UTILITY & INFRASTRUCTURE BOARD

March 10, 2020 - 4:00 P.M.
Fremont Municipal Building, 2nd Floor Conference Room,
400 East Military, Fremont Nebraska

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 2nd 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 2nd 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.

Allen Sawtelle, Chairman	Toni Vering, Secretary

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

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.

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**

PREPARED 02/24/2020 15:05:13 EXPENDITURE APPROVAL LIST
PROGRAM: GM339L REPORT PARAMETER SELECTIONS

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 / INVOICE NO	SEQ#	VENDOR NAME / VOUCHER NO	P.O. NO	BNK	CHECK/DUE DATE	ACCOUNT NO	ITEM DESCRIPTION	CHECK AMOUNT	EFT, EPAY OR HAND-ISSUED 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

PREPARED 03/02/2020 13:17:43 EXPENDITURE APPROVAL LIST
PROGRAM: GM339L REPORT PARAMETER SELECTIONS

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 / INVOICE NO	SEQ#	VENDOR NAME / VOUCHER NO	P.O. NO	BNK	CHECK/DUE DATE	ACCOUNT NO	ITEM DESCRIPTION	CHECK AMOUNT	EFT, EPAY OR HAND-ISSUED 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 GROUP NO	VENDOR NAME	WITHDRAWAL DATE	ACCOUNT NO	ITEM DESCRIPTION	WITHDRAWAL 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

PREPARED 03/05/2020 8:57:47 EXPENDITURE APPROVAL LIST
PROGRAM: GM339L REPORT PARAMETER SELECTIONS

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 NO	P.O. NO	BNK	CHECK/DUE DATE	ACCOUNT NO	ITEM DESCRIPTION	CHECK AMOUNT	EFT, EPAY OR HAND-ISSUED AMOUNT
0000584	00	CEI							
20200305		PR0305		00	03/05/2020	051-0000-241.00-00	PAYROLL SUMMARY	EFT:	124,372.94
							VENDOR TOTAL *	.00	124,372.94
0002999	00	LAUGHLIN TRUSTEE, KATHLEEN A							
20200305		PR0305		00	03/05/2020	051-0000-241.00-00	PAYROLL SUMMARY	35.00	
							VENDOR TOTAL *	35.00	
0004192	00	PAYROLL EFT DEDUCTIONS							
20200305		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

Account Number	Employee Name	Social Security	Deposit Amount

Final Total 286,007.21 Count 172

Nebraska Department of REVENUE
www.revenue.ne.gov

Nebraska and Local Sales and Use Tax Return

FORM 10

Tax Cat.	Nebr. I.D. Number	Rpt. Code	Tax Period
1	55808	1	2/2020

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

DO NOT FILE

13	BALANCE DUE (line 11 plus or minus line 12). Pay in full	13	314,342.67

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

PREPARED 03/05/2020 13:15:19 EXPENDITURE APPROVAL LIST
PROGRAM: GM339L REPORT PARAMETER SELECTIONS

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

VEND NO / INVOICE NO	SEQ#	VENDOR NAME / VOUCHER NO	P.O. NO	BNK	CHECK/DUE DATE	ACCOUNT NO	ITEM DESCRIPTION	CHECK AMOUNT	EFT, EPAY OR HAND-ISSUED 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							

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0003185	00	DEPARTMENT OF ENERGY							
BFPB002860220				00	03/11/2020	051-5105-555.50-00	Feb 2020 Hydro power under PPA (WAPPA)	EFT:	51,388.08
							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 SCADA Project progress payment	EFT:	113,200.74
9080852		PI2585		00	03/11/2020	053-6105-502.60-58	PO NUM 049403	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							

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0001729	00	FCX PERFORMANCE INC							
4526121		PI2520		00	03/11/2020	051-0000-153.00-00	PO NUM 053098	1,075.96	
							VENDOR TOTAL *	1,075.96	
0002884	00	FREMONT AREA CHAMBER							
24855		PI2549		00	03/11/2020	051-5001-919.60-65	PO NUM 053206	300.00	
							VENDOR TOTAL *	300.00	
0004833	00	FREMONT AREA UNITED WAY							
FEB'20 CARESHAR				00	03/11/2020	055-0000-242.02-00	Feb 2020 Care & Share	EFT:	241.50
							VENDOR TOTAL *	.00	241.50
0001131	00	FREMONT TRIBUNE							
897211		PI2530		00	03/11/2020	051-5105-502.60-78	PO NUM 052097	124.24	
							VENDOR TOTAL *	124.24	
0001132	00	FREMONT WINNELSON CO							
342834 01		PI2527		00	03/11/2020	051-5001-940.50-35	PO NUM 052074	158.68	
							VENDOR TOTAL *	158.68	
0005211	00	GE STEAM POWER INC							
95201654		PI2554		00	03/11/2020	051-0000-153.00-00	PO NUM 052866	EFT:	1,510.84
95201655		PI2555		00	03/11/2020	051-0000-153.00-00	PO NUM 053088	EFT:	2,634.34
95202367		PI2650		00	03/11/2020	051-0000-153.00-00	PO NUM 053088	EFT:	276.06
							VENDOR TOTAL *	.00	4,421.24
0004381	00	GENERATORTECH INC							
220033		PI2715		00	03/11/2020	051-5105-502.60-61	PO NUM 050983	2,500.00	
220033		PI2716		00	03/11/2020	051-5105-502.60-76	PO NUM 050983	500.00	
							VENDOR TOTAL *	3,000.00	
0001139	00	GERHOLD CONCRETE CO INC							
124262		PI2556		00	03/11/2020	055-7205-583.50-35	PO NUM 052075	462.00	
							VENDOR TOTAL *	462.00	
0000247	00	GEXPRO							
S127113761-001		PI2709		00	03/11/2020	051-0000-155.00-00	PO NUM 053181	EFT:	2,311.20
							VENDOR TOTAL *	.00	2,311.20
0001445	00	GRAYBAR ELECTRIC CO INC							
9314715315		PI2610		00	03/11/2020	051-5001-940.50-40	PO NUM 053190	649.15	
							VENDOR TOTAL *	649.15	
0004707	00	GREAT PLAINS COMMUNICATIONS INC							
9927040235	0220	PI2562		00	03/11/2020	051-5001-922.50-53	PO NUM 052213	152.18	
9927040235	0220	PI2563		00	03/11/2020	051-5001-922.60-65	PO NUM 052213	1,000.00	
							VENDOR TOTAL *	1,152.18	
0004419	00	HANSEN TIRE LLC							
27444		PI2642		00	03/11/2020	051-5001-940.50-48	PO NUM 053256	214.21	

