



## UTILITY & INFRASTRUCTURE BOARD

March 10, 2020 - 4:00 P.M.

Fremont Municipal Building, 2<sup>nd</sup> Floor Conference Room,  
400 East Military, Fremont Nebraska

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### **REGULAR MEETING:**

1. Meeting called to order
2. Roll call

**CONSENT AGENDA:** *All items in the consent agenda are considered to be routine by the Utility and Infrastructure Board and will be enacted by one motion. There will be no separate discussion of these items unless a Board Member or a citizen so requests, in which event the item will be removed from the consent agenda and considered separately.*

3. Approve minutes of February 25, 2020.
4. Consider Accounts Payable through March 10, 2020.

### **REGULAR AGENDA:**

5. Receive Audited Financial Statements.
6. City Administrator Update (no board action is requested).
  - a. Lon D. Wright Power Plant Outage Update
  - b. Electric Prepay
7. Adjournment

The agenda was posted at the Municipal Building on March 6, 2020. The agenda and enclosures are distributed to the Board and posted on the City of Fremont's website. The official current copy of the agenda is available at Municipal Building, 400 East Military, office of the City Administrator. A copy of the Open Meeting Law is posted in the 2<sup>nd</sup> floor conference room for review by the public. The Utility & Infrastructure Board reserves the right to adjust the order of items on this agenda.

**CITY OF FREMONT UTILITY AND INFRASTRUCTURE BOARD  
FEBRUARY 25, 2020 - 4:00 P.M.**

A meeting of the Utility and Infrastructure Board was held on February 25, 2020 at 4:00 p.m. in the 2<sup>nd</sup> floor meeting room at 400 East Military, Fremont, Nebraska. The meeting was preceded by publicized notice in the Fremont Tribune and the agenda displayed in the Municipal Building. The meeting was open to the public. A continually current copy of the agenda was available for public inspection at the office of the City Administrator, 400 East Military. The agenda was distributed to the Utility and Infrastructure Board on February 21, 2020 and posted, along with the supporting documents, on the City's website. A copy of the open meeting law is posted continually for public inspection.

**ROLL CALL**

Roll call showed Board Members Sawtelle, Bolton, Vering and Wiese present, Shelso absent. 4 present, 1 absent. Others in attendance included Brian Newton, City Administrator; Troy Schaben, Asst City Admin – Utility; Jeff Shanahan, Pwr Plt Supr.; Jody Sanders, Finance Dir.; Lottie Mitchell, Exec. Assist; Al Kaspar, Elec. Engin.; Keith Kontor, WWTP/Wtr Supr.; and Dave Goedeken, Pub Wrks Dir.; Dan Goebel, Accntnt; Dean Kavan, Wrhs Spv.; Steve Carnahan, Gas Dept Supr.; and Jan Rise, Admin Srvcs Dir.

**CONSENT AGENDA**

Moved by Member Bolton and seconded by Member Wiese to approve items 3 and 4 (Minutes from February 11, 2020 and Accounts Payable through February 25, 2020. Ayes: Sawtelle, Bolton, Vering and Wiese. Motion carried 4-0.

**CONSIDER BID FOR 2020 FORD F-350 SUPER CAB PICK-UP TRUCK FOR THE WATER DEPARTMENT.**

Kavan gave overview. Moved by Member Vering and seconded by Member Wiese to recommend City Council approve bid from Sid Dillon, State Contract #15040, for the purchase of a 2020 Ford F-350 4WD Super-Cab Pickup Truck for the Water Department in the amount of \$51,863.97. Ayes: Sawtelle, Bolton, Vering and Wiese. Motion carried 4-0.

**CONSIDER BID FOR 2020 CHEVROLET 1500 CREW CAB PICK-UP TRUCK FOR THE GAS DEPARTMENT.**

Kavan gave overview. Moved by Member Vering and seconded by Member Wiese to recommend City Council approve bid from Sid Dillon, State Contract #15224, for the purchase of a 2020 Chevrolet 1500 4WD Crew Cab Pickup Truck for the Gas Department in the amount of \$33,767.06. Ayes: Sawtelle, Bolton, Vering and Wiese. Motion carried 4-0.

**CONSIDER BID FOR DITCH WITCH MINI SKID STEER SK1050 FOR THE WAREHOUSE.**

Kavan gave overview. Moved by Member Wiese and seconded by Member Bolton to recommend City Council approve bid from Ditch Witch, Sourcewell Contract #78238, for the purchase of a Ditch Witch Mini Skid Steer SK1050 for the Warehouse in the amount of \$81,474.25. Ayes: Sawtelle, Bolton, Vering and Wiese. Motion carried 4-0.

**CONSIDER BID FOR LON D. WRIGHT POWER PLANT RAIL TRACK EXTENSION.**

Shanahan gave overview. Moved by Member Vering and seconded by Member Bolton to recommend City Council approve bid from Railworks Track System for the extension of the Lon D. Wright Rail Tracks in the amount of \$635,288.00. Ayes: Sawtelle, Bolton, Vering and Wiese. Motion carried 4-0.

**CONSIDER PROPOSAL FOR NATURAL GAS ASSET MANAGER.**

Schaben gave overview. Moved by Member Vering and seconded by Member Wiese to recommend City Council award contract for Natural Gas Asset Management to BP. Ayes: Sawtelle, Bolton, Vering and Wiese. Motion carried 4-0.

**CONSIDER BID FOR 2020 PAVEMENT REHAB PROJECT.**

Goedeken gave overview. Moved by Member Bolton and seconded by Member Wiese to recommend City Council approve \$220,000 to CR-Menn Concrete, LLC for the 2020 Pavement Rehab Project. Ayes: Sawtelle, Bolton, Vering and Wiese. Motion carried 4-0.

**CONSIDER 1.00% CONVENIENCE FEE FOR CREDIT CARD PAYMENTS MADE TO THE DEPARTMENT OF UTILITIES.**

Goebel and Sanders gave overview. Moved by Member Bolton and seconded by Member Vering to recommend City Council modify the Master Fee Schedule to include a 1.00% convenience fee for credit card payments made to the Department of Utilities contingent upon legality of convenience fee for debit cards. Ayes: Sawtelle, Bolton, Vering and Wiese. Motion carried 4-0.

**CITY ADMINISTRATOR UPDATE (NO BOARD ACTION IS REQUESTED).**

- a. Newton gave update on flooding.

**ADJOURNMENT**

Moved by Member Bolton and seconded by Member Vering to adjourn at 4:43 p.m. Ayes: Sawtelle, Bolton, Vering and Wiese. Motion carried 4-0.

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Allen Sawtelle, Chairman

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Toni Vering, Secretary

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David Shelso

\_\_\_\_\_  
Michelle Wiese

\_\_\_\_\_  
Gary Bolton

## STAFF REPORT

**TO:** Utility and Infrastructure Board (UIB)  
Brian Newton, City Administrator  
Troy Schaben, Assistant City Administrator - Utilities

**FROM:** Jody Sanders, CPA, Director of Finance

**DATE:** March 10, 2020

**SUBJECT:** Claims

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**Recommendation:** Move to approve February 26 through March 10, 2020 claims, as well as subsequent claims due and payable before the next meeting of the UIB.

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**Background:** Staff is requesting approval by the UIB to pay claims that will become due and payable (by virtue of contractual agreements or regulatory requirements) before the next UIB meeting.

The amount due is not known as of this staff report, but the related vendors are listed below. These approved claims will still be presented as claims at the next UIB meeting and included in the total requested by Council for approval.

- Direct deposit of employee payroll on March 19, 2020 and related withholdings remitted to pension plans, federal and state tax withholdings, and garnishments.
- Nebraska Department of Revenue – all sales tax collected and use tax owed by the utility departments.
- Transmission and energy purchases payable to Southwest Power Pool, every Tuesday.
- Transmission and energy purchases payable to Omaha Public Power District.
- Natural gas purchases from Northern Natural Gas/US Energy, BP, Cargill, Central Plains Energy Project (CPEP), and Public Energy Authority of Kentucky (PEAK).
- Coal purchases from Cloud Peak Energy Resources, and Peabody Coal, and freight charges to Union Pacific.
- Progress payments to Emerson Process Management under the contract for the SCADA project.
- UPS weekly invoice for shipping costs, due within ten days or late fees are incurred.

There are a limited number of agencies that debit the City's bank account for credit card processing fees, kiosk fees, and bank analysis. These are based on a fee schedule.

**Fiscal Impact:** Utility funds claims total **\$ 3,650,116.13**

EAL DESCRIPTION: EAL: 02242020 ANDERSEND

PAYMENT TYPES

Checks . . . . . Y  
EFTs . . . . . Y  
ePayables . . . . . Y

VOUCHER SELECTION CRITERIA

Voucher/discount due date . . . . . 02/24/2020  
All banks . . . . . A

REPORT SEQUENCE OPTIONS:

Vendor . . . . .	X	One vendor per page? (Y,N) . . . . .	N
Bank/Vendor . . . . .		One vendor per page? (Y,N) . . . . .	N
Fund/Dept/Div . . . . .		Validate cash on hand? (Y,N) . . . . .	N
Fund/Dept/Div/Element/Obj . . . . .		Validate cash on hand? (Y,N) . . . . .	N
Proj/Fund/Dept/Div/Elm/Obj . . . . .			

This report is by: Vendor

Process by bank code? (Y,N) . . . . . Y  
Print reports in vendor name sequence? (Y,N) . . . . . Y  
Calendar year for 1099 withholding . . . . . 2020  
Disbursement year/per . . . . . 2020/05  
Payment date . . . . . 02/25/2020

VEND NO	SEQ#	VENDOR NAME	BNK	CHECK/DUE	ACCOUNT	ITEM	CHECK	EFT, EPAY OR
INVOICE	VOUCHER	P.O.		DATE	NO	DESCRIPTION	AMOUNT	HAND-ISSUED
NO	NO	NO						AMOUNT
0004597	00	BP CANADA ENERGY MARKETING				*WIRE*		
21051261	JAN'20		00	02/24/2020	057-8205-807.50-02		318,973.58	Natural gas purchase
VENDOR TOTAL *							318,973.58	
0003109	00	UPS						
5E9752080			00	02/24/2020	051-5001-940.60-79	02/22/20 Serv Chrg Share	7.75	
5E9752080			00	02/24/2020	051-5001-940.60-79	02/22/20 Serv Chrg Share	7.75	
5E9752080			00	02/24/2020	053-6105-502.50-23	Water Samples	89.24	
5E9752080			00	02/24/2020	055-7105-502.60-79	Radwell Intl	14.98	
VENDOR TOTAL *							119.72	
TOTAL EXPENDITURES ****							319,093.30	
GRAND TOTAL *****								319,093.30

EAL DESCRIPTION: EAL: 03022020 ANDERSEND

PAYMENT TYPES

Checks . . . . . Y  
EFTs . . . . . Y  
ePayables . . . . . Y

VOUCHER SELECTION CRITERIA

Voucher/discount due date . . . . . 03/02/2020  
All banks . . . . . A

REPORT SEQUENCE OPTIONS:

Vendor . . . . .	X	One vendor per page? (Y,N) . . . . .	N
Bank/Vendor . . . . .		One vendor per page? (Y,N) . . . . .	N
Fund/Dept/Div . . . . .		Validate cash on hand? (Y,N) . . . . .	N
Fund/Dept/Div/Element/Obj . . . . .		Validate cash on hand? (Y,N) . . . . .	N
Proj/Fund/Dept/Div/Elm/Obj . . . . .			

This report is by: Vendor

Process by bank code? (Y,N) . . . . . Y  
Print reports in vendor name sequence? (Y,N) . . . . . Y  
Calendar year for 1099 withholding . . . . . 2020  
Disbursement year/per . . . . . 2020/06  
Payment date . . . . . 03/02/2020

VEND NO	SEQ#	VENDOR NAME	BNK	CHECK/DUE	ACCOUNT	ITEM	CHECK	EFT, EPAY OR
INVOICE	VOUCHER	P.O.		DATE	NO	DESCRIPTION	AMOUNT	HAND-ISSUED
NO	NO	NO						AMOUNT
0003109	00	UPS						
5E9752090			00	03/02/2020	051-5001-940.60-79	02/29/20 Serv Chrg Share	7.75	
5E9752090			00	03/02/2020	051-5001-940.60-79	02/29/20 Serv Chrg Share	7.75	
5E9752090			00	03/02/2020	051-5105-502.60-79	Honeywell	13.43	
5E9752090			00	03/02/2020	051-5105-502.60-79	Babcock & Wilcox	34.00	
5E9752090			00	03/02/2020	051-5205-580.60-79	Skarshaug Testing Lab Adj	13.52	
5E9752090			00	03/02/2020	053-6105-502.50-23	Water Samples	80.70	
5E9752090			00	03/02/2020	053-6205-583.60-79	Flagshooter	45.73	
						VENDOR TOTAL *	202.88	
						TOTAL EXPENDITURES ****	202.88	
						GRAND TOTAL *****		202.88



DEPARTMENT OF UTILITIES  
ELECTRONIC WITHDRAWAL LIST

FOR UTILITIES AND INFRASTRUCTURE BOARD MEETING: 3/10/20

AJ	WITHDRAWAL				WITHDRAWAL
GROUP NO	VENDOR NAME	DATE	ACCOUNT NO	ITEM DESCRIPTION	AMOUNT
6207	TSYS MERCHANT SOLUTIONS	03/03/20	051-5001-903-60-77	CREDIT CARD FEES	2,032.62
6207	TSYS MERCHANT SOLUTIONS	03/03/20	051-5001-903-60-77	CREDIT CARD FEES	9,862.12
6227	VANTIV	03/04/20	051-5001-903-60-77	KIOSK CREDIT CARD FEES	21.00
				TOTAL EXPENDITURES	11,915.74

EAL DESCRIPTION: EAL: 03052020 ANDERSEND

PAYMENT TYPES

Checks . . . . . Y  
EFTs . . . . . Y  
ePayables . . . . . Y

VOUCHER SELECTION CRITERIA

Voucher/discount due date . . . . . 03/05/2020  
All banks . . . . . A

REPORT SEQUENCE OPTIONS:

Vendor . . . . . X      One vendor per page? (Y,N) . . . . . N  
Bank/Vendor . . . . .      One vendor per page? (Y,N) . . . . . N  
Fund/Dept/Div . . . . .      Validate cash on hand? (Y,N) . . . . . N  
Fund/Dept/Div/Element/Obj . . . . .      Validate cash on hand? (Y,N) . . . . . N  
Proj/Fund/Dept/Div/Elm/Obj . . . . .

This report is by: Vendor

Process by bank code? (Y,N) . . . . . Y  
Print reports in vendor name sequence? (Y,N) . . . . . Y  
Calendar year for 1099 withholding . . . . . 2020  
Disbursement year/per . . . . . 2020/06  
Payment date . . . . . 03/05/2020

VEND NO INVOICE NO	SEQ#	VENDOR NAME VOUCHER P.O. NO NO	BNK	CHECK/DUE DATE	ACCOUNT NO	ITEM DESCRIPTION	CHECK AMOUNT	EFT, EPAY OR HAND-ISSUED AMOUNT
0000584 20200305	00	CEI PR0305	00	03/05/2020	051-0000-241.00-00	PAYROLL SUMMARY	EFT:	124,372.94
						VENDOR TOTAL *	.00	124,372.94
0002999 20200305	00	LAUGHLIN TRUSTEE, KATHLEEN A PR0305	00	03/05/2020	051-0000-241.00-00	PAYROLL SUMMARY	35.00	
						VENDOR TOTAL *	35.00	
0004192 20200305	00	PAYROLL EFT DEDUCTIONS PR0305	00	03/05/2020	051-0000-241.00-00	PAYROLL SUMMARY	181,186.25	
						VENDOR TOTAL *	181,186.25	
						EFT/EPAY TOTAL ***		124,372.94
						TOTAL EXPENDITURES ****	181,221.25	124,372.94
					GRAND TOTAL	*****		305,594.19

Prepared 3/04/20, 12:27:49  
Pay Date 3/05/20  
Primary FIRST NATIONAL BANK

CITY OF FREMONT  
Direct Deposit Register

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Account Number                      Employee Name                      Social Security                      Deposit Amount  
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Final Total                      286,007.21                      Count                      172



# Nebraska and Local Sales and Use Tax Return

FORM  
10

Tax Cat. <b>1</b>	Nebr. I.D. Number <b>55808</b>	Rpt. Code <b>1</b>	Tax Period <b>2/2020</b>
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Reference No.: 01B005776052  
 Date Filed: Thu, Mar 05, 2020 11:53:57 AM  
 Scheduled Payment Amount: 314,342.67  
 Scheduled Payment Date: Wed, Mar 11, 2020

27753

Due Date: 03/20/2020

**NAME AND LOCATION**

DEPARTMENT OF UTILITIES  
 400 E MILITARY AVE  
 FREMONT, NE 68025-5141

**NAME AND MAILING ADDRESS**

DEPARTMENT OF UTILITIES  
 400 E MILITARY AVE  
 FREMONT, NE 68025-5141

Check the box if your business has permanently closed, has been sold to someone else, or your permit is no longer needed.  
 New owners must apply for their own sales tax permit.

1 Gross sales and services in Nebraska .....	<b>1</b>	7,338,289.00
2 Net Nebraska taxable sales .....	<b>2</b>	4,490,163.00
3 Nebraska sales tax (line 2 multiplied by .055) .....	<b>3</b>	246,958.97
4 Nebraska use tax .....	<b>4</b>	9,354.58
5 Local use tax from Nebraska Schedule I .....	<b>5</b>	2,571.54
6 Local sales tax from Nebraska Schedule I .....	<b>6</b>	55,532.58
7 Total Nebraska and local sales tax (line 3 plus line 6).....	<b>7</b>	302,491.55
8 Sales tax collection fee (line 7 multiplied by .025; Maximum allowed \$75.00 per location).....	<b>8</b>	75.00
9 Sales tax due (line 7 minus line 8).....	<b>9</b>	302,416.55
10 Total Nebraska and local use tax (line 4 plus line 5).....	<b>10</b>	11,926.12
11 Total Nebraska and local sales and use tax due (line 9 plus line 10).....	<b>11</b>	314,342.67
12 Previous balance with applicable interest at 5.0% per year and payments received through .....	<b>12</b>	

13 BALANCE DUE (line 11 plus or minus line 12). Pay in full .....	<b>13</b>	314,342.67
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Under penalties of law, I declare that, as a taxpayer or preparer I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is correct and complete.

**NE Sales & Use Tax for the month of February 2020**

Sales Tax Payable	051-0000-236-0000	\$	302,491.54
Use Tax	051-0000-236-0100	\$	11,869.41
	053-0000-236-0100	\$	38.17
	057-0000-236-0100	\$	18.54
Collection Fee	051-5001-421-0000	\$	74.99
Cash/Total Due	051-0000-131-0000	\$	314,285.96
	053-0000-131-0000	\$	38.17
	057-0000-131-0000	\$	18.54

EAL DESCRIPTION: EAL: 03052020 ANDERSEND

PAYMENT TYPES

Checks . . . . . Y  
EFTs . . . . . Y  
ePayables . . . . . Y

VOUCHER SELECTION CRITERIA

Voucher/discount due date . . . . . 03/11/2020  
All banks . . . . . A

REPORT SEQUENCE OPTIONS:

Vendor . . . . .	X	One vendor per page? (Y,N) . . . . .	N
Bank/Vendor . . . . .		One vendor per page? (Y,N) . . . . .	N
Fund/Dept/Div . . . . .		Validate cash on hand? (Y,N) . . . . .	N
Fund/Dept/Div/Element/Obj . . . . .		Validate cash on hand? (Y,N) . . . . .	N
Proj/Fund/Dept/Div/Elm/Obj . . . . .			

This report is by: Vendor

Process by bank code? (Y,N) . . . . . Y  
Print reports in vendor name sequence? (Y,N) . . . . . Y  
Calendar year for 1099 withholding . . . . . 2020  
Disbursement year/per . . . . . 2020/06  
Payment date . . . . . 03/11/2020

VEND NO	SEQ#	VENDOR NAME	BNK	CHECK/DUE	ACCOUNT	ITEM	CHECK	EFT, EPAY OR
INVOICE	VOUCHER	P.O.		DATE	NO	DESCRIPTION	AMOUNT	HAND- ISSUED
NO	NO	NO						AMOUNT
0000957	00	AAA GARAGE DOOR INC						
8274781		PI2550	00	03/11/2020	055-7105-502.50-35	PO NUM 053211	231.00	
8274781		PI2551	00	03/11/2020	055-7105-502.60-59	PO NUM 053211	411.15	
						VENDOR TOTAL *	642.15	
0004276	00	AIRGAS USA LLC						
9098158093		PI2519	00	03/11/2020	051-0000-154.00-00	PO NUM 053079	EFT:	558.75
9098188935		PI2523	00	03/11/2020	051-0000-154.00-00	PO NUM 053138	EFT:	778.00
						VENDOR TOTAL *	.00	1,336.75
0000965	00	ALL SYSTEMS LLC						
82920		PI2614	00	03/11/2020	053-6105-502.60-61	PO NUM 053242	227.50	
						VENDOR TOTAL *	227.50	
0002612	00	ALTEC INDUSTRIES INC						
50541260		PI2534	00	03/11/2020	051-5205-580.60-59	PO NUM 052528	372.00	
11346767		PI2535	00	03/11/2020	051-5205-580.50-35	PO NUM 052695	215.48	
11346767		PI2536	00	03/11/2020	051-5205-580.60-79	PO NUM 052695	9.59	
11346595		PI2540	00	03/11/2020	051-5205-580.50-48	PO NUM 053156	187.57	
11346595		PI2541	00	03/11/2020	051-5205-580.60-79	PO NUM 053156	26.07	
50542073		PI2543	00	03/11/2020	051-5205-580.50-48	PO NUM 053199	1,324.39	
50542073		PI2544	00	03/11/2020	051-5205-580.60-59	PO NUM 053199	3,348.00	
50542073		PI2545	00	03/11/2020	051-5205-580.60-79	PO NUM 053199	263.00	
11350445		PI2546	00	03/11/2020	051-5205-580.50-35	PO NUM 053203	881.51	
11350445		PI2547	00	03/11/2020	051-5205-580.60-79	PO NUM 053203	45.92	
11354059		PI2668	00	03/11/2020	051-5205-580.50-35	PO NUM 052695	731.38	
						VENDOR TOTAL *	7,404.91	
0003973	00	AMAZON CAPITAL SERVICES INC						
1CVQ9X7LGWVT		PI2609	00	03/11/2020	051-5001-922.50-42	PO NUM 053188	EFT:	201.12
17FPHCX3Y3LG		PI2736	00	03/11/2020	051-5001-922.50-42	PO NUM 053255	EFT:	114.98
11DNV7DYMN79		PI2612	00	03/11/2020	053-6105-502.50-35	PO NUM 053193	EFT:	155.54
						VENDOR TOTAL *	.00	471.64
0004585	00	AMERICAN BROADBAND INTERNET						
51262 0320		PI2695	00	03/11/2020	051-5001-922.50-53	PO NUM 052211	439.40	
						VENDOR TOTAL *	439.40	
0001830	00	AMERICAN FENCE COMPANY LLC						
13190		PI2631	00	03/11/2020	051-5001-940.50-35	PO NUM 052229	716.90	
13190		PI2632	00	03/11/2020	051-5001-940.60-61	PO NUM 052229	717.56	
						VENDOR TOTAL *	1,434.46	
0002869	00	AQUA-CHEM INC						
00192905		PI2727	00	03/11/2020	053-6105-502.50-52	PO NUM 052239	2,125.50	
						VENDOR TOTAL *	2,125.50	
0002637	00	BABCOCK & WILCOX CO (DIAMOND POWER)						
555649		PI2525	00	03/11/2020	051-0000-153.00-00	PO NUM 053220	256.98	
						VENDOR TOTAL *	256.98	
0002531	00	BABCOCK & WILCOX COMPANY						

