



CITY OF INDIANOLA COUNCIL MEETING

April 7, 2014

6:00 p.m.

Agenda

1. Call to order
2. Pledge of allegiance
3. Roll call
4. Public Comment
5. Consent
 - A. Approve agenda
 - B. March 25, 2014 Minutes
 - C. Applications
 1. A renewal Class "C" Liquor License and Sunday Sales Privilege for Monterrey IV LLC - 1303 N. Jefferson Way
 2. A renewal Class "E" Liquor License, Class "B" Wine, Class "C" Beer and Sunday Sales Privilege for Wal Mart - 1500 N. Jefferson
 3. A renewal refuse hauling permit for Waste Management of Iowa
 - D. HGACBuy Interlocal Contract for Cooperative Purchasing
 - E. Agreement with the Indianola Community Schools to participate in storm water improvements as it relates to Whittier Elementary School
 - F. Noise permit for Terry Barger, The Garage - will have live music on Friday and/or Saturday evenings (April - October) from 8:00 p.m. - midnight
 - G. Claims on the computer printout for April 7, 2014
6. Council Representative Reports
 - A. Resolution approving salaries
7. Council Reports
 - A. Receive FY 12/13 Audit Report from Shull & Co.
 - B. Receive presentation from Fire Chief Brian Seymour regarding fire truck being delivered to Africa

8. Mayor's Report - Kelly Shaw
 - A. Community Update
 9. Public Consideration
 - A. Old Business
 1. Public hearing and first consideration of the following:
 - a. A request from Tyler Till to amend R-1 zoning classification to allow Bed and Breakfast establishments on a minimum of three acres as a special exception to the Board of Adjustment (P&Z approved unanimously on March 11, 2014)
 - b. An amendment to A-1, R-1, R-2, R-3 and R-4 zoning classification that would require 15 day written notification to property owners within 200' of development of sites exceeding one acre or more, as well as Planning and Zoning Commission recommendation and City Council approval (P&Z approved unanimously on March 11, 2014)
 - c. Changing North and South Howard and Buxton, from Highway 92 to Kentucky Avenue from one way to two way traffic (P&Z denied on March 11, 2014)
 - d. Changing a portion of North "C" Street, 174' South of West Girard from one-way to two-way traffic (P&Z approved unanimously on March 11, 2014)
 - B. US Highway 65/69 Reconstruction Project
 1. Consider resolution setting hearing (April 21, 2014) for consideration of award of contract and approval of final plans, specifications and form of contract for the US Highway 65/69 Reconstruction Project
 - C. New Business
 1. Discuss the Capital Improvement Plan
10. Other Business
11. Adjourn

Information

Subject
March 25, 2014 Minutes

Information

Attachments

Minutes

REGULAR SESSION – MARCH 25, 2014

The City Council met in regular session at 6:00 p.m. on March 25, 2014. Mayor Kelly Shaw called the meeting to order and on roll call the following members were present: Greg Marchant, Eric Mathieu, John Parker Jr., Pam Pepper, Brad Ross and Greta Southall.

The following items were pulled from the consent agenda:

- Item C-2 - A new Class "B" Beer permit and Outdoor Area for the Square Bar Association – The Square
- Item E - Banner application from Des Moines Metro Opera - Hwy 65/69 banners from May 12, 2014 through July 20, 2014
- Item F - Noise permit for Mike Murphy - Indianola Classic Car-Truck Show and Shine – every Saturday night starting May 17, 2014 through September 20, 2014 from 4:00 p.m. – 9:00 p.m. located at 1401 N. Jefferson

The consent agenda consisting of the following was approved on a motion by Pepper and second by Mathieu. Question was called for and upon the council member votes, the Mayor declared the motion carried unanimously.

Approve agenda

March 3, 2014 Minutes

Applications

- A renewal refuse hauling permit for Waste Connections
- A renewal Class "E" Liquor License, Class "C" Beer Permit and Sunday Sales Privilege for Indy 66 - 1201 N. Jefferson

Set April 7, 2014 as a public hearing and first consideration of the following:

- Resolution No. 2014-08 SETTING HEARING FOR PROPOSED AMENDMENT TO INDIANOLA CODE CHAPTER 165, ZONING REGULATIONS, TO PERMIT A SPECIAL EXCEPTION TO BOARD OF ADJUSTMENT APPROVAL FOR USE OF STRUCTURE FOR BED AND BREAKFAST IN R-1 ZONING DISTRICTS as requested by Tyler Till
- Resolution No. 2014-09 SETTING HEARING FOR PROPOSED AMENDMENT TO INDIANOLA CODE CHAPTER 165, ZONING REGULATIONS, TO PROVIDE ADDITIONAL REQUIREMENTS FOR DEVELOPMENT ON MORE THAN ONE ACRE IN A-1, R-1, R-2, R-3 AND R-4 ZONING CLASSIFICATIONS

Final approval applications for urban revitalization designation

D.D.V.I. – 1817 N. 7th Street – Contractor Shop (Industrial)

Linear Custom Homes – 101 S. 19th Ct. – SFD

Linear Custom Homes – 110 S. 19th Ct. – SFD

Jerry's Homes – 1711 Apple Lane – SFD

Claims on the computer printout for March 25, 2014 and the February 2014 receipts

A motion was made by Marchant and seconded by Pepper to approve the new Class "B" Beer permit and Outdoor Area for the Square Bar Association – The Square. Question was called for and on voice vote the Mayor declared the motion carried unanimously.

It was moved by Pepper and seconded by Parker to approve the banner application from Des Moines Metro Opera for Hwy 65/69 banners from May 12, 2014 through July 20, 2014. Question was called for and on voice vote the Mayor declared the motion carried unanimously.

Marchant moved to approve the noise permit for Mike Murphy - Indianola Classic Car-Truck Show and Shine – every Saturday night starting May 17, 2014 through September 20, 2014 from 4:00 p.m. – 9:00 p.m. located at 1401 N. Jefferson. Parker seconded the motion. Question was called for and on voice vote the Mayor declared the motion carried unanimously.

Council member Pepper moved to approve the following Resolution Approving Personnel Salaries. Council member Marchant seconded the motion. On roll call the vote was, AYES: Mathieu, Southall, Parker, Ross, Marchant and Pepper. NAYS: None. Whereupon the Mayor declared the motion carried unanimously and the following resolution duly adopted:

RESOLUTION APPROVING SALARIES

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

The following salaries are hereby approved:

Brian Stern, Police Officer, from PO-4 \$51,783/year to PO-5 \$54,370/year effective April 6, 2014

Luke Buhrow, Police Officer, from PO-4 \$51,783/year to PO-5 \$54,370/year effective April 6, 2014

Aaron Hurt, Paramedic/Firefighter, from FF 1.5 \$45,850/year to FF-2 \$46,967/year effective April 6, 2014

Joe Holaday, Seasonal Street Sweeper, Range 19-2 \$19.19/hour effective March 24, 2014

Taylor Greubel, Facility Supervisor/Concessions, \$8.00/hour effective March 29, 2014

Kim Ferguson, Facility Supervisor/Concessions, \$8.00/hour effective March 29, 2014

Jake Sickels, Facility Supervisor/Concessions, \$8.00/hour effective March 29, 2014

Typhanie Terry, Facility Supervisor/Concessions, \$8.00/hour effective March 29, 2014

Troy Turner, Forestry Worker, \$9.27/hour effective March 31, 2014

Passed and approved on the 25th day of March, 2014.

The following reports for the Metro Advisory and Greater Des Moines Convention Report were not presented since those meetings had not been held.

Council member Parker reported on the 65/69 project.

The Indianola School District Community Report was presented by Council member Pepper.

Council member Marchant reported on the South Central Iowa Landfill meeting.

The February 2014 City Treasurer's Report was approved on a motion by Parker and seconded by Marchant. Question was called for and on voice vote the Mayor declared the motion carried unanimously.

Jason White, Executive Director, presented the WCEDC report.

Council member Marchant introduced the following resolution entitled, "A RESOLUTION TO ACCEPT FINAL COMPLETION OF THE INDIANOLA WELLNESS CENTER PROJECT AND RELEASE OF RETAINED FUNDS" in an amount of \$73,771.31 to Larson and Larson Construction within 30 days. Council member Pepper seconded the motion to adopt. On roll call the vote was, AYES: Pepper, Mathieu, Southall, Parker, Ross and Marchant. NAYS: None. Whereupon the Mayor declared the motion carried unanimously and the following resolution duly adopted.

RESOLUTION NO. 2014-10
A RESOLUTION TO ACCEPT FINAL COMPLETION OF THE
INDIANOLA WELLNESS CENTER PROJECT AND RELEASE OF RETAINED FUNDS

(The complete resolution may be viewed at the City Clerk's Office)

It was moved by Parker and seconded by Ross to approve the request from Larry McConnell to seek an alternate method of approval of the Site Plan Ordinance for the property located at 2008 E. 2nd Avenue. The alternate method includes the use of metal siding on the addition and the proposed new buildings, use of a 6' chain link fence with trees and shrubs approved by the Director of Community Development on the west property line and no buffer on the north line. The east side is in compliance with the Site Plan Ordinance requirements. Question was called for and on voice vote the Mayor declared the motion carried unanimously.

