

AGENDA
Regular City Council Meeting
CITY HALL
Webster City, Iowa
January 2, 2018
5:30 p.m.

*(Oath of Office was given to John Hawkins, Matt McKinney and Logan Welch at the December 18, 2017 Council meeting.
City Council term- January 1, 2018 through December 31, 2021)*

ROLL CALL

Approval of Agenda

Pledge of Allegiance

A. ELECTIONS AND APPOINTMENTS OF OFFICERS

1. Motion on Election of Mayor by the City Council (Two Year Term)
2. Motion on Election of Mayor Pro Tem by the City Council (Two Year Term)
3. Qualify Mayor and Mayor Pro Tem by City Clerk administering oath.
4. Appointment of the City Manager by the City Council.
(Two Year Term) **(Daniel Ortiz-Hernandez)**
5. Appointment of a representative and alternate representative to the North Iowa Municipal Electric Cooperative Association.
(Adam Dickinson, Representative Ken Wetzler, Alternate)
6. Appointment of Right To Know Coordinator. **(Brian Stroner)**
7. Appointment of a representative to the Greenbelt Advisory Commission. **(Kent Harfst)**
8. Appointment to the Hamilton County Communication Service Advisory Board (911). *(Mayor is automatically the representative)*
9. Appointment to the Hamilton County Resource Enhancement Committee. *(Mayor is automatically the member, unless the Mayor designates a council member)*
10. Appointment of a representative to the Hamilton County Emergency Management Board. **(Charles Stanfield)**

City Council Meeting Agenda January 2, 2018

11. Appointment of a representative and alternate representative to the MIDAS Transportation Advisory Committee.
(Kent Harfst, Representative Matt Alcazar, Alternate)
12. Appointment of a representative to serve on the board of the Webster City Day Care *(Brian Miller)*
13. Appointment of a representative to serve on the board of the Riverview Early Childhood Center *(Logan Welch)*
14. Appointment of Official Newspaper. Letter-Request
15. Resolution authorizing Finance Officer to invest City funds.
16. Resolution authorizing City Clerk to issue warrants in payment of certain types of expenditures.
17. Resolution authorizing City Clerk to issue and deliver warrants for the payroll upon receiving approval by the City Manager.
18. Resolution of purpose providing for expenditures of Economic Development funds.
19. Resolution setting dates and time for regular meetings of the City Council for 2018.

B. PETITIONS – COMMUNICATIONS – REQUESTS

This is the time of the meeting that a citizen may address the Council on a matter not on the Agenda.

Except in cases of emergency, the City Council will not take any action at this meeting, but may ask the City Staff to research the matter or have the matter placed on the Agenda for the next meeting.

1. Public Information

C. MINUTES AND CLAIMS

The following items have been deemed to be non-controversial, routine actions to be approved by the Council in a single motion.

If a Council member, or a member of the audience wishes to have an item removed from this list, it will be considered in its normal sequence on the Agenda.

1. Minutes of December 18, 2017.
2. Resolution on Payroll for the period ending December 23, 2017 and paid on December 29, 2017.
3. Resolution on Bills Fund List

City Council Meeting Agenda January 2, 2018

D. GENERAL AGENDA

1. Presentation by Williams & Company P.C. on the 2016-2017 City of Webster City Audit.
 - a. Motion accepting and placing on file the 2016-2017 City of Webster City Audit.
2. Presentation by representative of Hamilton County Animal Advocates organization on their TNR Program.
3. COUNCIL MEMORANDUM: Second reading of proposed Ordinance, an ordinance amending the Code of Ordinances of the City of Webster City, Iowa, 1996, by amending Paragraph 1, and Paragraph 3 to Chapter 69, Section 08, Pertaining to No Parking Zones. Pictures
4. COUNCIL MEMORANDUM: Resolution accepting work, authorizing Final Payment of \$12,119.53 and release the Retainage of \$637.87 in 30 days to The Tile Pro's, Webster City, Iowa for completion of contract for the Millards Lane Drainage Project. Invoice&Proposal
5. COUNCIL MEMORANDUM: Motion approving payment of Security Cameras which were installed at City Hall.

E. REPORTS AND RECOMMENDATIONS OF OFFICERS, BOARDS AND COMMISSIONS

1. Council Committee Reports.
2. Other reports and recommendations

F. OTHER ITEMS SENT TO COUNCIL

1. City Attorney Update

G. ADJOURN

NOTE: The Council may act by motion, resolution or ordinance on items listed on the Agenda.

The Daily Freeman-Journal

TERRY CHRISTENSEN, GENERAL MANAGER

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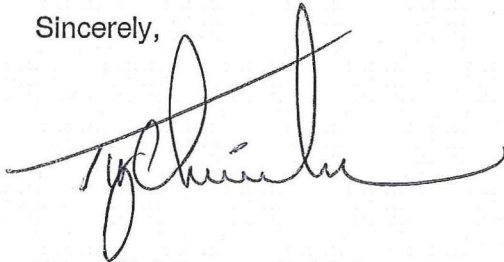
Ms. Karyl Bonjour, City Clerk
City of Webster City
PO Box 217
Webster City, IA 50595

Dear Ms. Bonjour:

Please accept this letter as The Daily Freeman-Journal's formal request to be designated as the Official Legal Newspaper for the City of Webster City for the 2018 calendar year.

Thank you for acting upon this request at your next City Council meeting.

Sincerely,

A handwritten signature in black ink, appearing to read 'Terry Christensen', with a large, stylized initial 'T' and a long horizontal flourish extending to the right.

Terry Christensen, Publisher
THE DAILY FREEMAN-JOURNAL

TC:ap

RESOLUTION NO. 2018--

**RESOLUTION AUTHORIZING THE CITY FINANCE OFFICER
TO INVEST CITY FUNDS**

WHEREAS, the City of Webster City, Iowa has statutory authority to delegate its investment authority to the City Financial Officer; and,

WHEREAS, it is necessary from time to time to invest City funds.

NOW THEREFORE BE IT RESOLVED by the City Council of the City of Webster City, Iowa that the City Finance Officer be and she is hereby authorized to invest City Funds in such manner as may be authorized by law and the City of Webster City Investment Policy.

Passed and adopted this 2nd day of January, 2018.

Mayor

ATTEST:

Karyl K. Bonjour, City Clerk

RESOLUTION NO. 2018 –

RESOLUTION AUTHORIZING CERTAIN TYPES OF EXPENDITURES' WARRANTS

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF WEBSTER CITY,
IOWA:

That the City Clerk of said City be and she is hereby authorized to issue warrants in payment of the following expenditures prior to Council approval, to-wit:

1. All freight, express and postage bills when said bills are approved for payment by the City Manager.
2. Bonds and principal representing bonded indebtedness of the City, when said bonds and principal are due and the contracted Bond Registrar requests payment.
3. All interest on bonded indebtedness of the City when the same is due and the contracted Bond Registrar requests payment.
4. All Sales Tax and Use Tax due the State of Iowa.
5. Refunds to customers on deposits made by them on utility accounts, and any interest due on the same.
6. All refunds to customers having credit balances on their accounts.
7. All Water and Sewage testing bills.
8. All medical, dental and vision insurance payments from Wellmark or Employee Benefit Systems, Inc. (EBS).
9. Transfers of funds budgeted in Special Funds for specific purposes when the payments for the specific commodities or services or debt have been paid.
10. Expenses in connection with City meetings and functions provided for in the 2017-2018 and 2018-2019 City Budgets, and approved by the City Manager.
11. All monthly power bills due North Iowa Municipal Electric Cooperative Association.
12. Any other bill needing payment before the City Council can act on them that are approved prior to payment by the City Manager.

Passed and adopted this 2nd day of January, 2018.

Mayor

ATTEST:

Karyl K. Bonjour, City Clerk

RESOLUTION NO. 2018 -

RESOLUTION AUTHORIZING PAYROLL WARRANTS

WHEREAS, it is desirable that the City Payroll should be paid regularly, immediately after the 80 hour period having accrued; and,

WHEREAS, the regular bi-monthly meeting of the City Council often falls too early or too late to approve the payroll for immediate payment.

NOW THEREFORE BE IT RESOLVED by the City Council of the City of Webster City, Iowa that the City Clerk be and she is hereby authorized to draw, issue and deliver warrants for the Payroll upon receiving it duly approved in writing by the City Manager.

Passed and adopted this 2nd day of January, 2018.

Mayor

ATTEST:

Karyl K. Bonjour, City Clerk

RESOLUTION NO. 2018 –

**RESOLUTION OF PURPOSE PROVIDING FOR
EXPENDITURES OF ECONOMIC DEVELOPMENT FUNDS**

WHEREAS, it is the desire of the City Council of the City of Webster City to help promote economic development in Webster City; and,

WHEREAS, the City of Webster City, Iowa has as one of its' primary goals the creation of new jobs and investment in the community; and,

WHEREAS, the City of Webster City, Iowa wishes to assist existing and new businesses; and has created economic development projects as well; and,

WHEREAS, industries to date have asked for financial assistance in expansion and such assistance is consistent with both City and State policies, as well as the City initiating some of the projects, all of which will be ongoing.

NOW, THEREFORE BE IT RESOLVED by the City Council of the City of Webster City, Iowa that:

1. The City Clerk be authorized to issue warrants in payment of grants and projects, upon approval by the City Manager.
2. The Finance Officer will keep a statement of income and expenses on the Economic Development Funds as documentation.

Passed and adopted this 2nd day of January, 2018.

Mayor

ATTEST:

Karyl K. Bonjour, City Clerk

RESOLUTION NO. 2018 -

**RESOLUTION SETTING DATES AND TIME FOR
REGULAR MEETINGS OF THE CITY COUNCIL FOR 2018**

WHEREAS, the Code of Ordinances of the City of Webster City, 1996, Chapter 17, Section 17.04, paragraph 1 states the time and place of the regular meetings of the Council shall be fixed by resolution of the Council; and,

WHEREAS, Council adopted by Resolution No. 2008-61 May 5, 2008 to set the fourth Monday night of each month for a utility meeting as needed and determined by City Council also; and,

WHEREAS, it is the desire of the City Council to set the meeting dates for the year 2018.

NOW THEREFORE BE IT RESOLVED by the City Council of the City of Webster City, Iowa as follows:

That the first and third Mondays of each month at 5:30 p.m. at City Hall be set for regular meetings of the City Council for the year 2018 **except** for

Tuesday, **September 4th** due to the Labor Day Holiday

That the fourth Monday of each month at City Hall be set for a Council Utility meeting as needed.

Passed and adopted this 2nd day of January, 2018.

Mayor

ATTEST:

Karyl K. Bonjour, City Clerk

CITY COUNCIL MEETING MINUTES
Webster City, Iowa December 18, 2017

The City Council met at the City Hall, Webster City, Iowa on December 18, 2017 upon call of the Mayor and the advance agenda. The City Council met in Closed Session at 5:15 p.m. to evaluate the professional competency of an individual whose appointment, hiring performance or discharge is being considered when necessary to prevent needless and irreparable injury to that individual's reputation and that individual requests a closed session as provided by Chapter 21.5 I of the Code of Iowa (Interview for Civil Service Commission). Prior to calling the regular meeting to order, the Oath of Office was given by City Clerk Karyl Bonjour to Council Members Logan Welch, Matt McKinney and John Hawkins for the term commencing January 1, 2018 through December 31, 2021. The meeting was called to order by Mayor John Hawkins and roll being called there were present John Hawkins, Mayor in the chair, and the following Council Members: Matt McKinney, Brian Miller, Jim Talbot and Logan Welch.

It was moved by Talbot and seconded by Miller to approve the agenda.

ROLL CALL: Hawkins, McKinney, Miller, Talbot and Welch voting aye.

Mayor John Hawkins led the Pledge of Allegiance.

PETITIONS – COMMUNICATIONS – REQUESTS

None brought forth.

PUBLIC INFORMATION

Council Member Miller informed of the upcoming fundraiser for Nora Scott on Wednesday, December 20, 2017 at 6:00 at the Fire Station. Some of the Webster City Police Officers have agreed to shave their heads for the cause.

MINUTES AND CLAIMS

It was moved by Welch and seconded by McKinney that the following motion and Resolutions be approved and adopted collectively:

1. That the Meeting Minutes of December 4, 2017 be approved.
2. That Resolution No. 2017-175 approving Payroll for the period ending December 9, 2017 and paid on December 15, 2017 in the amount of \$147,336.24 be passed and adopted.
3. That Resolution No. 2017-176 approving bills paid in the amount of \$1,191,738.85 be passed and adopted and the Fund List be approved.

ROLL CALL: McKinney, Miller, Talbot, Welch and Hawkins voting aye.

GENERAL AGENDA

1. Andy Sowle, Chairman of the Hotel/Motel Tax Board was present to give a report and make recommendations on Round 20 of the Grant Applications. He gave a summary on the requests from the applicants and the action taken by the Board on each application. After a few questions from Council the following motion was made:

It was moved by Welch and seconded by Talbot that the Recommendations from the Hotel/Motel Tax Board on the following be approved as presented:

ACE Community Center – No Funding

Arts R Alive – award grant in the amount of \$1,835.00

Briggs Woods Conference Center – award grant in the amount of \$50,000.00

Border Brigade Archery – award grant in the amount of \$4,175.00

Building Possibility – No Funding

Webster City Badminton Club – award grant in the amount of \$500.00

Webster City Community Theatre – award grant in the amount of \$1,600.00

Webster City Women's Club – award grant in the amount of \$7,215.00

Wilson Brewer Historic Park Committee – award grant in the amount of \$16,619.20

ROLL CALL: Miller, Talbot, Welch, Hawkins and McKinney voting aye.

Council Members thanked members of the Hotel/Motel Tax Board for their time serving on this Board and their diligence throughout the application process.

2. It was moved by Welch and seconded by McKinney that the Planning and Zoning Commission minutes of December 11, 2017 be accepted and placed on file.

ROLL CALL: Talbot, Welch, Hawkins, McKinney and Miller voting aye.

3. It was moved by McKinney and seconded by Miller that Resolution No. 2017-177 setting January 15, 2018 at 5:30 p.m. at City Hall, Webster City, Iowa for a Public Hearing on the proposed rezoning of property from R-1 (Single Family Dwelling) and R-2 (Multiple Family Dwelling) District to C-3 (Highway Commercial) District, said property being located in an area West of Superior Street and North of Fair Meadow Drive be passed and adopted.

ROLL CALL: Welch, Hawkins, McKinney, Miller and Talbot voting aye.

Gaylord Victora, 2213 North Terrace Drive, informed he looks forward to a possible Kwik Star, but expressed some concerns regarding traffic, detrimental effect on roads, trash and noise.

4. It was moved by Talbot and seconded by McKinney that Proclamation by Mayor for Arbor Day in Webster City on April 27, 2017 be approved.

ROLL CALL: Hawkins, McKinney, Miller, Talbot and Welch voting aye.

5. It was moved by Welch and seconded by Talbot that the Second Reading of a proposed Ordinance, an ordinance amending the Code of Ordinances of the City of Webster City, Iowa, 1996, by amending Paragraphs 1, 2, 3, 5 and 6 to Chapter 69 Section 09, Pertaining to all night parking prohibited be approved.

ROLL CALL: McKinney, Miller, Talbot, Welch and Hawkins voting aye.

It was moved by Welch and seconded by McKinney that the Third Reading of a proposed Ordinance, an ordinance amending the Code of Ordinances of the City of Webster City, Iowa, 1996, by amending Paragraphs 1, 2, 3, 5 and 6 to Chapter 69 Section 09, Pertaining to all night parking prohibited be waived.

ROLL CALL: Miller, Talbot, Welch, Hawkins and McKinney voting aye.

It was moved by Welch and seconded by McKinney that Ordinance No. 2017-1810, an ordinance amending the Code of Ordinances of the City of Webster City, Iowa, 1996, by amending Paragraphs 1, 2, 3, 5 and 6 to Chapter 69 Section 09, Pertaining to all night parking prohibited be passed and adopted.

ROLL CALL: Talbot, Welch, Hawkins, McKinney and Miller voting aye.

6. It was moved by Miller and seconded by Welch that the Second Reading of a proposed Ordinance, an ordinance amending the Code of Ordinances of the City of Webster City, Iowa, 1996 by amending Chapter 171, Title VI Hotel/Motel Tax be approved.

ROLL CALL: Welch, Hawkins, McKinney, Miller and Talbot voting aye.

It was moved by Welch and seconded by Talbot that the Third Reading of a proposed Ordinance, an ordinance amending the Code of Ordinances of the City of Webster City, Iowa, 1996 by amending Chapter 171, Title VI Hotel/Motel Tax be waived.

ROLL CALL: Hawkins, McKinney, Miller, Talbot and Welch voting aye.

City Council Meeting Minutes, December 18, 2017

It was moved by Welch and seconded by Talbot that Ordinance No. 2017-1811, an ordinance amending the Code of Ordinances of the City of Webster City, Iowa, 1996 by amending Chapter 171, Title VI Hotel/Motel Tax be passed and adopted.

ROLL CALL: McKinney, Miller, Talbot, Welch and Hawkins voting aye.

7. It was moved by McKinney and seconded by Miller that the First Reading of a proposed Ordinance, an ordinance amending the Code of Ordinances of the City of Webster City, Iowa, 1996, by amending Paragraph 1, and Paragraph 3 to Chapter 69, Section 08, Pertaining to No Parking Zones be approved.

ROLL CALL: Miller, Talbot, Welch, Hawkins and McKinney voting aye.

Ken Wetzler, Public Works Director, provided a background on the changes.

8. It was moved by Welch and seconded by McKinney that Resolution No. 2017-178 authorizing the Mayor to execute an Election To Participate and Release Agreement pursuant to the consent order entered into by the Iowa Insurance Division and Mutual Med Insurance Services, LLC be passed and adopted.

ROLL CALL: Talbot, Welch, Hawkins, McKinney and Miller voting aye.

9. It was moved by Miller and seconded by Welch that Resolution No. 2017-179, a Resolution of support and commitment of funds for Green Stream Homes of Iowa, LLC, Urbandale, Iowa, be passed and adopted.

ROLL CALL: Welch, Hawkins, McKinney, Miller and Talbot voting aye.

10. It was moved by Miller and seconded by McKinney that Resolution No. 2017-180, a Resolution of support and commitment of funds for Kenyon Hill Ridge, LLC, Urbandale, Iowa, be passed and adopted.

ROLL CALL: Hawkins, McKinney, Miller, Talbot and Welch voting aye.

City Manager Ortiz-Hernandez explained the specifics of the above requests for support stating if developer receives Iowa Workforce Development Tax Credits, a commitment of \$1,000 per unit will be put toward the project by the City.

11. It was moved by Welch and seconded by Miller that Resolution No. 2017-181 authorizing the sale of real estate and approving execution of a Warranty Deed conveying City owned property in Brewer Creek Estates 3rd Addition, Webster City, to J. David and Annette K. Louk, be passed and adopted.

ROLL CALL: McKinney, Miller, Talbot, Welch, and Hawkins voting aye.

12. It was moved by McKinney and seconded by Welch that Resolution No. 2017-182 accepting work, reconciling bid tab and authorizing payment of \$16,670.90 for retainage to Wunsch Construction Inc., Greene, Iowa for completion of contract for the 2017 Water System Improvement Project be passed and adopted.

ROLL CALL: Miller, Talbot, Welch, Hawkins and McKinney voting aye.

13. It was moved by Miller and seconded by McKinney that Resolution No. 2017-183 establishing a nuisance at 615 E. Second Street and ordering the abatement thereof within thirty (30) days be passed and adopted.

ROLL CALL: Talbot, Welch, Hawkins, McKinney and Miller voting aye.

Tony Harlan, 615 E. 2nd Street, owner of the property, was present to discuss the property. With the approval of the above Resolution, Harlan will have thirty (30) days to address the property.

14. It was moved by Miller and seconded by McKinney that Resolution No. 2017-184 establishing a nuisance at 209 E. Second Street and ordering the abatement thereof within ninety (90) Days be passed and adopted.

ROLL CALL: Welch, Hawkins, McKinney, Miller and Talbot voting aye.

Scott Bordwell, son of property owner Don Bordwell, was present to discuss plans he has for the buildings in question. Prior to the vote on the above Resolution, the abatement was amended from thirty (30) days to ninety (90) days as stated in the Motion brought forth.

15. Discussion was held on scheduling the next Town Hall Meeting. Consensus of Council was to set Monday, January 22, 2018 at 7:00 p.m. as the tentative date pending availability of the Middle School Commons. City Clerk Bonjour will check with the School Administration Office to see if it is available. Council Members encouraged citizens to bring forth ideas to be discussed prior to the meeting date.

REPORTS AND RECOMMENDATIONS OF OFFICERS, BOARDS AND COMMISSION

It was moved by Welch and seconded by Miller that the following items (1-4) be accepted and approved collectively:

1. That the November 2017 Financial Reports which include Finance-Treasurer Report, Bank Reconciliation Report, Investment Summary, FSB I CS-Savings 791, Public Fund Account and FSB Statement be accepted and placed on file.
2. That the November 2017 City Manager Reports which include Electric, Wastewater, Water, Electric Year-to-Date, Water Year-to-Date and Code Enforcement be accepted and placed on file.
3. That the November 2017 Police Department Report be accepted and placed on file.
4. That the November 2017 Fire Department Report be accepted and placed on file.

ROLL CALL: Hawkins, McKinney, Miller, Talbot and Welch voting aye.

COUNCIL COMMITTEE REPORTS

Council Member Welch informed that the Youth Advisory Commission is moving forward with plans to sponsor a "Frolfing" Tournament in the upcoming Spring or Summer.

OTHER REPORTS AND RECOMMENDATIONS

None brought forth.

CLOSED SESSION

It was moved by Miller and seconded by Welch that Council meet in Closed Session to discuss the purchase/sale of particular real estate only where premature disclosure could be reasonably expected to increase the price the governmental body would have to pay for that property, as provided by Chapter 21.5 j. of the Code of Iowa.

ROLL CALL: McKinney, Miller, Talbot, Welch and Hawkins voting aye.

The Council took a short recess at 6:47 p.m.

The Council went into Closed Session at 6:53 p.m.

The Council returned to Open Session at 7:21 p.m.

It was moved by Miller and seconded by Welch that Council adjourn.

ROLL CALL: Miller, Talbot, Welch, Hawkins and McKinney voting aye.

The December 18, 2017 regular meeting of the City Council stood adjourned at 7:22 p.m.

RESOLUTION NO. 2017 -

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF WEBSTER CITY,
IOWA:

That the payroll for the 80 hour period ending December 23, 2017 and paid on \\
December 28, 2017 aggregating the sum of \$147,458.36 herewith presented,
be and the same is hereby approved.

Passed and adopted this 2nd day of January, 2018

Mayor

ATTEST:

Karyl K. Bonjour, City Clerk

Employee Number	Name	Total Gross Amount	Total Gross Hours	3-00 OT no pen Emp Amt	4-00 OT pension Emp Amt	5-00 DBL OT np Emp Amt	6-00 DBL OT pen Emp Amt	23-00 OTHER pen Emp Amt	24-00 OTHER np Emp Amt	85-00 NET PAY Emp Amt	86-00 DIRECT DEP Emp Amt
61171	ROE, DONALD J.	1,234.40	80.00	.00	.00	.00	.00	.00	.00	.00	682.72
Total BUILDING:											
		1	1,234.40	80.00	.00	.00	.00	.00	.00	.00	682.72
11183	HAWKINS, JOHN C.	120.00	.00	.00	.00	.00	.00	120.00	.00	.00	111.12
11184	MCKINNEY, MATTHEW L.	100.00	.00	.00	.00	.00	.00	100.00	.00	.00	92.60
11186	MILLER, BRIAN S.	100.00	.00	.00	.00	.00	.00	100.00	.00	92.35	.00
11188	TALBOT, JAMES M.	100.00	.00	.00	.00	.00	.00	100.00	.00	92.35	.00
11185	WELCH, LOGAN A.	100.00	.00	.00	.00	.00	.00	100.00	.00	.00	92.60
Total CITY COUNCIL:											
		5	520.00	.00	.00	.00	.00	520.00	.00	184.70	296.32
60722	CHELESVIG, BETH A.	2,338.40	80.00	.00	.00	.00	.00	.00	.00	.00	1,683.12
61220	HENDERSON, LINDSAY E.	1,961.60	80.00	.00	.00	.00	.00	.00	.00	.00	1,434.72
20020	ORTIZ-HERNANDEZ, DANIEL	4,121.60	80.00	.00	.00	.00	.00	.00	.00	.00	2,889.26
60003	SMITH, ELIZABETH A.	1,920.80	80.00	.00	.00	.00	.00	.00	.00	.00	1,217.70
Total CITY MANAGER:											
		4	10,342.40	320.00	.00	.00	.00	.00	.00	.00	7,224.80
30980	STRONER, BRIAN M.	2,456.00	80.00	.00	.00	.00	.00	.00	.00	.00	1,762.14
Total ENVIRONMENTAL/SAFETY:											
		1	2,456.00	80.00	.00	.00	.00	.00	.00	.00	1,762.14
61164	BONJOUR, KARYL K.	1,831.21	80.00	.00	.00	.00	.00	.00	.00	.00	1,281.09
61180	GRIMSHAW, STACY M.	1,410.40	80.00	.00	.00	.00	.00	.00	.00	.00	1,006.89
61190	NERLAND, DEDRA R.	1,450.40	80.00	.00	.00	.00	.00	.00	.00	.00	1,091.17
61163	PEVESTORF, ELIZABETH J.	1,667.20	80.00	.00	.00	.00	.00	.00	.00	.00	1,217.53
30329	WOLFGAM, DOREEN A.	2,260.00	80.00	.00	.00	.00	.00	.00	.00	.00	1,656.81
Total FINANCE OFFICE:											
		5	8,619.21	400.00	.00	.00	.00	.00	.00	.00	6,253.49
40857	DOOLITTLE, KENDALL J.	50.00	.00	.00	.00	.00	.00	50.00	.00	42.89	.00
41263	ESTLUND, JEROMY J.	1,937.20	112.00	.00	.00	.00	.00	.00	66.80	.00	1,470.35
41410	FEICKERT, BRENT R.	110.00	.00	.00	.00	.00	.00	110.00	.00	.00	101.58
41395	FEICKERT, DAKOTA L.	70.00	.00	.00	.00	.00	.00	70.00	.00	.00	64.64
41038	FERGUSON, WILLIAM M.	40.00	.00	.00	.00	.00	.00	40.00	.00	34.32	.00
41300	FOX, JEFFREY A.	90.00	.00	.00	.00	.00	.00	90.00	.00	.00	82.96
41438	FRAKES, JUSTIN M.	50.00	.00	.00	.00	.00	.00	50.00	.00	46.17	.00
41260	FRAZIER, LOGAN W.	50.00	.00	.00	.00	.00	.00	50.00	.00	46.17	.00
41432	HANSON, STEVEN M.	70.00	.00	.00	.00	.00	.00	70.00	.00	.00	64.64
41431	HARTNETT, JORDAN T.	70.00	.00	.00	.00	.00	.00	70.00	.00	64.64	.00
40971	HAYES, BRANDON W.	2,440.00	115.00	.00	.00	.00	.00	.00	195.20	.00	1,851.90
40142	HILDEBRAND, GORDON K.	70.00	.00	.00	.00	.00	.00	70.00	.00	60.05	.00
40031	HOLST, RONALD W.	130.00	.00	.00	.00	.00	.00	130.00	.00	111.52	.00
41192	JESSEN, PHILLIP N.	90.00	.00	.00	.00	.00	.00	90.00	.00	77.21	.00
41200	MADSEN, TODD M.	150.00	.00	.00	.00	.00	.00	150.00	.00	.00	123.51
41433	ORTIZ, BRIAN J.	40.00	.00	.00	.00	.00	.00	40.00	.00	36.94	.00
41089	PREW, DONALD T.	50.00	.00	.00	.00	.00	.00	50.00	.00	.00	46.17
41377	RATCLIFF, BRETT D.	90.00	.00	.00	.00	.00	.00	90.00	.00	82.96	.00
41440	RODENBORN, CALEB A.	20.00	.00	.00	.00	.00	.00	20.00	.00	18.47	.00
41434	SCHRECK, JON C.	50.00	.00	.00	.00	.00	.00	50.00	.00	.00	46.17

Employee Number	Name	Total Gross Amount	Total Gross Hours	3-00 OT no pen Emp Amt	4-00 OT pension Emp Amt	5-00 DBL OT np Emp Amt	6-00 DBL OT pen Emp Amt	23-00 OTHER pen Emp Amt	24-00 OTHER np Emp Amt	85-00 NET PAY Emp Amt	86-00 DIRECT DEP Emp Amt
41219	SOWLE JR., ANDREW W.	2,610.72	118.00	.00	.00	.00	.00	.00	471.38	.00	1,819.86
41400	STANSFIELD, CHARLES T.	2,550.40	80.00	.00	.00	.00	.00	.00	.00	.00	1,891.35
41436	STENSLAND, CALEB W.	90.00	.00	.00	.00	.00	.00	90.00	.00	83.11	.00
41029	STEWART, EARL L	70.00	.00	.00	.00	.00	.00	70.00	.00	.00	64.64
41088	TOLLE, PAUL A.	90.00	.00	.00	.00	.00	.00	90.00	.00	77.21	.00
41216	WEINSCHENK, KENRIC J	90.00	.00	.00	.00	.00	.00	90.00	.00	.00	83.11
41213	WILLIAMS, ZACHARY W.	130.00	.00	.00	.00	.00	.00	130.00	.00	.00	108.22
40815	WILLS, DON H.	130.00	.00	.00	.00	.00	.00	130.00	.00	111.52	.00
41340	YOUNGDALE, COLE C.	70.00	.00	.00	.00	.00	.00	70.00	.00	64.64	.00
41270	ZEHNER, DONALD F.	70.00	.00	.00	.00	.00	.00	70.00	.00	.00	64.64
Total FIRE DEPARTMENT:		30	11,568.32	425.00	.00	.00	.00	2,030.00	733.38	957.82	7,883.74
61218	TIMM, ELISE	1,731.20	80.00	.00	.00	.00	.00	.00	.00	.00	1,358.02
Total INSPECTION:		1	1,731.20	80.00	.00	.00	.00	.00	.00	.00	1,358.02
31185	CASEY, DANA R.	2,247.21	80.00	.00	.00	.00	.00	.00	.00	.00	1,601.83
31190	DAYTON, BRYAN K.	1,775.20	80.00	.00	.00	.00	.00	.00	.00	.00	1,311.98
30678	DICKINSON, ADAM L.	2,836.80	80.00	.00	.00	.00	.00	.00	.00	.00	1,990.07
31199	KARAS, TAYLOR J.	1,736.36	82.00	.00	62.76	.00	.00	.00	.00	.00	1,263.53
31184	MOURTON, RUSSELL E.	2,247.21	80.00	.00	.00	.00	.00	.00	.00	.00	1,180.06
31186	ORTON, RYAN D.	2,549.38	88.00	.00	.00	.00	.00	.00	.00	.00	1,801.28
30918	PARKHILL, MARTY E.	2,648.00	80.00	.00	.00	.00	.00	.00	.00	.00	1,866.56
31077	PETERSBURG, RYAN W.	2,912.80	88.00	.00	.00	.00	.00	.00	.00	.00	1,881.30
Total LINE DEPARTMENT:		8	18,952.96	658.00	.00	62.76	.00	.00	.00	.00	12,896.61
30976	MADSEN, TODD M.	1,546.41	80.00	.00	.00	.00	.00	.00	.00	.00	1,085.64
31188	PASCHKE, RODNEY A.	1,486.40	80.00	.00	.00	.00	.00	.00	.00	.00	1,096.83
Total METER DEPARTMENT:		2	3,032.81	160.00	.00	.00	.00	.00	.00	.00	2,182.47
60421	WETZLER, KARLA J.	2,255.20	80.00	.00	.00	.00	.00	.00	.00	.00	1,598.62
Total PLANNING/ZONING:		1	2,255.20	80.00	.00	.00	.00	.00	.00	.00	1,598.62
40540	ARENDs, PEGGY J.	1,979.20	80.00	.00	.00	.00	.00	.00	.00	.00	1,385.08
41435	ARONSON, ALISSA A.	1,367.20	80.00	.00	.00	.00	.00	.00	.00	.00	966.08
41285	CONAWAY, LINDA L.	257.60	16.00	.00	.00	.00	.00	.00	.00	.00	175.56
41360	DURNELL, KAYCE J.	1,363.20	80.00	.00	.00	.00	.00	.00	.00	.00	1,036.12
41250	MALLOY, HEATHER N.	644.00	40.00	.00	.00	.00	.00	.00	.00	.00	511.11
41390	NOWELL, TANNER J.	1,299.60	80.00	.00	.00	.00	.00	.00	.00	.00	921.21
41074	SCHULZ, RHONDA F.	1,610.40	80.00	.00	.00	.00	.00	.00	.00	.00	1,116.90
41207	WINDSCHITL, JOAN E.	1,598.80	80.00	.00	.00	.00	.00	.00	.00	.00	1,062.08
Total POLICE DEPARTMENT-D:		8	10,120.00	536.00	.00	.00	.00	.00	.00	.00	7,174.14
41430	BASINGER, RYAN A.	1,833.08	88.00	.00	.00	.00	.00	.00	.00	.00	1,330.51
41191	HOUGE, CLINTON J.	2,235.16	84.00	.00	.00	.00	.00	.00	.00	.00	1,574.39

Employee Number	Name	Total	Total	3-00	4-00	5-00	6-00	23-00	24-00	85-00	86-00
		Gross Amount	Gross Hours	OT no pen Emp Amt	OT pension Emp Amt	DBL OT np Emp Amt	DBL OT pen Emp Amt	OTHER pen Emp Amt	OTHER np Emp Amt	NET PAY Emp Amt	DIRECT DEP Emp Amt
41349	LONG, SAMUEL M.	3,479.52	120.00	866.88	.00	577.92	.00	.00	.00	.00	2,428.25
41230	MC KINLEY, ERIC K.	3,900.24	120.00	972.36	.00	648.24	.00	.00	.00	.00	2,776.31
41110	MORK, SHILOH B.	2,844.00	80.00	.00	.00	.00	.00	.00	.00	.00	1,944.76
41275	PETERSEN, ADAM R.	2,759.84	96.00	484.56	.00	.00	.00	.00	.00	.00	1,929.96
41225	PRITCHARD, BRANDON D.	3,223.80	108.00	942.84	.00	.00	.00	.00	.00	.00	2,241.80
41190	QUEEN, PHILLIP D.	2,223.72	84.00	.00	.00	.00	.00	.00	.00	.00	1,608.73
41426	ROSE, DYLAN M.	1,793.66	84.00	124.86	.00	.00	.00	.00	.00	.00	1,314.09
40821	WARDELL, EDWARD J.	4,182.48	120.00	1,042.92	.00	695.28	.00	.00	.00	.00	3,004.68
Total POLICE DEPARTMENT-O:											
		10	28,475.50	984.00	4,434.42	.00	1,921.44	.00	.00	.00	20,153.48
50891	BAUER, LANNY R.	2,267.72	86.00	.00	229.32	.00	.00	.00	.00	.00	1,579.66
70813	BIGGS, CRAIG L.	1,728.62	84.00	.00	120.60	.00	.00	.00	.00	.00	1,261.11
Total PUBLIC GROUNDS:											
		2	3,996.34	170.00	.00	349.92	.00	.00	.00	.00	2,840.77
61200	ALCAZAR, MATTHEW D.	1,843.20	80.00	.00	.00	.00	.00	.00	.00	.00	1,336.76
61068	HISLER, KATHY J.	668.62	50.50	.00	.00	.00	.00	.00	.00	.00	484.58
20025	WETZLER, KENNETH L.	3,077.60	80.00	.00	.00	.00	.00	.00	.00	.00	1,790.93
Total PUBLIC WORKS:											
		3	5,589.42	210.50	.00	.00	.00	.00	.00	.00	3,612.27
81627	ASKLUND, NATALIE L.	31.00	4.00	.00	.00	.00	.00	.00	.00	28.63	.00
81591	BERG, BRAYDEN	40.00	5.00	.00	.00	.00	.00	.00	.00	36.94	.00
81634	FIELDER, DREW C.	52.56	7.25	.00	.00	.00	.00	.00	.00	48.54	.00
81495	FLAWS, ALLIE V.	240.63	27.50	.00	.00	.00	.00	.00	.00	222.22	.00
81492	FLAWS, ASHLEY R.	168.44	19.25	.00	.00	.00	.00	.00	.00	145.54	.00
81575	FLAWS, HALEY M.	68.13	8.50	.00	.00	.00	.00	.00	.00	62.92	.00
70100	FLAWS, LARRY J.	2,001.60	80.00	.00	.00	.00	.00	.00	.00	.00	1,461.64
70107	GLASCOCK, MARK A.	1,456.80	80.00	.00	.00	.00	.00	.00	.00	.00	1,025.86
81446	HARFST, HANNAH L.	46.25	5.00	.00	.00	.00	.00	.00	.00	42.71	.00
70111	HARFST, KENT E.	3,134.40	80.00	.00	.00	.00	.00	.00	.00	.00	2,184.20
81602	HARFST, MAXWELL K.	22.50	3.00	.00	.00	.00	.00	.00	.00	.00	20.77
81629	HOOKER, ALEX E.	158.13	21.50	.00	.00	.00	.00	.00	.00	139.07	.00
81623	HOOKER, ISABELLE M.	136.50	18.00	.00	.00	.00	.00	.00	.00	126.06	.00
81604	JUDKINS, TUCKER O.	52.50	7.00	.00	.00	.00	.00	.00	.00	48.48	.00
81552	KEENAN, CORY W.	273.00	28.00	.00	.00	.00	.00	.00	.00	.00	217.04
81606	KLEIN, CLARA B.	56.00	7.00	.00	.00	.00	.00	.00	.00	51.72	.00
81595	LAIRD, ANDREW C.	464.81	50.25	.00	.00	.00	.00	.00	.00	357.72	.00
81594	MCBURNERY, SONYA L.	237.00	23.00	.00	.00	.00	.00	.00	.00	189.33	.00
81608	MCKEE, KYRA N.	160.00	20.00	.00	.00	.00	.00	.00	.00	147.76	.00
81585	MITCHELL, MCKENNA K.	68.25	7.00	.00	.00	.00	.00	.00	.00	63.03	.00
81567	MOEN, JORDAN R.	585.06	63.25	.00	.00	.00	.00	.00	.00	505.50	.00
81274	PEVESTORF, JESSICA L.	40.00	4.00	.00	.00	.00	.00	.00	.00	36.94	.00
81630	SCOTT, MAKAYLEE R.	93.00	12.00	.00	.00	.00	.00	.00	.00	85.43	.00
81470	SPELLMEYER, WILLIAM C.	264.38	22.50	.00	.00	.00	.00	.00	.00	225.43	.00
81633	STEEN, DYLAN A.	63.94	8.25	.00	.00	.00	.00	.00	.00	59.05	.00
81621	STEENHARD, BRENDA L.	99.00	11.00	.00	.00	.00	.00	.00	.00	.00	91.42
81245	TRUJILLO, MONICA M.	67.50	6.75	.00	.00	.00	.00	.00	.00	.00	58.31
81593	VAN DIEST, JENNIFER A.	556.50	53.00	.00	.00	.00	.00	.00	.00	.00	420.51
81583	VOGELBACHER, SARAH A.	70.13	8.50	.00	.00	.00	.00	.00	.00	.00	64.76

[illegible]

RESOLUTION NO. 2017 -

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF WEBSTER CITY,
IOWA:

That we, the City Council of the City of Webster City, Iowa, having examined bills aggregating the sum of \$363,981.05 presented herewith, hereby approve said bills, and the City Clerk is hereby authorized to issue warrants in payment of the same.