VEND NO INVOICE NO	SEQ# VOUCHER NO	VENDOR NAME P.O. NO	BNK	CHECK/DUE DATE	ACCOUNT NO	ITEM DESCRIPTION	CHECK AMOUNT	EFT, EPAY OR HAND-ISSUED AMOUNT	
0002531 BA60373481	00	BABCOCK & WILCOX COMPANY PI2595	00	03/11/2020	051-5105-502.60-79	PO NUM 052868	EFT:	1,107.45	
							VENDOR TOTAL *	.00	
0005261 50724203	00	BAKER & HOSTETTLER LLP PI2548	00	03/11/2020	051-5001-919.60-56	PO NUM 053205	5,000.00	1,107.45	
							VENDOR TOTAL *	5,000.00	
0000994 70228	00	BIG B'S COPIES PI2749	00	03/11/2020	051-5205-580.60-61	PO NUM 053073	38.52		
							VENDOR TOTAL *	38.52	
0005008 BK01165952	00	BKD LLP PI2748	00	03/11/2020	051-5001-920.60-56	PO NUM 052504	4,500.00		
							VENDOR TOTAL *	4,500.00	
0003545 16505242 16506810 16506810 16505437 16506413	00	BOMGAARS SUPPLY INC PI2526 PI2621 PI2622 PI2619 PI2620	00	03/11/2020 03/11/2020 03/11/2020 03/11/2020 03/11/2020	051-5001-940.50-35 051-5001-940.50-35 051-5205-580.50-35 053-6105-502.50-35 057-8205-870.50-35	PO NUM 052068 PO NUM 052068 PO NUM 052068 PO NUM 052068 PO NUM 052068	59.88 42.29 80.24 44.38 17.11		
							VENDOR TOTAL *	243.90	
0002902 919493008 919493010 919518217 919526866 919543280 919493007 919518220 919518218 919479259 919460591 919493011	00	BORDER STATES / KRIZ-DAVIS PI2521 PI2524 PI2615 PI2616 PI2654 PI2685 PI2686 PI2599 PI2528 PI2538 PI2529	00	03/11/2020 03/11/2020 03/11/2020 03/11/2020 03/11/2020 03/11/2020 03/11/2020 03/11/2020 03/11/2020 03/11/2020 03/11/2020 03/11/2020	051-0000-154.00-00 051-0000-154.00-00 051-0000-154.00-00 051-0000-154.00-00 051-0000-154.00-00 051-0000-154.00-00 051-0000-154.00-00 051-5105-502.50-35 051-5205-580.50-35 051-5205-580.50-35 055-7105-502.50-35	PO NUM 053119 PO NUM 053166 PO NUM 053061 PO NUM 053061 PO NUM 053247 PO NUM 053085 PO NUM 053166 PO NUM 053096 PO NUM 052078 PO NUM 053139 PO NUM 052078	EFT: EFT: EFT: EFT: EFT: EFT: EFT: EFT: EFT: EFT: EFT: EFT:	681.06 164.89 8,991.21 10,634.46 389.54 99.39 41.44 946.82 52.41 512.16 166.68	
							VENDOR TOTAL *	.00	22,680.06
0001574 13191	00	BUNCH CO INC, W S PI2732	00	03/11/2020	051-5105-502.60-61	PO NUM 052891	9,601.12		
							VENDOR TOTAL *	9,601.12	
0004518 2634-00-013643 2634-00-013649 2634-00-013611 2634-00-013310	00	CAPPEL AUTO SUPPLY INC PI2743 PI2744 PI2742 PI2741	00	03/11/2020 03/11/2020 03/11/2020 03/11/2020	051-5001-940.50-35 051-5001-922.50-48 051-5105-502.50-48 055-7105-502.50-35	PO NUM 052100 PO NUM 052100 PO NUM 052100 PO NUM 052100	68.37 253.35 214.47 99.33		
							VENDOR TOTAL *	635.52	
0000251	00	CB&I LLC							



VEND NO	SEQ#	VENDOR NAME	BNK	CHECK/DUE	ACCOUNT	ITEM	CHECK	EFT, EPAY OR
INVOICE	VOUCHER	P.O.		DATE	NO	DESCRIPTION	AMOUNT	HAND-ISSUED
NO	NO	NO						AMOUNT
0000251	00	CB&I LLC						
374221336	#11	PI2690	00	03/11/2020	055-7105-502.60-58	PO NUM 049974		
							EFT:	227,380.50
								Egg-shaped digester project at WWTP
						VENDOR TOTAL *	.00	227,380.50
0003512	00	CDW GOVERNMENT INC						
WWL9505		PI2702	00	03/11/2020	051-5105-502.50-35	PO NUM 053172		EFT: 42.00
WWL9505		PI2703	00	03/11/2020	051-5105-502.60-79	PO NUM 053172		EFT: 10.00
						VENDOR TOTAL *	.00	52.00
0000584	00	CEI						
MAR 20 WC			00	03/11/2020	051-5001-919.20-29	Mar 2020 Workers Comp		EFT: 31,250.00
						VENDOR TOTAL *	.00	31,250.00
0004615	00	CENTRAL PLAINS ENERGY PROJECT*WIRE*						
022018A885			00	03/11/2020	057-8205-807.50-02	Feb'20 CPEP4	45,965.00	
022012A197			00	03/11/2020	057-8205-807.50-02	Feb'20 CPEP3	143,985.00	Natural gas purchase
						VENDOR TOTAL *	189,950.00	
0002675	00	CENTURYLINK						
4027272600	0220	PI2531	00	03/11/2020	051-5001-922.50-53	PO NUM 052104	142.64	
4027272606	0220	PI2532	00	03/11/2020	051-5001-922.50-53	PO NUM 052104	409.20	
4027272654	0220	PI2533	00	03/11/2020	051-5001-922.50-53	PO NUM 052104	55.83	
						VENDOR TOTAL *	607.67	
0005031	00	CENTURYLINK - BUSINESS SERVICES						
1486072341		PI2630	00	03/11/2020	051-5001-922.50-53	PO NUM 052212	195.14	
						VENDOR TOTAL *	195.14	
0003615	00	COLE PAPERS INC						
9639631		PI2617	00	03/11/2020	051-0000-154.00-00	PO NUM 053167		EFT: 174.62
						VENDOR TOTAL *	.00	174.62
0003592	00	COMMERCIAL AIR MANAGEMENT INC						
35787		PI2697	00	03/11/2020	055-7105-502.50-35	PO NUM 053075	680.00	
						VENDOR TOTAL *	680.00	
0001643	00	CULLIGAN OF OMAHA						
144105 0220		PI2745	00	03/11/2020	055-7105-502.50-95	PO NUM 052423	55.00	
144105 0220		PI2746	00	03/11/2020	055-7105-502.60-76	PO NUM 052423	26.00	
						VENDOR TOTAL *	81.00	
0005024	00	CUMMINS SALES AND SERVICE						
J3-69547		PI2542	00	03/11/2020	055-7105-502.60-59	PO NUM 053171	556.41	
						VENDOR TOTAL *	556.41	
9999999	00	DELA CRUZ GOMEZ, JUAN						
000066009		UT	00	03/11/2020	051-0000-143.00-00	MANUAL CHECK	112.58	
						VENDOR TOTAL *	112.58	
0003185	00	DEPARTMENT OF ENERGY						

VEND NO	SEQ#	VENDOR NAME	BNK	CHECK/DUE	ACCOUNT	ITEM	CHECK	EFT, EPAY OR
INVOICE	VOUCHER	P.O.		DATE	NO	DESCRIPTION	AMOUNT	HAND- ISSUED
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0003185	00	DEPARTMENT OF ENERGY						
BFPB002860220			00	03/11/2020	051-5105-555.50-00	Feb 2020		
							EFT:	51,388.08
						Hydro power under PPA (WAPPA)		
						VENDOR TOTAL *	.00	51,388.08
0002897	00	DIERS INC						
5016602		PI2638	00	03/11/2020	051-5001-940.50-48	PO NUM 053230	EFT:	272.86
5016311		PI2740	00	03/11/2020	053-6205-583.50-48	PO NUM 052071	EFT:	8.72
						VENDOR TOTAL *	.00	281.58
9999999	00	DUNCAN, ETHAN D						
000078599		UT	00	03/11/2020	051-0000-143.00-00	MANUAL CHECK		
							125.31	
						VENDOR TOTAL *	125.31	
0003091	00	DUTTON-LAINSON CO						
S12436-1		PI2649	00	03/11/2020	051-0000-154.00-00	PO NUM 052841	EFT:	526.44
S13301-1		PI2706	00	03/11/2020	051-0000-154.00-00	PO NUM 053127	EFT:	1,526.36
S13422-1		PI2707	00	03/11/2020	051-0000-154.00-00	PO NUM 053168	EFT:	301.74
816019-1		PI2714	00	03/11/2020	051-0000-154.00-00	PO NUM 053254	EFT:	259.69
815443-1		PI2539	00	03/11/2020	051-5205-580.50-35	PO NUM 053153	EFT:	55.43
						VENDOR TOTAL *	.00	2,669.66
0003087	00	EAKES OFFICE SOLUTIONS						
7963636-1		PI2522	00	03/11/2020	051-0000-154.00-00	PO NUM 053128		14.86
7963636-2		PI2576	00	03/11/2020	051-0000-154.00-00	PO NUM 053128		14.86
7973387-0		PI2688	00	03/11/2020	051-0000-154.00-00	PO NUM 053253		440.07
						VENDOR TOTAL *	469.79	
0002959	00	EGAN SUPPLY CO						
314573		PI2679	00	03/11/2020	051-5001-940.50-35	PO NUM 053192		142.74
						VENDOR TOTAL *	142.74	
0004551	00	ELEMETAL FABRICATION LLC						
16138		PI2629	00	03/11/2020	055-7205-583.50-48	PO NUM 052087		138.36
						VENDOR TOTAL *	138.36	
0005040	00	EMERSON PROCESS MANAGEMENT POWER &						
9080852		PI2584	00	03/11/2020	051-5001-950.80-50	PO NUM 049403	EFT:	113,200.74
9080852		PI2585	00	03/11/2020	053-6105-502.60-58	PO NUM 049403	SCADA Project progress payment EFT:	45,465.24
						VENDOR TOTAL *	.00	158,665.98
0003496	00	FARWEST LINE SPECIALTIES LLC						
300614		PI2735	00	03/11/2020	051-5205-580.50-35	PO NUM 053248		279.00
						VENDOR TOTAL *	279.00	
0002050	00	FASTENAL CO						
NEFRE173669		PI2687	00	03/11/2020	051-0000-154.00-00	PO NUM 053251	EFT:	182.30
NEFRE173145		PI2537	00	03/11/2020	051-5001-940.50-35	PO NUM 053086	EFT:	146.38
NEFRE173484		PI2623	00	03/11/2020	051-5001-940.50-35	PO NUM 052073	EFT:	178.20
NEFRE173146		PI2691	00	03/11/2020	051-5105-502.50-35	PO NUM 052073	EFT:	39.80
						VENDOR TOTAL *	.00	546.68
0001729	00	FCX PERFORMANCE INC						

VEND NO INVOICE NO	SEQ# VOUCHER NO	VENDOR NAME P.O. NO	BNK	CHECK/DUE DATE	ACCOUNT NO	ITEM DESCRIPTION	CHECK AMOUNT	EFT, EPAY OR HAND-ISSUED AMOUNT
0001729 4526121	00	FCX PERFORMANCE INC PI2520	00	03/11/2020	051-0000-153.00-00	PO NUM 053098	1,075.96	
						VENDOR TOTAL *	1,075.96	
0002884 24855	00	FREMONT AREA CHAMBER PI2549	00	03/11/2020	051-5001-919.60-65	PO NUM 053206	300.00	
						VENDOR TOTAL *	300.00	
0004833 FEB'20 CARESHAR	00	FREMONT AREA UNITED WAY	00	03/11/2020	055-0000-242.02-00	Feb 2020 Care & Share	EFT:	241.50
						VENDOR TOTAL *	.00	241.50
0001131 897211	00	FREMONT TRIBUNE PI2530	00	03/11/2020	051-5105-502.60-78	PO NUM 052097	124.24	
						VENDOR TOTAL *	124.24	
0001132 342834 01	00	FREMONT WINNELSON CO PI2527	00	03/11/2020	051-5001-940.50-35	PO NUM 052074	158.68	
						VENDOR TOTAL *	158.68	
0005211 95201654 95201655 95202367	00	GE STEAM POWER INC PI2554 PI2555 PI2650	00	03/11/2020 03/11/2020 03/11/2020	051-0000-153.00-00 051-0000-153.00-00 051-0000-153.00-00	PO NUM 052866 PO NUM 053088 PO NUM 053088	EFT: EFT: EFT:	1,510.84 2,634.34 276.06
						VENDOR TOTAL *	.00	4,421.24
0004381 220033 220033	00	GENERATORTECH INC PI2715 PI2716	00	03/11/2020 03/11/2020	051-5105-502.60-61 051-5105-502.60-76	PO NUM 050983 PO NUM 050983	2,500.00 500.00	
						VENDOR TOTAL *	3,000.00	
0001139 124262	00	GERHOLD CONCRETE CO INC PI2556	00	03/11/2020	055-7205-583.50-35	PO NUM 052075	462.00	
						VENDOR TOTAL *	462.00	
0000247 S127113761-001	00	GEXPRO PI2709	00	03/11/2020	051-0000-155.00-00	PO NUM 053181	EFT:	2,311.20
						VENDOR TOTAL *	.00	2,311.20
0001445 9314715315	00	GRAYBAR ELECTRIC CO INC PI2610	00	03/11/2020	051-5001-940.50-40	PO NUM 053190	649.15	
						VENDOR TOTAL *	649.15	
0004707 9927040235 9927040235	00	GREAT PLAINS COMMUNICATIONS INC 0220PI2562 0220PI2563	00	03/11/2020 03/11/2020	051-5001-922.50-53 051-5001-922.60-65	PO NUM 052213 PO NUM 052213	152.18 1,000.00	
						VENDOR TOTAL *	1,152.18	
0004419 27444	00	HANSEN TIRE LLC PI2642	00	03/11/2020	051-5001-940.50-48	PO NUM 053256	214.21	

VEND NO	SEQ#	VENDOR NAME	BNK	CHECK/DUE	ACCOUNT	ITEM	CHECK	EFT, EPAY OR
INVOICE	VOUCHER	P.O.		DATE	NO	DESCRIPTION	AMOUNT	HAND-ISSUED
NO	NO	NO						AMOUNT
0004419	00	HANSEN TIRE LLC						
27444		PI2643	00	03/11/2020	051-5001-940.60-59	PO NUM 053256	40.00	
27444		PI2644	00	03/11/2020	051-5001-940.60-61	PO NUM 053256	7.00	
27199		PI2557	00	03/11/2020	051-5105-502.50-48	PO NUM 052076	60.00	
27477		PI2624	00	03/11/2020	051-5105-502.50-48	PO NUM 052076	3.17	
27477		PI2625	00	03/11/2020	051-5105-502.60-59	PO NUM 052076	30.00	
27471		PI2639	00	03/11/2020	051-5105-502.50-48	PO NUM 053252	457.87	
27471		PI2640	00	03/11/2020	051-5105-502.60-59	PO NUM 053252	80.00	
27471		PI2641	00	03/11/2020	051-5105-502.60-61	PO NUM 053252	24.00	
27353		PI2568	00	03/11/2020	053-6205-583.50-48	PO NUM 053175	268.73	
27353		PI2569	00	03/11/2020	053-6205-583.60-59	PO NUM 053175	40.00	
27353		PI2570	00	03/11/2020	053-6205-583.60-61	PO NUM 053175	12.00	
						VENDOR TOTAL *	1,236.98	
9999999	00	HARRIS, PATRICK A						
000078217		UT	00	03/11/2020	051-0000-143.00-00	MANUAL CHECK	47.83	
						VENDOR TOTAL *	47.83	
0002794	00	HDR ENGINEERING INC						
1200247598		PI2618	00	03/11/2020	055-7105-502.60-61	PO NUM 044217		EFT: 77,807.88
								Engineering for WWTP improvements
						VENDOR TOTAL *	.00	77,807.88
9999999	00	HINOJOSA, CESAR O						
000046229		UT	00	03/11/2020	051-0000-143.00-00	MANUAL CHECK	96.97	
						VENDOR TOTAL *	96.97	
0003359	00	HONEYWELL INDUSTRY SOLUTIONS						
5250882449		PI2566	00	03/11/2020	051-5105-502.60-65	PO NUM 053116		EFT: 71,786.89
								SESP Support flex (renewal)
						VENDOR TOTAL *	.00	71,786.89
0001646	00	HTM SALES INC						
20-38793-1		PI2699	00	03/11/2020	055-7205-583.50-35	PO NUM 053150		EFT: 19.60
20-38793-2		PI2700	00	03/11/2020	055-7205-583.50-35	PO NUM 053150		EFT: 1,407.66
20-38793-2		PI2701	00	03/11/2020	055-7205-583.60-79	PO NUM 053150		EFT: 20.00
						VENDOR TOTAL *	.00	1,447.26
0003878	00	HUPP ELECTRIC MOTORS INC						
798331		PI2564	00	03/11/2020	051-5105-502.60-59	PO NUM 052976	27,373.00	Repairs for U7 BFP Motor
						VENDOR TOTAL *	27,373.00	
0001922	00	HYDRAULIC EQUIPMENT SERVICE INC						
68202S		PI2645	00	03/11/2020	051-5205-580.50-48	PO NUM 053257	677.23	
68202S		PI2646	00	03/11/2020	051-5205-580.60-59	PO NUM 053257	1,686.40	
						VENDOR TOTAL *	2,363.63	
0003074	00	JACKSON SERVICES INC						
20200206		PR0206	00	03/11/2020	051-0000-241.00-00	PAYROLL SUMMARY		EFT: 164.14
20200220		PR0220	00	03/11/2020	051-0000-241.00-00	PAYROLL SUMMARY		EFT: 164.14
567 - 022920			00	03/11/2020	051-5001-940.50-46	Feb Mats		EFT: 63.16
567 - 022920			00	03/11/2020	051-5001-940.20-29	Feb Uniforms/Whse		EFT: 86.04

PROGRAM: GM339L

AS OF: 03/11/2020

PAYMENT DATE: 03/11/2020

DEPARTMENT OF UTILITIES

VEND NO	SEQ#	VENDOR NAME	BNK	CHECK/DUE	ACCOUNT	ITEM	CHECK	EFT, EPAY OR
INVOICE	VOUCHER	P.O.		DATE	NO	DESCRIPTION	AMOUNT	HAND-ISSUED
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0003074	00	JACKSON SERVICES INC						
1110 - 022920			00	03/11/2020	051-5001-932.50-46	Feb Mats/Towels	EFT:	188.74
1110 - 022920			00	03/11/2020	051-5001-940.50-46	Feb Mats/Mops/Towels	EFT:	524.60
567 - 022920			00	03/11/2020	051-5105-502.50-46	Feb Mops/Mats	EFT:	98.46
567 - 022920			00	03/11/2020	051-5105-502.20-29	Feb Uniforms	EFT:	911.04
1110 - 022920			00	03/11/2020	051-5105-502.50-46	Feb Mats	EFT:	440.76
567 - 022920			00	03/11/2020	051-5205-580.20-29	Feb Uniforms/Elect Distr	EFT:	1,355.92
567 - 022920			00	03/11/2020	051-5205-580.20-29	Feb Uniforms/Engineers	EFT:	57.52
567 - 022920			00	03/11/2020	053-6205-583.20-29	Feb Uniforms	EFT:	307.08
567 - 022920			00	03/11/2020	055-7105-502.20-29	Feb Uniforms	EFT:	219.88
1110 - 022920			00	03/11/2020	055-7105-502.50-46	Feb Mats/Mops	EFT:	64.62
567 - 022920			00	03/11/2020	057-8205-870.20-29	Feb Uniforms	EFT:	744.08
						VENDOR TOTAL *	.00	5,390.18
0004205	00	JCI INDUSTRIES INC						
8191646		PI2711	00	03/11/2020	051-0000-153.00-00	PO NUM 053204	404.48	
						VENDOR TOTAL *	404.48	
0003085	00	KELLY SUPPLY CO						
S11128073-0		PI2651	00	03/11/2020	055-0000-154.00-00	PO NUM 053209	EFT:	85.45
						VENDOR TOTAL *	.00	85.45
0004708	00	KIMBALL MIDWEST						
7731791		PI2565	00	03/11/2020	051-5001-940.50-35	PO NUM 053110	97.24	
						VENDOR TOTAL *	97.24	
0005047	00	KISTLER CRANE & HOIST						
0051096-IN		PI2729	00	03/11/2020	051-5105-502.50-35	PO NUM 052886	2,023.62	
0051096-IN		PI2730	00	03/11/2020	051-5105-502.60-61	PO NUM 052886	5,959.90	
						VENDOR TOTAL *	7,983.52	
0002945	00	LYMAN RICHEY						
124225		PI2558	00	03/11/2020	051-5001-940.50-35	PO NUM 052081	241.95	
124227		PI2559	00	03/11/2020	051-5001-940.50-35	PO NUM 052081	122.33	
						VENDOR TOTAL *	364.28	
0000480	00	MALLOY ELECTRIC						
6286108		PI2710	00	03/11/2020	051-0000-153.00-00	PO NUM 053198	3,259.43	
						VENDOR TOTAL *	3,259.43	
0002052	00	MATHESON LINWELD						
51594310		PI2718	00	03/11/2020	051-5001-940.60-76	PO NUM 052080	EFT:	78.20
21267134		PI2696	00	03/11/2020	051-5105-502.50-35	PO NUM 052499	EFT:	263.59
21243132		PI2747	00	03/11/2020	051-5105-502.50-35	PO NUM 052499	EFT:	669.12
51594310		PI2719	00	03/11/2020	051-5205-580.60-76	PO NUM 052080	EFT:	114.81
51594310		PI2720	00	03/11/2020	057-8205-870.60-76	PO NUM 052080	EFT:	57.41
						VENDOR TOTAL *	.00	1,183.13
0000667	00	MCMMASTER-CARR SUPPLY CO						
34968947		PI2571	00	03/11/2020	051-5105-502.50-35	PO NUM 053180	59.79	

VEND NO	SEQ#	VENDOR NAME	INVOICE NO	VOUCHER NO	P.O. NO	BNK	CHECK/DUE DATE	ACCOUNT NO	ITEM DESCRIPTION	CHECK AMOUNT	EFT, EPAY OR HAND-ISSUED AMOUNT
0000667	00	MCMASTER-CARR SUPPLY CO									
34974034		PI2572				00	03/11/2020	051-5105-502.50-35	PO NUM 053180	264.48	
34974034		PI2573				00	03/11/2020	051-5105-502.60-79	PO NUM 053180	38.69	
35616646		PI2636				00	03/11/2020	051-5105-502.50-35	PO NUM 053219	589.17	
									VENDOR TOTAL *	952.13	
0004500	00	MECHANICAL DYNAMICS & ANALYSIS LLC									
635931		PI2553				00	03/11/2020	051-0000-153.00-00	PO NUM 052846	EFT:	11,785.38
									VENDOR TOTAL *	.00	11,785.38
0001229	00	MENARDS - FREMONT									
87958		PI2552				00	03/11/2020	051-0000-154.00-00	PO NUM 052410	6.39	
87959		PI2561				00	03/11/2020	051-5001-940.50-35	PO NUM 052083	44.80	
88045		PI2626				00	03/11/2020	051-5001-940.50-35	PO NUM 052083	29.92	
88205		PI2627				00	03/11/2020	051-5001-940.50-35	PO NUM 052083	109.04	
87952		PI2560				00	03/11/2020	051-5205-580.50-35	PO NUM 052083	148.68	
88376		PI2692				00	03/11/2020	055-7105-502.50-35	PO NUM 052083	56.56	
88362		PI2628				00	03/11/2020	057-8205-870.50-35	PO NUM 052083	14.97	
									VENDOR TOTAL *	410.36	
0002960	00	MIDLAND SCIENTIFIC INC									
6049100		PI2574				00	03/11/2020	051-5105-502.50-52	PO NUM 053182	35.98	
6049373		PI2575				00	03/11/2020	051-5105-502.50-52	PO NUM 053182	46.23	
									VENDOR TOTAL *	82.21	
0004883	00	MISSISSIPPI LIME COMPANY									
1477888						00	03/11/2020	051-0000-158.02-00	2/19/20 26.03 TN	EFT:	5,329.30
1479113						00	03/11/2020	051-0000-158.02-00	2/26/20 26.57 TN	EFT:	5,439.86
									VENDOR TOTAL *	.00	10,769.16
0004892	00	MIXER SYSTEMS INC									
097063		PI2583				00	03/11/2020	051-0000-153.00-00	PO NUM 053218	767.79	
									VENDOR TOTAL *	767.79	
9999999	00	MORNINGSIDE STORAGE									
000075711		UT				00	03/11/2020	051-0000-143.00-00	MANUAL CHECK	464.19	
									VENDOR TOTAL *	464.19	
0001486	00	MOTION INDUSTRIES INC									
NE01-530862		PI2578				00	03/11/2020	051-0000-153.00-00	PO NUM 053185	8.86	
NE01-530862		PI2579				00	03/11/2020	051-0000-153.00-00	PO NUM 053185	98.55	
NE01-530862		PI2580				00	03/11/2020	051-0000-153.00-00	PO NUM 053185	7.47	
									VENDOR TOTAL *	114.88	
0005250	00	MOTUS GROUP INC									
2030		PI2684				00	03/11/2020	051-0000-153.00-00	PO NUM 052975	5,162.21	
									VENDOR TOTAL *	5,162.21	
0002985	00	MSC INDUSTRIAL SUPPLY CO INC									
24373612		PI2581				00	03/11/2020	051-0000-154.00-00	PO NUM 053191	EFT:	460.96

