

THE GARDEN CITY CO-OP, INC.
Garden City, Kansas

CONSOLIDATED BALANCE SHEETS
August 31, 2015 and 2014

ASSETS		
	2015	2014
CURRENT ASSETS		
Cash	\$ 465,020.96	\$ 791,903.50
Investment securities available-for-sale	0.00	1,002,982.50
Accounts and notes receivable - trade	4,577,159.33	4,187,307.92
Allowance for doubtful accounts	(50,000.00)	(50,000.00)
Grains receivable - trade	17,950,024.17	16,490,009.58
Grain storage receivable	1,629,458.58	1,121,712.17
Other receivables	2,923,008.24	9,655,707.23
Inventories	30,863,503.57	32,230,201.22
Prepaid commodities and expenses	4,641,059.12	6,160,546.30
Deferred tax assets	40,804.08	99,117.70
TOTAL CURRENT ASSETS	63,040,038.05	71,689,488.12
INVESTMENTS AND OTHER ASSETS		
Corporate stock and equity	46,086,674.08	42,969,368.40
Limited liability companies	2,295,762.87	2,292,268.68
Cash surrender value of life insurance	241,025.07	237,805.33
Notes receivable	117,657.82	178,222.75
Other assets	11,354.83	17,081.83
TOTAL INVESTMENTS AND OTHER ASSETS	48,752,474.67	45,694,746.99
PROPERTY, PLANT, AND EQUIPMENT		
Cost	91,133,847.72	88,187,065.90
Accumulated depreciation	(43,535,976.40)	(41,626,571.28)
NET PROPERTY, PLANT, AND EQUIPMENT	47,597,871.32	46,560,494.62
TOTAL ASSETS	\$ 159,390,384.04	\$ 163,944,729.73
LIABILITIES AND MEMBERS' EQUITY		
CURRENT LIABILITIES		
Accounts, expenses, and taxes payable	\$ 6,667,807.50	\$ 12,290,566.60
Grains payable	5,479,996.56	8,233,936.91
Collections received in advance	69,225.52	134,442.75
Current maturities of notes payable	33,854,834.50	29,223,747.32
Current maturities of capital lease obligations	1,245,553.94	1,089,439.39
Current maturities of patron notes payable	5,600,000.00	5,600,000.00
Patronage dividends payable	367,053.17	1,143,874.30
Equity retirements payable	0.00	1,000,000.00
Income taxes payable	197,468.01	9,166.61
TOTAL CURRENT LIABILITIES	53,481,939.20	58,725,173.88
LONG-TERM LIABILITIES, excluding current maturities		
Notes payable	17,720,000.00	17,090,000.00
Capital lease obligations	3,880,583.44	4,905,218.74
Grain contracts payable	789,764.65	759,454.79
Deferred income taxes	622,524.70	714,593.22
TOTAL LONG-TERM LIABILITIES	23,012,872.79	23,469,266.75
MEMBERS' EQUITY		
Common stock	29,905,575.78	29,210,828.63
Participating stock	7,210,434.98	6,381,881.22
Patronage dividends	856,457.39	2,669,040.02
Equity retirements payable	0.00	(1,000,000.00)
Retained savings	44,923,103.90	44,501,226.53
Accumulated other comprehensive income	0.00	(12,687.30)
TOTAL MEMBERS' EQUITY	82,895,572.05	81,750,289.10
TOTAL LIABILITIES AND MEMBERS' EQUITY	\$ 159,390,384.04	\$ 163,944,729.73

See accompanying notes.

THE GARDEN CITY CO-OP, INC.
Garden City, Kansas

CONSOLIDATED STATEMENTS OF OPERATIONS
For Years Ended August 31, 2015 and 2014

	2015	2014
SALES		
Grain	\$ 96,010,954.42	\$ 85,971,721.00
Supply	29,788,972.80	26,088,222.24
Commercial and wholesale	64,638,782.54	130,590,509.80
	190,438,709.76	242,650,453.04
TOTAL SALES		
	190,438,709.76	242,650,453.04
COST OF SALES	171,146,974.02	227,531,417.67
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GROSS MARGINS ON SALES	19,291,735.74	15,119,035.37
	19,291,735.74	15,119,035.37
OTHER INCOME		
Storage and handling	1,536,058.93	2,226,061.17
Drying income	397,463.21	360,156.41
Service income	882,306.16	675,792.44
Freight income	3,228,553.59	2,865,079.35
Gain on disposal of property, plant, and equipment	27,065.63	182,124.40
Interest income and finance charges	52,628.14	37,678.29
Patronage dividends	4,476,611.38	6,810,425.93
Investment income and dividends on stock	768,878.58	6,836,560.19
Miscellaneous income	219,166.83	112,801.31
	11,588,732.45	20,106,679.49
TOTAL OTHER INCOME		
	11,588,732.45	20,106,679.49
GROSS SAVINGS	30,880,468.19	35,225,714.86
	30,880,468.19	35,225,714.86
EXPENSES		
Personnel costs	12,814,996.89	11,290,226.97
Fixed expenses	9,217,586.44	7,871,613.26
Other expenses	6,869,974.37	5,902,244.14
	28,902,557.70	25,064,084.37
TOTAL EXPENSES		
	28,902,557.70	25,064,084.37
SAVINGS BEFORE INCOME TAXES	1,977,910.49	10,161,630.49
INCOME TAX BENEFIT (EXPENSE)	(333,127.50)	441,285.52
	1,644,782.99	10,602,916.01
NET SAVINGS		
	1,644,782.99	10,602,916.01
DISTRIBUTION OF NET SAVINGS		
Patronage dividends	\$ 1,223,510.56	\$ 3,812,914.32
Retained savings	421,272.43	6,790,001.69
	1,644,782.99	10,602,916.01
TOTAL		
	1,644,782.99	10,602,916.01

See accompanying notes.