addressed	Funding	Goal Outcome Indicator
1	Preservation of safe, decent affordable housing	2016	2019	Affordable Housing Housing Rehab Admin		Affordable Housing	CDBG: $193,516	Homeowner Housing Rehabilitated: 22 Household Housing Unit
2	Facilities, infrastructure, improvement needs	2016	2019	Homeless Non-Housing Community Development		Public Facilities / Infrastructure / Improvements	CDBG: $50,000	Other: 1 Other
3	Provide public assistance and services	2016	2019	Homeless Non-Homeless Special Needs Non-Housing Community Development		Public Services	CDBG: $46,700	Public service activities other than Low/moderate Income Housing Benefit: 455 Persons Assisted
4	Reduce Slum and Blighted Buildings	2016	2019	Non-Housing Community Development		Slum / Blight Activities	CDBG: $25,000	Buildings Demolished: 3
5	Planning and Administration	2016	2019	Administration		Administration	CDBG: $65,565.40	Other: 1 Other

Draft

Table 6 – Goals Summary

Goal Descriptions

1	**Goal Name**	Preservation of safe, decent affordable housing
	Goal Description	
2	**Goal Name**	Facilities, infrastructure, improvement needs
	Goal Description	
3	**Goal Name**	Provide public assistance and services
	Goal Description	
4	**Goal Name**	Reduce Slum and Blighted Buildings
	Goal Description	
5	**Goal Name**	Planning and Administration
	Goal Description	

Table 7 – Goal Descriptions

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Estimate the number of extremely low-income, low-income, and moderate-income families to whom the jurisdiction will provide affordable housing as defined by HOME 91.215(b):

N/A

AP-35 Projects – 91.220(d)

The following projects are proposed for the city's 2016 CDBG Program.

Projects

#	Project Name
1	Primary Systems Home Repair
2	Housing Rehab Administration
3	Senior Services
4	At Risk Youth Services
5	Before/After School Care Scholarships
6	Senior Medical Transportation Services
7	Share A Fare Program
8	Slum/Blight Improvement Program
9	Original Mile Improvements
10	Administration

Table 8 – Project Information

Describe the reasons for allocation priorities and any obstacles to addressing underserved needs

The allocation of funds is closely aligned with the housing and community development needs identified in the needs assessment, housing market analysis and contributed by staff, committee members and citizens who participated in the second year Action Plan. The primary and largest obstacle to addressing underserved needs is lack of funds.

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Projects

AP-38 Projects Summary

Project Summary Information

1	**Project Name**	Primary Systems Home Repair
	Target Area	
	Goals Supported	Preservation of safe, decent affordable housing
	Needs Addressed	Affordable Housing
	Funding	CDBG: $100,000
	Description	Assistance available to low income homeowners in need of primary systems repair, emergency improvements or accessibility modifications to their homes.
	Target Date	6/30/2017
	Estimate the number and type of families that will benefit from the proposed activities	Estimated 20 low income homeowners will benefit.
	Location Description	City-wide
	Planned Activities	
2	**Project Name**	Housing Rehab Administration
	Target Area	
	Goals Supported	Preservation of safe, decent affordable housing
	Needs Addressed	Affordable Housing
	Funding	CDBG: $93,516

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	Description	Payroll and administrative expenses for the Housing Rehabilitation Specialist
	Target Date	6/30/2017
	Estimate the number and type of families that will benefit from the proposed activities	(2) low to moderate income households will benefit from the Housing Rehabilitation Loan Program in addition to the (20) estimated Primary Systems Home Repair Program beneficiaries mentioned in Activity No. 1
	Location Description	
	Planned Activities	
3	**Project Name**	Senior Services
	Target Area	
	Goals Supported	Preservation of safe, decent affordable housing Provide public assistance and services
	Needs Addressed	Public Services
	Funding	CDBG: $14,000
	Description	Daily senior public services and activities to include: coordinator, supplies, food, activity and transportation expenses.
	Target Date	6/30/2017
	Estimate the number and type of families that will benefit from the proposed activities	Low income seniors and disabled citizens
	Location Description	Autumn House , Low income congregate living facility located at 500 Adair Blvd. Midwest City, OK
	Planned Activities	Social services and activities that will meet the needs of the senior and disabled residents.
4	**Project Name**	At Risk Youth Services

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	Target Area	
	Goals Supported	Provide public assistance and services
	Needs Addressed	Public Services
	Funding	CDBG: $11,500
	Description	Public services provided to at risk youth in community to include counseling, case management, classes, programs, etc.
	Target Date	6/30/2017
	Estimate the number and type of families that will benefit from the proposed activities	Approximately 100 At risk low income youth and their families will benefit from the services provided.
	Location Description	Services will take place primarily at Mid-Del Youth and Family Services located at 316 S. Midwest Blvd. Midwest City, OK 73110. Additional services may be provided at local schools.
	Planned Activities	Activities provided include counseling, classes, outreach, and case management.
5	**Project Name**	Before/After School Care Scholarships
	Target Area	
	Goals Supported	Provide public assistance and services
	Needs Addressed	Public Services
	Funding	CDBG: $14,000
	Description	Scholarships provided to low and moderate income families for children to attend before/after school programs.
	Target Date	6/30/2017

Draft

	Estimate the number and type of families that will benefit from the proposed activities	This funding will provide approximately 15 low to moderate income families with partial scholarships for before/after school child care.
	Location Description	The program takes place at several local elementary schools throughout Midwest City.
	Planned Activities	Before/After school child care scholarships.
6	**Project Name**	Senior Medical Transportation Services
	Target Area	
	Goals Supported	Provide public assistance and services
	Needs Addressed	Public Services
	Funding	CDBG: $5,000
	Description	Senior transportation services provided to seniors for medical appointments.
	Target Date	6/30/2017
	Estimate the number and type of families that will benefit from the proposed activities	Approximately 80 low income seniors and disabled residents in need of assistance transportation to medical appointments.
	Location Description	City-Wide
	Planned Activities	Senior/Disabled transportation
7	**Project Name**	Share A Fare Program
	Target Area	
	Goals Supported	Provide public assistance and services
	Needs Addressed	Public Services
	Funding	CDBG: $2,200

Draft

	Description	Taxi coupons provided to seniors/disabled for 40% discounted taxi fare.
	Target Date	6/30/2017
	Estimate the number and type of families that will benefit from the proposed activities	Approximately 120 senior/disabled Midwest City residents
	Location Description	City-Wide
	Planned Activities	Providing discount taxi coupons to senior/disabled residents
8	**Project Name**	Slum/Blight Improvement Program
	Target Area	
	Goals Supported	Reduce Slum and Blighted Buildings
	Needs Addressed	Slum / Blight Activities
	Funding	CDBG: $25,000
	Description	Acquisition, rehabilitation and/or demolition of blighted properties on a spot basis.
	Target Date	6/30/2017
	Estimate the number and type of families that will benefit from the proposed activities	6 dilapidated structures
	Location Description	City-Wide
	Planned Activities	Address dilapidated structures with demolition or remediation in order to stop the spread of blight through the community
9	**Project Name**	Original Mile Public Improvements
	Target Area	
	Goals Supported	Facilities, infrastructure, improvement needs

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	Needs Addressed	Public Facilities / Infrastructure / Improvements
	Funding	CDBG: $50,000
	Description	Public improvements In the Original Square Mile Revitalization Area.
	Target Date	6/30/2017
	Estimate the number and type of families that will benefit from the proposed activities	1 public improvement that will benefit the 4198 residents of the Original Mile Revitalization Area.
	Location Description	CT 1076.04 and CT 1076.05
	Planned Activities	Street improvements/public improvements
10	**Project Name**	Administration
	Target Area	
	Goals Supported	Planning and Administration
	Needs Addressed	Administration
	Funding	CDBG: $65,5665.40
	Description	CDBG program administration expenses, including payroll, office supplies, publications, wages, equipment, travel, training, fair housing.
	Target Date	6/30/2017
	Estimate the number and type of families that will benefit from the proposed activities	
	Location Description	
	Planned Activities	

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Table 9 – Project Summary

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AP-50 Geographic Distribution – 91.220(f)

Description of the geographic areas of the entitlement (including areas of low-income and minority concentration) where assistance will be directed

All of Midwest City's housing programs are available citywide, which include low-income and minority concentrated areas. Public improvements or public facilities will benefit identified low and moderate income areas or low/mod clientele.

Geographic Distribution

Target Area	Percentage of Funds

Table 10 - Geographic Distribution

Rationale for the priorities for allocating investments geographically

Midwest City does not allocate CDBG investment geographically or in targeted areas.

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Affordable Housing

AP-55 Affordable Housing – 91.220(g)

Introduction

One Year Goals for the Number of Households to be Supported	
Homeless	0
Non-Homeless	22
Special-Needs	0
Total	22

Table 11 - One Year Goals for Affordable Housing by Support Requirement

One Year Goals for the Number of Households Supported Through	
Rental Assistance	0
The Production of New Units	0
Rehab of Existing Units	22
Acquisition of Existing Units	0
Total	22

Table 12 - One Year Goals for Affordable Housing by Support Type

Discussion

Affordable housing goals may be met by Midwest City's housing rehabilitation programs - Housing Rehabilitation Loan Program and Primary Systems Home Repair Program. The HOME funded Homebuyer Assistance Program also meets affordable housing goals, however, is not reflected in the above numbers.

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AP-60 Public Housing – 91.220(h)

Introduction

Midwest City does not have a public housing authority.

Actions planned during the next year to address the needs to public housing

Not applicable.

Actions to encourage public housing residents to become more involved in management and participate in homeownership

Not applicable.

If the PHA is designated as troubled, describe the manner in which financial assistance will be provided or other assistance

Not applicable.

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AP-65 Homeless and Other Special Needs Activities – 91.220(i)

Introduction

Describe the jurisdictions one-year goals and actions for reducing and ending homelessness including

Reaching out to homeless persons (especially unsheltered persons) and assessing their individual needs

Midwest City has only documented a handful of chronically homeless over the years, seeing our most pressing need to be assisting those at risk of homelessness in the community. Being in such close proximity to Oklahoma City shelters and services, any immediate needs are satisfied through them. The 211 referral service refers to Oklahoma City providers, however, referrals often return to our community by way of transitional or permanent housing opportunities.

Addressing the emergency shelter and transitional housing needs of homeless persons

Midwest City owns and operates (4) single family structures used as transitional housing for homeless families, receiving referrals from a Oklahoma City based homeless provider to provide case management and wrap-around services to families residing in the city's properties. There is also another transitional housing facility in Midwest City for women and their families operated by Catholic Charities, with a capacity of 20. Midwest City is also home to a 10-bed emergency youth facility operated by Mid-Del Youth & Family.

The city contracts with Oklahoma County to support an Emergency Utility Assistance Program and Homeless Alliance Real Change Vouchers are provided to the local hospital and Midwest City Police Department Jail to accommodate at-risk discharges. Daily and weekly bus passes are also distributed through the local hospital, the MWCPD Jail Diversion Program and the Neighborhoods In Action/Community Action Agency staff. Many local churches and organizations provide other needed services, such as meals, food, and clothing to the at-risk community.

Helping homeless persons (especially chronically homeless individuals and families, families with children, veterans and their families, and unaccompanied youth) make the transition to permanent housing and independent living, including shortening the period of time that individuals and families experience homelessness, facilitating access for homeless individuals and families to affordable housing units, and preventing individuals and families who were recently homeless from becoming homeless again

The City of Midwest City is not a direct recipient of the Emergency Solutions Grant (ESG) which could assist with housing the homeless and providing services to prevent homelessness, re-house or otherwise permanently house the homeless. It is the intent of the city to improve its coordination with those entities in the community that may come in contact with those experiencing homelessness in order to

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improve the city's assessment of need and plan appropriately for needed resources and service referrals.

Helping low-income individuals and families avoid becoming homeless, especially extremely low-income individuals and families and those who are: being discharged from publicly funded institutions and systems of care (such as health care facilities, mental health facilities, foster care and other youth facilities, and corrections programs and institutions); or, receiving assistance from public or private agencies that address housing, health, social services, employment, education, or youth needs.

The City of Midwest City is not a direct recipient of the Emergency Solutions Grant (ESG) to assist with housing the homeless and providing services to prevent homelessness, re-house or otherwise permanently house the homeless. It is the intent of the city to improve its coordination with those entities in the community that may come in contact with those experiencing homelessness in order to improve the city's assessment of need and plan appropriately for needed resources and service referrals.

Discussion

One year goals for the number of households to be provided housing through the use of HOPWA for:
Short-term rent, mortgage, and utility assistance to prevent homelessness of the individual or family
Tenant-based rental assistance
Units provided in housing facilities (transitional or permanent) that are being developed, leased, or operated
Units provided in transitional short-term housing facilities developed, leased, or operated with HOPWA funds
Total

N/A

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AP-75 Barriers to affordable housing – 91.220(j)

Introduction

Midwest City has not identified any public policies that serve as barriers to affordable housing or increase the cost of housing. The city will endeavor to remove or lessen the effects of any to-be-identified public policies that serve as barriers to affordable housing. The City of Midwest City recognizes the need for fair housing services and contracts annually with the Metropolitan Fair Housing Council to provide educational presentations, public information services, counseling, and testing. Midwest City promotes and supports equal opportunity in all housing programs.

Actions it planned to remove or ameliorate the negative effects of public policies that serve as barriers to affordable housing such as land use controls, tax policies affecting land, zoning ordinances, building codes, fees and charges, growth limitations, and policies affecting the return on residential investment

No Actions planned.

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AP-85 Other Actions – 91.220(k)

Introduction

Actions planned to address obstacles to meeting underserved needs

The City of Midwest City will continue to identify community partners to assist with and address the needs of the underserved in the community. By working with these partners the city hopes to develop public services offered by organizations within our community to specially address resident's needs.

Actions planned to foster and maintain affordable housing

Midwest City will continue to offer housing rehabilitation and homebuyer assistance programs as long as funding resources are available. Midwest City will continue to seek out other funding sources and programs to complement existing activities and address need in the community.

Actions planned to reduce lead-based paint hazards

Lead hazard reduction and abatement will continue to be an important component of the city's rehabilitation programs. Staff will pursue educational opportunities for lead based paint training, educating contractors of the requirements and needed training, and working to identify additional funds sources to address this issue.

Actions planned to reduce the number of poverty-level families

Midwest City, in addition to providing programs and services that assist poverty level families, will make every attempt to refer families seeking assistance to the appropriate service agency.

Actions planned to develop institutional structure

There are no plans to develop additional institutional structure.

Actions planned to enhance coordination between public and private housing and social service agencies

Midwest City will attempt to coordinate and provide information to private housing and social service agencies regarding rental assistance available through the Oklahoma Housing Finance Agency (OHFA).

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Program Specific Requirements

AP-90 Program Specific Requirements – 91.220(l)(1,2,4)

Introduction

Community Development Block Grant Program (CDBG)
Reference 24 CFR 91.220(l)(1)

Projects planned with all CDBG funds expected to be available during the year are identified in the Projects Table. The following identifies program income that is available for use that is included in projects to be carried out.

1. The total amount of program income that will have been received before the start of the next program year and that has not yet been reprogrammed	0
2. The amount of proceeds from section 108 loan guarantees that will be used during the year to address the priority needs and specific objectives identified in the grantee's strategic plan	0
3. The amount of surplus funds from urban renewal settlements	0
4. The amount of any grant funds returned to the line of credit for which the planned use has not been included in a prior statement or plan.	0
5. The amount of income from float-funded activities	0
Total Program Income	

Other CDBG Requirements

1. The amount of urgent need activities	

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CERTIFICATIONS

In accordance with the applicable statutes and the regulations governing the consolidated plan regulations, the jurisdiction certifies that:

Affirmatively Further Fair Housing -- The jurisdiction will affirmatively further fair housing, which means it will conduct an analysis of impediments to fair housing choice within the jurisdiction, take appropriate actions to overcome the effects of any impediments identified through that analysis, and maintain records reflecting that analysis and actions in this regard.

Anti-displacement and Relocation Plan -- It will comply with the acquisition and relocation requirements of the Uniform Relocation Assistance and Real Property Acquisition Policies Act of 1970, as amended, and implementing regulations at 49 CFR 24; and it has in effect and is following a residential antidisplacement and relocation assistance plan required under section 104(d) of the Housing and Community Development Act of 1974, as amended, in connection with any activity assisted with funding under the CDBG or HOME programs.

Anti-Lobbying -- To the best of the jurisdiction's knowledge and belief:

1. No Federal appropriated funds have been paid or will be paid, by or on behalf of it, to any person for influencing or attempting to influence an officer or employee of any agency, a Member of Congress, an officer or employee of Congress, or an employee of a Member of Congress in connection with the awarding of any Federal contract, the making of any Federal grant, the making of any Federal loan, the entering into of any cooperative agreement, and the extension, continuation, renewal, amendment, or modification of any Federal contract, grant, loan, or cooperative agreement;

2. If any funds other than Federal appropriated funds have been paid or will be paid to any person for influencing or attempting to influence an officer or employee of any agency, a Member of Congress, an officer or employee of Congress, or an employee of a Member of Congress in connection with this Federal contract, grant, loan, or cooperative agreement, it will complete and submit Standard Form-LLL, "Disclosure Form to Report Lobbying," in accordance with its instructions; and

3. It will require that the language of paragraph 1 and 2 of this anti-lobbying certification be included in the award documents for all subawards at all tiers (including subcontracts, subgrants, and contracts under grants, loans, and cooperative agreements) and that all subrecipients shall certify and disclose accordingly.

Authority of Jurisdiction -- The consolidated plan is authorized under State and local law (as applicable) and the jurisdiction possesses the legal authority to carry out the programs for which it is seeking funding, in accordance with applicable HUD regulations.

Consistency with plan -- The housing activities to be undertaken with CDBG, HOME, ESG, and HOPWA funds are consistent with the strategic plan.

Section 3 -- It will comply with section 3 of the Housing and Urban Development Act of 1968, and implementing regulations at 24 CFR Part 135.