VEND NO	SEQ#	VENDOR NAME	BNK	CHECK/DUE	ACCOUNT	ITEM	CHECK	EFT, EPAY OR
INVOICE	VOUCHER	P.O.		DATE	NO	DESCRIPTION	AMOUNT	HAND-ISSUED
NO	NO	NO						AMOUNT
0002985	00	MSC INDUSTRIAL SUPPLY CO INC						
24373622		PI2582	00	03/11/2020	051-0000-154.00-00	PO NUM 053191	EFT:	16.63
C26399912		PI2653	00	03/11/2020	051-0000-154.00-00	PO NUM 053246	EFT:	233.88
26399932		PI2713	00	03/11/2020	051-0000-154.00-00	PO NUM 053246	EFT:	230.48
25344012		PI2601	00	03/11/2020	051-5001-940.50-35	PO NUM 053120	EFT:	24.04
24373622		PI2611	00	03/11/2020	051-5001-940.50-35	PO NUM 053191	EFT:	82.39
C25304782		PI2633	00	03/11/2020	051-5001-940.50-35	PO NUM 053212	EFT:	413.32
25304792		PI2634	00	03/11/2020	051-5001-940.50-35	PO NUM 053212	EFT:	64.00
C26399912		PI2680	00	03/11/2020	051-5001-940.50-35	PO NUM 053246	EFT:	98.74
22729822		PI2567	00	03/11/2020	051-5105-502.50-35	PO NUM 053161	EFT:	362.60
C24975522		PI2635	00	03/11/2020	051-5105-502.50-35	PO NUM 053217	EFT:	688.41
25386962		PI2637	00	03/11/2020	051-5105-502.50-35	PO NUM 053225	EFT:	10.70
						VENDOR TOTAL *	.00	2,686.15
0003095	00	MUNICIPAL SUPPLY INC OF OMAHA						
0754112-IN		PI2596	00	03/11/2020	053-6205-583.50-35	PO NUM 052924	106.74	
0754112-IN		PI2597	00	03/11/2020	053-6205-583.50-35	PO NUM 052924	439.31	
						VENDOR TOTAL *	546.05	
0003057	00	NEBR DEPT OF ENVIRONMENT AND ENERGY						
2020/JURGENS J		PI2608	00	03/11/2020	055-7105-502.60-62	PO NUM 053178	125.00	
						VENDOR TOTAL *	125.00	
0005251	00	NEBRASKA SIGN & COVER IT						
2340		PI2737	00	03/11/2020	051-5205-580.60-61	PO NUM 053266	200.00	
						VENDOR TOTAL *	200.00	
9999999	00	NICOLA, JANET L						
000050239		UT	00	03/11/2020	051-0000-143.00-00	MANUAL CHECK	80.89	
						VENDOR TOTAL *	80.89	
0001473	00	NMC INC						
CUI766820		PI2731	00	03/11/2020	051-5001-940.50-35	PO NUM 052888	765.05	
CUI764553		PI2600	00	03/11/2020	051-5105-502.60-65	PO NUM 053114	768.00	
CUI761465		PI2605	00	03/11/2020	051-5105-502.50-35	PO NUM 053144	1,765.15	
CUI761842		PI2606	00	03/11/2020	051-5105-502.50-35	PO NUM 053144	895.87	
						VENDOR TOTAL *	4,194.07	
0004151	00	NORTH AMERICAN ELECTRIC RELIABILITY						
25418		PI2588	00	03/11/2020	051-5105-502.60-61	PO NUM 051832	EFT:	5,660.77
						VENDOR TOTAL *	.00	5,660.77
0003136	00	NORTHERN NATURAL GAS CO *FNB WIRE*						
1035 FEB 2020			00	03/11/2020	057-8205-807.50-02		479,912.12	Natural gas purchase
						VENDOR TOTAL *	479,912.12	
9999999	00	NP DODGE CO RELOCATION						
000051141		UT	00	03/11/2020	051-0000-143.00-00	MANUAL CHECK	5.82	
						VENDOR TOTAL *	5.82	
0002937	00	O'KEEFE ELEVATOR CO INC						

VEND NO	SEQ#	VENDOR NAME	BNK	CHECK/DUE	ACCOUNT	ITEM	CHECK	EFT, EPAY OR
INVOICE	VOUCHER	P.O.		DATE	NO	DESCRIPTION	AMOUNT	HAND-ISSUED
NO	NO	NO						AMOUNT
0002937	00	O'KEEFE ELEVATOR CO INC						
00506572		PI2658	00	03/11/2020	051-5001-932.60-65	PO NUM 052166	197.05	
00506572		PI2659	00	03/11/2020	051-5105-502.60-65	PO NUM 052166	1,116.63	
						VENDOR TOTAL *	1,313.68	
0001020	00	O'REILLY AUTOMOTIVE INC						
0397-300838		PI2656	00	03/11/2020	051-5001-940.50-35	PO NUM 052085	132.06	
0397-300959		PI2657	00	03/11/2020	051-5205-580.50-48	PO NUM 052085	120.59	
						VENDOR TOTAL *	252.65	
0002888	00	OFFICENET						
935576-0		PI2677	00	03/11/2020	051-5001-903.50-40	PO NUM 053187	111.32	
935713-0		PI2678	00	03/11/2020	051-5001-920.50-40	PO NUM 053189	30.71	
935947-0		PI2734	00	03/11/2020	051-5001-940.50-35	PO NUM 053231	522.16	
						VENDOR TOTAL *	664.19	
0002946	00	OMAHA PUBLIC POWER DISTRICT						
7281943133	0220	PI2592	00	03/11/2020	055-7105-502.60-71	PO NUM 052424	EFT:	33.33
0128000051	0220	PI2591	00	03/11/2020	057-8205-870.60-61	PO NUM 052176	EFT:	137.56
						VENDOR TOTAL *	.00	170.89
0004671	00	ONE CALL CONCEPTS INC						
0020131		PI2693	00	03/11/2020	051-5001-940.60-61	PO NUM 052199	123.72	
						VENDOR TOTAL *	123.72	
0001268	00	P & H ELECTRIC INC						
121735		PI2708	00	03/11/2020	051-0000-153.00-00	PO NUM 053179	813.16	
						VENDOR TOTAL *	813.16	
0004634	00	PARR, CHAD						
1164		PI2738	00	03/11/2020	051-5001-932.50-35	PO NUM 053267	114.86	
1164		PI2739	00	03/11/2020	051-5001-932.60-61	PO NUM 053267	400.00	
						VENDOR TOTAL *	514.86	
9999999	00	PEDERSEN, HUGH						
000002899		UT	00	03/11/2020	051-0000-143.00-00	MANUAL CHECK	61.71	
						VENDOR TOTAL *	61.71	
0003827	00	PEST PRO'S INC						
MNCP BLD 021920		PI2662	00	03/11/2020	051-5001-932.60-61	PO NUM 052414	42.80	
ASH PD 022420		PI2664	00	03/11/2020	051-5105-502.60-61	PO NUM 052429	48.15	
CMBT TUR 022420		PI2665	00	03/11/2020	051-5105-502.60-61	PO NUM 052429	53.50	
PWR PLT 022420		PI2666	00	03/11/2020	051-5105-502.60-61	PO NUM 052429	85.60	
UTIL BLD 022420		PI2667	00	03/11/2020	051-5105-502.50-35	PO NUM 052429	69.55	
SUB STA 022420		PI2660	00	03/11/2020	051-5205-580.60-61	PO NUM 052198	190.35	
WTR PLT 022420		PI2661	00	03/11/2020	053-6105-502.60-61	PO NUM 052243	69.55	
WWTP 022420		PI2663	00	03/11/2020	055-7105-502.60-61	PO NUM 052422	110.00	
						VENDOR TOTAL *	669.50	
0004800	00	PINNACLE BANK - VISA						



VEND NO INVOICE NO	SEQ# VOUCHER NO	VENDOR NAME P.O. NO	BNK	CHECK/DUE DATE	ACCOUNT NO	ITEM DESCRIPTION	CHECK AMOUNT	EFT, EPAY OR HAND-ISSUED AMOUNT
0004800 022620/JAN R	00	PINNACLE BANK - VISA PI2681	00	03/11/2020	051-5001-903.60-62	PO NUM 053250	520.96	
						VENDOR TOTAL *	520.96	
0003566 1434398	00	POLYDYNE INC PI2712	00	03/11/2020	055-0000-154.00-00	PO NUM 053241	EFT:	9,896.67
						VENDOR TOTAL *	.00	9,896.67
0002834 150015 150039	00	POWER SPECIALTIES INC PI2598 PI2676	00	03/11/2020 03/11/2020	057-8001-950.80-50 057-8001-950.80-50	PO NUM 053074 PO NUM 053074	EFT: EFT:	12,987.12 639.25
						VENDOR TOTAL *	.00	13,626.37
0004696 58384 58581	00	PRIME COMMUNICATIONS INC PI2675 PI2602	00	03/11/2020 03/11/2020	051-5001-950.80-50 053-6105-502.50-35	PO NUM 053039 PO NUM 053121	56,630.51 262.04	Switches for core switch refresh
						VENDOR TOTAL *	56,892.55	
0005249 15390 15390	00	PRIME RIGGING LLC PI2593 PI2594	00	03/11/2020 03/11/2020	051-5105-502.60-61 051-5105-502.60-76	PO NUM 052816 PO NUM 052816	23,625.00 27,253.00	For pulverizer machine removal
						VENDOR TOTAL *	50,878.00	
0004413 31234573 31261533	00	RADWELL INTERNATIONAL INC PI2398 PI2604	00	03/11/2020 03/11/2020	055-7105-502.60-59 055-7105-502.60-59	PO NUM 052595 PO NUM 053137	784.00- 1,995.00	
						VENDOR TOTAL *	1,211.00	
9999999 000070887	00	REIKOFSKI, TIFFANY UT	00	03/11/2020	051-0000-143.00-00	MANUAL CHECK	157.52	
						VENDOR TOTAL *	157.52	
9999999 000077279	00	ROTTINGHAUS, ZACHARY J UT	00	03/11/2020	051-0000-143.00-00	MANUAL CHECK	125.96	
						VENDOR TOTAL *	125.96	
0000663 82297576	00	SAFETY-KLEEN SYSTEMS INC PI2698	00	03/11/2020	051-5105-502.60-61	PO NUM 053099	1,109.00	
						VENDOR TOTAL *	1,109.00	
0005230 220413901	00	SAMPLE BROTHERS INC PI2647	00	03/11/2020	051-0000-153.00-00	PO NUM 052115	562.88	
						VENDOR TOTAL *	562.88	
0004639 22980684	00	SAPP BROS INC PI2613	00	03/11/2020	055-7105-502.50-30	PO NUM 053210	2,421.35	
						VENDOR TOTAL *	2,421.35	
0003036 20-0273	00	SHAFFER COMMUNICATIONS INC PI2607	00	03/11/2020	051-5001-940.50-48	PO NUM 053155	709.14	



VEND NO	SEQ#	VENDOR NAME	BNK	CHECK/DUE	ACCOUNT	ITEM	CHECK	EFT, EPAY OR
INVOICE	VOUCHER	P.O.		DATE	NO	DESCRIPTION	AMOUNT	HAND-ISSUED
NO	NO	NO			NO			AMOUNT
0002907	00	WALNUT RADIO LLC (KHUB)						
20020309		PI2694	00	03/11/2020	051-5001-903.60-78	PO NUM 052205	216.00	
						VENDOR TOTAL *	216.00	
0002894	00	WASTE CONNECTIONS OF NE INC						
5531025		PI2723	00	03/11/2020	051-5001-932.50-49	PO NUM 052165	241.14	
5531025		PI2724	00	03/11/2020	051-5001-940.50-49	PO NUM 052165	417.00	
5531025		PI2725	00	03/11/2020	051-5105-502.50-49	PO NUM 052165	285.71	
5531025		PI2726	00	03/11/2020	055-7105-502.50-49	PO NUM 052165	1,030.91	
						VENDOR TOTAL *	1,974.76	
0004336	00	WATERLINK INC						
25716		PI2586	00	03/11/2020	051-5105-502.50-52	PO NUM 050155	368.49	
25716		PI2587	00	03/11/2020	051-5105-502.50-52	PO NUM 050155	3,092.97	
27293		PI2669	00	03/11/2020	051-5105-502.50-52	PO NUM 052845	2,620.36	
27293		PI2670	00	03/11/2020	051-5105-502.50-52	PO NUM 052845	2,061.98	
27350		PI2671	00	03/11/2020	051-5105-502.50-52	PO NUM 052845	1,308.83	
27350		PI2672	00	03/11/2020	051-5105-502.50-52	PO NUM 052845	1,030.98	
27372		PI2728	00	03/11/2020	051-5105-502.50-52	PO NUM 052845	1,160.18	
						VENDOR TOTAL *	11,643.79	
0005136	00	WEISS CONSTRUCTION CO LLC						
10445587	#21	PI2689	00	03/11/2020	055-7105-502.60-58	PO NUM 048410		EFT: 680,167.71
								WWTP ANAEROBIC LOGOONS AND GAS
								SCRUBBING SYSTEM .00 680,167.71
						VENDOR TOTAL *		
0000482	00	WESCO RECEIVABLES CORP						
434044		PI2648	00	03/11/2020	051-0000-154.00-00	PO NUM 052754		EFT: 1,294.70
434045		PI2652	00	03/11/2020	051-0000-154.00-00	PO NUM 053213		EFT: 53.50
435385		PI2683	00	03/11/2020	051-0000-154.00-00	PO NUM 052627		EFT: 176.55
435386		PI2733	00	03/11/2020	051-5205-580.50-35	PO NUM 053126		EFT: 926.09
						VENDOR TOTAL *	.00	2,450.84
						EFT/EPAY TOTAL ***		1,408,134.04
						TOTAL EXPENDITURES ****	937,485.10	1,408,134.04
						GRAND TOTAL *****		2,345,619.14

EAL DESCRIPTION: EAL: 03062020 ANDERSEND

PAYMENT TYPES

Checks . . . . . Y  
EFTs . . . . . Y  
ePayables . . . . . Y

VOUCHER SELECTION CRITERIA

Voucher/discount due date . . . . . 03/11/2020  
All banks . . . . . A

REPORT SEQUENCE OPTIONS:

Vendor . . . . . X      One vendor per page? (Y,N) . . . . . N  
Bank/Vendor . . . . .      One vendor per page? (Y,N) . . . . . N  
Fund/Dept/Div . . . . .      Validate cash on hand? (Y,N) . . . . . N  
Fund/Dept/Div/Element/Obj . . . . .      Validate cash on hand? (Y,N) . . . . . N  
Proj/Fund/Dept/Div/Elm/Obj . . . . .

This report is by: Vendor

Process by bank code? (Y,N) . . . . . Y  
Print reports in vendor name sequence? (Y,N) . . . . . Y  
Calendar year for 1099 withholding . . . . . 2020  
Disbursement year/per . . . . . 2020/06  
Payment date . . . . . 03/11/2020

VEND NO	SEQ#	VENDOR NAME	BNK	CHECK/DUE	ACCOUNT	ITEM	CHECK	EFT, EPAY OR
INVOICE	VOUCHER	P.O.		DATE	NO	DESCRIPTION	AMOUNT	HAND-ISSUED
NO	NO	NO						AMOUNT
0005183	00	SUPERION LLC - CENTRALSQUARE						
270217	PI2750		00	03/11/2020	051-5001-950.80-50	PO NUM 053307	EFT:	27,530.00
270742	PI2751		00	03/11/2020	051-5001-950.80-50	PO NUM 053307	EFT:	31,141.00
270757	PI2752		00	03/11/2020	051-5001-922.60-62	PO NUM 053307	EFT:	6,750.00
270832	PI2753		00	03/11/2020	051-5001-950.80-50	PO NUM 053307	EFT:	1,920.00
						VENDOR TOTAL *	.00	67,341.00
						EFT/EPAY TOTAL ***		67,341.00
						TOTAL EXPENDITURES ****	.00	67,341.00
						GRAND TOTAL *****		67,341.00



**CITY OF**

**FREMONT**

**NEBRASKA**

**FINANCIAL STATEMENTS AND  
SUPPLEMENTARY INFORMATION  
September 30, 2019**

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## Independent Auditor's Report

Honorable Mayor and City Council  
City of Fremont, Nebraska  
Fremont, Nebraska

### Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Fremont, Nebraska (the City) as of and for the year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditor's Responsibility***

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

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

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



## **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Fremont, Nebraska as of September 30, 2019, 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.

## **Other Matters**

### *Required Supplementary Information*

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

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The non-major governmental funds combining statements as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The non-major governmental funds combining statements 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 non-major governmental funds combining statements 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 also have issued our report dated March 6, 2020, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely 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 the effectiveness of the City's 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 City's internal control over financial reporting and compliance.

**BKD, LLP**

Omaha, Nebraska  
March 6, 2020

# CITY OF FREMONT, NEBRASKA

## MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) FOR THE YEAR ENDED SEPTEMBER 30, 2019

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### MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)

As management of the City of Fremont, Nebraska (the "City" or "City of Fremont") we offer readers of the financial statements this narrative overview and analysis of the financial activities of the City of Fremont for the fiscal year ended September 30, 2019.

#### Financial Highlights

- The assets of the City of Fremont exceeded its liabilities at the close of the most recent fiscal year by \$285,998,189 (*net position*). Of this amount, \$84,177,508 (*unrestricted net position*) may be used to meet the government's ongoing obligations to citizens and creditors.
- As of the close of the current fiscal year, the City of Fremont governmental activities reported combined ending net position of \$105,560,919. Approximately 23.2 percent of this total amount, \$24,537,809 is *unrestricted net position*.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$14,880,887, or 78.1 percent of total General Fund expenditures.

#### Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City of Fremont's basic financial statements. The City of Fremont's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains required 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 Fremont's finances in a manner similar to a private-sector business.

The *statement of net position* presents information about the City of Fremont's assets, deferred outflow of resources, liabilities, and deferred inflows of resources, with the difference reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City of Fremont 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 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 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 Fremont 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 Fremont include general government, public safety, highways and streets, economic development and culture and recreation. The business-type activities of the City of Fremont include the Electric, Water, Sewer and Gas activities.

The government-wide financial statements can be found on pages 13 and 14 of this report.

## CITY OF FREMONT, NEBRASKA

### MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED), CONTINUED FOR THE YEAR ENDED SEPTEMBER 30, 2019

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**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 Fremont, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City of Fremont can be divided into two categories: governmental funds and proprietary 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 *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 governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *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 Fremont maintains 16 individual governmental funds. Information is 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, the Street Fund, and the Sales Tax Fund, all of which are considered to be major funds. Data from the other 13 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 Fremont adopts an annual appropriated budget for its governmental funds. A budgetary comparison statement has been provided for the General, Street, and Sales Tax Funds to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 15 - 18 of this report.

**Proprietary Funds.** The City of Fremont maintains two 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 Fremont uses enterprise funds to account for its Electric, Water, Sewer, and Gas Funds. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City of Fremont's various functions.

The City of Fremont uses internal service funds to account for its employee health insurance, workers' compensation insurance, and employee wellness fund. Because this service predominantly benefits governmental rather than business-type functions, it has been included within *governmental activities* in the government-wide financial statements.

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, Sewer, and Gas Funds, all of which are considered to be major funds of the City of Fremont.

The basic proprietary fund financial statements can be found on pages 19 - 22 of this report.

**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. The notes to the financial statements can be found on pages 23 - 52 of this report.

**CITY OF FREMONT, NEBRASKA**

**MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED), CONTINUED  
FOR THE YEAR ENDED SEPTEMBER 30, 2019**

**Other Information.** In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the City of Fremont's budgetary comparison schedules. Required supplementary information can be found on pages 53 - 57 of this report.

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information. Combining fund statements can be found on pages 58 - 62 of this report.

**Government-wide Financial Analysis**

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City of Fremont, assets exceeded liabilities by \$286,998,189 at the close of the most recent fiscal year.

**Statement of Net Position**

	September 30, 2019			September 30, 2018		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
Current and Other Assets	\$ 54,582,337	\$ 89,644,686	\$ 144,227,023	\$ 60,867,062	\$ 43,836,373	\$104,703,435
Capital Assets	57,783,344	207,038,095	264,821,439	58,118,923	202,738,011	260,856,934
Deferred Outflow of Resources	3,687	125,093	128,780	4,226	143,594	147,820
Total Assets and Deferred Outflow s	112,369,368	296,807,874	409,177,242	118,990,211	246,717,978	365,708,189
Long-term Liabilities	3,245,961	96,014,446	99,260,407	3,601,223	59,441,417	63,042,640
Other Liabilities	3,562,488	20,355,574	23,918,062	3,140,997	17,462,832	20,603,829
Deferred Inflow of Resources	-	584	584	-	751	751
Total Liabilities and Deferred Inflow s	6,808,449	116,370,604	123,179,053	6,742,220	76,905,000	83,647,220
Net Position:						
Net Investment in Capital Assets	54,014,482	108,717,155	162,731,637	54,260,234	132,830,554	187,090,788
Restricted						
Expendable	26,883,628	12,080,416	38,964,044	37,270,491	9,181,397	46,451,888
Nonexpendable	125,000	-	125,000	125,000	-	125,000
Unrestricted	24,537,809	59,639,699	84,177,508	20,592,266	27,801,027	48,393,293
Total Net Position	<u>\$ 105,560,919</u>	<u>\$ 180,437,270</u>	<u>\$ 285,998,189</u>	<u>\$ 112,247,991</u>	<u>\$ 169,812,978</u>	<u>\$ 282,060,969</u>

The largest portion of the City of Fremont's net position (56.9 percent) reflects its net investment in capital assets (land, infrastructure, buildings, machinery, vehicles and equipment); less any related debt used to acquire those assets that is still outstanding. The City of Fremont uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the City of Fremont's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City of Fremont's net position (13.7 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net position* (\$84,177,508) 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 Fremont is able to report positive balances in both categories of net position, both for the government as a whole and for its separate governmental and business-type activities.