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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 Engineering for WWTP improvements	EFT:	77,807.88
							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 SESP Support flex (renewal)	EFT:	71,786.89
							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

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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	MCMASTER-CARR SUPPLY CO							
34968947		PI2571		00	03/11/2020	051-5105-502.50-35	PO NUM 053180	59.79	

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

VEND NO / INVOICE NO	SEQ#	VENDOR NAME / VOUCHER NO	P.O. NO	BNK	CHECK/DUE DATE	ACCOUNT NO	ITEM DESCRIPTION	CHECK AMOUNT	EFT, EPAY OR HAND-ISSUED AMOUNT
0003036	00	SHAFFER COMMUNICATIONS INC							
							VENDOR TOTAL *	709.14	
0000429	00	SKARSHAUG TESTING LABORATORY INC							
242140		PI2721		00	03/11/2020	051-5205-580.60-61	PO NUM 052102	231.85	
242140		PI2722		00	03/11/2020	051-5205-580.60-79	PO NUM 052102	142.66	
							VENDOR TOTAL *	374.51	
0003923	00	STATE OF NEBRASKA - CELLULAR							
1207298				00	03/11/2020	051-5001-903.50-53	Cellular	EFT:	73.82
1207298				00	03/11/2020	051-5001-919.50-53	Cellular	EFT:	51.79
1207298				00	03/11/2020	051-5001-922.50-53	Cellular	EFT:	98.35
1207298				00	03/11/2020	051-5001-925.50-53	Cellular	EFT:	51.79
1207298				00	03/11/2020	051-5001-926.50-53	Cellular	EFT:	51.79
1207298				00	03/11/2020	051-5001-919.50-53	City Cellular/D Simon	EFT:	46.44
1207298				00	03/11/2020	051-5105-502.50-53	Cellular	EFT:	156.01
1207298				00	03/11/2020	051-5205-580.50-53	Engineers Cellular	EFT:	191.11
1207298				00	03/11/2020	051-5205-580.50-53	Elect Distr Cellular	EFT:	332.17
1207298				00	03/11/2020	053-6105-502.50-53	Cellular	EFT:	51.79
1207298				00	03/11/2020	053-6205-583.50-53	Cellular	EFT:	191.77
1207298				00	03/11/2020	055-7105-502.50-53	Cellular	EFT:	23.03
1207298				00	03/11/2020	057-8205-870.50-53	Cellular	EFT:	264.38
							VENDOR TOTAL *	.00	1,584.24
0000434	00	STOVER CONTROLS							
INV-508406		PI2577		00	03/11/2020	051-0000-153.00-00	PO NUM 053131	1,487.70	
INV-508616		PI2682		00	03/11/2020	051-0000-153.00-00	PO NUM 052623	7,590.77	
INV-508406		PI2603		00	03/11/2020	051-5105-502.60-79	PO NUM 053131	15.99	
							VENDOR TOTAL *	9,094.46	
0005183	00	SUPERION LLC - CENTRALSQUARE							
269872		PI2589		00	03/11/2020	051-5001-903.60-77	PO NUM 052023	EFT:	373.22
269872		PI2590		00	03/11/2020	051-5001-903.60-77	PO# 052023	EFT:	23.82
271199		PI2655		00	03/11/2020	051-5001-922.60-62	PO NUM 051314	EFT:	5,120.00
271838		PI2717		00	03/11/2020	051-5001-922.60-62	PO NUM 051314	EFT:	1,139.09
							VENDOR TOTAL *	.00	6,656.13
0002812	00	TENNANT SALES & SERVICE CO							
916925032		PI2674		00	03/11/2020	051-5001-950.80-50	PO NUM 052973	25,740.39	Floor sweeper/ scrubber replacement
							VENDOR TOTAL *	25,740.39	
0001339	00	TIMME WELDING & SUPPLY LLC							
40703		PI2704		00	03/11/2020	051-5001-940.50-35	PO NUM 053245	32.61	
40703		PI2705		00	03/11/2020	051-5001-940.50-48	PO NUM 053245	346.23	
							VENDOR TOTAL *	378.84	
0004520	00	US BANK CORPORATE PAYMENT SYSTEMS							
021720 LATE FEE		PI2673		00	03/11/2020	051-5001-922.60-62	PO NUM 052875	5.27	
							VENDOR TOTAL *	5.27	
0002907	00	WALNUT RADIO LLC (KHUB)							

VEND NO / INVOICE NO	SEQ#	VENDOR NAME / VOUCHER NO	P.O. NO	BNK	CHECK/DUE DATE	ACCOUNT NO	ITEM DESCRIPTION	CHECK AMOUNT	EFT, EPAY OR HAND-ISSUED 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 WWTP ANAEROBIC LOGOONS AND GAS SCRUBBING SYSTEM	EFT: .00	680,167.71
							VENDOR TOTAL *		680,167.71
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

PREPARED 03/06/2020 11:52:58 EXPENDITURE APPROVAL LIST
PROGRAM: GM339L REPORT PARAMETER SELECTIONS

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 / INVOICE NO	SEQ#	VENDOR NAME / VOUCHER NO	P.O. NO	BNK	CHECK/DUE DATE	ACCOUNT NO	ITEM DESCRIPTION	CHECK AMOUNT	EFT, EPAY OR HAND-ISSUED 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

BKD
CPAs & Advisors

1120 S. 101st Street, Suite 410 | Omaha, NE 68124-1088
402.392.1040 | Fax 402.392.1772 | bkd.com

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

As part of our audit of the financial statements of the City of Fremont, Nebraska as of and for the year ended September 30, 2019, we wish to communicate the following to you.