_____ May 10, 2016

Signature/Authorized Official Date

Matthew D. Dukes II, Mayor City of Midwest City

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Specific CDBG Certifications

The Entitlement Community certifies that:

Citizen Participation -- It is in full compliance and following a detailed citizen participation plan that satisfies the requirements of 24 CFR 91.105.

Community Development Plan -- Its consolidated housing and community development plan identifies community development and housing needs and specifies both short-term and long-term community development objectives that provide decent housing, expand economic opportunities primarily for persons of low and moderate income. (See CFR 24 570.2 and CFR 24 part 570)

Following a Plan -- It is following a current consolidated plan (or Comprehensive Housing Affordability Strategy) that has been approved by HUD.

Use of Funds -- It has complied with the following criteria:

1. Maximum Feasible Priority. With respect to activities expected to be assisted with CDBG funds, it certifies that it has developed its Action Plan so as to give maximum feasible priority to activities which benefit low and moderate income families or aid in the prevention or elimination of slums or blight. The Action Plan may also include activities which the grantee certifies are designed to meet other community development needs having a particular urgency because existing conditions pose a serious and immediate threat to the health or welfare of the community, and other financial resources are not available);

2. Overall Benefit. The aggregate use of CDBG funds including section 108 guaranteed loans during program year(s) _____ , _____(a period specified by the grantee consisting of one, two, or three specific consecutive program years), shall principally benefit persons of low and moderate income in a manner that ensures that at least 70 percent of the amount is expended for activities that benefit such persons during the designated period;

3. Special Assessments. It will not attempt to recover any capital costs of public improvements assisted with CDBG funds including Section 108 loan guaranteed funds by assessing any amount against properties owned and occupied by persons of low and moderate income, including any fee charged or assessment made as a condition of obtaining access to such public improvements.

   However, if CDBG funds are used to pay the proportion of a fee or assessment that relates to the capital costs of public improvements (assisted in part with CDBG funds) financed from other revenue sources, an assessment or charge may be made against the property with respect to the public improvements financed by a source other than CDBG funds.

   The jurisdiction will not attempt to recover any capital costs of public improvements assisted with CDBG funds, including Section 108, unless CDBG funds are used to pay the proportion of fee or assessment attributable to the capital costs of public improvements financed from other revenue sources. In this case, an assessment or charge may be made against the property with respect to the public improvements financed by a source other than CDBG funds. Also, in the case of properties owned and occupied by moderate-income (not low-income) families, an assessment or charge may be made against the property for public improvements financed by a source other than CDBG funds if the jurisdiction certifies that it lacks CDBG funds to cover the assessment.

Excessive Force -- It has adopted and is enforcing:

1. A policy prohibiting the use of excessive force by law enforcement agencies within its

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jurisdiction against any individuals engaged in non-violent civil rights demonstrations; and

2. A policy of enforcing applicable State and local laws against physically barring entrance to or exit from a facility or location which is the subject of such non-violent civil rights demonstrations within its jurisdiction;

Compliance With Anti-discrimination laws -- The grant will be conducted and administered in conformity with title VI of the Civil Rights Act of 1964 (42 USC 2000d), the Fair Housing Act (42 USC 3601-3619), and implementing regulations.

Lead-Based Paint -- Its activities concerning lead-based paint will comply with the requirements of 24 CFR Part 35, subparts A, B, J, K and R;

Compliance with Laws -- It will comply with applicable laws.

_____ May 10, 2016

Signature/Authorized Official Date

Mayor, City of Midwest City

Title

Draft

OPTIONAL CERTIFICATION
CDBG

Submit the following certification only when one or more of the activities in the action plan are designed to meet other community development needs having a particular urgency as specified in 24 CFR 570.208(c):

The grantee hereby certifies that the Annual Plan includes one or more specifically identified CDBG-assisted activities which are designed to meet other community development needs having a particular urgency because existing conditions pose a serious and immediate threat to the health or welfare of the community and other financial resources are not available to meet such needs.

Not Applicable _____ _____
Signature/Authorized Official Date

_____
Title

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Specific HOME Certifications

The HOME participating jurisdiction certifies that:

Tenant Based Rental Assistance -- If the participating jurisdiction intends to provide tenant-based rental assistance:

> The use of HOME funds for tenant-based rental assistance is an essential element of the participating jurisdiction's consolidated plan for expanding the supply, affordability, and availability of decent, safe, sanitary, and affordable housing.

Eligible Activities and Costs -- it is using and will use HOME funds for eligible activities and costs, as described in 24 CFR § 92.205 through 92.209 and that it is not using and will not use HOME funds for prohibited activities, as described in § 92.214.

Appropriate Financial Assistance -- before committing any funds to a project, it will evaluate the project in accordance with the guidelines that it adopts for this purpose and will not invest any more HOME funds in combination with other Federal assistance than is necessary to provide affordable housing;

Not Applicable
Signature/Authorized Official

May 10, 2016
Date

Mayor, City of Midwest City
Title

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ESG Certifications

The Emergency Solutions Grants Program Recipient certifies that:

Major rehabilitation/conversion – If an emergency shelter's rehabilitation costs exceed 75 percent of the value of the building before rehabilitation, the jurisdiction will maintain the building as a shelter for homeless individuals and families for a minimum of 10 years after the date the building is first occupied by a homeless individual or family after the completed rehabilitation. If the cost to convert a building into an emergency shelter exceeds 75 percent of the value of the building after conversion, the jurisdiction will maintain the building as a shelter for homeless individuals and families for a minimum of 10 years after the date the building is first occupied by a homeless individual or family after the completed conversion. In all other cases where ESG funds are used for renovation, the jurisdiction will maintain the building as a shelter for homeless individuals and families for a minimum of 3 years after the date the building is first occupied by a homeless individual or family after the completed renovation.

Essential Services and Operating Costs – In the case of assistance involving shelter operations or essential services related to street outreach or emergency shelter, the jurisdiction will provide services or shelter to homeless individuals and families for the period during which the ESG assistance is provided, without regard to a particular site or structure, so long the jurisdiction serves the same type of persons (e.g., families with children, unaccompanied youth, disabled individuals, or victims of domestic violence) or persons in the same geographic area.

Renovation – Any renovation carried out with ESG assistance shall be sufficient to ensure that the building involved is safe and sanitary.

Supportive Services – The jurisdiction will assist homeless individuals in obtaining permanent housing, appropriate supportive services (including medical and mental health treatment, victim services, counseling, supervision, and other services essential for achieving independent living), and other Federal State, local, and private assistance available for such individuals.

Matching Funds – The jurisdiction will obtain matching amounts required under 24 CFR 576.201.

Confidentiality – The jurisdiction has established and is implementing procedures to ensure the confidentiality of records pertaining to any individual provided family violence prevention or treatment services under any project assisted under the ESG program, including protection against the release of the address or location of any family violence shelter project, except with the written authorization of the person responsible for the operation of that shelter.

Homeless Persons Involvement – To the maximum extent practicable, the jurisdiction will involve, through employment, volunteer services, or otherwise, homeless individuals and families in constructing, renovating, maintaining, and operating facilities assisted under the ESG program, in providing services assisted under the ESG program, and in providing services for occupants of facilities assisted under the program.

Consolidated Plan – All activities the jurisdiction undertakes with assistance under ESG are consistent with the jurisdiction's consolidated plan.

Discharge Policy – The jurisdiction will establish and implement, to the maximum extent practicable and where appropriate policies and protocols for the discharge of persons from

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publicly funded institutions or systems of care (such as health care facilities, mental health facilities, foster care or other youth facilities, or correction programs and institutions) in order to prevent this discharge from immediately resulting in homelessness for these persons.

Not Applicable

Signature/Authorized Official

Date

Title

Draft

HOPWA Certifications

The HOPWA grantee certifies that:

Activities -- Activities funded under the program will meet urgent needs that are not being met by available public and private sources.

Building -- Any building or structure assisted under that program shall be operated for the purpose specified in the plan:

1. For at least 10 years in the case of assistance involving new construction, substantial rehabilitation, or acquisition of a facility,

2. For at least 3 years in the case of assistance involving non-substantial rehabilitation or repair of a building or structure.

Not Applicable

Signature/Authorized Official Date

Title

Draft

APPENDIX TO CERTIFICATIONS

INSTRUCTIONS CONCERNING LOBBYING:

A. Lobbying Certification

This certification is a material representation of fact upon which reliance was placed when this transaction was made or entered into. Submission of this certification is a prerequisite for making or entering into this transaction imposed by section 1352, title 31, U.S. Code. Any person who fails to file the required certification shall be subject to a civil penalty of not less than $10,000 and not more than $100,000 for each such failure.

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OMB Number: 4040-0004
Expiration Date: 8/31/2016

Application for Federal Assistance SF-424

* 1. Type of Submission:
- [ ] Preapplication
- [x] Application
- [ ] Changed/Corrected Application

* 2. Type of Application:
- [ ] New
- [x] Continuation
- [ ] Revision

* If Revision, select appropriate letter(s):

* Other (Specify):

* 3. Date Received:

4. Applicant Identifier:

5a. Federal Entity Identifier:

5b. Federal Award Identifier:

State Use Only:

6. Date Received by State:

7. State Application Identifier:

8. APPLICANT INFORMATION:

* a. Legal Name: City of Midwest City

* b. Employer/Taxpayer Identification Number (EIN/TIN): 73-6027530

* c. Organizational DUNS: 0773266010000

d. Address:

* Street1: 100 N Midwest Blvd.

Street2:

* City: Midwest City

County/Parish:

* State: OK: Oklahoma

Province:

* Country: USA: UNITED STATES

* Zip / Postal Code: 731104319

e. Organizational Unit:

Department Name: Grants Management

Division Name:

f. Name and contact information of person to be contacted on matters involving this application:

Prefix: Mrs.

* First Name: Terri

Middle Name: L

* Last Name: Craft

Suffix:

Title: Grants Manager

Organizational Affiliation:

* Telephone Number: 405-739-1217

Fax Number: 405-869-8636

* Email: tcraft@midwestcityok.org

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Application for Federal Assistance SF-424

*** 9. Type of Applicant 1: Select Applicant Type:**

C: City or Township Government

Type of Applicant 2: Select Applicant Type:

Type of Applicant 3: Select Applicant Type:

* Other (specify):

*** 10. Name of Federal Agency:**

US Department of Housing and Urban Development

11. Catalog of Federal Domestic Assistance Number:

CFDA Title:

*** 12. Funding Opportunity Number:**

14.218

* Title:

Community Development Block Grant

13. Competition Identification Number:

Title:

14. Areas Affected by Project (Cities, Counties, States, etc.):

Add Attachment | Delete Attachment | View Attachment

*** 15. Descriptive Title of Applicant's Project:**

CDBG Entitlement Grant

Attach supporting documents as specified in agency instructions.

Add Attachments | Delete Attachments | View Attachments

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Application for Federal Assistance SF-424

16. Congressional Districts Of:

* a. Applicant: OK4&5 | * b. Program/Project: OK4&5

Attach an additional list of Program/Project Congressional Districts if needed.

Add Attachment | Delete Attachment | View Attachment

17. Proposed Project:

* a. Start Date: 07/01/2016 | * b. End Date: 07/01/2017

18. Estimated Funding ($):

* a. Federal	370,552.00
* b. Applicant	
* c. State	
* d. Local	
* e. Other	
* f. Program Income	
* g. TOTAL	370,552.00

*** 19. Is Application Subject to Review By State Under Executive Order 12372 Process?**

☐ a. This application was made available to the State under the Executive Order 12372 Process for review on .

☐ b. Program is subject to E.O. 12372 but has not been selected by the State for review.

☒ c. Program is not covered by E.O. 12372.

*** 20. Is the Applicant Delinquent On Any Federal Debt? (If "Yes," provide explanation in attachment.)**

☐ Yes ☒ No

If "Yes", provide explanation and attach

Add Attachment | Delete Attachment | View Attachment

21. *By signing this application, I certify (1) to the statements contained in the list of certifications and (2) that the statements herein are true, complete and accurate to the best of my knowledge. I also provide the required assurances** and agree to comply with any resulting terms if I accept an award. I am aware that any false, fictitious, or fraudulent statements or claims may subject me to criminal, civil, or administrative penalties. (U.S. Code, Title 218, Section 1001)**

☒ ** I AGREE

** The list of certifications and assurances, or an internet site where you may obtain this list, is contained in the announcement or agency specific instructions.

Authorized Representative:

Prefix:	Mr.
* First Name:	Matthew
Middle Name:	D.
* Last Name:	Dukes
Suffix:	II
* Title:	Mayor, City of Midwest City
* Telephone Number:	405-739-1204
Fax Number:	405-739-1208
* Email:	mayor@midwestcityok.org
* Signature of Authorized Representative:	
* Date Signed:	

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MIDWEST CITY
Where the Spirit Flies High

Midwest City Fire Department
8201 E. Reno Avenue
Midwest City, OK 73110
Office 405.739.1340
Fax 405.739.1384

MEMO

To: Honorable Mayor and City Council

From: Bert Norton, Fire Chief

Date: May 10, 2016

Subject: Discussion and consideration of approving and entering into five-year lease and maintenance agreements effective July 12, 2016 for fiscal year 2016-17 with Oklahoma Copier Solutions at a monthly lease rate of $97.00 for one (1) Sharp MX-3050 photocopier and a rate of $0.009 per black and white copy and $0.0525 per color copy.

The Midwest City Fire Department respectfully requests that Council approve a five (5) year lease (with annual council renewal) of one (1) photo copier from Oklahoma Copier Solutions formerly dba Sooner Copy Machines. Breakdown of this budgeted item is $97.00 per month; $1,164 per year; and a total cost of $5,820 for the five year lease. The monthly cost of copies will drop in price to $0.009 B/W and $0.0525 color per copy. Oklahoma Copier Solutions will be responsible for the disposition of the current copy machine with no additional cost to the City of Midwest City. The current lease and contract will drop in price $92 per month ($189 to $97) over the previous contract. Staff compared several companies with similar specifications and found Oklahoma Copier Solutions to be the best and lowest price for similar machines and price per copy. The effective date of the new contract will be July 12, 2016 with a seamless transition of the current machine being replaced with the new machine with no down time.

Staff recommends approval.

Bert Norton
Fire Chief

Attachment: Lease and Maintenance Agreements

De Lage Landen Financial Services, Inc.

Lease Agreement

LESSEE

Full Legal Name: City of Midwest City | Phone Number:

Billing Address: | City: | State: OK | Zip: | Attention to:

Send Email Invoice To: | Purchase Order Requisition Number:

EQUIPMENT

Make	Model Number	Serial Number	Quantity	Description (Attach Separate Schedule A If Necessary)
SHARP	MX-3050		1	

PAYMENT INFORMATION

Number of Lease Payments	Lease Payment*	
60	$917.00	Plus Applicable Taxes
		Plus Applicable Taxes
	*	Plus Applicable Taxes

Lease Payment ☐ includes / ☐ does NOT include maintenance/service/supplies (check one)

* Lease payment may be adjusted for up front sales tax.

Term of Lease in Months

Payment Frequency: ☑ Monthly ☐ Quarterly ☐ Other

End of Lease Option: ☐ FMV ☐ 10% ☑ $1 ☐ Other

End of Lease Purchase Option shall be FMV unless another option is selected.

Security Deposit	(PLUS)	First Period Payment	(PLUS)	Other	(EQUALS)	Total Payment Enclosed
	+		+		=	

1. Lease: You (the "Lessee") agree to lease from us (the "Lessor") the Equipment listed above and on any attached schedule (the "Lease"). You authorize us to adjust the Lease payments by up to 15% if the cost of the Equipment or taxes differs from the supplier's estimate. You agree to pay us a fee of $75.00 to reimburse our expenses for preparing financing statements, other documentation costs and all ongoing administration costs during the term of this Lease. We may increase the Lease Payment on an annual basis, in an amount not to exceed ten percent (10%) of the Lease Payment in effect at the end of the prior annual period. Security deposits are non-interest bearing. If you are not in default, we will return the deposit to you when the Lease is terminated. If a payment is not made when due, you will pay us a late charge of 5% of the payment or $10.00, whichever is greater. YOU AGREE THAT NO ONE IS AUTHORIZED TO WAIVE OR CHANGE ANY LEASE TERM OR PROVISION.

2. Term: This Lease is effective on the date that it is accepted and signed by us, and the term of this Lease begins on that date or any later date that we designate (the "Commencement Date") and continues thereafter for the number of months indicated above. Lease payments are due as invoiced by us. As you will have possession of the Equipment from the date of its delivery, if we accept and sign this Lease you will pay us interim rent for the period from the date the Equipment is delivered to you until the Commencement Date as reasonably calculated by us based on the Lease payment, the number of days in that period, and a month of 30 days. Your obligations are absolute, unconditional, and are not subject to cancellation, reduction, setoff or counterclaim.

3. Title: Unless you have a $1.00 purchase option, we will have title to the Equipment. If you have a $1.00 purchase option and/or the Lease is deemed to be a security agreement, you grant us a security interest in the Equipment and all proceeds thereof. You authorize us to file Uniform Commercial Code ("UCC") financing statements on the Equipment.

4. Equipment Use, Maintenance and Warranties: We are leasing the Equipment to you "AS-IS" AND MAKE NO WARRANTIES, EXPRESS OR IMPLIED, INCLUDING WARRANTIES OF MERCHANTABILITY, OR FITNESS FOR A PARTICULAR PURPOSE. We transfer to you any manufacturer warranties. You are required at your cost to keep the Equipment in good working condition and to pay for all supplies and repairs. **The Lease Payments set forth above do not include the cost of maintenance, service, and/or supplies ("Service"), unless indicated in the above "Payment Information" box. Notwithstanding anything to the contrary, however, you agree that we are not responsible for providing such Service for the Equipment and you will make all claims related to Service to the Service provider ("Provider"). No Provider may alter the terms of this Lease or make any promises or arrangements that alter our rights or your obligations under this Lease. You agree that you are expressly assuming any risks arising from such Provider's inability to deliver such Service, under any circumstance, including, without limitation, such Provider's financial condition or its inability to repair or service the Equipment.** You agree that any claims related to Service will not impact your obligation to pay all Lease payments when due.