**CITY OF FREMONT, NEBRASKA**

**MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED), CONTINUED  
FOR THE YEAR ENDED SEPTEMBER 30, 2019**

**Governmental Activities.** Net position decreased \$6,687,072 in the governmental activities during the year ended September 30, 2019, reducing total growth in the City's net position by 170 percent for the year ended September 30, 2019. Key elements of this change in net position are as follows:

**Expenses and Program Revenues - Governmental Activities**

<u>Function</u>	<u>Year Ended September 30, 2019</u>		<u>Year Ended September 30, 2018</u>	
	<u>Program Revenues</u>	<u>Program Expenses</u>	<u>Program Revenues</u>	<u>Program Expenses</u>
General government	\$ 1,473,682	\$ 6,697,509	\$ 1,755,789	\$ 4,816,845
Public safety	1,664,030	9,141,801	1,714,721	9,256,898
Public works	1,829,748	17,808,023	3,306,655	3,207,770
Environment and leisure	1,338,402	3,420,616	606,024	3,442,184
Non-departmental	-	305,399	-	305,538
Interest	-	70,767	-	92,846
Total	<u>\$ 6,305,862</u>	<u>\$ 37,444,115</u>	<u>\$ 7,383,189</u>	<u>\$ 21,122,081</u>

**Revenues by Source – Governmental Activities**

**SOURCES OF REVENUE**

	<u>Year Ended September 30, 2019</u>		<u>Year Ended September 30, 2018</u>	
Charges for services	\$ 3,992,809	12.03 %	\$ 3,927,048	12.38 %
Operating grants and contributions	1,554,034	4.68	1,367,871	4.31
Capital grants and contributions	759,019	2.29	2,088,270	6.59
Property taxes	6,864,240	20.68	6,143,230	19.37
Motor vehicle taxes	592,991	1.79	560,088	1.77
Sales tax	7,986,402	24.06	7,236,366	22.82
Payments in lieu of taxes	13,927	0.04	12,921	0.04
Franchise taxes	296,155	0.89	219,625	0.69
Other taxes	1,926,030	5.80	1,765,335	5.57
State allocation	4,087,182	12.31	3,847,928	12.13
Keno	758,810	2.29	685,501	2.16
Special assessments	48,196	0.15	248,251	0.78
Miscellaneous	56,126	0.17	33,783	0.11
Interest	865,729	2.61	563,787	1.78
Gain on sale of assets	286,427	0.86	80,537	0.25
Transfer from other funds	3,111,857	9.35	2,930,844	9.25
Total	<u>\$ 33,199,934</u>	<u>100.00 %</u>	<u>\$ 31,711,385</u>	<u>100.00 %</u>

**CITY OF FREMONT, NEBRASKA**

**MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED), CONTINUED  
FOR THE YEAR ENDED SEPTEMBER 30, 2019**

**Business-type Activities.** Business-type activities increased the City of Fremont's net position by \$10,624,292, accounting for total growth of 270 percent of the total growth in the government's net position for the year ended September 30, 2019. Key elements of this increase are as follows:

**Expenses and Program Revenues – Business-type Activities**

<u>Function</u>	<u>Year Ended September 30, 2019</u>		<u>Year Ended September 30, 2018</u>	
	<u>Program Revenues</u>	<u>Program Expenses</u>	<u>Program Revenues</u>	<u>Program Expenses</u>
Electric	\$ 45,568,896	\$ 38,260,959	\$ 43,298,219	\$ 34,980,045
Water	4,960,493	3,399,779	3,817,532	3,115,748
Sewer	8,701,918	6,041,006	6,315,110	4,610,751
Gas	14,964,928	13,651,329	14,195,339	13,026,547
Total	<u>\$ 74,196,235</u>	<u>\$ 61,353,073</u>	<u>\$ 67,626,200</u>	<u>\$ 55,733,091</u>

**Revenues by Source – Business-type Activities**

**SOURCES OF REVENUE**

	<u>Year Ended September 30, 2019</u>		<u>Year Ended September 30, 2018</u>	
Charges for services	\$ 70,862,710	98.45 %	\$ 66,828,234	102.70 %
Operating grants and contributi	29,080	0.04	311,226	0.48
Capital grants and contribution:	3,304,445	4.59	486,740	0.75
Interest	918,915	1.28	459,625	0.71
Loss on sale of assets	(25,928)	(0.04)	(90,217)	(0.14)
Transfer to other funds	(3,111,857)	(4.32)	(2,930,844)	(4.50)
Total	<u>\$ 71,977,365</u>	<u>100.00 %</u>	<u>\$ 65,064,764</u>	<u>100.00 %</u>

**Financial Analysis of the Government's Funds**

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

**Governmental Funds.** The focus of the City of Fremont'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 Fremont's financing requirements. In particular, *unreserved fund balance* 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 Fremont's *governmental funds* reported combined ending fund balances of \$45,279,962. Approximately 32.3 percent of this total amount (\$14,617,501) constitutes *unassigned fund balance*, which is available for spending at the government's discretion. The remainder of fund balance is not available for new spending because it has already been 1) restricted for debt service (\$130,878), 2) restricted for street improvements (\$9,746,156), 3) restricted for public safety (\$2,264,714), 4) restricted for infrastructure (\$1,273,260), 5) restricted for property tax relief (\$958,930), 6) restricted for economic development (\$7,995,470), 7) restricted for a variety of capital/special projects (\$2,453,151), 8) restricted for Federal programs (\$904,493), 9) restricted for community betterment (\$624,497), 10) committed for code enforcement/defense (\$1,393,950), 11) committed for capital improvement projects (\$2,684,373), 12) assigned for downtown improvement projects (\$57,467), 13) endowed as non-spendable principal (\$125,000), or 14) non-spendable prepaid expense (\$50,122).

## CITY OF FREMONT, NEBRASKA

### MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED), CONTINUED FOR THE YEAR ENDED SEPTEMBER 30, 2019

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The General Fund is the chief operating fund of the City of Fremont. At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$14,880,887. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance represents 78.1 percent of total General Fund expenditures.

The fund balance of the City of Fremont's General Fund increased by \$2,452,228, during the current fiscal year, which was approximately \$5,540,670 more than was budgeted. The increase was predominantly due to four main capital projects, using bond proceeds of \$6,000,000 and reserves of \$3,660,000 not completed during the fiscal year. Other factors include higher than expected interest income by \$292,000, and expenditure savings that included \$520,000 in personal services, offset by deficits of -\$184,000 in contractual services, -\$49,700 in commodities. These deficits are related to a significant flooding event that occurred along the southern portion of the City March 15-18, 2019. Emergency protective measures were performed, but several city facilities were damaged, as well as some equipment. The City estimates \$1,200,000 of costs were incurred prior to September 30 and expects that insurance and Federal Emergency Management Agency (FEMA) funds will reimburse 75% of approved costs.

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

Unrestricted net position of the *proprietary funds* at the end of the year were as follows: Electric Fund - \$39,382,205, Water Fund - \$3,523,547, Sewer Fund - \$10,407,156, and Gas Fund - \$6,326,791. The change in net position for the proprietary funds was as follows: Electric Fund - \$5,256,903, Water Fund - \$1,487,724, Sewer Fund - \$2,851,651, and Gas Fund - \$1,028,014. The increase in the Electric Fund net position was attributable to a four percent rate increase in the electric fund, increased off system sales and a number of projects that included capitalized costs, and salary savings. The increase in the Sewer Fund was attributable to additional charges to industrial customers based on concentration of waste. The March 2019 flooding event previously reported caused \$320,000 damage to utility infrastructure and the City expects that insurance and FEMA funds will reimburse 75% of approved costs. Other factors concerning the finances of these four funds have already been addressed in the discussion of the City of Fremont's business-type activities.

#### **Budgetary Highlights**

There was no difference between the original budget and the final adopted budget for the City of Fremont.

#### **Capital Asset and Debt Administration**

**Capital Assets.** The City of Fremont's investment in capital assets for its governmental and business-type activities as of September 30, 2019, amounts to \$264,821,439 (net of accumulated depreciation). This investment in capital assets includes land, building and system improvements, machinery and equipment, park facilities, roads, highways and bridges.

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

Significant items placed in service during the current year at their installed values:

- Air Quality Control System - \$53,508,198
- Electric distribution system improvements - \$7,284,079
- Sewer system improvements - \$4,664,026
- Gas system improvements - \$3,111,281
- Water system improvements - \$1,630,434
- Solar Farm #2 - \$1,129,118
- Pedestrian Signal Replacements - \$614,574

**CITY OF FREMONT, NEBRASKA**

**MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED), CONTINUED  
FOR THE YEAR ENDED SEPTEMBER 30, 2019**

- 2019 SWX525 Shuttle wagon - \$536,021
- Electric transmission system improvements - \$471,843
- LDW Pole Storage Building - \$435,943
- CAT 972M Wheel Loader - \$380,005
- 2019 Braun Super Chief Int'l Ambulance - \$311,044
- Somers Ave Bridge Box Culvert - \$283,172
- 2019 Freightliner Bucket Truck - \$247,498
- Fountain Springs 2<sup>nd</sup> Addition - \$232,750
- Unit 8 Turbine Controls - \$220,445

Significant additions to Construction in Progress for continuing projects, with the current year expenditures noted:

- Wastewater treatment plant upgrades - \$17,766,839
- Honeywell Controls Hardware Refresh – \$357,459
- Gallery 23 new gas main - \$336,173
- Electric SCADA Control System - \$323,913
- City Auditorium Remodel - \$271,084
- Water Production SCADA upgrade - \$265,093
- Johnson Road South Paving - \$263,718
- Airport Aircraft Apron - \$224,279
- Gallery 23 Electric extension - \$210,887
- Wellfield chemical feed building - \$209,292

City of Fremont's Capital Assets  
(net of depreciation)

	Year Ended September 30, 2019			Year Ended September 30, 2018		
	Governmental	Business-type	Total	Governmental	Business-type	Total
	Activities	Activities		Activities	Activities	
Land	\$ 7,390,582	\$ 5,052,174	\$ 12,442,756	\$ 7,645,108	\$ 5,154,314	\$ 12,799,422
Construction in Progress	8,788,104	31,162,714	39,950,818	8,995,063	39,062,238	48,057,301
Infrastructure	28,787,752	-	28,787,752	28,324,690	-	28,324,690
Buildings and Improvements	7,978,403	-	7,978,403	8,040,528	-	8,040,528
Machinery and Equipment	4,838,503	5,118,059	9,956,562	5,113,534	4,801,858	9,915,392
Distribution Systems,						
Buildings, and Equipment	-	162,727,247	162,727,247	-	151,023,545	151,023,545
Office Furniture						
and Equipment	-	301,119	301,119	-	375,231	375,231
Vehicles	-	2,676,782	2,676,782	-	2,320,825	2,320,825
<b>Total</b>	<b>\$ 57,783,344</b>	<b>\$ 207,038,095</b>	<b>\$ 264,821,439</b>	<b>\$ 58,118,923</b>	<b>\$ 202,738,011</b>	<b>\$ 260,856,934</b>

Additional information on the City of Fremont's capital assets can be found in Note C4 on pages 41 - 43 of this report.

**Long-term debt.** At the end of the current fiscal year, the City of Fremont had total bonded debt, notes, and capital leases payable (excluding TIF bonds payable) outstanding of \$103,015,372.



**CITY OF FREMONT, NEBRASKA**

**MANAGEMENT’S DISCUSSION AND ANALYSIS (UNAUDITED), CONTINUED  
FOR THE YEAR ENDED SEPTEMBER 30, 2019**

**City of Fremont’s Outstanding Debt**

	<u>Year Ended September 30, 2019</u>			<u>Year Ended September 30, 2018</u>		
	<u>Governmental</u>	<u>Business-type</u>	<u>Total</u>	<u>Governmental</u>	<u>Business-type</u>	<u>Total</u>
	<u>Activities</u>	<u>Activities</u>		<u>Activities</u>	<u>Activities</u>	
General Obligation Bonds	\$ 2,185,000	\$ -	\$ 2,185,000	\$ 2,485,000	\$ -	\$ 2,485,000
Revenue Bonds	-	99,900,031	99,900,031	-	60,825,000	60,825,000
Capital leases payable	930,341	-	930,341	1,146,453	-	1,146,453
Total	<u>\$ 3,115,341</u>	<u>\$ 99,900,031</u>	<u>\$ 103,015,372</u>	<u>\$ 3,631,453</u>	<u>\$ 60,825,000</u>	<u>\$ 64,456,453</u>

The City of Fremont’s total debt increased by \$38,558,919 (59.8 percent). The City issued \$40,000,000 in bonded indebtedness to finance the City’s portion of a transmission line with Omaha Public Power District and certain wastewater treatment plant improvements.

The City of Fremont maintains an AA(-) bond rating.

Additional information on the City of Fremont’s long-term debt can be found in Note C6 on pages 44 - 46 of this report.

**Economic Factors and Next Year’s Budgets and Rates**

- The City is in the first year of the two-year budget for 2020 and 2021.
- Property tax assessment for the year ending September 30, 2020 is \$6,417,799, which is the same as the assessment for the year ended September 30, 2019. In prior years, the City Council had imposed property taxes in anticipation of the costs related to defending and implementing a citizen-initiated ordinance. Litigation has been resolved leaving a balance of unspent funds. This unspent balance has been committed by the City Council for enforcement and capital improvements at the Police Station. The City Council committed \$1,393,950 at September 30, 2019 for this purpose. In addition, the Council also committed \$2,684,373 for capital improvement projects.
- A large employer and utility customer completed construction of facilities with an estimated value of \$93,300,000 that will provide 800-1,100 jobs and significantly increase utility volumes beginning in late 2019. The Capital Improvement Plan includes wastewater treatment improvements, including anaerobic lagoons. This is a tax increment financing (TIF) project, so no additional property tax receipts are expected for the duration of the TIF period.
- The City has budgeted and expects to make significant expenditures for the following capital projects during the next two fiscal years, (expenditures for smaller capital projects will be dependent upon actual revenues remaining within budgeted levels, while larger projects will be financed with a combination of long-term debt, cash reserves and private funding):
  - Waste water treatment plant improvements - \$17,000,000
  - Additional wells - \$7,000,000 over two years
  - Coal handling modifications - \$2,900,000
  - Joint project with the Nebraska Department of Transportation for a beltway joining US Hwy 275 and US Hwy 77 to the southeast of the City. The City’s final contribution of \$6,660,000 of the City’s share of \$20,000,000 is included in the 2020 budget.
  - Joint Law Enforcement Center, \$11,200,000 over three years.
  - Multi Use Building for Streets and Park - \$8,000,000.
  - Various citywide paving and resurfacing projects - \$5,521,000

## CITY OF FREMONT, NEBRASKA

### MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED), CONTINUED FOR THE YEAR ENDED SEPTEMBER 30, 2019

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- Two separate ballot initiatives passed during 2019 requesting the use of GO Bonds of \$2,000,000 each to finance:
  - Library expansion - \$11,830,000
  - City Auditorium renovation - \$3,500,000
- Airport terminal - \$2,000,000
- The City Council approved a three percent increase in rates for the Electric Fund effective November 2019, and another three percent increase effective November 2021. The City Council also approved an increase in Sewer Fund rates by 8.7 percent in effective November 2019 and another 5.1 percent increase effective November 2021 to meet debt service requirements on the wastewater treatment plant improvements.

All of these factors were considered in preparing the City of Fremont's budget for the 2020 and 2021 fiscal year.

#### **Request for Information**

This financial report is designed to provide a general overview of the City of Fremont's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Director of Finance, City of Fremont, 400 E. Military Avenue, Fremont, NE 68025.

**CITY OF FREMONT, NEBRASKA**

**STATEMENT OF NET POSITION**

**SEPTEMBER 30, 2019**

	Primary Government		Total
	Governmental Activities	Business-type Activities	
<b>ASSETS</b>			
Current assets:			
Cash and cash equivalents	\$ 23,200,669	\$ 20,959,320	\$ 44,159,989
Investments	24,485,000	11,525,385	36,010,385
County treasurer cash	207,437	-	207,437
Receivables:			
Special assessments	392,707	-	392,707
Accounts, net of allowance for doubtful accounts	517,837	3,178,577	3,696,414
Unbilled revenue	-	3,860,810	3,860,810
Interest	308,297	475,868	784,165
Property tax	207,760	-	207,760
Business tax	223,797	-	223,797
Other tax	318,385	-	318,385
Receivable (payable) to other funds	(46,570)	46,570	-
Due from other governments	1,725,550	455,548	2,181,098
Inventory	-	10,771,652	10,771,652
Prepaid expenses	50,122	196,409	246,531
<b>Total current assets</b>	<u>51,590,991</u>	<u>51,470,139</u>	<u>103,061,130</u>
Noncurrent assets:			
Restricted cash and cash equivalents	-	6,621,362	6,621,362
Restricted investments	-	12,045,615	12,045,615
TIF notes receivable	225,398	-	225,398
Notes receivable, net of allowance	2,765,948	-	2,765,948
Regulatory assets	-	19,507,570	19,507,570
Capital assets:			
Land	7,390,582	5,052,174	12,442,756
Construction in progress	8,788,104	31,162,714	39,950,818
Other capital assets, net of depreciation	41,604,658	170,823,207	212,427,865
Net capital assets	<u>57,783,344</u>	<u>207,038,095</u>	<u>264,821,439</u>
Total noncurrent assets	<u>60,774,690</u>	<u>245,212,642</u>	<u>305,987,332</u>
<b>Total assets</b>	<u>112,365,681</u>	<u>296,682,781</u>	<u>409,048,462</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred loss on bond refundings	3,687	125,093	128,780
<b>Total deferred outflows of resources</b>	<u>3,687</u>	<u>125,093</u>	<u>128,780</u>
<b>LIABILITIES</b>			
Current liabilities:			
Accounts payable	1,247,823	11,714,828	12,962,651
Claims liability	592,570	9,168	601,738
Accrued expenses	489,690	2,043,059	2,532,749
Due to other governments	2,751	-	2,751
Unearned revenues	6,600	332,587	339,187
Customer deposits	25,545	686,828	712,373
Current portion of compensated absences	670,000	714,104	1,384,104
Current portion of long-term debt	527,509	4,855,000	5,382,509
Total current liabilities	<u>3,562,488</u>	<u>20,355,574</u>	<u>23,918,062</u>
Noncurrent liabilities:			
Compensated absences	658,129	814,691	1,472,820
Fly ash liability/closure costs payable	-	154,724	154,724
Noncurrent portion of long-term debt	2,587,832	95,045,031	97,632,863
Total noncurrent liabilities	<u>3,245,961</u>	<u>96,014,446</u>	<u>99,260,407</u>
<b>Total liabilities</b>	<u>6,808,449</u>	<u>116,370,020</u>	<u>123,178,469</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred gain on bond refundings	-	584	584
<b>Total deferred inflows of resources</b>	<u>-</u>	<u>584</u>	<u>584</u>
<b>NET POSITION</b>			
Net investment in capital assets	54,014,482	108,717,155	162,731,637
Restricted for:			
Debt service	130,878	11,235,140	11,366,018
Fly ash disposal	-	845,276	845,276
Street improvements	9,782,142	-	9,782,142
Federal grant programs	902,037	-	902,037
Other purposes			
Expendable	16,068,571	-	16,068,571
Non expendable	125,000	-	125,000
Unrestricted	<u>24,537,809</u>	<u>59,639,699</u>	<u>84,177,508</u>
<b>Total net position</b>	<u>\$ 105,560,919</u>	<u>\$ 180,437,270</u>	<u>\$ 285,998,189</u>

See notes to financial statements

**CITY OF FREMONT, NEBRASKA**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2019**

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
<b>Primary government:</b>							
<b>Governmental activities:</b>							
General government	\$ 6,697,509	\$ 1,410,170	\$ 63,512	\$ -	\$ (5,223,827)	\$ -	\$ (5,223,827)
Public safety	9,141,801	1,506,836	157,194	-	(7,477,771)	-	(7,477,771)
Public works	17,808,023	593,316	649,448	586,984	(15,978,275)	-	(15,978,275)
Environment and leisure	3,420,616	482,487	683,880	172,035	(2,082,214)	-	(2,082,214)
Non-departmental	305,399	-	-	-	(305,399)	-	(305,399)
Interest on long-term debt	70,767	-	-	-	(70,767)	-	(70,767)
Depreciation and amortization	2,442,891	-	-	-	(2,442,891)	-	(2,442,891)
Total governmental activities	<u>39,887,006</u>	<u>3,992,809</u>	<u>1,554,034</u>	<u>759,019</u>	<u>(33,581,144)</u>	<u>-</u>	<u>(33,581,144)</u>
<b>Business-type activities:</b>							
Electric	38,260,959	45,539,816	29,080	-	-	7,307,937	7,307,937
Water	3,399,779	4,142,756	-	817,737	-	1,560,714	1,560,714
Sewer	6,041,006	6,215,210	-	2,486,708	-	2,660,912	2,660,912
Gas	13,651,329	14,964,928	-	-	-	1,313,599	1,313,599
Total business-type activities	<u>61,353,073</u>	<u>70,862,710</u>	<u>29,080</u>	<u>3,304,445</u>	<u>-</u>	<u>12,843,162</u>	<u>12,843,162</u>
<b>Total primary government</b>	<u>\$ 101,240,079</u>	<u>\$ 74,855,519</u>	<u>\$ 1,583,114</u>	<u>\$ 4,063,464</u>	<u>\$ (33,581,144)</u>	<u>\$ 12,843,162</u>	<u>\$ (20,737,982)</u>
General revenues:							
Taxes:							
Property					6,864,240	-	6,864,240
Motor vehicle					592,991	-	592,991
Sales tax					7,986,402	-	7,986,402
Payments in lieu of taxes					13,927	-	13,927
Franchise					296,155	-	296,155
Other taxes					1,926,030	-	1,926,030
State allocation					4,087,182	-	4,087,182
Keno					758,810	-	758,810
Special assessments					48,196	-	48,196
Miscellaneous					56,126	-	56,126
Interest income					865,729	918,915	1,784,644
Gain (loss) on sale of assets					286,427	(25,928)	260,499
Transfer (to) from other funds					3,111,857	(3,111,857)	-
Total general revenues					<u>26,894,072</u>	<u>(2,218,870)</u>	<u>24,675,202</u>
Change in net position					<u>(6,687,072)</u>	<u>10,624,292</u>	<u>3,937,220</u>
Net position - September 30, 2018					112,247,991	169,812,978	282,060,969
Net position - September 30, 2019					<u>\$ 105,560,919</u>	<u>\$ 180,437,270</u>	<u>\$ 285,998,189</u>

See notes to financial statements

**CITY OF FREMONT, NEBRASKA**  
**BALANCE SHEET - GOVERNMENTAL FUNDS**  
**SEPTEMBER 30, 2019**

	<u>General</u>	<u>Street</u>	<u>Sales Tax</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>ASSETS</b>					
Cash and cash equivalents	\$ 6,674,816	\$ 3,779,400	\$ 7,319,024	\$ 2,249,291	\$ 20,022,531
Investments	11,675,000	4,100,000	3,000,000	2,210,000	20,985,000
County treasurer cash	149,019	49,049	-	9,369	207,437
Receivables:					
Special assessments	27,765	26,345	-	338,597	392,707
Accounts, net of allowance for doubtful accounts	470,980	11,406	-	35,453	517,839
Notes receivable, net of allowance for doubtful accounts	-	-	1,678,196	1,087,752	2,765,948
Interest	169,840	48,097	20,365	49,095	287,397
Property tax	182,482	-	-	25,278	207,760
Business tax	198,024	-	-	25,773	223,797
Other tax	-	318,385	-	-	318,385
TIF notes receivable	-	-	-	225,398	225,398
Due from other governments	35,265	-	1,460,239	230,046	1,725,550
Due from other funds	879,051	258,730	126,898	101,829	1,366,508
Prepaid expenses	50,122	-	-	-	50,122
<b>Total assets</b>	<b>\$ 20,512,364</b>	<b>\$ 8,591,412</b>	<b>\$ 13,604,722</b>	<b>\$ 6,587,881</b>	<b>\$ 49,296,379</b>
<b>LIABILITIES</b>					
Accounts payable	\$ 600,223	\$ 370,540	\$ 122	\$ 88,269	\$ 1,059,154
Accrued expenses	404,795	57,919	-	26,976	489,690
Due to other governments	2,751	-	-	-	2,751
Due to other funds	135,173	4,230	504,972	768,705	1,413,080
Customer deposits	25,545	-	-	6,600	32,145
<b>Total liabilities</b>	<b>1,168,487</b>	<b>432,689</b>	<b>505,094</b>	<b>890,550</b>	<b>2,996,820</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Unavailable revenue - property taxes	129,803	-	-	21,955	151,758
Unavailable revenue - other local taxes	27,765	26,345	-	210,035	264,145
Unavailable revenue - fees and other	176,977	9,641	-	417,076	603,694
<b>Total deferred inflows</b>	<b>334,545</b>	<b>35,986</b>	<b>-</b>	<b>649,066</b>	<b>1,019,597</b>
<b>FUND BALANCES (DEFICIT)</b>					
Nonspendable:					
Permanent fund principal	-	-	-	125,000	125,000
Prepaid expenses	50,122	-	-	-	50,122
Restricted for:					
Debt service	-	-	-	130,878	130,878
Street improvements	-	8,122,737	1,623,419	-	9,746,156
Public safety	-	-	1,897,536	367,178	2,264,714
Infrastructure	-	-	1,273,260	-	1,273,260
Property tax relief	-	-	958,930	-	958,930
Economic development	-	-	7,346,483	648,987	7,995,470
Capital/special projects	-	-	-	2,453,151	2,453,151
Federal programs	-	-	-	904,493	904,493
Community betterment	-	-	-	624,497	624,497
Committed for:					
Code enforcement/defense	1,393,950	-	-	-	1,393,950
Capital improvement projects	2,684,373	-	-	-	2,684,373
Assigned for:					
Other	-	-	-	57,467	57,467
Unassigned	14,880,887	-	-	(263,386)	14,617,501
<b>Total fund balances</b>	<b>19,009,332</b>	<b>8,122,737</b>	<b>13,099,628</b>	<b>5,048,265</b>	<b>45,279,962</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 20,512,364</b>	<b>\$ 8,591,412</b>	<b>\$ 13,604,722</b>	<b>\$ 6,587,881</b>	<b>\$ 49,296,379</b>

See notes to financial statements

**CITY OF FREMONT, NEBRASKA**  
**RECONCILIATION OF THE BALANCE SHEET -**  
**GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION**  
**SEPTEMBER 30, 2019**

**Total fund balances - governmental funds** \$ 45,279,962

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in governmental funds. The cost of the assets is \$88,987,362, and the accumulated depreciation is \$31,204,018. 57,783,344

Deferred amounts on bond refundings are not financial resources and, therefore, are not reported as assets in governmental funds. 3,687

Internal service funds are used by management to charge the costs of certain activities, such as insurance, to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. 5,917,799

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds but are deferred. 1,019,597

Long-term liabilities, including bonds and notes payable, are not due and payable in the current period and, therefore, are not reported as liabilities in the funds. Long-term liabilities at year end consist of:

Compensated absences	\$ (1,328,129)	
Bonds and lease payable	(3,115,341)	(4,443,470)

**Total net position - governmental activities** \$ 105,560,919

**CITY OF FREMONT, NEBRASKA**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCES - GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2019**