AUDIT SCOPE AND RESULTS

Auditor's Responsibility Under 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

An audit performed 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 is designed to obtain reasonable, rather than absolute, assurance about the financial statements. In performing auditing procedures, we establish scopes of audit tests in relation to the opinion unit being audited. Our engagement does not include a detailed audit of every transaction. Our engagement letter more specifically describes our responsibilities.

These standards require communication of significant matters related to the financial statement audit that are relevant to the responsibilities of those charged with governance in overseeing the financial reporting process. Such matters are communicated in the remainder of this letter or have previously been communicated during other phases of the audit. The standards do not require the auditor to design procedures for the purpose of identifying other matters to be communicated with those charged with governance.

An audit of the financial statements does not relieve management or those charged with governance of their responsibilities. Our engagement letter more specifically describes your responsibilities.

Qualitative Aspects of Significant Accounting Policies and Practices

Significant Accounting Policies

The City's significant accounting policies are described in Note A of the audited financial statements.

Alternative Accounting Treatments

We had discussions with management regarding alternative accounting treatments within accounting principles generally accepted in the United States of America for policies and practices for material items, including recognition, measurement and disclosure considerations related to the accounting for specific transactions as well as general accounting policies, as follows:

- Proper accounting treatment in accordance with the regulated operations provisions of GASB Statement No. 62.

Management Judgments and Accounting Estimates

Accounting estimates are an integral part of financial statement preparation by management, based on its judgments. The following areas involve significant areas of such estimates for which we are prepared to discuss management's estimation process and our procedures for testing the reasonableness of those estimates:

- Allowance for doubtful accounts receivable
- Unbilled revenue – utility accounts
- Self-insured health and worker's compensation claims

Financial Statement Disclosures

The following areas involve particularly sensitive financial statement disclosures for which we are prepared to discuss the issues involved and related judgments made in formulating those disclosures:

- Revenue recognition
- Risk management
- Commitments and contingencies

Audit Adjustments

During the course of any audit, an auditor may propose adjustments to financial statement amounts. Management evaluates our proposals and records those adjustments which, in its judgment, are required to prevent the financial statements from being materially misstated. A misstatement is a difference between the amount, classification, presentation or disclosure of a reported financial statement item and that which is required for the item to be presented fairly in accordance with the applicable financial reporting framework.

Proposed Audit Adjustments Recorded:

- Accounts payable
- Compensated absences

Auditor's Judgments About the Quality of the City's Accounting Principles

No matters are reportable.

Other Material Communications

Listed below are other material communications between management and us related to the audit:

- Management representation letter (attached)
- We orally communicated to management other deficiencies in internal control identified during our audit that are not considered material weaknesses or significant deficiencies

OTHER MATTERS

We observed the following matters and offer these comments and suggestions with respect to matters which came to our attention during the course of the audit of the financial statements. Our audit procedures are designed primarily to enable us to form an opinion on the financial statements and, therefore, may not bring to light all weaknesses in policies and procedures that may exist. However, these matters are offered as constructive suggestions for the consideration of management as part of the ongoing process of modifying and improving financial and administrative practices and procedures. We can discuss these matters further at your convenience and may provide implementation assistance for changes or improvements.

New Accounting Standards

Governmental Accounting Standards Board Statement No. 84

The Governmental Accounting Standards Board has issued Statement No. 84, *Fiduciary Activities* (GASB 84). GASB 84 establishes criteria for identifying and reporting fiduciary activities. It presents separate criteria for evaluating component units, pension and other postemployment benefit arrangements, and other fiduciary activities. The focus is on a government controlling the assets of the fiduciary activity and identification of the beneficiaries of those assets. Fiduciary activities are reported in one of four types of funds: pension (and other employee benefit) trust funds, investment trust funds, private-purpose trust funds, or custodial funds. Custodial funds are used to report fiduciary activities that are not held in a trust. The agency fund designation will no longer be used. GASB 84 also provides guidance on fiduciary fund statements and timing of recognition of a liability to beneficiaries.

This statement will be effective for the City's fiscal year ending September 30, 2020.

Governmental Accounting Standards Board Statement No. 87

The Governmental Accounting Standards Board has issued Statement No. 87, *Leases* (GASB 87). GASB 87 establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about the governments' leasing activities.

This statement will be effective for the City's fiscal year ending September 30, 2021.

* * * * *

This communication is intended solely for the information and use of management, city council members and others within the organization and is not intended to be and should not be used by anyone other than these specified parties.

BKD, LLP

March 6, 2020

CITY OF FREMONT NEBRASKA

400 East Military Avenue Fremont, NE 68025-5141

March 6, 2020

BKD, LLP
Certified Public Accountants
1120 S. 101st Street, Suite 410
Omaha, Nebraska 68124

We are providing this letter in connection with your audit of our financial statements as of and for the year ended September 30, 2019. We confirm that we are responsible for the fair presentation of the financial statements in conformity with accounting principles generally accepted in the United States of America. We are also responsible for adopting sound accounting policies, establishing and maintaining effective internal control over financial reporting, operations and compliance, and preventing and detecting fraud.

Certain representations in this letter are described as being limited to matters that are material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information that, in light of surrounding circumstances, makes it probable that the judgment of a reasonable person relying on the information would be changed or influenced by the omission or misstatement.

We confirm, to the best of our knowledge and belief, the following:

1. We have fulfilled our responsibilities, as set out in the terms of our engagement letter dated October 8, 2019, for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America.