5. Assignment: You agree not to transfer, sell, sublease, assign, pledge or encumber either the Equipment or any rights under this Lease without our prior written consent. You agree that we may sell, assign, or transfer the Lease and the new owner will have the same rights and benefits we now have and will not have to perform any of our obligations and the rights of the new owner will not be subject to any claims, defenses, or setoffs that you may have against us or any supplier.

6. Risk of Loss and Insurance: You are responsible for all risks of loss or damage to the Equipment and if any loss occurs you are required to satisfy all of your Lease obligations. You will keep the Equipment insured against all risks of loss or damage for an amount equal to its replacement cost. You will list us as the sole loss payee for the insurance and give us written proof of the insurance. If you do not provide such insurance, you agree that we have the right, but not the obligation, to obtain such insurance, and add an insurance fee to the amount due from you, on which we may make a profit. We are not responsible for any losses or injuries caused by the Equipment and you will reimburse us and defend us against any such claims. This indemnity will continue after the termination of this Lease. You will obtain and maintain comprehensive public liability insurance naming us as an additional insured with coverages and amounts acceptable to us.

7. Taxes: You agree to pay when due, either directly or as a reimbursement to us, all taxes (including, without limit, sales, use, and personal property) and charges in connection with ownership, lease and use of the Equipment. We may charge you a processing fee for administering property tax filings. You will indemnify us on an after-tax basis against the loss or unavailability of any tax benefits anticipated at the Commencement Date arising out of your acts or omissions. This indemnity will continue even after the termination of this Lease.

8. Default and Remedies: You are in default on this Lease if: a) you fail to pay a Lease payment or any other amount when due; or b) you breach any other obligation under the Lease or any other Lease with us. If you are in default on the Lease we may: (i) declare the entire balance of unpaid Lease payments for the full Lease term immediately due and payable to us; (ii) sue you for and receive the total amount due on the Lease plus the Equipment's anticipated end of Lease fair market value or fixed price purchase option (the "Residual") with future lease payments and the Residual discounted to the date of default at 1% per annum, plus reasonable collection and legal costs; (iii) charge you interest on all monies due at the rate of 18% per year or the highest rate permitted by law from the date of default; (iv) charge you a return-check or non-sufficient funds charge ("NSF Charge") of $25.00 for a check that is returned; and (v) require that you immediately return the Equipment to us or we may peaceably repossess it. Any return or repossession will not be considered a termination or cancellation of the Lease. If the Equipment is returned or repossessed we will sell or re-rent the Equipment at terms we determine, at one or more public or private sales, with or without notice to you, and apply the net proceeds (after deducting any related expenses) to your obligations. You remain liable for any deficiency with any excess being retained by us. You agree that if notice of sale is required by law to be given, 10 days notice will constitute reasonable notice. You are also required to pay (i) all expenses incurred by us in connection with enforcement of any remedies, including all expenses of repossessing, storing, shipping, repairing, and selling the Equipment, and (ii) reasonable attorney's fees.

9. End of Lease, Return, Purchase Option, and Renewal: You will give us at least 60 days but not more than 120 days written notice (to our address below) before the expiration of the initial lease term (or any renewal term) of your intention to purchase or return the Equipment. With proper notice you may: a) purchase all the Equipment as indicated above under "End of Lease Option" (fair market value purchase option amounts will be determined by us based on the Equipment's in place value); or b) return all the Equipment in good working condition at your cost in a timely manner, and to a location we designate. If you fail to notify us, or if you do not (i) purchase or (ii) return the Equipment as provided herein, this Lease will automatically renew at the same payment amount for consecutive 60-day periods. If the Equipment is returned to us, you shall remove all confidential information from the Equipment prior to return. If any Software license ("License") included hereunder passes title to you, such title shall automatically vest and remain in us. If such vesting requires a written conveyance, you hereby convey to us any title you have or hereafter acquire in the Software and relinquish any subsequent title in the Software. If licensor's consent is required, you shall assist us in obtaining consent.

10. Miscellaneous: You agree that the Lease is a Finance Lease as defined in Article 2A of the Uniform Commercial Code ("UCC"). You acknowledge that we have given you the Equipment supplier's name. We hereby notify you that you may have rights under the supplier's contract and may contact the supplier for a description of these rights. You agree that we are authorized, without notice to you, to supply missing information or correct obvious errors in the Lease. **This Lease was made in Pennsylvania ("PA"); is deemed to be performed in PA and shall be governed and construed in accordance with the laws of PA. You consent to the non-exclusive jurisdiction, personal or otherwise, in any state or federal court in PA, and waive trial by jury.** You agree (i) to waive any and all rights and remedies granted to you under UCC Section 2A-508 through 2A-522, (ii) that the Equipment will only be used for business purposes and not for personal, family, or household use, and will not be moved from the above location without our consent, and (iii) this Lease may be executed in counterparts and any facsimile, photographic or other electronic transmission and/or electronic signing of this Lease by you when manually countersigned by us or attached to our original signature counterpart and/or in our possession shall constitute the sole original chattel paper as defined in the UCC for all purposes and will be admissible as legal evidence thereof. At our option, we may require a manual signature. We may inspect the Equipment during the Lease term. We shall not be liable to you for indirect, special, or consequential damages. No failure to act shall be deemed a waiver of any rights hereunder.

LESSEE SIGNATURE

You agree that this is a non-cancelable lease. The Equipment is: ☑ NEW ☐ USED

Signature | Date

Title | Print Name

Legal Name of Corporation

LESSOR

De Lage Landen Financial Services, Inc.
Lease Processing Center, 1111 Old Eagle School Road, Wayne, PA 19087
PHONE: (800) 735-3273 • FAX: (800) 776-2329

Commencement Date: 7/12/16 | Lease Number:

Accepted By:

ACCEPTANCE

The Equipment has been received, put in use, is in good working order and is satisfactory and acceptable.

Signature | Date | Print Name | Title

GUARANTY

I unconditionally guaranty prompt payment of all the Lessee's obligations under the Lease. The Lessor is not required to proceed against the Lessee or the Equipment or enforce other remedies before proceeding against me. I waive notice of acceptance and all other notices or demands of any kind to which I may be entitled. I consent to any extensions or modification granted to the Lessee and the release and/or compromise of any obligations of the Lessee or any other guarantors without releasing me from my obligations. This is a continuing guaranty and will remain in effect in the event of my death and may be enforced by or for the benefit of any assignee or successor of the Lessor. **This guaranty is governed by and constituted in accordance with the laws of the Commonwealth of PA and I consent to non-exclusive jurisdiction of any state or federal court in PA and waive trial by jury.**

Signature | Print Name | Date

080EDOC243v9

California Finance Lender License No. 603 5216

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Oklahoma Copier Solutions

650 Alameda
Norman, OK 73071
(405) 364-7700

116 N. Independence
Enid, OK 73701
(580) 234-6363

3702 S. 4TH
Chickasha, OK 73018
(405) 222-1313

302 NW Rogers Ln
Lawton, OK 73057
(580)351-1700

115 E. California #301
OKC, OK 73101
(405) 684-8990

MAINTENANCE AGREEMENT

Customer Name: City of Midwest City

Billing Address: _____

City, State, Zip: _____

Contact Person & Phone: _____

Contract Effective Date: _____

MAKE	MODEL #	SERIAL #	ID#	METER READING
SHARP	MX-3050			

*Customer agrees to pay $____ per month plus ____ covered copies with $_____ overage per black & white output.

*Monthly cost per output: Customer agrees to pay $.009 per output BLACK AND WHITE and $.0525 per output COLOR.

*Quarterly plan: Customer agrees to pay $._____ per quarter which includes _____ copies & overages are billed at $._____ per copy.

X Parts are included under this agreement
X Drums are included under this agreement
__ Drums are excluded under this agreement
X Initial networking included under this agreement

X Labor is included under this agreement
X Toner is included under this agreement
__ Toner is excluded under this agreement
X Staples are included under this agreement

_____
Customer Signature Date

_____
Oklahoma Copier Solutions Date

MAINTENANCE AGREEMENT
TERMS AND CONDITIONS

This Maintenance Agreement shall become effective upon its acceptance by Oklahoma Copier Solutions Inc. on the date indicated on the face hereof.

1. Maintenance Agreement base rate charges are payable in advance. The payment due date for a coverage period is the first day of the coverage period specified on the face hereof. Anything herein contained to the contrary not withstanding, Oklahoma Copier Solutions shall have no obligation to provide any of these services called for hereunder to customer unless customer is current in all payments made to Oklahoma Copier Solutions, including but not limited to service, supply, maintenance, and maintenance related billings and equipment lease billings.

2. Oklahoma Copier Solutions shall provide inspections as required, which may be made in conjunction with regular or emergency service calls.

3. During the terms of this Agreement, Oklahoma Copier Solutions will provide without charge, parts, which have been broken or worn through normal use and labor which is necessary for servicing and maintenance adjustments.

4. This Agreement shall not apply to service or repairs made necessary by accident, misuse, abuse, or neglect, theft, riot, vandalism, lightening, electrical power failure, fire, water, or other casualty, or to repairs made necessary, as a result of either service by personnel other than Oklahoma Copier Solutions published supply specifications for the equipment.

5. This Agreement covers only the equipment described on the face hereof and does not include any accessories not listed thereon.

6. This Agreement may not be assigned by the customer.

7. This Agreement does not include applicable taxes. All taxes levied or imposed, now or hereafter, by any governmental authority shall be paid by the customer in accordance with the law.

8. This Agreement (consisting of the face and reverse side of this page) supersedes any and all prior oral written Maintenance Agreement between parties, and constitutes the entire Agreement between the customer and Oklahoma Copier Solutions with respect to the service to be provided hereunder.

9. If, during the terms of this Agreement or any subsequent terms, Oklahoma Copier Solutions is unable to obtain parts for the equipment covered under this Agreement, Oklahoma Copier Solutions may, at its sole discretion, terminate this Agreement and refund to the customer the prorated unused portion.

10. This Agreement shall remain in full force and effect for the coverage period noted on the face hereof. Customer's obligation to pay all charges which have accrued shall survive any termination of this Agreement. Pricing is for the first year only unless otherwise stated on the face here of this Agreement contract. Changes to this contract may only be made with the consent of the customer and Oklahoma Copier Solutions, and only within the first six months of coverage. At the expiration date of the original or any renew term, this Agreement with all of its terms, covenants, and conditions, including this paragraph, shall be deemed to have been automatically renewed for a term of 12 month, except for the base rate charges and drum charges, which will be set at Oklahoma Copier Solutions established rates, unless either party has given a prior written notice no more than 45 days and no less than 30 days before the annual renewal date of its intention to terminate this Agreement as of the end of such terms.

11. If this contract is canceled prior to expiration date, Oklahoma Copier Solutions has the right to bill for the remaining period. If the customer is on a monthly plan, Oklahoma Copier Solutions will bill the monthly service charge for the remaining months. If the customer is on a monthly cost per copy plan, the average of the previous 6 months will be used to bill for the remaining period.

City Manager
100 N. Midwest Boulevard
Midwest City, OK 73110
ghenson@midwestcity.org
Office: 405-739-1207
Fax: 405-739-1208
www.midwestcityok.org

MEMORANDUM

TO: Honorable Mayor and Council

FROM: J. Guy Henson, City Manager

DATE: May 10, 2016

RE: Discussion and consideration of ratifying and approving a Statement of Work – Confinement with the United States Armed Forces, executed by the city manager on May 5, 2016 on behalf of the City of Midwest City, which establishes additional terms and conditions under which federal prisoners can be housed in the City's jail.

The City currently has a Memorandum of Agreement with the United States Armed Forces which the attached Statement of Work modifies to allow the USAF to house prisoners in the City's jail for a longer period of time. The original MOA allows the USAF to house prisoners in the City's jail for compensation in the amount of $48.00 per day up to a maximum of $2,500 per federal fiscal year. At this time, the USAF has had a prisoner in the City's jail continuously for almost two months and the $2,500 cap was reached and needed to be raised which is what the attached Statement of Work does. Because the cap was reached and the prisoner was still in the City's jail, I needed to execute the Statement of Work prior to the Council meeting to extend the USAF's obligation to pay the City the daily rate for the federal prisoner.

Staff recommends ratifying and approving of the Statement of Work.

J. GUY HENSON
City Manager

STATEMENT OF WORK
Confinement
F3YCAR5104A001

Period of Performance: 5 Years from date of Contracting Officer's Signature on BPA front page.

1. **Purpose:** The purpose of this agreement between the United States Armed Forces (Tinker Air Force Base) and the Contractor is to set forth rules and regulations for short-term pre-trial and post trial housing of prisoners, not to exceed six (6) months. Contractor shall furnish all labor, tools, equipment, materials, and incidentals necessary to retain all active duty military personnel placed into confinement status per concurrence with 72d Security Forces Squadron. Individuals will be housed for the amount determined by contracting. This will cover all meals to maintain health and welfare. The contract period will extend from 05 MAY 16 thru 30 SEP 16. Members of any branch of the military apprehended by Tinker AFB will be placed accordingly under military law and fall under the terms of the contract and memorandum of agreement.

2. **Authority**: Air Force Instruction 31-105, Air Force Instruction 25-201, DODI 4000.19 and related directives.

3. Responsibilities.

3.1 72d Security Forces Squadron

3.1.1 Assumptions. Detainee/Inmate confinement may be required on a daily, weekly, or monthly basis, as determined by the Installation Chief of Security Forces (CSF). A Tinker Air Force Base detainee/inmate confined with contractor shall remain confined there until the 72d Security Forces Squadron confinement staff notifies the contractor of temporary or permanent removal from the facility. The detainees/inmates shall be subject to contractor rules and directives, including rules on discipline and treatment. The 72d Security Forces Squadron will be responsible for providing a list of individuals who are authorized to remove Tinker Air Force Base detainees/inmates from the facility and contractor will ensure Tinker Air Force Base detainees/inmates are released only to the custody of those who are authorized, i.e., 72d Security Forces Squadron Confinement Officer/non-commissioned officer (NCO) or designated escorts. Tinker Air Force Base detainees/inmates may be visited by any individuals except those specifically identified by the 72d Security Forces Squadron on a Restricted Visitation Listing. Tinker Air Force Base detainees/inmates will be provided the same level of services and treatment afforded to other confinees consistent with applicable local laws and standards.

3.1.2 The 72d Security Forces Squadron will notify the contractor of military detainee/inmates requiring short-term confinement upon identification of the necessity to confine such military members. The 72d Security Forces Squadron will pay the sum agreed upon and found within the applicable annually awarded contract per detainee/inmate, per day for housing of military members.

3.1.3 The United States Armed Forces will be responsible for any medical costs, other than basic first aid, including but not limited to, emergency care, hospitalization, long-term care, security and transportation. Detainees/Inmates requiring emergency medical care will utilize

their respective Tricare benefits in accordance with Tricare regulations and policies as payment for such services. The 72d Security Forces Confinement Section will transport military detainee/inmates requiring non-emergency medical treatment outside of the contractor.

3.1.4 When transportation of military detainee/inmates away from the contractor required for routine appointments, telephone notification from the 72d Security Forces Squadron to the contractor will normally be given not later than 1 day prior to the appointment. As a minimum, notification will be 2 hours prior to the actual pick up time.

3.1.5 The 72d Security Forces Squadron will provide detainee/inmates with a uniform to be worn only when transported away from the contractor by members of the Tinker Air Force Base detainee/inmate's parent unit or the 72d Security Forces Squadron.

3.1.6 Furthermore, the United States Armed Forces agrees to hold the contractor harmless of any pre-existing injuries said detainee/inmate(s) might have incurred prior to his/her incarceration within the facility.

3.2 Contractor

3.2.1 The contractor shall house military members being confined by Tinker Air Force Base, on an "as needed" basis.

3.2.2 Contractor shall maintain approval or accreditation/certification with the American Correctional Association (ACA) or a facility accredited by the State. In addition, the contractor must be Prison Rape Elimination Act (PREA) compliant or actively seeking PREA compliance.

3.2.3 If possible, Air Force detainees/inmates will be housed separately from all other detainees/inmates.

3.2.4 Contractor shall provide the Tinker Air Force Base detainee/inmate with appropriate and suitable confinement space to include a bed, mattress, sheets, pillow, blankets, toilet, sink, and shower. Female detainees/inmates will be segregated from male detainees/inmates by both sight and sound.

3.2.5. Contractor shall provide the Tinker Air Force Base detainee/inmate three meals a day and all health and comfort items (i.e. towels, washcloths, toiletries, work clothing, etc.) provided to any other detainee/inmate normally confined within the facility.

3.2.6. Contractor shall place military detainee/inmates into administrative segregation for a minimum of 24 hours not to exceed 72 hours upon initial entry into the detention center. This administrative segregation will be completed prior to permanent housing accommodations as applicable to military detainee/inmate status.

3.2.7 Pre-Trial Detainees: Military pre-trial detainees will be housed alone in separate cells or sleeping areas, separated by sight, from post-trial inmates. However, pre-trial detainees may share the same common areas at the same time with post-trial inmates. The contractor shall ensure foreign nationals are housed separately from military detainees in pre-trial status. Military detainees will not be allowed access to common areas containing foreign nationals.

Additionally, military detainees will be restricted from having any and all physical, verbal and visual contact with foreign nationals.

3.2.8 Post-Trial Inmates: Military post-trial inmates will be housed alone in separate cells or sleeping areas, separated by sight, from pre-trial detainees. However, post-trial inmates may share the same common areas at the same time with pre-trial detainees. The contractor shall ensure foreign nationals are housed separately from military inmates in post-trial status. Military inmates will not be allowed access to common areas containing foreign nationals. Additionally, military inmates will be restricted from having any and all physical, verbal and visual contact with foreign nationals.