Passed and adopted this 2nd day of January, 2018.

Mayor

ATTEST:

Karyl K. Bonjour, City Clerk

Invoice	Seq	Type	Description	Invoice Date	Total Cost	Period	GL Account
GORDON, AMY (5823)							
061715	2	Adjustmen	ELECTRIC REFUND	06/17/2015	2.40-	06/18	601-23-80-5903-980
Total 061715:					2.40-		
Total GORDON, AMY (5823):					2.40-		
Total 07/06/2015:					2.40-		

Invoice	Seq	Type	Description	Invoice Date	Total Cost	Period	GL Account
FRITZ, BEVERLY (5907)							
092815	3	Adjustmen	ENERGY EFFICIENCY REBATE	09/28/2015	75.00-	06/18	601-23-36-5930-979
092815	4	Adjustmen	CORN BELT EE RESIDENTIAL REBATE	09/28/2015	25.00-	06/18	601-23-53-5930-979
Total 092815:					100.00-		
Total FRITZ, BEVERLY (5907):					100.00-		
Total 10/19/2015:					100.00-		

Invoice	Seq	Type	Description	Invoice Date	Total Cost	Period	GL Account
HAGEDORN, STACY (5917)							
101915	2	Adjustmen	ELECTRIC REFUND	10/19/2015	2.25-	06/18	601-23-80-5903-980
Total 101915:					2.25-		
Total HAGEDORN, STACY (5917):					2.25-		
Total 11/02/2015:					2.25-		

Invoice	Seq	Type	Description	Invoice Date	Total Cost	Period	GL Account
GONZALEZ-MORALES, EMELIA (5961)							
1433242315	2	Adjustmen	CUSTOMER DEPOSIT REFUND	12/14/2015	43.00-	06/18	601-21011
Total 1433242315:					43.00-		
Total GONZALEZ-MORALES, EMELIA (5961):					43.00-		
Total 12/21/2015:					43.00-		

Invoice	Seq	Type	Description	Invoice Date	Total Cost	Period	GL Account
McDONALDS (5984)							
012516	2	Adjustmen	REIMBURSEMENT LIGHTING REBATE	01/25/2016	180.00-	06/18	601-23-53-5588-212
Total 012516:					180.00-		
Total McDONALDS (5984):					180.00-		
Total 02/01/2016:					180.00-		

Invoice	Seq	Type	Description	Invoice Date	Total Cost	Period	GL Account
LATEER, AMY (6000)							
811960201	2	Adjustmen	CUSTOMER DEPOSIT REFUND	02/09/2016	3.95-	06/18	601-21011
Total 811960201:					3.95-		
Total LATEER, AMY (6000):					3.95-		
Total 02/15/2016:					3.95-		

Invoice	Seq	Type	Description	Invoice Date	Total Cost	Period	GL Account
THOMPSON, JOHN (5612)							
022716	2	Adjustmen	EE REBATE/RENTAL - 1034 BANK STREET	02/27/2016	120.38-	06/18	601-23-36-5930-979
Total 022716:					120.38-		
Total THOMPSON, JOHN (5612):					120.38-		
Total 03/21/2016:					120.38-		

Invoice	Seq	Type	Description	Invoice Date	Total Cost	Period	GL Account
FRITZ, BEVERLY (5907)							
121917	1	Invoice	REPLACE CK#13495/EE REBATE	12/19/2017	75.00	06/18	601-23-36-5930-979
121917	2	Invoice	REPLACE CK#13495/CB EE REBATE	12/19/2017	25.00	06/18	601-23-53-5930-979
Total 121917:					100.00		
Total FRITZ, BEVERLY (5907):					100.00		
GONZALEZ-MORALES, EMELIA (5961)							
121917	1	Invoice	REPLACE CK#13879/CUST DEP REFUND	12/19/2017	43.00	06/18	601-21011
Total 121917:					43.00		
Total GONZALEZ-MORALES, EMELIA (5961):					43.00		
GORDON, AMY (5823)							
121917	1	Invoice	REPLACE CK#12803/ELEC REFUND	12/19/2017	2.40	06/18	601-23-80-5903-980
Total 121917:					2.40		
Total GORDON, AMY (5823):					2.40		
HAGEDORN, STACY (5917)							
121917	1	Invoice	REPLACE CK#13599/ELEC REFUND	12/19/2017	2.25	06/18	601-23-80-5930-980
Total 121917:					2.25		
Total HAGEDORN, STACY (5917):					2.25		
LATEER, AMY (6000)							
121917	1	Invoice	REPLACE CK#14224/CUST DEP REFUND	12/19/2017	3.95	06/18	601-21011
Total 121917:					3.95		
Total LATEER, AMY (6000):					3.95		
MCDONALDS (5984)							
121917	1	Invoice	REPLACE CK#14150/LIGHTING REBATE	12/19/2017	180.00	06/18	601-23-53-5588-212
Total 121917:					180.00		
Total McDONALDS (5984):					180.00		
THOMPSON, JOHN (5612)							
121917	1	Invoice	REPLACE CK#14461/EE REBATE/RENTAL	12/19/2017	120.38	06/18	601-23-36-5930-979
Total 121917:					120.38		
Total THOMPSON, JOHN (5612):					120.38		
US BANK OPERATIONS CENTER (4821)							
121517	1	Invoice	PRINCIPAL PYMT - EL BOND SERIES	12/15/2017	37,500.00	06/18	601-21009
121517	2	Invoice	INTEREST PAYMENT-EL BOND SERIES	12/15/2017	57,499.58	06/18	601-23-98-5938-911
Total 121517:					94,999.58		
Total US BANK OPERATIONS CENTER (4821):					94,999.58		

Invoice	Seq	Type	Description	Invoice Date	Total Cost	Period	GL Account
WUNSCH CONSTRUCTION, INC. (2727)							
NO. 5 FINAL	1	Invoice	#5 final = 2017 WATER SYSTEM IMPRO PROJ	11/08/2017	16,670.80	06/18	602-23-62-5673-870
Total NO. 5 FINAL:					16,670.80		
Total WUNSCH CONSTRUCTION, INC. (2727):					16,670.80		
Total 12/19/2017:					112,122.36		

Invoice	Seq	Type	Description	Invoice Date	Total Cost	Period	GL Account
KARL CHEVROLET (1653)							
122717	1	Invoice	2018 CHEVY TAHOE	12/27/2017	15,575.44	06/18	100-41-21-5110-515
Total 122717:					15,575.44		
Total KARL CHEVROLET (1653):					15,575.44		
OPG-3 INC. (6482)							
1894	1	Invoice	6 AVANTE SYSTEM/LASERFISCHE/FINAL PY	06/08/2017	1,258.35	06/18	100-24-16-5420-317
1894	2	Invoice	6 AVANTE SYSTEM/LASERFISCHE/FINAL PY	06/08/2017	4,613.95	06/18	601-24-16-5921-317
1894	3	Invoice	6 AVANTE SYSTEM/LASERFISCHE/FINAL PY	06/08/2017	1,258.35	06/18	602-24-16-5921-317
1894	4	Invoice	6 AVANTE SYSTEM/LASERFISCHE/FINAL PY	06/08/2017	1,258.35	06/18	603-24-16-5921-317
Total 1894:					8,389.00		
Total OPG-3 INC. (6482):					8,389.00		
Total 12/27/2017:					23,964.44		

Invoice	Seq	Type	Description	Invoice Date	Total Cost	Period	GL Account
ABILD, BRUCE (6490)							
315020004	1	Invoice	CUSTOMER DEPOSIT REFUND	12/26/2017	35.01	07/18	601-21011
Total 315020004:					35.01		
Total ABILD, BRUCE (6490):					35.01		
ADVANCED SYSTEMS, INC. (18)							
585191	1	Invoice	COPY MACHINE MAINTENANCE	12/13/2017	6.69	07/18	100-24-14-5435-225
585191	2	Invoice	COPY MACHINE MAINTENANCE	12/13/2017	48.32	07/18	601-23-80-5931-225
585191	3	Invoice	COPY MACHINE MAINTENANCE	12/13/2017	14.87	07/18	602-23-80-5931-225
585191	4	Invoice	COPY MACHINE MAINTENANCE	12/13/2017	4.46	07/18	603-23-80-5931-225
Total 585191:					74.34		
Total ADVANCED SYSTEMS, INC. (18):					74.34		
ARNOLD MOTOR SUPPLY (68)							
26-598296	1	Invoice	WIPER BLADES	12/15/2017	22.58	07/18	100-21-21-5110-314
Total 26-598296:					22.58		
Total ARNOLD MOTOR SUPPLY (68):					22.58		
AVAILA BANK (6318)							
122617	1	Invoice	FULLER HALL INTEREST PYMT	12/26/2017	4,604.90	07/18	300-22-98-5295-911
122617	2	Invoice	FULLER HALL PRINCIPAL PYMT	12/26/2017	4,549.40	07/18	300-22-98-5295-910
Total 122617:					9,154.30		
Total AVAILA BANK (6318):					9,154.30		
BLACK HILLS ENERGY (3466)							
2074931097	1	Invoice	GAS UTILITY/CEMETERY	12/20/2017	466.65	07/18	100-23-42-5371-234
Total 2074931097 12/20/17:					466.65		
4752063290	1	Invoice	GAS UTILITY/DEPOT	12/14/2017	162.87	07/18	100-22-42-5221-234
Total 4752063290 12/14/17:					162.87		
5470636360	1	Invoice	GAS UTILITY/FULLER HALL	12/14/2017	348.48	07/18	100-22-42-5233-234
Total 5470636360 12/14/17:					348.48		
5542531803	1	Invoice	GAS UTILITY/FIRE STATION	12/14/2017	366.53	07/18	100-21-22-5140-234
Total 5542531803 12/14/17:					366.53		
6886529163	1	Invoice	GAS UTILITY/POOL	12/21/2017	33.62	07/18	100-22-42-5242-234
Total 6886529163 12/21/17:					33.62		
7824805624	1	Invoice	GAS UTILITY/WWTP	12/21/2017	839.28	07/18	603-23-70-5642-234
Total 7824805624 12/21/17:					839.28		
8081102404	1	Invoice	GAS UTILITY/SENIOR CENTER	12/14/2017	299.39	07/18	100-22-42-5280-234

Invoice	Seq	Type	Description	Invoice Date	Total Cost	Period	GL Account
Total 8081102404 12/14/17:					299.39		
9634407409	1	Invoice	GAS UTILITY/STREET DEPT	12/21/2017	261.67	07/18	204-23-30-5310-234
Total 9634407409 12/21/17:					261.67		
Total BLACK HILLS ENERGY (3466):					2,778.49		
BOMGAARS (5165)							
62308871	1	Invoice	GREY PAINT	12/14/2017	6.49	07/18	601-23-51-5566-318
Total 62308871:					6.49		
62311145	1	Invoice	SHOVEL-AIR HOSE REEL-BOLTS	12/14/2017	49.37	07/18	204-23-30-5310-314
62311145	2	Invoice	GLOVES	12/14/2017	79.95	07/18	204-23-30-5310-318
Total 62311145:					129.32		
62311158	1	Invoice	GLUE & PAINT - SUBSTATION	12/14/2017	12.48	07/18	601-23-51-5566-318
Total 62311158:					12.48		
62311357	1	Invoice	OUTLET BOXES-SPRAY PAINT-CONNECTO	12/15/2017	83.30	07/18	601-23-52-5588-318
Total 62311357:					83.30		
62312591	1	Invoice	2 CLEVIS	12/19/2017	22.98	07/18	601-23-52-5588-318
Total 62312591:					22.98		
62312731	1	Invoice	YAKTRAX/BATTERIES/FLASHLIGHT	12/19/2017	24.64	07/18	601-23-80-5905-318
62312731	2	Invoice	YAKTRAX/BATTERIES/FLASHLIGHT	12/19/2017	24.63	07/18	602-23-80-5903-318
Total 62312731:					49.27		
62312844	1	Invoice	ELBOWS-COUPERS-GLUE-TAPE	12/20/2017	26.30	07/18	601-23-52-5588-318
Total 62312844:					26.30		
62312853	1	Invoice	MISC SUPPLIES	12/20/2017	101.95	07/18	100-23-42-5371-318
Total 62312853:					101.95		
62313326	1	Invoice	TORCH HEAD	12/21/2017	49.99	07/18	601-23-52-5935-315
Total 62313326:					49.99		
62313568	1	Invoice	RETURN OF HOSE REEL	12/22/2017	31.99-	07/18	204-23-30-5310-314
Total 62313568:					31.99-		
62314729	1	Invoice	PAINT SUPPLIES	12/26/2017	59.96	07/18	601-23-52-5588-318
Total 62314729:					59.96		
Total BOMGAARS (5165):					510.05		

Invoice	Seq	Type	Description	Invoice Date	Total Cost	Period	GL Account
BSN SPORTS, LLC (125)							
901128374	1	Invoice	WALLYBALLS/BASKETBALLS/POOL TABLE C	12/07/2017	602.67	07/18	100-22-42-5233-318
Total 901128374:					602.67		
901256358	1	Invoice	WALLYBALL NET	12/19/2017	115.49	07/18	100-22-42-5233-318
Total 901256358:					115.49		
Total BSN SPORTS, LLC (125):					718.16		
CAPITAL SANITARY SUPPLY (6096)							
C247327	1	Invoice	COPY PAPER	12/13/2017	4.12	07/18	100-21-22-5140-316
C247327	2	Invoice	COPY PAPER	12/13/2017	4.12	07/18	204-23-30-5310-316
C247327	3	Invoice	COPY PAPER	12/13/2017	4.12	07/18	603-23-70-5921-316
C247327	4	Invoice	COPY PAPER	12/13/2017	4.12	07/18	100-23-42-5371-316
C247327	5	Invoice	COPY PAPER	12/13/2017	4.12	07/18	602-23-61-5921-316
C247327	6	Invoice	COPY PAPER	12/13/2017	4.12	07/18	100-21-18-5190-316
C247327	7	Invoice	COPY PAPER	12/13/2017	4.12	07/18	100-23-43-5361-316
C247327	8	Invoice	COPY PAPER	12/13/2017	4.12	07/18	601-24-16-5921-316
C247327	9	Invoice	COPY PAPER	12/13/2017	4.12	07/18	100-22-42-5233-316
C247327	10	Invoice	COPY PAPER	12/13/2017	4.12	07/18	601-23-52-5921-316
C247327	11	Invoice	COPY PAPER	12/13/2017	4.12	07/18	100-21-21-5110-316
C247327	12	Invoice	COPY PAPER	12/13/2017	4.12	07/18	100-24-18-5470-316
C247327	13	Invoice	COPY PAPER	12/13/2017	3.72	07/18	100-24-12-5430-316
C247327	14	Invoice	COPY PAPER	12/13/2017	7.43	07/18	602-23-81-5921-316
C247327	15	Invoice	COPY PAPER	12/13/2017	1.24	07/18	603-23-81-5921-316
C247327	16	Invoice	COPY PAPER	12/13/2017	14.83	07/18	601-23-81-5921-316
C247327	17	Invoice	COPY PAPER	12/13/2017	2.23	07/18	100-24-14-5435-316
C247327	18	Invoice	COPY PAPER	12/13/2017	4.95	07/18	602-23-80-5921-316
C247327	19	Invoice	COPY PAPER	12/13/2017	1.49	07/18	603-23-80-5921-316
C247327	20	Invoice	COPY PAPER	12/13/2017	18.35	07/18	601-23-80-5921-316
C247327	21	Invoice	COPY PAPER	12/13/2017	1.03	07/18	100-24-30-5380-316
C247327	22	Invoice	COPY PAPER	12/13/2017	10.03	07/18	601-24-30-5380-316
C247327	23	Invoice	COPY PAPER	12/13/2017	10.03	07/18	601-24-30-5380-316
C247327	24	Invoice	COPY PAPER	12/13/2017	1.03	07/18	601-24-30-5380-316
C247327	25	Invoice	COPY PAPER	12/13/2017	1.03	07/18	602-24-30-5380-316
C247327	26	Invoice	COPY PAPER	12/13/2017	1.03	07/18	603-24-30-5380-316
Total C247327:					107.80		
C247883	1	Invoice	TRASH BAGS/PAPER TOWELS/TOILET TISS	12/20/2017	57.74	07/18	100-24-36-5480-318
C247883	2	Invoice	TRASH BAGS/PAPER TOWELS/TOILET TISS	12/20/2017	41.25	07/18	601-23-36-5480-318
C247883	3	Invoice	TRASH BAGS/PAPER TOWELS/TOILET TISS	12/20/2017	32.99	07/18	602-23-36-5480-318
C247883	4	Invoice	TRASH BAGS/PAPER TOWELS/TOILET TISS	12/20/2017	32.99	07/18	603-23-36-5480-318
Total C247883:					164.97		
Total CAPITAL SANITARY SUPPLY (6096):					272.77		
CARPENTER UNIFORM COMPANY (142)							
455689	1	Invoice	MISC UNIFORM ACCESSORIES	12/15/2017	115.96	07/18	100-21-21-5110-312
Total 455689:					115.96		
Total CARPENTER UNIFORM COMPANY (142):					115.96		

Invoice	Seq	Type	Description	Invoice Date	Total Cost	Period	GL Account
CASADY BROTHERS IMP. (145)							
16603W	1	Invoice	REPAIR POLE SAW	12/22/2017	93.50	07/18	601-23-52-5935-227
Total 16603W:					93.50		
48914W	1	Invoice	MISC SUPPLIES FOR TRIMMERS	12/26/2017	254.63	07/18	100-23-42-5371-318
Total 48914W:					254.63		
Total CASADY BROTHERS IMP. (145):					348.13		
CEMSTONE CONCRETE MATERIALS (6320)							
C1861008	1	Invoice	CONCRETE-M4- STORM SEWER UPDATE B	11/29/2017	507.00	07/18	204-23-30-5330-318
Total C1861008:					507.00		
Total CEMSTONE CONCRETE MATERIALS (6320):					507.00		
CHIZEK LAW OFFICE (5715)							
122617	1	Invoice	CITY ATTORNEY FEES/JAN 2018	12/26/2017	1,083.33	07/18	100-24-13-5460-212
122617	2	Invoice	CITY ATTORNEY FEES/JAN 2018	12/26/2017	2,979.17	07/18	601-24-13-5460-212
122617	3	Invoice	CITY ATTORNEY FEES/JAN 2018	12/26/2017	677.08	07/18	602-24-13-5460-212
122617	4	Invoice	CITY ATTORNEY FEES/JAN 2018	12/26/2017	677.07	07/18	603-24-13-5460-212
Total 122617:					5,416.65		
Total CHIZEK LAW OFFICE (5715):					5,416.65		
CINTAS CORPORATION (6330)							
762564094	1	Invoice	FR CLOTHING/UNIFORM RENTAL	12/04/2017	7.55	07/18	601-23-80-5905-312
762564094	2	Invoice	FR CLOTHING/UNIFORM RENTAL	12/04/2017	7.55	07/18	602-23-80-5903-312
762564094	3	Invoice	FR CLOTHING/UNIFORM RENTAL	12/04/2017	52.81	07/18	601-23-52-5588-312
762564094	4	Invoice	FR CLOTHING/UNIFORM RENTAL	12/04/2017	7.55	07/18	601-23-51-5566-312
Total 762564094:					75.46		
Total CINTAS CORPORATION (6330):					75.46		
CITY OF WEBSTER CITY (176)							
122617	1	Invoice	CITY UTILITIES	12/26/2017	784.65	07/18	100-24-36-5480-233
122617	2	Invoice	CITY UTILITIES	12/26/2017	560.47	07/18	601-23-36-5480-233
122617	3	Invoice	CITY UTILITIES	12/26/2017	448.37	07/18	602-23-36-5480-233
122617	4	Invoice	CITY UTILITIES	12/26/2017	448.38	07/18	603-23-36-5480-233
122617	5	Invoice	CITY UTILITIES	12/26/2017	1,051.96	07/18	100-21-22-5140-233
122617	6	Invoice	CITY UTILITIES	12/26/2017	690.26	07/18	204-23-30-5310-233
122617	7	Invoice	CITY UTILITIES	12/26/2017	990.67	07/18	100-21-30-5120-233
122617	8	Invoice	CITY UTILITIES	12/26/2017	191.88	07/18	602-23-62-5662-233
122617	9	Invoice	CITY UTILITIES	12/26/2017	592.04	07/18	603-23-71-5662-233
122617	10	Invoice	CITY UTILITIES	12/26/2017	12,034.93	07/18	603-23-70-5642-233
122617	11	Invoice	CITY UTILITIES	12/26/2017	10,395.31	07/18	100-21-30-5160-233
122617	12	Invoice	CITY UTILITIES	12/26/2017	417.35	07/18	100-22-42-5221-233
122617	13	Invoice	CITY UTILITIES	12/26/2017	312.02	07/18	100-22-42-5210-233
122617	14	Invoice	CITY UTILITIES	12/26/2017	27.13	07/18	100-22-42-5210-233
122617	15	Invoice	CITY UTILITIES	12/26/2017	484.75	07/18	100-22-42-5222-233
122617	16	Invoice	CITY UTILITIES	12/26/2017	4,029.71	07/18	100-22-42-5233-233
122617	17	Invoice	CITY UTILITIES	12/26/2017	385.35	07/18	100-23-42-5371-233
122617	18	Invoice	CITY UTILITIES	12/26/2017	7,076.95	07/18	602-23-60-5601-233
122617	19	Invoice	CITY UTILITIES	12/26/2017	140.08	07/18	601-23-51-5566-233

Invoice	Seq	Type	Description	Invoice Date	Total Cost	Period	GL Account
122617	20	Invoice	CITY UTILITIES	12/26/2017	144.32	07/18	601-23-52-5588-233
122617	21	Invoice	CITY UTILITIES	12/26/2017	140.08	07/18	601-23-52-5586-233
122617	22	Invoice	CITY UTILITIES	12/26/2017	131.33	07/18	100-22-42-5242-233
122617	23	Invoice	CITY UTILITIES	12/26/2017	2,228.62	07/18	602-23-61-5642-233
122617	24	Invoice	CITY UTILITIES	12/26/2017	422.72	07/18	100-23-43-5361-233
122617	25	Invoice	CITY UTILITIES	12/26/2017	549.79	07/18	100-22-42-5280-233
122617	26	Invoice	CITY UTILITIES	12/26/2017	360.57	07/18	100-21-22-5140-233
Total 122617:					45,039.69		
122617 WEL	1	Invoice	CITY UTILITIES/well #8	12/26/2017	1,227.06	07/18	602-23-60-5601-233
Total 122617 WELL #8:					1,227.06		
Total CITY OF WEBSTER CITY (176):					46,266.75		
CIVIC SYSTEMS, LLC (178)							
CVC15947	1	Invoice	CIVIC UPGRADE TO CONNECT LICENSE FE	12/14/2017	960.00	07/18	100-24-16-5420-317
CVC15947	2	Invoice	CIVIC UPGRADE TO CONNECT LICENSE FE	12/14/2017	3,520.00	07/18	601-24-16-5921-317
CVC15947	3	Invoice	CIVIC UPGRADE TO CONNECT LICENSE FE	12/14/2017	960.00	07/18	602-24-16-5921-317
CVC15947	4	Invoice	CIVIC UPGRADE TO CONNECT LICENSE FE	12/14/2017	960.00	07/18	603-24-16-5921-317
Total CVC15947:					6,400.00		
Total CIVIC SYSTEMS, LLC (178):					6,400.00		
CLAPSADDLE-GARBER ASSOCIATES (6492)							
36328	1	Invoice	SURVEY LAND / LYNX AVE	12/21/2017	1,500.00	07/18	204-23-30-5310-212
Total 36328:					1,500.00		
Total CLAPSADDLE-GARBER ASSOCIATES (6492):					1,500.00		
CLAREY'S SAFETY EQUIPMENT (179)							
174742	1	Invoice	STORZ SUCTION GASKETS	12/18/2017	46.48	07/18	100-21-22-5140-227
Total 174742:					46.48		
Total CLAREY'S SAFETY EQUIPMENT (179):					46.48		
COONS, DOUG (4515)							
112517	1	Invoice	ENERGY EFFICIENCY REBATE	11/25/2017	150.00	07/18	601-23-36-5930-979
112517	2	Invoice	CORN BELT EE RESIDENTIAL REBATE	11/25/2017	50.00	07/18	601-23-53-5930-979
112517	3	Invoice	CORN BELT EE RESIDENTIAL REBATE	11/25/2017	50.00	07/18	601-23-53-5930-979
Total 112517:					250.00		
Total COONS, DOUG (4515):					250.00		
CORN BELT POWER COOP, INC. (197)							
12433	1	Invoice	TAPE READINGS & REPORTS	12/19/2017	40.00	07/18	601-23-51-5566-299
Total 12433:					40.00		
Total CORN BELT POWER COOP, INC. (197):					40.00		
COUNSEL OFFICE & DOCUMENT (3995)							
275544	1	Invoice	LEASE AGREEMENT & COPY CHARGE/street	12/07/2017	24.37	07/18	204-23-30-5310-225

Invoice	Seq	Type	Description	Invoice Date	Total Cost	Period	GL Account
Total 275544:					24.37		
277512	1	Invoice	COPY MACHINE LEASE/COPY CHARGES	12/18/2017	32.47	07/18	100-24-12-5430-225
277512	2	Invoice	COPY MACHINE LEASE/COPY CHARGES	12/18/2017	89.30	07/18	601-23-81-5931-225
277512	3	Invoice	COPY MACHINE LEASE/COPY CHARGES	12/18/2017	20.30	07/18	602-23-81-5931-225
277512	4	Invoice	COPY MACHINE LEASE/COPY CHARGES	12/18/2017	20.30	07/18	603-23-81-5931-225
277512	5	Invoice	COPY MACHINE LEASE/COPY CHARGES	12/18/2017	14.61	07/18	100-24-14-5435-225
277512	6	Invoice	COPY MACHINE LEASE/COPY CHARGES	12/18/2017	105.54	07/18	601-23-80-5931-225
277512	7	Invoice	COPY MACHINE LEASE/COPY CHARGES	12/18/2017	32.47	07/18	602-23-80-5931-225
277512	8	Invoice	COPY MACHINE LEASE/COPY CHARGES	12/18/2017	9.74	07/18	603-23-80-5931-225
277512	9	Invoice	COPY MACHINE LEASE/COPY CHARGES	12/18/2017	13.80	07/18	100-24-30-5380-225
277512	10	Invoice	COPY MACHINE LEASE/COPY CHARGES	12/18/2017	13.80	07/18	601-24-30-5380-225
277512	11	Invoice	COPY MACHINE LEASE/COPY CHARGES	12/18/2017	13.80	07/18	602-24-30-5380-225
277512	12	Invoice	COPY MACHINE LEASE/COPY CHARGES	12/18/2017	13.80	07/18	603-24-30-5380-225
277512	13	Invoice	COPY MACHINE LEASE/COPY CHARGES	12/18/2017	53.59	07/18	100-21-18-5190-225
277512	14	Invoice	COPY MACHINE LEASE/COPY CHARGES	12/18/2017	53.59	07/18	100-24-18-5470-225
277512	15	Invoice	COPY CHARGES	12/18/2017	15.99	07/18	100-24-14-5435-225
277512	16	Invoice	COPY CHARGES	12/18/2017	115.45	07/18	601-23-80-5931-225
277512	17	Invoice	COPY CHARGES	12/18/2017	35.52	07/18	602-23-80-5931-225
277512	18	Invoice	COPY CHARGES	12/18/2017	10.66	07/18	603-23-80-5931-225
Total 277512:					664.73		
278574	1	Invoice	COPY MACHINE CONTRACT/COPY CHARGE	12/21/2017	115.08	07/18	100-22-42-5233-299
Total 278574:					115.08		
Total COUNSEL OFFICE & DOCUMENT (3995):					804.18		
CRESCENT ELECTRIC SUPPLY (203)							
S504464062.	1	Invoice	LED BULBS/BALLASTS	12/14/2017	268.44	07/18	100-24-36-5480-226
S504464062.	2	Invoice	LED BULBS/BALLASTS	12/14/2017	191.74	07/18	601-23-36-5480-226
S504464062.	3	Invoice	LED BULBS/BALLASTS	12/14/2017	153.40	07/18	602-23-36-5480-226
S504464062.	4	Invoice	LED BULBS/BALLASTS	12/14/2017	153.40	07/18	603-23-36-5480-226
Total S504464062.001:					766.98		
S504470868.	1	Invoice	18-2 CABLE (CITY HALL)	12/18/2017	151.90	07/18	100-24-36-5480-318
S504470868.	2	Invoice	18-2 CABLE (CITY HALL)	12/18/2017	108.50	07/18	601-23-36-5480-318
S504470868.	3	Invoice	18-2 CABLE (CITY HALL)	12/18/2017	86.80	07/18	602-23-36-5480-318
S504470868.	4	Invoice	18-2 CABLE (CITY HALL)	12/18/2017	86.80	07/18	603-23-36-5480-318
Total S504470868.001:					434.00		
S504471053.	1	Invoice	GFCI OUTLETS	12/15/2017	63.24	07/18	603-23-70-5642-318
S504471053.	2	Invoice	GFCI OUTLETS	12/15/2017	94.86	07/18	601-23-52-5588-318
Total S504471053.001:					158.10		
Total CRESCENT ELECTRIC SUPPLY (203):					1,359.08		
CULLIGAN FORT DODGE (207)							
122017	1	Invoice	AIRPORT-SOFT WATER SERVICE	12/20/2017	131.51	07/18	205-23-45-5372-299
Total 122017:					131.51		

Invoice	Seq	Type	Description	Invoice Date	Total Cost	Period	GL Account
Total CULLIGAN FORT DODGE (207):					131.51		
DAILY FREEMAN JOURNAL, INC. (211)							
000152 11/3	1	Invoice	OUR HOMETOWN - NOV 2017	11/30/2017	80.00	07/18	100-24-12-5430-223
000152 11/3	2	Invoice	OUR HOMETOWN - NOV 2017	11/30/2017	220.00	07/18	601-23-81-5921-223
000152 11/3	3	Invoice	OUR HOMETOWN - NOV 2017	11/30/2017	50.00	07/18	602-23-81-5921-223
000152 11/3	4	Invoice	OUR HOMETOWN - NOV 2017	11/30/2017	50.00	07/18	603-23-81-5921-223
Total 000152 11/30/17:					400.00		
3283	1	Invoice	CM 11-06-2017	12/12/2017	378.00	07/18	100-24-14-5435-210
Total 3283:					378.00		
3284	1	Invoice	CM 11-20-2017	12/12/2017	254.24	07/18	100-24-14-5435-210
Total 3284:					254.24		
3291	1	Invoice	CM 12/04/2017	12/14/2017	238.89	07/18	100-24-14-5435-210
Total 3291:					238.89		
Total DAILY FREEMAN JOURNAL, INC. (211):					1,271.13		
DOOLITTLE OIL COMPANY, INC. (243)							
65077	1	Invoice	GENERATOR FUEL	12/19/2017	226.93	07/18	100-24-36-5480-318
65077	2	Invoice	GENERATOR FUEL	12/19/2017	162.09	07/18	601-23-36-5480-318
65077	3	Invoice	GENERATOR FUEL	12/19/2017	129.68	07/18	602-23-36-5480-318
65077	4	Invoice	GENERATOR FUEL	12/19/2017	129.67	07/18	603-23-36-5480-318
Total 65077:					648.37		
65264 & 652	1	Invoice	GAS REPORT	12/21/2017	1,056.70	07/18	100-21-21-5110-315
65264 & 652	2	Invoice	GAS REPORT	12/21/2017	35.37	07/18	100-21-22-5140-315
65264 & 652	3	Invoice	GAS REPORT	12/21/2017	348.22	07/18	204-23-30-5310-315
65264 & 652	4	Invoice	GAS REPORT	12/21/2017	82.96	07/18	603-23-70-5935-315
65264 & 652	5	Invoice	GAS REPORT	12/21/2017	111.37	07/18	602-23-61-5935-315
65264 & 652	6	Invoice	GAS REPORT	12/21/2017	42.52	07/18	100-21-18-5190-315
65264 & 652	7	Invoice	GAS REPORT	12/21/2017	338.25	07/18	601-23-52-5935-315
65264 & 652	8	Invoice	GAS REPORT	12/21/2017	74.87	07/18	601-23-51-5935-315
65264 & 652	9	Invoice	GAS REPORT	12/21/2017	97.73	07/18	601-23-80-5935-315
65264 & 652	10	Invoice	GAS REPORT	12/21/2017	97.73	07/18	602-23-80-5935-315
65264 & 652	11	Invoice	GAS REPORT	12/21/2017	30.10	07/18	100-22-42-5233-315
65264 & 652	12	Invoice	GAS REPORT	12/21/2017	88.23	07/18	100-22-42-5210-315
65264 & 652	13	Invoice	GAS REPORT	12/21/2017	43.28	07/18	100-23-42-5371-315
65264 & 652	14	Invoice	GAS REPORT	12/21/2017	208.43	07/18	100-21-22-5140-315
65264 & 652	15	Invoice	GAS REPORT	12/21/2017	990.62	07/18	204-23-30-5310-315
65264 & 652	16	Invoice	GAS REPORT	12/21/2017	147.10	07/18	602-23-61-5935-315
65264 & 652	17	Invoice	GAS REPORT	12/21/2017	723.71	07/18	601-23-52-5935-315
65264 & 652	18	Invoice	GAS REPORT	12/21/2017	58.68	07/18	100-23-42-5371-315
Total 65264 & 65265:					4,575.87		
Total DOOLITTLE OIL COMPANY, INC. (243):					5,224.24		
EARTHVIEW ENVIRONMENTAL, INC. (6130)							
WEBSTERCI	1	Invoice	WETLAND PROJECT##WEBSTERCITY-001-10	09/27/2017	1,076.46	07/18	100-24-12-5430-880