	<u>General</u>	<u>Street</u>	<u>Sales Tax</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>REVENUES</b>					
Taxes:					
Property	\$ 6,063,717	\$ -	\$ -	\$ 775,573	\$ 6,839,290
Motor vehicle	-	592,991	-	-	592,991
Sales tax	-	-	7,986,402	-	7,986,402
Payments in lieu of taxes	12,637	-	-	786	13,423
Franchise	290,312	-	-	-	290,312
Occupation	1,809,748	-	-	116,282	1,926,030
Intergovernmental	1,743,325	3,740,706	-	1,180,633	6,664,664
Keno	-	-	-	758,810	758,810
Charges for services	3,091,748	37,482	12,237	259,807	3,401,274
Donations	13,330	-	-	4,075	17,405
Interest income	416,516	167,399	300,163	117,228	1,001,306
Other income	366,831	4,107	326,813	1,680	699,431
Total revenues	<u>13,808,164</u>	<u>4,542,685</u>	<u>8,625,615</u>	<u>3,214,874</u>	<u>30,191,338</u>
<b>EXPENDITURES</b>					
General government	5,620,652	-	1,463,682	842,460	7,926,794
Public safety	8,806,242	-	142,966	1,007,979	9,957,187
Public works	462,290	17,620,277	17	68,544	18,151,128
Environment and leisure	3,599,689	-	-	574,050	4,173,739
Employee insurance	305,399	-	-	-	305,399
Principal payments on debt	216,113	-	-	300,000	516,113
Interest on long-term debt	33,935	-	-	42,715	76,650
Total expenditures	<u>19,044,320</u>	<u>17,620,277</u>	<u>1,606,665</u>	<u>2,835,748</u>	<u>41,107,010</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(5,236,156)</u>	<u>(13,077,592)</u>	<u>7,018,950</u>	<u>379,126</u>	<u>(10,915,672)</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	7,701,783	12,581,966	-	112,937	20,396,686
Transfers out	(13,399)	-	(16,847,467)	(423,963)	(17,284,829)
Net other sources and uses	<u>7,688,384</u>	<u>12,581,966</u>	<u>(16,847,467)</u>	<u>(311,026)</u>	<u>3,111,857</u>
<b>Net change in fund balances</b>	<u>2,452,228</u>	<u>(495,626)</u>	<u>(9,828,517)</u>	<u>68,100</u>	<u>(7,803,815)</u>
Fund balances - September 30, 2018	<u>16,557,104</u>	<u>8,618,363</u>	<u>22,928,145</u>	<u>4,980,165</u>	<u>53,083,777</u>
Fund balances - September 30, 2019	<u>\$ 19,009,332</u>	<u>\$ 8,122,737</u>	<u>\$ 13,099,628</u>	<u>\$ 5,048,265</u>	<u>\$ 45,279,962</u>

See notes to financial statements

**CITY OF FREMONT, NEBRASKA**

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES**

**FOR THE YEAR ENDED SEPTEMBER 30, 2019**

<b>Total net change in fund balances - governmental funds</b>	\$ (7,803,815)
Amounts reported for governmental activities in the statement of activities are different because:	
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets are allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation expense exceeded capitalized capital outlay in the period.	(566,062)
The net effect of various miscellaneous transactions involving capital assets (contributions, disposals, etc.).	230,483
Deferred outflows of resources relating to loss on refundings of long-term debt are not current financial resources, and therefore, the amortization of these deferred outflows are not reported as expenditures in the funds.	(540)
Internal service funds are used by management to charge the costs of certain activities, such as insurance, to individual funds. The net revenue (expense) of the Internal Service Fund is reported with governmental activities in the statement of activities.	1,314,506
The change in noncurrent compensated absences is reported as an expense in the statement of net assets. Noncurrent compensated absences are not reported in the governmental funds.	(42,246)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. This is the change in deferred inflows in the governmental funds.	(335,511)
Repayment of long-term debt, net of debt refunding proceeds and payments, is an expenditure in the governmental funds, but the repayment reduces of long-term debt and related items.	<u>516,113</u>
<b>Change in net position of governmental activities</b>	<u>\$ (6,687,072)</u>



**CITY OF FREMONT, NEBRASKA**  
**STATEMENT OF NET POSITION - PROPRIETARY FUNDS**  
**SEPTEMBER 30, 2019**

	Enterprise Funds				Total	Internal Service Fund
	Electric Fund	Water Fund	Sewer Fund	Gas Fund		
<b>ASSETS</b>						
Current assets:						
Cash and cash equivalents	\$ 11,356,468	\$ 2,807,631	\$ 4,081,762	\$ 2,713,459	\$ 20,959,320	\$ 3,178,138
Investments	4,052,831	-	5,972,554	1,500,000	11,525,385	3,500,000
Receivables:						
Accounts, net of allowance for doubtful accounts	2,235,522	353,183	244,308	345,564	3,178,577	-
Unbilled revenue	2,546,946	294,893	509,890	509,081	3,860,810	-
Due from other funds	234,147	6,040	3,253	6,994	250,434	-
Due from other governments	455,548	-	-	-	455,548	-
Interest	218,993	25,186	201,390	30,299	475,868	20,900
Inventory	9,186,752	263,482	129,554	1,191,864	10,771,652	-
Prepaid expenses	106,622	21,691	21,691	46,405	196,409	-
Total current assets	<u>30,393,829</u>	<u>3,772,106</u>	<u>11,164,402</u>	<u>6,343,666</u>	<u>51,674,003</u>	<u>6,699,038</u>
Noncurrent assets:						
Restricted cash and cash equivalents	1,665,677	34,801	4,920,884	-	6,621,362	-
Restricted investments	8,775,669	875,000	2,394,946	-	12,045,615	-
Regulatory assets	18,694,595	-	-	812,975	19,507,570	-
Capital assets:						
Land	2,003,254	1,890,618	1,041,962	116,340	5,052,174	-
Construction in progress	1,647,800	790,126	28,062,026	662,762	31,162,714	-
Depreciable capital assets	220,768,945	42,264,088	57,747,870	19,610,467	340,391,370	-
Less accumulated depreciation	(110,254,738)	(19,142,124)	(28,515,660)	(11,655,641)	(169,568,163)	-
Net capital assets	<u>114,165,261</u>	<u>25,802,708</u>	<u>58,336,198</u>	<u>8,733,928</u>	<u>207,038,095</u>	<u>-</u>
Total noncurrent assets	<u>143,301,202</u>	<u>26,712,509</u>	<u>65,652,028</u>	<u>9,546,903</u>	<u>245,212,642</u>	<u>-</u>
<b>Total assets</b>	<u><b>173,695,031</b></u>	<u><b>30,484,615</b></u>	<u><b>76,816,430</b></u>	<u><b>15,890,569</b></u>	<u><b>296,886,645</b></u>	<u><b>6,699,038</b></u>
DEFERRED OUTFLOWS OF RESOURCES						
Deferred loss on bond refundings	93,040	19,724	12,329	-	125,093	-
Total deferred outflows of resources	<u>93,040</u>	<u>19,724</u>	<u>12,329</u>	<u>-</u>	<u>125,093</u>	<u>-</u>
<b>LIABILITIES</b>						
Current liabilities:						
Accounts payable	6,347,970	205,117	4,592,209	569,532	11,714,828	188,669
Due to other funds	117,416	40,390	25,861	20,197	203,864	-
Accrued payroll	411,790	29,026	45,331	44,546	530,693	-
Compensated absences - short term	534,972	20,352	80,097	78,683	714,104	-
Sales tax payable	334,375	7,256	-	445	342,076	-
Accrued interest payable	664,849	27,506	477,935	-	1,170,290	-
Unearned revenue	332,587	-	-	-	332,587	-
Customer deposits	685,797	1,031	-	-	686,828	-
Claims liability	9,168	-	-	-	9,168	592,570
Current portion of long-term obligations						
	2,907,048	737,412	1,210,540	-	4,855,000	-
Total current liabilities	<u>12,345,972</u>	<u>1,068,090</u>	<u>6,431,973</u>	<u>713,403</u>	<u>20,559,438</u>	<u>781,239</u>
Noncurrent liabilities:						
Fly ash liability	154,724	-	-	-	154,724	-
Compensated absences - long term	571,465	8,122	57,598	177,506	814,691	-
Noncurrent portion of long-term obligations						
	59,390,750	3,760,329	31,893,952	-	95,045,031	-
Total noncurrent liabilities	<u>60,116,939</u>	<u>3,768,451</u>	<u>31,951,550</u>	<u>177,506</u>	<u>96,014,446</u>	<u>-</u>
<b>Total liabilities</b>	<u><b>72,462,911</b></u>	<u><b>4,836,541</b></u>	<u><b>38,383,523</b></u>	<u><b>890,909</b></u>	<u><b>116,573,884</b></u>	<u><b>781,239</b></u>
DEFERRED INFLOWS OF RESOURCES						
Deferred gain on bond refundings	227	229	128	-	584	-
Total deferred inflows of resources	<u>227</u>	<u>229</u>	<u>128</u>	<u>-</u>	<u>584</u>	<u>-</u>
<b>NET POSITION</b>						
Net investment in capital assets	53,167,059	21,234,221	25,643,006	8,672,869	108,717,155	-
Restricted for:						
Debt service	7,930,393	909,801	2,394,946	-	11,235,140	-
Fly ash disposal	845,276	-	-	-	845,276	-
Unrestricted	39,382,205	3,523,547	10,407,156	6,326,791	59,639,699	5,917,799
<b>Total net position</b>	<u><b>\$101,324,933</b></u>	<u><b>\$ 25,667,569</b></u>	<u><b>\$ 38,445,108</b></u>	<u><b>\$ 14,999,660</b></u>	<u><b>\$ 180,437,270</b></u>	<u><b>\$ 5,917,799</b></u>

See notes to financial statements

**CITY OF FREMONT, NEBRASKA**

**STATEMENT OF REVENUES, EXPENSES, AND CHANGES  
IN FUND NET POSITION - PROPRIETARY FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2019**

	Enterprise Funds				Total	Internal Service Fund
	Electric Fund	Water Fund	Sewer Fund	Gas Fund		
<b>Operating revenues:</b>						
Charges for services	\$ 45,281,260	\$ 4,097,456	\$ 6,168,940	\$ 14,964,928	\$ 70,512,584	\$ 5,500,162
Contributions from other funds	-	-	-	-	-	1,690,878
Other revenue	258,556	45,300	46,270	-	350,126	-
Total operating revenues	<u>45,539,816</u>	<u>4,142,756</u>	<u>6,215,210</u>	<u>14,964,928</u>	<u>70,862,710</u>	<u>7,191,040</u>
<b>Operating expenses:</b>						
Cost of power/gas	5,034,467	-	-	10,414,120	15,448,587	-
Production	19,761,937	872,705	2,022,429	-	22,657,071	-
Distribution	3,693,047	753,926	546,398	1,471,626	6,464,997	-
Customer accounting and collections	1,911,340	636,017	648,186	1,245,474	4,441,017	-
Administrative and general	4,725	975	809	-	6,509	3,722
Employee insurance	-	-	-	-	-	5,212,126
Workers' compensation	-	-	-	-	-	726,335
Depreciation	5,582,815	1,015,473	1,645,049	520,109	8,763,446	-
Total operating expenses	<u>35,988,331</u>	<u>3,279,096</u>	<u>4,862,871</u>	<u>13,651,329</u>	<u>57,781,627</u>	<u>5,942,183</u>
Operating income	<u>9,551,485</u>	<u>863,660</u>	<u>1,352,339</u>	<u>1,313,599</u>	<u>13,081,083</u>	<u>1,248,857</u>
<b>Nonoperating revenues (expenses):</b>						
Interest income	384,053	29,464	442,492	62,906	918,915	65,649
Interest expense	(2,272,628)	(120,683)	(1,178,135)	-	(3,571,446)	-
Gain (loss) on sale of assets	5,132	-	-	(31,060)	(25,928)	-
Grant revenue	29,080	-	15,535	-	44,615	-
Total nonoperating revenues (expenses)	<u>(1,854,363)</u>	<u>(91,219)</u>	<u>(720,108)</u>	<u>31,846</u>	<u>(2,633,844)</u>	<u>65,649</u>
Income before net contributed capital and interfund transfers	<u>7,697,122</u>	<u>772,441</u>	<u>632,231</u>	<u>1,345,445</u>	<u>10,447,239</u>	<u>1,314,506</u>
Contributed capital (CC)	225,370	883,537	6,403,564	65,800	7,578,271	-
Cost recovered through CC	(225,370)	(65,800)	(3,932,391)	(65,800)	(4,289,361)	-
Transfer from other funds	13,399	129,347	103,668	-	246,414	-
Transfer to other funds	(2,453,618)	(231,801)	(355,421)	(317,431)	(3,358,271)	-
Net CC and transfers	<u>(2,440,219)</u>	<u>715,283</u>	<u>2,219,420</u>	<u>(317,431)</u>	<u>177,053</u>	<u>-</u>
<b>Change in net position</b>	<u>5,256,903</u>	<u>1,487,724</u>	<u>2,851,651</u>	<u>1,028,014</u>	<u>10,624,292</u>	<u>1,314,506</u>
Net position - September 30, 2018	<u>96,068,030</u>	<u>24,179,845</u>	<u>35,593,457</u>	<u>13,971,646</u>	<u>169,812,978</u>	<u>4,603,293</u>
Net position - September 30, 2019	<u>\$ 101,324,933</u>	<u>\$ 25,667,569</u>	<u>\$ 38,445,108</u>	<u>\$ 14,999,660</u>	<u>\$ 180,437,270</u>	<u>\$ 5,917,799</u>

See notes to financial statements

**CITY OF FREMONT, NEBRASKA**  
**STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2019**

	Enterprise Funds				Total	Internal Service Fund
	Electric Fund	Water Fund	Sewer Fund	Gas Fund		
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>						
Receipts from customers	\$ 46,157,190	\$ 4,083,685	\$ 6,114,753	\$ 14,948,841	\$ 71,304,469	\$ 5,500,260
Receipts from other funds	-	-	-	-	-	1,690,878
Payments to suppliers	(16,199,354)	(1,337,611)	(1,886,488)	(11,972,223)	(31,395,676)	(5,605,676)
Payments to employees	(11,612,714)	(897,435)	(1,336,966)	(1,163,212)	(15,010,327)	-
Net cash provided by operating activities	<u>18,345,122</u>	<u>1,848,639</u>	<u>2,891,299</u>	<u>1,813,406</u>	<u>24,898,466</u>	<u>1,585,358</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>						
Transfers from other funds	13,399	129,347	103,668	-	246,414	-
Transfers to other funds	(2,453,618)	(231,801)	(355,421)	(317,431)	(3,358,271)	-
Interfund loans	1,556,053	(1,557)	(2,726,022)	1,012,719	(158,807)	-
Regulatory asset acquisition	(4,263,728)	-	-	(812,975)	(5,076,703)	-
Net cash used by noncapital financing activities	<u>(5,147,894)</u>	<u>(104,011)</u>	<u>(2,977,775)</u>	<u>(117,687)</u>	<u>(8,347,367)</u>	<u>-</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>						
Purchase of property and equipment	(8,799,144)	(1,103,585)	(16,529,992)	(1,045,070)	(27,477,791)	-
Proceeds from sale of property and equip.	22,203	-	-	1,650	23,853	-
Proceeds from capital grant	600	-	15,535	-	16,135	-
Proceeds from bond issuance (net of underwriters' discount)	9,231,220	-	31,796,424	-	41,027,644	-
Principal payments on capital debt	(2,604,830)	(700,292)	(349,878)	-	(3,655,000)	-
Interest paid on capital debt	(2,219,385)	(124,033)	(566,228)	-	(2,909,646)	-
Increase (decrease) in fly ash liability	(19,781)	-	-	-	(19,781)	-
Net cash provided (used) by capital and related financing activities	<u>(4,389,117)</u>	<u>(1,927,910)</u>	<u>14,365,861</u>	<u>(1,043,420)</u>	<u>7,005,414</u>	<u>-</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>						
Net sales (purchases) of investments	1,467,500	-	(5,517,500)	500,000	(3,550,000)	(1,750,000)
Interest received on investments	332,137	15,870	240,761	50,466	639,234	49,690
Net cash provided (used) by investing activities	<u>1,799,637</u>	<u>15,870</u>	<u>(5,276,739)</u>	<u>550,466</u>	<u>(2,910,766)</u>	<u>(1,700,310)</u>
Increase (decrease) in cash and cash equivalents	10,607,748	(167,412)	9,002,646	1,202,765	20,645,747	(114,952)
Cash and cash equivalents - beginning of the year	<u>2,414,397</u>	<u>3,009,844</u>	<u>-</u>	<u>1,510,694</u>	<u>6,934,935</u>	<u>3,293,090</u>
Cash and cash equivalents - end of the year	<u>\$ 13,022,145</u>	<u>\$ 2,842,432</u>	<u>\$ 9,002,646</u>	<u>\$ 2,713,459</u>	<u>\$ 27,580,682</u>	<u>\$ 3,178,138</u>
<b>Composition of cash and cash equivalents:</b>						
Cash and cash equivalents	\$ 11,356,468	\$ 2,807,631	\$ 4,081,762	\$ 2,713,459	\$ 20,959,320	\$ 3,178,138
Restricted cash and cash equivalents	1,665,677	34,801	4,920,884	-	6,621,362	-
Total cash and cash equivalents	<u>\$ 13,022,145</u>	<u>\$ 2,842,432</u>	<u>\$ 9,002,646</u>	<u>\$ 2,713,459</u>	<u>\$ 27,580,682</u>	<u>\$ 3,178,138</u>

See notes to financial statements

**CITY OF FREMONT, NEBRASKA**  
**STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS - CONTINUED**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2019**

	Enterprise Funds				Total	Internal Service Fund
	Electric Fund	Water Fund	Sewer Fund	Gas Fund		
<b>Reconciliation of operating income to net cash provided by operating activities:</b>						
Operating income	\$ 9,551,485	\$ 863,660	\$ 1,352,339	\$ 1,313,599	\$ 13,081,083	\$ 1,248,857
Adjustments to reconcile operating income to net cash provided by operating activities:						
Depreciation and amortization expense	6,395,624	1,015,473	1,645,049	520,109	9,576,255	-
Change in assets and liabilities:						
Accounts receivable and unbilled revenue	449,118	(59,072)	(100,457)	(16,088)	273,501	98
Inventories	(2,100,523)	16,389	(5,465)	122,146	(1,967,453)	-
Prepaid expenses	46,158	32	32	(127)	46,095	-
Accounts payable	3,825,511	3,414	(8,485)	(134,676)	3,685,764	130,080
Accrued payroll	(38,257)	(8,973)	(7,043)	(3,455)	(57,728)	-
Accrued compensated absences	4,128	10,476	15,329	11,583	41,516	-
Other accrued expenses	43,622	7,240	-	315	51,177	-
Unearned revenue	126,175	-	-	-	126,175	-
Customer deposits	40,977	-	-	-	40,977	-
Claims liability	1,104	-	-	-	1,104	206,323
Net cash provided by operating activities	<u>\$ 18,345,122</u>	<u>\$ 1,848,639</u>	<u>\$ 2,891,299</u>	<u>\$ 1,813,406</u>	<u>\$ 24,898,466</u>	<u>\$ 1,585,358</u>
<b>Supplemental Cash Flows Information</b>						
Payables incurred for acquisition of capital assets	\$ 458,894	\$ 125,041	\$ 4,521,785	\$ 61,059	\$ 5,166,779	\$ -

See notes to financial statements

**CITY OF FREMONT, NEBRASKA**  
**NOTES TO FINANCIAL STATEMENTS**  
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**CITY OF FREMONT, NEBRASKA**  
**Notes to Financial Statements**  
**September 30, 2019**

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the City of Fremont, Nebraska (the “City”) are prepared in accordance with generally accepted accounting principles (“GAAP”). The City’s reporting entity applies all relevant Governmental Accounting Standards Board (“GASB”) pronouncements.

The accounting and reporting framework and the more significant accounting principles and practices are discussed in subsequent sections of this Note.

**1. Financial Reporting Entity**

The City of Fremont, Nebraska, was incorporated in 1871. The City operates under a Mayor-Council form of government with an elected Mayor and an elected legislative body, Council, composed of eight members. The Mayor is elected at large for a four-year term, and the eight members of the City Council are elected, two from each of four wards, on alternating four-year terms. The administration of the City government is performed under the direction of the Mayor by the City Administrator. Services provided to residents include public safety; highways and streets; planning and zoning; parks; recreation; urban development; electric, water and sanitary sewer systems; gas; waste transfer and general administrative services.

These financial statements present the financial statements of the City as the primary government. In determining its reporting entity, the City has considered all potential component units for which it is financially accountable, including other organizations which are fiscally dependent on the City, or the significance of their relationship with the City are such that exclusion would make the financial statements misleading or incomplete. The GASB has set forth criteria to be considered in determining financial accountability, which was used in making this evaluation. The City has no material component units to include in its reporting entity.

**2. Basis of Presentation**

**Government-wide Financial Statements**

The Statement of Net Position and Statement of Activities display information about the reporting government as a whole. The statements distinguish between governmental and business-type activities. The material effect of interfund activity has been removed from these statements. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

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

**Fund Financial Statements**

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts. Funds are organized into two major categories: governmental and proprietary. An emphasis is placed on major funds within the governmental and proprietary categories. Each major fund is displayed in a separate column and the remaining funds are aggregated and reported as other governmental or proprietary funds.

**CITY OF FREMONT, NEBRASKA**  
**Notes to Financial Statements**  
**September 30, 2019**

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

**2. Basis of Presentation, Continued**

The City reports the following fund types:

**Governmental Funds**

*General Fund*

The General Fund is the primary operating fund of the City and is always classified as a major fund. It is used to account for all activities except those legally or administratively required to be accounted for in other funds.

*Special Revenue Funds*

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for certain purposes.

*Debt Service Fund*

The Debt Service Fund accounts for the accumulation of financial resources for the payment of interest and principal on the general long-term debt of the City other than debt service payments made by enterprise funds. Ad valorem taxes are used for the payment of principal and interest on the City's general obligation bonds.

*Capital Projects Fund*

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds and trust funds).

**Proprietary Funds**

*Enterprise Funds*

Enterprise funds are used to account for business-like activities provided to the general public. These activities are financed primarily by user charges and the measurement of financial activity focuses on net income measurement similar to the private sector.

*Internal Service Funds*

The internal service funds account for activities that provide goods and services to other funds, departments or agencies of the primary government and its component units on a cost-reimbursement basis.

**CITY OF FREMONT, NEBRASKA**  
**Notes to Financial Statements**  
**September 30, 2019**

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

**2. Basis of Presentation, Continued**

**Major and Non-major Funds**

The City reports the following major and non-major funds:

<i>Major:</i>	<b><u>Fund</u></b>	<b><u>Brief Description</u></b>
Governmental:		
General		See above for description.
Street		The Street Fund is a Special Revenue Fund that accounts for the City's share of highway allocation from the State of Nebraska.
Sales Tax		The Sales Tax Fund is a Special Revenue Fund that accounts for local sales tax collected, which is restricted for use under State Statute.
Proprietary:		
Enterprise:		
Electric, Water, Sewer, and Gas		See above for description.
Internal Service:		
Insurance		Accounts for the workers' compensation, and health insurance, and other programs for all governmental-fund-type City operations.
<i>Non-major:</i>		
Governmental:		
Debt Service		See above for description.
Capital Projects		See above for description.
Special Revenue:		
Paving and Sidewalk Districts		Accounts for the collection of special assessments on various paving and sidewalk districts.
Business Improvement District #1		Accounts for improvements and maintenance of downtown business area using special assessments on the properties within the district.
Public Use Property Special Projects		Accounts for bequests with restricted uses that the City receives.
Keno Fund		Accounts for the City's share of the Keno gaming proceeds.
CDBG Fund		Accounts for revolving loans funded by CDBG grants.
Weatherization EDA (HUD)		Accounts for weatherization revolving loans funded by HUD grants.
Economic Enhancement		Accounts for economic enhancement programs of the City.
Airport Fund		Accounts for the operation and maintenance of the municipal airport.



**CITY OF FREMONT, NEBRASKA**  
**Notes to Financial Statements**  
**September 30, 2019**

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

**2. Basis of Presentation, Continued**

**Major and Non-major Funds, Continued**

<u>Fund</u>	<u>Brief Description</u>
<i>Non-major, continued:</i>	
Governmental, continued:	
Special Revenue, continued:	
Enhanced and Wireless 911	Accounts for the per-line telephone surcharge and per-line cell phone surcharge for the emergency communications system.
Drug Task Force	Accounts for Federal grant proceeds and payments from surrounding governmental entities under an interlocal agreement to combat drug use in Fremont and surrounding communities.
Community Development Agency	Accounts for the resources for payment of principal and interest on tax increment financing bonds issued by the Community Development Agency of the City of Fremont. These bonds were issued to provide long-term financing for the several development areas. These bonds are payable only from real estate taxes on certain property located within these plan areas and do not constitute general obligations of the Agency or the City.