3.2.9 Uniforms: The contractor shall provide pre-trial military detainees with a jumpsuit and additional clothing items in accordance with the contractor clothing and dress policy. In accordance with Air Force Instruction 31-105, pre-trial detainees housed in non-Air Force confinement facilities shall wear the uniform prescribed by the contractor. Post-trial military inmates will receive standard clothing items in accordance with the contractor clothing and dress policy.

3.2.10 Medical: The contractor shall accept and dispense prescription medication prescribed and issued by the 72d Medical Group to military detainee/inmates. Prescriptions should be dispensed as directed on the medication itself and may require multiple doses throughout the day. Basic first aid and emergency medical care will be provided by the contractor as needed by military detainee/inmates. The contractor will not be responsible for medical costs other than basic first aid. The contractor shall to notify the 72d Security Forces Squadron, confinement section, within 1 hour from the occurrence of all emergency medical cases requiring removal of a detainee/inmate from the facility.

3.2.11 Discipline: The contractor shall document and notify the 72d Security Forces confinement section as soon as possible, not to exceed, 24 hrs of the following situations, as a minimum, involving military detainees/inmates: meal refusals, all disciplinary/derogatory reports, and/or placement into disciplinary segregation. Contractor shall also provide a copy of these reports to the confinement section for the detainee/inmates AF confinement record. The detainees/inmates shall be subject to the institution's rules and directives including rules on discipline and treatment.

3.2.12 The contractor shall ensure military detainees/inmates can use either the facilities complaint system or the Air Force system, i.e., in no specific order, 72d Air Base Wing Inspector General, 72d Security Forces Confinement Officer/NCO/POC, and their chain of command. Detainees/Inmates must be visited by their unit commander or designated representative at least monthly and should be allowed to contact their unit First Sergeant. The contractor shall deny media personnel access to detainee/inmate unless coordinated by 72d Security Forces Confinement Officer/NCO/POC and the 72d Air Base Wing Public Affairs office. Additionally, the facility will prohibit photography/videography of military detainee/inmate unless the detainee/inmate provides written consent.

3.2.13 The contractor shall insure that privileged communication with the following officials are exempt from rejection or censorship: the President or Vice President of the United States, Members of the United States Congress, the Secretary of Defense, Attorney General, Secretary of the Air Force, The Judge Advocate General or one of their representatives, Clergy (after address and pastoral status verified), State and Federal courts, and the military or civilian attorney of the detainee/inmate. Contractor staff may inspect a communication from any of the above in the presence of the detainee/inmate only if there is a reasonable basis to believe the mail

or call contains contraband, or for the purposes of initially identifying the official. If there is no reasonable basis for inspection or censorship when making privileged phone calls, each inmate must be afforded the opportunity to speak on a non-recorded line separate from other inmates.

4. **POC:** The Tinker AFB central point of contact for confinement is the 72d Security Forces Squadron, commercial telephone number (405) 734-6686, Fax (405) 734-3062. Mailing address is 72d Security Forces Squadron/4385 Air Depot, Bldg 7017, Tinker AFB, OK 73145.

CLOUSER.JUSTIN.D.1390322247

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Date: 2016.05.05 08:13:19 -05'00'

JUSTIN D. CLOUSER, Capt, USAF
Confinement Officer, S3

The City of
Midwest City
Police Department

Brandon Clabes
Chief of Police

MEMORANDUM

TO: Honorable Mayor and Council

FROM: Brandon Clabes, Police Chief

DATE: May 10, 2016

SUBJECT: Discussion and consideration of renewing the Memorandum of Understanding in an amount not to exceed $25,000 with the Oklahoma Department of Mental Health and Substance Abuse Services which establishes the terms and conditions under which the City participates in this program to identify eligible municipal offenders in Midwest City who are in need of behavioral health treatment services and fund supplies necessary to operate the screening program such as a computer or drug testing supplies in the amount of $1,000.

The Midwest City Police Department operates the largest municipal jail in Oklahoma, processing an average of 3,000 to 4,000 prisoners per year. It is a proven fact that a large percentage of these individuals suffer from mental health or substance abuse issues but are unable or unwilling to get necessary treatment. The City of Midwest City continues to work with the Oklahoma Department of Mental Health and Substance Abuse Services (ODMHSAS) through an innovative project that identifies eligible municipal offenders who are in need of behavioral health treatment services. In addition, the offenders who are approved for the program are linked to appropriate services and monitored for treatment compliance and substance abstinence. Statistics at this point shows the program is having positive results.

Successful completion of the program, known as the Diversion Project, could result in incentives to the participants that could potentially include misdemeanor charge reductions and dismissals. Also, it provides a foundation for the participant to become a productive citizen in society and reduce recidivism, not only in our facility but others throughout the state. This obviously lowers jail operating costs and population numbers.

As part of the MOU, the City of Midwest City agrees to provide financial support in the amount of $26,000.00 and office space for a full time ODMHSAS certified, contracted treatment provider to coordinate the Diversion Project. ODMHSAS will match the financial responsibility of the Diversion Project; and provide training and analytical data for evaluation purposes.

The monies are budgeted for this project in the Jail Contractual funds (036-6230-421.30-40). This continues to be the first of its kind at a municipal level and possibly a national model to be used throughout the United States.

Staff recommends approval.

Brandon Clabes
Police Chief

Attachment: Proposed MOU

MEMORANDUM OF UNDERSTANDING

Between the City Council of Midwest City, Oklahoma and the Oklahoma Department of Mental Health and Substance Abuse Services

This Memorandum of Understanding (MOU) is entered into by and between the City Council of Midwest City, Oklahoma (MWC) and the Oklahoma Department of Mental Health and Substance abuse Services (ODMHSAS), cumulatively the "Parties".

WHEREAS, The City Council of Midwest City, along with the Midwest City Police Department and the Midwest City Attorney, have identified a need for certain municipal offenders to receive behavioral health treatment in order to reduce recidivism in the city jail., and

WHEREAS, ODMHSAS is willing to provide support to develop a pilot municipal jail diversion program for offenders who are in need of behavioral health treatment services and are approved for the program by the City Prosecutor, and

WHEREAS, the Parties agree to jointly fund a full-time project coordinator, and to separately provide other necessary funds as provided below,

NOW THEREFORE, the Parties agree as follows:

1. **PURPOSE:** The purpose of the pilot project is to identify eligible municipal offenders in Midwest City, Oklahoma who are in need of behavioral health treatment services. Offenders approved for the program will be linked to appropriate services and monitored for treatment compliance and substance abstinence. Further, MWC will recommend to the City Prosecutor and Judge of the Municipal Court that certain incentives be provided to participants for compliance with treatment services and/or substance abstinence, those incentives to potentially include misdemeanor charge reductions and dismissals. This project shall hereinafter be referred to as the "Diversion Project".

2. **PERIOD OF AGREEMENT:** The effective date of this MOU is July 1, 2016. This agreement shall remain in effect until either of the Parties provides written notice of cancellation with at least a 45 day notice, or June 30, 2017, whichever occurs first. The agreement is renewable for a further 1 year term, subject to the continuing sufficiency of legislative and municipal appropriations.

3. **MIDWEST CITY RESPONSIBILITIES:** The Midwest City Council hereby agrees to provide the following:

    a. **FINANCIAL:** The Midwest City Council will provide the following financial support for the diversion project:

        - Fund half of the aforementioned full-time staff position. This person will be employed by an ODMHSAS certified, contracted treatment provider to coordinate the Diversion Project. MWC will provide to ODMHSAS, on a 12-month pro-rata basis, funds not to exceed the amount of Twenty-five Thousand Dollars ($25,000.00) annually, to be coupled with ODMHSAS

funds in a matching amount and paid by ODMHSAS to the contracted provider to fund the "Diversion Project Coordinator" position.

- Fund supplies necessary to operate the screening program, such as a computer or drug testing supplies, as identified by the MWC Police Department and ODMHSAS in the amount of One Thousand Dollars ($1,000.00) annually, through MWC-determined purchasing procedures.

b. **TRAINING:** The MWC Police Department will encourage all relevant staff, to include police officers jail staff and any other necessary parties to attend trainings provided by ODMHSAS, as referenced in 4.b.

c. **SCREENING:** The MWC Police Department will administer, as part of jail booking, validated behavioral health screens agreed upon for use by both Parties.

d. **DATA SHARING:** The MWC Police Department will provide the ODMHSAS with jail booking data for the prior three (3) years and monthly thereafter throughout the MOU period. The Parties agree that the MWC Police Department will share personally identifiable data which may include, but is not limited to offender names, social security numbers, dates of birth, arrest data, criminal charge information. The information may be shared in any appropriate and secure format or medium. Offenders will sign an appropriate release during the screening process for such data sharing.

4. **ODMHSAS RESPONSIBILITIES:** The ODMHSAS hereby agrees to provide the following:

a. **FINANCIAL:** The ODMHSAS will provide financial support for the Diversion Project by the following means:

- Fund the remaining half of the aforementioned full-time staff position. This person will be employed by the ODMHSAS certified, contracted treatment provider to coordinate the Diversion Project. MWC will provide to ODMHSAS, on a 12-month pro-rata basis, funds not to exceed in Twenty-five Thousand Dollars ($25,000.00) annually, to be coupled with ODMHSAS funds in a matching amount and paid by ODMHSAS to the contracted provider to fund the Diversion Project Coordinator position.
- Fund treatment services, billed to the Department through established processes and fee for services rates, by the ODMHSAS certified, contracted treatment provider in an amount not to exceed Thirty Thousand Dollars ($30,000.00) annually.

b. **TRAINING:** The ODMHSAS will, upon request from MWC Police Department, provide at least two (2) trainings per calendar year to the MWC Police Department and other necessary individuals to include diversion project purpose, goals, target population, screening instruments, or data collection.

c. **CONTRACTING:** The ODMHSAS will negotiate the contract with an ODMHSAS certified treatment provider for the purposes of hiring the aforementioned "Diversion Project Coordinator" and for provision of treatment as described above.

d. **TECHNICAL ASSISTANCE AND MONITORING:** The ODMHSAS shall provide technical assistance to the MWC Police Department and to MWC, as well as to any ODMHSAS certified, contracted treatment providers working with the Diversion Project on an as needed basis. Further, the ODMHSAS shall monitor any ODMHSAS certified, contracted treatment provider working with this Diversion Project for compliance with contract requirements.

IT IS SO AGREED this _____ day of _____ 2016.

Chief Brandon Clabes, for
Midwest City Police Department

ODMHSAS Commissioner

City Attorney Katherine Bolles

For the City Council of Midwest City, Oklahoma
Mayor Matthew D. Dukes II

THE CITY OF
MIDWEST CITY
Police Department

MEMORANDUM

To: Honorable Mayor and Council

From: Brandon Clabes, Police Chief

Date: May10, 2016

Subject: Discussion and consideration of 1) declaring the various obsolete items of city property on the attached list surplus; and 2) authorizing their disposal by public auction or sealed bid.

This agenda item will declare the items on the attached list surplus. The listed equipment items are obsolete, defective or have been replaced.

If approved these items will be posted for sale on the city's auction site at:
http://stores.ebay.com/MWC-Surplus-Property-Division

Staff recommends approval.

Brandon Clabes
Police Chief

Attached: Surplus List

100 N. Midwest Boulevard - Midwest City, Oklahoma 73110
(405) 739-1320 - FAX (405) 739-1398 - (TDD) (405) 739-1359
An Equal Opportunity Employer

MIDWEST CITY POLICE DEPARTMENT
SURPLUS PROPERTY LIST
FOR CITY COUNCIL MEETING - MAY 10, 2016

#	ITEM	MODEL #	SERIAL #	OTHER
1	John Deere Mower 14HP	LX176	MOL176X162756	KAWAS 14HP
1	Bunn Pourmatic Coffee Maker	920266	VPR	
1	Sharp Alarm Clock	None Listed	None Listed	
1	Aiphone	AP-10M	None Listed	
3	Telephones	None Listed	None Listed	
1	HP Scanjet	XPA	TW011B9548	
1	Kinyo VHS Rewinder	None Listed	None Listed	
1	Canon Powershot Camera	A23000	512066075462	
2	Javelin Pro Series Cameras	JN-JE7332C	None Listed	
1	RCA television	F19426	None Listed	

MIDWEST CITY
Where the Spirit Flies High

DISCUSSION ITEMS

The City Of Midwest City
Neighborhood Services Department
Code Enforcement • Neighborhood Initiative • Neighborhoods in Action
8726 SE 15th Street, Midwest City, OK 73110
(405) 739-1005

MEMORANDUM

To: Honorable Mayor and Council

From: Mike S. Stroh, Neighborhood Services Director

Date: May 10, 2016

Subject: Discussion and consideration of appointing a replacement to fill Jim Ray's seat on the Residential Parking Review Committee as his term on the Council has ended.

The Residential Parking Review Committee was established on April 14, 2015 and meets on call. Originally, Councilmembers Jim Ray, Jeff Moore and Daniel McClure were appointed to this Committee.

Action is at the discretion of the Council.

Mike S. Stroh

Mike S. Stroh, Neighborhood Services Director

City Manager
100 N. Midwest Boulevard
Midwest City, OK 73110
office 405.739.1204

MEMORANDUM

TO: Honorable Mayor and Council

FROM: J. Guy Henson, City Manager

DATE: May 10, 2016

RE: Discussion and consideration of appointing four Midwest City citizens to serve on the Charter Review Committee.

At the April 26, 2016 Council meeting, the Charter Review Committee was established with a membership of three councilmembers and four Midwest City citizens. At that same meeting, Councilmembers Christine Allen, Sean Reed, and Pat Byrne were appointed to serve on that committee. This item is on the agenda for the Council to appoint four citizens to the committee.

Action is at the Council's discretion.

J. Guy Henson
City Manager

MIDWEST CITY
Where the Spirit Flies High

NEW BUSINESS/ PUBLIC DISCUSSION

MIDWEST CITY
Where the Spirit Flies High

FURTHER INFORMATION

MIDWEST CITY
Where the Spirit Flies High

MEMORANDUM

TO: Honorable Mayor and Council

FROM: Vaughn Sullivan, Community Services Director

DATE: May 10, 2016

SUBJECT: Discussion and consideration of approving and passing an ordinance amending Chapter 12, Community Center, of the Midwest City Code; and providing for repealer and severability.

Staff recommends amending Chapter 12, Community Center, of the Midwest City Code to include the Senior Center. The Senior Center's policies closely follow those of the Community Center, but they have never been added to the Code. These changes will be to virtually every section of Chapter 12.

Staff has been studying the cost of the rental fees for the Midwest City Community and Senior Centers. We have determined that both centers are in need of revenue enhancements. We have studied our competitors' rates and have determined that these increases are still competitive with other centers in the surrounding area. We believe that the Community and Senior Centers still offer amenities to our patrons that our competitors do not such as staff personnel on duty, and more availability on rental hours and days.

Estimated increase in revenue is $18,000.00.

Staff also recommends the deletion of the keyboard, microphone, and stand-alone projection screen at the Community Center. With the addition of the new audio/visual systems, these items are outdated and have not been rented for many years.

Staff recommends approval.

Vaughn K. Sullivan
Community Services Director

Attachments: Redlined copy of the ordinance
Clean copy of the ordinance

VKS/pmm

CITY OF MIDWEST CITY PUBLIC WORKS
8730 S.E. 15th STREET * MIDWEST CITY, OKLAHOMA 73110-7941
(405) 739-1060 * FAX (405)739-1090

ORDINANCE NO. _____

AN ORDINANCE AMENDING CHAPTER 12, COMMUNITY CENTER, OF THE MID-WEST CITY CODE; AND PROVIDING FOR REPEALER AND SEVERABILITY

BE IT ORDAINED BY THE COUNCIL OF THE CITY OF MIDWEST CITY, OKLAHOMA:

ORDINANCE

SECTION 1. That the title of Chapter 12, Community Center, of the Midwest City Code, is hereby amended to be "Community Center and Senior Center."

SECTION 2. That Chapter 12, Community Center/Senior Center, of the Midwest City Code is hereby amended to read as follows:

Chapter 12 – COMMUNITY /SENIOR CENTER

ARTICLE I. - IN GENERAL.

Sec. 12-1. - Permit required.

No person shall use the community center or the ~~/~~senior center without first having obtained a permit in writing to do so from the city. The community center and the senior center shall be referred to in this ordinance as the "Center" collectively or individually as shall be appropriate based on the context.

Sec. 12-2. - Deposit.

A fifty (50) percent deposit is required at the time of issuance of the permit for an event at the Center.

Sec. 12-3. - City may require certain information to be filed.

The city shall require the permittee or applicant for a permit to provide any information necessary to determine facilities, arrangements and any special services necessary to the staging and proper management of any event scheduled at~~in~~ the Center~~community/senior center~~. The city will require the information to be set forth in the form of a written application prior to the issuance of a permit; however, the city may also require such information to be furnished after a permit has been issued.

Sec. 12-4. - Issuance of permits.

Valid ~~P~~permits for the use of the Center~~community/senior center~~ or any part of it~~or facility thereof~~ can~~shall~~ be issued only by the city ~~on printed forms which have been signed by the city~~.

Sec. 12-5. - Bond may be required.

The city may in its discretion require any person applying for a permit to use the Center~~communi~~

~~ty/senior center~~ to furnish a bond and insurance, commensurate with the risks and city expense involved, in cash or with sureties satisfactory to the city guaranteeing that the applicant, if granted a permit, will well and faithfully perform each and every term and condition of the permit and will abide by and observe all lawful rules and regulations for the use of the Center

~~community/senior center~~ as established by the city or provided by resolution or any ordinance of the city. Every bond and insurance furnished by an applicant as provided herein shall be subject to the approval of the city attorney as to form.

Sec. 12-6. - City manager authorized to contract for rental.

The city manager is authorized to contract for the rental of the Center~~community/senior center~~ on behalf of the city, subject to the provisions hereof.

Sec. 12-7. - Verbal agreements not binding.

No verbal agreement for the use of the Center~~community/senior center~~ or any part of it~~or facility thereof~~ shall be binding upon the city.

Sec. 12-8. - Acceptance of permit constitutes contract.