A motion was made by Parker and seconded by Marchant to approve the following resolution entitled, "A RESOLUTION SETTING HEARING (April 7, 2014) FOR CONSIDERATION OF ORDINANCE CHANGING HOWARD STREET FROM HIGHWAY 92 TO KENTUCKY AVENUE TO ALLOW SOUTHBOUND VEHICULAR TRAFFIC, AND BUXTON STREET FROM HIGHWAY 92 TO KENTUCKY AVENUE, TO ALLOW NORTHBOUND TRAFFIC." On roll call the vote was, AYES: Ross, Marchant, Pepper, Mathieu, Southall and Parker. NAYS: None. Whereupon the Mayor declared the motion carried unanimously and the following resolution duly adopted.

RESOLUTION NO. 2014-11
A RESOLUTION SETTING HEARING (April 7, 2014) FOR CONSIDERATION OF ORDINANCE
CHANGING HOWARD STREET FROM HIGHWAY 92 TO KENTUCKY AVENUE TO ALLOW
SOUTHBOUND VEHICULAR TRAFFIC, AND BUXTON STREET FROM HIGHWAY 92 TO
KENTUCKY AVENUE, TO ALLOW NORTHBOUND TRAFFIC

(The complete resolution may be viewed at the City Clerk's Office)

Council member Mathieu moved and Ross seconded to approve the following resolution entitled, "A RESOLUTION SETTING HEARING (April 7, 2014) FOR CONSIDERATION OF ORDINANCE CHANGING A PORTION OF 'C' STREET, FROM CLINTON AVENUE TO GIRARD AVENUE (located 174' south of West Girard Avenue) TO ALLOW SOUTHBOUND VEHICULAR TRAFFIC." On roll call the vote was, AYES: Southall, Parker, Ross, Marchant, Pepper and Mathieu. NAYS: None. Whereupon the Mayor declared the motion carried unanimously and the following resolution duly adopted.

RESOLUTION NO. 2014-12

A RESOLUTION SETTING HEARING (April 7, 2014) FOR CONSIDERATION OF ORDINANCE CHANGING A PORTION OF 'C' STREET, FROM CLINTON AVENUE TO GIRARD AVENUE (located 174' south of West Girard Avenue) TO ALLOW SOUTHBOUND VEHICULAR TRAFFIC

(The complete resolution may be viewed at the City Clerk's Office)

The following resolution entitled, "RESOLUTION APPROVING ECONOMIC DEVELOPMENT GRANT AND INTEREST FORGIVENESS UNDER INDIANOLA DOWNTOWN BUSINESS INCENTIVE PROGRAM" for 123 N. Buxton was approved on a motion by Mathieu and seconded by Pepper. On roll call the vote was, AYES: Southall, Parker, Ross, Marchant, Pepper and Mathieu. NAYS: None. Whereupon the Mayor declared the motion carried unanimously and the following resolution duly adopted.

RESOLUTION NO. 2014-13

RESOLUTION APPROVING ECONOMIC DEVELOPMENT GRANT AND INTEREST FORGIVENESS UNDER INDIANOLA DOWNTOWN BUSINESS INCENTIVE PROGRAM

(The complete resolution may be viewed at the City Clerk's Office)

The Mayor and Council discussed the North 10th Pedestrian Bridge. A public information meeting was held in the spring of 2013 and it was the consensus of the citizens to not spend more than \$15,000 to repair the bridge. Quotes received for replacement of the bridge ranged from \$20,000 - \$25,000 and did not include labor costs. It was moved by Ross and seconded by Parker to remove the bridge and place it in the trail project. Question was called for and on voice vote the Mayor declared the motion carried unanimously.

The Mayor and Council discussed alcohol sales at Pickard Park. It was the consensus of the Council to not allow the sale of alcohol at Pickard Park.

A motion was made by Parker and seconded by Pepper to enter into closed session to discuss labor negotiations pursuant to Iowa Code Section 20.17(3). Question was called for and on voice vote the Mayor declared the motion carried unanimously.

It was moved by Marchant and seconded by Parker to return to regular session. Question was called for and on voice vote the Mayor declared the motion carried unanimously.

Meeting adjourned on a motion by Mathieu and seconded by Ross.

Kelly B. Shaw, Mayor

Diana Bowlin, City Clerk

Information

Subject

A renewal Class "C" Liquor License and Sunday Sales Privilege for Monterrey IV LLC - 1303 N. Jefferson Way

Information

This is a renewal of Monterrey liquor license located at 1303 N. Jefferson Way. All the paperwork is in order and staff has approved.

Owners are Jose Leon, Salvador Leon, Jamie Bermudez and Juan Leon.

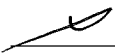
Attachments

Monterrey Permit

February 25, 2014

NAME OF APPLICANT: Monterrey IV LLC – 1303 N. Jefferson Way

TYPE OF LICENSE/PERMIT: Class "C" Liquor License and Sunday Sales Privilege

	<u>Date & Initial</u>	<u>Approve</u>	<u>Disapprove*</u>
Police Chief	<u>2/26/14 DB</u>	<u></u>	<u> </u>
Fire Chief	<u>4/1/14 BB</u>	<u></u>	<u> </u>
B&Z Official	<u>4/3/14 CB</u>	<u></u>	<u> </u>
Sign Compliance	<u> CM</u>	<u></u>	<u> </u>

*Reasons for disapproval

License Application (LC0040101)

Applicant

Name of Applicant: MONTERREY IV LLC
Name of Business (DBA): MONTERREY IV LLC
Address of Premises: 1303 N JEFFERSON WAY
City: Indianola County: Warren Zip: 50125
Business Phone: (515) 321-9067
Mailing Address: 1303 N JEFFERSON WAY
City: Indianola State: IA Zip: 50125

Contact Person

Name: Polly Brasher
Phone: (731) 664-7720 Email Address: polly@brashercpa.com

Classification: Class C Liquor License (LC) (Commercial)

Term: 12 months

Effective Date: 05/01/2014

Expiration Date: 04/30/2015

Privileges:

Class C Liquor License (LC) (Commercial)
Sunday Sales

Status of Business

BusinessType: Limited Liability Company
Corporate ID Number: [REDACTED] Federal Employer ID [REDACTED]

Ownership

Information

Subject

A renewal Class "E" Liquor License, Class "B" Wine, Class "C" Beer and Sunday Sales Privilege for Wal Mart - 1500 N. Jefferson

Information

This is a renewal of Wal Mart's liquor license located at 1500 N. Jefferson. All the paperwork is in order and staff has approved.

Attachments

Wal Mart Permit

March 10, 2014

NAME OF APPLICANT: Wal Mart – 1500 N. Jefferson

TYPE OF LICENSE/PERMIT: Class "E" Liquor License, Class "B" Wine, Class "C" Beer and Sunday Sales Privilege

	<u>Date & Initial</u>	<u>Approve</u>	<u>Disapprove*</u>
Police Chief	<u>3/10/14 DB</u>	<u></u>	<u> </u>
Fire Chief	<u>3/23/14 BB</u>	<u></u>	<u> </u>
B&Z Official	<u>3-25-14 CB</u>	<u></u>	<u> </u>
Sign Compliance	<u>OK CR</u>	<u></u>	<u> </u>

*Reasons for disapproval

License Application (LE0001011)

Applicant

Name of Applicant: Wal-Mart Stores, Inc.

Name of Business (DBA): Wal-Mart Supercenter #1491

Address of Premises: 1500 N Jefferson

City: Indianola

County: Warren

Zip: 50125000

Business Phone: (515) 961-7937

Mailing Address: 702 SW 8th Street

City: Bentonville

State: AR

Zip: 727160500

Contact Person

Name: Tara Stegall

Phone: (479) 204-2233

Email Address: Tara.Stegall@wal-mart.com

Classification: Class E Liquor License (LE)

Term: 12 months

Effective Date: 05/15/2014

Expiration Date: 05/14/2015

Privileges:

Class B Wine Permit

Class C Beer Permit (Carryout Beer)

Class E Liquor License (LE)

Sunday Sales

Status of Business

BusinessType: Publicly Traded Corporation

Corporate ID Number: [REDACTED]

Federal Employer ID: [REDACTED]

Ownership

Amy ThrasherFirst Name: AmyLast Name: ThrasherCity: Bella VistaState: ArkansasZip: 72714Position Assistant Secretary% of Ownership 0.00 %

U.S. Citizen

Andrea Marie LazenbyFirst Name: Andrea MarieLast Name: LazenbyCity: LowellState: ArkansasZip: 72745Position Assistant Secretary% of Ownership 0.00 %

U.S. Citizen

Doug McMillonFirst Name: DougLast Name: McMillonCity: BentonvilleState: ArizonaZip: 72712Position President & CEO% of Ownership 0.00 %

U.S. Citizen

James Robert RenfrowFirst Name: James RobertLast Name: RenfrowCity: FayettevilleState: ArkansasZip: 72701Position Asst Sec% of Ownership 0.00 %

U.S. Citizen

Jeff DavisFirst Name: JeffLast Name: DavisCity: RogersState: ArkansasZip: 72758Position Treasurer% of Ownership 0.00 %

U.S. Citizen

Phyllis HarrisFirst Name: PhyllisLast Name: HarrisCity: RogersState: ArkansasZip: 72758Position SVP & Chief Compliance% of Ownership 0.00 %

U.S. Citizen

Insurance Company Information

Insurance Company: American Casualty Company of Reading, PA

Policy Effective Date: 05/15/2014

Policy Expiration Date: 01/01/1900

Bond Effective Continuously: 2

Dram Cancel Date:

Outdoor Service Effective Date:

Outdoor Service Expiration Date:

Temp Transfer Effective Date:

Temp Transfer Expiration Date:

Information

Subject

A renewal refuse hauling permit for Waste Management of Iowa

Information

This is a renewal refuse hauling permit for Waste Management of Iowa. All the paperwork is in order for approval.