**3. Measurement Focus and Basis of Accounting**

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources or economic resources. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

Government-wide Financial Statements are reported using the total 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 the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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.

The City considers revenues as available if they are collected within 60 days of the end of the fiscal period. Property taxes, sales taxes, occupation taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

**CITY OF FREMONT, NEBRASKA**  
**Notes to Financial Statements**  
**September 30, 2019**

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

**3. Measurement Focus and Basis of Accounting, continued**

Proprietary Funds activities are accounted for on the flow economic resources measurement focus and use the accrual basis of accounting. The City's utility accounting records are maintained in accordance with all applicable pronouncements of the Governmental Accounting Standards Board (GASB) and generally follow the Uniform System of Accounts for Public Utilities and Licenses prescribed by the Federal Energy Regulatory Commission (FERC). The City prepares its proprietary financial statements as a business-type activity in conformity with accounting principles generally accepted in the United States of America (GAAP). Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the proprietary funds are charges to customers for goods and services. Operating expenses include the cost of sales and service, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

**4. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position/Fund Balance**

**Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets, deferred inflows and outflows of resources and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**Cash and Investments**

For the purpose of the Statement of Net Position, "cash and cash equivalents" include all demand accounts, savings accounts and an external investment pool. For the purpose of the proprietary fund Statement of Cash Flows, "cash and cash equivalents" include all cash on hand, demand accounts, savings accounts, and equity in pooled cash which has an original maturity of three months or less. The County Treasurer's cash represents revenues collected not yet remitted to the City by the Dodge County Treasurer's office.

The external investment pool primarily invests in government agency securities, certificates of deposit, demand deposits and repurchase agreements which are valued at amortized cost, which approximates fair value based on the short-term nature of investments. The City carries its interest in the external investment pool and certificates of deposit at amortized cost.

Interest of investments and deposits are allocated to the funds based on the fund's proportionate share of the investment balance. Additional cash and investment disclosures are presented in Notes B2, C1, and D2.

**Receivables**

Receivables consist of all revenues earned at year end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivable balances for the governmental activities include special assessments and property taxes. Business-type activities report utility billings as their major receivables.

**CITY OF FREMONT, NEBRASKA**  
**Notes to Financial Statements**  
**September 30, 2019**

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

**4. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position/Fund Balance, Continued**

**Notes Receivable**

Notes receivable include long-term loans made to local businesses and citizens using revolving loan funds from Community Development Block Grants through the State of Nebraska, as well as other economic development based loans of LB840 revolving loan funds or Economic Enhancement funds of the City to qualifying businesses. Some loans are forgivable when certain performance-based conditions are met. Loans are shown net of an allowance for uncollectible amounts. Tax Increment Financing (“TIF”) notes receivable are recorded at the lesser of the present value of the anticipated revenue stream or the actual TIF bond payable amount.

**Due from Other Governments**

The total due from other governments includes the following amounts:

<u>Fund</u>	<u>Amount</u>	<u>Service</u>
General	\$ 35,265	Interlocal reimbursement/ CDBG grant reimbursement/ Library commission payments
Sales tax	1,460,239	Sales Tax
CDBG fund	3,180	Grant reimbursement
Airport fund	172,035	Project reimbursement from State
Enhanced 911	<u>54,831</u>	Interlocal reimbursement
Governmental Total	<u>\$1,725,550</u>	
Electric	<u>\$ 455,548</u>	Grant reimbursement

**Inventory**

All inventories are valued at average cost, except natural gas, which is valued at cost using the first-in/first-out (“FIFO”) method.

Inventories consist of the following at September 30, 2019:

	<u>Electric</u>	<u>Water</u>	<u>Sewer</u>	<u>Gas</u>	<u>Total</u>
Coal	\$ 3,624,655	\$ -	\$ -	\$ -	\$ 3,624,655
Natural Gas	-	-	-	597,909	597,909
Production Supplies	3,095,829	263,482	129,554	110,533	3,599,398
Distribution Supplies	2,090,232	-	-	483,422	2,573,654
Other	376,036	-	-	-	376,036
	<u>\$ 9,186,752</u>	<u>\$ 263,482</u>	<u>\$ 129,554</u>	<u>\$ 1,191,864</u>	<u>\$ 10,771,652</u>

**Restricted Assets**

Restricted assets include cash and investments that are legally restricted as to their use. The primary restricted assets are related to debt service and proceeds of specific revenue sources that are legally restricted to expenditures for certain purposes. In addition, restricted investments are held to cover fly ash closure costs.

**CITY OF FREMONT, NEBRASKA**  
**Notes to Financial Statements**  
**September 30, 2019**

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

**4. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position/Fund Balance, Continued**

**Regulatory Assets**

Certain income and expense items of the City's enterprise funds which would be recognized during the current period are deferred and not included in the determination of the change in net position until such costs are expected to be recovered through rates, in accordance with the regulated operations provisions of GASB Statement No. 62.

**Capital Assets**

The accounting treatment over property, plant, and equipment (capital assets) depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

*Government-wide Statements*

In the government-wide financial statements, capital assets are capitalized and reported on the Statement of Net Position. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of three years. All capital assets are valued at historical cost or estimated historical cost if actual is unavailable, except for donated capital assets, which are recorded at their estimated fair value at the date of donation. The City has elected the depreciation approach for reporting infrastructure.

Depreciation of governmental capital assets is separately stated and depreciation of all proprietary capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The ranges of estimated useful lives by type of asset are as follows:

Buildings	20-50 years
Improvements and infrastructure	10-50 years
Machinery and equipment	3-20 years
Utility system	25-50 years

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

*Fund Financial Statements*

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for the same as in the government-wide statements.

**Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of net position or balance sheet will sometimes report a separate section for deferred outflows of resources. This represents a consumption of net position that applies to future period(s) and will not be recognized as an outflow of resources (as either an expense or expenditure) until that period. The City has one item that qualifies for reporting in this category, the deferred charge on refunding reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

**CITY OF FREMONT, NEBRASKA**  
**Notes to Financial Statements**  
**September 30, 2019**

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

**4. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position/Fund Balance, Continued**

**Deferred Outflows/Inflows of Resources, continued**

In addition to liabilities, the statement of net position or balance sheet will sometimes report a separate section for deferred inflows of resources. This represents 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 period. The City has three items that qualify for reporting in this category: (1) Unavailable revenue received after the availability period. This includes property taxes plus other local taxes and fees received after 60 days. They are reported as deferred inflows on the governmental funds balance sheet and will be recognized as revenue next year. (2) Unavailable revenue relating to loans. (3) Deferred gain on refunding reported in the government-wide statement of net position. A deferred gain on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

**Compensated Absences**

City employees earn sick leave at the rate of 3.70 to 8.31 hours per biweekly pay period, depending on their hire date. Half-time and three-quarter time employees receive applicable percentages of these same rates. Vacation and sick leave hours are accumulated on a biweekly basis and are fully vested when earned. Limitations on accumulated sick leave vary based on labor agreements, but in no case will accumulated sick leave payout exceed 50% of the accumulated balance, up to 1,116 hours. Accumulated vacation limitations vary from 240 to 304 hours depending on the applicable labor agreement. All accumulated vacation and sick leave, subject to limitations noted, is paid at separation.

All vacation and sick leave is accrued when incurred in the government-wide and proprietary fund financial statements. In the governmental funds, only compensated absences that have matured as of year-end, for example, as a result of employee resignations and retirements, are recorded as a fund liability. Accruals are based on current salary rates plus an additional amount for compensation-related payments such as Social Security and Medicare taxes and pension amounts using rates in effect at that date.

**Long-term Debt, Deferred Debt Expense, and Bond Discounts/Premiums**

The accounting treatment of long-term debt depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

*Government-wide Statements*

In government-wide and proprietary financial statements, outstanding debt is reported as a liability. Bond discounts or premiums are capitalized and amortized over the life of the respective bonds. The long-term debt consists primarily of bonds payable and a fly ash liability.

*Fund Financial Statements*

The governmental fund financial statements recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as an other financing source. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenditures, as well as payment of principal.

**CITY OF FREMONT, NEBRASKA**  
**Notes to Financial Statements**  
**September 30, 2019**

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

**4. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position/Fund Balance, Continued**

**Recovery of Plant Costs**

Capital contributions are received from customers and other third parties primarily to offset the costs associated with expansion of the City's utility systems. The City follows FERC guidelines for recording capital contributions. These guidelines direct the reduction of utility plant by the amount of these contributions. In order to comply with GASB codification Section N50, *Nonexchange Transactions*, while continuing to follow FERC guidelines, capital contributions are recorded as income and offset by an expense in the same amount representing the recovery of plant costs.

**Net Position Flow Assumption**

*Government-wide Statements*

Net position is classified and displayed in three components:

- a. Net investment in capital assets – Consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings, net of issuance premiums or discounts, that are attributable to the acquisition, construction, or improvement of those assets. The portion of debt attributable to unspent debt proceeds is not included in the calculation of net investment in capital assets.
- b. Restricted net position – Consists of net position with constraints placed on their use either by (1) external groups such as creditors, grantors, contributors or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position – All other net position that do not meet the definition of "restricted" or "net investment in capital assets."

Sometimes the City will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

**Fund Balance Flow Assumption**

Fund balances are divided into five classifications based primarily on the extent to which the City is bound to observe constraints imposed upon the use of the resources in the governmental funds. The classifications are as follows:

Nonspendable – Amounts that cannot be spent either because they are not in a spendable form or because they are legally or contractually required to be maintained intact.

Restricted – Amounts that can be spent only for specific purposes stipulated by external resource providers, constitutionally or through enabling legislation. Restrictions may be changed or lifted only with the consent of resource providers.

**CITY OF FREMONT, NEBRASKA**  
**Notes to Financial Statements**  
**September 30, 2019**

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

**4. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position/Fund Balance, Continued**

**Fund Balance Flow Assumption, Continued**

Committed – Amounts that can be used only for specific purposes determined by a formal action by the City Council through an ordinance or resolution. Commitments may be changed or lifted only by passage of an ordinance or issuance of a resolution by the City Council.

Assigned – Amounts that are intended to be used by the City for specific purposes as determined by management. In governmental funds other than the general fund, assigned fund balance represents the amount that is not restricted or committed. This indicates that resources in other governmental funds are, at a minimum, intended to be used for the purpose of that fund.

Unassigned – All amounts not included in other spendable classifications.

Sometimes the City will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned and unassigned fund balance). In order to calculate the amounts to report for each category of fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

**5. Revenues, Expenditures, and Expenses**

**Sales and Use Tax**

The City presently levies a one-and-one-half-cent sales tax on taxable sales within the City. The sales tax is to be used for the following purposes: 1/2% – 60 percent for infrastructure and 40 percent for public safety, 1/2% – for property tax relief, and 1/2% – divided in equal thirds for economic development, street improvements, and public safety

The sales tax is collected by the Nebraska Department of Revenue and remitted to the City in the month following receipt. The Nebraska Department of Revenue receives the sales tax approximately one month after collection by vendors. Sales taxes collected by the State in September and October (which represents sales for August and September) and received by the City in October and November have been accrued and are included under the caption "Due from other governments."

**Property Taxes**

The City has the power to levy taxes each year sufficient to pay any judgment existing against the City, the interest on bonded debt, and the principal on bonded debt maturing during the fiscal year or within six months thereafter, as well as taxes authorized by state law.

The tax levies for all political subdivisions in Dodge County are certified by the County Board on or before October 15. Real estate taxes are due on December 31 and attach as an enforceable lien and become delinquent in two equal installments on May 1 and September 1. Personal property taxes are due in the same manner as real estate taxes. Delinquent taxes bear 14 percent interest. Property taxes levied for 2018-2019 are recorded as revenue when expected to be collected within 60 days after September 30, 2019. Prior-year levies were recorded using these same principles, and remaining receivables are re-evaluated annually. Property taxes expected to be collected after 60 days are recorded as unavailable revenue on the fund balance sheets.

**CITY OF FREMONT, NEBRASKA**  
**Notes to Financial Statements**  
**September 30, 2019**

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

**5. Revenues, Expenditures, and Expenses, Continued**

**Property Taxes, Continued**

In the government-wide financial statements, property taxes receivable and related revenue include all amounts due the City regardless of when cash is received. Historically, substantially all property taxes have been collected.

**Operating Revenues and Expenses**

Operating revenues and expenses for proprietary funds are those that result from providing services and producing and delivering goods and/or services. It also includes all revenue and expenses not related to capital and related financing, noncapital financing, or investing activities.

**Expenditures/Expenses**

In the government-wide financial statements, expenses are classified by function for both governmental and business-type activities. In the fund financial statements, expenditures are classified as follows:

Governmental funds – by character and function

Proprietary fund – by operating and non-operating

In the fund financial statements, governmental funds report expenditures of financial resources. Proprietary funds report expenses relating to use of economic resources.

**Interfund Transfers**

Permanent reallocation of resources between funds of the reporting entity is classified as transfers. For the purposes of the Statement of Activities, all interfund transfers between individual governmental funds have been eliminated.

**NOTE B – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

By its nature as a local government unit, the City is subject to various federal, state, and local laws and contractual regulations. An analysis of the City's compliance with significant laws and regulations and demonstration of its stewardship over City resources follows:

**1. Fund Accounting Requirements**

The City complies with all state and local laws and regulations requiring the use of separate funds. The legally required funds used by the City include: General, Special Revenue, and Debt Service Funds.

**2. Deposit Laws and Regulations**

Custodial credit risk is the risk that, in the event of a bank failure, a government's deposits may not be returned to it. The City's deposit policy for custodial credit risk requires compliance with the provisions of state law.

Section 16-714 and 16-715 of the Revised Statutes of Nebraska 1943 require collateralization of all deposits with federal depository insurance or with U.S. Treasury and U.S. agency securities having an aggregate value at least equal to the amount of the deposits. The City's cash deposits, including certificates of deposit, are insured by the Federal Deposit Insurance Corporation ("FDIC") up to \$250,000 per participating financial institution. Any cash deposits or certificates of deposit in excess of the FDIC limits are insured by collateral held by the pledging institution in the City's name.

Cash at the County Treasurer of \$207,437 was covered by collateral held by the County.



**CITY OF FREMONT, NEBRASKA**  
**Notes to Financial Statements**  
**September 30, 2019**

**NOTE B – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY, CONTINUED**

**3. Revenue Restrictions**

The City has various restrictions placed over certain revenue sources from state or local requirements. The primary restricted revenue sources are described in Note A2 for the various funds.

**4. Debt Restrictions and Covenants**

*Bonds Payable*

The various bond ordinances relating to the bonds payable contain some restrictions or covenants that are financial-related. These include covenants such as debt service coverage requirements and required reserve account balances. The City is in compliance with the bond restrictions and covenants.

**5. Budgetary Data**

The City is required by state laws to adopt annual budgets for all fund types. Each budget is presented on the cash basis of accounting, which is consistent with the requirements of the state budget act.

The Nebraska Budget Act provides the prescribed budget practices and procedures that governing bodies are required to follow. The amounts that may be budgeted for certain specific funds are subject to various expenditure and/or tax levy limitations.

The City follows these procedures in establishing the budgetary data reflected in the accompanying financial statements.

- a. On or before August 1, the City prepares a budget for the fiscal year commencing October 1. The budget includes proposed expenditures and resources available.
- b. The budget is published with subsequent public hearings to obtain taxpayer comments.
- c. Prior to September 20, the City Council adopts the budget, which is then filed with the appropriate state and county officials.
- d. Total expenditures may not legally exceed total appropriations. Budget adjustments within a fund can be made with City Administrator approval. However, the City Council must approve any supplemental appropriations.
- e. The County Clerk certifies a preliminary property tax levy for each fund of the City which levied property taxes in the county the previous year based on the combined valuation and amount required for the City the prior year. The preliminary levy becomes the final levy unless the governing board passes, by a majority vote, a resolution setting the levy at a different amount.
- f. The property tax requirements resulting from the budget process are utilized by the County Assessor to establish the tax levy. Taxes are levied annually on or before October 15. Real property taxes and personal property taxes are due December 31 with the first half delinquent May 1 and the second half delinquent September 1.
- g. Appropriations lapse at the end of the fiscal year, except for capital improvement appropriations and certain encumbrances against operating budgets.
- h. The City of Fremont adopts a budget by ordinance for all fund types.

**CITY OF FREMONT, NEBRASKA**  
**Notes to Financial Statements**  
**September 30, 2019**

**NOTE C – DETAIL NOTES ON TRANSACTION CLASSES/ACCOUNTS**

The following notes present detail information to support the amounts reported in the basic financial statements for the City's various assets, liabilities, deferred outflows/inflows of resources, net position/fund balances, revenues and expenditures/expenses.

**1. Cash and Investments**

The City's policies regarding deposits of cash are discussed in Note A4 and the City's policies regarding risk management over deposits and investments are discussed in Note D2. The City's cash deposits and investments are with institutions insured by the Federal Deposit Insurance Corporation ("FDIC") and other collateral. At September 30, 2019, the bank balance of the City's deposits and investments were fully-insured or collateralized.

Reconciliation to Government-wide Statement of Net Position:

Cash and cash equivalents –	
Unrestricted	\$ 44,159,989
Restricted	6,621,362
Investments –	
Unrestricted	36,010,385
Restricted	<u>12,045,615</u>
Total	<u>\$98,837,351</u>

Investments and cash equivalents consist of the following:

Certificates of deposit	\$48,056,000
Deposit accounts and cash on hand	46,523,762
External investment pool	<u>4,257,589</u>
Total	<u>\$98,837,351</u>

**2. Accounts Receivable**

Accounts receivable of the business-type activities consists of utilities receivables. Accounts receivable of the governmental activities consist of ambulance (58.8 percent), waste transfer station (12.1 percent), cable franchise tax (11.0 percent), fees assessed (10.6 percent), keno proceeds (4.3 percent) and other (3.2 percent) receivables. Receivables detailed at September 30, 2019, are as follows:

	Governmental <u>Activities</u>	Business-type <u>Activities</u>	<u>Total</u>
Accounts receivable	\$ 714,583	\$ 3,550,420	\$ 4,265,003
Allowance for doubtful accounts	<u>(196,746)</u>	<u>(371,843)</u>	<u>(568,589)</u>
Net accounts receivable	<u>\$ 517,837</u>	<u>\$ 3,178,577</u>	<u>\$ 3,696,414</u>

**CITY OF FREMONT, NEBRASKA**  
**Notes to Financial Statements**  
**September 30, 2019**

**NOTE C – DETAIL NOTES ON TRANSACTION CLASSES/ACCOUNTS, CONTINUED**

**3. Notes Receivable**

Notes receivable at September 30, 2019, consist of the following:

<u>Company</u>	<u>Loan Amount</u>	<u>Date Issued</u>	<u>Interest</u>	<u>Type</u>	<u>Balance</u>
<u>Sales Tax Fund (LB840):</u>					
Sycamore Leaf Solutions	\$ 100,000	6/19/2015	0%	Performance Based	\$ 100,000
Structural Component Systems	200,000	5/13/2015	0%	Repayable	46,667
Structural Component Systems	400,000	5/13/2015	0%	Performance Based	80,000
Fremont Beef Company	300,000	5/13/2014	0%	Performance Based	60,000
Heartland Area Accessories	150,000	10/17/2016	0%	Performance Based	90,000
Pearl Academy	35,560	9/6/2018	2%	Repayable	28,080
Pearl Academy	35,561	9/6/2018	0%	Performance Based	28,449
Legacy Post & Beam	60,000	6/12/2018	0%	Performance Based	45,000
.042 Sports & Entertainment	250,000	1/2/2019	0%	Performance Based	200,000
Costco	1,000,000	7/22/2019	0%	Performance Based	1,000,000
Total Sales Tax Fund					1,678,196
<u>Weatherization EDA (HUD) Fund:</u>					
Interest bearing notes	\$ 190,999	Various	1-5%	Repayable	136,347
Non-interest bearing notes	1,186,698	Various	0%	Forgivable	511,297
					647,644
<u>Downtown Revitalization Loans (included in Weatherization Fund):</u>					
Non-interest bearing notes	620,978	Various	0%	Forgivable	205,108
Total Weatherization Fund					852,752
<u>Economic Enhancement Fund:</u>					
Fremont Beef	\$ 300,000	5/13/2014	0%	Performance Based	60,000
Costco	175,000	7/22/2019	0%	Performance Based	175,000
Total Economic Enhancement Fund					235,000
Total Notes Receivable					<u>\$ 2,765,948</u>

**CITY OF FREMONT, NEBRASKA**  
**Notes to Financial Statements**  
**September 30, 2019**

**NOTE C – DETAIL NOTES ON TRANSACTION CLASSES/ACCOUNTS, CONTINUED**

**4. Capital Assets**

Capital asset activity for the year ended September 30, 2019, was as follows:

	Balance at October 1, 2018	Additions	Disposals	Transfers	Balance at September 30, 2019
<b><u>Governmental Activities:</u></b>					
Capital assets not being depreciated:					
Land	\$ 7,645,108	\$ 18,111	\$(272,637)	\$ -	\$ 7,390,582
Construction in progress	8,995,063	722,300	(66,119)	(863,140)	8,788,104
Total capital assets not being depreciated	<u>16,640,171</u>	<u>740,411</u>	<u>(338,756)</u>	<u>(863,140)</u>	<u>16,178,686</u>
Other capital assets being depreciated:					
Infrastructure	41,255,623	801,858	-	766,767	42,824,248
Buildings and improvements	16,818,122	353,499	(225,480)	96,373	17,042,514
Machinery and equipment	12,475,889	634,165	(168,140)	-	12,941,914
Total other capital assets at historical cost	<u>70,549,634</u>	<u>1,789,522</u>	<u>(393,620)</u>	<u>863,140</u>	<u>72,808,676</u>
Less accumulated depreciation for:					
Infrastructure	(12,930,933)	(1,105,563)	-	-	(14,036,496)
Buildings and improvements	(8,777,594)	(428,132)	141,615	-	(9,064,111)
Machinery and equipment	(7,362,355)	(909,196)	168,140	-	(8,103,411)
Total accumulated depreciation	<u>(29,070,882)</u>	<u>(2,442,891) *</u>	<u>309,755</u>	<u>-</u>	<u>(31,204,018)</u>
Other capital assets, net	<u>41,478,752</u>	<u>(653,369)</u>	<u>(83,865)</u>	<u>-</u>	<u>41,604,658</u>
Governmental activities capital assets, net	<u>\$ 58,118,923</u>	<u>\$ 87,042</u>	<u>\$(422,621)</u>	<u>\$ -</u>	<u>\$ 57,783,344</u>

\* Depreciation expense was incurred by the following governmental activities:

**General Fund**

General government	<u>\$ 107,737</u>
Public safety:	
Police	223,259
Fire	234,019
E911	88,381
Civil Service	740
Total public safety	<u>546,399</u>

**CITY OF FREMONT, NEBRASKA**  
**Notes to Financial Statements**  
**September 30, 2019**

**NOTE C – DETAIL NOTES ON TRANSACTION CLASSES/ACCOUNTS, CONTINUED**

**4. Capital Assets, Continued**

General Fund, Continued

Public works:

Civil Engineering	\$ 122,895
Streets	<u>1,029,513</u>
Total public works	<u>1,152,408</u>

Environment and leisure:

Culture and recreation	471,490
Airport	<u>164,857</u>
Total environment and leisure	<u>636,347</u>

Total governmental activities depreciation expense \$ 2,442,891

**CITY OF FREMONT, NEBRASKA**  
**Notes to Financial Statements**  
**September 30, 2019**

**NOTE C – DETAIL NOTES ON TRANSACTION CLASSES/ACCOUNTS, CONTINUED**

**4. Capital Assets, Continued**

	Balance at October 1, 2018	Additions	Disposals	Transfers	Balance at September 30, 2019
<b><u>Business-type Activities:</u></b>					
Capital assets not being depreciated:					
Land	\$ 5,154,314	\$ -	\$ (102,140)	\$ -	\$ 5,052,174
Construction in progress	39,062,238	-	-	(7,899,524)	31,162,714
Total capital assets not being depreciated	<u>44,216,552</u>	<u>-</u>	<u>(102,140)</u>	<u>(7,899,524)</u>	<u>36,214,888</u>
Other capital assets being depreciated:					
Distribution systems, buildings, and equipment	293,640,493	11,352,790	(92,072)	7,899,524	312,800,735
Machinery and equipment	17,744,100	1,208,060	(369,141)	-	18,583,019
Office furniture and equipment	2,605,598	43,218	-	-	2,648,816
Vehicles	5,889,275	697,379	(227,853)	-	6,358,801
Total other capital assets at historical cost	<u>319,879,466</u>	<u>13,301,447</u>	<u>(689,066)</u>	<u>7,899,524</u>	<u>340,391,371</u>
Less accumulated depreciation for:					
Distribution systems, buildings, and equipment	(142,616,948)	(7,528,212)	71,672	-	(150,073,488)
Machinery and equipment	(12,942,242)	(776,482)	253,764	-	(13,464,960)
Office furniture and equipment	(2,230,367)	(117,330)	-	-	(2,347,697)
Vehicles	(3,568,450)	(341,422)	227,853	-	(3,682,019)
Total accumulated depreciation	<u>(161,358,007)</u>	<u>(8,763,446) *</u>	<u>553,289</u>	<u>-</u>	<u>(169,568,164)</u>
Other capital assets, net	<u>158,521,459</u>	<u>4,538,001</u>	<u>(135,777)</u>	<u>-</u>	<u>170,823,207</u>
Business-type activities capital assets, net	<u>\$ 202,738,011</u>	<u>\$ 4,538,001</u>	<u>\$ (237,917)</u>	<u>\$ -</u>	<u>\$ 207,038,095</u>

\* Depreciation expense was charged to functions as follows:

Electric	\$ 5,582,815
Water	1,015,473
Sewer	1,645,049
Gas	<u>520,109</u>
Business-type activities depreciation expense	<u>\$ 8,763,446</u>

**CITY OF FREMONT, NEBRASKA**  
**Notes to Financial Statements**  
**September 30, 2019**

**NOTE C – DETAIL NOTES ON TRANSACTION CLASSES/ACCOUNTS, CONTINUED**

**5. Accounts Payable**

Payables in the general, capital projects, other governmental and proprietary funds are primarily composed of payables to vendors.