The permittee ~~shall~~ accepting the permit issued by the city for ~~any~~ use of the Center~~community/senior center~~ or any part of it~~or facility thereof, and such permit, when so accepted,~~ shall constitute the contract between the city and the permittee, which permit shall be subject to approval of the city, and as to the form thereof shall be approved by the city attorney.

Sec. 12-9. - City authorized to cancel contract when in public interest.

The city may cancel the contract of any person or organization as to the use of any portion of the Center ~~community/senior center~~ when such person or organization, in the opinion of the city manager or city council, is not acting in~~for~~ the best public interest.

Sec. 12-10. - Assignment of permit prohibited.

No permit issued pursuant to this chapter may be assigned.

Sec. 12-11. - Permittee to relieve city from liability and to pay for any damages; insurance may be required.

By ~~his~~ acceptance of a permit as hereinabove provided, the permittee shall covenant and agree to relieve and discharge the city and the officers and employees of the city from any and all liability for loss, ~~and~~ injury and/or damages to any person or property that may be sustained by reason of the occupancy and use of the Center~~community/senior center~~ and its~~of the~~ facilities ~~thereof~~, and to save the city and the officers and employees of the city~~them~~ free and harmless therefrom. Every permittee shall further agree to pay for any and all damages to the Center~~community/senior center~~ and damages to or loss of any of the Center's property and/or equipment ~~of the community/senior center~~ and/or any other city property resulting either directly or indirectly from such occupancy and use of the Center~~community/senior center,~~ by or through the negligence or other acts of the permittee, his agents and employees or any person participating in or attending the permittee's event~~performance, attraction or affair~~ in connection with or during the use and occupancy; provided, however, that the city may, whenever in its opinion the circumstances may warrant ~~same~~, require that a~~such~~ permittee ~~shall~~ secure and indemnify the city~~,~~ and such other persons as the city shall designate~~,~~ against any and all ~~such~~ liability, loss, injury and damage by procuring, paying for and keeping in force a policy of liability or indemnity insurance or a surety bond~~,~~ for such purpose or purposes, which policy of insurance or bond shall be written and issued by a reputable and solvent insurance or surety company, as the case may be, authorized to do business in the state, and such policy or bond shall be subject to approval as to form thereof by the city attorney.

Sec. 12-12. - City may require permittee to procure workers' compensation insurance.

Whenever in the opinion of the city the circumstances may warrant, a permittee shall procure, pay for and keep in force workers' compensation insurance for and on behalf of, and protecting, the agents and employees of the permittee; provided, however, that whenever under the laws of the state the permittee shall be required to cover his agents or employees by workers' compensation insurance, such law shall be complied with, notwithstanding the exercise or failure to exercise such discretion of the city.

Sec. 12-13. - Intention to broadcast or telecast event to be stated.

In any application for a permit, every applicant~~permittee~~ shall state whether he intends to broadcast or telecast over any radio or television system any event ~~or program or speech~~ for which a permit is sought.

Sec. 12-14. - Permittee responsible for applicable taxes.

The payment of all federal, state, county and city taxes in connection with any event~~attraction~~ shall always be the liability and responsibility of the permittee.

Sec. 12-15. - Rental to be in lieu of individual permits or licenses; inspections and compliance with ordinances required.

Each rental of the Center~~community/senior center~~ or any~~a~~ part of it~~or facility thereof~~ shall be construed to cover all municipal permits or licenses for the doing of any act within the Center~~community/senior center~~ and the solicitation of exhibitors to exhibit therein. However, necessary and proper inspections to determine and enforce compliance~~comply~~ with the ordinances of the city shall be performed by the appropriate city officials~~applicable departments of the city at the request of the city~~, and ~~any and~~ all permittees shall comply with all existing ordinances.

Sec. 12-16. - Use of center for municipal purposes permitted; computation of revenue to be deposited with city.

Nothing herein shall be construed to prevent the use of the Center~~community/senior center~~ or any part of it ~~or facility thereof~~ for municipal purposes, subject to the approval of the city; except, however, that when an admission fee is charged or revenues from such municipal usage or other privileges of any character operated by or under the authority of representatives of the city, the city shall collect out of the gross receipts or any other revenues therefrom and pay over and deposit with the treasurer of the city not less than an amount equal to the actual operating and gross overhead expense incidental to such usage as computed by the city, nor more than the maximum rental rates and other charges as prescribed by this chapter.

Sec. 12-17. - Services furnished by city; permittee required to hire and pay employees.

The rental of the Center~~community/senior center~~ at the rates herein provided shall not entitle the permittee to use any city personnel ~~service~~ in connection with the staging of the event ~~or attraction~~ for which the permit is issued; provided, however, that the city may, at its discretion, furnish at no extra cost to the permittee the services of those employees of the city who are regularly employed as a part of the Center~~community/senior center~~ staff, but such services shall not include extra services as set forth in the schedule of rentals. The permittee shall hire and pay the salaries of all other employees required in connection with the event ~~or attraction,~~ including, as examples, the salaries of ~~all~~ stage employees, front lamp operators, projectionists, ticket sellers, ticket takers, ushers, cashiers, doormen and guards.

Sec. 12-18. - Compliance with~~to~~ rules required; expulsion and forfeiture of rents and fees for noncompliance.

All ~~lessees,~~ permittees~~, licensees, concessionaires~~, and their agents, ~~and~~ employees and invitees shall at all times abide by and conform to all rules and regulations in effect for the use and occupancy of, and operations in~~,~~ the Center~~community/senior center as adopted, issued and ordained from time to time by the city council or the city~~. Any violation of any of~~such~~ the rules or~~and~~ regulations ~~by any of the foregoing persons~~

~~mentioned in this section~~ shall, at the discretion of the city, subject such violator to immediate expulsion from the Center~~community/senior center~~ and ~~the~~ forfeiture of all rents, percentages or other fees ~~theretofore~~ paid, and without releasing in any manner any obligations for the payment of the rents, percentages or other fees required to be paid under such permit for the full term thereof.

Sec. 12-19. - Compliance with laws and ordinances required.

Each permittee and his agents, employees and invitees shall at all times strictly comply with and abide by all federal, state and~~or~~ municipal laws, rules and regulations~~and ordinances~~ pertaining to or affecting the use or occupancy of the Center ~~community/senior center~~.

Sec. 12-20. - Reserved.

Sec. 12-21. - Preference for use~~ of center~~.

Preference for the use of the Center~~community/senior center~~ shall be determined~~exist~~ on a first~~-~~come, first served basis. At the senior center, ~~senior~~ events for adults over the age of 55 will have scheduling priority~~ies~~. No youth events are~~will be~~ allowed at the senior center.

Sec. 12-22. - Rehearsals.

The rental paid entitles a permittee time for one full rehearsal, practice or drill of not more than two (2) consecutive hours during the hours of 6:00 p.m. and 8:00 p.m., without additional cost, the date and hours of which must be approved by the city and shall be subject to cancellation by the city upon twenty-four (24) hours notice. Subject to the same approval requirement as to date and hours, and subject to the same right of cancellation, additional rehearsals (whether dress rehearsals or otherwise) may be permitted upon the payment of such charges as may be fixed by the city.

Sec. 12-23. - Security~~Police protection~~ to be furnished.

Every permittee shall furnish such security~~police protection~~ as may be required by the city during his occupancy and, if any permittee fails or refuses to furnish security~~police protection~~ satisfactory to the city, the city may furnish the same and charge the cost thereof to the permittee~~,~~ or cancel the permittee's event~~show~~.

Sec. 12-24. - Copyrighted compositions not to be used unless appropriate fees paid.

(a) No copyrighted musical compositions of the members of the American Society of Composers, Authors and Publishers or any other copyright owners shall be played or sung in connection with any use of the Center~~community/senior center~~ or any part of it~~or facility thereof~~, either amplified, televised or otherwise, and either in form of a mechanical recording or personal rendition, unless the permittee~~sponsor of the program~~ shall have first paid any license fee or other fee required by any~~said society or other~~ copyright owner. The permittee shall furnish satisfactory evidence of such payment to the city prior to such event~~program~~.

(b) By the acceptance of his permit for use of the Center~~as hereinabove provided~~, the permittee shall covenant and agree to indemnify the city and the officers and employees of the city, and to save them free and harmless from any and all liability or responsibility whatsoever for infringement or other violation of the rights of ~~said society or~~ any ~~other~~ copyright owner under the copyright law.

Sec. 12-25. - Hanging items on wall.

The hanging of pictures, banners or any other items on the walls must be approved by the city.

Sec. 12-26. - Sale of alcoholic beverages and/or beer.

Caterers having proper licenses may sell alcoholic beverages and/or beer during an event ~~function~~ for which they were hired by the permittee. The ~~W~~written application submitted for utilization of the Center~~community/senior center~~ must indicate whether alcoholic beverages and/or beer will be served.

Sec. 12-27. - Parking.

The city reserves the right to maintain and control parking on city-owned property on and about the Center~~community/senior center~~ site, either by direct supervision of the city or through a contract for private operation thereof. At all times parking for ~~community/senior center~~ events at the Center shall have preference over parking for any other purpose.

Sec. 12-28. - City representatives authorized to enter center during occupancy.

The duly authorized representatives of the city shall have the right to enter all portions of the Center~~the auditorium and all parts thereof~~ at all times during any event~~community/senior center occupancies~~.

Secs. 12-29—12-39. - Reserved.

ARTICLE II. - RENTAL RATES AND CHARGES

Sec. 12-40. - Classification and time of usage for community center.

The classification of usage indicated in the schedule of rates hereinafter set forth shall determine the amount of all community center rentals. Except as otherwise provided herein, the words "morning," "afternoon," and "evening~~,~~" shall be deemed to apply, respectively, to periods of occupancy between the following hours:

Morning	8:00 a.m. to 12:00 p.m.
Afternoon	12:00 p.m. to 5:00 p.m.
Sun., Tues., Thurs. Evening	6:00 p.m. to 12:00 a.m.
Fri., Sat., Evening	6:00 p.m. to 2:00 a.m.

The Center~~building~~ shall not be available for rental to the public on Monday evenings, Wednesday evenings, New Year's Day, Memorial Day, July Fourth, Labor Day, Thanksgiving, Friday after Thanksgiving, Christmas Eve, Christmas Day.

Sec. 12-41. - Rental fees.

(a) Rental fees for the ~~C~~community ~~C~~center shall be as follows:

Room	Morning	Afternoon	Evening (12 a.m.; 1 a.m.; 2 a.m.)	All Day
Midwest	$76.00 95.00	$105.00 131.00	$210.00; 245.00; 280.00 263.00; 306.00; 350.00	10 percent off session total
Bomber	64.00 80.00	80.00 100.00	144.00; 168.00; 192.00 180.00;210.00; 240.00	10 percent off session total
Titan	56.00 70.00	75.00 94.00	126.00; 147.00; 168.00 158.00; 184.00; 210.00	10 percent off session total
Entire building	144.00 180.00	250.00 313.00	480.00; 560.00; 640.00 600.00; 700.00; 800.00	10 percent off session total

Cleaning deposits:	
Room/equipment	Cost
Midwest	$300.00
Bomber/Titan	$150.00
Entire building	$600.00
Audio/visual equipment	S100.00

Additional Charges:	
Item	Cost
Table set-up, per table	$2.00
Chair set-up, per chair	$1.00
~~Microphone~~ Delete	~~$10.00~~
Podium with microphone	$20.00
~~Keyboard~~ Delete	~~$20.00~~
~~Projection Screen~~ Delete	~~$15.00~~
Stage Section 4' X 8', per section	$15.00
Podium without microphone	N/C
Audio/visual equipment	$100.00

(b) Rental fees for the senior center shall be as follows:

			Sessions		
Grand	Maximum Occupants		Fri	Sat	Sun
Room	Banquet	Theater	5pm-12	12pm-12am	12pm-6pm
48x76	156	250	$300.00	$450.00	$300.00
			$375.00	$563.00	$375.00

Willow	Maximum Occupants		Fri	Sat	Sun
Room	Banquet	Theater	5pm-12	12pm-12am	12pm-6pm
36x36	60	86	$200.00	$300.00	$200.00
			$240.00	$375.00	$240.00

	Maximum Occupants				
Mistletoe	Banquet	Theater	Fri	Sat	Sun
Room			5pm-12	12pm-12am	12pm-6pm
31x25	35	50	$150.00	$250.00	$150.00
			$188.00	$313.00	$188.00

Midwest	Maximum Occupants		Fri	Sat	Sun
Room	Banquet	Theater	5pm-12	12pm-12am	12pm-6pm
24x16	24	24	$100.00	$150.00	$100.00
			$125.00	$188.00	$125.00

Redbud	Maximum Occupants		Fri	Sat	Sun
Room	Banquet	Theater	5pm-12	12pm-12am	12pm-6pm
17x28	20	35	$100.00	$150.00	$100.00
			$125.00	$188.00	$125.00

Sec. 12-42. - Rental schedule.

Any person using the Center~~community/senior center~~ or any part of it~~or facility thereof~~ shall pay the appropriate amount for such use ~~the appropriate amount~~ under the schedule of rental fees as adopted by the city council and as may be amended from time to time. The

schedule shall be available for inspection during normal business hours at the Center~~community/senior center~~ and in the office of the city clerk.

Sec. 12-43. - Rental basis for recognized conventions.

The city may grant permission to use the Center~~community/senior center~~ to any corporation, association, club or society during an international, national, state or regional convention session thereof which is a convention of record as recorded by or in the files of the International Association of Convention Bureaus, or the Midwest City Chamber of Commerce, at such rental as the city may, at its discretion, determine for use of the Center~~community/senior center~~ consistent with the rental schedule.

Sec. 12-44. - City to determine classification of use of center.

The classification of any use of the Center~~community/senior center~~ or any part of it~~or facility thereof~~ for the purpose of determining the rental therefor shall be made by the city, and its decision with regard to that classification~~thereto~~ shall be final for all purposes.

Sec. 12-45. - What rent includes.

The rental fees imposed by the city~~this article~~ shall include normal heat, light, water and air conditioning; and normal building cleaning and maintenance.

Sec. 12-46. - Holding reservations.

The Center~~community/senior center~~ or any part of it~~or facility thereof~~ can be reserved for forty-eight (48) hours prior to entering into a contract ~~for an event for forty-eight (48) hours~~ without payment of a fee or deposit. Payment of at least one-half of the rental fee and extra charges, per this chapter, is required at the time the contract is signed and the remainder of the fees and charges under the contract is due no less than sixty (60) days prior to the scheduled event. Groups that book the same event more than two (2) times each month will not be required to pay the fifty (50%) percent deposit but will be required to pay the full amount due no later than one (1) week prior to the first event of each month.

Sec. 12-47. - Refund of deposits.

(a) The permittee shall receive a seventy-five (75%) percent refund of his/her deposit when s/he gives written notice of cancellation to the city more than ninety (90) days prior to the scheduled dates reserved.

(b) The permittee shall receive a refund of twenty-five (25%) percent of his/her deposit when s/he gives written notice of cancellation to the city at least ninety (90) but more than sixty (60) days prior to the scheduled dates reserved.

(c) The permittee shall receive no refund of his/her deposit when s/he gives written notice of cancellation to the city sixty (60) days or less prior to the scheduled dates reserved.

(d) The permittee shall receive a full refund of his/her deposit if the scheduled event is canceled by the city due to no fault of the permittee or the scheduled event is otherwise canceled at the request of the city and with the consent of the permittee.

(e) The right to a refund is not assignable except by operation of law~~,~~ and such right shall be barred, and the money to which any permittee shall be entitled shall be and become the sole property of the city upon the expiration of one (1) year following the date the right to such refund accrued.

Sec. 12-48. - Reserved.

Sec. 12-49. - Charges for special facilities and extra services.

(a) The rental charges set out in this chapter~~section 12-42~~ shall cover only the use of the ~~auditorium,~~

~~convention and committee~~ rooms, and are not in lieu of charges for special facilities and extra services ~~hereinafter provided for or mentioned in this section~~. Regardless of the classification of use, when~~where~~ such special facilities or extra services are used or rendered an additional charge shall be~~to~~

~~be~~ determined by the city ~~shall be made~~. These charges shall be based upon a schedule of extra charges which shall be kept on file by~~with~~ the city. The list of charges will be kept current by the city and subject to the approval of the city council.

(b) The following are the special facilities or extra services for which an additional charge shall be made:

(1) Public address system and/or outside amplification as part of any regular interior usage;

(2) Additional equipment necessary to play any recordings over the Center's ~~community/senior center~~ amplification system~~,~~ or for supervising any installation required for the purpose of broadcasting any ~~community/senior center~~ eventprogram over any radio or television station or for tuning in on any radio or television program, which it is desired to broadcast over the Center's~~community/senior center~~ amplification system;

(3) Special seating arrangements;

(4) Change in seating arrangements;

(5) Special mechanical or electrical connection and equipment;

(6) Janitor work beyond the usual hours;

(7) Erection of platform and stands other than those usually furnished;

(8) Decorating and installation or removal of fixtures; and

(9) Other miscellaneous services or equipment.

All special charges and services must be included in the contract.

Sec. 12-50. - When charges for special services or equipment due.

If~~Where~~ the permittee would like~~requires~~ any special service and/or equipment, the permittee must pay the special service and/or equipment charges established in accordance with this chapter. In the event the contract is amended to include special services and/or equipment, the deposit for those special services and/or equipment shall be paid immediately.

Sec. 12-51. - Extraordinary charges to be determined by city~~auditorium~~ manager.

Any extraordinary charge not specifically stated in this Code~~article, other ordinances~~ or on file in the city clerk's office~~auditorium~~ shall be determined by the city~~auditorium~~ manager. Additional charges will be for riser, chair and table setup, special seat setup, additional stage setup, special electrical and utility services and special additions or arrangements of the public address system.

Sec. 12-52. - City may negotiate special rates.

The city may at its discretion negotiate for special rates when in the best interest of the ~~community/senior center and the~~ city.

Sec. 12-53. - Application required for special rates.