Invoice	Seq	Type	Description	Invoice Date	Total Cost	Period	GL Account
Total WEBSTERCITY-001-10:					1,076.46		
Total EARTHVIEW ENVIRONMENTAL, INC. (6130):					1,076.46		
EGGER, DENNIS (6484)							
122017	1	Invoice	ENERGY EFFICIENCY REBATE	12/20/2017	75.00	07/18	601-23-36-5930-979
122017	2	Invoice	CORN BELT EE RESIDENTIAL REBATE	12/20/2017	25.00	07/18	601-23-53-5930-979
Total 122017:					100.00		
Total EGGER, DENNIS (6484):					100.00		
ELECTRONIC ENGINEERING-D M (260)							
550002111-1	1	Invoice	PROGRAM RADIOS	12/14/2017	20.00	07/18	100-21-21-5110-318
Total 550002111-1:					20.00		
Total ELECTRONIC ENGINEERING-D M (260):					20.00		
EMC INSURANCE COMPANIES (1817)							
1307213	1	Invoice	CLAIM# 1307213 McKINNESS EXCAVATING	12/18/2017	2,663.11	07/18	531-23-30-5310-212
Total 1307213:					2,663.11		
Total EMC INSURANCE COMPANIES (1817):					2,663.11		
FAIRCHILD COMMUNICATIONS, INC. (283)							
062073	1	Invoice	AIRPORT NDB SERVICE	12/15/2017	135.00	07/18	205-23-45-5372-230
Total 062073:					135.00		
Total FAIRCHILD COMMUNICATIONS, INC. (283):					135.00		
FLETCHER-REINHARDT COMPANY (305)							
S1166966.00	1	Invoice	60 CUSTOM WARNING LABELS	11/22/2017	637.92	07/18	601-23-52-5588-318
Total S1166966.003:					637.92		
S1168614.00	1	Invoice	SPRING CLIP WASHERS	12/11/2017	760.00	07/18	601-23-52-5588-318
Total S1168614.001:					760.00		
S1169138.00	1	Invoice	UPSET BOLTS 5/8"x12"	12/12/2017	720.00	07/18	601-23-52-5588-318
Total S1169138.001:					720.00		
S1169138.00	1	Invoice	WIRE STRIPPER	12/12/2017	208.86	07/18	601-23-52-5588-311
Total S1169138.002:					208.86		
Total FLETCHER-REINHARDT COMPANY (305):					2,326.78		
G & K SERVICES (325)							
6183802118	1	Invoice	TOWEL SERVICE/PD	12/26/2017	45.35	07/18	100-21-21-5110-225
Total 6183802118:					45.35		

Invoice	Seq	Type	Description	Invoice Date	Total Cost	Period	GL Account
Total G & K SERVICES (325):					45.35		
INGRAHAM, RANDY (6485)							
122617	1	Invoice	ENERGY EFFICIENCY REBATE	12/26/2017	75.00	07/18	601-23-36-5930-979
Total 122617:					75.00		
Total INGRAHAM, RANDY (6485):					75.00		
INTERIOR SPACES, INC. (5977)							
122617	1	Invoice	LIGHTING REBATE/CORN BELT REIM	12/26/2017	997.50	07/18	601-23-53-5588-212
Total 122617:					997.50		
Total INTERIOR SPACES, INC. (5977):					997.50		
IOWA ASSN OF PROF. FIRE CHIEFS (452)							
122617	1	Invoice	DUES/STANSFIELD	12/26/2017	50.00	07/18	100-21-22-5140-215
Total 122617:					50.00		
Total IOWA ASSN OF PROF. FIRE CHIEFS (452):					50.00		
IOWA ONE CALL (485)							
197336	1	Invoice	ONE CALL SERVICES	12/11/2017	70.50	07/18	601-23-52-5930-299
197336	2	Invoice	ONE CALL SERVICES	12/11/2017	16.50	07/18	602-23-62-5662-299
197336	3	Invoice	ONE CALL SERVICES	12/11/2017	16.50	07/18	603-23-71-5662-299
Total 197336:					103.50		
Total IOWA ONE CALL (485):					103.50		
IOWA POLICE CHIEFS ASSOCIATION (3806)							
2251	1	Invoice	MEMBERSHIP DUES/MORK	12/26/2017	125.00	07/18	100-21-21-5110-215
Total 2251:					125.00		
Total IOWA POLICE CHIEFS ASSOCIATION (3806):					125.00		
IOWA PRISON INDUSTRIES (489)							
946310	1	Invoice	SPEED LIMIT AHEAD - OBJECT MARKERS -	12/15/2017	273.30	07/18	100-21-30-5120-318
Total 946310:					273.30		
Total IOWA PRISON INDUSTRIES (489):					273.30		
ITSavvy LLC (5472)							
00998846	1	Invoice	DOCK STATION FOR IT LAPTOP	12/13/2017	40.95	07/18	100-24-16-5420-317
00998846	2	Invoice	DOCK STATION FOR IT LAPTOP	12/13/2017	150.15	07/18	601-24-16-5921-317
00998846	3	Invoice	DOCK STATION FOR IT LAPTOP	12/13/2017	40.95	07/18	602-24-16-5921-317
00998846	4	Invoice	DOCK STATION FOR IT LAPTOP	12/13/2017	40.94	07/18	603-24-16-5921-317
Total 00998846:					272.99		
Total ITSavvy LLC (5472):					272.99		
LAMPERT'S (564)							
24293746	1	Invoice	PUSH BROOM + 2x12x8	12/14/2017	48.56	07/18	204-23-30-5310-318

Invoice	Seq	Type	Description	Invoice Date	Total Cost	Period	GL Account
Total 24293746:					48.56		
24293753	1	Invoice	BLDG MATERIALS FOR KYP	12/14/2017	126.96	07/18	100-22-42-5210-310
Total 24293753:					126.96		
24293921	1	Invoice	3 BAGS SPEC MIX (for COLD MIX)	12/18/2017	24.87	07/18	204-23-30-5320-318
Total 24293921:					24.87		
24294138	1	Invoice	INSULATION/MULBERRY CHURCH	12/21/2017	689.77	07/18	100-22-42-5221-310
Total 24294138:					689.77		
24294176	1	Invoice	RETURN INSULATION	12/21/2017	359.88-	07/18	100-22-42-5221-310
Total 24294176:					359.88-		
24294251	1	Invoice	BLDG MATERIALS/MULBERRY CHURCH	12/22/2017	84.74	07/18	100-22-42-5221-310
Total 24294251:					84.74		
24294258	1	Invoice	BLDG MATERIALS/MULBERRY CHURCH	12/22/2017	62.97	07/18	100-22-42-5221-310
Total 24294258:					62.97		
Total LAMPERT'S (564):					677.99		
LINCOLN NATL LIFE INSURANCE CO (3031)							
122817	1	Invoice	LIFE INSURANCE PREMIUMS	12/28/2017	1,315.05	07/18	902-11215
Total 122817:					1,315.05		
Total LINCOLN NATL LIFE INSURANCE CO (3031):					1,315.05		
MALLO, TOM (6486)							
121817	1	Invoice	ENERGY EFFICIENCY REBATE	12/18/2017	150.00	07/18	601-23-36-5930-979
Total 121817:					150.00		
Total MALLO, TOM (6486):					150.00		
MARTIN'S FLAG COMPANY, INC. (602)							
9643	1	Invoice	US FLAGS	12/15/2017	570.00	07/18	100-22-42-5210-318
9643	2	Invoice	FREIGHT	12/15/2017	8.28	07/18	100-22-42-5210-221
Total 9643:					578.28		
Total MARTIN'S FLAG COMPANY, INC. (602):					578.28		
MECHANICAL COMFORT, INC. (618)							
33362 & 333	1	Invoice	REPAIR/RELAY	12/19/2017	160.14	07/18	100-24-36-5480-226
33362 & 333	2	Invoice	REPAIR/RELAY	12/19/2017	114.38	07/18	601-23-36-5480-226
33362 & 333	3	Invoice	REPAIR/RELAY	12/19/2017	91.50	07/18	602-23-36-5480-226
33362 & 333	4	Invoice	REPAIR/RELAY	12/19/2017	91.50	07/18	603-23-36-5480-226

Invoice	Seq	Type	Description	Invoice Date	Total Cost	Period	GL Account
Total 33362 & 33363:					457.52		
Total MECHANICAL COMFORT, INC. (618):					457.52		
MIDLAND NATIONAL LIFE INS CO (1678)							
121917	1	Invoice	MIDLAND PREMIUMS	12/19/2017	50.00	07/18	902-11215
Total 121917:					50.00		
Total MIDLAND NATIONAL LIFE INS CO (1678):					50.00		
MUNICIPAL SUPPLY, INC. (672)							
0680396-IN	1	Invoice	4x15" clamp	12/14/2017	132.75	07/18	602-23-62-5662-318
0680396-IN	2	Invoice	8x15" clamp	12/14/2017	197.20	07/18	602-23-62-5662-318
0680396-IN	3	Invoice	freight	12/14/2017	31.82	07/18	602-23-62-5662-318
Total 0680396-IN:					361.77		
Total MUNICIPAL SUPPLY, INC. (672):					361.77		
MURPHY TRACTOR & EQUIPMENT CO. (1429)							
851066	1	Invoice	REPLACE TURBO - ST# 18	11/27/2017	3,390.70	07/18	204-23-30-5310-227
Total 851066:					3,390.70		
Total MURPHY TRACTOR & EQUIPMENT CO. (1429):					3,390.70		
NAIL, MARLYS (6493)							
102617	1	Invoice	ENERGY EFFICIENCY REBATE	10/26/2017	150.00	07/18	601-23-36-5930-979
Total 102617:					150.00		
Total NAIL, MARLYS (6493):					150.00		
NAPA AUTO PARTS (677)							
838621 & 83	1	Invoice	STOCK PARTS	12/12/2017	213.41	07/18	204-23-30-5310-314
838621 & 83	2	Invoice	SHOP SUPPLIES	12/12/2017	130.60	07/18	204-23-30-5310-318
Total 838621 & 838700:					344.01		
838634	1	Invoice	MUFFLER CLAMP	12/12/2017	13.55	07/18	601-23-52-5588-318
Total 838634:					13.55		
838644	1	Invoice	MUFFLER CLAMP	12/12/2017	13.55	07/18	601-23-52-5588-318
Total 838644:					13.55		
838797	1	Invoice	BRASS FITTINGS	12/14/2017	10.88	07/18	204-23-30-5310-314
Total 838797:					10.88		
839117	1	Invoice	AIR MASK FILTERS	12/20/2017	21.10	07/18	100-22-42-5210-318
Total 839117:					21.10		
839269	1	Invoice	HYD HOSE FITTING - AIR HOSE SWIVEL - FI	12/22/2017	26.87	07/18	204-23-30-5310-318

Invoice	Seq	Type	Description	Invoice Date	Total Cost	Period	GL Account
Total 839269:					26.87		
Total NAPA AUTO PARTS (677):					429.96		
NYREN, DAN (6487)							
112417	1	Invoice	ENERGY EFFICIENCY REBATE	11/24/2017	75.00	07/18	601-23-36-5930-979
112417	2	Invoice	CORN BELT EE RESIDENTIAL REBATE	11/24/2017	50.00	07/18	601-23-53-5930-979
Total 112417:					125.00		
Total NYREN, DAN (6487):					125.00		
ON-HOLD PRODUCTIONS (726)							
5700	1	Invoice	MARKETING SERVICES - DEC 2017	12/26/2017	150.00	07/18	100-22-12-5370-210
5700	2	Invoice	MARKETING SERVICES - DEC 2017	12/26/2017	412.50	07/18	601-23-81-5930-210
5700	3	Invoice	MARKETING SERVICES - DEC 2017	12/26/2017	93.75	07/18	602-23-81-5930-210
5700	4	Invoice	MARKETING SERVICES - DEC 2017	12/26/2017	93.75	07/18	603-23-81-5930-210
Total 5700:					750.00		
5701	1	Invoice	ON HOLD MESSAGE - JAN 2018	12/26/2017	15.20	07/18	100-22-12-5370-210
5701	2	Invoice	ON HOLD MESSAGE - JAN 2018	12/26/2017	41.80	07/18	601-23-81-5930-210
5701	3	Invoice	ON HOLD MESSAGE - JAN 2018	12/26/2017	9.50	07/18	602-23-81-5930-210
5701	4	Invoice	ON HOLD MESSAGE - JAN 2018	12/26/2017	9.50	07/18	603-23-81-5930-210
Total 5701:					76.00		
5702	1	Invoice	ECON DEV MARKETING CHARGE/DEC. 2017	12/26/2017	250.00	07/18	601-23-36-5393-210
5702	2	Invoice	ECON DEV MARKETING CHARGE/DEC. 2017	12/26/2017	250.00	07/18	100-23-36-5393-210
Total 5702:					500.00		
Total ON-HOLD PRODUCTIONS (726):					1,326.00		
O'REILLY AUTOMOTIVE, INC. (727)							
0357-383163	1	Invoice	SHOCK FOR TRUCK #63	12/20/2017	23.48	07/18	100-23-42-5371-318
Total 0357-383163:					23.48		
0357-383225	1	Invoice	WIPER BLADES TK#3	12/21/2017	43.19	07/18	601-23-52-5935-314
Total 0357-383225:					43.19		
0357-383590	1	Invoice	HOOD SUPPORT FOR #63 TOOLBOX	12/26/2017	23.48	07/18	100-23-42-5371-318
Total 0357-383590:					23.48		
Total O'REILLY AUTOMOTIVE, INC. (727):					90.15		
P & M APPAREL (734)							
27777	1	Invoice	STAFF POLOS/HATS - FULLER HALL	12/19/2017	595.00	07/18	100-22-42-5233-318
27777	2	Invoice	CITY LOGOS/SHIPPING-INSPECTION	12/19/2017	47.00	07/18	100-21-18-5190-318
27777	3	Invoice	CITY LOGO/SHIPPING-MANAGER	12/19/2017	2.40	07/18	100-24-12-5430-318
27777	4	Invoice	CITY LOGO/SHIPPING-MANAGER	12/19/2017	1.50	07/18	602-23-81-5921-318
27777	5	Invoice	CITY LOGO/SHIPPING-MANAGER	12/19/2017	1.50	07/18	603-23-81-5921-318
27777	6	Invoice	CITY LOGO/SHIPPING-MANAGER	12/19/2017	6.60	07/18	601-23-81-5921-318

Invoice	Seq	Type	Description	Invoice Date	Total Cost	Period	GL Account
Total 27777:					654.00		
Total P & M APPAREL (734):					654.00		
PAULUS, DENNIS (6491)							
511748012	1	Invoice	CUSTOMER DEPOSIT REFUND	12/26/2017	27.09	07/18	601-21011
Total 511748012:					27.09		
Total PAULUS, DENNIS (6491):					27.09		
PETERS & ASSO ARCHITECTS, P.C. (6483)							
17-23-01	1	Invoice	RENDERING FOR PARK IMPROVEMENT	11/20/2017	1,500.00	07/18	217-22-42-5221-299
Total 17-23-01:					1,500.00		
Total PETERS & ASSO ARCHITECTS, P.C. (6483):					1,500.00		
PETERSON CONSTRUCTION (749)							
5569	1	Invoice	CONCRETE WORK/FIRE STATION LOTS	12/11/2017	56,266.25	07/18	100-21-22-5140-880
Total 5569:					56,266.25		
Total PETERSON CONSTRUCTION (749):					56,266.25		
PITNEY BOWES-RESERVE ACCT (758)							
122617	1	Invoice	PREPAID POSTAGE	12/26/2017	3,000.00	07/18	100-11210
Total 122617:					3,000.00		
Total PITNEY BOWES-RESERVE ACCT (758):					3,000.00		
POSTMASTER (766)							
122717	1	Invoice	REPLENISH POSTAGE DUE ACCOUNT	12/27/2017	18.00	07/18	100-24-14-5435-221
122717	2	Invoice	REPLENISH POSTAGE DUE ACCOUNT	12/27/2017	130.00	07/18	601-23-80-5921-221
122717	3	Invoice	REPLENISH POSTAGE DUE ACCOUNT	12/27/2017	40.00	07/18	602-23-80-5921-221
122717	4	Invoice	REPLENISH POSTAGE DUE ACCOUNT	12/27/2017	12.00	07/18	603-23-80-5921-221
Total 122717:					200.00		
Total POSTMASTER (766):					200.00		
PRESTO-X-COMPANY INC. (774)							
6540299	1	Invoice	PEST CONTROL/SENIOR CENTER	12/08/2017	41.00	07/18	100-22-42-5280-299
Total 6540299:					41.00		
6540300	1	Invoice	PEST CONTROL	12/08/2017	11.90	07/18	603-23-36-5480-299
6540300	2	Invoice	PEST CONTROL	12/08/2017	8.50	07/18	601-23-36-5480-299
6540300	3	Invoice	PEST CONTROL	12/08/2017	6.80	07/18	602-23-36-5480-299
6540300	4	Invoice	PEST CONTROL	12/08/2017	6.80	07/18	603-23-36-5480-299
Total 6540300:					34.00		
6540303	1	Invoice	PEST CONTROL/FULLER HALL	12/08/2017	38.00	07/18	100-22-42-5233-299

Invoice	Seq	Type	Description	Invoice Date	Total Cost	Period	GL Account
Total 6540303:					38.00		
Total PRESTO-X-COMPANY INC. (774):					113.00		
PRINTING SERVICES, INC. (1130)							
650654-0	1	Invoice	PENS/CALENDAR/CORRECTION TAPE	12/13/2017	11.49	07/18	100-24-18-5470-316
650654-0	2	Invoice	PENS/CALENDAR/CORRECTION TAPE	12/13/2017	37.98	07/18	100-21-18-5190-316
650654-0	3	Invoice	PENS/CALENDAR/CORRECTION TAPE	12/13/2017	3.60	07/18	100-24-12-5430-316
650654-0	4	Invoice	PENS/CALENDAR/CORRECTION TAPE	12/13/2017	11.99	07/18	601-23-81-5921-316
650654-0	5	Invoice	PENS/CALENDAR/CORRECTION TAPE	12/13/2017	7.19	07/18	602-23-81-5921-316
650654-0	6	Invoice	PENS/CALENDAR/CORRECTION TAPE	12/13/2017	1.20	07/18	603-23-81-5921-316
Total 650654-0:					73.45		
650786-0	1	Invoice	OFFICE SUPPLIES	12/14/2017	10.97	07/18	100-23-42-5371-316
Total 650786-0:					10.97		
650787-0	1	Invoice	INK CARTRIDGE	12/14/2017	30.97	07/18	603-23-70-5921-316
Total 650787-0:					30.97		
651197-0	1	Invoice	INK CARTRIDGE	12/26/2017	32.99	07/18	100-23-42-5371-316
Total 651197-0:					32.99		
Total PRINTING SERVICES, INC. (1130):					148.38		
RELIANT FIRE APPARATUS, INC. (5088)							
I17-18414	1	Invoice	WINDOW PARTS	12/11/2017	220.36	07/18	100-21-22-5140-227
Total I17-18414:					220.36		
Total RELIANT FIRE APPARATUS, INC. (5088):					220.36		
RICHARDSON, TRACY (5438)							
101217	1	Invoice	ENERGY EFFICIENCY REBATE	10/12/2017	150.00	07/18	601-23-36-5930-979
Total 101217:					150.00		
Total RICHARDSON, TRACY (5438):					150.00		
SMITH FERTILIZER & GRAIN (2396)							
4 005296	1	Invoice	BEET JUICE	12/19/2017	1,812.74	07/18	204-23-30-5320-318
Total 4 005296:					1,812.74		
Total SMITH FERTILIZER & GRAIN (2396):					1,812.74		
SNYDER & ASSOCIATES (2951)							
115.0817.01-	1	Invoice	ENG = W 2nd/JAMES ST IMPR PROJ- thru 11.	12/15/2017	336.00	07/18	532-23-30-5310-212
Total 115.0817.01-24:					336.00		
117.0882.01-	1	Invoice	ENG = ON CALL STREET PAVING SPECIALIS	12/15/2017	183.00	07/18	204-23-30-5310-212

Invoice	Seq	Type	Description	Invoice Date	Total Cost	Period	GL Account
Total 117.0882.01-4:					183.00		
117.0964.01-	1	Invoice	ENG = BUXTON DR DRAINAGE IMPROVEME	12/15/2017	6,579.89	07/18	204-23-30-5330-212
Total 117.0964.01-1:					6,579.89		
117.0965.01-	1	Invoice	ENG = Kwik Star Traffic Report Review thru 11.	12/15/2017	3,831.11	07/18	204-23-30-5310-212
Total 117.0965.01-2:					3,831.11		
Total SNYDER & ASSOCIATES (2951):					10,930.00		
STORM FLYING SERVICE, INC. (911)							
122617	1	Invoice	AIRPORT MANAGER FEE - JAN 2018	12/26/2017	3,333.33	07/18	205-23-45-5372-299
Total 122617:					3,333.33		
Total STORM FLYING SERVICE, INC. (911):					3,333.33		
SYNC/AMAZON (6343)							
433995536	1	Invoice	MISC EXPENSES	12/04/2017	117.83	07/18	100-21-21-5110-318
Total 43399553654:					117.83		
4346579383	1	Invoice	NIGHT SIGHTS	12/07/2017	81.88	07/18	100-21-21-5110-318
Total 434657938353:					81.88		
4347854979	1	Invoice	MAGAZINE PLATES	12/05/2017	35.54	07/18	100-21-21-5110-318
Total 434785497965:					35.54		
4354885544	1	Invoice	MISC OPERATING SUPPLIES	11/16/2017	263.12	07/18	100-21-21-5110-318
Total 435488554433:					263.12		
4358464886	1	Invoice	MISC SAFETY EQUIPMENT	11/27/2017	15.90	07/18	100-21-21-5110-312
Total 435846488689:					15.90		
4458996857	1	Invoice	CONFERENCE TABLE	12/05/2017	105.17	07/18	100-24-12-5430-318
4458996857	2	Invoice	CONFERENCE TABLE	12/05/2017	65.74	07/18	602-23-81-5921-318
4458996857	3	Invoice	CONFERENCE TABLE	12/05/2017	65.74	07/18	603-23-81-5921-318
4458996857	4	Invoice	CONFERENCE TABLE	12/05/2017	289.24	07/18	601-23-81-5921-318
Total 445899685785:					525.89		
4489878444	1	Invoice	TONER CARTRIDGES	12/09/2017	8.84	07/18	100-24-12-5430-316
4489878444	2	Invoice	TONER CARTRIDGES	12/09/2017	24.30	07/18	601-23-81-5921-316
4489878444	3	Invoice	TONER CARTRIDGES	12/09/2017	5.53	07/18	602-23-81-5921-316
4489878444	4	Invoice	TONER CARTRIDGES	12/09/2017	5.52	07/18	603-23-81-5921-316
4489878444	5	Invoice	TONER CARTRIDGES	12/09/2017	9.47	07/18	100-24-14-5435-316
4489878444	6	Invoice	TONER CARTRIDGES	12/09/2017	68.37	07/18	601-23-80-5921-316
4489878444	7	Invoice	TONER CARTRIDGES	12/09/2017	21.04	07/18	602-23-80-5921-316
4489878444	8	Invoice	TONER CARTRIDGES	12/09/2017	6.31	07/18	603-23-80-5921-316

Invoice	Seq	Type	Description	Invoice Date	Total Cost	Period	GL Account
Total 448987844459:					149.38		
4534584577	1	Invoice	INK TANK/BRIAN'S PRINTER	12/09/2017	331.98	07/18	100-23-43-5361-316
Total 453458457784:					331.98		
4554534468	1	Invoice	EXPENSE FOR BLUE PROGRAM	12/03/2017	75.45	07/18	232-18-21-4110-710
Total 455453446864:					75.45		
4568585636	1	Invoice	MISC SAFETY EQUIPMENT	11/25/2017	15.95	07/18	100-21-21-5110-312
Total 456858563698:					15.95		
5774585663	1	Invoice	MISC OPERATING EXPENSE	11/29/2017	107.86	07/18	100-21-21-5110-318
Total 577458566368:					107.86		
6457744766	1	Invoice	REPLACEMENT BELT LOOPS	12/04/2017	16.00	07/18	100-21-21-5110-312
Total 645774476659:					16.00		
6468368795	1	Invoice	UNIFORM EXPENSES	12/04/2017	60.77	07/18	100-21-21-5110-312
Total 646836879566:					60.77		
6747838679	1	Invoice	NIGHT SIGHTS	12/07/2017	76.93	07/18	100-21-21-5110-318
Total 674783867944:					76.93		
6845688665	1	Invoice	CANON MAINTENANCE CARTRIDGE	12/07/2017	67.50	07/18	100-23-43-5361-316
Total 684568866546:					67.50		
7595857979	1	Invoice	MEDIA PLAYER	11/29/2017	24.99	07/18	100-21-21-5110-314
Total 759585797938:					24.99		
7778866393	1	Invoice	TONER CARTRIDGES	11/28/2017	85.00	07/18	601-23-52-5921-316
7778866393	2	Invoice	TONER CARTRIDGES	11/28/2017	125.95	07/18	100-21-22-5140-316
7778866393	3	Invoice	TONER CARTRIDGES	11/28/2017	12.20	07/18	100-24-12-5430-316
7778866393	4	Invoice	TONER CARTRIDGES	11/28/2017	33.55	07/18	601-23-81-5921-316
7778866393	5	Invoice	TONER CARTRIDGES	11/28/2017	7.62	07/18	602-23-81-5921-316
7778866393	6	Invoice	TONER CARTRIDGES	11/28/2017	7.63	07/18	603-23-81-5921-316
Total 777886639378:					271.95		
7847433545	1	Invoice	BEARING ASSEMBLY	12/07/2017	310.15	07/18	603-23-70-5652-229
Total 784743354574:					310.15		
7997659937	1	Invoice	HOLSTER	11/29/2017	28.09	07/18	100-21-21-5110-312
Total 799765993777:					28.09		
9348666334	1	Invoice	MISC OPERATING EXPENSE	11/29/2017	67.31	07/18	100-21-21-5110-318

Invoice	Seq	Type	Description	Invoice Date	Total Cost	Period	GL Account
Total 934866633465:					67.31		
BFNCQNKJ	1	Invoice	UNIFORM/SAFETY EXPENSE	11/14/2017	42.67	07/18	100-21-21-5110-312
Total BFNCQNKJQUGJ:					42.67		
CBNENWQX	1	Invoice	LATCH BOXES	11/09/2017	5.58	07/18	100-24-16-5420-317
CBNENWQX	2	Invoice	LATCH BOXES	11/09/2017	20.46	07/18	601-24-16-5921-317
CBNENWQX	3	Invoice	LATCH BOXES	11/09/2017	5.58	07/18	602-24-16-5921-317
CBNENWQX	4	Invoice	LATCH BOXES	11/09/2017	5.57	07/18	603-24-16-5921-317
Total CBNENWQXCCWU:					37.19		
Total SYNC/AMAZON (6343):					2,724.33		
T & R SERVICE COMPANY (931)							
78934	1	Invoice	PCB ANALYSIS-TRANSFORMERS	12/20/2017	60.00	07/18	601-23-52-5923-212
Total 78934:					60.00		
Total T & R SERVICE COMPANY (931):					60.00		
THE AMERICAN BOTTLING CO. (4800)							
8081069416	1	Invoice	POP/BEVERAGES FOR RESALE	12/14/2017	318.00	07/18	100-22-42-5233-323
Total 8081069416:					318.00		
Total THE AMERICAN BOTTLING CO. (4800):					318.00		
THOMASSON COMPANY (3387)							
19281-00	1	Invoice	10-40' & 44-35' POLES	12/04/2017	11,197.02	07/18	601-23-52-5935-871
Total 19281-00:					11,197.02		
Total THOMASSON COMPANY (3387):					11,197.02		
VEENSTRA & KIMM, INC. (5904)							
#10 PROJ 25	1	Invoice	ENG Services - Brewer Creek 6 - Construction	12/22/2017	962.90	07/18	502-23-30-5310-212
Total #10 PROJ 2529:					962.90		
#9 PROJ 252	1	Invoice	ENG Services - Brewer Creek 5 - Resident Revi	12/22/2017	10,451.05	07/18	502-23-30-5310-212
Total #9 PROJ 25210:					10,451.05		
Total VEENSTRA & KIMM, INC. (5904):					11,413.95		
VERIZON WIRELESS (3812)							
9797863530	1	Invoice	GPS UNIT PHONE	12/10/2017	40.01	07/18	100-41-30-5380-515
9797863530	2	Invoice	GPS UNIT PHONE	12/10/2017	40.01	07/18	601-41-30-5935-515
9797863530	3	Invoice	GPS UNIT PHONE	12/10/2017	40.01	07/18	602-41-30-5935-515
9797863530	4	Invoice	GPS UNIT PHONE	12/10/2017	40.01	07/18	603-41-30-5935-515
Total 9797863530:					160.04		
Total VERIZON WIRELESS (3812):					160.04		

Invoice	Seq	Type	Description	Invoice Date	Total Cost	Period	GL Account
WARREN, JOHN (6489)							
1437821733	1	Invoice	CUSTOMER DEPOSIT REFUND	12/21/2017	81.95	07/18	601-21011
Total 1437821733:					81.95		
Total WARREN, JOHN (6489):					81.95		
WCAD - CHAMBER OF COMMERCE (3486)							
3445	1	Invoice	3RD/4TH ALLOCATION FY 2017-2018	12/26/2017	10,000.00	07/18	601-23-36-5930-213
Total 3445:					10,000.00		
SSMID 1222	1	Invoice	2018 SSMID MEETING	12/22/2017	56.38	07/18	260-23-36-5393-299
Total SSMID 122217:					56.38		
Total WCAD - CHAMBER OF COMMERCE (3486):					10,056.38		
WEBSTER CITY RENTAL LLC (6478)							
313200404	1	Invoice	DEPOSIT REFUND/801 1/2 DM STREET	12/26/2017	12.02	07/18	601-21011
Total 313200404:					12.02		
Total WEBSTER CITY RENTAL LLC (6478):					12.02		
WEBSTER CITY TRUE VALUE (2155)							
121056	1	Invoice	C BATTERIES	12/13/2017	15.99	07/18	601-23-52-5588-318
Total 121056:					15.99		
121102	1	Invoice	TOOLS/MATERIALS FOR GS LODGE	12/14/2017	93.21	07/18	100-22-42-5210-310
Total 121102:					93.21		
121111	1	Invoice	EYEGLASSES	12/14/2017	13.98	07/18	602-23-61-5642-319
121111	2	Invoice	MAKE KEYS	12/14/2017	5.67	07/18	602-23-61-5642-318
Total 121111:					19.65		
121112	1	Invoice	AIR FILTERS	12/14/2017	45.96	07/18	100-23-42-5371-318
Total 121112:					45.96		
121117	1	Invoice	GFCI OUTLET & OUTLET COVER (Orton)	12/14/2017	6.57	07/18	100-24-36-5480-318
121117	2	Invoice	GFCI OUTLET & OUTLET COVER (Orton)	12/14/2017	4.70	07/18	601-23-36-5480-318
121117	3	Invoice	GFCI OUTLET & OUTLET COVER (Orton)	12/14/2017	3.76	07/18	602-23-36-5480-318
121117	4	Invoice	GFCI OUTLET & OUTLET COVER (Orton)	12/14/2017	3.75	07/18	603-23-36-5480-318
Total 121117:					18.78		
121224	1	Invoice	SWITCH & PLUG FOR FULLER HALL (Orton)	12/19/2017	15.48	07/18	100-22-42-5233-318
Total 121224:					15.48		
121284	1	Invoice	SHOP MATERIALS (plat runner & matts)	12/21/2017	63.97	07/18	204-23-30-5310-318
Total 121284:					63.97		

Invoice	Seq	Type	Description	Invoice Date	Total Cost	Period	GL Account
121330	1	Invoice	3 KEYS FOR SHOP DOORS	12/22/2017	5.67	07/18	204-23-30-5310-318
Total 121330:					5.67		
Total WEBSTER CITY TRUE VALUE (2155):					278.71		
WILLIAMS & COMPANY P.C. (3390)							
115098	1	Invoice	FY17 AUDIT SVCS	12/11/2017	72.00	07/18	100-24-14-5435-212
115098	2	Invoice	FY17 AUDIT SVCS	12/11/2017	520.00	07/18	601-23-80-5923-212
115098	3	Invoice	FY17 AUDIT SVCS	12/11/2017	160.00	07/18	602-23-80-5923-212
115098	4	Invoice	FY17 AUDIT SVCS	12/11/2017	48.00	07/18	603-23-80-5923-212
115098	5	Invoice	FY17 AUDIT SVCS	12/11/2017	270.00	07/18	100-24-14-5435-212
115098	6	Invoice	FY17 AUDIT SVCS	12/11/2017	1,950.00	07/18	601-23-80-5923-212
115098	7	Invoice	FY17 AUDIT SVCS	12/11/2017	600.00	07/18	602-23-80-5923-212
115098	8	Invoice	FY17 AUDIT SVCS	12/11/2017	180.00	07/18	603-23-80-5923-212
115098	9	Invoice	FY17 AUDIT SVCS	12/11/2017	306.00	07/18	100-24-14-5435-212
115098	10	Invoice	FY17 AUDIT SVCS	12/11/2017	2,210.00	07/18	601-23-80-5923-212
115098	11	Invoice	FY17 AUDIT SVCS	12/11/2017	680.00	07/18	602-23-80-5923-212
115098	12	Invoice	FY17 AUDIT SVCS	12/11/2017	204.00	07/18	603-23-80-5923-212
115098	13	Invoice	FY17 AUDIT SVCS	12/11/2017	261.00	07/18	100-24-14-5435-212
115098	14	Invoice	FY17 AUDIT SVCS	12/11/2017	2,900.00	07/18	205-23-45-5372-212
115098	15	Invoice	FY17 AUDIT SVCS	12/11/2017	1,885.00	07/18	601-23-80-5923-212
115098	16	Invoice	FY17 AUDIT SVCS	12/11/2017	580.00	07/18	602-23-80-5923-212
115098	17	Invoice	FY17 AUDIT SVCS	12/11/2017	174.00	07/18	603-23-80-5923-212
Total 115098:					13,000.00		
Total WILLIAMS & COMPANY P.C. (3390):					13,000.00		
Total 01/02/2018:					228,346.23		
Grand Totals:					363,981.05		

Report GL Period Summary

GL Period	Amount
07/18	228,346.23
06/18	135,634.82
Grand Totals:	363,981.05

Vendor number hash: 585674
Vendor number hash - split: 1176399
Total number of invoices: 178
Total number of transactions: 379

Terms Description	Invoice Amount	Net Invoice Amount
Open Terms	363,981.05	363,981.05
Grand Totals:	363,981.05	363,981.05

FUND LIST TOTALS FOR BILLS JANUARY 2, 2018

Account	Fund	Total Amount
100	General	112,550.92
204	Road Use Tax Fund	20,745.86
205	Airport Fund	6,499.84
217	Wilson Brewer Park/Depot Foundation	1,500.00
232	Flood Demolition Fund	75.45
260	SSMID	56.38
300	Debt Service	9,154.30
502	Brewer Creek Estates	11,413.95
531	E.Second St.S.Walk/St. Impr. Project	2,663.11
532	West Second	336.00
601	Electric Utility	144,203.76
602	Water Utility	34,573.24
603	Sewer Utility	18,843.19
902	Medical/Flex	<u>1,365.05</u>
	Grand Total	363,981.05

**ANNUAL
FINANCIAL REPORT
OF THE
CITY OF WEBSTER CITY, IOWA
FOR THE FISCAL YEAR ENDED
JUNE 30, 2017**

**CITY OF WEBSTER CITY, IOWA
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2017
TABLE OF CONTENTS**

INTRODUCTORY SECTION

	Page
 FINANCIAL SECTION 	
Independent Auditors' Report.....	1 – 3
Management's Discussion and Analysis	4 – 11
GOVERNMENT-WIDE FINANCIAL STATEMENTS	
Statement of Net Position	12
Statement of Activities	13 – 14
FUND FINANCIAL STATEMENTS	
Governmental Funds Financial Statements	
Balance Sheet	15
Reconciliation of the Balance Sheet to the Statement of Net Position	16
Statement of Revenues, Expenditures and Changes in Fund Balances	17
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance to the Statement of Activities	18
Proprietary Funds Financial Statements	
Combining Statement of Net Position	19
Combining Statement of Revenues, Expenses and Changes in Net Position	20 – 21
Combining Statement of Cash Flows	22 – 25
Fiduciary Funds Financial Statements	
Statement of Fiduciary Net Position	26
Statement of Changes in Net Position	27
Notes to Financial Statements	28 – 58
Required Supplementary Information	
Budgetary Comparison Schedule of Receipts, Disbursements and Changes in Balances – Budget and Actual (Cash Basis) – Governmental Funds and Proprietary Funds	59 – 60
Budget to GAAP Reconciliation	61
Notes to Required Supplementary Information	62
Schedule of Funding Progress for Retiree Health Plan	63
Schedule of City's Proportionate Share of the Net Pension Liability	64
Schedule of City Contributions	65
Notes to Required Supplementary Information – Pension Liability	66
Schedule of City's Proportionate Share of Net Pension Liability – Municipal Fire and Police Retirement System of Iowa	67
Schedule of City's Contributions – Municipal Fire and Police Retirement of Iowa	68
Notes to Required Supplementary Information – Pension Liability – Municipal Fire and Police Retirement System of Iowa	69

**CITY OF WEBSTER CITY, IOWA
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2017
TABLE OF CONTENTS**

FINANCIAL SECTION – (CONTINUED)

	Page
<hr/>	
Other Supplementary Information	
Governmental Non-Major Funds Combining Financial Statements	
Balance Sheet	70 - 76
Statement of Revenues, Expenditures and Changes in Fund Balances	77 - 83
Fiduciary Funds Financial Statements	
Statement of Net Position	84
Statement of Changes in Net Position	85
Statement of Changes in Assets and Liabilities	86
Schedule of Expenditures of Federal Awards	87
Schedule of Findings and Questioned Costs	88 - 90
Schedule of Prior Audit Findings	91
Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	92 - 93
Independent Auditors' Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance	94 - 95
Corrective Action Plan	96 - 97

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INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor, Members of City Council
City of Webster City
Webster City, Iowa

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Webster City, Iowa, as of and for the year ended June 30, 2017, 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.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the City's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Webster City as of June 30, 2017, 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.