**6. Long-term Debt and Liabilities**

The reporting entity's long-term debt and liabilities are segregated between the amounts to be repaid from governmental activities and amounts to be repaid from business-type activities.

The following is a summary of changes in long-term debt and liabilities for the year ended September 30, 2019:

	Balance at October 1, 2018	Additions	Deductions	Balance at September 30, 2019	Amounts Due Within One Year
Governmental Activities:					
Compensated absences	\$ 1,285,883	\$ 1,128,004	\$ (1,085,758)	\$ 1,328,129	\$ 670,000
Bonds payable	2,485,000	-	(300,000)	2,185,000	305,000
Lease payable - direct borrowing	1,146,453	-	(216,112)	930,341	222,509
<b>Total</b>	<b>\$ 4,917,336</b>	<b>\$ 1,128,004</b>	<b>\$ (1,601,870)</b>	<b>\$ 4,443,470</b>	<b>\$ 1,197,509</b>
Business-type Activities:					
Bonds payable	\$ 60,825,000	\$ 40,000,000	\$ (3,655,000)	\$ 97,170,000	\$ 4,855,000
Unamortized bond premium	1,704,668	1,255,582	(192,481)	2,767,769	-
Unamortized bond discount	(40,533)	-	2,795	(37,738)	-
Total bonds payable	62,489,135	41,255,582	(3,844,686)	99,900,031	4,855,000
Compensated absences	1,501,541	1,186,955	(1,159,701)	1,528,795	714,104
Fly ash liability	174,505	-	(19,781)	154,724	-
<b>Total</b>	<b>\$ 64,165,181</b>	<b>\$ 42,442,537</b>	<b>\$ (5,024,168)</b>	<b>\$ 101,583,550</b>	<b>\$ 5,569,104</b>

Annual debt service requirements to maturity, including principal and interest, for long-term debt as of September 30, 2019 are as follows:

Year Ending September 30,	Governmental Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2020	\$ 305,000	\$ 39,115	\$ 4,855,000	\$ 3,753,600
2021	320,000	35,150	4,745,000	3,639,120
2022	330,000	30,510	4,845,000	3,453,848
2023	340,000	25,230	4,925,000	3,292,288
2024	335,000	19,110	4,885,000	3,119,420
2025-2029	555,000	17,010	25,320,000	12,770,220
2030-2034	-	-	28,195,000	7,439,251
2035-2039	-	-	19,400,000	1,980,000
	<b>\$ 2,185,000</b>	<b>\$ 166,125</b>	<b>\$ 97,170,000</b>	<b>\$ 39,447,747</b>

**CITY OF FREMONT, NEBRASKA**  
**Notes to Financial Statements**  
**September 30, 2019**

**NOTE C – DETAIL NOTES ON TRANSACTION CLASSES/ACCOUNTS, CONTINUED**

**6. Long-term Debt, Continued**

**Lease Purchase Contract Payable**

The City is leasing a radio system and radios under a noncancelable lease-purchase agreement expiring in 2023, at which time title will be conveyed to the City. The net book value of the leased assets is approximately \$1,448,774. The lease-purchase agreement is secured with the related leased equipment. The following schedule reflects future minimum lease payments under the lease-purchase agreement together with the present value of the net minimum lease payments as of September 30, 2019:

<u>Year ending September 30,</u>	<u>Governmental Activities</u>
2020	\$ 250,047
2021	250,048
2022	250,048
2023	<u>250,048</u>
Total minimum lease payments	1,000,191
Less amount representing interest	<u>69,850</u>
Total principal obligation under capital lease (rate of interest 2.96%)	<u><u>\$ 930,341</u></u>

As of September 30, 2019, the City's long-term debt consisted of the following individual issues:

	<u>Date Issued</u>	<u>Date of Maturity</u>	<u>Date Callable</u>	<u>Interest Rates</u>	<u>Balance</u>
<b>Governmental Activities:</b>					
General Obligation Refunding Bonds for swimming pool	08/01/2017	08/01/2026	08/01/2022	3.375 – 5.0%	\$ 2,185,000
Capital lease obligation	11/01/2016	11/01/2023	N/A	2.9%	<u>930,341</u>
Total Governmental Activities					<u><u>\$ 3,115,341</u></u>
<b>Business-type Activities:</b>					
Combined Utilities revenue refunding bonds Series 2018	12/11/2018	11/15/2038	09/01/2023	0.85 – 1.80%	\$40,000,000
Combined Utilities revenue refunding bonds Series 2016	09/01/2016	09/01/2024	09/01/2021	0.85 – 1.80%	1,480,000
Combined Utilities revenue bonds Series 2015	05/15/2015	8/15/2023	05/05/2020	0.25 – 2.15%	1,775,000
Combined Utilities revenue refunding bonds Series 2014A	06/03/2014	09/01/2028	06/03/2019	0.03 – 3.40%	1,605,000



**CITY OF FREMONT, NEBRASKA**  
**Notes to Financial Statements**  
**September 30, 2019**

**NOTE C – DETAIL NOTES ON TRANSACTION CLASSES/ACCOUNTS, CONTINUED**

**6. Long-term Debt, Continued**

	<u>Date Issued</u>	<u>Date of Maturity</u>	<u>Date Callable</u>	<u>Interest Rates</u>	<u>Balance</u>
<b>Business-type Activities, continued:</b>					
Combined Utilities revenue bonds Series 2014B	07/29/2014	07/15/2034	07/29/2021	2.00 – 5.00%	\$30,590,000
Combined Utilities revenue bonds Series 2013	08/30/2013	07/25/2033	08/30/2018	0.30 – 4.50%	6,970,000
Combined Utilities revenue refunding bonds Series 2012	03/06/2012	10/15/2026	03/06/2022	0.35 – 4.00%	<u>14,750,000</u>
Total Business-type Activities					<u>\$97,170,000</u>

**7. Fly Ash Closure Costs**

The City currently has a fly ash disposal area. State and Federal laws require the City to close, monitor, and maintain the disposal area once capacity is reached. The estimated costs of closure and post closure care as determined by the City are subject to changes due to the effects of inflation, revision of laws, changes in technology and other variables. As of September 30, 2019, the City had incurred a liability of \$154,724 for closure and post closure costs for the disposal area.

**8. Tax Increment Financing Notes and Bonds**

The City provides tax abatements under the Tax Increment Financing Program (TIF). Tax increment financing allows cities to create special districts and to make public/private improvements within those districts that will generate public/private-sector development. For a period of 15 years, the tax base is frozen at the predevelopment level, and taxes generated from the incremental increases in assessed value are remitted as payment on the notes and bonds. The developer funds the improvements or obtains financing for the improvements, and the development agreements between the City and developer expressly limit the City's commitment for debt repayment to the incremental tax collected during the 15-year period. At the end of the 15-year period, the tax jurisdiction collects on the increased property values. The related tax increment districts are not component units of the City; therefore, the City is not liable for the outstanding debt. The City's responsibility for this liability is limited only to remittances of paid taxes.

Eligibility for the approval requires the property to have no loss of pre-existing tax revenues and the developer demonstrates the project is not feasible without TIF. Abatements are obtained through application by the property owner and are reviewed and approved by a TIF council prior to commencing the improvements. Taxes abated under this program for the fiscal year ended September 30, 2019 were \$398,174.

The City purchased the bonds related to the South Broad Street, LLC project. The outstanding bonds are recorded as a TIF bond receivable in the Community Development Agency fund financial statements (Other Governmental) and a related Due to the General Fund. The General Fund financial statements likewise report a Due from Other Funds.

**CITY OF FREMONT, NEBRASKA**  
**Notes to Financial Statements**  
**September 30, 2019**

**NOTE C – DETAIL NOTES ON TRANSACTION CLASSES/ACCOUNTS, CONTINUED**

**9. Interfund Transactions and Balances**

At September 30, 2019 were the following due from/to other funds:

<u>Purpose</u>	<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
City's share of communication center operations	E911	General	\$ 101,829
Payment for service provided	Electric	General	27,563
Payment for service provided	Water	General	3,837
Payment for service provided	Sewer	General	1,260
Payment for service provided	Gas	General	684
Capital expenditures	General	Sales Tax	102,563
Capital expenditures	Street	Sales Tax	256,200
Sale of Lot	Electric	Sales Tax	146,209
Reimburse shared expenses and payment for service provided	Electric	Street	4,100
Payment for service provided	Water	Street	81
Payment for service provided	Sewer	Street	9
Payment for service provided	Gas	Street	41
South Broad Street TIF	General	Community Development Agency	391,782
Service cash flow needs	General	Airport	20,000
South Hangar complex reimbursement	Sales Tax	Airport	126,898
Payment for service provided	Electric	Airport	1,018
Payment for service provided	Gas	Airport	7
Service cash flow needs	General	CBDG	29,000
Service cash flow needs	General	E911	200,000
Reimburse Shared Services	General	Electric	100,982
Reimburse Shared Services	General	Water	8,641
Reimburse Shared Services	General	Sewer	8,641
Reimburse Shared Services	General	Gas	17,442
Reimburse payment for service provided	Street	Water	1,688
Reimburse payment for service provided	Street	Sewer	413
Reimburse payment for service provided	Street	Gas	429
Payment for service provided	Electric	Electric	6,065
Payment for service provided	Electric	Water	30,060
Payment for service provided	Electric	Sewer	16,807
Payment for service provided	Electric	Gas	2,325
Payment for service provided	Water	Electric	2,122
Payment for service provided	Sewer	Electric	1,985
Payment for service provided	Gas	Electric	6,262

**CITY OF FREMONT, NEBRASKA**  
**Notes to Financial Statements**  
**September 30, 2019**

**NOTE C – DETAIL NOTES ON TRANSACTION CLASSES/ACCOUNTS, CONTINUED**

**9. Interfund Transactions and Balances, Continued**

Operating transfers:

	<u>Purpose</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General fund:			
Sales tax	Property tax relief; operating transfers; capital projects	\$ 4,019,549	\$ -
Keno	Property tax relief	420,000	-
Public use property special projects	Library books	1,616	-
Drug task force	City's share of multi-jurisdictional task force	2,347	-
Electric	Utility transfer in; expense reimbursement for IT purchases	2,403,618	(13,399)
Water	Utility transfer in	231,801	-
Sewer	Utility transfer in	355,421	-
Gas	Utility transfer in	267,431	-
Total General fund		<u>7,701,783</u>	<u>(13,399)</u>
Street fund:			
Sales tax	Various street improvement projects; drainage improvements: reimburse property insurance	12,581,966	-
Total Street fund		<u>12,581,966</u>	<u>-</u>
Sales tax fund:			
General	Property tax relief; operating transfers; capital projects	-	(4,019,549)
Street	Various street improvement projects; drainage improvements: reimburse property insurance	-	(12,581,966)
Special projects	Trail improvements	-	(12,937)
Water	Infrastructure debt service contribution	-	(129,347)
Sewer	Infrastructure debt service contribution	-	(103,668)
Total Sales tax fund		<u>-</u>	<u>(16,847,467)</u>
Non-major funds	Economic development – electric and gas to economic enhancement	100,000	-
	Others - see above	12,937	(423,963)
Enterprise funds - see above		<u>246,414</u>	<u>(3,358,271)</u>
Total operating transfers		<u>\$ 20,643,100</u>	<u>\$ (20,643,100)</u>

**10. Deficit Fund Balance**

At September 30, 2019 the CDBG Fund had a deficit balance of \$2,456, the Airport Fund had a \$754 deficit balance and Community Development Agency Fund had a deficit balance of \$260,176. Some of the deficits will be offset by unavailable revenue as it is collected and recognized in future years. The Community Development Agency also has the right to levy taxes to eliminate a deficit; however, no decision to levy taxes has been made.

**CITY OF FREMONT, NEBRASKA**  
**Notes to Financial Statements**  
**September 30, 2019**

**NOTE D – OTHER NOTES**

**1. Employee Pension and Other Benefit Plans**

The City participates in four contributory defined contribution plans (qualified 414(h) plans), and a non-qualified deferred compensation plan as follows:

<u>Name of Plan</u>	<u>Type of Plan</u>
Retirement Income Plan for City Government Employees of the City of Fremont	Defined Contribution Plan
Police Officers' Retirement Plan	Defined Contribution Plan
Firefighters' Retirement Plan	Defined Contribution Plan
Deferred Compensation Plan	Non-qualified Deferred Compensation Plan

**Retirement Income Plan for City Government Employees**

The City of Fremont has a contributory defined contribution employees' pension plan in which the general employees of the City and Department of Utilities participate. Regular full-time employees with less than seven consecutive years of service will contribute five percent of their gross payroll and the City will match the five percent. For those regular full-time employees with seven or more consecutive years of service, the City will contribute 6.5 percent. Employees are eligible to participate after six months of continuous service. All employees are fully-vested in their own contributions and become vested in the City's contribution ratably after seven years' participation in the plan. The employees and the City contributed \$744,534 and \$880,399, respectively, as required by the plan for the fiscal year ended September 30, 2019. Forfeitures used to reduce employer contributions as allowed under the Plan were \$14,714. The Plan is administered by a trustee independent of the City and is, therefore, not included in these financial statements.

**The City of Fremont, Nebraska Police Officer's Retirement Plan**

The City of Fremont, Nebraska Police Officers' Retirement Plan (Police Plan) is a contributory defined contribution employees' pension plan in which all regular full-time sworn officers of the City participate. Employees and the City will each contribute 7 percent of applicable payroll. Employees are immediately eligible to participate in the Police Plan. All employees are fully-vested in their own contributions and vest 40 percent after two years of service, 60 percent after four years of service, 80 percent after six years of service and 100 percent after seven years, in the City's contributions to the Plan. The employees and the City contributed \$192,348 and \$192,348, respectively, as required by the Plan for the fiscal year ended September 30, 2019. Forfeitures used to reduce employer contributions as allowed under the Plan were \$13,747. The Plan is administered by a trustee independent of the City and is, therefore, not included in these financial statements.

**The City of Fremont, Nebraska Firefighters' Retirement Plan**

The City of Fremont, Nebraska Firefighters' Retirement Plan (Firefighters Plan) is a defined contribution plan in which all firefighters of the City participate. The Fire employees are eligible on the first day of employment. The employees contribute 6.5 percent and the City contributes 13 percent of applicable payroll as defined in state statute. An employee is 100 percent vested in his or her contributions, 6.5 percent of monthly compensation, and vests 40 percent after four years of service plus 20 percent for each year thereafter, up to 100 percent, in the City's contributions to the Plan. The employees and the City contributed \$112,674 and \$225,347, respectively, as required by the Plan for the fiscal year ended September 30, 2019. Forfeitures used to reduce employer contributions as allowed under the Plan were \$34,514. The Plan is administered by a trustee independent of the City and is, therefore, not included in these financial statements.

**CITY OF FREMONT, NEBRASKA**  
**Notes to Financial Statements**  
**September 30, 2019**

**NOTE D – OTHER NOTES, CONTINUED**

**1. Employee Pension and Other Benefit Plans, continued**

**Deferred Compensation Plan**

The City has a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan is available to all City employees. The plan permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, unforeseeable emergency or permanent disability.

As of January 1, 1997, these funds were placed in trust, in accordance with IRS Code Section 457(g)(1). IRS Code Section 457(g)(1), applicable for plan year beginning January 1, 1997 states that “a plan maintained by an eligible employer shall not be treated as an eligible deferred compensation plan unless all assets and income of the plan are held in trust for the exclusive benefit of participants and their beneficiaries.” The deferred compensation plan as placed in trust is not subject to any creditors of the City.

The employees contributed \$328,288 and the City contributed \$0 under the plan for the year ended September 30, 2019.

**2. Risk Management**

The City is exposed to various risks of loss related to torts; thefts of, damage to, or destruction of assets; errors or omissions; injuries to employees; or acts of God. The City purchases commercial insurance and administers funds for certain self-insured programs. The City has self-insured itself for health benefits and workers’ compensation claims. The City maintains a workers’ compensation fund and a self-insured loss fund. The City provides first-dollar coverage for all workers’ compensation exposure, with insurance acting as an umbrella or excess coverage. The City is self-insured for workers’ compensation claims up to \$600,000 per occurrence. The City is also self-insured for health insurance claims up to \$225,000 of individual claims. The City currently has 246 employees being covered under the health benefit plan. The self-insurance programs are administered within the Internal Service Fund. The City maintains outside insurance coverage through various insurance policies covering buildings and their contents, equipment and property, and risk of loss due to employee dishonesty.

Settled claims in the past three years have not exceeded the commercial coverages. The City has estimated incurred but not reported claims on health benefits, to be \$516,495. This amount represents subsequent payments on prior year claim activity. The City has also estimated the incurred but not reported claims on workers’ compensation, based on the claims for the two months subsequent to year end, to be \$76,075. This has been included as a current year expenditure. For all of the self-insured funds, an unrestricted net position balance of \$5,917,799 was in the Internal Service Fund at September 30, 2019.

Claim Liability at 9/30/2018	\$ 386,247
Claims Incurred during current year	5,135,099
Claims Paid during current year	<u>(4,928,776)</u>
Claim Liability at 9/30/2019	<u>\$ 592,570</u>

**CITY OF FREMONT, NEBRASKA**  
**Notes to Financial Statements**  
**September 30, 2019**

**NOTE D – OTHER NOTES, Continued**

**2. Risk Management, continued**

**Deposits and Investments**

**Concentration of Credit Risk.** The City's deposits and investment policy places no limit on the amount that may be invested in any one issuer. At September 30, 2019, the City's investments consisted of certificates of deposit at the following institutions:

<u>Financial Institution</u>	<u>Amount</u>
Pinnacle Bank, Fremont	\$ 13,406,000 *
First National Bank, Fremont	13,025,000 *
Nebraska Land National Bank	2,000,000
First State Bank	2,000,000
Cornerstone Bank, Columbus	13,800,000 *
Nebraska Public Agency Investment Trust	3,825,000 *
Totals	<u>\$ 48,056,000</u>

\* represents more than 5% of total investments

**Foreign Currency Risk.** This risk relates to adverse effects on the fair value of an investment from changes in exchange rates. The City's investments had no exposure to foreign currency risk and the City held no investments denominated in foreign currency at September 30, 2019.

**Custodial Credit Risk.** For deposits and investments, custodial credit risk is the risk that, in the event of the failure of a bank or other counterparty, the City will not be able to recover the value of its deposits or investment or collateral securities that are in the possession of an outside party. All of the underlying securities for the City's investments at September 30, 2019 are held by the counterparties, not in the name of the City. The underlying securities consist of cash, certificates of deposit, and insured money market funds.

**Interest Rate Risk.** As a means of limiting its exposure to fair value losses arising from rising interest rates, the City's deposits and investment policy requires that market conditions and investment securities be analyzed to determine the maximum yield to be obtained and to minimize the impact of rising interest rates. The investment maturities are as follows:

<u>Maturities by Month</u>	<u>Amount</u>
October 2019	\$ 1,500,000
December 2019	10,250,000
January 2020	200,000
March 2020	16,550,000
April 2020	100,000
May 2020	2,100,000
June 2020	750,000
August 2020	2,725,000
September 2020	4,235,000
Due in more than 12 months	9,646,000
	<u>\$ 48,056,000</u>

**CITY OF FREMONT, NEBRASKA**  
**Notes to Financial Statements**  
**September 30, 2019**

**NOTE D – OTHER NOTES, Continued**

**2. Risk Management, Continued**

**Deposits and Investments, Continued**

**Credit Risk.** Credit risk is the risk that the bank or other counterparty will not fulfill its obligations. The City's cash equivalents and investments consist of certificates of deposit and money market funds, minimizing credit risk associated with the City's investment portfolio.

**3. Commitments and Contingencies**

**Construction**

The City is a party to numerous contracts relating to construction and other capital addition projects. The City intends to fund the construction through operations or long-term financing.

Project	Contract Amount	Paid Through 9/30/2019	Obligation Pending	Expected Completion
Governmental:				
Pierce St Recons, Linden-Military	\$ 23,590	\$ 2,700	\$ 20,890	September 30, 2022
Luther Road Widening, Military-23rd	95,900	76,161	19,739	September 30, 2025
1st Street, Bell-Luther	78,500	72,630	5,870	September 30, 2025
32nd St Paving Improvements	82,330	76,910	5,420	September 30, 2022
Rawhide Creek Trail	228,241	48,606	179,635	September 30, 2021
Records Management CAD System	378,855	303,084	75,771	April 30, 2020
Johnson Road South Paving	1,644,634	206,828	1,437,807	September 30, 2020
Airport Aircraft Apron	2,432,581	195,455	2,237,126	September 30, 2020
City Auditorium Remodel	2,883,500	250,206	2,633,294	October 31, 2020
77 & Cloverly Intersection	259,459	45,000	214,459	September 30, 2020
911 Address Point Layer	32,068	25,850	6,218	May 31, 2020
Southeast Beltway	20,000,000	13,340,000	6,660,000	September 30, 2022
Enterprise Funds:				
69kV Joint Transmission Line	19,507,091	15,243,363	4,263,728	September 30, 2020
WWTP Upgrade	45,062,587	30,625,872	14,436,715	November 30, 2020
SCADA control system	2,253,883	562,631	1,691,252	June 30, 2021
Roadway Subdivision Water Main	29,000	14,473	14,527	July 31, 2020
North Gas Main Extension Project	170,518	74,744	95,774	September 30, 2020
Gallery 23 Gas Main	66,157	61,064	5,093	November 30, 2019
202 Freightliner Dump Truck	104,537	-	104,537	March 31, 2020
Municipal Buidling Elevator ADA	53,610	35,600	18,011	September 30, 2021
Honeywell Controls Hardware	484,020	338,814	145,206	April 30, 2020
Coal Handling Rail Extension	62,400	8,736	53,664	June 30, 2020
	<u>\$95,933,461</u>	<u>\$ 61,608,727</u>	<u>\$ 34,324,736</u>	

**CITY OF FREMONT, NEBRASKA**  
**Notes to Financial Statements**  
**September 30, 2019**

**NOTE D – OTHER NOTES, CONTINUED**

**3. Commitments and Contingencies, Continued**

**Claims and Litigation**

The City is involved in various litigation in the normal course of its operations and services. In the opinion of City management, although the outcome of any legal proceedings cannot be predicted with certainty, the ultimate liability of the City in connection with its legal proceedings will not have a material effect on the City's financial position, but could be material to the results of operations in future accounting periods.

**Government Grants**

The City participates in a number of federally assisted grant programs, which are subject to financial and compliance audits. The amount of expenditures, if any, which may be disallowed by the granting agencies, is not determinable at this time; however, City officials do not believe that such amounts, if any, would be significant.

**Regulatory Compliance**

The City of Fremont is required by state and federal laws and regulations to make annual contributions to finance fly ash closure and postclosure care. The City is in compliance with these requirements, and at September 30, 2019 investments of \$1,000,000 are held for these purposes. These investments are held in certificates of deposit and are presented on the City's balance sheet as restricted investments. Details of the restricted cash and investments are in Note C1. It is anticipated that future inflation costs will be financed in part from earnings on investments. The remaining portion of anticipated future inflation costs (including inadequate earnings on investments, if any) and additional costs that might arise from changes in postclosure requirements (due to changes in technology or more rigorous environmental regulations, for example) may need to be covered by charges to future electricity customers, taxpayers, or both.