In all cases where an applicant seeks rates other than the full ~~commercial~~ rental charge as set forth in this Code~~herein~~, the applicant must ~~city shall require~~file ~~the filing of~~ a written application in such form as the city may prescribe prior to the issuance of a permit. The applicant shall include all information necessary to the justify~~ication of~~ the special rate sought.

Secs. 12-54—12-58. - Reserved.

Sec. 12-59. - Move-in, move-out time; rates.

(a) By previous arrangement with the approval of the city manager, events of two (2) or more consecutive days may be allowed up to one (1) day without charge (last half of the day prior to and the first half of the day after the scheduled event) for combined move-in and move-out.

(b) All move-in and move-out times shall be based on the availability of the facility.

Sec. 12-60. - Overtime use—Fees; approval by city required.

The approved hourly charge shall be paid for each hour or portion of an hour an event continues beyond that specified by the contract. Such overtime use can occur only with the approval of the city.

Sec. 12-61. - Monies to be deposited with city treasurer.

All moneys received as rental for the Center~~community/senior center~~ shall be deposited with the city treasurer.

Sec. 12-62. - Advance bookings.

(a) For the ~~C~~community ~~C~~center, no one~~group~~ shall be allowed to book more than five (5) years in advance. Any advance booking greater than one (1) year shall be subject to the current rate charged as of the date the event is conducted. The city shall give each permittee with advance bookings of greater than one (1) year written notice of the fee increases upon adoption by the city council.

(b) For the senior center, no one shall be allowed to book more than one (1) year in advance.

SECTION 2. REPEALER. All ordinances or parts of ordinances in conflict herewith are hereby repealed.

SECTION 3. SEVERABILITY. If any section, sentence, clause or portion of this ordinance is for any reason held to be invalid, such decision shall not affect the validity of the remaining portions of the ordinance.

PASSED AND APPROVED by the Mayor and Council of the City of Midwest City, Oklahoma, on the _____ day of May, 2016.

THE CITY OF MIDWEST CITY, OKLAHOMA

_____

MATTHEW D. DUKES, II, Mayor

ATTEST:

_____
SARA HANCOCK, City Clerk

APPROVED as to form and legality this _____ day of May, 2016.

_____
CITY ATTORNEY

ORDINANCE NO. _____

AN ORDINANCE AMENDING CHAPTER 12, COMMUNITY CENTER, OF THE MIDWEST CITY CODE; AND PROVIDING FOR REPEALER AND SEVERABILITY

BE IT ORDAINED BY THE COUNCIL OF THE CITY OF MIDWEST CITY, OKLAHOMA:

ORDINANCE

SECTION 1. That the title of Chapter 12, Community Center, of the Midwest City Code, is hereby amended to be "Community Center and Senior Center."

SECTION 2. That Chapter 12, Community Center/Senior Center, of the Midwest City Code is hereby amended to read as follows:

Chapter 12 – COMMUNITY/SENIOR CENTER

ARTICLE I. - IN GENERAL.

Sec. 12-1. - Permit required.

No person shall use the community center or the senior center without first having obtained a permit in writing to do so from the city. The community center and the senior center shall be referred to in this ordinance as the "Center" collectively or individually as shall be appropriate based on the context.

Sec. 12-2. - Deposit.

A fifty (50) percent deposit is required at the time of issuance of the permit for an event at the Center.

Sec. 12-3. - City may require certain information to be filed.

The city shall require the permittee or applicant for a permit to provide any information necessary to determine facilities, arrangements and any special services necessary to the staging and proper management of any event scheduled at the Center. The city will require the information to be set forth in the form of a written application prior to the issuance of a permit; however, the city may also require such information to be furnished after a permit has been issued.

Sec. 12-4. - Issuance of permits.

Valid permits for the use of the Center or any part of it can be issued only by the city.

Sec. 12-5. - Bond may be required.

The city may in its discretion require any person applying for a permit to use the Center to furnish a bond and insurance, commensurate with the risks and city expense involved, in cash or with sureties satisfactory to the city guaranteeing that the applicant, if granted a permit, will well and faithfully perform each and every term and condition of the permit and will abide by and observe all lawful rules and regulations for the use of the Center as established by the city or provided by resolution or any ordinance of the city. Every bond and insurance furnished by an applicant as provided herein shall be subject to the approval of the city attorney as to form.

Sec. 12-6. - City manager authorized to contract for rental.

The city manager is authorized to contract for the rental of the Center on behalf of the city, subject to the provisions hereof.

Sec. 12-7. - Verbal agreements not binding.

No verbal agreement for the use of the Center or any part of it shall be binding upon the city.

Sec. 12-8. - Acceptance of permit constitutes contract.

The permittee accepting the permit issued by the city for use of the Center or any part of it shall constitute the contract between the city and the permittee, which permit shall be subject to approval of the city, and as to the form thereof shall be approved by the city attorney.

Sec. 12-9. - City authorized to cancel contract when in public interest.

The city may cancel the contract of any person or organization as to the use of any portion of the Center when such person or organization, in the opinion of the city manager or city council, is not acting in the best public interest.

Sec. 12-10. - Assignment of permit prohibited.

No permit issued pursuant to this chapter may be assigned.

Sec. 12-11. - Permittee to relieve city from liability and to pay for any damages; insurance may be required.

By acceptance of a permit as hereinabove provided, the permittee shall covenant and agree to relieve and discharge the city and the officers and employees of the city from any and all liability for loss, injury and/or damages to any person or property that may be sustained by reason of the occupancy and use of the Center and its facilities, and to save the city and the officers and employees of the city free and harmless therefrom. Every permittee shall further agree to pay for any and all damages to the Center and damages to or loss of any of the Center's property and/or equipment and/or any other city property resulting either directly or indirectly from such occupancy and use of the Center by or through the negligence or other acts of the permittee, his agents and employees or any person participating in or attending the permittee's event in connection with or during the use and occupancy; provided, however, that the city may, whenever in its opinion the circumstances may warrant, require that a permittee secure and indemnify the city and such other persons as the city shall designate against any and all liability, loss, injury and damage by procuring, paying for and keeping in force a policy of liability or indemnity insurance or a surety bond for such purpose or purposes, which policy of insurance or bond shall be written and issued by a reputable and solvent insurance or surety company, as the case may be, authorized to do business in the state, and such policy or bond shall be subject to approval as to form thereof by the city attorney.

Sec. 12-12. - City may require permittee to procure workers' compensation insurance.

Whenever in the opinion of the city the circumstances may warrant, a permittee shall procure, pay for and keep in force workers' compensation insurance for and on behalf of, and protecting, the agents and employees of the permittee; provided, however, that whenever under the laws of the state the permittee shall be required to cover his agents or employees by workers' compensation insurance, such law shall be complied with, notwithstanding the exercise or failure to exercise such discretion of the city.

Sec. 12-13. - Intention to broadcast or telecast event to be stated.

In any application for a permit, every applicant shall state whether he intends to broadcast or telecast over any radio or television system any event for which a permit is sought.

Sec. 12-14. - Permittee responsible for applicable taxes.

The payment of all federal, state, county and city taxes in connection with any event shall always be the liability and responsibility of the permittee.

Sec. 12-15. - Rental to be in lieu of individual permits or licenses; inspections and compliance with ordinances required.

Each rental of the Center or any part of it shall be construed to cover all municipal permits or licenses for the doing of any act within the Center and the solicitation of exhibitors to exhibit therein. However, necessary and proper inspections to determine and enforce compliance with the ordinances of the city shall be performed by the appropriate city officials, and all permittees shall comply with all existing ordinances.

Sec. 12-16. - Use of center for municipal purposes permitted; computation of revenue to be deposited with city.

Nothing herein shall be construed to prevent the use of the Center or any part of it for municipal purposes, subject to the approval of the city; except, however, that when an admission fee is charged or revenues from such municipal usage or other privileges of any character operated by or under the authority of representatives of the city, the city shall collect out of the gross receipts or any other revenues therefrom and pay over and deposit with the treasurer of the city not less than an amount equal to the actual operating and gross overhead epense incidental to such usage as computed by the city, nor more than the maximum rental rates and other charges as prescribed by this chapter.

Sec. 12-17. - Services furnished by city; permittee required to hire and pay employees.

The rental of the Center at the rates herein provided shall not entitle the permittee to use any city personnel in connection with the staging of the event for which the permit is issued; provided, however, that the city may, at its discretion, furnish at no extra cost to the permittee the services of those employees of the city who are regularly employed as a part of the Center staff, but such services shall not include extra services as set forth in the schedule of rentals. The permittee shall hire and pay the salaries of all other employees required in connection with the event including, as examples, the salaries of stage employees, front lamp operators, projectionists, ticket sellers, ticket takers, ushers, cashiers, doormen and guards.

Sec. 12-18. - Compliance with rules required; expulsion and forfeiture of rents and fees for noncompliance.

All permittees, and their agents, employees and invitees shall at all times abide by and conform to all rules and regulations in effect for the use and occupancy of, and operations in the Center. Any violation of any of the rules or regulations shall, at the discretion of the city, subject such violator to immediate expulsion from the Center and forfeiture of all rents, percentages or other fees paid, and without releasing in any manner any obligations for the payment of the rents, percentages or other fees required to be paid under such permit for the full term thereof.

Sec. 12-19. - Compliance with laws and ordinances required.

Each permittee and his agents, employees and invitees shall at all times strictly comply with and abide by all federal, state and municipal laws, rules and regulations pertaining to or affecting the use or occupancy of the Center.

Sec. 12-20. - Reserved.

Sec. 12-21. - Preference for use.

Preference for the use of the Center shall be determined on a first come, first served basis. At the senior center, events for adults over the age of 55 will have scheduling priority. No youth events are allowed at the senior center.

Sec. 12-22. - Rehearsals.

The rental paid entitles a permittee time for one full rehearsal, practice or drill of not more than two (2) consecutive hours during the hours of 6:00 p.m. and 8:00 p.m., without additional cost, the date and hours of which must be approved by the city and shall be subject to cancellation by the city upon twenty-four (24) hours notice. Subject to the same approval requirement as to date and hours, and subject to the same right of cancellation, additional rehearsals (whether dress rehearsals or otherwise) may be permitted upon the payment of such charges as may be fixed by the city.

Sec. 12-23. - Security to be furnished.

Every permittee shall furnish such security as may be required by the city during his occupancy and, if any permittee fails or refuses to furnish security satisfactory to the city, the city may furnish the same and charge the cost thereof to the permittee or cancel the permittee's event.

Sec. 12-24. - Copyrighted compositions not to be used unless appropriate fees paid.

(a) No copyrighted musical compositions of the members of the American Society of Composers, Authors and Publishers or any other copyright owners shall be played or sung in connection with any use of the Center or any part of it, either amplified, televised or otherwise, and either in form of a mechanical recording or personal rendition, unless the permittee shall have first paid any license fee or other fee required by any copyright owner. The permittee shall furnish satisfactory evidence of such payment to the city prior to such event.

(b) By the acceptance of his permit for use of the Center, the permittee shall covenant and agree to indemnify the city and the officers and employees of the city, and to save them free and harmless from any and all liability or responsibility whatsoever for infringement or other violation of the rights of any copyright owner under the copyright law.

Sec. 12-25. - Hanging items on wall.

The hanging of pictures, banners or any other items on the walls must be approved by the city.

Sec. 12-26. - Sale of alcoholic beverages and/or beer.

Caterers having proper licenses may sell alcoholic beverages and/or beer during an event for which they were hired by the permittee. The written application submitted for utilization of the Center must indicate whether alcoholic beverages and/or beer will be served.

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The city reserves the right to maintain and control parking on city-owned property on and about the Center site, either by direct supervision of the city or through a contract for private operation thereof. At all times parking for events at the Center shall have preference over parking for any other purpose.

Sec. 12-28. - City representatives authorized to enter center during occupancy.

The duly authorized representatives of the city shall have the right to enter all portions of the Center at all times during any event.

Secs. 12-29—12-39. - Reserved.

ARTICLE II. - RENTAL RATES AND CHARGES

Sec. 12-40. - Classification and time of usage for community center.

The classification of usage indicated in the schedule of rates hereinafter set forth shall determine the amount of all community center rentals. Except as otherwise provided herein, the words "morning," "afternoon," and "evening" shall be deemed to apply, respectively, to periods of occupancy between the following hours:

Morning	8:00 a.m. to 12:00 p.m.
Afternoon	12:00 p.m. to 5:00 p.m.
Sun., Tues., Thurs. Evening	6:00 p.m. to 12:00 a.m.
Fri., Sat., Evening	6:00 p.m. to 2:00 a.m.

The Center shall not be available for rental to the public on Monday evenings, Wednesday evenings, New Year's Day, Memorial Day, July Fourth, Labor Day, Thanksgiving, Friday after Thanksgiving, Christmas Eve, Christmas Day.

Sec. 12-41. - Rental fees.

(a) Rental fees for the community center shall be as follows:

Room	Morning	Afternoon	Evening (12 a.m.; 1 a.m.; 2 a.m.)	All Day
Midwest	$76.00 95.00	$105.00 131.00	$210.00; 245.00; 280.00 263.00; 306.00; 350.00	10 percent off session total
Bomber	64.00 80.00	80.00 100.00	144.00; 168.00; 192.00 180.00;210.00; 240.00	10 percent off session total
Titan	56.00 70.00	75.00 94.00	126.00; 147.00; 168.00 158.00; 184.00; 210.00	10 percent off session total
Entire building	144.00 180.00	250.00 313.00	480.00; 560.00; 640.00 600.00; 700.00; 800.00	10 percent off session total

Cleaning deposits:	
Room/equipment	Cost
Midwest	$300.00
Bomber/Titan	$150.00
Entire building	$600.00
Audio/visual equipment	S100.00

Additional Charges:	
Item	Cost
Table set-up, per table	$2.00
Chair set-up, per chair	$1.00
~~Microphone~~ Delete	~~$10.00~~
Podium with microphone	$20.00
~~Keyboard~~ Delete	~~$20.00~~
~~Projection Screen~~ Delete	~~$15.00~~

	Stage Section 4' X 8', per section	$15.00
	Podium without microphone	N/C
	Audio/visual equipment	$100.00

(b) Rental fees for the senior center shall be as follows:

			Sessions		
Grand	Maximum Occupants		Fri	Sat	Sun
Room	Banquet	Theater	5pm-12	12pm-12am	12pm-6pm
48x76	156	250	$300.00	$450.00	$300.00
			$375.00	$563.00	$375.00
Willow	Maximum Occupants		Fri	Sat	Sun
Room	Banquet	Theater	5pm-12	12pm-12am	12pm-6pm
36x36	60	86	$200.00	$300.00	$200.00
			$240.00	$375.00	$240.00
	Maximum Occupants				
Mistletoe	Banquet	Theater	Fri	Sat	Sun
Room			5pm-12	12pm-12am	12pm-6pm
31x25	35	50	$150.00	$250.00	$150.00
			$188.00	$313.00	$188.00
Midwest	Maximum Occupants		Fri	Sat	Sun
Room	Banquet	Theater	5pm-12	12pm-12am	12pm-6pm
24x16	24	24	$100.00	$150.00	$100.00
			$125.00	$188.00	$125.00
Redbud	Maximum Occupants		Fri	Sat	Sun
Room	Banquet	Theater	5pm-12	12pm-12am	12pm-6pm
17x28	20	35	$100.00	$150.00	$100.00
			$125.00	$188.00	$125.00

Sec. 12-42. - Rental schedule.

Any person using the Center or any part of it shall pay the appropriate amount for such use under the schedule of rental fees as adopted by the city council and as may be amended from time to time. The schedule shall be available for inspection during normal business hours at the Center and in the office of the city clerk.

Sec. 12-43. - Rental basis for recognized conventions.

The city may grant permission to use the Center to any corporation, association, club or society during an international, national, state or regional convention session thereof which is a convention of record as recorded by or in the files of the International Association of Convention Bureaus, or the Midwest City Chamber of Commerce, at such rental as the city may, at its discretion, determine for use of the Center consistent with the rental schedule.

Sec. 12-44. - City to determine classification of use of center.

The classification of any use of the Center or any part of it for the purpose of determining the rental therefor shall be made by the city, and its decision with regard to that classification shall be final for all purposes.

Sec. 12-45. - What rent includes.

The rental fees imposed by the city shall include normal heat, light, water and air conditioning; and normal building cleaning and maintenance.

Sec. 12-46. - Holding reservations.

The Center or any part of it can be reserved for forty-eight (48) hours prior to entering into a contract without payment of a fee or deposit. Payment of at least one-half of the rental fee and extra charges, per this chapter, is required at the time the contract is signed and the remainder of the fees and charges under the contract is due no less than sixty (60) days prior to the scheduled event. Groups that book the same event more than two (2) times each month will not be required to pay the fifty (50%) percent deposit but will be required to pay the full amount due no later than one (1) week prior to the first event of each month.

Sec. 12-47. - Refund of deposits.

(a) The permittee shall receive a seventy-five (75%) percent refund of his/her deposit when s/he gives written notice of cancellation to the city more than ninety (90) days prior to the scheduled dates reserved.

(b) The permittee shall receive a refund of twenty-five (25%) percent of his/her deposit when s/he gives written notice of cancellation to the city at least ninety (90) but more than sixty (60) days prior to the scheduled dates reserved.

(c) The permittee shall receive no refund of his/her deposit when s/he gives written notice of cancellation to the city sixty (60) days or less prior to the scheduled dates reserved.

(d) The permittee shall receive a full refund of his/her deposit if the scheduled event is canceled by the city due to no fault of the permittee or the scheduled event is otherwise canceled at the request of the city and with the consent of the permittee.

(e) The right to a refund is not assignable except by operation of law and such right shall be barred, and the money to which any permittee shall be entitled shall be and become the sole property of the city upon the expiration of one (1) year following the date the right to such refund accrued.

Sec. 12-48. - Reserved.

Sec. 12-49. - Charges for special facilities and extra services.

(a) The rental charges set out in this chapter shall cover only the use of the rooms, and are not in lieu of charges for special facilities and extra services. Regardless of the classification of use, when such special facilities or extra services are used or rendered an additional charge shall be determined by the city. These charges shall be based upon a schedule of extra charges which shall be kept on file by the city. The list of charges will be kept current by the city and subject to the approval of the city council.