2. We acknowledge our responsibility for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

3. We acknowledge our responsibility for the design, implementation and maintenance of internal control to prevent and detect fraud.

4. We have provided you with:

   (a) Access to all information of which we are aware that is relevant to the preparation and fair presentation of the financial statements such as records, documentation and other matters.

(b) Additional information that you have requested from us for the purpose of the audit.

(c) Unrestricted access to persons within the entity from whom you determined it necessary to obtain audit evidence.

(d) All minutes of meetings of the governing body held through the date of this letter.

(e) All significant contracts and grants.

5. All transactions have been recorded in the accounting records and are reflected in the financial statements.

6. We have informed you of all current risks of a material amount that are not adequately prevented or detected by entity procedures with respect to:

(a) Misappropriation of assets.

(b) Misrepresented or misstated assets, liabilities or net position.

7. We have no knowledge of any known or suspected:

(a) Fraudulent financial reporting or misappropriation of assets involving management or employees who have significant roles in internal control.

(b) Fraudulent financial reporting or misappropriation of assets involving others that could have a material effect on the financial statements.

8. We have no knowledge of any allegations of fraud or suspected fraud affecting the City received in communications from employees, customers, regulators, suppliers or others.

9. We have disclosed to you the identity of the entity's related parties and all the related party relationships and transactions of which we are aware. Related party relationships and transactions have been appropriately accounted for and disclosed in accordance with accounting principles generally accepted in the United States of America. We understand that the term related party refers to an affiliate; management, and members of their immediate families, component units; and any other party with which the entity may deal if it can significantly influence, or be influenced by, the management or operating policies of the other. The term affiliate refers to a party that directly or indirectly controls, or is controlled by, or is under common control with us.

10. Except as reflected in the financial statements, there are no:

    (a) Plans or intentions that may materially affect carrying values or classifications of assets and liabilities.

    (b) Material transactions omitted or improperly recorded in the financial statements.

    (c) Material gain/loss contingencies requiring accrual or disclosure, including those arising from environmental remediation obligations.

    (d) Events occurring subsequent to the balance sheet date through the date of this letter requiring adjustment or disclosure in the financial statements.

    (e) Agreements to purchase assets previously sold.

    (f) Restrictions on cash balances or compensating balance agreements.

    (g) Guarantees, whether written or oral, under which the City is contingently liable.

11. We have disclosed to you all known instances of noncompliance or suspected noncompliance with laws and regulations whose effects should be considered when preparing financial statements.

12. We have no reason to believe the City owes any penalties or payments under the Employer Shared Responsibility Provisions of the Patient Protection and Affordable Care Act nor have we received any correspondence from the IRS or other agencies indicating such payments may be due.

13. We have disclosed to you all known actual or possible litigation and claims whose effects should be considered when preparing the financial statements. The effects of all known actual or possible litigation and claims have been accounted for and disclosed in accordance with accounting principles generally accepted in the United States of America.

14. Adequate provisions and allowances have been accrued for any material losses from:

    (a) Uncollectible receivables.

    (b) Reducing obsolete or excess inventories to estimated net realizable value.

    (c) Sales commitments, including those unable to be fulfilled.

    (d) Purchase commitments in excess of normal requirements or above prevailing market prices.

15. Except as disclosed in the financial statements, we have:

    (a) Satisfactory title to all recorded assets, and they are not subject to any liens, pledges or other encumbrances.

    (b) Complied with all aspects of contractual and grant agreements, for which noncompliance would materially affect the financial statements.

16. We have not been designated as a potentially responsible party (PRP or equivalent status) by the Environmental Protection Agency (EPA) or other cognizant regulatory agency with authority to enforce environmental laws and regulations.

17. We have notified you of any instances of noncompliance with applicable disclosure requirements of the SEC Rule 15c2-12 and applicable state laws.

18. With regard to deposit and investment activities:

    (a) All deposit and investment transactions have been made in accordance with legal and contractual requirements.

    (b) Disclosures of deposit and investment balances and risks in the financial statements are consistent with our understanding of the applicable laws regarding enforceability of any pledges of collateral.

    (c) We understand that your audit does not represent an opinion regarding the enforceability of any collateral pledges.

19. With respect to any nonattest services you have provided us during the year, including assistance with printing and binding financial statements:

    (a) We have designated a qualified management-level individual to be responsible and accountable for overseeing the nonattest services.

    (b) We have established and monitored the performance of the nonattest services to ensure that they meet our objectives.

    (c) We have made any and all decisions involving management functions with respect to the nonattest services and accept full responsibility for such decisions.

    (d) We have evaluated the adequacy of the services performed and any findings that resulted.

20. We acknowledge that we are responsible for compliance with applicable laws, regulations and provisions of contracts and grant agreements.

21. We have identified and disclosed to you all laws, regulations and provisions of contracts and grant agreements that have a direct and material effect on the determination of amounts in our financial statements or other financial data significant to the audit objectives.

22. We have identified and disclosed to you any violations or possible violations of laws, regulations and provisions of contracts and grant agreements whose effects should be considered for recognition and/or disclosure in the financial statements or for your reporting on noncompliance.

23. We have taken or will take timely and appropriate steps to remedy any fraud, abuse, illegal acts or violations of provisions of contracts or grant agreements that you or other auditors report.

24. We have a process to track the status of audit findings and recommendations.

25. We have identified to you any previous financial audits, attestation engagements, performance audits or other studies related to the objectives of your audit and the corrective actions taken to address any significant findings and recommendations made in such audits, attestation engagements or other studies.

26. The financial statements disclose all significant estimates and material concentrations known to us. Significant estimates are estimates at the balance sheet date which could change materially within the next year. Concentrations refer to volumes of business, revenues, available sources of supply, or markets for which events could occur which would significantly disrupt normal finances within the next year. Significant assumptions used by us in making accounting estimates, including those measured at fair value, are reasonable.