Attachments

Waste Management Permit

CITY OF INDIANOLA

APPLICATION FOR A PERMIT

I (or We) hereby make application for a refuse hauling permit.

NAME AND TITLE OF BUSINESS WASTE MANAGEMENT OF IA, INC.
NATURE OF BUSINESS REFUSE/RECYCLING HAULING
MAIL ADDRESS 201 SE 18th ST. DES MOINES, IA 50317
INDIVIDUAL _____ PARTNERSHIP _____ CORPORATION ☒
NAME OF OWNER(S) DISTRICT MGR - RICK PARKER
RESIDENT STREET ADDRESS OF OWNER(S) _____

Provide a complete and accurate listing of the number and type of collection & transportation equipment to be used.

<u>License No.</u>	<u>Type of Collection</u>	<u>Transportation Equipment</u>
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

ATTACHED

Provide a statement as to the precise location and method of disposal or processing facilities to be used.

MSW - SOUTH CENTRAL IOWA LANDFILL, WINTERSET
RECYCLING - WASTE MANAGEMENT - DSM

Provide a complete description of the frequency, routes and methods of collection and transportation to be used and time of pick up.

RESIDENTIAL TRASH & RECYCLING COLLECTION MONDAY - FRIDAY
COMMERCIAL TRASH & RECYCLING COLLECTION MONDAY - FRIDAY
FRONT END LOAD and AUTOMATED SIDE LOAD EQUIPMENT

A copy of your public liability insurance must be filed along with this application stating coverage of all operations of your business and all equipment and vehicles to be operated.

Signature of Owner _____

Subscribed and sworn to before me, (a Notary Public) (City Clerk) in and for the City of Indianola this 27 day of MARCH, 2014.

Diana Burk

Notary Public City Clerk

Make	Year	Model	VIN	Plate
Mack	2010	LEU613	1M2AU02CXAM003297	964WSY
Mack	2010	LEU613	1M2AU02C1AM003298	AMZ311
Mack	2010	LEU613	1M2AU02C3AM003299	963WSY
Mack	2010	LEU613	1M2AU02C1AM003303	968WSY
Mack	2010	LEU613	1M2AU02C8AM003296	677WRG
Mack	2011	LEU613	1M2AU02C5BM005654	861YAH
Mack	2011	LEU613	1M2AU02C7BM005655	862YAH
Peterbilt	2012	320	3BPZX2EX8CF163165	721ZKL
Peterbilt	2012	320	3BPZX2EXXCF163166	399ZNR
Peterbilt	2012	320	3BPZX2EX1CF163167	150ZNR
Peterbilt	2012	320	3BPZX2EX3CF163168	151ZNR
Peterbilt	2012	320	3BPZX2EX5CF163169	152ZNR
Peterbilt	2012	320	3BPZX2EX1CF163170	153ZNR
Peterbilt	2012	320	3BPZX2EX3CF163171	154ZNR
Peterbilt	2012	320	3BPZX2EX5CF163172	155ZNR
Peterbilt	2012	320	3BPZX2EX7CF163173	156ZNR
Peterbilt	2012	320	3BPZX2EX9CF163174	157ZNR
Peterbilt	2014	COE 320	3BPZL20X0EF225826	BUC513
Peterbilt	2014	COE 320	3BPZL20X2EF225827	BUC514
Mack	2001	MR688S	1M2K195C21M018518	CBF549
Mack	2001	MR688S	1M2K195CX1M018525	CBF550
Mack	2002	MR688S	1M2K195C12M020214	490PXX
Mack	2002	MR688S	12MK195C12M020875	648WTB
Mack	2003	MR688S	1M2K195C73M022454	012XKT
Mack	2005	MR688S	1M2K195C85M025852	410NPI
Mack	2005	MR688S	1M2K195C35M026357	932PKC
Mack	2007	MR688S	1M2K195C97M035065	AJF778
Mack	2007	MR688S	1M2K195C77M036778	533SKQ
Mack	2010	MRU613	1M2AV02C8AM005255	823XAP
Peterbilt	2009	320	3BPZL50X59F718666	913XRF
Peterbilt	2009	320	3BPZL50X09F718669	910XRF
Peterbilt	2012	320	3BPZL20X7CF163094	611ZZP
Peterbilt	2012	320	3BPZL20X9CF163095	453ZZI
Peterbilt	2012	320	3BPZL20XOCF163096	454ZZI
Peterbilt	2014	COE 320	3BPZX2EX5EF227858	BSC919
Peterbilt	2014	COE 320	3BPZX2EX3EF227860	BSC921
Peterbilt	2014	COE 320	3BPZX2EX5EF227861	BSC922
Mack	2002	LE613	1M2AC07C72M006669	649WLL
Mack	2003	LE613	1M2AC07C93M007971	289TPM
Mack	2004	LE613	1M2AC07C94M009530	903YXX
Mack	2006	LE613	1M2AC07C76M011456	403SIQ
Mack	2006	LE613	1M2AC07CX6M011466	809ZDD
Autocar	2007	WXLL64	5VCHC6MF67H205168	808ZDD
Mack	2007	LE613	1M2AC07C67M013264	636TMG
Peterbilt	2013	320	3BPZX2EX4DF174813	199ZXB
Peterbilt	2013	320	3BPZX2EX6DF174814	198ZXB
Autocar LLC	2014	Xpeditor	5VCACSLE5EH216601	BSC925
Autocar LLC	2014	Xpeditor	5VCACSLE3EH216600	BSC924
Freightliner	1996	FL 70	1FV6HLBA1TL879977	AMW227
Isuzu	2005	NQR	JALE5B16057300401	279XRF
International	2004	7400	1HTWHADT94J084593	264XRF
International	2000	4900	1HTSHADT3YH275342	253XRF
International	1996	4900	1HTSHAAT2TH277466	284XRF
Peterbilt	2004	320	2NPNLZ9X64M836821	692YSZ

Recycling - Residential

Commercial TRASH.

TRASH - Residential

Information

Subject

HGACBuy Interlocal Contract for Cooperative Purchasing

Information

In your packet is information for the HGACBuy Interlocal Contract for Cooperative Purchasing. HGACBuy was founded in 1975 and is an award-winning government-to-government procurement service operating nationwide. It is a unit of local government whose sole purpose is to help other local governments purchase more efficiently by taking advantage of competitively bid contracts. HGACBuy is active in 44 states and also in West Des Moines, Dubuque and LaClaire. It also provides 40 major categories of products and services from 530 highly qualified contractors. Some of the services HGACBuy performs include:

- Conducting research and surveys
- Developing specifications for each product and service
- Soliciting vendor participation
- Conducting, opening and evaluating bid/proposal responses
- Issuing vendor contracts awarded by the H-GAC Board of Directors
- Certifying contractor validity
- Administering contracts

The contract will begin July 1, 2014 and expire on June 30, 2015.

Attachments

[HGACBuy Information](#)

HOW TO PURCHASE THROUGH HGACBUY



1. Go to www.hgacbuy.org to download and print the Interlocal Contract form.



2. Complete the ILC, have an authorized person sign it and return it to HGACBuy for approval.



3. Once approved, log on to www.hgacbuy.org, and enter your password to locate a vendor for the product or service you need.

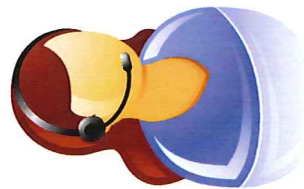
OR



4. Contact the vendor directly by phone or e-mail to get a quote.



5. Fax a copy of your quote and P.O. to HGACBuy at 713-993-4548. Call us at 1-800-926-0234 with any questions or concerns.