Correction of Error

As described in Note 19 to the financial statements, land recorded for governmental activities was materially overstated in the prior year. In addition, due to other funds was understated for governmental activities and due from other funds was understated for business-type activities. These amounts are corrected on the accompanying financial statements. 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, Budgetary Comparison Information, the Schedule of the City's Proportionate Share of the Net Pension Liability, the Schedule of City Contributions and the Schedule of Funding Progress for the Retiree Health Plan on pages 4 through 11 and 59 through 69 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 supplementary information included on pages 70 through 86, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by Title 2, U. S. *Code of Federal Regulations*, Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated December 18, 2017 on our consideration of the City of Webster 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 of Webster City's internal control over financial reporting and compliance.

Williams & Company, P.C.
Certified Public Accountants

Le Mars, Iowa
December 18, 2017

CITY OF WEBSTER CITY
Management Discussion and Analysis
For the year ending June 30, 2017

As management of the City of Webster City, we offer readers of the City of Webster City's financial statements this narrative overview and analysis of the financial activities of the City of Webster City for the fiscal year ending June 30, 2017. This section should be read in conjunction with the financial statements and the accompanying notes that follow. It should also be noted that the information contained here will provide information on both the governmental operations and the business type activities of the City.

Financial Highlights

- The City had East 2nd Street and West 2nd Street projects going on during fiscal year 2017.
- The City received \$1,000,000 loan and \$300,000 grant from USDA. This funding was loaned to Van Diest Medical Center for a building addition during fiscal year 2017.

Overview of Financial Statements

This discussion and analysis is intended to serve as an introduction to the City of Webster City's basic financial statements. The City of Webster City's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains required supplementary information and other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

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

The statement of net position presents information on all of the City of Webster City's assets, deferred outflows of resources, liabilities and deferred inflows of resources, with the difference between reported as net position. Over time, increases or decreases in net position may serve as useful indicators of whether the financial position of the City of Webster City is improving or deteriorating.

The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving the rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in the future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City of Webster City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City of Webster City include public safety, public works, health and social services, culture and recreation, community and economic development and general government. The business-

type activities of the City of Webster City include the operation of electric, water, and sewer utilities.

The government-wide financial statements include not only the City of Webster City itself (known as the primary government), but also a legally separate airport authority for which the City of Webster City is financially accountable and a trust known as the Fred Fuller Trust that was created for the sole benefit of the City. Financial information for these component units are reported separately from the financial information presented for the primary government itself. The Electric, Water, and Sewer utilities function as departments of the City of Webster City, and therefore have been included as an integral part of the primary government.

Fund Financial Statements

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

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

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

The City of Webster City maintains 51 individual governmental funds. Information presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, debt service fund, East Second Street fund, and Brewer Creek Estates fund, of which all are considered to be major funds. Data from the other 47 governmental funds 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 elsewhere in this report.

The City of Webster City adopts an annual combined budget for all of its funds except private purpose trust funds and internal service funds. A budgetary comparison schedule has been provided to demonstrate compliance with this budget.

Proprietary Funds: The City of Webster City maintains different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City of Webster City uses enterprise funds to account for its Electric, Water, and Sewer utilities. Internal service funds are an accounting

device used to accumulate and allocate costs internally among the City of Webster City's various functions. The City of Webster City uses an internal service fund to account for self-insured dental/vision insurance. The internal service fund will be found in the governmental activities.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the electric, water and sewer utilities, all of which are considered major funds of the City of Webster City. Conversely, the internal service fund is combined into a single, aggregated presentation in the proprietary fund financial statements.

Fiduciary Funds: Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City of Webster City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

Notes to the financial statements: The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Government-wide Financial Analysis

The largest portion of the City of Webster City's net position (68%) reflects its investment in capital assets (e.g. Land, Construction in progress, Land improvements, Structures and Improvements, Machinery and equipment, and Infrastructure) less any related debt used to acquire those assets that is still outstanding. The City of Webster City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City of Webster City's investments in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

City of Webster City's Net Position								
	Governmental Activities		Business-type Activities		Total		Component Units	
	6/30/17	6/30/16	6/30/17	6/30/16	6/30/17	6/30/16	6/30/17	6/30/16
Current and other assets	\$15,836,311	\$17,376,852	\$27,037,726	\$25,823,603	\$42,874,037	\$43,200,455	\$3,299,344	\$3,110,122
Capital Assets, net of depreciation	34,686,622	30,209,031	29,964,014	30,608,616	64,650,636	60,817,647	-	-
Total Assets	50,522,933	47,585,883	57,001,740	56,432,219	107,524,673	104,018,102	3,299,344	3,110,122
Deferred Outflows of Resources	1,053,093	390,433	384,678	288,408	1,437,771	678,841	-	-
Current and other liabilities	1,807,217	1,349,394	1,864,834	1,308,850	3,672,051	2,658,244	929	3,492
Non-current liabilities	10,161,697	9,810,796	19,279,832	18,892,655	29,441,529	28,703,451	-	-
Total Liabilities	11,968,914	11,160,190	21,144,666	20,201,505	33,113,580	31,361,695	929	3,492
Deferred Inflows of Resources	4,005,325	3,915,735	68,986	264,778	4,074,311	4,180,513	58,589	56,411
Net Position:								
Investment in Capital Assets	28,991,939	26,518,730	19,779,100	19,683,824	48,771,039	46,202,554	-	-
Restricted	4,205,630	3,531,508	543,256	541,993	4,748,886	4,073,501	-	-
Unrestricted	2,404,218	2,850,153	15,850,410	16,028,527	18,254,628	18,878,680	3,239,826	3,050,219
Total net position	\$35,601,787	\$32,900,391	\$36,172,766	\$36,254,344	\$71,774,553	\$69,154,735	\$3,239,826	\$3,050,219

An additional portion of the City of Webster City's net assets (7)% represents resources that are subject to external restrictions on how they may be used. The remaining balances of unrestricted net position (\$18,254,628) may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the City of Webster City is able to report positive balances in all three categories of net position, for the government as a whole, as well as for its separate business-type activities.

Statement of Activities. The government's net position increased by \$3,166,883 during the fiscal year. Net position in the governmental activities increased by \$3,354,982. The key element in the governmental activity increase is a result of the conservative budgeting and the close monitoring of the expenditures and receipt of street project grants to ensure that the city maintains a strong financial position. Net position in the business type activities decreased by \$188,099.

	City of Webster City's Changes in Net Position				Total		Component Units	
	Governmental Activities 6/30/2017	6/30/2016	Business Type Activities 6/30/2017	6/30/2016	6/30/2017	6/30/2016	6/30/2017	6/30/2016
Revenues								
Program Revenues:								
Charges for Services	\$ 969,844	\$ 857,101	\$15,734,461	\$15,156,096	\$ 16,694,305	\$ 16,013,197	\$ 55,968	\$ 59,963
Operating Grants & Contributions	1,401,396	1,193,661	-	3,554	1,401,396	1,197,215	50,000	50,750
Capital Grants & Contributions	858,168	-	-	-	858,168	-	427,998	-
General Revenues:								
Property Taxes	3,666,460	3,541,950	-	-	3,666,460	3,541,950	56,700	54,008
Other Taxes	852,165	797,151	-	-	852,165	797,151	-	-
Other	1,364,578	422,060	(421,299)	119,665	943,279	541,725	332,355	(72,747)
Total Revenues	9,102,611	6,811,923	15,313,162	15,279,315	24,415,773	22,091,238	923,021	91,974
Expenses:								
Public Safety	1,984,775	2,014,204	-	-	1,984,775	2,014,204	-	-
Public Works	1,833,417	1,865,136	-	-	1,833,417	1,865,136	-	-
Health & Social Services	36,156	35,749	-	-	36,156	35,749	-	-
Culture & Recreation	1,337,132	1,265,633	-	-	1,337,132	1,265,633	-	-
Community & Economic Development	628,873	274,432	-	-	628,873	274,432	-	-
General Government	459,338	240,177	-	-	459,338	240,177	-	-
Interest & Fiscal Charges	169,266	180,791	-	-	169,266	180,791	-	-
Water Utility	-	-	1,771,497	1,692,691	1,771,497	1,692,691	-	-
Sewer Utility	-	-	1,348,195	1,264,095	1,348,195	1,264,095	-	-
Electric Utility	-	-	11,680,241	10,008,639	11,680,241	10,008,639	-	-
Component Units	-	-	-	-	-	-	733,414	350,294
Total Expenses	6,448,957	5,876,122	14,799,933	12,965,425	21,248,890	18,841,547	733,414	350,294
Increase in Position Before Transfers	2,653,654	935,801	513,229	2,313,890	3,166,883	3,249,691	189,607	(258,320)
Transfers	701,328	1,366,033	(701,328)	(1,366,033)	-	-	-	-
Increase in Net Position	3,354,982	2,301,834	(188,099)	947,857	3,166,883	3,249,691	189,607	(258,320)
Net Position -- Beginning (Restated)	32,246,805	30,598,557	36,360,865	35,306,487	68,607,670	65,905,044	3,050,219	3,308,539
Ending Net Position	\$35,601,787	\$ 32,900,391	\$36,172,766	\$36,254,344	\$ 71,774,553	\$ 69,154,735	\$3,239,826	\$3,050,219

Governmental Activities. Governmental activities increased the City of Webster City's net position by \$3,354,982, thereby accounting for all of the total addition in the net position of the City of Webster City. Key elements of this increase were as follows:

Revenues and expenses varied from year to year for both the governmental and business type activities.

- Capital outlay is reported as an expenditure in the fund financial statements but is capitalized in the government-wide financial statements. Some examples of these items are as follows:
 - Purchase of equipment such as police cars.
 - The completion of various Street Improvement Projects.
 - Purchase of land.

The main sources of revenue for the governmental activities are from property taxes, other taxes (including local options sales tax), and grants and contributions. The City of Webster City

received \$3,666,460 in property tax revenue, \$852,165 in other taxes, \$1,401,396 in operating grants and contributions, and \$858,168 in capital grants and contributions.

Business-type Activities. The net position of the business-type activities of the City of Webster City decreased by \$188,099.

The goal of the City of Webster City is to have the revenues exceed the expenses in the Business-type activities. This goal was obtained for all utilities, except for electric system, for the year ending June 30, 2017.

The electric utility is the main function of the City of Webster City Business-type Activities making up 76% of the total revenue. Since most sewer utility usage is based on a per unit water usage, with the exception of industrial sewer, the revenues for these two functions should remain close. Rates are monitored in each of these utilities on an on-going basis to maintain their financial stability.

Financial Analysis of the Government's Funds

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

Governmental Funds. The focus of the City of Webster City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City of Webster City's financing requirements. In particular, unreserved fund balances may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the City of Webster City's governmental funds reported combined ending fund balances of \$8,891,753; with the prior year being \$11,901,923, the decrease for this year was \$3,010,170. Ending fund balance is classified as \$528,989 is nonspendable, \$4,998,090 is restricted, \$1,006,911 is committed, \$394,089 is assigned and \$1,963,674 is unassigned.

Revenues from the City's governmental funds totaled \$8,142,320 with taxes accounting for \$3,756,439 of that amount. Intergovernmental activities, including state and federal grants, represented another \$3,136,185 of the total governmental revenues.

Total expenditures for the governmental funds were \$11,838,052. The six main activities that make up these expenditures are public works \$1,857,167, public safety \$2,102,359, culture and recreation \$1,175,541, community and economic development \$1,445,296, capital projects \$4,191,474 and debt service \$607,364.

The general fund is the chief operating fund of the City of Webster City. At the end of the current fiscal year, unassigned fund balance of the general fund was \$4,130,501. As a measure of the general fund's liquidity, it may be useful to compare both the unassigned fund balance to the total fund expenditures. Unassigned fund balance represents in excess of 100% of the total general fund expenditures.

The fund balance of the City of Webster City's general fund increased by \$83,891 during the current fiscal year, due primarily to transfers in from utility funds.

The debt service fund ended the year with a \$184,111 fund balance. The City intends to reduce this fund balance by reducing future tax levies.

The East Second Street capital project fund balance decreased \$1,494,510 due to project costs. The ending balance is shown as unrestricted for \$(133,344).

The Brewer Creek Estates fund balance decreased \$674,479 due to project costs. The ending balance is shown as unrestricted for \$(1,245,746).

Proprietary Funds. The City of Webster City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Total net position of the electric utility totaled \$18,487,195, the water utility totaled \$10,660,691, and the sewer utility totaled \$7,024,880. The total change in net position for these three funds was \$(828,902), \$170,335, and \$470,468 respectively. Other factors concerning the finances of these three funds have already been addressed in the discussion of the City of Webster City's business-type activities.

Governmental and Proprietary Funds Budgetary Highlights

The City amended their budget one time during fiscal year 2017.

Capital Asset and Debt Administration

Capital Assets. The City of Webster City's investment in capital assets for its governmental and business-type activities as of June 30, 2017, amounts to \$64,650,636 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings, machinery and equipment, infrastructure.

Major capital assets events during the current fiscal year included the following:

- The improvements made to the Waste Water Treatment Plant
- The completion of various Street Improvement Projects.
- The purchase of a new Chevy Impala and Dodge Ram.
- The purchase of land.
- The purchase of Freightliner Sludge Truck.

	Governmental Activities		Business Type Activities		Total	
	6/30/2017	6/30/2016	6/30/2017	6/30/2016	6/30/2017	6/30/2016
Land	\$ 4,886,372	\$ 5,237,650	\$ 524,223	\$ 524,223	\$ 5,410,595	\$ 5,761,873
Structures & Improvements	4,030,440	4,155,829	552,370	1,854,352	4,582,810	6,010,181
Improvements Other Than Structures	16,787,120	16,575,223	25,762,802	26,460,585	42,549,922	43,035,808
Machinery & Equipment	2,570,700	2,161,857	1,797,577	1,571,552	4,368,277	3,733,409
Construction In Progress	6,411,990	2,078,472	1,327,042	197,904	7,739,032	2,276,376
Total	\$ 34,686,622	\$ 30,209,031	\$ 29,964,014	\$ 30,608,616	\$ 64,650,636	\$ 60,817,647

Long-term debt. At the end of the current fiscal year, the City of Webster City had total bonded debt outstanding of \$24,485,248. Of this amount, \$5,040,000 comprises debt backed by the full faith and credit of the government. The remainder of the City of Webster City's debt represents bonds secured solely by specified revenue source (i.e. revenue bonds).

Total outstanding liabilities includes an estimated liability for compensated absences, other post employment benefits and net pension liability. The total estimate for compensated absences is \$545,571 with \$298,827 being for governmental activities and \$246,744 being for business-type activities.

	General Obligation and Revenue Bonds					
	Governmental Activities		Business-type Activities		Total	
	6/30/17	6/30/16	6/30/17	6/30/16	6/30/17	6/30/16
General Obligation Bonds	\$ 5,040,000	\$ 5,425,000	\$ -	\$ -	\$ 5,040,000	\$ 5,425,000
Revenue Bonds	1,865,666	1,914,330	16,672,019	17,486,019	18,537,685	19,400,349
Notes Payable	-	-	907,563	-	907,563	-
Total	\$ 6,905,666	\$ 7,339,330	\$ 16,672,019	\$ 17,486,019	\$ 24,485,248	\$ 24,825,349

The City of Webster City's total long-term liabilities increased by \$753,159 (including notes payable, compensated absences, and net pension liability) during the fiscal year. The reason for the increase is due to the issuance of a note payable totaling \$1,000,000 and increased net pension liability.

State statutes limit the amount of general obligation debt, including tax increment financing. A government entity may issue to 5% of its total assessed valuation. The current debt limit for the City of Webster City is approximately \$16,932,000. With the General Obligation Debt being \$5,040,000 and the Tax Increment Debt being \$1,865,666, the City of Webster City is at 41% of the debt limit.

Economic Factors and Next Year's Budgets and Rates

- City contribution rates for Municipal Police and Fire Retirement System of Iowa decreased from 27.77% for FY16 to 25.92% for FY17.
- City contribution rates for Iowa Public Employees Retirement System of Iowa will remain the same at 8.93% in the regular class and 9.84% in the protection class in the FY17.
- The local option sales tax money is used by the City for infrastructure improvements which have included the water and sewer distribution as well as the paving of the roads. The water fund will now be used to pay for the water distribution portions of the Annual Street Improvement Project as well as other water distribution projects throughout the City.
- The City continues to work hard to bring new businesses and jobs to our community as well as help existing businesses grow and expand. We are seeing positive results from these efforts which include several new TIF Development Agreements within the past few years. They include WCF Financial Bank, Shopko, 3DK Enterprises, Fareway and Webster City Custom Meats. These businesses either built new or made substantial improvements to increase assessed value on their existing buildings.
- In FY17 the City loaned Mary Ann's Specialty Foods \$500,000 from their revolving loan fund as well as \$1,360,000 to Van Diest Medical Clinic from a USDA pass through loan and grant. Vero Blue purchased the building at West Second Street formerly housed by Beam Industries as well as the former Kenco Building on Des Moines Street.

- The City is optimistic about seeing more residents in Webster City with economic development in surrounding areas including Fort Dodge and Prestage Farms in Wright County. The housing shortage is being addressed by the purchase of land in the Brewer Creek Estates area with infrastructure engineering on the development close to being ready to bid contractors.
- The Unemployment rate in Webster City is shown as 3% as of January 2017. The rate had been 12.1% in 2011 but has gradually reduced over the past few years according to homefacts.com. Webster City currently has over 125 available jobs in the immediate area.

These factors, if known, were considered in doing the City of Webster City 2017/2018 Budget.

Request for Information

This financial report is designed to provide a general overview of the City of Webster City's finances for all those with an interest in the government's finances. For questions concerning any of the information provided in this report or requests for additional financial information, please feel free to contact the City of Webster City, Finance Director, 400 Second Street, PO Box 217, Webster City, IA 50595.

CITY OF WEBSTER CITY, IOWA
STATEMENT OF NET POSITION
June 30, 2017

	Primary Government			Component Units	
	Governmental	Business-Type	Total	Webster City	Fuller
	Activities	Activities		Airport Commission	Trust
ASSETS					
Cash and Cash Equivalents	\$ 9,280,768	\$ 5,182,236	\$14,463,004	\$ 374,252	\$ 121,935
Investments	3,800,000	6,200,000	10,000,000	-	2,713,236
Receivables (Net, where applicable, of allowance for uncollectibles)					
Accounts	80,432	1,175,765	1,256,197	2,460	200
Taxes	36,325	-	36,325	598	-
Subsequent Year Taxes	3,821,318	-	3,821,318	58,589	-
Accrued Interest	12,387	29,728	42,115	-	-
Notes Receivable	935,063	7,170,544	8,105,607	-	-
Internal Balances	(2,563,992)	2,563,992	-	-	-
Due from Other Governmental Agencies	211,302	4,450	216,752	28,074	-
Inventories	90,437	1,000,862	1,091,299	-	-
Prepaid Assets	132,271	86,360	218,631	-	-
Land Held for Resale	-	1,546,066	1,546,066	-	-
Restricted Assets:					
Cash and Cash Equivalents	-	549,747	549,747	-	-
Investments	-	1,527,976	1,527,976	-	-
Land	4,886,372	524,223	5,410,595	-	-
Construction in Progress	6,411,990	1,327,042	7,739,032	-	-
Infrastructure, Property and Equipment, Net of Accumulated Depreciation	23,388,260	28,112,749	51,501,009	-	-
Total Assets	60,522,933	57,001,740	107,524,673	463,973	2,835,371
Deferred Outflows of Resources					
Pension related deferred outflows	1,053,093	384,678	1,437,771	-	-
LIABILITIES					
Accounts Payable	1,666,868	1,432,874	3,099,742	929	-
Accrued Wages	44,874	17,500	62,374	-	-
Other Accrued Expenses	66,143	2,395	70,538	-	-
Customer Deposits	-	288,558	288,558	-	-
Claims Incurred But Not Reported	14,000	-	14,000	-	-
Accrued Interest Payable	13,332	-	13,332	-	-
Payables from Restricted Assets:					
Accrued Revenue Bond Interest	-	123,507	123,507	-	-
Noncurrent Liabilities:					
Due within one year:					
Revenue Bonds Payable	-	839,000	839,000	-	-
General Obligation Bonds	385,000	-	385,000	-	-
Notes Payable	-	100,840	100,840	-	-
Compensated Absences and Benefits	158,378	136,108	294,486	-	-
Due in more than one year:					
Revenue Bonds Payable	1,865,666	15,836,863	17,702,529	-	-
General Obligation Bonds	4,761,199	-	4,761,199	-	-
Notes Payable	-	806,723	806,723	-	-
Other Post Employment Benefits	51,530	40,750	92,280	-	-
Compensated Absences and Benefits	140,449	110,636	251,085	-	-
Net pension liability	2,799,475	1,408,912	4,208,387	-	-
Total Liabilities	11,968,914	21,144,666	33,113,580	929	-
Deferred Inflows of Resources					
Unavailable Revenue - Subsequent Year					
Property Taxes	3,821,318	-	3,821,318	58,589	-
Pension related deferred inflows	184,007	68,986	252,993	-	-
Total Deferred Inflows of Resources	4,005,325	68,986	4,074,311	58,589	-
NET POSITION					
Net Investment in Capital Assets	28,991,939	19,779,100	48,771,039	-	-
Restricted for:					
Debt Service	188,545	543,256	731,801	-	-
Specific Tax Levies	528,635	-	528,635	-	-
Streets	3,017,229	-	3,017,229	-	-
Economic Development Activities	38,989	-	38,989	-	-
Capital Projects	2,795	-	2,795	-	-
Endowments:					
Nonexpendable	429,437	-	429,437	-	-
Unrestricted	2,404,218	15,850,410	18,254,628	404,455	2,835,371
Total Net Position	\$ 35,601,787	\$ 36,172,766	\$71,774,553	\$ 404,455	\$2,835,371

See Accompanying Notes to Financial Statements

CITY OF WEBSTER CITY, IOWA
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2017

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
Governmental Activities:				
Public Safety	\$ 1,984,775	\$ 53,339	\$ 1,515	\$ 3,494
Public Works	1,833,417	271,106	1,031,288	-
Health and Social Services	36,156	-	-	-
Culture and Recreation	1,337,132	336,939	6,001	16,473
Community and Economic Development	628,873	171,335	362,592	200
General Government	459,338	127,125	-	100,000
Capital Projects	-	-	-	738,001
Debt Service	169,266	-	-	-
Total governmental activities	<u>6,448,957</u>	<u>959,844</u>	<u>1,401,396</u>	<u>858,168</u>
Business-Type Activities:				
Water System	1,771,497	1,878,889	-	-
Sewer System	1,348,195	1,822,613	-	-
Electric System	11,680,241	12,032,959	-	-
Total Business-Type Activities:	<u>14,799,933</u>	<u>15,734,461</u>	<u>-</u>	<u>-</u>
Total Primary Government	<u>\$ 21,248,890</u>	<u>\$ 16,694,305</u>	<u>\$ 1,401,396</u>	<u>\$ 858,168</u>
Component Unit:				
Webster City Airport Commission	<u>\$ 502,705</u>	<u>\$ 51,068</u>	<u>50,000</u>	<u>\$ 427,998</u>
Fuller Trust	<u>\$ 230,709</u>	<u>\$ 4,900</u>	<u>\$ -</u>	<u>\$ -</u>

General Revenues:
Property Taxes
Local Option Sales Tax
Hotel/Motel Taxes
Commerical/Industrial Tax Replacement
Interest and Investment Gains and Losses
Contribution of Property
Gain on Disposition of Assets
Miscellaneous
Interfund Transfers
Total general revenues and transfers
Change in net position

Net Position - beginning
Prior Period Adjustment
Net Position - beginning, as restated
Net Position- ending

Net (Expense) Revenue and Changes in Net Position				
Governmental Activities	Business-Type Activities	Total	Component Unit	
			Webster City Airport Commission	Fuller Trust
\$ (1,926,427)		\$ (1,926,427)		
(531,023)		(531,023)		
(36,156)		(36,156)		
(977,719)		(977,719)		
(94,746)		(94,746)		
(232,213)		(232,213)		
738,001		738,001		
(169,266)		(169,266)		
<u>(3,229,549)</u>		<u>(3,229,549)</u>		
	\$ 107,392	107,392		
	474,418	474,418		
	<u>352,718</u>	<u>352,718</u>		
	<u>934,528</u>	<u>934,528</u>		
<u>(3,229,549)</u>	<u>934,528</u>	<u>(2,295,021)</u>		
			\$ 26,361	\$ (225,809)
3,666,460	-	3,666,460	56,700	-
762,186	-	762,186	-	-
89,979	-	89,979	-	-
107,655	-	107,655	-	-
41,794	174,799	216,593	962	327,386
897,247	282,025	1,179,272	-	-
3,278	(888,215)	(884,937)	-	-
314,604	10,092	324,696	4,007	-
701,328	(701,328)	-	-	-
<u>6,584,531</u>	<u>(1,122,627)</u>	<u>5,461,904</u>	<u>61,669</u>	<u>327,386</u>
<u>3,354,982</u>	<u>(188,099)</u>	<u>3,166,883</u>	<u>88,030</u>	<u>101,577</u>
32,900,391	36,254,344	69,154,735	316,425	2,733,794
(653,586)	106,521	(547,065)	-	-
<u>32,246,805</u>	<u>36,360,865</u>	<u>68,607,670</u>	<u>316,425</u>	<u>2,733,794</u>
<u>\$ 35,601,787</u>	<u>\$ 36,172,766</u>	<u>\$ 71,774,553</u>	<u>\$ 404,455</u>	<u>\$ 2,835,371</u>

See Accompanying Notes to Financial Statements

CITY OF WEBSTER CITY, IOWA
BALANCE SHEET
Governmental Funds
June 30, 2017

	General	Debt Service Fund	Capital Projects		Other Governmental Funds	Total Governmental Funds
			East Second Street	Brewer Creek Estates		
Assets						
Cash and Cash Equivalents	\$ 2,052,468	\$ 178,969	\$ 83,978	\$ 1,111,876	\$ 5,384,439	\$ 8,811,530
Investments	2,300,000	-	-	-	1,500,000	3,800,000
Receivables (Net, where applicable, of allowance for uncollectibles)						
Accounts	67,303	-	-	-	13,129	80,432
Taxes	19,587	5,142	-	-	11,616	36,325
Subsequent Year Taxes	1,928,356	491,449	-	-	1,401,513	3,821,318
Accrued Interest	6,964	-	-	-	6,423	12,387
Notes Receivable	-	-	-	-	935,063	935,063
Due from Other Funds	-	-	-	691,935	301,375	993,310
Due from Other Governmental Agencies	-	-	45,100	-	166,202	211,302
Inventories	22,103	-	-	-	68,334	90,437
Prepaid Assets	9,115	-	-	-	-	9,115
Total Assets	6,404,876	675,560	129,078	1,803,611	9,788,094	18,801,219
Liabilities						
Accounts Payable	190,143	-	262,422	576,507	437,478	1,466,550
Accrued Wages	42,041	-	-	-	2,833	44,874
Other Accrued Expenses	68,143	-	-	-	-	68,143
Due to Other Funds	-	-	-	2,472,850	1,084,452	3,557,302
Total Liabilities	300,327	-	262,422	3,049,357	1,524,763	5,136,869
Deferred Inflows of Resources						
Unavailable Revenue - Subsequent Year Property Taxes	1,928,356	491,449	-	-	1,401,513	3,821,318
Unavailable Revenue - Other	14,474	-	-	-	936,805	951,279
Total Deferred Inflows of Resources	1,942,830	491,449	-	-	2,338,318	4,772,597
Fund Balances						
Non-Spendable:						
Inventories	22,103	-	-	-	68,334	90,437
Prepaid Expenses	9,115	-	-	-	-	9,115
Permanent Fund	-	-	-	-	429,437	429,437
Restricted:						
Specific Tax Levy	-	184,111	-	-	528,635	712,746
Streets	-	-	-	-	2,948,895	2,948,895
Capital Projects	-	-	-	-	1,301,724	1,301,724
Economic Development Activities	-	-	-	-	34,725	34,725
Committed:						
Police Activities	-	-	-	-	4,953	4,953
Economic Development Activities	-	-	-	-	989,181	989,181
Community Development Activities	-	-	-	-	12,777	12,777
Specific Purposes	-	-	-	-	-	-
Assigned:						
Capital Projects	-	-	-	-	394,089	394,089
Unassigned	4,130,501	-	(133,344)	(1,245,746)	(787,737)	1,963,674
Total Fund Balances	4,161,719	184,111	(133,344)	(1,245,746)	5,925,013	8,891,753
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 6,404,876	\$ 675,560	\$ 129,078	\$ 1,803,611	\$ 9,788,094	\$ 18,801,219

CITY OF WEBSTER CITY, IOWA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
June 30, 2017

Amounts reported for Governmental Activities in the Statement of Net Position are different because:

Total Fund Balance - Governmental Funds (page 15)	\$ 8,891,753
---	--------------

Infrastructure, property, equipment and land held for resale used in governmental activities are not financial resources and, therefore, are not reported in the funds.	34,686,622
---	------------

Internal service funds are used by management to fund and maintain the City's medical/flex costs provided to user departments and are included in the statement of net position.	203,390
--	---------

Assets such as notes receivables and property taxes are not available to pay for current period expenditures and therefore are deferred in the funds.	951,279
---	---------

Prepaid expenses are reported in the governmental activities but are not reported in the funds as they do not provide current economic resources.	123,156
---	---------

Accrued interest expense from the balance sheet that require current financial resources from governmental activities.	(13,332)
--	----------

Pension related deferred outflows of resources and deferred inflows of resources are not due and payable in the current year and, therefore, are not reported in the governmental funds, as follows:

Deferred outflows of resources	\$ 1,053,093	
Deferred inflows of resources	<u>(184,007)</u>	869,086

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

General Obligation Bonds	\$ (5,146,199)	
Revenue Bonds	(1,865,666)	
Compensated Absences	(298,827)	
Net Pension Liabilities	<u>(2,799,475)</u>	(10,110,167)

Total Net Position - Governmental Activities (page 12)	<u><u>\$ 35,601,787</u></u>
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CITY OF WEBSTER CITY, IOWA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
Governmental Funds
For the Year Ended June 30, 2017

	General	Debt Service Fund	Capital Projects		Other Governmental Funds	Total Governmental Funds
			East Second Street	Brewer Creek Estates		
Revenue:						
Taxes	\$ 1,945,122	\$ 496,957	\$ -	\$ -	\$ 1,314,360	\$ 3,756,439
Licenses and Permits	175,598	-	-	-	-	175,598
Intergovernmental Revenue	188,216	14,611	738,002	-	2,195,356	3,136,185
Charges for Services	478,549	-	-	-	3,575	482,124
Fines and Forfeits	12,881	-	-	-	-	12,881
Contributions	5,916	-	-	-	19,573	25,489
Refunds/Reimbursements	45,171	117,930	-	-	43,500	206,601
Revenue from Use of Property	167,920	-	-	-	-	167,920
Interest on Investments	20,920	366	-	34	17,997	39,317
Miscellaneous	98,913	-	-	-	40,853	139,766
Total Revenue	3,139,206	629,864	738,002	34	3,635,214	8,142,320
Expenditures:						
Public Safety	1,486,011	-	-	-	616,348	2,102,359
Public Works	558,331	-	-	581,025	717,811	1,857,167
Health and Social Services	36,156	-	-	-	-	36,156
Culture and Recreation	1,008,984	-	-	-	166,557	1,175,541
Community and Economic Development	369,851	-	-	-	1,075,445	1,445,296
General Government	350,440	-	-	-	72,255	422,695
Capital Projects	-	-	2,695,513	93,488	1,402,473	4,191,474
Debt Service	-	607,364	-	-	-	607,364
Total Expenditures	3,809,773	607,364	2,695,513	674,513	4,050,889	11,838,052
Excess (deficiency) of revenues over expenditures	(670,567)	22,500	(1,957,511)	(674,479)	(415,675)	(3,695,732)
Other financing sources (uses):						
Proceeds from Sale of Capital Equipment	12,057	-	-	-	-	12,057
Transfers In	802,401	-	463,001	-	575,715	1,841,117
Transfers Out	(60,000)	-	-	-	(1,001,092)	(1,061,092)
Total other financing sources (uses)	754,458	-	463,001	-	(425,377)	792,082
Net Change in Fund Balance	83,891	22,500	(1,494,510)	(674,479)	(841,052)	(2,903,650)
Fund balances - beginning of year	4,077,828	161,611	1,361,166	(539,747)	6,841,065	11,901,923
Prior Period Adjustment	-	-	-	(31,520)	(75,000)	(106,520)
Fund balances - beginning of year (as restated)	4,077,828	161,611	1,361,166	(571,267)	6,766,065	11,795,403
Fund balances - end of year	\$ 4,161,719	\$ 184,111	\$ (133,344)	\$ (1,245,746)	\$ 5,925,013	\$ 8,891,753

CITY OF WEBSTER CITY, IOWA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2017

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

Net change in fund balances - total governmental funds (page 17) \$ (2,903,650)

Governmental funds report capital outlays, including infrastructure, as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. Depreciation expense exceeded capital outlays in the current year as follows:

Expenditures for capital assets	\$ 5,122,967	
Contribution & donation of capital assets	897,247	
Depreciation expense	(986,777)	5,033,437

Governmental funds report the proceeds from the sale of capital assets as revenue whereas the statement of activities reports the gain or loss on the disposal of capital assets. This is the effect on the change in net position on the statement of activities.

(8,779)

The effect of the change in prepaid insurance which is not reported in the governmental funds as it is not available to provide current financial resources.

(36,836)

Governmental funds report economic development notes receivable and property taxes as revenue when it becomes available, but the statement of activities includes these assets as revenue when originally issued.

831,035

Accrued interest expense reported in the Statement of Activities does not require the use of current financial resources and, therefore, is not reported as expenditures in the governmental funds.

(5,250)

The effect of bond premiums and discounts are shown in the governmental funds when new debt is issued, whereas, these amounts are deferred and amortized in the Statement of Activities.

9,684

Governmental funds do not reflect the change in accrued compensated absences as it does not consume current financial resources. The Statement of Activities reflects the change in accrued compensated absences through expenditures.

15,881

Internal service funds are used by management to fund and maintain the City's insurance policies provided to user departments and are included in the statement of net position. The net revenue of the internal service funds is reported with governmental activities.

39,378

Pension 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.