27. The fair values of financial and nonfinancial assets and liabilities, if any, recognized in the financial statements or disclosed in the notes thereto are reasonable estimates based on the methods and assumptions used. The methods and significant assumptions used result in measurements of fair value appropriate for financial statement recognition and disclosure purposes and have been applied consistently from period to period, taking into account any changes in circumstances. The significant assumptions appropriately reflect market participant assumptions.

28. The supplementary information required by the Governmental Accounting Standards Board, consisting of management's discussion and analysis and budgetary comparisons, has been prepared and is measured and presented in conformity with the applicable GASB pronouncements, and we acknowledge our responsibility for the information. The information contained therein is based on all facts, decisions and conditions currently known to us and is measured using the same methods and assumptions as were used in the preparation of the financial statements. We believe the significant assumptions underlying the measurement and/or presentation of the information are reasonable and appropriate. There has

been no change from the preceding period in the methods of measurement and presentation.

29. Although not addressed in the engagement letter dated October 8, 2019, we understand the non-major governmental funds combining statements ("supplementary information") will be audited in relation to the basic financial statements. With regard to supplementary information:

(a) We acknowledge our responsibility for the presentation of the supplementary information in accordance with the applicable criteria.

(b) We believe the supplementary information is fairly presented, both in form and content, in accordance with the applicable criteria.

(c) The methods of measurement and presentation of the supplementary information are unchanged from those used in the prior period.

(d) We believe the significant assumptions or interpretations underlying the measurement and/or presentation of the supplementary information are reasonable and appropriate.

(e) If the supplementary information is not presented with the audited financial statements, we acknowledge we will make the audited financial statements readily available to intended users of the supplementary information no later than the date such information and the related auditor's report are issued.

Brian Newton, City Administrator

Jody J. Sanders, Director of Finance

CITY OF
FREMONT
NEBRASKA

FINANCIAL STATEMENTS AND SUPPLEMENTARY INFORMATION
September 30, 2019

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BKD
CPAs & Advisors

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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.

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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

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.

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.

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 Outflows	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 Inflows	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	$ 105,560,919	$ 180,437,270	$ 285,998,189	$112,247,991	$169,812,978	$282,060,969

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.

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

	Year Ended September 30, 2019		Year Ended September 30, 2018	
Function	Program Revenues	Program Expenses	Program Revenues	Program Expenses
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	$ 6,305,862	$ 37,444,115	$ 7,383,189	$ 21,122,081

Revenues by Source – Governmental Activities

SOURCES OF REVENUE

	Year Ended September 30, 2019		Year Ended September 30, 2018	
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	$ 33,199,934	100.00 %	$ 31,711,385	100.00 %

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

	Year Ended September 30, 2019		Year Ended September 30, 2018	
Function	Program Revenues	Program Expenses	Program Revenues	Program Expenses
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	$ 74,196,235	$ 61,353,073	$ 67,626,200	$ 55,733,091

Revenues by Source – Business-type Activities

SOURCES OF REVENUE	Year Ended September 30, 2019		Year Ended September 30, 2018	
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	$ 71,977,365	100.00 %	$ 65,064,764	100.00 %

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).

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

- 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 2nd 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 Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
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
Total	$ 57,783,344	$ 207,038,095	$ 264,821,439	$ 58,118,923	$ 202,738,011	$ 260,856,934

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's Outstanding Debt

	Year Ended September 30, 2019			Year Ended September 30, 2018		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
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	$ 3,115,341	$ 99,900,031	$ 103,015,372	$ 3,631,453	$ 60,825,000	$ 64,456,453

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

- 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		
	Governmental Activities	Business-type Activities	Total
ASSETS			
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
Total current assets	51,590,991	51,470,139	103,061,130
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	57,783,344	207,038,095	264,821,439
Total noncurrent assets	60,774,690	245,212,642	305,987,332
Total assets	112,365,681	296,682,781	409,048,462
DEFERRED OUTFLOWS OF RESOURCES			
Deferred loss on bond refundings	3,687	125,093	128,780
Total deferred outflows of resources	3,687	125,093	128,780
LIABILITIES			
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	3,562,488	20,355,574	23,918,062
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	3,245,961	96,014,446	99,260,407
Total liabilities	6,808,449	116,370,020	123,178,469
DEFERRED INFLOWS OF RESOURCES			
Deferred gain on bond refundings	-	584	584
Total deferred inflows of resources	-	584	584
NET POSITION			
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	24,537,809	59,639,699	84,177,508
Total net position	$ 105,560,919	$ 180,437,270	$ 285,998,189

See notes to financial statements

CITY OF FREMONT, NEBRASKA

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED SEPTEMBER 30, 2019

		Program Revenues			Net (Expenses) Revenues and Changes in Net Position		
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Primary government:							
Governmental activities:							
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	39,887,006	3,992,809	1,554,034	759,019	(33,581,144)	-	(33,581,144)
Business-type activities:							
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	61,353,073	70,862,710	29,080	3,304,445	-	12,843,162	12,843,162
Total primary government	$ 101,240,079	$ 74,855,519	$ 1,583,114	$ 4,063,464	$ (33,581,144)	$ 12,843,162	$ (20,737,982)
				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	26,894,072	(2,218,870)	24,675,202
				Change in net position	(6,687,072)	10,624,292	3,937,220
				Net position - September 30, 2018	112,247,991	169,812,978	282,060,969
				Net position - September 30, 2019	$ 105,560,919	$ 180,437,270	$ 285,998,189

See notes to financial statements

CITY OF FREMONT, NEBRASKA

BALANCE SHEET - GOVERNMENTAL FUNDS

SEPTEMBER 30, 2019

	General	Street	Sales Tax	Other Governmental Funds	Total Governmental Funds
ASSETS					
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
Total assets	$ 20,512,364	$ 8,591,412	$ 13,604,722	$ 6,587,881	$ 49,296,379
LIABILITIES					
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
Total liabilities	1,168,487	432,689	505,094	890,550	2,996,820
DEFERRED INFLOWS OF RESOURCES					
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
Total deferred inflows	334,545	35,986	-	649,066	1,019,597
FUND BALANCES (DEFICIT)					
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
Total fund balances	19,009,332	8,122,737	13,099,628	5,048,265	45,279,962
Total liabilities, deferred inflows of resources and fund balances	$ 20,512,364	$ 8,591,412	$ 13,604,722	$ 6,587,881	$ 49,296,379