HGACBUY'S SUPPORTING ROLE

Once you become a member and receive your password, you may review specific product offerings and vendor information on our website. You purchase from and pay the vendor directly. HGACBuy performs services such as:

- Conducting research and surveys
- Developing specifications for each product and service
- Soliciting vendor participation
- Issuing specifications documents
- Conducting pre-bid/pre-proposal conferences
- Opening and evaluating bid/proposal responses
- Issuing vendor contracts awarded by the H-GAC Board of Directors
- Certifying contractor validity
- Administering contracts

CONTACT INFORMATION

To learn more about HGACBuy and how it can help your government organization purchase more efficiently, call 1-800-926-0234, or visit our website at www.hgacbuy.org.

P.O. BOX 22777
HOUSTON, TX 77227-2777

3555 TIMMONS LANE
SUITE 120
HOUSTON, TX 77027

HELPING GOVERNMENTS ACROSS THE COUNTRY BUY

HGACBuy
THE SMART PURCHASING SOLUTION

**HGACBUY OFFERS THE
SIMPLEST AND BEST WAY TO BUY.**

**NOW YOU CAN BUY
WITHOUT THE COMPLICATIONS AND
PREPARATION OF AN RFP.**

**FOR A COMPLETE LIST OF THE
PRODUCTS AND SERVICES WE OFFER,
GO TO WWW.HGACBUY.ORG.**

WHO WE ARE AND WHAT WE DO

Founded in 1975 and boasting executives with more than 120 collective years of experience, HGACBuy is an award-winning government-to-government procurement service operating nationwide. HGACBuy is neither an association nor a nonprofit organization. Rather, it is a unit of local government whose sole purpose is to help other local governments purchase more efficiently by taking advantage of superior customer service and competitively bid contracts. Currently, HGACBuy is active in 44 states and provides more than 4,200 members 40 major categories of products and services from 530 highly qualified contractors. For eligible government entities, HGACBuy offers the simplest and best way to buy while satisfying statutory bidding requirements.



*NPI Achievement
of Excellence in
Procurement*

**HGACBUY
PARTNERS**

BRCPC
Baltimore Regional
Cooperative Purchasing Committee

MARC
Mid-America Regional Council

E&I
Educational &
Institutional
Cooperative
Purchasing

Advances Excellence in Procurement

NIGP
National Institute of Governmental Purchasing

**PROFESSIONAL
MEMBERSHIPS**

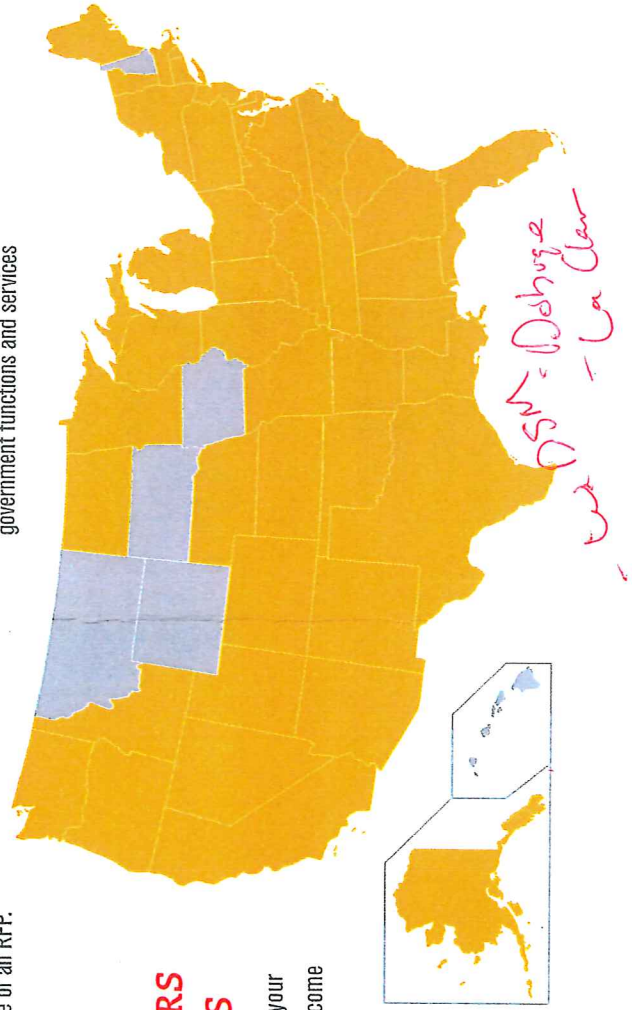
Advances Excellence in Procurement

HOW TO JOIN HGACBUY AND WHO IS ELIGIBLE

All units of local government, states, state agencies and nonprofits providing governmental services are eligible for HGACBuy membership if their states have statutes in place allowing participation in other states' co-ops. Texas Interlocal Cooperation Act (Title 7, Chapter 791) states that, "Any local government may contract or agree with one or more local governments under the terms of this Act." The Act was later amended to include "...a nonprofit corporation created and operated to provide one or more governmental functions and services." An interlocal contract can be executed at no cost to you. You can find the ILC on our website under "About Us." Secure signature by an individual with authority to contractually bind your entity. Return the ILC to HGACBuy for approval and to receive your password. Now you can buy without the complications and expense of an RFP.

GOVERNMENT ENTITIES ELIGIBLE FOR HGACBUY MEMBERSHIP

- Municipalities, Cities, Counties and State Agencies
- Councils of Government
- Schools, School Districts, Colleges, Universities
- Hospitals and Hospital Districts
- Emergency Medical Services and Services Districts
- Volunteer Fire Departments and Rural Fire Prevention Districts
- Special Law Enforcement Jurisdictions
- Judicial Courts and Districts
- Emergency Communications Districts
- Utility Districts (MUDs, WCDs, Irrigation)
- Authorities (Airport, Port, River, Water, Toll Road)
- Not-for-Profit Corporations [501 (c) (3)] providing government functions and services



HGACBUY HAS MEMBERS IN 44 STATES

If you work in a gold state, your government is eligible to become a member of HGACBuy.



INTERLOCAL CONTRACT FOR COOPERATIVE PURCHASING

ILC

No.: _____

Permanent Number assigned by H-GAC

THIS INTERLOCAL CONTRACT ("Contract"), made and entered into pursuant to the Texas Interlocal Cooperation Act, Chapter 791, Texas Government Code (the "Act"), by and between the Houston-Galveston Area Council, hereinafter referred to as "H-GAC," having its principal place of business at 3555 Timmons Lane, Suite 120, Houston, Texas 77027, and *

_____, a local government, a state agency, or a non-profit corporation created and operated to provide one or more governmental functions and services, hereinafter referred to as "End User," having its principal place of business at *

W I T N E S S E T H

WHEREAS, H-GAC is a regional planning commission and political subdivision of the State of Texas operating under Chapter 391, Texas Local Government Code; and

WHEREAS, pursuant to the Act, H-GAC is authorized to contract with eligible entities to perform governmental functions and services, including the purchase of goods and services; and

WHEREAS, in reliance on such authority, H-GAC has instituted a cooperative purchasing program under which it contracts with eligible entities under the Act; and

WHEREAS, End User has represented that it is an eligible entity under the Act, that its governing body has authorized this Contract on * _____ (Date), and that it desires to contract with H-GAC on the terms set forth below;

NOW, THEREFORE, H-GAC and the End User do hereby agree as follows:

ARTICLE 1: LEGAL AUTHORITY

The End User represents and warrants to H-GAC that (1) it is eligible to contract with H-GAC under the Act because it is one of the following: a local government, as defined in the Act (a county, a municipality, a special district, or other political subdivision of the State of Texas or any other state), or a combination of two or more of those entities, a state agency (an agency of the State of Texas as defined in Section 771.002 of the Texas Government Code, or a similar agency of another state), or a non-profit corporation created and operated to provide one or more governmental functions and services, and (2) it possesses adequate legal authority to enter into this Contract.

ARTICLE 2: APPLICABLE LAWS

H-GAC and the End User agree to conduct all activities under this Contract in accordance with all applicable rules, regulations, and ordinances and laws in effect or promulgated during the term of this Contract.

ARTICLE 3: WHOLE AGREEMENT

This Contract and any attachments, as provided herein, constitute the complete contract between the parties hereto, and supersede any and all oral and written agreements between the parties relating to matters herein.

ARTICLE 4: PERFORMANCE PERIOD

The period of this Contract shall be for the balance of the fiscal year of the End User, which began * _____ and ends * _____. This Contract shall thereafter automatically be renewed annually for each succeeding fiscal year, provided that such renewal shall not have the effect of extending the period in which the End User may make any payment due an H-GAC contractor beyond the fiscal year in which such obligation was incurred under this Contract.

ARTICLE 5: SCOPE OF SERVICES

The End User appoints H-GAC its true and lawful purchasing agent for the purchase of certain products and services through the H-GAC Cooperative Purchasing Program. End User will access the Program through HGACBuy.com and by submission of any duly executed purchase order, in the form prescribed by H-GAC to a contractor having a valid contract with H-GAC. All purchases hereunder shall be in accordance with specifications and contract terms and pricing established by H-GAC. Ownership (title) to products purchased through H-GAC shall transfer directly from the contractor to the End User.