(53,582)

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. The amount by which payments exceeded proceeds in the current year is as follows:

Repayments of long-term debt	433,664	433,664
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Change in net position of governmental activities (page 14)

\$ 3,354,982

CITY OF WEBSTER CITY, IOWA
COMBINING STATEMENT OF NET POSITION
Proprietary Funds
June 30, 2017

June 30, 2017

	Business Type Activities				Governmental Activities
	Water System	Sewer System	Electric System	Total	Internal Service
ASSETS					
Current Assets					
Cash and Cash Equivalents	\$ 349,523	\$ 1,097,185	\$ 3,735,528	\$ 5,182,236	\$ 469,238
Investments	1,600,000	300,000	4,300,000	6,200,000	-
Receivables (Net, where applicable, of allowance for uncollectibles)					
Accounts	184,007	162,748	829,010	1,175,765	-
Accrued Interest	3,752	766	25,210	29,728	-
Notes Receivable	-	-	7,170,544	7,170,544	-
Due from Other Funds	-	70,706	2,493,286	2,563,992	-
Due from Other Governmental Agencies	4,450	-	-	4,450	-
Inventories	120,029	38,383	842,450	1,000,862	-
Prepaid Assets	25,626	13,803	46,931	86,360	-
Land Held for Resale	-	-	1,546,066	1,546,066	-
Restricted Assets:					
Cash and Cash Equivalents	227,069	322,678	-	549,747	-
Investments	-	-	1,527,976	1,527,976	-
Total Current Assets	2,514,456	2,006,269	22,517,001	27,037,726	469,238
Noncurrent Assets					
Land	260,885	38,903	224,435	524,223	-
Construction In Progress	329,622	805,986	191,434	1,327,042	-
Infrastructure, Property and Equipment, Net of Accumulated Depreciation	10,473,904	5,661,355	11,977,490	28,112,749	-
Total Noncurrent Assets	11,064,411	6,506,244	12,393,359	29,964,014	-
Total Assets	13,578,867	8,512,513	34,910,360	57,001,740	469,238
Deferred Outflows of Resources					
Pension related deferred outflows	97,656	85,355	201,667	384,678	-
LIABILITIES					
Current Liabilities					
Accounts Payable	63,351	389,023	980,500	1,432,874	200,318
Accrued Wages	4,079	3,676	9,745	17,500	-
Other Accrued Expenses	-	-	2,395	2,395	-
Customer Deposits	-	-	288,558	288,558	-
Claims Incurred But Not Reported	-	-	-	-	14,000
Payables from Restricted Assets:					
Accrued Revenue Bond Interest	5,336	1,155	117,016	123,507	-
Total Current Liabilities	72,766	393,854	1,398,214	1,864,834	214,318
Noncurrent Liabilities:					
Due within one year:					
Revenue Bonds Payable	145,000	254,000	440,000	839,000	-
Compensated Absences and Benefits	30,228	26,450	78,430	136,108	-
Notes Payable	-	-	100,840	100,840	-
Due in more than one year:					
Revenue Bonds Payable	2,360,000	538,000	12,938,863	15,836,863	-
Notes Payable	-	-	806,723	806,723	-
Other Post Employment Benefits	10,227	9,180	21,343	40,750	51,530
Compensated Absences and Benefits	22,426	23,577	64,633	110,636	-
Net pension liability	357,672	312,620	738,620	1,408,912	-
Total Noncurrent Liabilities	2,925,553	1,163,827	15,190,452	19,279,832	51,530
Total Liabilities	2,998,319	1,557,681	16,588,666	21,144,666	265,848
Deferred Inflows of Resources					
Pension related deferred inflows	17,513	15,307	36,166	68,986	-
NET POSITION					
Net Investment in Capital Assets	8,553,586	5,683,042	5,542,472	19,779,100	-
Restricted for:					
Debt Service	221,733	321,523	-	543,256	-
Unrestricted	1,885,372	1,020,315	12,944,723	15,850,410	203,390
Total Net Position	\$10,660,691	\$7,024,880	\$ 18,487,195	\$36,172,766	\$ 203,390

See Accompanying Notes to Financial Statements

CITY OF WEBSTER CITY, IOWA
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
Proprietary Funds
For the Year Ended June 30, 2017

	Business Type Activities	
	Water System	Sewer System
Operating Revenues:		
Charges for Services	\$ 1,836,029	\$ 1,807,786
Miscellaneous	42,860	14,827
Total Operating Revenue	<u>1,878,889</u>	<u>1,822,613</u>
Operating Expenses:		
Operating and Maintenance	1,299,198	1,017,311
Depreciation	406,603	313,110
Total Operating Expenses	<u>1,705,801</u>	<u>1,330,421</u>
Operating Income (Loss)	173,088	492,192
Non-Operating Income (Expense):		
Interest Income	12,968	6,202
Gain (Loss) on Disposition of Property	(9,420)	(21,440)
Revenue from Use of Property	-	-
Interest Expense	(65,696)	(17,774)
Total Non-Operating Income (Expenses)	<u>(62,148)</u>	<u>(33,012)</u>
Income (Loss) before Contributions and Transfers	110,940	459,180
Other Financing Sources (Uses)		
Contributed Capital Revenue	162,927	134,275
Transfers (Out)	(103,532)	(122,987)
Total Other Financing Sources (Uses)	<u>59,395</u>	<u>11,288</u>
Change in Net Position	170,335	470,468
Net Position- Beginning	10,490,356	6,479,412
Prior Period Adjustment	-	75,000
Net Position - Beginning, as Restated	<u>10,490,356</u>	<u>6,554,412</u>
Net Postion - Ending	<u>\$ 10,660,691</u>	<u>\$ 7,024,880</u>

See Accompanying Notes to Financial Statements

Business Type Activities			Governmental Activities	
Electric System	Total		Internal Service	
\$ 10,488,351	\$ 14,132,166		\$ -	
1,544,608	1,602,295		45,290	
12,032,959	15,734,461		45,290	
10,333,682	12,650,191		5,912	
646,636	1,366,349		-	
10,980,318	14,016,540		5,912	
1,052,641	1,717,921		39,378	
155,629	174,799		-	
(857,355)	(888,215)		-	
10,092	10,092		-	
(699,923)	(783,393)		-	
(1,391,557)	(1,486,717)		-	
(338,916)	231,204		39,378	
63,520	360,722		-	
(553,506)	(780,025)		-	
(489,986)	(419,303)		-	
(828,902)	(188,099)		39,378	
19,284,576	36,254,344		164,012	
31,521	106,521		-	
19,316,097	36,360,865		164,012	
\$ 18,487,195	\$ 36,172,766		\$ 203,390	

See Accompanying Notes to Financial Statements

CITY OF WEBSTER CITY, IOWA
COMBINING STATEMENT OF CASH FLOWS
Proprietary Funds
For the Year Ended June 30, 2017

	Business Type Activities	
	Water System	Sewer System
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash Received from Customers	\$ 1,861,920	\$ 1,828,241
Cash Paid to Suppliers for Goods and Services	(775,767)	(583,984)
Cash Paid to Employees for Services	(472,027)	(422,303)
Other Nonoperating Income	-	-
Net Cash Provided (Used) by Operating Activities	<u>614,126</u>	<u>821,954</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Acquisition and Construction of Capital Assets	(627,750)	(521,281)
Proceeds from Sale of Capital Assets	4,450	-
Proceeds from Notes	-	-
Increase in Notes Receivable	-	-
Principal Paid on Notes and Bonds	(140,000)	(244,000)
Interest Paid on Notes and Bonds	(65,847)	(18,130)
Net Cash (Used) for Capital and Related Financing Activities	<u>(829,147)</u>	<u>(783,411)</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:		
Transfers to Other Funds	(103,532)	(118,693)
Due From (To) Other Funds	-	-
Net Cash Provided (Used) for Non-Capital Financing Activities	<u>(103,532)</u>	<u>(118,693)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from Sale of Investments	-	-
Purchase of Investments	(200,000)	(100,000)
Interest and Dividends on Investments	14,033	6,127
Net Cash (Used) for Investing Activities	<u>(185,967)</u>	<u>(93,873)</u>
Net (Decrease) in Cash and Cash Equivalents	(504,520)	(174,023)
Cash and Cash Equivalents at Beginning of Year	<u>1,081,112</u>	<u>1,593,886</u>
Cash and Cash Equivalents at End of Year	<u>\$ 576,592</u>	<u>\$ 1,419,863</u>
Cash and Cash Equivalents:		
Unrestricted	\$ 349,523	\$ 1,097,185
Restricted	227,069	322,678
	<u>\$ 576,592</u>	<u>\$ 1,419,863</u>

See Accompanying Notes to Financial Statements

Business Type Activities		Governmental
Electric System	Total	Activities Internal Service
\$ 12,024,783	\$ 15,714,944	\$ -
(9,127,135)	(10,486,886)	(106,909)
(982,478)	(1,876,808)	-
10,092	10,092	-
<u>1,925,262</u>	<u>3,361,342</u>	<u>(106,909)</u>
(178,772)	(1,327,803)	-
500,000	504,450	-
1,000,000	1,000,000	-
(907,564)	(907,564)	-
(522,437)	(906,437)	-
(706,932)	(790,909)	-
<u>(815,705)</u>	<u>(2,428,263)</u>	<u>-</u>
(553,506)	(775,731)	-
<u>(1,810,822)</u>	<u>(1,810,822)</u>	<u>-</u>
<u>(2,364,328)</u>	<u>(2,586,553)</u>	<u>-</u>
529,829	529,829	-
(1,200,000)	(1,500,000)	-
148,410	168,570	-
<u>(521,761)</u>	<u>(801,601)</u>	<u>-</u>
(1,776,532)	(2,455,075)	(106,909)
<u>5,516,060</u>	<u>8,191,058</u>	<u>576,147</u>
<u>\$ 3,739,528</u>	<u>\$ 5,735,983</u>	<u>\$ 469,238</u>
\$ 3,735,528	\$ 5,182,236	\$ 469,238
-	549,747	-
<u>\$ 3,735,528</u>	<u>\$ 5,731,983</u>	<u>\$ 469,238</u>

(Continued)

CITY OF WEBSTER CITY, IOWA
COMBINING STATEMENT OF CASH FLOWS (Continued)
Proprietary Funds
For the Year Ended June 30, 2017

	Business Type Activities	
	Water System	Sewer System
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities		
Operating Income	\$ 173,088	\$ 492,192
Adjustments to Reconcile Net Operating Income to Net Cash Provided (Used) by Operating Activities:		
Depreciation	406,603	313,110
Miscellaneous Non-Cash Expense	16,608	-
(Increase) Decrease in Assets:		
Accounts Receivable	(16,969)	5,627
Prepaid Expenses	3,645	3,310
Inventories	(14,542)	(5,572)
Deferred outflows of resources	(25,764)	(22,002)
Increase (Decrease) in Liabilities		
Accounts Payable	34,415	7,048
Accrued Wages	3,912	3,732
Other Accruals	-	-
Net pension liability	78,234	65,041
Deferred inflows of resources	(46,414)	(41,853)
Customer Deposits	-	-
Other Post Employment Benefits	1,310	1,321
Total Adjustments	441,038	329,762
Net Cash Provided (Used) by Operating Activities	\$ 614,126	\$ 821,954

Business Type Activities		Governmental
Electric		Activities
Utility	Total	Internal
		Service
<hr/>		
\$ 1,052,641	\$ 1,717,921	\$ 39,378
<hr/>		
646,636	1,366,349	-
10,092	26,700	-
(42,398)	(53,740)	-
5,163	12,118	-
68,040	47,926	-
(48,504)	(96,270)	-
157,284	198,747	(152,202)
16,069	23,713	-
(434)	(434)	-
131,214	274,489	-
(107,525)	(195,792)	-
34,229	34,229	-
2,755	5,386	5,915
872,621	1,643,421	(146,287)
\$ 1,925,262	\$ 3,361,342	\$ (106,909)

See Accompanying Notes to Financial Statements

CITY OF WEBSTER CITY, IOWA
COMBINED STATEMENT OF FIDUCIARY NET POSITION
Fiduciary Funds
June 30, 2017

	<u>Agency Fund</u>	<u>Private Purpose</u>	
	<u>B.L.U.E</u>	<u>Trust Fund</u>	<u>Totals</u>
ASSETS			
Cash and Cash Equivalents	\$ 1,832	\$ 16,645	\$ 18,477
Total Assets	<u>1,832</u>	<u>16,645</u>	<u>18,477</u>
LIABILITIES			
Due to Other	<u>1,832</u>	-	<u>1,832</u>
Total Liabilities	<u>1,832</u>	<u>-</u>	<u>1,832</u>
NET POSITION			
Restricted	-	16,645	16,645
Total Net Position	<u>\$ -</u>	<u>\$ 16,645</u>	<u>\$ 16,645</u>

See Accompanying Notes to Financial Statements

CITY OF WEBSTER CITY, IOWA
COMBINED STATEMENT OF CHANGES IN NET POSITION
Fiduciary Funds
For the Year Ended June 30, 2017

	Totals
Additions	
Interest Income	\$ 71
Miscellaneous	<u>5,469</u>
Total Additions	<u>5,540</u>
Deductions	
Culture and Recreation	<u>16,003</u>
Total Deductions	<u>16,003</u>
Changes in Net Position	(10,463)
Net Position Beginning of Year	<u>27,108</u>
Net Position End of Year	<u><u>\$ 16,645</u></u>

CITY OF WEBSTER CITY, IOWA
Notes to Financial Statements
June 30, 2017

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Webster City, Iowa is a political subdivision of the State of Iowa located in Hamilton County, and was incorporated in 1874, under the laws of the State of Iowa, later amended in 1974 under the Home Rule City Act. The City operates under a Council-Manager form of government with the council members elected on a non-partisan basis and administers the following functions as authorized by its charter: public safety, public works, health and social services, culture and recreation, community and economic development and general government services. The City also has municipal water, sewer, and electric utility systems, which are governed by the City Council.

The City's financial statements have been prepared in conformity with U.S. generally accepted accounting principles (GAAP) as prescribed by the Governmental Accounting Standards Board.

A. Reporting Entity

For financial reporting purposes, the City of Webster City, Iowa, has included all funds, organizations, agencies, boards, commissions and authorities. The City has also considered all potential component units for which it is financially accountable, and other organizations for which the nature and significance of their relationship with the City are such that exclusion would cause the City's financial statements to be misleading or incomplete. The Governmental Accounting Standards Board has set forth criteria to be considered in determining financial accountability. These criteria include appointing a voting majority of an organization's governing body, and (1) the ability of the City to impose its will on that organization or (2) the potential for the organization to provide specific benefits to, or impose specific financial burdens on the City.

These financial statements present the City of Webster City, Iowa (the primary government) and its component units. The component units discussed below are included in the City's reporting entity because of the significance of its operational or financial relationship with the City.

Discretely Presented Component Units

Webster City Airport Commission

The government-wide financial statements include the Webster City Airport Commission ("airport commission") as a component unit. The airport commission is a legally separate organization. The board of the airport commission is appointed by the Webster City City Council. Iowa Statutes provide for circumstances whereby the City can impose their will on the airport commission. The airport commission can create a potential financial benefit to or burden on the City. As a component unit, the airport commission's financial statements have been presented as a discrete column in the financial statements. The information presented is for the fiscal year ended June 30, 2017. Separate financial statements are not issued for the Webster City Airport Commission.

Fuller Trust

The government-wide financial statements include the Fuller Trust as a component unit.

CITY OF WEBSTER CITY, IOWA
Notes to Financial Statements
June 30, 2017

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The Fuller Trust is a legally separate organization. The board of Fuller Trust is elected by the general public and can provide a financial benefit or burden to the City. As a component unit, the Fuller Trust's financial statements have been presented as a discrete column in the financial statements. The information presented is for the fiscal year ended June 30, 2017. Separate financial statements are not issued for the Fuller Trust.

Jointly Governed Organizations - The City also participates in several jointly governed organizations for which the City is not financially accountable or that the nature and significance of the relationship with the City are such that exclusion does not cause the City's financial statements to be misleading or incomplete. City officials are members of the following Boards and Commissions: Hamilton County Assessors' Conference Board, Hamilton County Emergency Management Commission, and Hamilton County Joint E911 Service Board.

B. Basis of Presentation

Government-wide Financial Statements – 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. Governmental activities, which are supported by property tax, intergovernmental revenues, and other nonexchange revenues are reported separately from business type activities, which rely to a significant extent on fees and charges for services. The City's general, special revenue, debt service, capital projects and permanent funds are classified as governmental activities. The City's Medical/Flex internal service fund is also classified as a governmental-type activity.

The Statement of Net Position presents the City's nonfiduciary assets and liabilities, with the difference reported as net position. Net position is reported in three categories.

Net investment in capital assets consists of capital assets, net of accumulated depreciation and reduced by outstanding balances for bonds, notes and other debt attributable to the acquisition, construction or improvement of those assets.

Restricted net position results when constraints placed on net position use are either externally imposed or imposed by law through constitutional provisions or enabling legislation. The City first uses restricted resources when an expense is incurred for purposes for which both restricted and unrestricted assets are available.

Unrestricted net position consists of net position not meeting the definition of the two preceding categories. Unrestricted net position often has constraints on resources imposed by management which can be removed or modified.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those clearly identifiable with a specific function. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given

CITY OF WEBSTER CITY, IOWA
Notes to Financial Statements
June 30, 2017

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

function and 2) grants, contributions and interest restricted to meeting the operational or capital requirements of a particular function. Property tax and other items not properly included among program revenues are reported instead as general revenues.

The City does not allocate indirect costs. Certain expenses of the City are accounted for through the internal service fund on a cost-reimbursement basis.

This government-wide focus is more on the sustainability of the City as an entity and the change in the City's net position resulting from the current year activities.

Fund Financial Statements – Separate financial statements are provided for governmental and proprietary funds. Major individual governmental and proprietary funds are reported as separate columns in the fund financial statements. All remaining governmental funds are aggregated and reported as nonmajor governmental funds.

The City reports the following major governmental funds:

- 1) General Fund – The General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund. The sources of revenue include property taxes, charges for services, fines and fees, licenses and permits, as well as state and federal grants. The expenditures of the General Fund relate to general administration, police and fire protection, maintenance of public streets, economic development, and culture and recreation.
- 2) Debt Service Fund - Accounts for the accumulation of resources for and the payment of general obligation debt principal, interest and related costs.
- 3) Capital Project – The East Second Street Fund is used to account for all resources used for the capital project. The Brewer Creek Estates Fund is used to account for costs and resources for residential development.

The City reports the following major proprietary (enterprise) funds:

The Water Utility is used to account for the operation and maintenance of the City's water system.

The Sewer Utility is used to account for the operation and maintenance of the City's sewer system.

The Electric Utility is used to account for the operation and maintenance of the City owned electric system.

In addition, the City reports the following fund types:

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the city, or to other governmental units, on a cost-reimbursement basis.

CITY OF WEBSTER CITY, IOWA
Notes to Financial Statements
June 30, 2017

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Private-purpose trust funds are used to report any trust arrangement not properly reported in a pension trust fund under which principal and income benefit individuals, private organizations, or other governments.

Joe E. Barr Trust
Edgar Foster Trust
Calvary Cemetery Trust

Zella Silvers Trust
Mulberry Church Trust

Agency funds are used to account for activity of other organizations where the City is responsible for the accounting.

C. Measurement Focus and Basis of Accounting

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days after year end.

Property tax, local option sales tax, intergovernmental revenues (shared revenues, grants and reimbursements from other governments) and interest are considered to be susceptible to accrual. All other revenue items are considered to be measurable and available only when cash is received by the City.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, principal and interest on long-term debt, claims and judgments and compensated absences are recognized as expenditures only when payment is due. Capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt are reported as other financing sources.

Under terms of grant agreements, the City funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net position available to finance the program. It is the City's policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants and then by general revenues.

CITY OF WEBSTER CITY, IOWA
Notes to Financial Statements
June 30, 2017

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Proprietary funds distinguish operating revenues and expenses from non-operating 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 enterprise funds are charges to customers for sales and services. Operating expenses consist of cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City, or to other governments, on a cost-recovery basis. The City's internal service fund is presented in the proprietary fund financial statements.

Fiduciary funds are used to report assets held in an agency or custodial capacity for others and therefore not available to support City programs.

D. Assets, Liabilities and Fund Equity

The following accounting policies are followed in preparing the financial statements:

Cash, Pooled Investments and Cash Equivalents – The cash balances of most City funds, including the airport discretely presented component unit, are pooled and invested. Interest earned on investments is recorded in the General Fund unless otherwise provided by law.

For purposes of the statement of cash flows, all short-term cash investments that are highly liquid (including restricted assets) are considered to be cash equivalents. Cash equivalents are readily convertible to known amounts of cash and, at the day of purchase, have a maturity date no longer than three months.

Investments consist of the following:

<u>Type</u>	<u>Method</u>
Nonnegotiable Certificates of Deposit	Cost
Government Obligations	Fair Value
Commercial Paper	Fair Value
Mutual Funds – Fuller Trust	Fair Value

Custodial Credit Risk – the City has no policy in place regarding custodial credit risk and deposits with financial institutions, however, deposits are insured by the state sinking fund, which provides for additional assessments against depositories to avoid loss of public funds.

Interest Rate Risk – This is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The City does have a formal investment policy that limits investment maturities (no more than 397 days) as a means of managing its exposure to fair value losses arising from increasing interest rates. Information about the exposure of the City's investments to this risk, is as follows:

CITY OF WEBSTER CITY, IOWA
Notes to Financial Statements
June 30, 2017

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Type of Investment	Fair Value	Investment Maturities (In Years)
		Less Than 1 Year
U. S. Government Issues	\$ 410,482	\$ 410,482
Commercial Paper	1,117,494	1,117,494
	<u>\$ 1,527,976</u>	<u>\$ 1,527,976</u>

The City uses fair value hierarchy established by generally accepted accounting principles based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets. Level 2 inputs are significant other observable inputs. Level 3 inputs are significant unobservable inputs.

The recurring fair value measurement for the U.S. Government Issues of \$410,482 and the Commercial Paper of \$1,117,494 were all determined using the last reported sales price at current exchange rates (Level 1 inputs).

The City had no other investments meeting the disclosure requirements of Governmental Accounting Standards Board's Statement No. 72.

Property Tax Receivable, Including Tax Increment Financing - Property tax, including tax increment financing, in governmental funds is accounted for using the modified accrual basis of accounting.

Property tax receivable is recognized in these funds on the levy or lien date, which is the date the tax asking is certified by the City Council to the County Board of Supervisors. Current year delinquent property taxes receivable represents unpaid taxes from the current year. The succeeding year property tax receivable represents taxes certified by the City Council to be collected in the next fiscal year for the purposes set out in the budget for the next fiscal year. By statute, the City Council is required to certify its budget to the County Auditor by March 15 of each year for the subsequent fiscal year. However, by statute, the tax asking and budget certification for the following fiscal year becomes effective on the first day of that year. Although the succeeding year property tax receivable has been recorded, the related revenue is deferred and will not be recognized as revenue until the year for which it is levied.

Property tax revenue recognized in these funds become due and collectible in September and March of the current fiscal year with a 1½% per month penalty for delinquent payments; is based on January 1, 2015 assessed property valuations; is for the tax accrual period July 1, 2016 through June 30, 2017 and reflects the tax asking contained in the budget certified to the County Board of Supervisors in March 2016. Any county collections on the 2016-2017 tax levy remitted to the City within 60 days subsequent to June 30, 2017, are recorded as property tax revenue.

CITY OF WEBSTER CITY, IOWA
Notes to Financial Statements
June 30, 2017

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Customer Accounts and Unbilled Usage – Accounts receivable in the Enterprise Funds includes services billed prior to June 30, 2017 and an estimate of services provided through June 30, 2017 but not billed.

Short-Term Interfund Receivables/Payables - During the course of its operations, the City has numerous transactions between funds to finance operations, provide services, construct assets, and service debt. To the extent certain transactions between funds have not been paid or received as of June 30, 2017, balances of interfund amounts payable or receivable have been recorded as "due to other funds" and "due from other funds", respectively in the fund financial statements. Any residual balances outstanding between governmental activities and business-type activities are reported in the government-wide financial statements as interfund balances.

Due From Other Governments – Due from other governments represents amounts due from the State of Iowa, various shared revenues, grants and reimbursements from other governments.

Inventories - Inventories of the proprietary fund types are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund-type inventories are recorded as expenditures when consumed.

Restricted Assets – Funds set aside for payment of Enterprise Fund revenue notes are classified as restricted assets since their use is restricted by applicable note indentures.

Prepaid Items - Payments made to vendors for services that will benefit periods beyond June 30, 2017 are recorded as prepaid items.

Capital Assets - Capital assets, which include property, equipment and vehicles and infrastructure assets (e.g. roads, bridges, curbs, gutters, sidewalks and similar items which are immovable and of value only to the government) are reported in the applicable governmental or business type activities columns in the government-wide Statement of Net Position and in the Proprietary Funds Statement of Net Position. Capital assets are recorded at historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation. The costs of normal maintenance and repair not adding to the value of the asset or materially extend asset lives are not capitalized. Reportable capital assets are defined by the City as assets with initial, individual costs in excess of \$5,000 for general capital assets and \$25,000 for infrastructure assets and estimated useful lives in excess of one year. Depreciation expense is calculated using the straight-line method over the following useful lives:

Buildings	39 – 150 Years
Utility Plant	25 – 90 Years
Machinery & Equipment	3 – 30 Years
Infrastructure	20 – 100 Years
Land Improvements	50 – 100 Years

Deferred Outflows of Resources – Deferred outflows of resources represent a consumption of net position that applies to a future period(s) and will not be recognized as an outflow of resources (expense/expenditure) until then. Deferred outflows of resources consist of unrecognized items not yet charged to pension expense and contributions from the employer after the measurement date but before the end of the employer's reporting period.

CITY OF WEBSTER CITY, IOWA
Notes to Financial Statements
June 30, 2017

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Compensated Absences - City employees accumulate a limited amount of earned but unused vacation and sick-leave hours for subsequent use or for payment upon termination, death or retirement. A liability is recorded when incurred in the government-wide and proprietary fund financial statement. A liability for these amounts is reported in governmental fund financial statements only for employees that have resigned or retired. The compensated absences liability has been computed based on rates of pay in effect at June 30, 2017. The compensated absences liability attributable to the governmental activities will be paid by the General Fund.

Long-term Liabilities - In the government-wide and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental or business type activities column in the Statement of Net Position and the proprietary fund Statement of Net Position.

In the governmental fund financial statements, the face amount of debt issued is reported as other financing sources.

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 Iowa Public Employees' Retirement System (IPERS) and additions to / deductions from IPERS' fiduciary net position have been determined on the same basis as they are reported by IPERS. 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.

Deferred Inflows of Resources - Deferred inflows of resources represent an acquisition of net position that applies to a future period(s) and will not be recognized as an inflow of resources (revenue) until that time. Although certain revenues are measurable, they are not available. Available means collected within the current year or expected to be collected soon enough thereafter to be used to pay liabilities of the current year. Deferred inflows of resources in the governmental fund financial statements represent the amount of assets that have been recognized, but the related revenue has not been recognized since the assets are not collected within the current year or expected to be collected soon enough thereafter to be used to pay liabilities of the current year. Deferred inflows of resources consist of property tax receivable and other receivables not collected within sixty days after year end.

Deferred inflows of resources in the Statement of Net Position consist of succeeding year property tax and tax increment financing receivable that will not be recognized as revenue until the year for which they are levied and the unamortized portion of the net difference between projected and actual earnings on pension plan investments.

Fund balances - In each of the City's governmental funds (general fund, special revenue funds, capital projects funds, and debt service funds) are displayed in the following classifications depicting the relative strength of the spending constraints placed on the purposes for which resources can be used:

- *Nonspendable fund balance* - amounts that cannot be spent because they are either not in a spendable form (such as inventories and prepaid amounts) or are legally or contractually required to be maintained intact.

CITY OF WEBSTER CITY, IOWA
Notes to Financial Statements
June 30, 2017

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

- *Restricted fund balance* – amounts that can be spent only for specific purposes because of constraints imposed by external providers (such as grantors, bondholders, and higher levels of government), or imposed by constitutional provisions or enabling legislation.
- *Committed fund balance* – amounts that can be spent only for specific purposes determined by a formal action of the government's highest level of decision-making authority.
- *Assigned fund balance* – amounts the government intends to use for specific purposes that do not meet the criteria to be classified as restricted or committed.
- *Unassigned fund balance* – amounts that are available for any purpose; these amounts can be reported only in the City's General Fund.

Fund balance amounts represent the nature of the net resources that are reported in a governmental fund. The City fund balance classifications include non-spendable resources, restricted, and non-restricted (committed, assigned and unassigned) amounts. When the City incurs an expenditure and both restricted and unrestricted amounts are available, the City considers restricted amounts to have been spent. When the City incurs an expenditure for an unrestricted amount, committed amounts are reduced first, followed by assigned amounts and then unassigned amounts for purposes in which any of those unrestricted fund balance classifications could be used.

Interfund Transactions - Interfund services provided and used are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except interfund services provided and used transactions and reimbursements, are reported as transfers.

E. Budgets and Budgetary Accounting

The budgetary comparison and related disclosures are reported as Required Supplementary Information. During the year ended June 30, 2017, disbursements exceeded the amounts budgeted in the Community and Economic Development function.

Note 2 - CASH AND CASH EQUIVALENTS AND INVESTMENTS

The City's deposits at June 30, 2017, were entirely covered by Federal Depository Insurance collateralized with securities or letters of credit held by the City or by a multiple financial institution collateral pool in accordance with Chapter 12C of the Code of Iowa. Chapter 12C provides for additional assessments against the depositories to insure there will be no loss of public funds.

The City is authorized by statute to invest public funds in obligation of the United States government, its agencies and instrumentalities; certificates of deposit or other evidences of deposit at federally insured depository institutions approved by the City Council; prime eligible bankers acceptances; certain high rated commercial paper; perfected repurchase agreements; certain registered open-end management investment companies; certain joint investment trusts; and warrants or improvement certificates of a drainage district.

CITY OF WEBSTER CITY, IOWA
Notes to Financial Statements
June 30, 2017

Note 2 - CASH AND CASH EQUIVALENTS AND INVESTMENTS – (Continued)

Deposits at June 30, 2017, are shown below:

	Primary Government	Fiduciary Funds	Webster City Airport Commission Component Unit	Fuller Trust Component Unit	Total
Demand Deposits	\$ 15,011,751	\$ 18,477	\$ 374,252	\$ 121,935	\$15,526,415
Cash on Hand	1,000	-	-	-	1,000
Time Deposits	10,000,000	-	-	-	10,000,000
	<u>\$ 25,012,751</u>	<u>\$ 18,477</u>	<u>\$ 374,252</u>	<u>\$ 121,935</u>	<u>\$25,527,415</u>

Fuller Trust – Discretely Presented Component Unit:

Custodial Credit Risk: This is the risk that in the event of the failure of the counterparty (e.g. broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The Fuller Trust funds do not have custodial credit risk policies for investments.

Interest Rate Risk: This is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The Fuller Trust does not have a formal investment policy that limits investment maturities (no more than 397 days) as a means of managing its exposure to fair value losses arising from increasing interest rates. Information about the exposure of the Fuller Trust's investments to this risk is as follows:

Type of Investment	Fair Value	Less Than 1 Year
Fixed Income Bonds	\$ 658,897	\$ 658,897
Mutual Funds	2,054,339	2,054,339
	<u>\$ 2,713,236</u>	<u>\$ 2,713,236</u>

The Fuller Trust uses the fair value hierarchy established by generally accepted accounting principles based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets. Level 2 inputs are significant other observable inputs. Level 3 inputs are significant unobservable inputs.

The recurring fair value measurement for the Fixed Income Bonds of \$658,897 and the Mutual Funds of \$2,054,339 were all determined using the last reported sales price at current exchange rates (Level 1 inputs).

The Fuller Trust had no other investments meeting the disclosure requirements of Governmental Accounting Standards Boards Statement No. 72.

CITY OF WEBSTER CITY, IOWA
Notes to Financial Statements
June 30, 2017

Note 3 - RECEIVABLES

Receivables at June 30, 2017 are net of allowance for uncollectibles. The allowance for uncollectibles of the enterprise funds of the primary government was \$30,334 at June 30, 2017.

The City has received federal and state grant funds for economic development and housing rehabilitation loan programs to various businesses and individuals. The City records a loan receivable when the loan has been made and funds have been disbursed.

It is the City's policy to record unavailable revenue for the net amount of the receivable balance. As loans are repaid, revenue is recognized. When new loans are made from the repayments, expenditures are recorded. Interest received from loan repayments is recognized as revenue when received in cash. Any unspent loan repayments at year-end are presented as committed fund balance in the fund financial statements.

Note 4 - DUE FROM OTHER GOVERNMENTS

At June 30, 2017, amounts due from other governments were as follows:

Due from the Iowa Department of Revenue for Road Use Tax allocation	\$ 104,554
Due from the Iowa Department of Revenue for Local Option Sales taxes	61,648
Due from the Iowa Department of Transportation for Grants	45,100
Total Governmental Funds	<u>\$ 211,302</u>
Due from the Iowa Department of Transportation for sale of asset	\$ 4,450
Total Business-Type Activities	<u>\$ 4,450</u>

Note 5 - INTERFUND RECEIVABLES AND PAYABLES

As of June 30, 2017, short-term interfund borrowings were as follows:

<u>Fund Due To</u>	<u>Fund Due From</u>	<u>Amount</u>
Electric	Non-Major Governmental	\$ 20,436
Electric	Brewer Creek Estates	2,472,850
Sewer	Non-Major Governmental	70,706
Brewer Creek Estates	Non-Major Governmental	691,935
Non-Major Governmental	Non-Major Governmental	301,375
		<u>\$ 3,557,302</u>

The purpose of the interfund balances is to help finance short-term cash flow shortages of various funds and interfund borrowing.

CITY OF WEBSTER CITY, IOWA
Notes to Financial Statements
June 30, 2017

Note 6 - CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2017 was as follows:

Governmental Activities	Beginning Balance	Additions	Deletions	Ending Balance
Capital assets not being depreciated:				
Land	\$ 3,903,785	\$ 200,034	\$ 4,246	\$ 4,099,573
Right of way	786,799	-	-	786,799
Construction in progress	2,078,472	5,306,617	973,099	6,411,990
Total capital assets not being depreciated	6,769,056	5,506,651	977,345	11,298,362
Capital assets being depreciated:				
Land improvements	2,233,981	-	-	2,233,981
Structures and improvements	7,530,372	-	4,790	7,525,582
Machinery and equipment	4,590,795	626,522	61,882	5,155,435
Streets	23,323,377	615,614	-	23,938,991
Trails and paths	1,978,502	-	-	1,978,502
Sidewalks	677,026	68,784	-	745,810
Storm sewers	1,247,250	178,033	-	1,425,283
Bridges	2,302,644	-	-	2,302,644
Dam	200,000	-	-	200,000
Traffic signals	183,657	-	-	183,657
Total capital assets being depreciated	44,267,604	1,488,953	66,672	45,689,885
Less: Accumulated depreciation for				
Land improvements	489,006	45,090	-	534,096
Structures and improvements	3,888,722	179,109	3,474	4,064,357
Machinery and equipment	2,428,938	212,170	56,373	2,584,735
Streets	11,993,656	442,599	-	12,436,255
Trails and paths	321,656	39,570	-	361,226
Sidewalks	249,512	7,081	-	256,593
Storm sewers	551,445	15,169	-	566,614
Bridges	1,184,155	31,976	-	1,216,131
Dam	113,335	6,667	-	120,002
Traffic signals	154,270	7,346	-	161,616
Total Accumulated Depreciation	21,374,695	986,777	59,847	22,301,625
Capital Assets, Net of Depreciation	22,892,909	502,176	6,825	23,388,260
Governmental activities capital assets, net	\$ 29,661,965	\$6,008,827	\$ 984,170	\$ 34,686,622

Construction in progress is related to street projects and airport improvements.

CITY OF WEBSTER CITY, IOWA
Notes to Financial Statements
June 30, 2017

Note 6 - CAPITAL ASSETS (Continued)

Depreciation expense was charged to functions as follows:

Governmental Activities:	
General Government	\$ 17,505
Public Safety	95,633
Public Works, which includes the depreciation of infrastructure	660,599
Culture and Recreation	213,040
	<u>986,777</u>
Total governmental activities - depreciation expense	<u>\$ 986,777</u>

	Beginning Balance	Additions	Deletions	Ending Balance
Business-Type Activities:				
Capital assets not being depreciated:				
Land	\$ 524,223	\$ -	\$ -	\$ 524,223
Construction in Progress	197,904	1,224,443	95,305	1,327,042
Total capital assets not being depreciated	<u>722,127</u>	<u>1,224,443</u>	<u>95,305</u>	<u>1,851,265</u>
Capital assets being depreciated:				
Buildings and improvements	4,671,507	-	1,662,529	3,008,978
Machinery and equipment	3,993,802	482,595	129,099	4,347,298
Utility Plant	65,541,424	383,323	-	65,924,747
Total capital assets being depreciated	<u>74,206,733</u>	<u>865,918</u>	<u>1,791,628</u>	<u>73,281,023</u>
Less: Accumulated Depreciation	<u>44,320,244</u>	<u>1,366,349</u>	<u>518,319</u>	<u>45,168,274</u>
Total capital assets being depreciated, net	<u>29,886,489</u>	<u>(500,431)</u>	<u>1,273,309</u>	<u>28,112,749</u>
Business-type activities capital assets, net	<u>\$30,608,616</u>	<u>\$ 724,012</u>	<u>\$ 1,368,614</u>	<u>\$29,964,014</u>

Construction in progress at June 30, 2017 consisted of costs associated with the water, wastewater and electric system improvements.

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

Business-Type Activities:	
Water	\$ 406,603
Sewer	313,110
Electric	646,636
	<u>1,366,349</u>
Total depreciation expense - business-type activities	<u>\$ 1,366,349</u>

CITY OF WEBSTER CITY, IOWA
Notes to Financial Statements
June 30, 2017

Note 6 - CAPITAL ASSETS – (Continued)

Reconciliation of Net Investment in Capital Assets:

	Governmental Activities	Business-Type Activities
Land	\$ 4,886,372	\$ 524,223
Construction In Progress	6,411,990	1,327,042
Capital Assets (net of accumulated depreciation)	23,388,260	28,112,749
Less: General Obligation Bonds Payable	(3,741,072)	-
Revenue Bonds	(1,865,666)	(10,147,887)
Retainage Payable	(87,945)	(37,027)
Net Investment in Capital Assets	<u>\$ 28,991,939</u>	<u>\$ 19,779,100</u>

The General Obligation Bonds Payable adjustment of \$3,741,072 excludes unspent bond proceeds and unamortized premiums of \$1,405,127.