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

See notes to financial statements

CITY OF FREMONT, NEBRASKA

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

FOR THE YEAR ENDED SEPTEMBER 30, 2019

	General	Street	Sales Tax	Other Governmental Funds	Total Governmental Funds
REVENUES					
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	13,808,164	4,542,685	8,625,615	3,214,874	30,191,338
EXPENDITURES					
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	19,044,320	17,620,277	1,606,665	2,835,748	41,107,010
Excess (deficiency) of revenues over expenditures	(5,236,156)	(13,077,592)	7,018,950	379,126	(10,915,672)
OTHER FINANCING SOURCES (USES)					
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	7,688,384	12,581,966	(16,847,467)	(311,026)	3,111,857
Net change in fund balances	2,452,228	(495,626)	(9,828,517)	68,100	(7,803,815)
Fund balances - September 30, 2018	16,557,104	8,618,363	22,928,145	4,980,165	53,083,777
Fund balances - September 30, 2019	$ 19,009,332	$ 8,122,737	$ 13,099,628	$ 5,048,265	$ 45,279,962

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

Total net change in fund balances - governmental funds	$ (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.	516,113
Change in net position of governmental activities	$ (6,687,072)

See notes to financial statements

CITY OF FREMONT, NEBRASKA

STATEMENT OF NET POSITION - PROPRIETARY FUNDS

SEPTEMBER 30, 2019

	Enterprise Funds					Internal
	Electric Fund	Water Fund	Sewer Fund	Gas Fund	Total	Service Fund
ASSETS						
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	30,393,829	3,772,106	11,164,402	6,343,666	51,674,003	6,699,038
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	114,165,261	25,802,708	58,336,198	8,733,928	207,038,095	-
Total noncurrent assets	143,301,202	26,712,509	65,652,028	9,546,903	245,212,642	-
Total assets	173,695,031	30,484,615	76,816,430	15,890,569	296,886,645	6,699,038
DEFERRED OUTFLOWS OF RESOURCES						
Deferred loss on bond refundings	93,040	19,724	12,329	-	125,093	-
Total deferred outflows of resources	93,040	19,724	12,329	-	125,093	-
LIABILITIES						
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	12,345,972	1,068,090	6,431,973	713,403	20,559,438	781,239
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	60,116,939	3,768,451	31,951,550	177,506	96,014,446	-
Total liabilities	72,462,911	4,836,541	38,383,523	890,909	116,573,884	781,239
DEFERRED INFLOWS OF RESOURCES						
Deferred gain on bond refundings	227	229	128	-	584	-
Total deferred inflows of resources	227	229	128	-	584	-
NET POSITION						
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
Total net position	$101,324,933	$ 25,667,569	$ 38,445,108	$ 14,999,660	$ 180,437,270	$ 5,917,799

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					Internal
	Electric Fund	Water Fund	Sewer Fund	Gas Fund	Total	Service Fund
Operating revenues:						
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	45,539,816	4,142,756	6,215,210	14,964,928	70,862,710	7,191,040
Operating expenses:						
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	35,988,331	3,279,096	4,862,871	13,651,329	57,781,627	5,942,183
Operating income	9,551,485	863,660	1,352,339	1,313,599	13,081,083	1,248,857
Nonoperating revenues (expenses):						
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)	(1,854,363)	(91,219)	(720,108)	31,846	(2,633,844)	65,649
Income before net contributed capital and interfund transfers	7,697,122	772,441	632,231	1,345,445	10,447,239	1,314,506
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	(2,440,219)	715,283	2,219,420	(317,431)	177,053	-
Change in net position	5,256,903	1,487,724	2,851,651	1,028,014	10,624,292	1,314,506
Net position - September 30, 2018	96,068,030	24,179,845	35,593,457	13,971,646	169,812,978	4,603,293
Net position - September 30, 2019	$ 101,324,933	$ 25,667,569	$ 38,445,108	$ 14,999,660	$ 180,437,270	$ 5,917,799

See notes to financial statements

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

	Enterprise Funds					Internal
	Electric Fund	Water Fund	Sewer Fund	Gas Fund	Total	Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES:						
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)	(5,605,780)
Payments to employees	(11,612,714)	(897,435)	(1,336,966)	(1,163,212)	(15,010,327)	-
Net cash provided by operating activities	18,345,122	1,848,639	2,891,299	1,813,406	24,898,466	1,585,358
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:						
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	(5,147,894)	(104,011)	(2,977,775)	(117,687)	(8,347,367)	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:						
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	(4,389,117)	(1,927,910)	14,365,861	(1,043,420)	7,005,414	-
CASH FLOWS FROM INVESTING ACTIVITIES:						
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	1,799,637	15,870	(5,276,739)	550,466	(2,910,766)	(1,700,310)
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	2,414,397	3,009,844	-	1,510,694	6,934,935	3,293,090
Cash and cash equivalents - end of the year	$ 13,022,145	$ 2,842,432	$ 9,002,646	$ 2,713,459	$ 27,580,682	$ 3,178,138
Composition of cash and cash equivalents:						
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	$ 13,022,145	$ 2,842,432	$ 9,002,646	$ 2,713,459	$ 27,580,682	$ 3,178,138

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					Internal
	Electric Fund	Water Fund	Sewer Fund	Gas Fund	Total	Service Fund
Reconciliation of operating income to net cash provided by operating activities:						
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	$ 18,345,122	$ 1,848,639	$ 2,891,299	$ 1,813,406	$ 24,898,466	$ 1,585,358
Supplemental Cash Flows Information						
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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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.