(b) The following are the special facilities or extra services for which an additional charge shall be made:

(1) Public address system and/or outside amplification as part of any regular interior usage;

(2) Additional equipment necessary to play any recordings over the Center's amplification system or for supervising any installation required for the purpose of broadcasting any event over any radio or television station or for tuning in on any radio or television program, which it is desired to broadcast over the Center's amplification system;

(3) Special seating arrangements;

(4) Change in seating arrangements;

(5) Special mechanical or electrical connection and equipment;

(6) Janitor work beyond the usual hours;

(7) Erection of platform and stands other than those usually furnished;

(8) Decorating and installation or removal of fixtures; and

(9) Other miscellaneous services or equipment.

All special charges and services must be included in the contract.

Sec. 12-50. - When charges for special services or equipment due.

If the permittee would like any special service and/or equipment, the permittee must pay the special service and/or equipment charges established in accordance with this chapter. In the event the contract is amended to include special services and/or equipment, the deposit for those special services and/or equipment shall be paid immediately.

Sec. 12-51. - Extraordinary charges to be determined by city manager.

Any extraordinary charge not specifically stated in this Code or on file in the city clerk's office shall be determined by the city manager. Additional charges will be for riser, chair and table setup, special seat setup, additional stage setup, special electrical and utility services and special additions or arrangements of the public address system.

Sec. 12-52. - City may negotiate special rates.

The city may at its discretion negotiate for special rates when in the best interest of the city.

Sec. 12-53. - Application required for special rates.

In all cases where an applicant seeks rates other than the full rental charge as set forth in this Code, the applicant must file a written application in such form as the city may prescribe prior to the issuance of a permit. The applicant shall include all information necessary to the justify the special rate sought.

Secs. 12-54—12-58. - Reserved.

Sec. 12-59. - Move-in, move-out time; rates.

(a) By previous arrangement with the approval of the city manager, events of two (2) or more consecutive days may be allowed up to one (1) day without charge (last half of the day prior to and the first half of the day after the scheduled event) for combined move-in and move-out.

(b) All move-in and move-out times shall be based on the availability of the facility.

Sec. 12-60. - Overtime use—Fees; approval by city required.

The approved hourly charge shall be paid for each hour or portion of an hour an event continues beyond that specified by the contract. Such overtime use can occur only with the approval of the city.

Sec. 12-61. - Monies to be deposited with city treasurer.

All moneys received as rental for the Center shall be deposited with the city treasurer.

Sec. 12-62. - Advance bookings.

(a) For the community center, no one shall be allowed to book more than five (5) years in advance. Any advance booking greater than one (1) year shall be subject to the current rate charged as of the date the event is conducted. The city shall give each permittee with advance bookings of greater than one (1) year written notice of the fee increases upon adoption by the city council.

(b) For the senior center, no one shall be allowed to book more than one (1) year in advance.

SECTION 2. REPEALER. All ordinances or parts of ordinances in conflict herewith are hereby repealed.

SECTION 3. SEVERABILITY. If any section, sentence, clause or portion of this ordinance is for any reason held to be invalid, such decision shall not affect the validity of the remaining portions of the ordinance.

PASSED AND APPROVED by the Mayor and Council of the City of Midwest City, Oklahoma, on the _____ day of May, 2016.

THE CITY OF MIDWEST CITY, OKLAHOMA

_____
MATTHEW D. DUKES, II, Mayor

ATTEST:

_____
SARA HANCOCK, City Clerk

APPROVED as to form and legality this _____ day of May, 2016.

_____
CITY ATTORNEY

MIDWEST CITY
Where the Spirit Flies High

Memorandum

To: Honorable Mayor and Council

From: Vaughn K. Sullivan, Community Services Director

Date: May 10, 2016

Subject: Discussion and consideration of approving and passing an ordinance amending Chapter 30, Parks and Recreation, of the Midwest City Code, Article IV, In General, by amending Section 30-46(a) and (b), Golf course rates; establishing an effective date; and providing for repealer and severability.

Staff is recommending a one dollar ($1.00) increase per player in the regular green fee rate and an increase to all annual memberships at John Conrad Golf Course. In addition staff is proposing an increase to junior green fees at Hidden Creek Family Golf Course. The proposed rates will be effective July 1, 2016. This rate increase keeps our pricing below our competitors in each category.

John Conrad (after rate increase)
Weekday: $24.00
Weekend: $24.00
Twilight: $16.00 (after 2:00pm)
Super twilight: $8.00(after 6:00pm)
Senior & Military Fee $15.50
Junior $6.00
18 hole cart rental $28.00
18 hole cart rental $14.00 (single rider)
9 hole cart rental $14.00
9 hole cart rental $7.00 (single rider)
Monday thru Thursday special: $9.00*
Range $3.00 (42 balls)

Oklahoma City (current)
Weekday: $26.00, Lincoln $28.00
Weekend: $26.00, Lincoln $28.00
Twilight: $21.00 (after 1:00pm)
Super twilight: $15.75 (after 4:00pm)
Senior Fee $15.75
Junior $7.25
18 hole cart rental $28.00
18 hole cart rental $14.00 (single rider)
9 hole cart rental $14.00
9 hole cart rental $7.00 (single rider)
Monday thru Thursday special: None
Range $3.25 (30 balls)

*The Monday special is from dawn to 3:00 and the Tuesday through Thursday special is from 1:30 to 3:00.

The rate increase is expected to generate approximately $17,000.00 annually. In addition, staff will be increasing prices on some concession items, which is estimated to raise an additional $3,000.00 annually.

Staff recommends approval.

Vaughn K. Sullivan

Vaughn K. Sullivan, Community Services Director

Attachments: Redlined copy of the ordinance
Clean copy of the ordinance

CITY OF MIDWEST CITY PUBLIC WORKS
8730 S.E. 15th STREET * MIDWEST CITY, OKLAHOMA 73110-7941
(405) 739-1060 * FAX (405)739-1090

ORDINANCE NO._____

AN ORDINANCE AMENDING CHAPTER 30, PARKS AND RECREATION, OF THE MIDWEST CITY CODE, ARTICLE IV, IN GENERAL, BY AMENDING SECTION 30-46 (a) AND (b), GOLF COURSE RATES; ESTABLISHING AN EFFECTIVE DATE; AND PROVIDING FOR REPEALER AND SEVERABILITY.

BE IT ORDAINED BY THE COUNCIL OF THE CITY OF MIDWEST CITY, OKLAHOMA:

ORDINANCE

SECTION 1. That Chapter 30, Parks and Recreation, of the Midwest City Code, Article IV, In General, Section 30-46(a) and (b), Golf course rates, be amended to read as follows:

(a) The following rates, which do not include tax, will be in effect at the Hidden Creek Family Golf Course for each nine (9) holes played:

(1) Regular 9 hole green fees shall be eight dollars and seventy five cents ($8.75) and for all day play shall be fourteen dollars ($14.00) and Foot-golf 9 hole green fee shall be five dollars ($5.00);

(2) Regular 9 hole green fees for City of Midwest City employees shall be six dollars and twenty five cents ($6.25) and regular all day green fees for City of Midwest City employees shall be ten dollars ($10.00).

(3) Regular 9 hole green fees for seniors (age sixty (60) or older), and military, for weekdays shall be six dollars and forty three cents ($6.43) and for all day play shall be ten dollars and thirty cents ($10.30);

(4) Regular 9 hole green fees for juniors shall be ~~two~~ four dollars ($~~2.00~~4.00) and for all day play shall be ~~three~~ six dollars ($~~3.00~~6.00);

(5) Nine-hole golf car rental shall be six dollars ($6.00) per player;

(6) Daily trail fees shall be four dollars and fifty cents ($4.50);

(7) Annual regular green fee memberships shall be four hundred twenty dollars ($420.00);

(8) Annual junior green fee memberships shall be one hundred ninety-seven dollars and forty cents ($197.40);

(9) Annual regular green fee membership with half golf car shall be one thousand dollars ($1,000.00);

(b) The following rates, which do not include tax, will be in effect for all day play at the John Conrad Regional Golf Course:

(1) Regular green fees shall be twenty ~~three~~ four dollars ($~~23.00~~24.00);

(2) Green fees for City of Midwest City employees shall be ten dollars and fifty cents ($10.50);

(3) Green fees for seniors (age sixty (60) or older) and military for weekdays shall be fifteen dollars and fifty cents ($15.50). This fee shall also apply after 12:00 p.m. on Saturdays, Sundays and federal holidays;

(4) Green fees for juniors shall be six dollars ($6.00);

(5) Registered school golf team green fees shall be four dollars ($4.00);

(6) Twilight green fees (after 2:00 pm during daylight savings time and after 1:00 pm during regular time) shall be sixteen dollars ($16.00);

(7) Green fees shall be eight dollars ($8.00) after 6:00 p.m.;

(8) Golf car rentals shall be twenty eight dollars ($28.00) for eighteen (18) holes. Single rider car rental shall be fourteen dollars $14.00) for (18) holes. Golf car rentals shall be fourteen dollars ($14.00) for nine (9) holes. Single rider car rental shall be seven dollars ($7.00) for nine (9) holes.

(9) Trail fees shall be ten dollars ($10.00);

(10) Senior (age sixty (60) or older) trail fees shall be seven dollars ($7.00);

(11) Annual locker rental fee shall be thirty dollars ($30.00);

(12) Driving range fees shall be three dollars ($3.00).

(13) Annual green fee memberships shall be one thousand one hundred eighty dollars (~~$1,080~~1,180.00);

(14) Annual green fee membership with half golf car rental shall be ~~one thousand eight hundred~~two thousand dollars (~~$1,800.00~~2,000.00);

(15) Annual Monday through Thursday green fee memberships shall be ~~six~~ seven hundred dollars (~~$600.00~~700.00);

(16) Annual Monday through Thursday green fee memberships with half golf car rental shall be one thousand two hundred dollars (~~$1,000.00~~1,200.00);

(17) Annual junior green fee memberships shall be three hundred sixty dollars ($360);

(18) Annual trail fee, with annual green fee membership, shall be four hundred dollars ($400.00). Annual trail fee, with annual Monday through Thursday membership shall be two hundred dollars ($200.00);

(19) Regular green fees for each 18 holes played before 3:00 p.m. on Mondays year round and 1:30 to 3:00 Tuesday through Thursday during daylight savings time shall be nine dollars ($9.00). This fee shall not apply on federal holidays, or for tournaments or league play;

SECTION 2. EFFECTIVE DATE. This ordinance shall be in force and effect on and after July 1, 2016.

SECTION 3. REPEALER. All ordinances or parts of ordinances in conflict herewith are hereby repealed.

SECTION 4. SEVERABILITY. If any section, sentence, clause or portion of this ordinance is for any reason held to be invalid, such decision shall not affect the validity of the remaining portions of the ordinance.

PASSED AND APPROVED by the Mayor and Council of the City of Midwest City, Oklahoma, on the _____ day of May, 2016.

THE CITY OF MIDWEST CITY, OKLAHOMA

_____
MATTHEW D. DUKES, II, Mayor

ATTEST:

_____
SARA HANCOCK, City Clerk

APPROVED as to form and legality this _____ day of May, 2016.

_____
KATHERINE BOLLES, City Attorney

ORDINANCE NO._____

AN ORDINANCE AMENDING CHAPTER 30, PARKS AND RECREATION, OF THE MIDWEST CITY CODE, ARTICLE IV, IN GENERAL, BY AMENDING SECTION 30-46 (a) AND (b), GOLF COURSE RATES; ESTABLISHING AN EFFECTIVE DATE; AND PROVIDING FOR REPEALER AND SEVERABILITY.

BE IT ORDAINED BY THE COUNCIL OF THE CITY OF MIDWEST CITY, OKLAHOMA:

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(2) Regular 9 hole green fees for City of Midwest City employees shall be six dollars and twenty five cents ($6.25) and regular all day green fees for City of Midwest City employees shall be ten dollars ($10.00).

(3) Regular 9 hole green fees for seniors (age sixty (60) or older), and military, for weekdays shall be six dollars and forty three cents ($6.43) and for all day play shall be ten dollars and thirty cents ($10.30);

(4) Regular 9 hole green fees for juniors shall be four dollars ($4.00) and for all day play shall be six dollars ($6.00);

(5) Nine-hole golf car rental shall be six dollars ($6.00) per player;

(6) Daily trail fees shall be four dollars and fifty cents ($4.50);

(7) Annual regular green fee memberships shall be four hundred twenty dollars ($420.00);

(8) Annual junior green fee memberships shall be one hundred ninety-seven dollars and forty cents ($197.40);

(9) Annual regular green fee membership with half golf car shall be one thousand dollars ($1,000.00);

(b) The following rates, which do not include tax, will be in effect for all day play at the John Conrad Regional Golf Course:

(1) Regular green fees shall be twenty four dollars ($24.00);

(2) Green fees for City of Midwest City employees shall be ten dollars and fifty cents ($10.50);

(3) Green fees for seniors (age sixty (60) or older) and military for weekdays shall be fifteen dollars and fifty cents ($15.50). This fee shall also apply after 12:00 p.m. on Saturdays, Sundays and federal holidays;

(4) Green fees for juniors shall be six dollars ($6.00);

(5) Registered school golf team green fees shall be four dollars ($4.00);

(6) Twilight green fees (after 2:00 pm during daylight savings time and after 1:00 pm during regular time) shall be sixteen dollars ($16.00);

(7) Green fees shall be eight dollars ($8.00) after 6:00 p.m.;

(8) Golf car rentals shall be twenty eight dollars ($28.00) for eighteen (18) holes. Single rider car rental shall be fourteen dollars $14.00) for (18) holes. Golf car rentals shall be fourteen dollars ($14.00) for nine (9) holes. Single rider car rental shall be seven dollars ($7.00) for nine (9) holes.

(9) Trail fees shall be ten dollars ($10.00);

(10) Senior (age sixty (60) or older) trail fees shall be seven dollars ($7.00);

(11) Annual locker rental fee shall be thirty dollars ($30.00);

(12) Driving range fees shall be three dollars ($3.00).

(13) Annual green fee memberships shall be one thousand one hundred eighty dollars ($1,180.00);

(14) Annual green fee membership with half golf car rental shall be two thousand dollars ($2,000.00);

(15) Annual Monday through Thursday green fee memberships shall be seven hundred dollars ($700.00);

(16) Annual Monday through Thursday green fee memberships with half golf car rental shall be one thousand two hundred dollars ($1,200.00);

(17) Annual junior green fee memberships shall be three hundred sixty dollars ($360);

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SECTION 2. EFFECTIVE DATE. This ordinance shall be in force and effect on and after July 1, 2016.

SECTION 3. REPEALER. All ordinances or parts of ordinances in conflict herewith are hereby repealed.

SECTION 4. SEVERABILITY. If any section, sentence, clause or portion of this ordinance is for any reason held to be invalid, such decision shall not affect the validity of the remaining portions of the ordinance.

PASSED AND APPROVED by the Mayor and Council of the City of Midwest City, Oklahoma, on the _____ day of May, 2016.

THE CITY OF MIDWEST CITY, OKLAHOMA

_____
MATTHEW D. DUKES, II, Mayor

ATTEST:

_____
SARA HANCOCK, City Clerk

APPROVED as to form and legality this _____ day of May, 2016.

_____
KATHERINE BOLLES, City Attorney

MIDWEST CITY TREE BOARD

OCTOBER 13, 2015

CHARLES J. JOHNSON BUILDING-12:00 NOON CONFERENCE ROOM

MEMBERS PRESENT: Glenn Goldschlager, Chairman
Grace Sullivan
Sherry Beaird
Sherri Anderson
Margie Humdy

MEMBERS ABSENT: Lou Atkinson
Bob Davis

STAFF PRESENT: Doug Williams, Street/Park Supervisor
Steven Bray, Facility Project Supervisor
Mary C. Kuettel, Secretary

Glenn called the meeting to order at 12:03 p.m.

Grace moved to approve the July 14, 2015 minutes as presented, seconded by Sherri. All voted aye.

New Matters

Introduction of our the new Tree Board Member

Glenn introduced and welcomed the newest Tree Board member, Margie Humdy.

Suggestion for Grant(s) from Hospital Authority

Grace made a motion to apply for a Hospital Grant for irrigation and landscaping on Hudiburg Dr., seconded by Sherry. All voted aye. Grace made a motion to support Alliance Health for a Hospital Grant (for irrigation and landscaping in the median) on Parklawn Dr., seconded by Sherri. All voted aye.

Report from staff on Tree Maintenance

Steve reported they planted 5 trees and 1 crepe myrtle on Kathleen Dr. There was some discussion about the dead trees in the median on Post Rd. Steve reported that there are plans to remove them.

Budget Report

There was only one activity in the budget. The membership dues to the Arbor Day Foundation have been paid.

Grace made a motion to adjourn, seconded by Sherry. All voted aye.

The next meeting will be Tuesday, January 12, 2016.

_____

Glenn Goldschlager, Chairman

MIDWEST CITY TREE BOARD

JANUARY 12, 2016

CHARLES J. JOHNSON BUILDING-12:00 NOON CONFERENCE ROOM

MEMBERS PRESENT: Glenn Goldschlager, Chairman
Grace Sullivan
Lou Atkinson
Margie Humdy
Sherry Beaird
Sherri Anderson

MEMBERS ABSENT: Bob Davis

STAFF PRESENT: Vaughn Sullivan, Community Services Director
Steven Bray, Facility Project Manager
Mary Kuettel, Secretary

Glenn called the meeting to order at 12:00 noon.

Grace moved to approve the October 13, 2015 minutes, seconded by Sherry. All voted aye.

NEW MATTERS

Discuss Arbor Day Celebration for 2016

There was discussion about this year's Arbor Day Celebration. Sherry made a motion to plant a tree at Tel-Star and let the Boy's and Girl's Club maintain the tree in celebration of Arbor Day, seconded by Lou. All voted aye. Grace made a motion to authorize the city to use up to $500 (for Arbor Day), seconded by Sherri. All voted aye.