The Department's operations are subject to stringent federal, state, and local laws and regulations relating to improving and maintaining environmental quality. Current studies have determined that a substantial capital investment will be required to bring the Department into compliance with environmental regulations including mercury emissions. Environmental expenditures related to current operations are factored into the strategic planning process of the Department and are considered when determining future energy rates. Financing of these expenditures is expected to be through available cash reserves and bonded debt.

**Electric Department**

On November 13, 2018, the Electric Department entered into an agreement with Cloud Peak Energy Resources, LLC., effective January 1, 2019 through December 31, 2019. Under the terms of the agreement, the City must purchase 225,000 tons of coal at an agreed-upon base price per ton, which will be adjusted each month for any variation in the Base Btu. As of September 30, 2019, the City had purchased 207,907 of the tons required under this contract.



**CITY OF FREMONT, NEBRASKA**  
**Notes to Financial Statements**  
**September 30, 2019**

**NOTE D – OTHER NOTES, CONTINUED**

**3. Commitments and Contingencies, Continued**

**Electric Department, continued,**

The Electric Department entered into a rail transportation agreement with Union Pacific Railroad Company for coal shipping. The contract term is January 1, 2012 through December 31, 2018. Under the terms of the agreement, the City must use Union Pacific to ship a minimum of 300,000 tons and a maximum volume of 400,000 tons for each twelve-month period during the contract term. The agreed-upon base rate per net ton is adjusted quarterly, based on the percentage change in the rail cost adjustment factor, as well as a mileage-based fuel surcharge.

On September 11, 2018, the Electric Department entered into a rail transportation agreement with Union Pacific Railroad Company for coal shipping. The contract term is January 1, 2019 through December 31, 2024. Under the terms of the agreement, the shipping rate will increase 2.02 percent from the shipping rate effective July 1, 2018. The price will be adjusted based on the percentage change in the rail cost adjustment factor, as well as a mileage-based fuel surcharge adjusted monthly. The City must use Union Pacific to ship a minimum of 270,000 tons and a maximum volume of 400,000 tons for each twelve month(s) period, beginning January 1, 2019 through December 31, 2019, and each twelve month(s) period thereafter.

In 2016, the Electric Department entered into a power purchase agreement with Cottonwood Wind Project, LLC for power from a single wind energy facility of approximately 40 MW effective December 5, 2016 through December 5, 2041. During the 15<sup>th</sup> contact year, the City may exercise its option to purchase the facility property within 180 days after the end of the term.

**Gas Department**

The Gas Department entered into an agreement to purchase natural gas from the Central Plains Energy Project #3 (CPEP3) in April 2012. The agreement requires the City to purchase fixed monthly quantities of gas through 2042 at a discounted price that accounts for approximately 17 percent of the City's current requirements.

The Gas Department entered into an agreement to purchase natural gas from BP Canada Energy Marketing Corp. on September 18, 2012. The agreement was extended in June 2016 and is effective through October 31, 2020. The agreement stipulates the volume of maximum daily quantity purchases which varies depending on the month of the purchase. The price is based on the monthly index published inside the Federal Energy Regulatory Commission (FERC) Gas Market Report.

In September 2018, the Gas Department entered into a contract to purchase natural gas from The Public Energy Authority of Kentucky (PEAK). The contract term is April 1, 2019 to March 31, 2049. Under the agreement, the City will purchase an average daily quantity of natural gas at a minimum discounted rate. At the end of each gas delivery resent period, the City has the right to elect not to purchase gas if the price of gas is above the minimum discount specified in the contract. The volume represents approximately 24 percent of the city's current requirements.

The Gas Department entered into an agreement to purchase natural gas from the Central Plains Energy Project #4 (CPEP4) in November 2018. The agreement requires the City to purchase fixed monthly quantities of gas through 2042 at a discounted price that accounts for approximately 14 percent of the City's current requirements.

**CITY OF FREMONT, NEBRASKA**  
**Notes to Financial Statements**  
**September 30, 2019**

**NOTE D – OTHER NOTES, CONTINUED**

**4. Major Customers**

The City has one customer that was billed \$3,655,602 for electricity, \$2,145,289 for gas, \$2,168,926 for sewer and \$480,484 for water for the year ended September 30, 2019. This represents 9.6 percent of total electric billing, 14.5 percent of total gas billing, 43.8 percent of total sewer billing, and 12.5 percent of total water billing, respectively, for the year ended September 30, 2019. (The billings represent 14.2 percent of total City utility billings.) This customer maintains a current status on monthly billings.

**5. Union Contracts**

The City is subject to the following union contracts:

- International Brotherhood of Electrical Workers Local 1536 Unit 5 – effective October 1, 2017 – September 30, 2021.
- American Federation of State, County and Municipal Employees, AFL/CIO Local 251 – effective October 1, 2017 – September 30, 2021.
- International Association of Fire Fighters Local 1015 – effective October 1, 2017 – September 30, 2021.
- Fraternal Order of Police, Local No. 37 – effective October 1, 2019 – September 30, 2021.

**6. Subsequent Events**

On January 28, 2020, the Electric Department entered into an agreement with Navajo Transitional Energy Company, effective January 1, 2020 through December 31, 2021. Under the terms of the agreement, the City must purchase 225,000 tons of coal at an agreed-upon base price per ton each year, which will be adjusted each month for any variation in the Base Btu.

## **REQUIRED SUPPLEMENTARY INFORMATION**

**CITY OF FREMONT, NEBRASKA**

**BUDGETARY COMPARISON SCHEDULE -  
GENERAL FUND**

**FOR THE YEAR ENDED SEPTEMBER 30, 2019**

	Budget (Original and Final)	Actual	Variances - Actual Over (Under) Final Budget
<b>RESOURCES (INFLOWS)</b>			
Taxes:			
Property	\$ 5,981,702	\$ 5,989,693	\$ 7,991
Payments in lieu of taxes	9,000	12,133	3,133
Franchise	250,000	284,469	34,469
Business	1,610,000	1,797,928	187,928
Intergovernmental	2,019,776	1,702,626	(317,150)
Charges for services	2,765,000	3,080,230	315,230
Donations	565,000	13,330	(551,670)
Interest income	25,000	176,250	151,250
Other	6,002,000	366,831	(5,635,169)
	<u>19,227,478</u>	<u>13,423,490</u>	<u>(5,803,988)</u>
<b>CHARGES TO APPROPRIATIONS (OUTFLOWS)</b>			
General government	5,336,620	5,623,288	286,668
Public safety	9,770,531	9,060,418	(710,113)
Public works	493,940	462,507	(31,433)
Environment and leisure	12,567,519	3,601,376	(8,966,143)
Employee insurance	352,000	305,542	(46,458)
	<u>28,520,610</u>	<u>19,053,131</u>	<u>(9,467,479)</u>
Resources over (under) charges to appropriations	<u>(9,293,132)</u>	<u>(5,629,641)</u>	<u>3,663,491</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	7,811,440	7,662,311	(149,129)
Transfers out	<u>(1,606,750)</u>	<u>(13,399)</u>	<u>1,593,351</u>
Net transfers	6,204,690	7,648,912	1,444,222
<b>RESOURCES AND OTHER FINANCING SOURCES (USES) OVER (UNDER) CHARGES TO APPROPRIATIONS</b>			
	<u>\$ (3,088,442)</u>	<u>\$ 2,019,271</u>	<u>\$ 5,107,713</u>

**CITY OF FREMONT, NEBRASKA**

**BUDGETARY COMPARISON SCHEDULE -  
STREET FUND**

**FOR THE YEAR ENDED SEPTEMBER 30, 2019**

	Budget (Original and Final)	Actual	Variances - Actual Over (Under) Final Budget
<b>RESOURCES (INFLOWS)</b>			
Motor vehicle tax	\$ 575,000	\$ 588,746	\$ 13,746
Intergovernmental	3,510,109	3,715,470	205,361
Charges for services	30,000	1,629	(28,371)
Interest income	30,000	155,043	125,043
Other income	4,000,000	4,107	(3,995,893)
	<hr/>	<hr/>	<hr/>
Total resources	8,145,109	4,464,995	(3,680,114)
<b>CHARGES TO APPROPRIATIONS (OUTFLOWS)</b>			
Public works	20,088,684	17,390,355	(2,698,329)
	<hr/>	<hr/>	<hr/>
Resources over (under) charges to appropriations	(11,943,575)	(12,925,360)	(981,785)
	<hr/>	<hr/>	<hr/>
<b>OTHER FINANCING SOURCES</b>			
Transfers in	6,279,114	12,587,992	6,308,878
	<hr/>	<hr/>	<hr/>
<b>RESOURCES AND OTHER FINANCING SOURCES OVER (UNDER) CHARGES TO APPROPRIATIONS</b>	<b>\$ (5,664,461)</b>	<b>\$ (337,368)</b>	<b>\$ 5,327,093</b>
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

**CITY OF FREMONT, NEBRASKA**

**BUDGETARY COMPARISON SCHEDULE -  
SALES TAX FUND**

**FOR THE YEAR ENDED SEPTEMBER 30, 2019**

	Budget (Original and <u>Final</u> )	<u>Actual</u>	Variances - Actual Over (Under) Final <u>Budget</u>
<b>RESOURCES (INFLOWS)</b>			
Sales tax	\$ 6,834,000	\$ 7,858,620	\$ 1,024,620
Charges for services	-	12,237	12,237
Interest income	43,150	256,141	212,991
Other income	-	326,813	326,813
Loan repayment proceeds	-	303,623	303,623
	<hr/>	<hr/>	<hr/>
Total resources	6,877,150	8,757,434	1,880,284
<b>CHARGES TO APPROPRIATIONS (OUTFLOWS)</b>			
General government	<u>2,019,000</u>	<u>2,871,987</u>	<u>852,987</u>
Resources over (under) charges to appropriations	4,858,150	5,885,447	1,027,297
<b>OTHER FINANCING USES</b>			
Transfers out	<u>(10,451,506)</u>	<u>(16,922,498)</u>	<u>(6,470,992)</u>
<b>RESOURCES OVER (UNDER) CHARGES TO APPROPRIATIONS AND OTHER FINANCING USES</b>	<u>\$ (5,593,356)</u>	<u>\$ (11,037,051)</u>	<u>\$ (5,443,695)</u>

**CITY OF FREMONT, NEBRASKA**

**BUDGETARY COMPARISON SCHEDULES -  
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION**

**FOR THE YEAR ENDED SEPTEMBER 30, 2019**

**Note A - Explanation of Differences between Budgetary Inflows and Outflows and Modified Accrual Revenue and Expenditures**

The City prepares its budgets on the cash basis of accounting. Accordingly, revenues are recognized when cash is received by the City and expenditures are recognized when cash is disbursed. This basis is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Under this method of accounting, all unexpended appropriations lapse at the end of the budget year.

Amounts presented on the cash basis of accounting differ from those presented in accordance with the modified accrual basis of accounting due to the treatment of afforded accruals. A reconciliation for the year ended September 30, 2019, which discloses the nature and amount of the adjustments necessary to convert the modified accrual data to the budgetary basis, is presented below:

	<u>General Fund</u>	<u>Street Fund</u>	<u>Sales Tax Fund</u>
<b>Sources/inflows of resources:</b>			
Actual amounts of resources (budgetary basis) from the budgetary comparison schedules	\$ 13,423,490	\$ 4,464,995	\$ 8,757,434
Differences - budget to modified accrual:			
Cash to accrual adjustments	384,674	77,690	(131,819)
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	<u>\$ 13,808,164</u>	<u>\$ 4,542,685</u>	<u>\$ 8,625,615</u>
<b>Uses/outflows of resources:</b>			
Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedules	\$ 19,053,131	\$ 17,390,355	\$ 2,871,987
Differences - budget to modified accrual:			
Cash to accrual adjustments	(8,811)	229,922	(1,265,322)
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	<u>\$ 19,044,320</u>	<u>\$ 17,620,277</u>	<u>\$ 1,606,665</u>
<b>Other financing sources (uses):</b>			
Actual amounts (budgetary basis) "net transfers" from the budgetary comparison schedules	\$ 7,648,912	\$ 12,587,992	\$(16,922,498)
Differences - budget to modified accrual:			
Cash to accrual adjustments	39,472	(6,026)	75,031
Net transfers as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	<u>\$ 7,688,384</u>	<u>\$ 12,581,966</u>	<u>\$(16,847,467)</u>

## **OTHER SUPPLEMENTARY INFORMATION**



CITY OF FREMONT, NEBRASKA

COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS

SEPTEMBER 30, 2019

	Special Revenue Funds						
	Debt	Paving &	Business	Public Use	Keno	CDBG	Weatherization
	Service	Sidewalk Districts	Improvement District #1	Property Special Projects	Fund	Fund	EDA (HUD)
<b>ASSETS</b>							
Cash and cash equivalents	\$ 118,186	\$ 306,880	\$ 58,053	\$ 19,605	\$ 336,728	\$ 24,504	\$ 52,203
Investments	-	1,500,000	-	160,000	300,000	-	-
County treasurer cash	9,369	-	-	-	-	-	-
Receivables:							
Special assessments	-	203,264	6,771	-	-	-	-
Accounts, net of allowance for doubtful accounts	-	-	-	-	24,159	-	8,285
Notes, net of allowance for doubtful accounts	-	-	-	-	-	-	852,752
Interest	-	42,781	-	1,030	1,248	-	-
Property tax	25,278	-	-	-	-	-	-
Business tax	-	-	-	-	-	-	-
TIF notes receivable	-	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	3,180	-
Due from other funds	-	-	-	-	-	-	-
<b>Total assets</b>	<b>\$ 152,833</b>	<b>\$ 2,052,925</b>	<b>\$ 64,824</b>	<b>\$ 180,635</b>	<b>\$ 662,135</b>	<b>\$ 27,684</b>	<b>\$ 913,240</b>
<b>LIABILITIES</b>							
Accounts payable	\$ -	\$ -	\$ 586	\$ -	\$ 37,638	\$ 1,140	\$ 462
Due to other funds	-	-	-	-	-	29,000	-
Accrued expenses	-	201	-	-	-	-	-
Customer deposits	-	-	-	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>201</b>	<b>586</b>	<b>-</b>	<b>37,638</b>	<b>30,140</b>	<b>462</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>							
Unavailable revenue - property taxes	21,955	-	-	-	-	-	-
Unavailable revenue - other local taxes	-	203,264	6,771	-	-	-	-
Unavailable revenue - fees and other	-	-	-	-	-	-	8,285
<b>Total deferred inflows of resources</b>	<b>21,955</b>	<b>203,264</b>	<b>6,771</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>8,285</b>
<b>FUND BALANCES (DEFICIT)</b>							
Nonspendable:							
Permanent fund principal	-	-	-	125,000	-	-	-
Restricted for:							
Debt service	130,878	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-
Capital/special projects	-	1,849,460	-	55,635	-	-	-
Federal programs	-	-	-	-	-	-	904,493
Community betterment	-	-	-	-	624,497	-	-
Assigned for:							
Downtown improvements/parking	-	-	57,467	-	-	-	-
Unassigned	-	-	-	-	-	(2,456)	-
<b>Total fund balances (deficit)</b>	<b>130,878</b>	<b>1,849,460</b>	<b>57,467</b>	<b>180,635</b>	<b>624,497</b>	<b>(2,456)</b>	<b>904,493</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 152,833</b>	<b>\$ 2,052,925</b>	<b>\$ 64,824</b>	<b>\$ 180,635</b>	<b>\$ 662,135</b>	<b>\$ 27,684</b>	<b>\$ 913,240</b>

CITY OF FREMONT, NEBRASKA

COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS - CONTINUED

SEPTEMBER 30, 2019

	Special Revenue Funds					Capital Projects	Total Non-major Governmental Funds
	Economic Enhancement	Airport Fund	Enhanced & Wireless 911	Drug Task Force	Community Development Agency	Special Projects	
<b>ASSETS</b>							
Cash and cash equivalents	\$ 413,987	\$ 14,669	\$ 194,584	\$ 30,230	\$ 131,606	\$ 548,056	\$ 2,249,291
Investments	-	-	250,000	-	-	-	2,210,000
County treasurer cash	-	-	-	-	-	-	9,369
Receivables:							
Special assessments	-	128,562	-	-	-	-	338,597
Accounts, net of allowance for doubtful accounts	-	3,009	-	-	-	-	35,453
Notes, net of allowance for doubtful accounts	235,000	-	-	-	-	-	1,087,752
Interest	-	-	4,036	-	-	-	49,095
Property tax	-	-	-	-	-	-	25,278
Business tax	-	-	25,773	-	-	-	25,773
TIF notes receivable	-	-	-	-	225,398	-	225,398
Due from other governments	-	172,035	54,831	-	-	-	230,046
Due from other funds	-	-	101,829	-	-	-	101,829
<b>Total assets</b>	<b>\$ 648,987</b>	<b>\$ 318,275</b>	<b>\$ 631,053</b>	<b>\$ 30,230</b>	<b>\$ 357,004</b>	<b>\$ 548,056</b>	<b>\$ 6,587,881</b>
<b>LIABILITIES</b>							
Accounts payable	\$ -	\$ 35,114	\$ 13,329	\$ -	\$ -	\$ -	\$ 88,269
Due to other funds	-	147,923	200,000	-	391,782	-	768,705
Accrued expenses	-	830	25,945	-	-	-	26,976
Customer deposits	-	6,600	-	-	-	-	6,600
<b>Total liabilities</b>	<b>-</b>	<b>190,467</b>	<b>239,274</b>	<b>-</b>	<b>391,782</b>	<b>-</b>	<b>890,550</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>							
Unavailable revenue - property taxes	-	-	-	-	-	-	21,955
Unavailable revenue - other local taxes	-	-	-	-	-	-	210,035
Unavailable revenue - fees and other	-	128,562	54,831	-	225,398	-	417,076
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>128,562</b>	<b>54,831</b>	<b>-</b>	<b>225,398</b>	<b>-</b>	<b>649,066</b>
<b>FUND BALANCES (DEFICIT)</b>							
Nonspendable:							
Permanent fund principal	-	-	-	-	-	-	125,000
Restricted for:							
Debt service	-	-	-	-	-	-	130,878
Public safety	-	-	336,948	30,230	-	-	367,178
Economic development	648,987	-	-	-	-	-	648,987
Capital/special projects	-	-	-	-	-	548,056	2,453,151
Federal programs	-	-	-	-	-	-	904,493
Community betterment	-	-	-	-	-	-	624,497
Assigned for:							
Downtown improvements/parking	-	-	-	-	-	-	57,467
Unreserved	-	(754)	-	-	(260,176)	-	(263,386)
<b>Total fund balances (deficit)</b>	<b>648,987</b>	<b>(754)</b>	<b>336,948</b>	<b>30,230</b>	<b>(260,176)</b>	<b>548,056</b>	<b>5,048,265</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 648,987</b>	<b>\$ 318,275</b>	<b>\$ 631,053</b>	<b>\$ 30,230</b>	<b>\$ 357,004</b>	<b>\$ 548,056</b>	<b>\$ 6,587,881</b>

CITY OF FREMONT, NEBRASKA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCES - NON-MAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Special Revenue Funds						
	Debt Service	Paving & Sidewalk Districts	Business Improvement District #1	Public Use Property Special Projects	Keno Fund	CDBG Fund	Weatherization EDA (HUD)
<b>REVENUES</b>							
Property tax	\$ 377,399	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Occupation taxes	-	-	-	-	-	-	-
Payments in lieu of taxes	786	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	26,485	29,522
Keno	-	-	-	-	758,810	-	-
Charges for services	-	72,757	44,993	-	-	-	-
Donations	-	-	-	-	-	-	-
Interest income	303	89,963	125	6,082	9,679	-	1,023
Other income	-	-	-	-	1,680	-	-
Total revenues	<u>378,488</u>	<u>162,720</u>	<u>45,118</u>	<u>6,082</u>	<u>770,169</u>	<u>26,485</u>	<u>30,545</u>
<b>EXPENDITURES</b>							
General government	844	-	27,774	-	-	27,355	291,741
Public safety	-	-	-	-	-	-	-
Public works	-	68,544	-	-	-	-	-
Environment and leisure	-	-	-	-	189,520	-	-
Principal payments on debt	300,000	-	-	-	-	-	-
Interest on long-term debt	42,715	-	-	-	-	-	-
Total expenditures	<u>343,559</u>	<u>68,544</u>	<u>27,774</u>	<u>-</u>	<u>189,520</u>	<u>27,355</u>	<u>291,741</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>34,929</u>	<u>94,176</u>	<u>17,344</u>	<u>6,082</u>	<u>580,649</u>	<u>(870)</u>	<u>(261,196)</u>
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	(1,615)	(420,000)	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,615)</u>	<u>(420,000)</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>34,929</u>	<u>94,176</u>	<u>17,344</u>	<u>4,467</u>	<u>160,649</u>	<u>(870)</u>	<u>(261,196)</u>
Fund balances - September 30, 2018	<u>95,949</u>	<u>1,755,284</u>	<u>40,123</u>	<u>176,168</u>	<u>463,848</u>	<u>(1,586)</u>	<u>1,165,689</u>
Fund balances - September 30, 2019	<u>\$ 130,878</u>	<u>\$ 1,849,460</u>	<u>\$ 57,467</u>	<u>\$ 180,635</u>	<u>\$ 624,497</u>	<u>\$ (2,456)</u>	<u>\$ 904,493</u>

CITY OF FREMONT, NEBRASKA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCES - NON-MAJOR GOVERNMENTAL FUNDS - CONTINUED

FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Special Revenue Funds					Capital Projects	Total Non-major Governmental Funds
	Economic Enhancement	Airport Fund	Enhanced & Wireless 911	Drug Task Force	Community Development Agency	Special Projects	
<b>REVENUES</b>							
Property tax	\$ -	\$ -	\$ -	\$ -	\$ 398,174	\$ -	\$ 775,573
Occupation taxes	-	-	116,282	-	-	-	116,282
Payment in lieu of taxes	-	-	-	-	-	-	786
Intergovernmental	-	172,035	946,248	6,343	-	-	1,180,633
Keno	-	-	-	-	-	-	758,810
Charges for services	-	142,057	-	-	-	-	259,807
Donations	-	-	4,075	-	-	-	4,075
Interest income	1,185	400	7,088	-	65	1,315	117,228
Other income	-	-	-	-	-	-	1,680
Total revenues	<u>1,185</u>	<u>314,492</u>	<u>1,073,693</u>	<u>6,343</u>	<u>398,239</u>	<u>1,315</u>	<u>3,214,874</u>
<b>EXPENDITURES</b>							
General government	60,000	-	-	-	434,746	-	842,460
Public safety	-	-	1,007,979	-	-	-	1,007,979
Public works	-	-	-	-	-	-	68,544
Environment and leisure	-	371,593	-	-	-	12,937	574,050
Principal payments on debt	-	-	-	-	-	-	300,000
Interest on long-term debt	-	-	-	-	-	-	42,715
Total expenditures	<u>60,000</u>	<u>371,593</u>	<u>1,007,979</u>	<u>-</u>	<u>434,746</u>	<u>12,937</u>	<u>2,835,748</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(58,815)</u>	<u>(57,101)</u>	<u>65,714</u>	<u>6,343</u>	<u>(36,507)</u>	<u>(11,622)</u>	<u>379,126</u>
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in	100,000	-	-	-	-	12,937	112,937
Transfers out	-	-	-	(2,348)	-	-	(423,963)
Total other financing sources (uses)	<u>100,000</u>	<u>-</u>	<u>-</u>	<u>(2,348)</u>	<u>-</u>	<u>12,937</u>	<u>(311,026)</u>
<b>Net change in fund balances</b>	41,185	(57,101)	65,714	3,995	(36,507)	1,315	68,100
Fund balances - September 30, 2018	<u>607,802</u>	<u>56,347</u>	<u>271,234</u>	<u>26,235</u>	<u>(223,669)</u>	<u>546,741</u>	<u>4,980,165</u>
Fund balances - September 30, 2019	<u>\$ 648,987</u>	<u>\$ (754)</u>	<u>\$ 336,948</u>	<u>\$ 30,230</u>	<u>\$ (260,176)</u>	<u>\$ 548,056</u>	<u>\$ 5,048,265</u>

**Report on Internal Control over Financial Reporting and on Compliance and  
Other Matters Based on an Audit of Financial Statements Performed  
in Accordance with *Government Auditing Standards***

**Independent Auditor's Report**

Honorable Mayor and City Council  
City of Fremont, Nebraska  
Fremont, Nebraska

We have audited, 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, the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Fremont, Nebraska (the City), as of and for the year ended September 30, 2019, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated March 6, 2020.

***Internal Control over Financial Reporting***

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

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

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

### ***Compliance and Other Matters***

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

### ***Purpose of this Report***

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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.

**BKD, LLP**

Omaha, Nebraska  
March 6, 2020