(over)

ARTICLE 6: PAYMENTS

H-GAC will confirm each order and issue notice to contractor to proceed. Upon delivery of goods or services purchased, and presentation of a properly documented invoice, the End User shall promptly, and in any case within thirty (30) days, pay H-GAC's contractor the full amount of the invoice. All payments for goods or services will be made from current revenues available to the paying party. In no event shall H-GAC have any financial liability to the End User for any goods or services End User procures from an H-GAC contractor.

ARTICLE 7: CHANGES AND AMENDMENTS

This Contract may be amended only by a written amendment executed by both parties, except that any alterations, additions, or deletions to the terms of this Contract which are required by changes in Federal and State law or regulations are automatically incorporated into this Contract without written amendment hereto and shall become effective on the date designated by such law or regulation.

H-GAC reserves the right to make changes in the scope of products and services offered through the H-GAC Cooperative Purchasing Program to be performed hereunder.

ARTICLE 8: TERMINATION PROCEDURES

H-GAC or the End User may cancel this Contract at any time upon thirty (30) days written notice by certified mail to the other party to this Contract. The obligations of the End User, including its obligation to pay H-GAC's contractor for all costs incurred under this Contract prior to such notice shall survive such cancellation, as well as any other obligation incurred under this Contract, until performed or discharged by the End User.

ARTICLE 9: SEVERABILITY

All parties agree that should any provision of this Contract be determined to be invalid or unenforceable, such determination shall not affect any other term of this Contract, which shall continue in full force and effect.

ARTICLE 10: FORCE MAJEURE

To the extent that either party to this Contract shall be wholly or partially prevented from the performance within the term specified of any obligation or duty placed on such party by reason of or through strikes, stoppage of labor, riot, fire, flood, acts of war, insurrection, accident, order of any court, act of God, or specific cause reasonably beyond the party's control and not attributable to its neglect or nonfeasance, in such event, the time for the performance of such obligation or duty shall be suspended until such disability to perform is removed; provided, however, force majeure shall not excuse an obligation solely to pay funds. Determination of force majeure shall rest solely with H-GAC.

ARTICLE 11: VENUE

Disputes between procuring party and Vendor are to be resolved in accord with the law and venue rules of the State of purchase.

THIS INSTRUMENT HAS BEEN EXECUTED IN TWO ORIGINALS BY THE PARTIES HERETO AS FOLLOWS:

*

Name of End User (local government, agency, or non-profit corporation)

*

Mailing Address

*

City State ZIP Code

*By:

Signature of chief elected or appointed official

*

Typed Name & Title of Signatory

Date

Houston-Galveston Area Council

3555 Timmons Lane, Suite 120, Houston, TX 77027

By: _____
Executive Director

Attest: _____
Manager

Date: _____

*Denotes required fields

rev. 03/11

Information

Subject

Agreement with the Indianola Community Schools to participate in storm water improvements as it relates to Whittier Elementary School

Information

In your packet is an agreement between the City of Indianola and the Indianola Community School District. The agreement is for construction of a storm sewer system connecting the northeast corner of the Whittier Elementary School site to the existing drainage area located northwest of the intersection of W. Boston and North "J" Street. The purpose of the project is to provide a below-grade outlet for storm sewer flows to lessen the impact of storm water on the W. Boston/North "J" intersection. The agreement includes:

- The project construction documents (concept sketch and preliminary scope of work) will be approved by the School District and City prior to bidding
- The City waives storm water detention requirements for the Whittier Elementary School site in lieu of storm sewer improvements constructed off-site that addresses the additional water run-off from school property
- The City agrees to coordinate and acquire the storm sewer easement necessary across private property
- The City agrees to provide construction work through their own forces, equipment and materials
- The School District and City will share in the engineering and construction costs associated with this project

Attachments

Agreement

AGREEMENT BETWEEN THE INDIANOLA COMMUNITY SCHOOL DISTRICT AND
THE CITY OF INDIANOLA

W. BOSTON STORM SEWER IMPROVEMENTS
DESCRIPTION OF PROJECT CONSTRUCTION AND RESPONSIBILITIES

The Indianola Community School District (School District) and the City of Indianola (City) have defined a scope of work associated with the construction of a storm sewer system connecting the northeast corner of the Whittier Elementary school site to the existing drainage area located northwest of the intersection of W. Boston Ave. and North J Street. The purpose of this project is to provide a below-grade outlet for storm sewer flows to lessen the impact of storm water on the W. Boston/North J Street intersection. The project consists of limited site demolition, storm sewer installation, storm structure installation, backfill, subgrade preparation, pavement replacement, erosion control and surface restoration. This Agreement between the School District and the City includes the following items:

- A preliminary construction cost opinion has been prepared for the project and is attached. This document, along with the associated project concept sketch, provides a preliminary scope of work. Project construction documents will be prepared by a consulting engineer as selected and contracted through the School District. These documents shall be approved by the School District and the City prior to bidding. Actual construction costs for the project will be determined by the lowest received bid proposal to do the work, as conducted through the School District, with the construction contract acting as the basis of the cost sharing as described below.
- Based on the other improvements, the City waives storm water detention requirements for the Whittier Elementary school site.
- The City agrees to coordinate and acquire the storm sewer easement necessary across private property located on the northwest corner of the intersection to accommodate the storm sewer routing.
- The City agrees to provide construction work through their own forces, equipment and materials for the following items shown on the *Preliminary Engineer's Opinion of Probable Construction Costs*: PCC Street Remove and Replace, M-Mix, 7" Depth; PCC Sidewalk Remove and Replace, 4" Depth; and Rip Rap.
- The School District and City will share in the engineering and construction costs associated with this project, based on the following percentages:
 - Indianola Community School District responsible for 60% of total costs.
 - City of Indianola responsible for 40% of total costs.

SCHOOL DISTRICT

CITY

Board President

Mayor

Board Secretary

City Clerk

Information

Subject

Noise permit for Terry Barger, The Garage - will have live music on Friday and/or Saturday evenings (April - October) from 8:00 p.m. - midnight

Information

Terry Barger, The Garage, is requesting a noise permit for live music on Friday and/or Saturday nights starting April 18 - October 31, 2014. As in previous years, the sound from the speakers will face to the south away from residential neighborhoods.

Council approval is necessary since this permit is for multiple days. No complaints were received during last year's event.

Attachments

Noise Permit

Date: 4/4/14

Noise Permit Application

For The Garage

Event Date: Every Friday and Saturday Night (April - October)

Staff Recommendation

Attached is an noise permit application. Please review; add any comments you feel are necessary, such as concerns or other items to be considered regarding the request. Initial and date under either approval or disapproval.

Police Department – Dave Button

Approve

A handwritten signature in black ink, appearing to read 'Dave Button', is written over a horizontal line.

Disapprove

A horizontal line for a signature, currently blank.

Comments:

Please return to Diana Bowlin by: ASAP

Thank you for your time and consideration!

Event Name: Live music 8pm-12am
Date/Time of Event: Friday and/or SAT nights April - Oct
Location of Event: The Garage bar and Patio
Event Sponsor(s): _____

OFFICE OF CITY CLERK
APR 04 2014
INDIANOLA, IOWA

Contact Information:

Organization: The Garage Bar and Patio
Contact Name: Terry Barger
Address: 114 E. Ashland Ave
Telephone Number: 961-9026
Cell Phone Number: 515-979-2718
Fax Number: _____
Email Address: thegaragebar@qwestoffice.net
Today's Date: April 14th 2014

Anticipated Attendance: _____ Per Day _____ Total

Event Information:

Event Starts Date: 4.18 Time _____ Day of Week _____
Event Ends Date: 10.31 Time _____ Day of Week _____

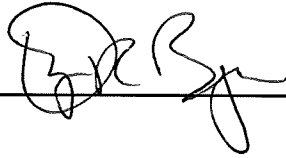
Previous Event Information

Date of Event: _____ Time of Event: _____

Please provide a map showing the event location and location of band/music,
please specify: ☒ Band ☒ DJ _____ Other (please specify)

RETURN NOISE APPLICATION TO:
110 North First Street, PO Box 299
Indianola, Iowa 50125
Phone: 515-961-9410 Fax: 515-961-9402
www.indianolaiowa.gov
E-Mail: dbowlin@cityofindianola.com

APPLICANT SIGNATURE: _____



Late Fee: Cash: _____

Check: X _____

Received By: _____

OFFICE USE ONLY

DATE RECEIVED:

	Signature	Date	Approved	Denied
Police Department:				
City Manager:				

N

BAND STAGE



Bands will Play on the
Patio from 8pm-12AM
on Friday or Sat. Nights
April - Oct

ALLEY

Ashland Ave

RETURN NOISE APPLICATION TO:

110 North First Street, PO Box 299

Indianola, Iowa 50125

Phone: 515-961-9410 Fax: 515-961-9402

www.indianolaiowa.govE-Mail: dbowlin@cityofindianola.com

Information

Subject

Claims on the computer printout for April 7, 2014

Information

Attachments

Claims

Vendor Report

Vendor Name	GL Account Number	Description	Invoice Date	Net Invoice Amount
GENERAL FUND				
911 ETC INC	001-6200-63730	911 MONTHLY ACCESS CHARG	03/31/2014	10.82
911 ETC INC	001-1700-63730	911 MONTHLY ACCESS CHARG	03/31/2014	2.50
AHLERS & COONEY P.C.	001-6500-64110	HANKS - NEGOTIATIONS	03/24/2014	475.00
AIR-CON MECHANICAL CORP.	001-6500-63410	REPAIR CONDENSATE PUMP	03/28/2014	246.63
CITY OF INDIANOLA - UTILITY	001-6500-63710	UTILITIES	03/31/2014	1,958.35
CITY OF INDIANOLA - UTILITY	001-2300-63710	UTILITIES	03/31/2014	11,541.43
DELL MARKETING L.P.	001-1700-67240	COMPUTER	03/13/2014	569.52
DELL MARKETING L.P.	001-6200-67240	COMPUTERS (4)	03/13/2014	2,278.08
DELL MARKETING L.P.	001-6200-67240	COMPUTER	03/13/2014	569.52
DES PLANQUES, CHRIS	001-6200-61440	WELLNESS APRIL 2014	04/02/2014	25.00
ELLIS LAW OFFICE	001-6500-64110	LEGAL SERVICES	03/07/2014	30.00
INFOMAX OFFICE SYSTEMS IN	001-1700-63410	COPIER CONTRACT	03/17/2014	6.80
INFOMAX OFFICE SYSTEMS IN	001-6200-63400	COPIER CONTRACT	03/17/2014	666.65
INFOMAX OFFICE SYSTEMS IN	001-6150-63400	COPIER CONTRACT	03/17/2014	12.15
INFOMAX OFFICE SYSTEMS IN	001-1700-64990	PRINTER/COPIER LEASE CHAR	03/24/2014	167.49
KOSMAN, MISTI L.	001-6500-64090	2ND HALF OF MARCH 2014	03/31/2014	2,166.67
LEADER, THE	001-6500-64800	MARCH WEEKLY FLYER	04/01/2014	75.00
MC COY HARDWARE INC	001-6500-63100	BOILER SUPPLIES	03/19/2014	38.89
MC COY HARDWARE INC	001-6500-63100	GLOVES	03/26/2014	9.17
MC COY HARDWARE INC	001-6500-65072	SUPPLIES	03/27/2014	11.05
MCBROOM, SKYE	001-6250-61440	WELLNESS MARCH 2014	03/07/2014	25.00
MCBROOM, SKYE	001-6250-61440	WELLNESS FEB 2014	04/01/2014	25.00
MCBROOM, SKYE	001-6250-61440	WELLNESS APRIL 2014	04/01/2014	25.00
MID AMERICAN ENERGY CO.	001-6500-63710	74080-22010	03/26/2014	2,352.08
MID AMERICAN ENERGY CO.	001-6500-63710	05931-25003	03/20/2014	16.59
MID AMERICAN ENERGY CO.	001-2300-63710	26321-30003	03/20/2014	173.59
OFFENBURGER, LINDSEY	001-6200-61440	WELLNESS REIMBURSEMENT	04/01/2014	25.00
PETTY CASH-CITY CLERK	001-6500-65070	FRAME 1/29/14	03/31/2014	4.19
PETTY CASH-CITY CLERK	001-6500-65080	POSTAGE 2/5/14	03/31/2014	9.80
PETTY CASH-CITY CLERK	001-6500-65080	POSTAGE 2/26/14	03/31/2014	16.95
PETTY CASH-CITY CLERK	001-6200-62300	MEALS 2/18/14	03/31/2014	11.00
PETTY CASH-CITY CLERK	001-1700-65990	CAR WASH 3/13/14	03/31/2014	6.00
PETTY CASH-CITY CLERK	001-6500-65990	SUPPLIES 3/14/14	03/31/2014	2.12
SHULL, DOUG	001-6500-64990	TREASURER CONTRACT	03/27/2014	83.33
T.R.M. DISPOSAL LLC	001-6500-64090	ACCT #1506	03/24/2014	69.00
TELRITE CORPORATION	001-6150-63730	LONG DISTANCE SERVICE	03/22/2014	2.05
TELRITE CORPORATION	001-6210-63730	LONG DISTANCE SERVICE	03/22/2014	13.48
TELRITE CORPORATION	001-6200-63730	LONG DISTANCE SERVICE	03/22/2014	16.95
TELRITE CORPORATION	001-1700-63730	LONG DISTANCE SERVICE	03/22/2014	13.78
U.S. CELLULAR	001-1700-63730	CELL PHONE CHARGES	03/25/2014	44.98
U.S. POSTMASTER	001-6210-65081	POSTAGE	04/01/2014	2,500.00
U.S. POSTMASTER	001-6500-65080	STANDARD MAIL	03/20/2014	220.00
UNUM LIFE INSURANCE CO OF	001-6150-61550	LIFE, AD&D AND LTD INSURAN	03/31/2014	40.81
UNUM LIFE INSURANCE CO OF	001-6210-61550	LIFE, AD&D AND LTD INSURAN	03/31/2014	23.35
UNUM LIFE INSURANCE CO OF	001-6200-61550	LIFE, AD&D AND LTD INSURAN	03/31/2014	222.75
UNUM LIFE INSURANCE CO OF	001-6250-61550	LIFE, AD&D AND LTD INSURAN	03/31/2014	93.04
UNUM LIFE INSURANCE CO OF	001-1700-61550	LIFE, AD&D AND LTD INSURAN	03/31/2014	78.03
VEENSTRA & KIMM	001-1700-64070	MCCONNELL MINI STORAGE SI	03/21/2014	146.00
WAL-MART STORES INC.	001-6250-65060	OFFICE SUPPLIES	03/28/2014	34.19
Total GENERAL FUND:				27,154.78
POLICE FUND				
911 ETC INC	011-1100-63730	911 MONTHLY ACCESS CHARG	03/31/2014	15.00
ALLIED 100	011-1100-65060	SUPPLIES - AED PADS	03/18/2014	48.94
BRUCE, TAMMY	011-1100-61440	WELLNESS APRIL - MAY 2014	04/01/2014	30.00
BUTTON, DAVID	011-1100-65990	REFUND OF EARNINGS ON PE	03/19/2014	201.77