Old & Tabled Matters

Report from Staff on Tree Maintenance

Steve reported after the recent ice storms they picked up some limbs in the park and the Loblolly Trees on Post Road were secured with stakes.

Budget Report
Vaughn reported there was not any activity in the budget.

Sherri made a motion to adjourn, seconded by Grace. All voted aye.

The next meeting will be Tuesday, April 12, 2016.

_____
Glenn Goldschlager, Chairman

MIDWEST CITY

Where the Spirit Flies High

MUNICIPAL AUTHORITY AGENDA

MIDWEST CITY MUNICIPAL AUTHORITY AGENDA

Midwest City Council Chambers, 100 N. Midwest Boulevard

May 10, 2016 - 7:01 PM

A. CALL TO ORDER.

B. CONSENT AGENDA. These items are placed on the Consent Agenda so that trustees of the Midwest City Municipal Authority, by unanimous consent, can approve routine agenda items by one motion. If any item proposed on the Consent Agenda does not meet with approval of all trustees, or members of the audience wish to discuss a proposed item with the trustees, that item will be removed and heard in regular order.

1. Discussion and consideration of approving the minutes of the staff briefing and regular meetings of April 26, 2016, as submitted. (City Clerk - S. Hancock)

2. Discussion and consideration of supplemental budget adjustments to the following fund for FY 2015-2016, increase: Sanitation Fund, revenue/Charges for Services (00) $390,354; expenses/Transfers Out (41) $390,354. (Finance – J. Siemens)

C. NEW BUSINESS/PUBLIC DISCUSSION.

D. ADJOURNMENT.

MIDWEST CITY
Where the Spirit Flies High

CONSENT AGENDA

Notice of regular meetings for staff briefings for the Midwest City Municipal Authority was filed for the calendar year with the City Clerk of Midwest City and copies of the agenda for this meeting were posted at City Hall and on the City's website, accessible to the public for at least 24 hours in advance of the meeting.

MINUTES OF THE REGULAR STAFF BRIEFING FOR MIDWEST CITY MUNICIPAL AUTHORITY TRUSTEES

April 26, 2016 – 6:00 p.m.

This regular meeting was held in the Midwest City Council Conference Room on the second floor of the City Hall, 100 North Midwest Boulevard, Midwest City, County of Oklahoma, State of Oklahoma. The following members were present: Chairman Matt Dukes. Absent: Trustees Daniel McClure Jr., Pat Byrne, Rick Dawkins, Sean Reed, Christine Allen, and Jeff Moore; and Secretary Sara Hancock. Chairman Dukes called the meeting to order at 6:01 p.m.

In the absence of a quorum due to inclement weather, Chairman Dukes publicly announced that this meeting is continued 24 hours to Wednesday, April 27, 2016, at 6:00 p.m.

On April 27, 2016, this regular meeting, which had been continued 24 hours the day before, was held in the Midwest City Council Conference Room on the second floor of the City Hall of Midwest City, 100 North Midwest Boulevard, Midwest City, County of Oklahoma, State of Oklahoma. The following members were present: Chairman Matt Dukes; Trustees Daniel McClure Jr., Pat Byrne, Rick Dawkins, Sean Reed, Christine Allen, and Jeff Moore; and Secretary Sara Hancock. Absent: none. Chairman Dukes called the meeting to order at 6:52 p.m.

Clarification of agenda items, handouts, and presentation of new or additional information for items on the Municipal Authority agenda for April 26, 2016. The trustees had no questions about any of the individual agenda items.

Chairman Dukes closed the meeting at 6:52 p.m.

ATTEST:

_____
MATTHEW D. DUKES, II, Chairman

_____
SARA HANCOCK, Secretary

Notice of regular Midwest City Municipal Authority meetings was filed for the calendar year with the City Clerk of Midwest City and copies of the agenda for this meeting were posted at City Hall and on Midwest City's website, accessible to the public for at least 24 hours in advance of the meeting.

MINUTES OF THE REGULAR
MIDWEST CITY MUNICIPAL AUTHORITY MEETING

April 26, 2016 - 7:01 p.m.

This regular meeting was held in the Midwest City Council Chambers, 100 North Midwest Boulevard, Midwest City, County of Oklahoma, State of Oklahoma. The following members were present: Chairman Matt Dukes. Absent: Trustees Daniel McClure Jr., Pat Byrne, Rick Dawkins, Sean Reed, Christine Allen, and Jeff Moore; and Secretary Sara Hancock. Chairman Dukes called the meeting to order at 7:01 p.m.

In the absence of a quorum due to inclement weather, Chairman Dukes publicly announced that this meeting is continued 24 hours to Wednesday, April 27, 2016, at 7:01 p.m.

On April 27, 2016, this regular meeting, which had been continued 24 hours the day before, was held in the Midwest City Council Chambers, 100 North Midwest Boulevard, Midwest City, County of Oklahoma, State of Oklahoma. The following members were present: Chairman Matt Dukes; Trustees Daniel McClure Jr., Pat Byrne, Rick Dawkins, Sean Reed, Christine Allen, and Jeff Moore; and Secretary Sara Hancock. Absent: none. Chairman Dukes called the meeting to order at 9:28 p.m.

Consent Agenda. Motion was made by Dawkins, seconded by McClure, to approve the consent agenda, as submitted.

1. Discussion and consideration of approving the minutes of the staff briefing and regular meetings of April 12, 2016, as submitted.

2. Discussion and consideration of accepting the report on the current financial condition of the Sheraton Midwest City Hotel at the Reed Center for the period ending March 31, 2016.

3. Discussion and consideration of approving and entering into an agreement in the amount of $6,000 with Ryan Audio Services, LLC to provide a sound system and sound system services associated with entertainment in Regional Park as part of the 2016 Tribute to Liberty 4th of July celebration.

4. Discussion and consideration of approving and entering into an agreement in the amount of $10,000 with Dr. Irvin L. Wagner, Professor of Music at University of Oklahoma, for a 50-piece concert band to provide the headliner entertainment in Regional Park as part of the 2016 Tribute to Liberty 4th of July celebration.

5. Discussion and consideration of approving and entering into an agreement with Western Enterprises, Inc. in the amount of $22,250 to provide a fireworks production for the 4th of July celebration (Tribute to Liberty) at Joe B. Barnes Regional Park on July 4, 2016.

Voting aye: McClure, Byrne, Dawkins, Reed, Allen, Moore and Chairman Dukes. Nay: none. Absent: none. Motion carried.

New Business/Public Discussion. There was no new business or public discussion.

Adjournment. There being no further business, motion was made by McClure, seconded by Dawkins, to adjourn. Voting aye: McClure, Byrne, Dawkins, Reed, Allen, Moore, and Chairman Dukes. Nay: none. Absent: none. Motion carried. The meeting adjourned at 9:29 p.m.

ATTEST:

_____
MATTHEW D. DUKES, II, Chairman

_____
SARA HANCOCK, Secretary

The City of
MIDWEST CITY

100 N. MIDWEST BLVD * MIDWEST CITY, OKLAHOMA 73110
(405) 739-1240 * FAX (405) 739-1247 * TDD (405) 739-1359

Memorandum

TO: Honorable Chairman and Trustees
Midwest City Municipal Authority

FROM: Judy Siemens, Treasurer/Finance Director

DATE: May 10, 2016

Subject: Discussion and consideration of supplemental budget adjustment to the following fund for FY 2015-2016, increase: Sanitation Fund, revenue/Charges for Services (00) $390,354; expenses/Transfers Out (41) $390,354.

The supplement is needed to budget revenue associated with transfer station and transfer out of this revenue to Utilities Capital Outlay Fund.

Judy P Siemens
Judy P. Siemens
Treasurer / Finance Director

SUPPLEMENTS

May 10, 2016

Fund SANITATION (190)		BUDGET AMENDMENT FORM Fiscal Year 2015-2016			
		Estimated Revenue		Budget Appropriations	
Dept Number	Department Name	Increase	Decrease	Increase	Decrease
00	Charges for Services	390,354			
41	Transfers Out			390,354	
		390,354	0	390,354	0

Explanation:
To budget revenue associated with transfer station and transfer out of this revenue to Utilities Capital Outlay Fund (189).

MIDWEST CITY
Where the Spirit Flies High

NEW BUSINESS/ PUBLIC DISCUSSION

MIDWEST CITY

Where the Spirit Flies High

HOSPITAL AUTHORITY

AGENDA

MIDWEST CITY MEMORIAL HOSPITAL AUTHORITY AGENDA

Midwest City Council Chambers, 100 N. Midwest Boulevard

May 10, 2016 - 7:02 PM

A. CALL TO ORDER.

B. CONSENT AGENGA. These items are placed on the Consent Agenda so that trustees of the Midwest City Municipal Authority, by unanimous consent, can approve routine agenda items by one motion. If any item proposed on the Consent Agenda does not meet with approval of all trustees, or members of the audience wish to discuss a proposed item with the trustees, that item will be removed and heard in regular order.

1. Discussion and consideration of approving the minutes of the staff briefing and regular meeting April 26, 2016, as submitted. (City Clerk - S. Hancock)

2. Discussion and consideration of supplemental budget adjustments to the Hospital Authority Fund for FY 2015-2016, increase: Hospital Authority Fund, expenses/Hospital Authority (90) $452,027. (Finance Director – J. Siemens)

C. DISCUSSION ITEM.

1. Discussion and consideration of action to reallocate assets, change fund managers or make changes in the Statement of Investment Policy, Guidelines and Objectives. (City Clerk - S. Hancock)

D. NEW BUSINESS/PUBLIC DISCUSSION.

E. ADJOURNMENT.

MIDWEST CITY
Where the Spirit Flies High

CONSENT AGENDA

Notice of regular meetings for staff briefings for the Midwest City Memorial Hospital Authority was filed for the calendar year with the City Clerk of Midwest City and copies of the agenda for this meeting were posted at City Hall and on the City of Midwest City's website, accessible to the public for at least 24 hours in advance of the meeting.

MINUTES OF THE REGULAR STAFF BRIEFING FOR MIDWEST CITY MEMORIAL HOSPITAL AUTHORITY

April 26, 2016 – 6:00 p.m.

This regular meeting was held in the Midwest City Council Conference Room on the second floor of the City Hall, 100 North Midwest Boulevard, Midwest City, County of Oklahoma, State of Oklahoma. The following members were present: Chairman Matt Dukes. Absent: Trustees Daniel McClure Jr., Pat Byrne, Rick Dawkins, Sean Reed, Christine Allen, and Jeff Moore; and Secretary Sara Hancock. Chairman Dukes called the meeting to order at 6:02 p.m.

In the absence of a quorum due to inclement weather, Chairman Dukes publicly announced that this meeting is continued 24 hours to Wednesday, April 27, 2016, at 6:00 p.m.

On April 27, 2016, this regular meeting, which had been continued 24 hours the day before, was held in the Midwest City Council Conference Room on the second floor of the City Hall of Midwest City, 100 North Midwest Boulevard, Midwest City, County of Oklahoma, State of Oklahoma. The following members were present: Chairman Matt Dukes; Trustees Daniel McClure Jr., Pat Byrne, Rick Dawkins, Sean Reed, Christine Allen, and Jeff Moore; and Secretary Sara Hancock. Absent: none. Chairman Dukes called the meeting to order at 6:52 p.m.

Clarification of agenda items, handouts, and presentation of new or additional information for items on the Hospital Authority agenda for April 26, 2016. Staff briefed the trustees on various items on the agenda, and the trustees sought clarification and discussed individual agenda items with staff.

Chairman Dukes closed the meeting at 6:55 p.m.

ATTEST:

_____
MATTHEW D. DUKES, II, Chairman

_____
SARA HANCOCK, Secretary

Notice of regular Midwest City Memorial Hospital Authority meetings was filed for the calendar year with the City Clerk of Midwest City and copies of the agenda for this meeting were posted at City Hall and on the City of Midwest City's website, accessible to the public for at least 24 hours in advance of the meeting.

MINUTES OF THE REGULAR MIDWEST CITY MEMORIAL HOSPITAL AUTHORITY MEETING

April 26, 2016 - 7:02 p.m.

This regular meeting was held in the Midwest City Council Chambers, 100 North Midwest Boulevard, Midwest City, County of Oklahoma, State of Oklahoma. The following members were present: Chairman Matt Dukes. Absent: Trustees Daniel McClure Jr., Pat Byrne, Rick Dawkins, Sean Reed, Christine Allen, and Jeff Moore; and Secretary Sara Hancock. Chairman Dukes called the meeting to order at 7:02 p.m.

In the absence of a quorum due to inclement weather, Chairman Dukes publicly announced that this meeting is continued 24 hours to Wednesday, April 27, 2016, at 7:02 p.m.

On April 27, 2016, this regular meeting, which had been continued 24 hours the day before, was held in the Midwest City Council Chambers, 100 North Midwest Boulevard, Midwest City, County of Oklahoma, State of Oklahoma. The following members were present: Chairman Matt Dukes; Trustees Daniel McClure Jr., Pat Byrne, Rick Dawkins, Sean Reed, Christine Allen, and Jeff Moore; and Secretary Sara Hancock. Absent: none. Chairman Dukes called the meeting to order at 9:29 p.m.

Discussion Items.

1. **Discussion and consideration of approving the minutes of the staff briefing and regular meetings of April 12, 2016, as submitted.** Motion was made by Dawkins, seconded by McClure, to approve the minutes as submitted. Voting aye: McClure, Byrne, Dawkins, Reed, Allen, Moore, and Chairman Dukes. Nay: none. Absent: none. Motion carried.

2. **Discussion and consideration of 1) appointing a replacement for Sherry Beaird; 2) re-appointing John Cauffiel or appointing a replacement; 3) appointing Sheila Rose to replace Glen Goldschager; and 4) appointing Joyce Jackson to replace Beverly Young to the Midwest City Memorial Hospital Authority Trust Board of Grantors for four-year terms.** Motion was made by Dawkins, seconded by Allen, to reappoint Sherry Beaird and John Cauffiel; and to appoint Sheila Rose and Joyce Jackson, as nominated by the mayor, Ward 1 councilmember, Ward 3 councilmember, and Ward 5 councilmember, respectively. Voting aye: McClure, Byrne, Dawkins, Reed, Allen, Moore, and Chairman Dukes. Nay: none. Absent: none. Motion carried.

3. **Discussion and consideration of action to reallocate assets, change fund managers or make changes in the Statement of Investment Policy, Guidelines and Objectives.** No action was needed or taken on this item.

New Business/Public Discussion. There was no new business or public discussion.

Adjournment. There being no further business, motion was made by McClure, seconded by Dawkins, to adjourn. Voting aye: McClure, Byrne, Dawkins, Reed, Allen, Moore, and Chairman Dukes. Nay: none. Absent: none. Motion carried. The meeting adjourned at 9:31 p.m.

ATTEST:

MATTHEW D. DUKES, II, Chairman

SARA HANCOCK, Secretary

Midwest City Memorial Hospital Authority

100 North Midwest Boulevard
Midwest City, Oklahoma 73110
(405) 739-1204 FAX (405) 739-1208 TDD (405) 739-1359

J. Guy Henson
General Manager/ Administrator

Trustees
Jay Dee Collins
Daniel McClure Jr.
Richard R. Rice
Rick Dawkins
James L. Ray
Christine Allen
Jeff Moore

Board of Grantors
John Cauffiel
Charles McDade
Glenn Goldschlager
Marcia Conner
Beverly Young
Nancy Rice
Sherry Beaird
Pam Hall
Pam Dimski

MEMORANDUM

TO: Honorable Chairman and Trustees
Midwest City Memorial Hospital Authority

FROM: Judy P. Siemens, Treasurer/Finance Director

DATE: May 10, 2016

SUBJECT: Discussion and consideration of supplemental budget adjustments to the Hospital Authority Fund for FY 2015-2016, increase: Hospital Authority Fund, expenses/Hospital Authority (90) $452,027.

The supplement is needed to budget cost of properties to be purchased in excess of amount already appropriated in Contingencies.

Judy P Siemens
Judy P. Siemens
Treasurer / Finance Director

SUPPLEMENTS

May 10, 2016

Fund HOSPITAL AUTHORITY (425)		BUDGET AMENDMENT FORM Fiscal Year 2015-2016			
		Estimated Revenue		Budget Appropriations	
Dept Number	Department Name	Increase	Decrease	Increase	Decrease
90	Hospital Authority			452,027	
		0	0	452,027	0

Explanation:
Budget cost of properties to be purchased in excess of amount already appropriated in Contingencies.
Funding to come from fund balance (In Lieu/ROR/Misc. Division).

MIDWEST CITY
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DISCUSSION ITEM

Midwest City Memorial Hospital Authority
100 North Midwest Boulevard
Midwest City, Oklahoma 73110
(405) 739-1204 FAX (405) 739-1208 TDD (405) 739-1359

J. Guy Henson
General Manager/ Administrator

Trustees
Matt Dukes
Daniel McClure Jr.
Pat Byrne
Rick Dawkins
Sean Reed
Christine Allen
Jeff Moore

Board of Grantors
Sherry Beaird
John Cauffiel
Marcia Conner
Pam Dimski
Pam Hall
Joyce Jackson
Charles McDade
Nancy Rice
Sheila Rose

MEMORANDUM

TO: Honorable Chairman and Trustees
Midwest City Memorial Hospital Authority

FROM: Sara Hancock, Secretary

DATE: May 10, 2016

SUBJECT: Discussion and consideration of action to reallocate assets, change fund managers or make changes in the Statement of Investment Policy, Guidelines and Objectives.

Jim Garrels, President, Fiduciary Capital Advisors, asked staff to put this item on each agenda in the event the Hospital Authority's investments need to be reallocated, an investment fund manager needs to be changed or changes need to be made to the Statement of Investment Policy on short notice.

Action is at the discretion of the Authority.

Sara Hancock

Sara Hancock, Secretary

MIDWEST CITY
Where the Spirit Flies High

NEW BUSINESS/ PUBLIC DISCUSSION