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.

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:

Fund	Brief Description
Major:	
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.
Non-major:	
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.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

2. Basis of Presentation, Continued

Major and Non-major Funds, Continued

Fund	Brief Description
Non-major, continued:	
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 measureable 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.

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 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.

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:

Fund	Amount	Service
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	54,831	Interlocal reimbursement
Governmental Total	$1,725,550	
Electric	$ 455,548	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:

	Electric	Water	Sewer	Gas	Total
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
	$ 9,186,752	$ 263,482	$ 129,554	$ 1,191,864	$ 10,771,652

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.

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.

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.

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.

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.

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.

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.

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	12,045,615
Total	$98,837,351

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	4,257,589
Total	$98,837,351

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

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

3. Notes Receivable

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

Company	Loan Amount	Date Issued	Interest	Type	Balance
Sales Tax Fund (LB840):					
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
Weatherization EDA (HUD) Fund:					
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
Downtown Revitalization Loans (included in Weatherization Fund):					
Non-interest bearing notes	620,978	Various	0%	Forgivable	205,108
Total Weatherization Fund					852,752
Economic Enhancement Fund:					
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					$ 2,765,948

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

4. Capital Assets

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

	Balance at October 1, 2018	Additions	Disposals	Transfers	Balance at September 30, 2019
Governmental Activities:					
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	16,640,171	740,411	(338,756)	(863,140)	16,178,686
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	70,549,634	1,789,522	(393,620)	863,140	72,808,676
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	(29,070,882)	(2,442,891) *	309,755	-	(31,204,018)
Other capital assets, net	41,478,752	(653,369)	(83,865)	-	41,604,658
Governmental activities capital assets, net	$ 58,118,923	$ 87,042	$(422,621)	$ -	$ 57,783,344

* Depreciation expense was incurred by the following governmental activities:

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

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

4. Capital Assets, Continued

General Fund, Continued

Public works:	
Civil Engineering	$ 122,895
Streets	1,029,513
Total public works	1,152,408
Environment and leisure:	
Culture and recreation	471,490
Airport	164,857
Total environment and leisure	636,347
Total governmental activities depreciation expense	$ 2,442,891

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
Business-type Activities:					
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	44,216,552	-	(102,140)	(7,899,524)	36,214,888
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	319,879,466	13,301,447	(689,066)	7,899,524	340,391,371
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	(161,358,007)	(8,763,446) *	553,289	-	(169,568,164)
Other capital assets, net	158,521,459	4,538,001	(135,777)	-	170,823,207
Business-type activities capital assets, net	$ 202,738,011	$ 4,538,001	$ (237,917)	$ -	$ 207,038,095

* Depreciation expense was charged to functions as follows:

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

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
Total	$ 4,917,336	$ 1,128,004	$ (1,601,870)	$ 4,443,470	$ 1,197,509
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	-
Total	$ 64,165,181	$ 42,442,537	$ (5,024,168)	$ 101,583,550	$ 5,569,104

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

	Governmental Activities		Business-type Activities	
Year Ending September 30,	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
	$ 2,185,000	$ 166,125	$ 97,170,000	$ 39,447,747

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:

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

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

	Date Issued	Date of Maturity	Date Callable	Interest Rates	Balance
Governmental Activities: 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%	930,341
Total Governmental Activities					$ 3,115,341
Business-type Activities: 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

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

6. Long-term Debt, Continued

	Date Issued	Date of Maturity	Date Callable	Interest Rates	Balance
Business-type Activities, continued:					
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%	14,750,000
Total Business-type Activities					$97,170,000

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.

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:

Purpose	Receivable Fund	Payable Fund	Amount
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

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

9. Interfund Transactions and Balances, Continued

Operating transfers:

	Purpose	Transfers In	Transfers Out
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		7,701,783	(13,399)
Street fund:			
Sales tax	Various street improvement projects; drainage improvements: reimburse property insurance	12,581,966	-
Total Street fund		12,581,966	-
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		-	(16,847,467)
Non-major funds	Economic development – electric and gas to economic enhancement	100,000	-
	Others - see above	12,937	(423,963)
Enterprise funds - see above		246,414	(3,358,271)
Total operating transfers		$ 20,643,100	$ (20,643,100)

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.

NOTE D – OTHER NOTES

1. Employee Pension and Other Benefit Plans

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

Name of Plan	Type of Plan
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

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	(4,928,776)
Claim Liability at 9/30/2019	$ 592,570

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:

Financial Institution		Amount	
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	$	48,056,000	

* 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:

Maturities by Month		Amount
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
	$	48,056,000

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
	$95,933,461	$ 61,608,727	$ 34,324,736	

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.

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 15th 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.

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
RESOURCES (INFLOWS)			
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)
Total resources	19,227,478	13,423,490	(5,803,988)
CHARGES TO APPROPRIATIONS (OUTFLOWS)			
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)
Total charges to appropriations	28,520,610	19,053,131	(9,467,479)
Resources over (under) charges to appropriations	(9,293,132)	(5,629,641)	3,663,491
OTHER FINANCING SOURCES (USES)			
Transfers in	7,811,440	7,662,311	(149,129)
Transfers out	(1,606,750)	(13,399)	1,593,351
Net transfers	6,204,690	7,648,912	1,444,222
RESOURCES AND OTHER FINANCING SOURCES (USES) OVER (UNDER) CHARGES TO APPROPRIATIONS	$ (3,088,442)	$ 2,019,271	$ 5,107,713

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
RESOURCES (INFLOWS)			
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)
Total resources	8,145,109	4,464,995	(3,680,114)
CHARGES TO APPROPRIATIONS (OUTFLOWS)			
Public works	20,088,684	17,390,355	(2,698,329)
Resources over (under) charges to appropriations	(11,943,575)	(12,925,360)	(981,785)
OTHER FINANCING SOURCES			
Transfers in	6,279,114	12,587,992	6,308,878
RESOURCES AND OTHER FINANCING SOURCES OVER (UNDER) CHARGES TO APPROPRIATIONS	$ (5,664,461)	$ (337,368)	$ 5,327,093