Vendor Name	GL Account Number	Description	Invoice Date	Net Invoice Amount
BUTTON, DAVID	011-1100-61440	WELLNESS JAN - MARCH 2014	03/31/2014	75.00
DELL MARKETING L.P.	011-1100-67240	COMPUTERS (2)	03/13/2014	1,139.04
ELECTRONIC ENGINEERING C	011-1100-64990	PAGER	03/25/2014	11.95
HAWKINS, ROB	011-1100-61810	UNIFORM ALLOWANCE - HAWK	03/28/2014	51.21
INFOMAX OFFICE SYSTEMS IN	011-1100-64990	CONTRACT - COPIER	03/26/2014	57.75
KIYA KODA HUMANE SOCIETY	011-1100-64137	HUMANE SOCIETY CONTRACT	03/27/2014	2,412.74
MID AMERICAN ENERGY CO.	011-1100-67260	HEAT/FUEL BUILDING	03/20/2014	143.06
SECRETARY OF STATE	011-1100-64990	NOTARY - BRUCE	03/17/2014	30.00
SHER, BRIAN	011-1100-63730	CELL PHONE 2/23/14 - 3/22/14	03/22/2014	50.00
SHER, BRIAN	011-1100-61810	UNIFORM ALLOWANCE	03/21/2014	63.58
T.R.M. DISPOSAL LLC	011-1100-67260	ACCT #159 GARBAGE - BUILDI	03/24/2014	15.00
TELRITE CORPORATION	011-1100-63730	LONG DISTANCE SERVICE	03/22/2014	15.88
UNUM LIFE INSURANCE CO OF	011-1100-61550	LIFE, AD&D AND LTD INSURAN	03/31/2014	498.97
VERIZON WIRELESS	011-1100-63730	DATA	03/15/2014	282.52
WAL-MART STORES INC.	011-1100-63320	HEADLIGHT CAR 07	03/26/2014	8.97
YAHOO!	011-1100-64110	LEGAL SERVICE	03/18/2014	40.00
Total POLICE FUND:				5,191.38
FIRE FUND				
911 ETC INC	015-1500-63730	911 MONTHLY ACCESS CHARG	03/31/2014	9.17
AHLERS & COONEY P.C.	015-1500-62300	TRAINING - FIRE DEPT	03/24/2014	1,400.25
CITY OF INDIANOLA - UTILITY	015-1500-63710	UTILITIES	03/31/2014	40.73
CITY OF INDIANOLA - UTILITY	015-1500-63710	UTILITIES	03/31/2014	200.00
CITY OF INDIANOLA - UTILITY	015-1500-63710	UTILITES - PD/FIRE BLDG	03/31/2014	128.35
ELECTRONIC ENGINEERING C	015-1500-63730	PAGER	03/25/2014	8.00
HY-VEE FOOD STORE	015-1500-65070	SUPPLIES	02/16/2014	9.96
HY-VEE FOOD STORE	015-1500-65070	SUPPLIES	03/09/2014	4.74
INDOFF INCORPORATED	015-1500-65070	SUPPLIES	03/20/2014	14.37
INFOMAX OFFICE SYSTEMS IN	015-1500-64990	COPIER CONTRACT	03/17/2014	55.63
INT ASSOC OF FIRE CHIEFS	015-1500-62100	ANNUAL DUES	03/31/2014	234.00
MC COY HARDWARE INC	015-1500-65070	SUPPLIES	03/21/2014	5.39
MC COY HARDWARE INC	015-1500-65070	SUPPLIES	03/20/2014	5.36
MID AMERICAN ENERGY CO.	015-1500-63710	UTILITIES	03/21/2014	114.18
MID AMERICAN ENERGY CO.	015-1500-63710	UTILITIES	03/21/2014	12.06
O'REILLY AUTO PARTS	015-1500-65051	PARTS UNIT 330	03/19/2014	83.52
TELRITE CORPORATION	015-1500-63730	LONG DISTANCE SERVICE	03/22/2014	17.14
UNUM LIFE INSURANCE CO OF	015-1500-61550	LIFE, AD&D AND LTD INSURAN	03/31/2014	60.08
Total FIRE FUND:				2,402.93
AMBULANCE FUND				
AIRGAS USA LLC	016-1600-65070	OXYGEN	03/17/2014	80.67
BLUE CROSS BLUE SHIELD-IO	016-1600-66990	OVERPAYMENT	03/21/2014	424.60
DELL MARKETING L.P.	016-1600-67240	COMPUTERS (2)	03/13/2014	1,139.04
FOSTER COACH SALES INC	016-1600-65051	PARTS	03/25/2014	55.02
HY-VEE FOOD STORE	016-1600-65070	MED SUPPLIES	02/13/2014	38.93
INFOMAX OFFICE SYSTEMS IN	016-1600-63400	COPIER CONTRACT	03/17/2014	43.49
O'REILLY AUTO PARTS	016-1600-65050	SUPPLIES	03/19/2014	38.47
QUILL CORPORATION	016-1600-65060	OFFICE SUPPLIES	03/19/2014	297.96
SOUTHEASTERN EMERGENCY	016-1600-65070	MED SUPPLIES	03/18/2014	1,414.30
TELRITE CORPORATION	016-1600-63730	LONG DISTANCE SERVICE	03/22/2014	.85
UNUM LIFE INSURANCE CO OF	016-1600-61550	LIFE, AD&D AND LTD INSURAN	03/31/2014	255.94
WECKMAN, JOELINDA	016-1600-66990	REFUND	03/28/2014	622.00
Total AMBULANCE FUND:				4,411.27

Vendor Name	GL Account Number	Description	Invoice Date	Net Invoice Amount
LIBRARY FUND				
911 ETC INC	041-4100-63730	911 MONTHLY ACCESS CHARG	03/31/2014	9.17
DELL MARKETING L.P.	041-4100-67240	COMPUTERS (4)	03/13/2014	2,278.08
PATRICK, MICHELE	041-4100-61440	WELLNESS MARCH 2014	03/11/2014	15.00
TELRITE CORPORATION	041-4100-63730	LONG DISTANCE SERVICE	03/22/2014	8.07
UNUM LIFE INSURANCE CO OF	041-4100-61550	LIFE, AD&D AND LTD INSURAN	03/31/2014	92.84
Total LIBRARY FUND:				2,403.16
PARK & RECREATION FUND				
911 ETC INC	042-4370-63730	911 MONTHLY ACCESS CHARG	03/31/2014	4.17
911 ETC INC	042-4200-63730	911 MONTHLY ACCESS CHARG	03/31/2014	13.33
A.M. LEONARD	042-4340-63410	TREE GATORS	03/07/2014	350.00
A.M. LEONARD	042-4345-65070	POTS	03/07/2014	55.99
A.M. LEONARD	042-4320-65070	SHEARS	03/07/2014	29.97
AGRIVISION	042-4400-63410	SEAL	03/31/2014	11.61
BAKER, PAULA	042-4400-66990	REFUND - CLASS CANCELLED	03/24/2014	17.50
BENDON PLUMBING HEATING	042-4345-65070	FURNACE REPAIR	03/12/2014	70.00
BRUECK, JENEL	042-4400-66990	REFUND - SCHEDULE CONFLIC	03/26/2014	56.00
CITY OF INDIANOLA - UTILITY	042-4355-63710	UTILITIES - MEMORIAL	03/31/2014	34.40
CITY OF INDIANOLA - UTILITY	042-4310-63710	UTILITIES - BARKER	03/31/2014	24.48
CITY OF INDIANOLA - UTILITY	042-4375-63710	UTILITES - PICKARD	03/31/2014	78.16
CITY OF INDIANOLA - UTILITY	042-4350-63710	UTILITES - MCCORD	03/31/2014	28.00
CITY OF INDIANOLA - UTILITY	042-4400-63710	UTILITIES - ACTIVITY CENTER	03/31/2014	619.91
CITY OF INDIANOLA - UTILITY	042-4330-63710	UTILITIES - DOWNEY	03/31/2014	30.48
CITY OF INDIANOLA - UTILITY	042-4370-63710	UTILITES - SHOP	03/31/2014	248.27
CITY OF INDIANOLA - UTILITY	042-4315-63710	UTILITIES - TRAIL	03/31/2014	20.00
CITY OF INDIANOLA - UTILITY	042-4375-63710	UTILITIES - PICKARD	03/31/2014	76.00
CITY OF INDIANOLA - UTILITY	042-4400-63710	UTILITES - ADULT SB	03/31/2014	115.20
CITY OF INDIANOLA - UTILITY	042-4360-63710	UTILITES - MOATS	03/31/2014	26.88
CITY OF INDIANOLA - UTILITY	042-4320-63710	UTILITIES - BUXTON	03/31/2014	100.96
CNM OUTDOOR EQUIPMENT	042-4340-65072	POLE SAW	03/12/2014	548.00
CR SERVICES	042-4400-64090	MONTHLY CLEANING - ACTIVIT	03/19/2014	2,420.00
CR SERVICES	042-4400-65070	CLEANING SUPPLIES	03/19/2014	67.46
DELL MARKETING L.P.	042-4300-67240	COMPUTER	03/13/2014	569.52
ELECTRICAL ENG & EQUIP	042-4355-65070	BULBS & PHOTO EYE	03/11/2014	234.98
FRERICKS, JENNIFER	042-4400-66990	REFUND - CLASS CANCELLED	03/24/2014	45.00
GRAY DIETZ, PAULA	042-4400-64205	BRICKS 4 KIDZ INSTRUCTION	03/29/2014	200.00
HALLIN, BRIANA	042-4400-65990	MASCOT 3/14/14	03/17/2014	20.00
HARDER, KAREN	042-4400-66990	REFUND - CLASS CANCELLED	03/24/2014	14.00
HOLLAND, DALENE	042-4400-66990	REFUND - CLASS CANCELLED	03/24/2014	17.50
HY-VEE FOOD STORE	042-4400-63100	LP TANK EXCHANGE	03/26/2014	23.31
INDOFF INCORPORATED	042-4200-65070	CARTRIDGES	03/27/2014	398.77
INDOFF INCORPORATED	042-4200-65060	RUBBER BANDS, SHEET PROT	03/27/2014	38.23
JENSEN, JANINE	042-4400-66990	REFUND - CLASS CANCELLED	03/24/2014	45.00
MC COY HARDWARE INC	042-4380-65070	CLOCK CAULK	03/21/2014	4.49
MC COY HARDWARE INC	042-4400-65072	FIELD PAINT	03/28/2014	76.54
MID AMERICAN ENERGY CO.	042-4370-63710	FUEL HEAL	03/21/2014	489.39
MID AMERICAN ENERGY CO.	042-4400-63710	ACTIVITY CENTER HEATING	03/21/2014	589.74
MODLIN, BARBARA	042-4400-66990	REFUND - CLASS CANCELLED	03/24/2014	14.00
O'REILLY AUTO PARTS	042-4300-65050	CLEANER	03/26/2014	47.76
O'REILLY AUTO PARTS	042-4300-65050	BRUSH	03/27/2014	2.23
O'REILLY AUTO PARTS	042-4400-63410	SEAL	03/28/2014	8.36
PETTY CASH-RECREATION	042-4200-65060	CARD	03/18/2014	1.06
ROGER BATES GARAGE	042-4300-65051	STEINER PARTS	03/12/2014	100.62
SIMPSON COLLEGE	042-4300-65079	THINK SPRING	03/17/2014	850.00
STEVESON, STEPHANIE	042-4400-64205	BALLROOM DANCE INSTRUCT	03/26/2014	360.00
THEISEN'S	042-4340-65072	BAR OIL	03/13/2014	9.79