Note 7 - LONG-TERM DEBT

General Obligation Bonds

The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities and projects. General obligation bonds have been issued for both governmental and business-type activities. These bonds are direct obligations and pledge the full faith and credit of the City.

General obligation bonds outstanding as of June 30, 2017 are as follows:

	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance 6/30/17	Due Within One Year
Governmental Activities						
General Obligation Debt						
Corporate purpose bonds	06/29/16	06/01/29	2.00 – 2.50%	\$ 4,590,000	\$ 4,525,000	\$ 145,000
Corporate purpose bonds	11/01/11	06/01/18	1.75%	645,000	105,000	105,000
Corporate purpose bonds	11/01/10	06/01/20	2.00 – 2.90%	1,290,000	410,000	135,000
Total Governmental Activities – General Obligation Debt					<u>\$ 5,040,000</u>	<u>\$ 385,000</u>

The balances shown on the Statement of Net Position is net of unamortized bond premiums of \$106,199.

CITY OF WEBSTER CITY, IOWA
Notes to Financial Statements
June 30, 2017

Note 7 - LONG-TERM DEBT (Continued)

Debt service requirements to maturity are as follows:

Years	Governmental Activities		Total
	Principal	Interest	
2018	\$ 385,000	\$ 104,947	\$ 489,947
2019	395,000	96,835	491,835
2020	405,000	87,923	492,923
2021	415,000	78,563	493,563
2022	425,000	70,263	495,263
2023-2027	2,240,000	220,913	2,460,913
2028-2029	775,000	22,100	797,100
Total	\$ 5,040,000	\$ 681,544	\$5,721,544

Revenue Bonds

The City also has issued revenue bonds where the City pledges income derived from the acquired or constructed asset to pay debt service. These funds have been expended on construction of the water treatment and wastewater treatment facilities.

Revenue bonds outstanding at June 30, 2017 are as follows:

	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance 6/30/17	Due Within One Year
Governmental Activities Revenue Debt:						
Community Center revenue note	07/01/02	07/01/42	Variable	\$ 2,600,000	\$ 1,865,666	\$ -
Business-Type Activities Revenue Debt:						
<u>Sewer Utility</u> Revenue bonds	02/07/00	06/01/20	3.92%	3,900,000	792,000	254,000
<u>Water Utility</u> Revenue Bonds	06/01/12	06/01/32	0.60 – 3.25%	3,200,000	2,505,000	145,000
<u>Electric Utility</u> Revenue Bonds	05/01/12	11/01/37	2.25 – 5.65%	\$ 14,915,000	13,375,019	440,000
Total Business Type Activities					\$16,672,019	\$ 839,000

The balances shown on the Statement of Net Position is net of unamortized premiums of \$3,844.

Debt service requirements to maturity are as follows:

Years	Business-type Activities Revenue Debt		Total
	Principal	Interest	
2018	\$ 839,000	\$ 789,883	\$ 1,628,883
2019	859,000	768,278	1,627,278
2020	884,000	743,268	1,627,268
2021	630,000	716,308	1,346,308
2022	655,000	695,308	1,350,308
2023-2027	3,675,000	3,071,705	6,746,705
2028-2032	4,600,000	2,142,215	6,742,215
2033-2037	4,530,019	891,117	5,421,136
	\$16,672,019	\$ 9,818,082	\$26,490,101

CITY OF WEBSTER CITY, IOWA
Notes to Financial Statements
June 30, 2017

Note 7 - LONG-TERM DEBT (Continued)

A repayment schedule has not been established for the community center revenue note as of June 30, 2017.

Notes Payable

	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance 6/30/17	Due Within One Year
Electric Utility:						
USDA Note	08/15/16	06/15/26	0%	\$ 1,000,000	\$ 907,563	\$ 100,840

The City received \$1,000,000 of USDA note proceeds on August 15, 2016 and then transferred the proceeds to Hamilton Hospital for use on a building expansion. The hospital pays the City for the note and the City then makes the payments to the USDA.

Changes in Long-Term Liabilities

Long-term liability activity for the year ended June 30, 2017, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Primary Government:					
Governmental Activities:					
Bonds Payable:					
General Obligation	\$ 5,425,000	\$ -	\$ 385,000	\$ 5,040,000	\$ 385,000
Revenue Bonds	1,914,330	-	48,664	1,865,666	-
Compensated Absences	314,708	298,827	314,708	298,827	158,378
Other Post Employment Benefits	45,619	5,911	-	51,530	-
Net Pension Liability	1,995,256	804,219	-	2,799,475	-
Governmental Activity Long-Term Liabilities	\$ 9,694,913	\$ 1,108,957	\$ 748,372	\$ 10,055,498	\$ 543,378
Business-Type Activities:					
Bonds Payable:					
Revenue Bonds	\$17,486,019	\$ -	\$ 814,000	\$ 16,672,019	\$ 839,000
Notes Payable	-	1,000,000	92,437	907,563	100,840
Compensated Absences	227,608	246,744	227,608	246,744	136,108
Other Post Employment Benefits	35,364	5,386	-	40,750	-
Net Pension Liability	1,134,423	274,489	-	1,408,912	-
Business-Type Activity Long-Term Liabilities	\$18,883,414	\$ 1,526,619	\$ 1,134,045	\$ 19,275,988	\$ 1,075,948

CITY OF WEBSTER CITY, IOWA
Notes to Financial Statements
June 30, 2017

Note 8 - TRANSFERS

The following is a summary of transfers between funds:

	General	East 2 nd Street	Non Major Governmental	Total Transfer Out
General	\$ -	\$ -	\$ 60,000	\$ 60,000
Electric	553,506	-	-	553,506
Sewer	92,961	30,026	-	122,987
Water	94,057	9,475	-	103,532
Non-Major	61,877	423,500	515,715	1,001,092
Total Transfer In	\$ 802,401	\$ 463,001	\$ 575,715	\$ 1,841,117

Generally, transfers are used to (1) move revenues from the fund that collects them to the fund that the budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Note 9- PENSION PLAN

Plan description – IPERS membership is mandatory for employees of the City, except for those covered by another retirement system. Employees of the City are provided with pensions through a cost-sharing multiple employer defined benefit pension plan administered by Iowa Public Employees' Retirement System (IPERS). IPERS issues a stand-alone financial report which is available to the public by mail at 7401 Register Drive, P.O. Box 9117, Des Moines, Iowa 50306-9117 or at www.ipers.org.

IPERS benefits are established under Iowa Code chapter 97B and the administrative rules thereunder. Chapter 97B and the administrative rules are the official plan documents. The following brief description is provided for general informational purposes only. Refer to the plan documents for more information.

Pension Benefits

A Regular member may retire at normal retirement age and receive monthly benefits without an early-retirement reduction. Normal retirement age is age 65, anytime after reaching age 62 with 20 or more years of covered employment, or when the member's years of service plus the member's age at the last birthday equals or exceeds 88, whichever comes first. These qualifications must be met on the member's first month of entitlement to benefits. Members cannot begin receiving retirement benefits before age 55.

The formula used to calculate a Regular member's monthly IPERS benefit includes:

- A multiplier based on years of service.
- The member's highest five-year average salary, except members with service before June 30, 2012 will use the highest three-year average salary as of that date if it is greater than the highest five-year average salaries.

CITY OF WEBSTER CITY, IOWA
Notes to Financial Statements
June 30, 2017

Note 9- PENSION PLAN (Continued)

Protection occupation members may retire at normal retirement age which is generally at age 55. The formula used to calculate a protection occupation members' monthly IPERS benefit includes:

- 60% of average salary after completion of 22 years of service, plus an additional 1.5% of average salary for years of service greater than 22 but not more than 30 years of service.
- The member's highest three-year average salary.

If a member retires before normal retirement age, the member's monthly retirement benefit will be permanently reduced by an early-retirement reduction. The early-retirement reduction is calculated differently for service earned before and after July 1, 2012. For service earned before July 1, 2012, the reduction is 0.25% for each month that the member receives benefits before the member's earliest normal retirement age. For service earned starting July 1, 2012, the reduction is 0.50% for each month that the member receives benefits before age 65.

Generally, once a member selects a benefit option, a monthly benefit is calculated and remains the same for the rest of the member's lifetime. However, to combat the effects of inflation, retirees who began receiving benefits prior to July 1990 receive a guaranteed dividend with their regular November benefit payments.

Disability and Death Benefits

A vested member who is awarded federal Social Security disability or Railroad Retirement disability benefits is eligible to claim IPERS benefits regardless of age. Disability benefits are not reduced for early retirement. If a member dies before retirement, the member's beneficiary will receive a lifetime annuity or a lump-sum payment equal to the present actuarial value of the member's accrued benefit or calculated with a set formula, whichever is greater. When a member dies after retirement, death benefits depend on the benefit option the member selected at retirement.

Contributions

Contribution rates are established by IPERS following the annual actuarial valuation, which applies IPERS' Contribution Rate Funding Policy and Actuarial Amortization Method. Statute limits the amount rates can increase or decrease each year to 1 percentage point. IPERS Contribution Rate Funding Policy requires that the actuarial contribution rate be determined using the "entry age normal" actuarial cost method and the actuarial assumptions and methods approved by the IPERS Investment Board. The actuarial contribution rate covers normal cost plus the unfunded actuarial liability payment based on a 30 year amortization period. The payment to amortize the unfunded actuarial liability is determined as a level percentage of payroll, based on the Actuarial Amortization Method adopted by the Investment Board.

In fiscal year 2017, pursuant to the required rate, Regular members contributed 5.95 percent of covered payroll and the City contributed 8.93 percent of covered payroll, for a total rate of 14.88 percent. Protective occupation members contributed 6.56 percent of covered payroll and the City contributed 9.84 percent of covered payroll for a total rate of 16.40 percent.

The City's total contributions to IPERS for the year ended June 30, 2017 were \$238,286.

CITY OF WEBSTER CITY, IOWA
Notes to Financial Statements
June 30, 2017

Note 9- PENSION PLAN (Continued)

Net Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2017, the City reported a liability of \$2,257,779 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportion of the net pension liability was based on the City's share of contributions to the pension plan relative to the contributions of all IPERS participating employers. At June 30, 2016, the City's collective proportion was .0358 percent, which was a decrease of .0008 percent from its proportion measured as of June 30, 2015.

For the year ended June 30, 2017, the City recognized pension expense of \$238,994. At June 30, 2017 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	\$ 19,946	\$ 27,256
Changes of assumptions	34,432	4
Net difference between projected and actual earnings on pension plan investments	323,782	-
Changes in proportion and differences between City contributions and proportionate share of contributions	-	83,289
City contributions subsequent to the measurement date	238,286	-
Total	<u>\$ 616,446</u>	<u>\$ 110,549</u>

\$238,286 reported as deferred outflows of resources related to pensions resulting from the City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2018. 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,	
2018	\$ 13,598
2019	13,598
2020	153,305
2021	89,937
2022	(2,827)
	<u>\$ 267,611</u>

There were no non-employer contributing entities to IPERS.

CITY OF WEBSTER CITY, IOWA
Notes to Financial Statements
June 30, 2017

Note 9- PENSION PLAN (Continued)

Actuarial assumptions – The total pension liability in the June 30, 2016 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Rate of Inflation (effective June 30, 2014)	3.00 percent per annum
Salary Increases (effective June 30, 2010)	4.00 to 17.00 percent average, including inflation. Rates vary by membership group.
Long-term Investment Rate of Return (effective June 30, 1996)	7.50 percent per annum, compounded annually, net of pension plan investment expense, and including inflation.
Wage Growth (effective June 30, 1990)	4.00 percent per annum based on 3.00 percent inflation and 1.00 percent real wage inflation.

The actuarial assumptions used in the June 30, 2016 valuation were based on the results of actuarial experience studies with dates corresponding to those listed above.

Mortality rates were based on the RP-2000 Mortality Table for Males or Females, as appropriate, with adjustments for mortality improvements based on Scale AA.

The long-term expected rate of return on IPERS' investments was determined using a building-block method in which best estimate ranges of expected future real rates (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. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Core Plus Fixed Income	28%	1.90%
Domestic Equity	24	5.85
International Equity	16	6.32
Private Equity/Debt	11	10.31
Real Estate	8	3.87
Credit Opportunities	5	4.48
U.S. TIPS	5	1.36
Other Real Assets	2	6.42
Cash	1	(0.26)
Total	<u>100%</u>	

Discount rate – The discount rate used to measure the total pension liability was 7.50 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the contractually required rate and that contributions from the City will be made at

CITY OF WEBSTER CITY, IOWA
Notes to Financial Statements
June 30, 2017

Note 9- PENSION PLAN (Continued)

contractually required rates, actuarially determined. Based on those assumptions, the IPERS' fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on IPERS' investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the City's proportionate share of the net pension liability to changes in the discount rate. The following presents the City's proportionate share of the net pension liability calculated using the discount rate of 7.5 percent, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.50 percent) or 1 percentage point higher (8.5 percent) than the current rate.

	1% Decrease 6.5%	Discount Rate 7.5%	1% Increase 8.5%
City's proportionate share of the net Pension liability	\$ 3,660,632	\$ 2,257,779	\$ 1,073,764

Pension plan fiduciary net position – Detailed information about the pension plan's fiduciary net position is available in the separately issued financial report which is available on IPERS' website at www.ipers.org.

Payables to the pension plan

All legally required City contributions and legally required employee contributions which had been withheld from employee wages were remitted by the City to IPERS by June 30, 2017.

Municipal Fire and Police Retirement System of Iowa (MFPRSI)

Plan Description – MFPRSI membership is mandatory for fire fighters and police officers covered by the provisions of Chapter 411 of the Code of Iowa. Employees of Webster City are provided with pensions through a cost-sharing multiple employer defined benefit pension plan administered by MFPRSI. MFPRSI issues a stand-alone financial report which is available to the public by mail at 7155 Lake Drive, Suite #201, West Des Moines, Iowa 50266 or at www.mfprsi.org.

MFPRSI benefits are established under Chapter 411 of the Code of Iowa and the administrative rules thereunder. Chapter 411 of the Code of Iowa and the administrative rules are the official plan documents. The following brief description is provided for general informational purposes only. Refer to the plan documents for more information.

Pension Benefits - Members with 4 or more years of service are entitled to pension benefits beginning at age 55. Full service retirement benefits are granted to members with 22 years of service, while partial benefits are available to those members with 4 to 22 years of service based on the ratio of years completed to years required (i.e., 22 years). Members with less than 4 years of service are entitled to a refund of their contribution only, with interest, for the period of employment.

CITY OF WEBSTER CITY, IOWA
Notes to Financial Statements
June 30, 2017

Note 9- PENSION PLAN (Continued)

Benefits are calculated based upon the member's highest 3 years of compensation. The average of these 3 years becomes the member's average final compensation. The base benefit is 66 percent of the member's average final compensation. Members who perform more than 22 years of service receive an additional 2% of the member's average final compensation for each additional year of service, up to a maximum of 8 years. Survivor benefits are available to the beneficiary of a retired member according to the provisions of the benefit option chosen plus an additional benefit for each child. Survivor benefits are subject to a minimum benefit for those members who chose the basic benefit with a 50 percent surviving spouse benefit.

Active members, at least 55 years of age, with 22 or more years of service have the option to participate in the Deferred Retirement Option Program (DROP). The DROP is an arrangement whereby a member who is otherwise eligible to retire and commence benefits opts to continue to work. A member can elect a 3, 4, or 5 year DROP period. When electing to participate in DROP the member signs a contract indicating the member will retire at the end of the selected DROP period. During the DROP period the member's retirement benefit is frozen and a DROP benefit is credited to a DROP account established for the member. Assuming the member completes the DROP period, the DROP benefit is equal to 52% of the member's retirement benefit at the member's earliest date eligible and 100% if the member delays enrollment for 24 months. At the member's actual date of retirement, the member's DROP account will be distributed to the member in the form of a lump sum or rollover to an eligible plan.

Disability and Death Benefits - Disability benefits may be either accidental and ordinary. Accidental disability is defined as permanent disability incurred in the line of duty, with benefits equivalent to the greater of 60 percent of the member's average final compensation or the member's service retirement benefit calculation amount. Ordinary disability occurs outside the call of duty and pays benefits equivalent to the greater of 50 percent of the member's average final compensation, for those with 5 or more years of service, or the member's service retirement benefit calculation amount, and 25 percent of average final compensation for those with less than 5 years of service.

Death benefits are similar to disability benefits. Benefits for accidental death are 50% of the average final compensation of the member plus an additional amount for each child, or the provisions for ordinary death. Ordinary death benefits consist of a pension equal to 40% of the average final compensation of the member plus an additional amount for each child, or a lump-sum distribution to the designated beneficiary equal to 50% of the previous year's earnable compensation of the member or equal to the amount of the member's total contributions plus interest.

Benefits are increased annually in accordance with Chapter 411.6 of the Code of Iowa which provides a standard formula for the increases.

The surviving spouse or dependents of an active member who dies due to a traumatic personal injury incurred in the line of duty receives a \$100,000 lump-sum payment.

Contributions - Member contribution rates are set by state statute. In accordance with Chapter 411 of the Code of Iowa, the contribution rate was 9.40% of earnable compensation for the year ended June 30, 2017.

Employer contribution rates are based upon an actuarially determined normal contribution rate and set by state statute. The required actuarially determined contributions are calculated on the basis of the entry age normal method as adopted by the Board of Trustees as permitted under Chapter 411 of the Code of Iowa. The normal contribution rate is provided by state statute to be the actuarial

CITY OF WEBSTER CITY, IOWA
Notes to Financial Statements
June 30, 2017

Note 9- PENSION PLAN (Continued)

liabilities of the plan less current plan assets, with such total divided by 1 percent of the actuarially determined present value of prospective future compensation of all members, further reduced by member contributions and state appropriations. Under the Code of Iowa the employer's contribution rate cannot be less than 17.00% of earnable compensation. The contribution rate was 25.92% for the year ended June 30, 2017.

The City's contributions to MFPRSI for the year ended June 30, 2017 was \$225,373.

If approved by the state legislature, state appropriation may further reduce the employer's contribution rate, but not below the minimum statutory contribution rate of 17.00% of earnable compensation. The State of Iowa therefore is considered to be a nonemployer contributing entity in accordance with the provisions of the Governmental Accounting Standards Board Statement No. 67 -- Financial Reporting for Pension Plans, (GASB 67).

There were no state appropriations to MFPRSI during the fiscal year ended June 30, 2017.

Net Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - At June 30, 2017, the City reported a liability of \$1,950,608 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportion of the net pension liability was based on the City's share of contributions to the pension plan relative to the contributions of all MFPRSI participating employers. At June 30, 2016, the City's proportion was .312% which was an increase of .031% from its proportions measured as of June 30, 2015.

For the year ended June 30, 2017, the City recognized pension expense of \$260,099. At June 30, 2017, 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	\$ 50,343	\$ 1,809
Changes of assumptions	82,356	26,718
Net difference between projected and actual earnings on pension plan investments	344,912	-
Changes in proportion and differences between City contributions and proportionate share of contributions	118,341	113,917
City contributions subsequent to the measurement date	225,373	-
Total	<u>\$ 821,325</u>	<u>\$ 142,444</u>

CITY OF WEBSTER CITY, IOWA
Notes to Financial Statements
June 30, 2017

Note 9- PENSION PLAN (Continued)

\$225,373 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, 2018. 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,	
2018	\$ 62,619
2019	62,619
2020	190,680
2021	125,241
2022	12,349
	<u>\$ 453,508</u>

Actuarial Assumptions The total pension liability in the June 30, 2016, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Rate of Inflation	3.00 percent
Salary increases	4.50 to 15.00 percent, including inflation
Investment rate of return	7.50 percent, net of investment expense, including inflation

The actuarial assumptions used in the June 30, 2016 valuation were based on the results of an actuarial experience study for the period from July 1, 2002 to June 30, 2012.

Postretirement mortality rates were based on the RP-2000 Blue Collar Combined Healthy Mortality Table with males set-back two years, females set-forward one year and disabled individuals set-forward one year (male only rates), with no projection of future mortality improvement.

The long-term expected rate of return on MFPRSI investments was determined using a building block method in which best-estimate ranges of expected future real rates (i.e., 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. The best estimates of geometric real rates of return for each major asset class are summarized in the following table:

CITY OF WEBSTER CITY, IOWA
Notes to Financial Statements
June 30, 2017

Note 9- PENSION PLAN (Continued)

Asset Class	Long-Term Expected Real Rate of Return
Large Cap	6.0%
Small Cap	5.8
International Large Cap	7.0
Emerging Markets	8.8
Emerging Market Debt	6.5
Private Non-Core Real Estate	9.3
Master Limited Partnerships	8.5
Private Equity	9.8
Core Plus Fixed Income	3.8
Private Core Real Estate	6.8
Treasury Inflation Protected Securities	2.8
Tactical Asset Allocation	6.0

Discount Rate - The discount rate used to measure the total pension liability was 7.5 percent. The projection of cash flows used to determine the discount rate assumed that contributions will be made at 9.40% of covered payroll and the City contributions will be made at rates equal to the difference between actuarially determined rates and the member rate. Based on those assumptions, the MFPRSI'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 MFPRSI's investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate - The following presents the City's proportionate share of the net pension liability calculated using the discount rate of 7.50 percent, as well as what the city's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percent lower (6.50 percent) or 1-percent higher (8.5 percent) than the current rate.

	1% Decrease 6.5%	Discount Rate 7.5%	1% Increase 8.5%
City's proportionate share of the net Pension liability	\$3,061,380	\$1,950,608	\$1,025,572

Pension Plan Fiduciary Net Position - Detailed information about the MFPRSI's fiduciary net position is available in the separately issued MFPRSI financial report which is available on MFPRSI's website at www.mfprsi.org.

Payables to the Pension Plan - All legally required City contributions and legally required employee contributions which had been withheld from employee wages were remitted by the City to MFPRSI by June 30, 2017.

CITY OF WEBSTER CITY, IOWA
Notes to Financial Statements
June 30, 2017

Note 9- PENSION PLAN (Continued)

Employee Vision and Dental Plan – The City of Webster City Medical/Flex Insurance Fund was established to account for the City's medical and flex benefit plan. The City has entered into an administrative services agreements with Employee Benefits System, to administer the employee dental and vision benefit plans. The agreements are subject to automatic renewal provisions.

Monthly payments of service fees and plan contributions to the City of Webster City Medical/Flex Insurance Fund are recorded as disbursements in the operating funds. Under an administrative services agreement, monthly payments of service fees and claims processed were paid to Wellmark Blue Cross and Blue Shield from the Internal Service Fund, Medical/Flex Insurance Account.

For vision claims, the claims are limited to specified services outlined in the vision plan and the uninsured risk of loss is minimal per employee. For dental claims, the uninsured risk of loss is \$1,000 for a policy year per employee. The City has not purchased additional commercial insurance since claims are limited to the amounts specified in the plan.

All funds of the City participate in the vision and dental plan. Amounts payable to the medical/flex insurance fund are based on actual claims incurred in prior years.

A liability for a claim is established if information indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss is reasonably estimable. Liabilities include an amount for claims that have been incurred but not reported. The City does not allocate overhead costs or other nonincremental costs to the claims liability.

Claims Liability

	Prior Year	Current Year
Unpaid claims, beginning of fiscal year	\$ 14,000	\$ 14,000
Current year claims and changes in estimates	92,200	125,022
Claim payments	(92,200)	(125,022)
Unpaid claims, end of fiscal year	<u>\$ 14,000</u>	<u>\$ 14,000</u>

Note 10 - DEFICIT FUND EQUITY

The City has eight funds with deficit equity balances at June 30, 2017. The City intends to finance these deficits from various resources including; TIF Receipts, fund transfers, and note payments.

The individual fund deficits were as follows:

Major – East Second Street	\$ 133,344
Major – Brewer Creek Estates	1,245,746
Nonmajor – Second Street Reconstruction	609,090
Nonmajor – Urban Renewal Southeast TIF	25,151
Nonmajor – Urban Renewal SW Watermain	20,435
Nonmajor – City Hall Plaza	155
Nonmajor – TIF Shopko	1,500
Nonmajor – Van Diest TIF	2,500
Nonmajor – TIF Custom Meats	2,463
Nonmajor – Webster City Federal TIF	64,679
Nonmajor – Superior Street.....	61,764

CITY OF WEBSTER CITY, IOWA
Notes to Financial Statements
June 30, 2017

Note 11- 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; workers compensation; and health care of its employees. All of these risks, with the exception of vision and dental care, are covered through the purchase of commercial insurance, with minimal deductibles. Settled claims have not exceeded the commercial coverage in any of the past three years. There were no significant reductions in coverage compared to the prior year.

Note 12- COMMITMENTS

As of June 30, 2017, the City had entered into several construction contracts totaling approximately \$9,022,000 of which approximately \$6,914,000 has been expended to date. The remaining \$2,108,000 will be paid as work progresses.

Note 13 - CONTINGENCY

From time to time, the City is party to various pending claims and legal proceedings. Although the outcome of such matters cannot be forecasted with certainty, it is the opinion of the management and the City attorney that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the City's financial position or results of operations.

The City has received federal grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursements to the grantor agency for expenditures disallowed under terms of the grants. Management believes such disallowances, if any, would be immaterial.

The City of Webster City has entered into several development agreements with developers.

The developers are constructing industrial/commercial facilities on property located in the City. Chapter 403 of the Code of Iowa authorizes cities to establish urban renewal areas and to undertake economic development projects. In recognition of the developers' commitment, the City agreed to make economic tax rebate payments to the developer during the term of the agreements in amounts which represent the property taxes paid with respect to the project by the developers in that fiscal year, minus the amount of debt service taxes levied by taxing jurisdictions, provided, however, that the total rebate payments during the term of the agreement do not exceed the maximum amounts listed.

The agreement assumes that the full taxable value of the project will go on the property tax rolls as of the dates listed below. All tax rebate payments will be made on December 1, and June 1 beginning the year after the initial incremental taxable value is placed on the property tax roll. The tax rebate payments shall not constitute general obligation of the City, but shall be paid solely and only from incremental property taxes received by the City from the Hamilton County Treasurer which are attributable to each individual project.

The tax rebate payments to the developer are subject to the following conditions:

1. Timely payment of property taxes by the developer when due and submission to the City of a receipt or cancelled check as evidence of each tax payment. Residential developers are not required to submit receipts.

CITY OF WEBSTER CITY, IOWA
Notes to Financial Statements
June 30, 2017

Note 13 - CONTINGENCY (Continued)

2. Submission of documentation satisfactory to the City, at least one week prior to each December 1 and June 1 payment date, that that project is being used as a commercial facility.

Note 14 - OTHER POSTEMPLOYMENT BENEFITS (OPEB)

Plan Description – The City operates a single-employer retiree benefit plan which provides medical/prescription drug benefits for retirees and their spouses. There are 60 active and 1 retired members in the plan. Participants must be age 55 or older at retirement.

The medical/prescription drug coverage is provided through a fully-insured plan with Wellmark Blue Cross and Blue Shield. Retirees under age 65 pay the same premium for the medical/prescription drug benefit as active employees, which results in an implicit subsidy and an OPEB liability.

Funding Policy – The contribution requirements of plan members are established and may be amended by the City. The City currently finances the retiree benefit plan on a pay-as-you-go basis.

Annual OPEB Cost and Net OPEB Obligation – The City's annual OPEB cost is calculated based on the annual required contribution (ARC) of the City, an amount actuarially determined in accordance with GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed 30 years.

The following table shows the components of the City's annual OPEB cost for the year ended June 30, 2017, the amount actually contributed to the plan and changes in the City's net OPEB obligation:

Annual required contribution	\$ 18,210
Interest on net OPEB obligation	16
Adjustment to annual required contribution	<u>-</u>
Annual OPEB cost	18,226
Contributions made	<u>6,929</u>
Increase in net OPEB obligation	11,297
Net OPEB obligation beginning of year	<u>80,983</u>
Net OPEB obligation end of year	<u>\$ 92,280</u>

For calculation of the net OPEB obligation, the actuary has set the transition day as July 1, 2008. The end of year net OPEB obligation was calculated by the actuary as the cumulative difference between the actuarially determined funding requirements and the actual contributions for the year ended June 30, 2017.

CITY OF WEBSTER CITY, IOWA
Notes to Financial Statements
June 30, 2017

Note 14 - OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)

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

Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
June 30, 2013	\$ 14,260	100%	\$ 58,386
June 30, 2014	\$ 14,260	100%	\$ 58,386
June 30, 2015	\$ 18,226	38.0%	\$ 69,686
June 30, 2016	\$ 18,226	38.0%	\$ 80,983
June 30, 2017	\$ 18,226	38.0%	\$ 92,280

Funded Status and Funding Progress – As of July 1, 2014, the most recent actuarial valuation date for the period July 1, 2016 through June 30, 2017, the actuarial accrued liability was \$139,754, with no actuarial value of assets, resulting in an unfunded actuarial accrued liability (UAAL) of \$139,754. The covered payroll (annual payroll of active employees covered by the plan) was approximately \$2,965,156 and the ratio of the UAAL to covered payroll was 4.7%. As of June 30, 2017, there were no trust fund assets.

Actuarial Methods and Assumptions – Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumption about future employment, mortality and the health care cost trend. Actuarially determined amounts 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 for the Retiree Health Plan, presented as Required Supplementary Information in the section 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.

Projections of benefits for financial reporting purposes are based on 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.

As of the July 1, 2014 actuarial valuation date, the unit credit actuarial cost method was used. The actuarial assumptions include a 4% discount rate based on the City's funding policy. The projected annual medical trend rate is 9.5%. The ultimate medical trend rate is 5%. The medical trend rate is reduced 0.5% each year until reaching the 5% ultimate rate.

Mortality rates are from the SOA RPH-2014 Total Dataset Headcount – Weighted Mortality With Scale MP-2014. Annual retirement and termination probabilities were developed from the retirement probabilities from the IPERS Actuarial Report as of June 30, 2014 and applying the termination factors used in the IPERS Actuarial Report as of June 30, 2014.

CITY OF WEBSTER CITY, IOWA
Notes to Financial Statements
June 30, 2017

Note 15 - NOTES RECEIVABLE

In May 2012, the City loaned Corn Belt Energy \$5,000,000 for system upgrades that are not City assets out of the Electric fund. This was done in conjunction with the issuance of the 2012A Electric Revenue Bonds and will be repaid starting in fiscal year 2032. Corn Belt Energy is reimbursing the City for all principal and interest related to the 2012A Electric Revenue Bonds.

The Electric fund has multiple loans to various entities for economic development. The related note receivable balance as of June 30, 2017 was \$2,170,544.

The governmental activities has multiple loans to various entities for community betterment and economic development. The related note receivable balance as of June 30, 2017 was \$935,063.

Note 16 - TAX ABATEMENTS

Governmental Accounting Standards Board Statement No. 77 defines tax abatements as a reduction in tax revenues that results from an agreement between one or more governments and an individual or entity in which (a) one or more governments promise to forgo tax revenues to which they are otherwise entitled and (b) the individual or entity promises to take a specific action after the agreement has been entered into that contributes to economic development or otherwise benefits the governments or the citizens of those governments.

City Tax Abatements

The City provides tax abatements for urban renewal and economic development projects with tax increment financing as provided for in Chapters 15A and 403 of the Code of Iowa. For these types of projects, the City enters into agreements with developers which require the City, after developers meet the terms of the agreements, to rebate a portion of the property tax paid by the developers, to pay the developers an economic development grant or to pay the developers a predetermined dollar amount. No other commitments were made by the City as part of these agreements.

For the year ended June 30, 2017, the City abated \$94,092 of property tax under the urban renewal and economic development projects.

Note 17 - NEW ACCOUNTING PRONOUNCEMENT

The City of Webster adopted the tax abatement disclosure guidance set forth in Governmental Accounting Standards Board Statement No. 77, *Tax Abatement Disclosures*. The Statement sets forth guidance for the disclosure of information about the nature and magnitude of tax abatements which will make these transactions more transparent to financial statement users. Adoption of the guidance did not have an impact on amounts reported in the financial statements. The Notes to Financial Statements include information about the City's tax abatements and tax abatements of other entities which impact the City.

CITY OF WEBSTER CITY, IOWA
Notes to Financial Statements
June 30, 2017

Note 18 – PROSPECTIVE ACCOUNTING CHANGE

The Governmental Accounting Standards Board has issued Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. This statement will be implemented for the fiscal year ending June 30, 2018. The revised requirements establish new financial reporting requirements for state and local governments which provide their employees with postemployment benefits other than pensions, including additional note disclosures and required supplementary information. In addition, the Statement of Net Position is expected to include a significant liability for the government's other postemployment benefits.

Note 19 - PRIOR PERIOD ADJUSTMENT

In the previous year, land was incorrectly recorded within the governmental activities. During the year ended June 30, 2017, an adjustment was made to remove the land in the governmental activities. The prior period adjustment decreased the governmental activities net position by \$547,066.

In the previous years, due to and from other funds were not recorded correctly for interfund borrowings. The Brewer Creek Estates and Webster City Federal TIF fund balance decreased \$31,520 and \$75,000 as a result. The total governmental activities net position decreased by a total of \$653,586. The net position for the Electric and Sewer funds increased \$31,521 and \$75,000 as a result of the adjustment. The total effect for business type net position was an increase of \$106,521..

	Brewer Creek Estates	Webster City Federal TIF	Governmental Activities	Sewer Fund	Electric Fund	Business-type Activities
Net Position June 30, 2016, as previously reported	\$ (539,747)	\$ (1,528)	\$ 32,900,391	\$6,479,412	\$19,284,576	\$ 36,254,344
Adjustment	(31,520)	(75,000)	(653,586)	75,000	31,521	106,521
Net Position July 1, 2016, as restated	\$ (571,267)	\$ (76,528)	\$ 32,246,805	\$6,554,412	\$19,316,097	\$ 36,360,865

CITY OF WEBSTER CITY, IOWA
BUDGETARY COMPARISON SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN
BALANCES - BUDGET AND ACTUAL (CASH BASIS) -
Governmental Funds and Proprietary Funds
For the Year Ended June 30, 2017

	Governmental Funds Actual	Proprietary Funds Actual
Receipts:		
Taxes	\$ 3,693,657	\$ -
Licenses and Permits	174,743	-
Intergovernmental Revenue	4,093,948	-
Charges for Services	473,982	15,714,949
Revenue from Use of Property	247,453	126,076
Miscellaneous	2,240,195	233,842
Total receipts	<u>10,923,978</u>	<u>16,074,867</u>
Disbursements:		
Public Safety	2,196,266	-
Public Works	1,708,351	-
Health and Social Services	49,730	-
Culture and Recreation	1,264,768	-
Community and Economic Development	1,373,888	-
General Government	416,360	-
Capital Projects	6,123,664	-
Debt Service	631,210	-
Business-Type Activities	-	16,397,193
Total disbursements	<u>13,764,237</u>	<u>16,397,193</u>
Excess (deficiency) of receipts over disbursements	<u>(2,840,259)</u>	<u>(322,326)</u>
Other financing sources (uses):		
Proceeds from Sale of Asset	-	1,030,279
Transfers In	1,841,117	-
Transfers Out	(1,061,092)	(780,025)
Total other financing sources (uses)	<u>780,025</u>	<u>250,254</u>
Net Change in Balances	(2,060,234)	(72,072)
Balances - beginning of year	12,214,292	14,461,527
Prior Period Adjustment	<u>(106,520)</u>	<u>106,520</u>
Balance - beginning of year, as restated	<u>12,107,772</u>	<u>14,568,047</u>
Balances - end of year	<u>\$ 10,047,538</u>	<u>\$ 14,495,975</u>

Total Actual	Budgeted Amounts		Final to Actual Variance
	Original	Final	
\$ 3,693,657	\$ 3,668,874	\$ 3,658,697	\$ 34,960
174,743	101,350	101,350	73,393
4,093,948	2,808,428	2,808,428	1,285,520
16,188,931	14,944,806	12,694,806	3,494,125
373,529	447,641	447,641	(74,112)
2,474,037	1,528,590	1,528,590	945,447
<u>26,998,845</u>	<u>23,499,689</u>	<u>21,239,512</u>	<u>5,759,333</u>
2,196,266	2,398,093	2,398,093	201,827
1,708,351	1,508,003	1,982,434	274,083
49,730	65,135	65,135	15,405
1,264,768	1,088,633	1,288,667	23,899
1,373,888	360,823	1,239,149	(134,739)
416,360	459,669	459,669	43,309
6,123,664	6,305,620	6,305,620	181,956
631,210	720,212	764,907	133,697
16,397,193	15,660,830	16,970,116	572,923
<u>30,161,430</u>	<u>28,567,018</u>	<u>31,473,790</u>	<u>1,312,360</u>
<u>(3,162,585)</u>	<u>(5,067,329)</u>	<u>(10,234,278)</u>	<u>7,071,693</u>
1,030,279	-	-	1,030,279
1,841,117	10,976,714	4,576,071	(2,734,954)
(1,841,117)	10,976,714	4,576,071	(6,417,188)
<u>1,030,279</u>	<u>21,953,428</u>	<u>9,152,142</u>	<u>(8,121,863)</u>
(2,132,306)	16,886,099	(1,082,136)	(1,050,170)
26,675,819	-	-	-
-	-	-	-
<u>26,675,819</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 24,543,513</u>	<u>\$ 16,886,099</u>	<u>\$ (1,082,136)</u>	<u>\$ -</u>

CITY OF WEBSTER CITY, IOWA
BUDGET TO GAAP RECONCILIATION
REQUIRED SUPPLEMENTARY INFORMATION - BUDGETARY REPORTING
For the Year Ended June 30, 2017

	Cash Basis	Accrual Adjustments	Modified/Full Accrual Basis
Revenue:			
Taxes	\$ 3,693,657	\$ 62,782	\$ 3,756,439
Licenses and Permits	174,743	855	175,598
Intergovernmental Revenue	4,093,948	(957,763)	3,136,185
Charges for Services	16,188,931	27,654	16,216,585
Fines and Forfeits	-	12,881	12,881
Contributions	-	25,489	25,489
Refunds/Reimbursements	-	206,601	206,601
Revenue from Use of Property	373,529	(205,609)	167,920
Interest on Investments	-	214,116	214,116
Miscellaneous	3,504,316	(4,230,616)	(726,300)
Total Revenue	<u>28,029,124</u>	<u>(4,843,610)</u>	<u>23,185,514</u>
Expenditures/Expenses:			
Public Safety	2,196,266	(93,907)	2,102,359
Public Works	1,708,351	148,816	1,857,167
Health and Social Services	49,730	(13,574)	36,156
Culture and Recreation	1,264,768	(89,227)	1,175,541
Community and Economic Development	1,373,888	71,408	1,445,296
General Government	416,360	6,335	422,695
Capital Projects	6,123,664	(1,932,190)	4,191,474
Debt Service	631,210	(23,846)	607,364
Business-Type Activities	16,397,193	(1,597,260)	14,799,933
Total Expenditures/Expenses	<u>30,161,430</u>	<u>(3,523,445)</u>	<u>26,637,985</u>
Excess (Deficiency) of Revenues Over Expenditures/Expenses	<u>(2,132,306)</u>	<u>(1,320,165)</u>	<u>(3,452,471)</u>
Other financing sources (uses):			
Contributed Capital Revenue	-	360,722	360,722
Transfers In	1,841,117	-	1,841,117
Transfers Out	(1,841,117)	-	(1,841,117)
Total other financing sources (uses)	<u>-</u>	<u>360,722</u>	<u>360,722</u>
Excess (Deficiency) of Revenues and Other Financing Sources over Expenditures/Expenses and Other (Uses)	<u>(2,132,306)</u>	<u>(959,443)</u>	<u>(3,091,749)</u>
Fund Balance/Retained Earnings - beginning of year	26,675,819	21,480,449	48,156,268
Fund Balance/Retained Earnings - end of year	<u>\$ 24,543,513</u>	<u>\$ 20,521,006</u>	<u>\$ 45,064,519</u>

CITY OF WEBSTER CITY, IOWA
Notes to Required Supplementary Information – Budgetary Reporting
June 30, 2017

The budgetary comparison is presented as Required Supplementary Information in accordance with Governmental Accounting Standards Board Statement No. 41 for governments with significant budgetary perspective differences resulting from not being able to present budgetary comparisons for the General Fund and each major Special Revenue Fund.