CITY OF FREMONT, NEBRASKA

BUDGETARY COMPARISON SCHEDULE - SALES TAX FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Budget (Original and Final)	Actual	Variances - Actual Over (Under) Final Budget
RESOURCES (INFLOWS)			
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
Total resources	6,877,150	8,757,434	1,880,284
CHARGES TO APPROPRIATIONS (OUTFLOWS)			
General government	2,019,000	2,871,987	852,987
Resources over (under) charges to appropriations	4,858,150	5,885,447	1,027,297
OTHER FINANCING USES			
Transfers out	(10,451,506)	(16,922,498)	(6,470,992)
RESOURCES OVER (UNDER) CHARGES TO APPROPRIATIONS AND OTHER FINANCING USES	$ (5,593,356)	$ (11,037,051)	$ (5,443,695)

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:

	General Fund	Street Fund	Sales Tax Fund
Sources/inflows of resources:			
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	$ 13,808,164	$ 4,542,685	$ 8,625,615
Uses/outflows of resources:			
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	$ 19,044,320	$ 17,620,277	$ 1,606,665
Other financing sources (uses):			
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	$ 7,688,384	$ 12,581,966	$ (16,847,467)

OTHER SUPPLEMENTARY INFORMATION

CITY OF FREMONT, NEBRASKA

COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS

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)
ASSETS							
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	-	-	-	-	-	-	-
Total assets	$ 152,833	$ 2,052,925	$ 64,824	$ 180,635	$ 662,135	$ 27,684	$ 913,240
LIABILITIES							
Accounts payable	$ -	$ -	$ 586	$ -	$ 37,638	$ 1,140	$ 462
Due to other funds	-	-	-	-	-	29,000	-
Accrued expenses	-	201	-	-	-	-	-
Customer deposits	-	-	-	-	-	-	-
Total liabilities	-	201	586	-	37,638	30,140	462
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue - property taxes	21,955	-	-	-	-	-	-
Unavailable revenue - other local taxes	-	203,264	6,771	-	-	-	-
Unavailable revenue - fees and other	-	-	-	-	-	-	8,285
Total deferred inflows of resources	21,955	203,264	6,771	-	-	-	8,285
FUND BALANCES (DEFICIT)							
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)	-
Total fund balances (deficit)	130,878	1,849,460	57,467	180,635	624,497	(2,456)	904,493
Total liabilities, deferred inflows of resources and fund balances	$ 152,833	$ 2,052,925	$ 64,824	$ 180,635	$ 662,135	$ 27,684	$ 913,240

CITY OF FREMONT, NEBRASKA

COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS - CONTINUED

SEPTEMBER 30, 2019

	Special Revenue Funds					Capital Projects	
	Economic Enhancement	Airport Fund	Enhanced & Wireless 911	Drug Task Force	Community Development Agency	Special Projects	Total Non-major Governmental Funds
ASSETS							
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
Total assets	$ 648,987	$ 318,275	$ 631,053	$ 30,230	$ 357,004	$ 548,056	$ 6,587,881
LIABILITIES							
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
Total liabilities	-	190,467	239,274	-	391,782	-	890,550
DEFERRED INFLOWS OF RESOURCES							
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
Total deferred inflows of resources	-	128,562	54,831	-	225,398	-	649,066
FUND BALANCES (DEFICIT)							
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)
Total fund balances (deficit)	648,987	(754)	336,948	30,230	(260,176)	548,056	5,048,265
Total liabilities, deferred inflows of resources and fund balances	$ 648,987	$ 318,275	$ 631,053	$ 30,230	$ 357,004	$ 548,056	$ 6,587,881

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)
REVENUES							
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	378,488	162,720	45,118	6,082	770,169	26,485	30,545
EXPENDITURES							
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	343,559	68,544	27,774	-	189,520	27,355	291,741
Excess (deficiency) of revenues over expenditures	34,929	94,176	17,344	6,082	580,649	(870)	(261,196)
OTHER FINANCING SOURCES (USES)							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	(1,615)	(420,000)	-	-
Total other financing sources (uses)	-	-	-	(1,615)	(420,000)	-	-
Net change in fund balances	34,929	94,176	17,344	4,467	160,649	(870)	(261,196)
Fund balances - September 30, 2018	95,949	1,755,284	40,123	176,168	463,848	(1,586)	1,165,689
Fund balances - September 30, 2019	$ 130,878	$ 1,849,460	$ 57,467	$ 180,635	$ 624,497	$ (2,456)	$ 904,493

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	
	Economic Enhancement	Airport Fund	Enhanced & Wireless 911	Drug Task Force	Community Development Agency	Special Projects	Total Non-major Governmental Funds
REVENUES							
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	1,185	314,492	1,073,693	6,343	398,239	1,315	3,214,874
EXPENDITURES							
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	60,000	371,593	1,007,979	-	434,746	12,937	2,835,748
Excess (deficiency) of revenues over expenditures	(58,815)	(57,101)	65,714	6,343	(36,507)	(11,622)	379,126
OTHER FINANCING SOURCES (USES)							
Transfers in	100,000	-	-	-	-	12,937	112,937
Transfers out	-	-	-	(2,348)	-	-	(423,963)
Total other financing sources (uses)	100,000	-	-	(2,348)	-	12,937	(311,026)
Net change in fund balances	41,185	(57,101)	65,714	3,995	(36,507)	1,315	68,100
Fund balances - September 30, 2018	607,802	56,347	271,234	26,235	(223,669)	546,741	4,980,165
Fund balances - September 30, 2019	$ 648,987	$ (754)	$ 336,948	$ 30,230	$ (260,176)	$ 548,056	$ 5,048,265

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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