In accordance with the Code of Iowa, the City Council annually adopts a budget on the cash basis following required public notice and hearing for all funds except the Internal Service Funds, and appropriates the amount deemed necessary for each of the different City offices and departments. The budgets may be amended during the year utilizing similar statutorily prescribed procedures. Encumbrances are not recognized on the cash basis budget and appropriations lapse at year end. The budget was amended once during the year.

Formal and legal budgetary control is based upon 9 major classes of expenditures known as functions, not by fund. These 9 functions are: public safety, public works, community and economic development, health and social services, culture and recreation, general government, debt service, capital projects, and business-type activities. Function disbursements required to be budgeted include disbursements for the General Fund, Special Revenue Funds, Debt Service Fund, Capital Projects Funds, and the Enterprise Funds. Although the budget document presents function disbursements by fund, the legal level of control is at the aggregated function level, not by fund. Legal budgetary control is also based upon the appropriation to each office or department.

During the fiscal year ended June 30, 2017, disbursements exceeded the amounts budgeted in the community and economic development function.

CITY OF WEBSTER CITY, IOWA
Schedule of Funding Progress for the
Retiree Health Plan

Required Supplementary Information						
Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Approximate Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
July 1, 2009	-	\$ 154,918	\$ 154,918	0.00%	\$2,925,000	5.2%
July 1, 2009	-	\$ 154,918	\$ 154,918	0.00%	\$2,925,000	5.2%
July 1, 2009	-	\$ 154,918	\$ 154,918	0.00%	\$3,367,000	4.6%
July 1, 2012	-	\$ 144,336	\$ 144,336	0.00%	\$2,530,000	5.7%
July 1, 2012	-	\$ 144,336	\$ 144,336	0.00%	\$2,530,000	5.7%
July 1, 2012	-	\$ 144,336	\$ 144,336	0.00%	\$2,530,000	5.7%
July 1, 2014	-	\$ 139,754	\$ 139,754	0.00%	\$2,965,000	4.7%
July 1, 2014	-	\$ 139,754	\$ 139,754	0.00%	\$2,965,000	4.7%
July 1, 2014	-	\$ 139,754	\$ 139,754	0.00%	\$2,965,000	4.7%

See Note 14 in the accompanying Notes to Financial Statements for the plan description, funding policy, annual OPEB Cost and Net OPEB Obligation, funded status and funding progress.

CITY OF WEBSTER CITY, IOWA
SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF
THE NET PENSION LIABILITY
IOWA PUBLIC EMPLOYEES' RETIREMENT SYSTEM LAST FISCAL YEAR*
(IN THOUSANDS)
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2017

	2017	2016	2015
City's proportion of the net pension liability	.035876%	.036600%	0.03806%
City's proportionate share of the net pension liability	\$ 2,257	\$ 1,808	\$ 1,509
City's covered-employee payroll	\$ 2,595	\$ 2,559	\$ 2,553
City's proportionate share of the net pension liability as a percentage of its covered employee payroll	86.97%	70.65%	59.11%
Plan fiduciary net position as a percentage of the total pension liability	81.82%	85.19%	87.61%

*The amounts presented for each fiscal year were determined as of June 30.

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

CITY OF WEBSTER CITY, IOWA
SCHEDULE OF THE CITY'S RETIREMENT SYSTEM
LAST TEN YEARS (IN THOUSANDS)
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2017

	2017	2016	2015	2014	2013
Statutorily required contribution	\$ 238	\$ 232	\$ 230	\$ 225	\$ 220
Contributions in relation to the statutorily required contribution	(238)	(232)	(230)	(225)	(220)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
City's covered employee payroll	\$ 2,666	\$ 2,595	\$2,559	\$2,553	\$2,567
Contributions as a percentage of covered-employee payroll	8.93%	8.94%	8.98%	8.77%	8.58%

	2012	2011	2010	2009	2008
Statutorily required contribution	\$ 204	\$ 179	\$ 169	\$ 156	\$ 141
Contributions in relation to the statutorily required contribution	(204)	\$ (179)	(169)	(156)	(141)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
City's covered employee payroll	\$2,567	\$2,603	\$2,504	\$2,441	\$2,286
Contributions as a percentage of covered-employee payroll	7.94%	6.88%	6.75%	6.40%	6.17%

See accompanying independent auditors' report

**CITY OF WEBSTER CITY, IOWA
SCHEDULE OF THE CITY'S RETIREMENT SYSTEM
LAST TEN YEARS (IN THOUSANDS)
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2017**

Changes of Benefit Terms:

Legislation passed in 2010 modified benefit terms for current Regular members. The definition of final average salary changed from the highest three to the highest five years of covered wages. The vesting requirement changed from four years of service to seven years. The early retirement reduction increased from 3 percent per year measured from the member's first unreduced retirement age to a 6 percent reduction for each year of retirement before age 65.

Legislative action in 2008 transferred four groups – emergency medical service providers, county jailers, county attorney investigators, and National Guard installation security officers – from Regular membership to the protection occupation group for future service only.

Changes of Assumptions

The 2014 valuation implemented the following refinements as a result of a quadrennial experience study:

- Decreased the inflation assumption from 3.25 percent to 3.00 percent.
- Decreased the assumed rate of interest on member accounts from 4.00 percent to 3.75 percent per year.
- Adjusted male mortality rates for retirees in the Regular membership group.
- Reduced retirement rates for sheriffs and deputies between the ages of 55 and 64.
- Moved from an open 30 year amortization period to a closed 30 year amortization period for the UAL beginning June 30, 2014. Each year thereafter, changes in the UAL from plan experience will be amortized on a separate closed 20 year period.

The 2010 valuation implemented the following refinements as a result of a quadrennial experience study:

- Adjusted retiree mortality assumptions.
- Modified retirement rates to reflect fewer retirements.
- Lowered disability rates at most ages.
- Lowered employment termination rates.
- Generally increased the probability of terminating members receiving a deferred retirement benefit.
- Modified salary increase assumptions based on various service duration.

CITY OF WEBSTER CITY, IOWA
SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
MUNICIPAL FIRE AND POLICE RETIREMENT SYSTEM OF IOWA
LAST FISCAL YEAR* (IN THOUSANDS)
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2017

	2017	2016	2015
City's proportion of the net pension liability	.31197%	.28126%	.31191%
City's proportionate share of the net pension liability	\$ 1,951	\$ 1,321	\$ 1,131
City's covered-employee payroll	\$ 845	\$ 737	\$ 797
City's proportionate share of the net pension liability as a percentage of its covered employee payroll	231%	179%	142%
Plan fiduciary net position as a percentage of the total pension liability	78%	83%	86%

*The amounts presented for each fiscal year were determined as of June 30.

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

**CITY OF WEBSTER CITY, IOWA
SCHEDULE OF CITY CONTRIBUTIONS
MUNICIPAL FIRE AND POLICE RETIREMENT SYSTEM OF IOWA
LAST TEN YEARS (IN THOUSANDS)
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2017**

	2017	2016	2015	2014	2013
Statutorily required contribution	\$ 225	\$ 235	\$ 244	\$ 240	\$ 208
Contributions in relation to the statutorily required contribution	(225)	(235)	(244)	(240)	(208)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
City's covered employee payroll	\$ 869	\$ 845	\$ 737	\$ 797	\$ 796
Contributions as a percentage of covered-employee payroll	25.92%	27.77%	30.41%	30.12%	26.12%

	2012	2011	2010	2009	2008
Statutorily required contribution	\$ 197	\$ 159	\$ 137	\$ 144	\$ 195
Contributions in relation to the statutorily required contribution	(197)	(159)	(137)	(144)	(195)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
City's covered employee payroll	\$ 796	\$ 799	\$ 806	\$ 768	\$ 765
Contributions as a percentage of covered-employee payroll	24.76%	19.90%	17.00%	18.75%	25.48%

See accompanying independent auditors' report

**CITY OF WEBSTER CITY
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PENSION LIABILITY
YEAR ENDED JUNE 30, 2017**

Changes of Benefit Terms:

There were no significant changes of benefit terms.

Changes of Assumptions:

Postretirement mortality changed to the RP-2000 Blue Collar Combined Healthy Mortality Table with males set-back two years, females set-forward one year and disableds set-forward one year (male only rates), with no projection of future mortality improvement.

CITY OF WEBSTER CITY, IOWA
 COMBINING BALANCE SHEET
 Governmental Nonmajor Funds
 June 30, 2017

	Special Revenue Funds				
	FICA/ IPERS	Worker's Compensation	Medical/Flex Insurance	Unemployment Compensation	Road Use Tax
Assets					
Cash and Cash Equivalents	\$ 53,039	\$ 81,379	\$ 157,740	\$ 13,779	\$ 1,235,519
Investments	-	-	-	-	700,000
Receivables (Net, where applicable, of allowance for uncollectibles)					
Accounts	-	-	-	-	-
Taxes	2,204	5,498	1,560	125	-
Subsequent Year Taxes	193,805	172,095	517,974	3,306	-
Accrued Interest	-	-	-	-	-
Notes Receivable	-	-	-	-	-
Due from Other Funds	-	-	-	-	-
Due from Other Governmental Agencies	-	-	-	-	104,554
Inventories	-	-	-	-	68,334
Total Assets	249,048	258,972	677,274	17,210	2,108,407
Liabilities					
Accounts Payable	-	4,203	-	-	60,031
Accrued Wages	-	-	-	-	2,833
Due to Other Funds	-	-	-	-	-
Total Liabilities	-	4,203	-	-	62,864
Deferred Inflows of Resources					
Unavailable Revenue - Subsequent Year Property Taxes	193,805	172,095	517,974	3,306	-
Unavailable Revenue - Other	-	-	-	-	-
Total Deferred Inflows of Resources	193,805	172,095	517,974	3,306	-
Fund Balances					
Non-Spendable:					
Inventories	-	-	-	-	68,334
Permanent Fund	-	-	-	-	-
Restricted:					
Specific Tax Levy	55,243	82,674	159,300	13,904	-
Streets	-	-	-	-	1,977,209
Capital Projects	-	-	-	-	-
Economic Development Activities	-	-	-	-	-
Committed:					
Police Activities	-	-	-	-	-
Economic Development Activities	-	-	-	-	-
Community Development Activities	-	-	-	-	-
Assigned:					
Capital Projects	-	-	-	-	-
Unassigned	-	-	-	-	-
Total Fund Balances	55,243	82,674	159,300	13,904	2,045,543
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 249,048	\$ 258,972	\$ 677,274	\$ 17,210	\$ 2,108,407

Special Revenue Funds								
Police/Fire Retirement	DARE	Seized Property	Police Reserve Fund	Economic Development Loan	WC Comm Rehabilitation Revolving Loan	Urban Renewal TIF Gourley	Urban Renewal TIF Riverview	
\$ 79,999	\$ 85	\$ 1,419	\$ 3,449	\$ 480,633	\$ 139,566	\$ -	\$ -	
-	-	-	-	300,000	-	-	-	-
-	-	-	-	-	-	-	-	-
2,229	-	-	-	-	-	-	-	-
208,955	-	-	-	-	-	8,255	25,099	-
-	-	-	-	1,423	86	-	-	-
-	-	-	-	599,490	8,573	-	-	-
-	-	-	-	301,375	-	-	-	-
-	-	-	-	-	-	-	-	-
291,183	85	1,419	3,449	1,662,921	148,225	8,255	25,099	-
-	-	-	-	7,360	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	200,000	5,124	-	-	-
-	-	-	-	207,360	5,124	-	-	-
208,955	-	-	-	-	-	8,255	25,099	-
324	-	-	-	600,908	8,573	-	-	-
209,279	-	-	-	600,908	8,573	8,255	25,099	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
81,904	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	85	1,419	3,449	-	-	-	-	-
-	-	-	-	854,653	134,528	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
81,904	85	1,419	3,449	854,653	134,528	-	-	-
\$ 291,183	\$ 85	\$ 1,419	\$ 3,449	\$ 1,662,921	\$ 148,225	\$ 8,255	\$ 25,099	

CITY OF WEBSTER CITY, IOWA
COMBINING BALANCE SHEET
Governmental Nonmajor Funds
June 30, 2017

	Special Revenue Funds				
	Urban Renewal	Urban Renewal		Urban Renewal	Urban Renewal
	TIF Hy-Vee	TIF Brewer Creek	SSMID	TIF Struchen	TIF West Second
Assets					
Cash and Pooled Investments	\$ 3,805	\$ 64,845	\$ 14,127	\$ -	\$ -
Investments	-	-	-	-	-
Receivables (Net, where applicable, of allowance for uncollectibles)					
Accounts	-	-	-	-	-
Taxes	-	-	-	-	-
Subsequent Year Taxes	-	25,000	8,753	15,785	-
Accrued Interest	-	-	-	-	-
Notes Receivable	-	-	-	-	-
Due from Other Funds	-	-	-	-	-
Due from Other Governmental Agencies	-	-	-	-	-
Inventories	-	-	-	-	-
Total Assets	<u>3,805</u>	<u>89,845</u>	<u>22,880</u>	<u>15,785</u>	<u>-</u>
Liabilities:					
Accounts Payable	-	-	4,600	-	-
Accrued Wages	-	-	-	-	-
Due to Other Funds	-	-	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>4,600</u>	<u>-</u>	<u>-</u>
Deferred Inflows of Resources					
Taxes	-	25,000	8,753	15,785	-
Unavailable Revenue - Other	-	-	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>25,000</u>	<u>8,753</u>	<u>15,785</u>	<u>-</u>
Fund Balances:					
Non-Spendable:					
Inventories	-	-	-	-	-
Permanent Fund	-	-	-	-	-
Restricted:					
Specific Tax Levy	3,805	64,845	9,527	-	-
Streets	-	-	-	-	-
Capital Projects	-	-	-	-	-
Economic Development Activities	-	-	-	-	-
Committed:					
Police Activities	-	-	-	-	-
Economic Development Activities	-	-	-	-	-
Community Development Activities	-	-	-	-	-
Assigned:					
Capital Projects	-	-	-	-	-
Unassigned	-	-	-	-	-
Total Fund Balances	<u>3,805</u>	<u>64,845</u>	<u>9,527</u>	<u>-</u>	<u>-</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 3,805</u>	<u>\$ 89,845</u>	<u>\$ 22,880</u>	<u>\$ 15,785</u>	<u>\$ -</u>

Special Revenue Funds									
Urban Renewal TIF Mitchell Machine	USDA Revolving Loan Fund	Urban Renewal TIF Southeast	Urban Renewal TIF SW Watermain	CDBG Housing Rehab	Wilson Brewer Park Depot	Webster City Pride	First State Bank TIF	Infinity TIF	
\$ -	\$ 34,725	\$ 76,225	\$ -	\$ 12	\$ 8,384	\$ 4,252	\$ 3,457	\$ 47,514	
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	129	-	-	-	-
4,948	-	-	14,738	-	-	-	15,000	-	-
-	327,000	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
4,948	361,725	76,225	14,738	12	8,513	4,252	18,457	47,514	
-	-	-	-	-	-	-	-	-	-
-	-	101,376	20,435	-	-	-	-	-	-
-	-	101,376	20,435	-	-	-	-	-	-
4,948	-	-	14,738	-	-	-	15,000	-	-
-	327,000	-	-	-	-	-	-	-	-
4,948	327,000	-	14,738	-	-	-	15,000	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	3,457	47,514	-
-	-	-	-	-	-	-	-	-	-
-	34,725	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	12	8,513	4,252	-	-
-	-	(25,151)	(20,435)	-	-	-	-	-	-
-	34,725	(25,151)	(20,435)	12	8,513	4,252	3,457	47,514	
\$ 4,948	\$ 361,725	\$ 76,225	\$ 14,738	\$ 12	\$ 8,513	\$ 4,252	\$ 18,457	\$ 47,514	

CITY OF WEBSTER CITY, IOWA
COMBINING BALANCE SHEET
Governmental Nonmajor Funds
June 30, 2017

	Special Revenue Funds						
	Webster City Federal TIF	Van Diest Medical Center TIF	Urban Renewal TIF Bean	TIF Town & Country	TIF Fareway	TIF Shopko	TIF 3DK
Assets:							
Cash and Pooled Investments	\$ 6,027	\$ -	\$ -	\$ 3,782	\$ 2,214	\$ -	\$ -
Investments	-	-	-	-	-	-	-
Receivables (Net, where applicable, of allowance for uncollectibles)							
Accounts	-	-	-	-	-	7,000	4,500
Taxes	-	-	-	-	-	-	-
Subsequent Year Taxes	81,000	-	-	15,000	7,300	69,000	13,000
Accrued Interest	-	-	-	-	-	-	-
Notes Receivable	-	-	-	-	-	-	-
Due from Other Funds	-	-	-	-	-	-	-
Due from Other Governmental Agencies	-	-	-	-	-	-	-
Inventories	-	-	-	-	-	-	-
Total Assets	87,027	-	-	18,782	9,514	76,000	17,500
Liabilities:							
Accounts Payable	-	-	-	-	-	-	-
Accrued Wages	-	-	-	-	-	-	-
Due to Other Funds	70,706	2,500	-	-	-	8,500	3,834
Total Liabilities	70,706	2,500	-	-	-	8,500	3,834
Deferred Inflows of Resources							
Taxes	81,000	-	-	15,000	7,300	69,000	13,000
Unavailable Revenue - Other	-	-	-	-	-	-	-
Total Deferred Inflows of Resources	81,000	-	-	15,000	7,300	69,000	13,000
Fund Balances:							
Non-Spendable:							
Inventories	-	-	-	-	-	-	-
Permanent Fund	-	-	-	-	-	-	-
Restricted:							
Specific Tax Levy	-	-	-	3,782	2,214	-	666
Streets	-	-	-	-	-	-	-
Capital Projects	-	-	-	-	-	-	-
Economic Development Activities	-	-	-	-	-	-	-
Committed:							
Police Activities	-	-	-	-	-	-	-
Economic Development Activities	-	-	-	-	-	-	-
Community Development Activities	-	-	-	-	-	-	-
Assigned:							
Capital Projects	-	-	-	-	-	-	-
Unassigned	(64,679)	(2,500)	-	-	-	(1,500)	-
Total Fund Balances	(64,679)	(2,500)	-	3,782	2,214	(1,500)	666
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 87,027	\$ -	\$ -	\$ 18,782	\$ 9,514	\$ 76,000	\$ 17,500

Special Revenue Funds			Capital Project Funds			
TIF Custom Meats	TIF Mary Ann's	TIF Tasler's	Second Street Reconstruction	1999 Sidewalk Improvements	Annual Street Maintenance	Bridge Project
\$ -	\$ -	\$ -	\$ -	\$ 46,704	\$ 348,272	\$ -
-	-	1,500	-	-	-	-
2,500	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
2,500	-	1,500	-	46,704	348,272	-
-	-	-	-	-	1,036	-
2,463	-	1,500	609,090	-	-	-
2,463	-	1,500	609,090	-	1,036	-
2,500	-	-	-	-	-	-
2,500	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
(2,463)	-	-	(609,090)	46,704	347,236	-
(2,463)	-	-	(609,090)	46,704	347,236	-
\$ 2,500	\$ -	\$ 1,500	\$ -	\$ 46,704	\$ 348,272	\$ -

CITY OF WEBSTER CITY, IOWA
COMBINING BALANCE SHEET
Governmental Nonmajor Funds
June 30, 2017

	Capital Project Funds					Permanent	Total
	Capital Improvement Reserve	Railroad Crossing Bicentennial	City Hall Plaza	W. Second Street	Superior Street	Perpetual Care Fund	Governmental Nonmajor Funds
Assets							
Cash and Pooled Investments	\$ 907,919	\$ 149	\$ -	\$ 1,156,150	\$ 32	\$ 429,437	\$ 5,384,439
Investments	-	-	-	500,000	-	-	1,500,000
Receivables (Net, where applicable, of allowance for uncollectibles)							
Accounts	-	-	-	-	-	-	13,129
Taxes	-	-	-	-	-	-	11,616
Subsequent Year Taxes	-	-	-	-	-	-	1,401,513
Accrued Interest	2,119	-	-	2,795	-	-	6,423
Notes Receivable	-	-	-	-	-	-	935,063
Due from Other Funds	-	-	-	-	-	-	301,375
Due from Other Governmental Agencies	61,648	-	-	-	-	-	166,202
Inventories	-	-	-	-	-	-	68,334
Total Assets	971,686	149	-	1,658,945	32	429,437	9,788,094
Liabilities:							
Accounts Payable	-	-	155	357,221	2,872	-	437,478
Accrued Wages	-	-	-	-	-	-	2,833
Due to Other Funds	-	-	-	-	58,924	-	1,084,452
	-	-	155	357,221	61,796	-	1,524,763
Deferred Inflows of Resources							
Taxes	-	-	-	-	-	-	1,401,513
Deferred Revenue	-	-	-	-	-	-	936,805
Total Deferred Inflows of Resources	-	-	-	-	-	-	2,338,318
Fund Balances:							
Non-Spendable:							
Inventories	-	-	-	-	-	-	68,334
Permanent Fund	-	-	-	-	-	429,437	429,437
Restricted:							
Specific Tax Levy	-	-	-	-	-	-	528,635
Streets	971,686	-	-	-	-	-	2,948,895
Capital Projects	-	-	-	1,301,724	-	-	1,301,724
Economic Development Activities	-	-	-	-	-	-	34,725
Committed:							
Police Activities	-	-	-	-	-	-	4,953
Economic Development Activities	-	-	-	-	-	-	989,181
Community Development Activities	-	-	-	-	-	-	12,777
Assigned:							
Capital Projects	-	149	-	-	-	-	394,089
Unassigned	-	-	(155)	-	(61,764)	-	(787,737)
Total Fund Balances	971,686	149	(155)	1,301,724	(61,764)	429,437	5,925,013
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 971,686	\$ 149	\$ -	\$ 1,658,945	\$ 32	\$ 429,437	\$ 9,788,094

CITY OF WEBSTER CITY, IOWA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
Governmental Nonmajor Funds
For the Year Ended June 30, 2017

	Special Revenue Funds				
	FICA/ IPERS	Worker's Compensation	Medical/Flex Insurance	Unemployment Compensation	Road Use Tax
Revenue:					
Taxes	\$ 209,276	\$ 150,275	\$ 518,357	\$ 11,838	\$ -
Intergovernmental Revenue	8,092	4,421	14,987	342	1,031,290
Charges for Services	-	-	-	-	-
Contributions	-	-	-	-	-
Refunds/Reimbursements	-	-	-	-	-
Interest	-	-	-	-	-
Miscellaneous	-	7,986	-	-	-
Total Revenue	215,368	162,662	533,344	12,180	1,031,290
Expenditures:					
Public Safety	51,228	83,970	251,805	2,854	-
Public Works	51,416	12,651	94,543	841	514,086
Culture and Recreation	72,752	15,051	77,528	1,226	-
Community and Economic Development	-	-	-	-	-
General Government	24,370	890	33,007	433	-
Capital Projects	-	-	-	-	-
Total Expenditures	199,766	112,362	456,883	5,354	514,086
Excess (deficiency) of revenues over expenditures	15,602	50,300	76,461	6,826	517,204
Other financing sources (uses):					
Transfers In	-	-	-	-	-
Transfers Out	-	-	-	-	(311,611)
Total other financing sources (uses)	-	-	-	-	(311,611)
Net Change in Fund Balance	15,602	50,300	76,461	6,826	205,593
Fund balances (deficits) -beginning of year	39,641	32,374	82,839	7,078	1,839,950
Prior Period Adjustments	-	-	-	-	-
Fund balances (deficits) -beginning of year (as restated)	39,641	32,374	82,839	7,078	1,839,950
Fund balances (deficits) - end of year	\$ 55,243	\$ 82,674	\$ 159,300	\$ 13,904	\$ 2,045,543

Special Revenue Funds								
Police/Fire Retirement	DARE	Seized Property	Police Reserve Fund	Economic Development Loan	WC Comm Rehabilitation Revolving Loan	Urban Renewal TIF Gourley	Urban Renewal TIF Riverview	
\$ 210,957	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 13,800	\$ 5,824	
8,106	-	-	-	-	-	-	-	
-	1,800	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	
155	-	-	11	3,200	353	-	-	
-	-	85	-	25,069	4,344	-	-	
217,218	1,800	85	11	28,269	4,697	13,800	5,824	
224,642	1,849	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	
-	-	-	-	532,324	-	9,064	-	
-	-	-	-	-	-	-	-	
224,642	1,849	-	-	532,324	-	9,064	-	
(7,424)	(49)	85	11	(504,055)	4,697	4,736	5,824	
-	-	-	-	10,293	-	-	-	
-	-	-	-	-	-	(4,736)	(5,824)	
-	-	-	-	10,293	-	(4,736)	(5,824)	
(7,424)	(49)	85	11	(493,762)	4,697	-	-	
89,328	134	1,334	3,438	1,348,415	129,831	-	-	
89,328	134	1,334	3,438	1,348,415	129,831	-	-	
\$ 81,904	\$ 85	\$ 1,419	\$ 3,449	\$ 854,653	\$ 134,528	\$ -	\$ -	

CITY OF WEBSTER CITY, IOWA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
Governmental Nonmajor Funds
For the Year Ended June 30, 2017

	Special Revenue Funds				
	Urban Renewal	Urban Renewal		Urban Renewal	Urban Renewal
	TIF Hy-Vee	TIF Brewer Creek	SSMID	TIF Struchen	TIF West Second
Revenue:					
Taxes	\$ -	\$ -	\$ 9,319	\$ 14,969	\$ -
Intergovernmental Revenue	-	-	524	-	-
Charges for Services	-	-	-	-	-
Contributions	-	-	-	-	-
Refunds/Reimbursements	-	-	-	-	-
Interest	-	226	-	-	51
Miscellaneous	-	-	300	129	-
Total Revenue	-	226	10,143	15,098	51
Expenditures:					
Public Safety	-	-	-	-	-
Public Works	-	-	-	-	44,274
Culture and Recreation	-	-	-	-	-
Community and Economic Development	-	-	10,330	9,542	-
General Government	-	-	-	-	-
Capital Projects	-	-	-	-	-
Total Expenditures	-	-	10,330	9,542	44,274
Excess (deficiency) of revenues over expenditures	-	226	(187)	5,556	(44,223)
Other financing sources (uses):					
Transfers In	-	-	229	-	-
Transfers Out	-	-	-	(5,556)	-
Total other financing sources (uses)	-	-	229	(5,556)	-
Net Change in Fund Balance	-	226	42	-	(44,223)
Fund balances (deficits) -beginning of year	3,605	64,619	9,485	-	44,223
Prior Period Adjustments	-	-	-	-	-
Fund balances (deficits) -beginning of year (as restated)	3,605	64,619	9,485	-	44,223
Fund balances (deficits) - end of year	\$ 3,605	\$ 64,845	\$ 9,527	\$ -	\$ -

Special Revenue Funds								
Urban Renewal TIF Mitchell Machine	USDA Revolving Loan Fund	Urban Renewal TIF Southeast	Urban Renewal TIF SW Watermain	CDBG Housing Rehab	Wilson Brewer Park Depot	Webster City Pride	First State Bank TIF	Infinity TIF
\$ 4,438	\$ -	\$ -	\$ 81,107	\$ -	\$ -	\$ -	\$ 15,066	\$ -
-	300,000	-	-	62,592	-	-	-	-
-	-	-	-	-	17,773	-	-	-
-	33,000	-	-	-	-	-	-	-
-	-	265	-	-	14	-	-	109
-	1,725	-	-	1,235	-	-	-	-
4,438	334,725	265	81,107	63,827	17,787	-	15,066	109
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
4,438	360,000	-	-	63,815	-	-	13,680	-
-	-	-	-	-	13,755	-	-	-
4,438	360,000	-	-	63,815	13,755	-	13,680	-
-	(25,275)	265	81,107	12	4,032	-	1,386	109
-	60,000	-	-	-	-	-	-	-
-	60,000	-	-	-	-	-	-	-
-	34,725	265	81,107	12	4,032	-	1,386	109
-	-	(25,416)	(101,542)	-	4,481	4,252	2,071	47,405
-	-	(25,416)	(101,542)	-	4,481	4,252	2,071	47,405
\$ -	\$ 34,725	\$ (25,151)	\$ (20,435)	\$ 12	\$ 8,513	\$ 4,252	\$ 3,457	\$ 47,514

CITY OF WEBSTER CITY, IOWA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
Governmental Nonmajor Funds
For the Year Ended June 30, 2017

	Special Revenue Funds						
	Webster City Federal TIF	Van Diest Medical Center TIF	Urban Renewal TIF Bean	TIF Town & Country	TIF Fareway	TIF Shopko	TIF 3DK
Revenue:							
Taxes	\$ 35,662	\$ -	\$ -	\$ 15,065	\$ 5,525	\$ -	\$ 12,882
Intergovernmental Revenue	4,925	-	-	-	1,250	-	841
Charges for Services	-	-	-	-	-	-	-
Contributions	-	-	-	-	-	-	-
Refunds/Reimbursements	-	-	-	-	-	2,500	-
Interest	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-
Total Revenue	40,587	-	-	15,065	6,775	2,500	13,523
Expenditures:							
Public Safety	-	-	-	-	-	-	-
Public Works	-	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-	-
Community and Economic Development	28,738	-	421	13,159	4,864	4,000	10,607
General Government	-	-	-	-	-	-	-
Capital Projects	-	-	-	-	-	-	-
Total Expenditures	28,738	-	421	13,159	4,864	4,000	10,607
Excess (deficiency) of revenues over expenditures	11,849	-	(421)	1,906	1,911	(1,500)	2,916
Other financing sources (uses):							
Transfers In	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Net Change in Fund Balance	11,849	-	(421)	1,906	1,911	(1,500)	2,916
Fund balances (deficits) -beginning of year	(1,528)	(2,500)	421	1,876	303	-	(2,250)
Prior Period Adjustments	(75,000)	-	-	-	-	-	-
Fund balances (deficits) -beginning of year (as restated)	(76,528)	(2,500)	421	1,876	303	-	(2,250)
Fund balances (deficits) - end of year	\$ (64,679)	\$ (2,500)	\$ -	\$ 3,782	\$ 2,214	\$ (1,500)	\$ 666

TIF Custom Meats	TIF Mary Ann's	TIF Tasler's	Second Street Reconstruction	1999 Sidewalk Improvements	Annual Street Maintenance	Bridge Project
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
5,000	1,500	1,500	-	-	-	-
-	-	-	-	-	-	-
5,000	1,500	1,500	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
7,463	1,500	1,500	-	-	-	-
-	-	-	-	-	409,659	15,633
7,463	1,500	1,500	-	-	409,659	15,633
(2,463)	-	-	-	-	(409,659)	(15,633)
-	-	-	5,595	-	483,965	15,633
-	-	-	5,595	-	483,965	15,633
(2,463)	-	-	5,595	-	74,306	-
-	-	-	(614,685)	46,704	272,930	-
-	-	-	(614,685)	46,704	272,930	-
\$ (2,463)	\$ -	\$ -	\$ (609,090)	\$ 46,704	\$ 347,238	\$ -

CITY OF WEBSTER CITY, IOWA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
Governmental Nonmajor Funds
For the Year Ended June 30, 2017

	Capital Project Funds					Permanent	Total
	Capital Improvement Reserve	Railroad Crossing Bicentennial	City Hall Plaza	W. Second Street	Superior Street	Perpetual Care Fund	Governmental Nonmajor Funds
Revenue:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,314,360
Intergovernmental Revenue	762,186	-	-	-	-	-	2,195,366
Charges for Services	-	-	-	-	-	3,575	3,575
Contributions	-	-	-	-	-	-	19,573
Refunds/Reimbursements	-	-	-	-	-	-	43,500
Interest	10,818	-	-	2,795	-	-	17,997
Miscellaneous	-	-	-	-	-	-	40,863
Total Revenue	773,004	-	-	2,795	-	3,575	3,635,214
Expenditures:							
Public Safety	-	-	-	-	-	-	616,348
Public Works	-	-	-	-	-	-	717,811
Culture and Recreation	-	-	-	-	-	-	166,557
Community and Economic Development	-	-	-	-	-	-	1,075,445
General Government	-	-	-	-	-	-	72,255
Capital Projects	-	-	-	948,071	29,110	-	1,402,473
Total Expenditures	-	-	-	948,071	29,110	-	4,050,889
Excess (deficiency) of revenues over expenditures	773,004	-	-	(945,276)	(29,110)	3,575	(415,675)
Other financing sources (uses):							
Transfers In	-	-	-	-	-	-	575,715
Transfers Out	(483,965)	-	-	-	(189,400)	-	(1,001,092)
Total other financing sources (uses)	(483,965)	-	-	-	(189,400)	-	(425,377)
Net Change in Fund Balance	289,039	-	-	(945,276)	(218,510)	3,575	(841,052)
Fund balances (deficits) -beginning of year	682,647	149	(155)	2,247,000	156,746	425,862	6,841,065
Prior Period Adjustments	-	-	-	-	-	-	(75,000)
Fund balances (deficits) -beginning of year (as restated)	682,647	149	(155)	2,247,000	156,746	425,862	6,766,065
Fund balances (deficits) - end of year	\$ 971,686	\$ 149	\$ (155)	\$ 1,301,724	\$ (61,764)	\$ 429,437	\$ 5,925,013

CITY OF WEBSTER CITY, IOWA
COMBINING STATEMENT OF FIDUCIARY NET POSITION
Fiduciary Funds
June 30, 2017

	Trust Funds						
	Joe E. Barr Trust	Edgar Foster Trust	Calvary Cemetery Trust	Zella Silvers Trust	Mulberry Church Trust	Agency Fund B.L.U.E	Totals
ASSETS							
Cash and Cash Equivalents	\$ 1,716	\$ 2,006	\$ 5,047	\$ 3,007	\$ 4,869	\$ 1,832	\$ 18,477
Total Assets	1,716	2,006	5,047	3,007	4,869	1,832	18,477
LIABILITIES							
Due to Other	-	-	-	-	-	1,832	1,832
Total Liabilities	-	-	-	-	-	1,832	1,832
NET POSITION							
Unrestricted	1,716	2,005	5,047	3,008	4,869	-	16,645
Total Net Position	\$ 1,716	\$ 2,005	\$ 5,047	\$ 3,008	\$ 4,869	\$ -	\$ 16,645

CITY OF WEBSTER CITY, IOWA
COMBINING STATEMENT OF CHANGES IN NET POSITION
Fiduciary Funds
For the Year Ended June 30, 2017

	Trust Funds					
	Joe E. Barr Trust	Edgar Foster Trust	Calvary Cemetery Trust	Zella Silvers Trust	Mulberry Church Trust	Totals
Additions						
Interest Income	\$ 5	\$ 5	\$ 16	\$ 10	\$ 35	\$ 71
Miscellaneous	-	-	-	-	5,469	5,469
Total Additions	<u>5</u>	<u>5</u>	<u>16</u>	<u>10</u>	<u>5,504</u>	<u>5,540</u>
Deductions						
Culture and Recreation	25	25	-	25	15,928	16,003
Changes in Net Position	(20)	(20)	16	(15)	(10,424)	(10,463)
Net Position Beginning of Year	<u>1,736</u>	<u>2,025</u>	<u>5,031</u>	<u>3,023</u>	<u>15,293</u>	<u>27,108</u>
Net Position End of Year	<u>\$ 1,716</u>	<u>\$ 2,005</u>	<u>\$ 5,047</u>	<u>\$ 3,008</u>	<u>\$ 4,869</u>	<u>\$ 16,645</u>

CITY OF WEBSTER CITY, IOWA
 COMBINING STATEMENT OF CHANGES IN ASSETES AND LIABILITIES
 Agency Fund
 For the Year Ended June 30, 2017

B.L.U.E	Balance July 1, 2016	Additions	Deductions	Balance June 30, 2017
Assets				
Cash	\$ 1,037	\$ 795	\$ -	\$ 1,832
Total Assets	<u>1,037</u>	<u>795</u>	<u>-</u>	<u>1,832</u>
Liabilities				
Due to Other	1,037	795	-	1,832
Total Liabilities	<u>\$ 1,037</u>	<u>\$ 795</u>	<u>\$ -</u>	<u>\$ 1,832</u>

CITY OF WEBSTER CITY, IOWA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CASH BASIS)
For the Year Ended June 30, 2017

Federal Grantor Pass-Through Grantor/Program Title	Federal CFDA Number	Grant Number	Passed Through to Subrecipients	Total Federal Expenditures
Direct:				
U.S. Department of Agriculture				
Rural Economic Development Loans	10.854	REDL-1	\$ 1,000,000	\$ 1,000,000
Rural Economic Development Grant	10.854	Grant-1		300,000
				<u>1,300,000</u>
U.S. Department of Transportation:				
Airport Improvement Program	20.106	3-19-0097-013-2016		388,080
Indirect:				
U.S. Department of Agriculture Forest Service				
Passed through the Iowa Department of Natural Resources				
Cooperative Forestry Assistance	10.664	16-DG-11420004-079		3,494
U.S. Department of Housing and Urban Development				
Passed through the Iowa Department of Economic Development				
Community Development Block Grant	14.228	15-HSG-019		62,592
U.S. Department of Transportation:				
Passed through the Iowa Department of Transportation				
Highway Planning and Construction	20.205	STP-U-8212(616)-70-40		902,000
Total expenditures of federal awards			<u>\$ 1,000,000</u>	<u>\$ 2,656,166</u>

Note 1 - Basis of Presentation - The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of the City of Webster City, Iowa under programs of the federal government for the year ended June 30, 2017. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the City of Webster City, it is not intended to and does not present the financial position, changes in net position, or cash flows of the City of Webster City.

Note 2 - Summary of Significant Accounting Policies - Expenditures reported on the Schedule are reported on the cash basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance and OMB Circular A-87, *Cost Principles for State, Local, and Indian Tribal Governments*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. The City of Webster City has not elected to use the 10% de minimis indirect cost rate as allowed under the Uniform Guidance.

Note 3- Loan

The balance of loans outstanding as June 30, 2017 consists of:

CFDA Number	Program Name	Outstanding Balance
10.854	Department of Agriculture- Rural Economic Development Loans	\$ 907,563

CITY OF WEBSTER CITY, IOWA
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2017

Part I: Summary of the Independent Auditors' Results

- (a) Unmodified opinions were issued on the financial statements.
- (b) Material weaknesses in internal control over financial reporting were disclosed by the audit of the financial statements.
- (c) The audit did not disclose any noncompliance which is material to the financial statements.
- (d) No material weakness in internal control over the major programs was noted.
- (e) An unmodified opinion was issued on compliance with requirements applicable to each major program.
- (f) The audit disclosed a finding which was required to be reported in accordance with the Uniform Guidance.
- (g) The major programs were as follows:
 - 10.854 Rural Economic Development Loans and Grants
 - 20.205 Highway Planning and Construction
- (g) The dollar threshold used to distinguish between Type A and Type B programs was \$750,000.
- (h) The City of Webster City did not qualify as a low-risk auditee.

Part II: Findings Related to the Financial Statements:

Instances of Non-Compliance:

No matters were noted.

Material Weaknesses:

2017-001 Financial Reporting

Condition and Criteria - The auditors were required to propose and have management post material adjusting journal entries to the fund financial statements in order for the financial statements to conform with U.S. generally accepted accounting principles. Management is responsible for the preparation of financial statements in accordance with U.S. generally accepted accounting principles (GAAP).

Effect - The financial statements provided by management are not presented entirely in accordance with U.S. generally accepted accounting principles.

Cause - With a limited number of personnel and current staff workload, the time constraints and staff expertise do not allow for all required year end U.S. GAAP adjusting journal entries to be posted.

Recommendation - We recommend that the City train additional staff on U.S. GAAP and government accounting standards to help reduce the amount of adjusting journal entries and increase their knowledge of the required reporting standards.

Views of Responsible Officials - City management feels that hiring additional personnel to implement the additional U.S. GAAP adjusting journal entries would not be cost-effective. However, management has and will continue to monitor this process on a regular basis.

CITY OF WEBSTER CITY, IOWA
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2017

Part II: Findings Related to the Financial Statements (Continued):

2017-002 Schedule of Expenditures of Federal Awards

Condition and Criteria – The auditors were required to propose and have management post adjusting journal entries to the Schedule of Expenditures of Federal Awards. Management is responsible for the preparation of the Schedule of Expenditures of Federal Awards.

Effect – The Schedule of Expenditures of Federal Awards provided by management were not presented entirely in accordance with the Uniform Guidance and did not include all Federal Expenditures. Adjustments were made to include all Federal Expenditures.

Cause – With a limited number of personnel and current staff workload, the time constraints allow for errors to go uncorrected.

Context – No questioned costs noted due to this weakness, however potential for unreported federal grant activity exists.

Recommendation – We recommend that the City implement a complete review process of the grant reporting process.

Views of Responsible Officials – City management feels that additional training would be beneficial and will proceed to implement immediately.

Part III: Findings and Questioned Costs Related to Federal Expenditures – Related to all Major Programs

INSTANCES OF NONCOMPLIANCE:

No matters were noted.

MATERIAL WEAKNESSES:

No matters were noted.

CITY OF WEBSTER CITY, IOWA
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2017

Part IV: Other Findings Related to Statutory Reporting:

III-A-17 - Certified Budget

Condition and Criteria - Disbursements during the year ended June 30, 2017, exceeded the amounts budgeted in the Community and Economic Development function.

Effect - The City is not in compliance with Chapter 384.18 of the Code of Iowa.

Cause - The City approved a budget amendment on May 15, 2017. With limited personnel and time constraints, the City inadvertently omitted some items from the preparation of their budget amendment. This resulted in the Community and Economic Development function to be overspent.

Recommendation - The budget should have been amended in accordance with Chapter 384.18 of the Code of Iowa before disbursements were allowed to exceed the budget.

Views of Responsible Officials - The budget will be amended in the future, if applicable.

III-B-17 - Questionable Expenditures - We noted no questionable expenditures during our audit.

III-C-17 - Travel Expense - No expenditures of City money for travel expenses of spouses of City officials or employees were noted.

III-D-17 - Business Transactions - Business transactions between the City and City officials are detailed as follows:

Name, Title and Business Connection	Transaction/Description	Amount
Tile Pros, Inc. - Brandon Hayes, Fireman	Contractor	\$ 170,488 (2)
Zehner Safety - Don Zehner, Fireman	Supplies	\$ 163 (1)
Estlud Heating & AC - Jeremy Estlud, Fireman	Repair	\$ 1,019 (1)
TMI - Brandon Hayes, Fireman	Contractor	\$ 90 (1)

(1) These transactions do not appear to represent a conflict of interest since the total transaction was less than \$1,500 during the year, per Chapter 362.5(3)(j) of the code of Iowa.

(2) This transaction does not appear to represent a conflict of interest since it was entered into through competitive bidding in accordance with Chapter 362.5(3)(j) of the code of Iowa.

III-E-17 - Bond Coverage - Surety bond coverage of City officials and employees is in accordance with statutory provisions. However, we recommend that the amount of coverage be reviewed annually to insure that the coverage is adequate for current operations.

III-F-17 - Council Minutes - We noted no transactions requiring approval which had not been approved by the Council.

III-G-17 - Revenue Bonds - No violations of revenue bond resolutions were noted.

III-H-17 - Cash and Investments - We noted no instances of noncompliance with the deposit and investment provisions of Chapter 12B and 12C of the Code of Iowa and the City's investment policy.

III-I-17 - Urban Renewal Annual Report - The urban renewal annual report was properly approved and certified to the Iowa Department of Management on or before December 1.

**CITY OF WEBSTER CITY, IOWA
Schedule of Prior Year Findings
For the Year Ended June 30, 2017**

Findings Related to the Financial Statements:

Material Weakness:

2016-001 Financial Reporting

Condition and Criteria - The auditors were required to propose and have management post adjusting journal entries to the fund financial statements in order for the financial statements to conform with U.S. generally accepted accounting principles. Management is responsible for the preparation of financial statements in accordance with U.S. generally accepted accounting principles (GAAP).

Effect - The financial statements provided by management are not presented entirely in accordance with U.S. generally accepted accounting principles.

Cause - With a limited number of personnel and current staff workload, the time constraints and staff expertise do not allow for all required year end U.S. GAAP adjusting journal entries to be posted.

Recommendation - We recommend that the City train additional staff on U.S. GAAP and government accounting standards to help reduce the amount of adjusting journal entries and increase their knowledge of the required reporting standards.

Views of Responsible Officials - City management feels that hiring additional personnel to implement the additional U.S. GAAP adjusting journal entries would not be cost-effective. However, management has and will continue to monitor this process on a regular basis.

Current Status - This finding still exists.



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**INDEPENDENT AUDITORS' 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**

Honorable Mayor, Members of the City Council
City of Webster City, Iowa

We have audited, in accordance auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the CITY OF WEBSTER CITY, IOWA, as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the City of Webster City, Iowa's basic financial statements, and have issued our report thereon dated December 18, 2017.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Webster City, Iowa'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 of Webster City, Iowa's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Webster City, Iowa's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify certain deficiencies in internal control, described as item 2017-001 and 2017-002 in the accompanying schedule of findings and questioned costs that we consider to be a material weakness.

Compliance and Other Matters

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

matters that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance or other matters that are described in Part IV of the accompanying schedule of findings and questioned costs.

Comments involving statutory and other legal matters about the City's operations for the year ended June 30, 2017 are based exclusively on knowledge obtained from procedures performed during our audit of the financial statements of the City. Since our audit was based on tests and samples, not all transactions that might have had an impact on the comments were necessarily audited. The comments involving statutory and other legal matters are not intended to constitute legal interpretations of those statutes.

City of Webster City, Iowa's Response to Findings

The City of Webster City, Iowa's response to findings identified in our audit is described in the accompanying schedule of findings and questioned costs. City of Webster City, Iowa'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.

We would like to acknowledge the many courtesies and assistance extended to us by personnel of City of Webster City, Iowa during the course of our audit. If you have any questions concerning any of the above matters, we would be pleased to discuss them with you at your convenience.

Williams + Company, P.C.
Certified Public Accountants

Le Mars, Iowa
December 18, 2017

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED
BY THE UNIFORM GUIDANCE**

Honorable Members of the City Council
Webster City, Iowa

Report on Compliance for Each Major Federal Program

We have audited the City of Webster City, Iowa's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on the City of Webster City, Iowa's major federal programs for the year ended June 30, 2017. The City of Webster City, Iowa's major federal programs are identified in the summary of independent auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for the City of Webster City, Iowa'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 the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City of Webster City, Iowa's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

In our opinion, the City of Webster City, Iowa, 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, 2017.

Report on Internal Control over Compliance

Management of the City of Webster City, Iowa, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City of Webster

City, Iowa'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 the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City of Webster City, Iowa's internal control over compliance.

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

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

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

Williams + Company, P.C.
Certified Public Accountants

Le Mars, Iowa
December 18, 2017



City of Webster City, Iowa
Corrective Action Plan
June 30, 2017

The City of Webster City, Iowa respectfully submits the following corrective action plan for the year ended June 30, 2017.

The audit was performed by Williams & Company, P.C., 21 1st Avenue NW, Le Mars, Iowa, for the fiscal year ended June 30, 2017.

The findings from the June 30, 2017 Schedule of Findings and Questioned Costs are discussed below. The findings are numbered consistently with the numbers assigned in the schedule.

MATERIAL WEAKNESS:

2017-001 Financial Reporting

Condition and Criteria - The auditors were required to propose and have management post adjusting journal entries to the fund financial statements in order for the financial statements to conform with U.S. generally accepted accounting principles. Management is responsible for the preparation of financial statements in accordance with U.S. generally accepted accounting principles (GAAP).

Effect - The financial statements provided by management are not presented entirely in accordance with U.S. generally accepted accounting principles.

Cause - With a limited number of personnel and current staff workload, the time constraints and staff expertise do not allow for all required year end U.S. GAAP adjusting journal entries to be posted.

Recommendation - We recommend that the City train additional staff on U.S. GAAP and government accounting standards to help reduce the amount of adjusting journal entries and increase their knowledge of the required reporting standards.

Views of Responsible Officials - City management feels that hiring additional personnel to implement the additional U.S. GAAP adjusting journal entries would not be cost-effective. However, management has and will continue to monitor this process on a regular basis.

2017-002 Schedule of Expenditures of Federal Awards

Condition and Criteria - The auditors were required to propose and have management post adjusting journal entries to the Schedule of Expenditures of Federal Awards. Management is responsible for the preparation of the Schedule of Expenditures of Federal Awards.

Effect – The Schedule of Expenditures of Federal Awards provided by management were not presented entirely in accordance with the Uniform Guidance and did not include all Federal Expenditures. Adjustments were made to include all Federal Expenditures.

Cause – With a limited number of personnel and current staff workload, the time constraints allow for errors to go uncorrected.

Context – No questioned costs noted due to this weakness, however potential for unreported federal grant activity exists.

Recommendation – We recommend that the City implement a complete review process of the grant reporting process.

Views of Responsible Officials – City management feels that additional training would be beneficial and will proceed to implement immediately.

If involved agencies have any questions regarding this plan, please call Dodie Wolfram at 515-832-9141.

Sincerely yours,

City of Webster City, Iowa

A handwritten signature in cursive script that reads "Dodie Wolfram".

Dodie Wolfram, Finance Director



MEMORANDUM

TO: Daniel Ortiz-Hernandez, City Manager
Mayor and Council

FROM: Ken Wetzler, Public Works Director

DATE: December 12, 2017

RE: Parking on Bank Street from Beach Street to West Avenue.
Second Reading of Ordinance

SUMMARY: The Municipal Code Chapter 69 prohibits parking on both sides of Bank Street from Fair Avenue to West Avenue. The current signage allows for parking during events.

The Traffic Committee reviewed this issue at their November 13th and December 11th meeting to address the “**parking**” and “**no parking**” areas.

The Traffic Committee recommended by motion to allow parking on Bank Street on the south side from Beach Street to West Avenue and prohibiting parking on the north side from Beach Street to West Avenue.

PREVIOUS COUNCIL ACTION: No previous Council action on this issue.

BACKGROUND/DISCUSSION: On or about October 6, 2017 the issue of parking on both sides of Bank Street from Fair Avenue to West Avenue was brought to City Staff’s attention.

Currently parking on Bank Street from Fair Avenue to West Avenue is “signed” to allow parking during School events. Contrary to the Municipal Code Chapter 69 section 69.08 titled “**No Parking Zones**” paragraph 1. “Bank Street both sides from Fair Avenue to West Street.” Paragraph 3. States “Bank Street on the south side from Prospect Street to Fair Avenue”

The parking as the signs state, (allows, parking on both sides only during events), brings rise to some questions and concerns;

- The greatest potential for issues to occur is during an event, parking on both sides basically eliminates emergency access.
- The potential for an accident, vehicle verses pedestrian, arises with pedestrians crossing or in the Street
- School buses can’t exit the west parking lot with parking on both sides
- Evacuations during disaster events becomes none existent with parking on both sides.

Conversations with Webster City Schools Superintendent Mike Sherwood, Police Chief Shiloh Mork, and Fire Chief Chuck Stansfield regarding this issue were discussed. Further conversations

were held with the Schools Director of Transportation Ted Larsen, presenting another light, bus traffic and turning, on the issue, and to address the parking and no parking zones.

These considerations focused on **allowing** parking any time on the **south** side of Bank Street from Beach Street to West Avenue and **not allowing** parking on the **north** side of Bank Street from Beach Street to West Avenue anytime.

FINANCIAL IMPLICATIONS TO CITY: Installation of posts and signs is estimated at \$800.00.

RECOMMENDATION: City Council approve the attached ordinance.

ALTERNATIVES:

- Revisit the issue with the Traffic Committee.
- Leave the current signage as is and change the Municipal Code.
- Leave the Municipal Code as is and install the correct signage.

CITY MANAGER COMMENTS: Concur with recommendation.

ORDINANCE NO. 2018 - _____

AN ORDINANCE AMENDING THE CODE OF ORDINANCES OF THE
CITY OF WEBSTER CITY, IOWA, 1996, BY AMENDING PARAGRAPH 1. AND
PARAGRAPH 3. TO CHAPTER 69, SECTION 08,
PERTAINING TO NO PARKING ZONES

BE IT ENACTED by the City Council of the City of Webster City, Iowa:

SECTION 1. SECTION MODIFIED. Chapter 69, Section 08, Paragraph 1 and Paragraph 3, of the code of Ordinances of the City of Webster City, Iowa, 1996, is repealed and the following adopted in lieu thereof:

69.08 NO PARKING ZONES. No one shall stop, stand or park a vehicle in any of the following specifically designated no parking zones except when necessary to avoid conflict with other traffic or in compliance with the direction of a peace officer or traffic control signal.

1. Bank Street, on the north side, from Beach Street to West Avenue.
3. Bank Street, on the south side, from Prospect Street to Beach Street.

SECTION 2. REPEALER. All ordinances or parts of ordinances in conflict with the provisions of this ordinance are hereby repealed.

SECTION 3. SEVERABILITY CLAUSE. If any section, provision or part of this ordinance shall be adjudged invalid or unconstitutional, such adjudication shall not affect the validity of the ordinance as a whole or any section, provision or part thereof not adjudged invalid or unconstitutional.

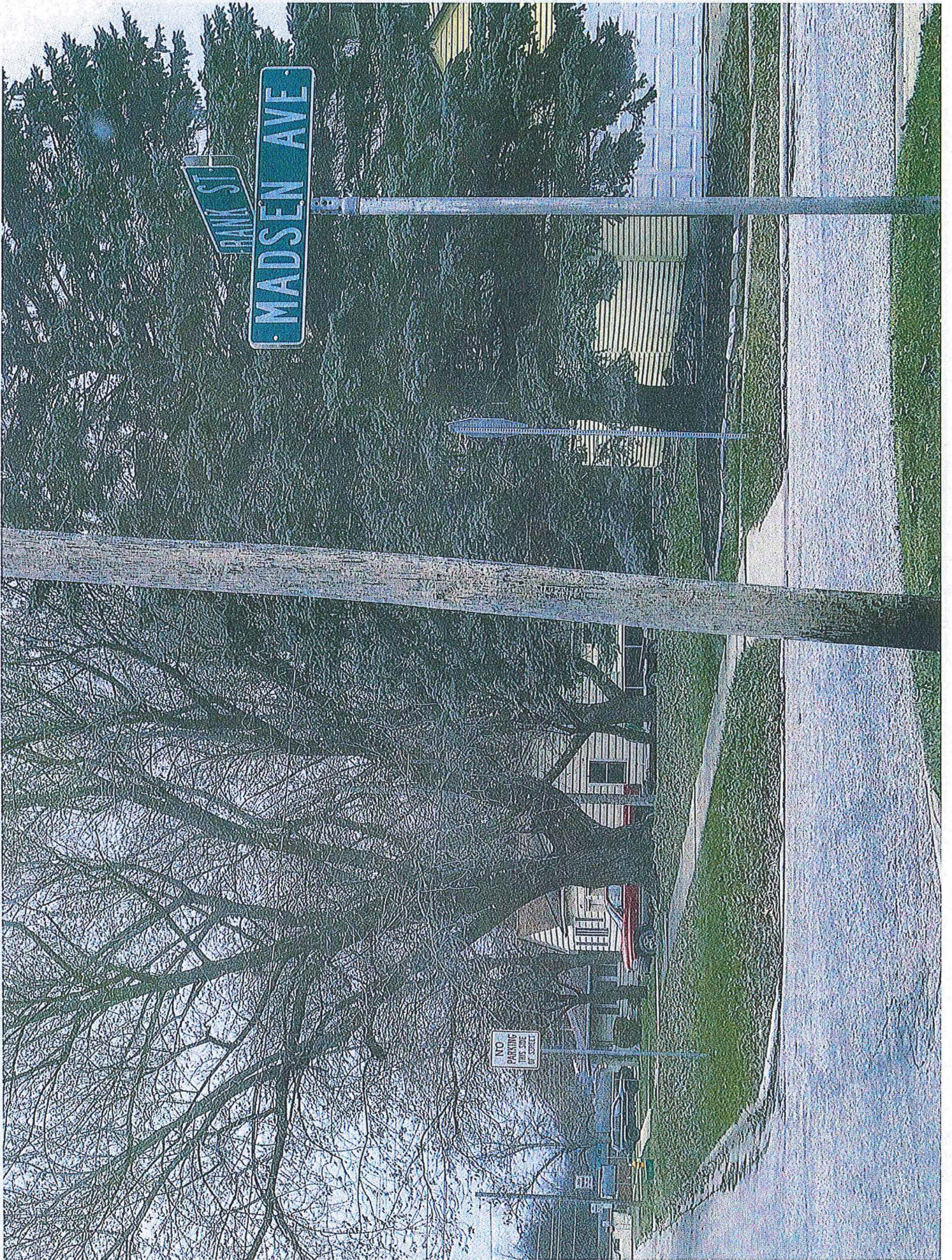
SECTION 4. WHEN EFFECTIVE. This ordinance shall be in effect after its final passage, approval and publication as provided by law.

Passed and adopted this ____ day of _____, 2018, and approved this ____ day of _____, 2018.

Mayor

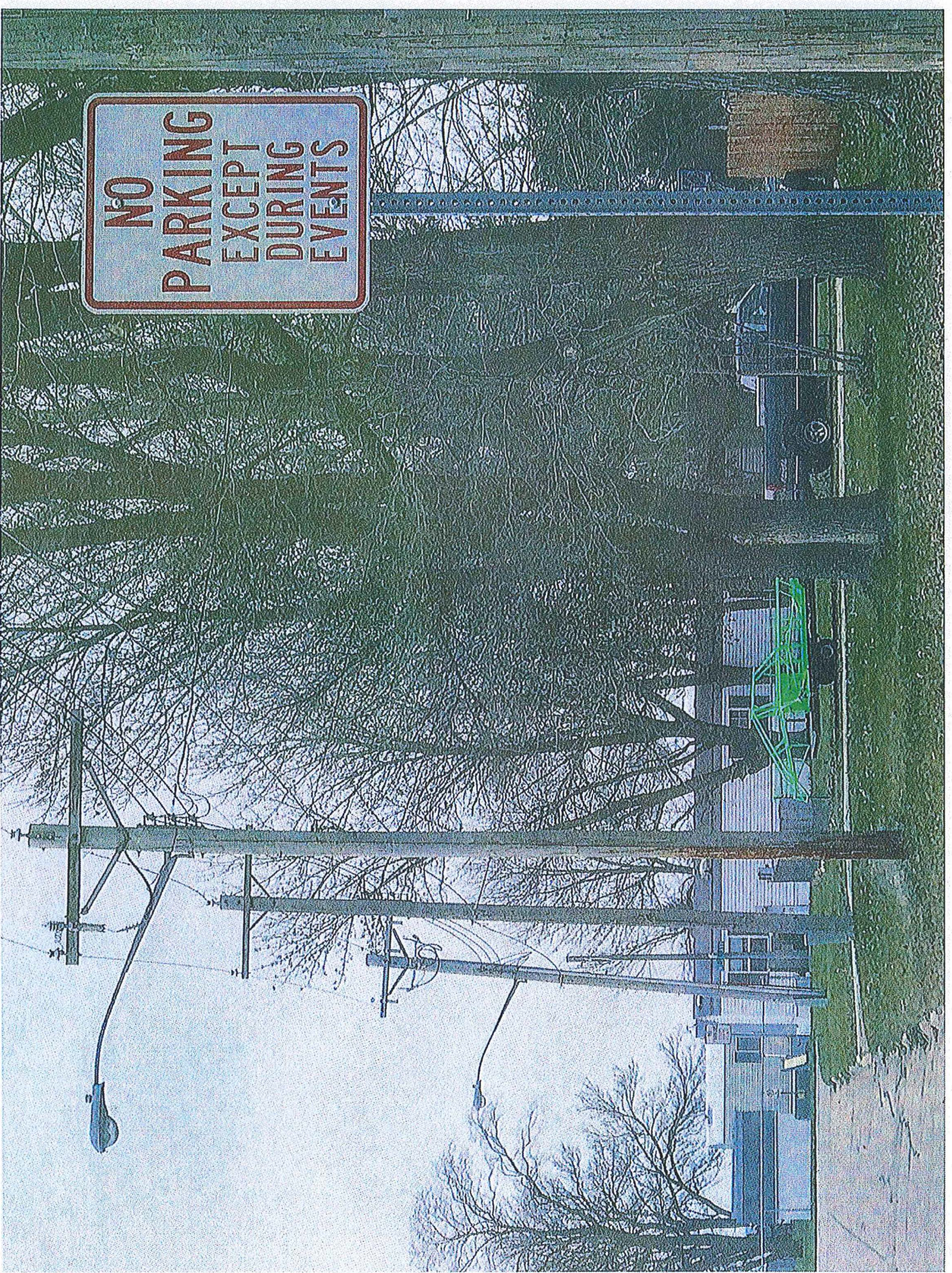
ATTEST: _____
Karyl Bonjour, City Clerk







**NO
PARKING
EXCEPT
DURING
EVENTS**





MEMORANDUM

TO: Daniel Ortiz-Hernandez, City Manager
Mayor and Council

FROM: Matt Alcazar, Engineering Tech/Project Coordinator

DATE: December 28, 2017

RE: Millards Lane Drainage project

SUMMARY: The Millards Lane Drainage Project has been completed by The Tile Pro's, Webster City, Iowa to the satisfaction of City Staff. It is recommended that we reconcile the bid tab with the work completed on site and to approve the Final Pay Request of \$12,119.53 with the release of the \$637.87 retainage 30 days after final payment is approved.

PREVIOUS COUNCIL ACTION: The City entered into a contract with The Tile Pro's, Webster City, Iowa on November 6, 2017 to complete Millards Lane Drainage Project.

BACKGROUND/DISCUSSION: After reconciling the bid tab based on measurements made on site of the completed work, it is City Staff's opinion that while most items were equal or under the quantities listed on the bid tab the Seeding portion did exceed the bid Quantities.

FINANCIAL IMPLICATIONS: This project will be funded through the Street Department Operations Budget. Reconciliation of a project is used when the noted differences don't exceed 25% of the cost of the project. If the amount had exceeded 25% of the cost of the project a Change Order would have been needed as required by Iowa Law.

The Tile Pro's

Original Contract \$12,431.65

Reconciliation \$325.75

New Contract Total \$12,757.40

RECOMMENDATION: Staff recommends approval of the Final Pay Request with reconciliation, and retainage in 30 days to the contract with The Tile Pro's.

ALTERNATIVES: Council could explore another alternative, however it is my opinion that this Final Pay Request with reconciliation be approved as recommended.

CITY MANAGER COMMENTS: Some of the measurements varied from the original proposal with some being lower than bid and the seeding being higher than expected. Overall the project is complete and the reconciliation amount is minimal.

RESOLUTION NO. 2018 - _____

**ACCEPTING WORK, AUTHORIZING FINAL PAYMENT OF \$12,119.53 AND
RELEASE THE RETAINAGE OF \$637.87 IN 30 DAYS TO THE TILE PRO'S,
WEBSTER CITY, IOWA FOR COMPLETION OF CONTRACT FOR THE MILLARDS
LANE DRAINAGE PROJECT**

WHEREAS, on November 6, 2017, the City of Webster City, Iowa did enter into a contract with The Tile Pro's, Webster City, Iowa for completion of the Millards Lane Drainage Project.

NOW, THEREFORE BE IT RESOLVED by the City Council of the City of Webster City, Iowa as follows:

1. The Original Contract was \$12,431.65
Reconciliation of Bid Tab \$ 325.75 Additional Seeding
Total Project Cost \$12,757.40
2. That the work be accepted as recommended by City Staff and final payment of \$12,119.53 be authorized
3. That the final retainage in the amount of \$637.87 is authorized to be paid to The Tile Pro's, Webster City, Iowa in 30 days from the date of this resolution.

Passed and adopted this 2nd day of January, 2018.

Mayor

ATTEST: _____
Karyl K. Bonjour, City Clerk

Invoice

The Tile Pro's

308 Third St.

Webster City, IA 50595

515-832-4699

Date	Invoice #
12/14/2017	8393

Bill To
City of Webster City 400 Second St Webster City, Iowa 50595

P.O. No.	Terms	Project
	Net 30	

Quantity	Description	Rate	Amount
	Millards Lane Drainage Project		
1	Mobilization	500.00	500.00
1	Traffic Control	300.00	300.00
1	12" Flex Coupling	210.00	210.00
1	12" 22	50.00	50.00
210	12" Dual Wall Non Perf	13.53	2,841.30
1	Concrete collar and trust blocks	450.00	450.00
20	15" CMP out fall	55.44	1,108.80
1	15" Animal guard with band	72.60	72.60
1	Clearing and grubbing	1,200.00	1,200.00
47	Rip Rap	43.00	2,021.00
490	Seeding	6.13	3,003.70
1	Backfill Temporary Drainage Swale	250.00	250.00
1	Erosion Control Devices	750.00	750.00
		Total	\$12,757.40

PROPOSAL

"EXHIBIT A"

TO: THE CITY OF WEBSTER CITY, HAMILTON COUNTY, IOWA herein called "Owner."

Pursuant to and in compliance with your Notice Inviting Bids, and the other documents relating thereto, the undersigned bidder, having familiarized themselves with the terms of the contract, the local conditions affecting the performance of the contract and the cost of the work at the place where the work is to be done, and with the plans thereto, hereby proposes and agrees to perform within the time stipulated, the contract, including all of its component parts and everything required to be performed, and to provide and furnish any and all of the labor, materials, tools, equipment, and all utility and transportation services necessary to perform the contract, and complete in a workmanlike manner, all of the work covered by the contract in connection with Owner's project identified as:

MILLARDS LANE DRAINAGE PROJECT

NOTE: Bidders must bid each item in this schedule. All entries in the entire BID must be made clearly and in ink.

Millards Lane Storm Water replacement Project 2017 Webster City, Iowa					
item #	Description	Unit Price	Unit	Bid QTY.	Bid Cost
1	Mobilization	\$ 500	LS	1	\$ 500
2	Traffic Control	\$ 300	LS	1	\$ 300
3	12" flex coupling	\$ 210	EA	1	\$ 210
4	12", 22.5 or 45 degree elbows	\$ 50	EA	3	\$ 150
5	12" Dual Wall Non Perf or approved Equal	\$ 13.53	LF	280	\$ 3788.40
6	Concrete Collars & trust blocks	\$ 450	ES	1	\$ 450
7	15" CMP out fall	\$ 55.44	LF	20	\$ 1108.80
8	15" Animal guard with Band	\$ 72.60	EA	1	\$ 72.60
9	Clearing and grubbing	\$ 1200	LS	1	\$ 1200
10	Rip Rap	\$ 43	TON	50	\$ 2150
11	Seeding	\$ 6.13	SY	245	\$ 1501.85
12	Backfill Temporary Drainage Swale	\$ 250	LS	1	\$ 250
13	Erosion Control Devices	\$ 750	LS	1	\$ 750
		Bid Total	\$		\$12431.65

Required time to complete the work as bid? Days 45

Addenda _____

"EXHIBIT A"



MEMORANDUM

TO: City Council

FROM: Daniel Ortiz-Hernandez, City Manager

DATE: December 27, 2017

RE: Authorization to Exceed Quotation Amount – Surveillance Cameras

SUMMARY: City staff is asking authorization to pay an additional \$907.00 from the original proposal of \$9,433 to replace the existing security cameras at City Hall.

PREVIOUS COUNCIL ACTION: The cameras were in the CIP budget for the 2017/18 fiscal year and the next step in the process of safety enhancements at City Hall.

BACKGROUND/DISCUSSION: City Hall has maintained a security camera system for some time. Due to the age and condition of some of the cameras, the system needed to be upgraded and cameras replaced. Bids were taken for the security cameras and staff chose to hire Astra Security who provided us with the lowest bid of \$9,433.00.

Three quotes obtained were:

ASTRA Security:	\$ 9,433.00
RC Systems:	\$11,259.19
ADT:	\$ 4,480.70, plus \$225.42 monthly service charge

ASTRA Security's proposal also included upgrading the two cameras in the Police Department interview room.

Given that the lowest quote was under \$10,000 the project did not require Council approval at the time. During the installation it was discovered that the exterior camera outside the police department that overlooks 2nd Street was left out of the quote by mistake. We felt that it was more cost effective to continue with the installation to include this camera than to seek approval and have the company come back for additional travel expense as well as a time factor of when we could be placed in their schedule.

FINANCIAL IMPLICATIONS: We have \$11,000.00 remaining in budget for surveillance cameras. We originally had \$28,000.00 budgeted through the IT Department's Capital Improvement Plan but used \$17,000.00 of this towards the City Hall generator. The bill is now \$10,340.00 which is still lower than the other bids received and under the budgeted amount.

RECOMMENDATION: We would like authorization to proceed with payment to Astra Security in the amount of \$10,340.00 which is \$907.00 more than the original proposal due to an oversight when providing the company with the number of cameras needed.

805 Des Moines Street
Webster City, IA 50595
(515) 832-2885
(515) 832-2515 fax



GROVES & CHIZEK LAW OFFICE

Gary J. Groves
gary@groveslaw.net

Zachary S. Chizek
zach@groveslaw.net

December 28, 2017

TO: Members of the City Council

RE: Summary of Professional Services for December 2017.

Dear Council Members:

Outlined below is a summary of professional services I have provided for the City of Webster City as City Attorney for the month of December 2017. The main issues I addressed this past month were (a) finalizing the loan documents between the USDA, the City, and Mary Ann's Specialty Foods for a pass-through loan, (b) working with the City's Planning Director on the sale of all remaining lots in Brewer Creek 3rd Addition, and (c) working with the City Manager on a social media policy for the City.

In regards to the pass-through loan between the USDA, the City, and Mary Ann's Specialty Foods, the loan was closed on December 7, 2017 and is a ten (10) year loan. As with previous loans the City will take security by an irrevocable stand-by letter of credit from Mary Ann's bank.

In regards to Brewer Creek Addition's lot sales, the remaining three (3) lots in Brewer Creek 3rd Addition have or will shortly be sold and my office has been working with the City's Planning Director to get the necessary paperwork completed for these sales. The only remaining lots for sale by the City in the Brewer Creek Additions are in Brewer Creek 5th and 6th Addition.

Finally, in regards to the City's new social media policy and Facebook page, I worked with the City Manager to ensure the new proposed policy complied with federal and state laws, especially in regards to the future possibility of open record requests as a result of our social media usage.

If you have any questions regarding any of the above summary please do not hesitate to contact me.

Respectfully submitted,

Zachary S. Chizek
Attorney at Law