Vendor Name	GL Account Number	Description	Invoice Date	Net Invoice Amount
THEISEN'S	042-4300-65051	CREDIT - INCORRECT SPOUT R	03/14/2014	22.33-
U.S. CELLULAR	042-4370-63730	CELL PHONE - 1	03/17/2014	29.02
U.S. CELLULAR	042-4400-63730	CELL PHONE - 1	03/17/2014	29.02
UNUM LIFE INSURANCE CO OF	042-4300-61550	LIFE, AD&D AND LTD INSURAN	03/31/2014	158.31
UNUM LIFE INSURANCE CO OF	042-4400-61550	LIFE, AD&D AND LTD INSURAN	03/31/2014	38.75
UNUM LIFE INSURANCE CO OF	042-4200-61550	LIFE, AD&D AND LTD INSURAN	03/31/2014	52.57
WAL-MART STORES INC.	042-4400-65070	SPECIAL NEEDS DANCE SUPP	03/17/2014	9.93-
WAL-MART STORES INC.	042-4370-65070	ART	03/19/2014	6.91
WAL-MART STORES INC.	042-4370-65070	WHITE OUT	03/11/2014	2.97
WAL-MART STORES INC.	042-4300-65079	PROGRAMS	03/11/2014	7.89
WAL-MART STORES INC.	042-4345-65070	KNIVES	03/11/2014	2.84
WAL-MART STORES INC.	042-4370-65060	INK	03/13/2014	62.95
WAL-MART STORES INC.	042-4400-65070	ZONE SNACKS & SUPPLIES	03/13/2014	33.88
WAL-MART STORES INC.	042-4400-65070	SB CONCESSIONS	03/29/2014	105.79
WAL-MART STORES INC.	042-4400-65070	SB CONCESSIONS	03/29/2014	3.97
WAL-MART STORES INC.	042-4400-65070	SPECIAL NEEDS DANCE SUPP	03/11/2014	27.21
WAL-MART STORES INC.	042-4400-65070	ZONE SNACKS & SUPPLIES	03/24/2014	19.01
WAL-MART STORES INC.	042-4200-65060	TAPE & ERASERS	03/25/2014	19.13
WAL-MART STORES INC.	042-4400-65070	SPECIAL NEEDS DANCE SUPP	03/14/2014	5.55
WALTERS GARDENS INC.	042-4300-65079	PLANT SALE	03/10/2014	2,581.12
WARREN CO MASTER GARDEN	042-4300-65079	THINK SPRING SHARE	03/26/2014	1,278.28
WIEGERT DISPOSAL CO.	042-4370-64090	SHOP DUMPSTER	04/01/2014	45.00
WIEGERT DISPOSAL CO.	042-4405-64090	ACTIVITY CENTER DUMPSTER	04/01/2014	25.00

Total PARK & RECREATION FUND:

13,709.97

POOL (MEMORIAL) FUND

911 ETC INC	045-4500-63730	911 MONTHLY ACCESS CHARG	03/31/2014	1.67
IOWA AUTO TOP & UPHOLSTE	045-4500-63100	VMAC UMBRELLA REPAIRS	03/12/2014	825.00
PETTY CASH-POOL	045-4500-65070	VMAC START-UP CASH	03/24/2014	660.00
WAL-MART STORES INC.	045-4500-65070	SWIM LESSON INSTRUCTOR BI	03/18/2014	5.34

Total POOL (MEMORIAL) FUND:

1,492.01

ROAD USE TAX FUND

911 ETC INC	110-2100-63730	911 MONTHLY ACCESS CHARG	03/31/2014	1.67
AHLERS & COONEY P.C.	110-2100-64900	HANKS - NEGOTIATIONS	03/24/2014	475.00
B & F FASTENER SUPPLY CO	110-2100-65076	NUTS/BOLTS	03/11/2014	28.29
B & F FASTENER SUPPLY CO	110-2100-65500	SAFETY VESTS/GLOVES	03/25/2014	111.60
B & F FASTENER SUPPLY CO	110-2100-65073	MARKING PAINT	03/26/2014	156.44
CENTURYLINK	110-2100-63730	TRAFFIC SIGNALS	03/22/2014	47.18
CIRCLE B CASHWAY	110-2100-65073	MAILBOX POSTS	03/24/2014	53.98
CITY OF INDIANOLA - UTILITY	110-2100-63710	UTILITIES	03/31/2013	509.53
CNM OUTDOOR EQUIPMENT	110-2100-63320	PULL ROPE	03/25/2014	3.15
CNM OUTDOOR EQUIPMENT	110-2100-63320	PULL ROPE/HANDLE	03/25/2014	13.40
DOWNEY TIRE SERVICE	110-2100-63320	TIRE REPAIR	03/20/2014	37.89
DOWNEY TIRE SERVICE	110-2100-63320	TIRE REPAIR	03/27/2014	116.94
EAGLE IRON WORKS	110-2100-65073	INTAKE RING/COVERS	03/14/2014	473.00
LACAL EQUIPMENT INC.	110-2900-65070	SQUEEGEES/BROOMS/FILTER	03/18/2014	5,553.14
MC COY HARDWARE INC	110-2100-63320	NUTS/BOLTS	03/24/2014	17.98
MC COY HARDWARE INC	110-2100-65076	PAINT	04/01/2014	19.39
MID AMERICAN ENERGY CO.	110-2100-63710	HWY 92 FLASHING LIGHT	03/07/2014	10.03
MID AMERICAN ENERGY CO.	110-2100-63710	FUEL HEAL	03/21/2014	446.80
MOMAR	110-2100-65073	QUICK SET CONCRETE	03/12/2014	2,383.74
NORWALK READY-MIXED CON	110-2100-65073	CONCRETE	03/13/2014	288.00
NORWALK READY-MIXED CON	110-2100-65073	CONCRETE	03/19/2014	222.00
O'REILLY AUTO PARTS	110-2100-63320	AIR FILTERS	03/27/2014	35.32
PIERCE BROTHERS REPAIR	110-2100-63320	REPAIRED HOLE IN HOPPER	03/05/2014	78.00

Vendor Name	GL Account Number	Description	Invoice Date	Net Invoice Amount
U.S. CELLULAR	110-2100-63730	CELL PHONE -3	03/17/2014	87.08
UNUM LIFE INSURANCE CO OF	110-2100-61550	LIFE, AD&D AND LTD INSURAN	03/31/2014	213.21
WARREN COUNTY OIL	110-2100-65076	HYD OIL	03/27/2014	589.00
WARREN COUNTY OIL	110-2100-65076	GEAR OIL	03/27/2014	85.00
WASTE MANAGEMENT OF IOW	110-2100-64090	TRASH - MARCH 14	04/01/2014	32.00
Total ROAD USE TAX FUND:				12,088.76
PARK & REC SPECIAL REV FUND				
PETTY CASH-RECREATION	142-4615-65992	KEY CARD - CROUSE	03/24/2014	25.00
Total PARK & REC SPECIAL REV FUND:				25.00
DOWNTOWN BIZ INCENTIVE PROGRAM				
COMMUNITY BANK	161-5200-64153	DOWNTOWN BIZ LOAN - 123 N	03/20/2014	22,000.00
Total DOWNTOWN BIZ INCENTIVE PROGRAM:				22,000.00
CAPITAL PROJECTS FUND				
A.M. LEONARD	301-6500-67802	FERTILIZER	03/07/2014	103.97
A.M. LEONARD	301-6500-67802	BACKPACK SPRAYER	03/07/2014	109.99
Total CAPITAL PROJECTS FUND:				213.96
CP--CAF FUND				
CITY OF INDIANOLA - UTILITY	344-4400-67805	UTILITIES	03/31/2014	40.00
Total CP--CAF FUND:				40.00
CP--COMM RE-DEV (D & D) FUND				
MC COY HARDWARE INC	353-5200-67902	DEMO MATERIALS 910 E 2ND A	03/25/2014	62.05
VANDERPOOL CONSTRUCTIO	353-5200-67902	DEMO MATERIALS 301 W SALE	03/20/2014	109.30
Total CP--COMM RE-DEV (D & D) FUND:				171.35
SEWER FUND				
911 ETC INC	610-8300-63730	911 MONTHLY ACCESS CHARG	03/31/2014	6.67
AHLERS & COONEY P.C.	610-8300-64900	HANKS - NEGOTIATIONS	03/24/2014	475.00
CENTURYLINK	610-8300-63730	PHONE	03/22/2014	51.88
CHUMBLEY & JONES OIL	610-8350-65049	KEROSENE	03/18/2014	31.20
CITY OF INDIANOLA - UTILITY	610-8350-63710	UTILITIES	03/31/2014	14,708.36
CITY OF INDIANOLA - UTILITY	610-8325-63710	UTILITIES	03/31/2014	3,116.75
CR SERVICES	610-8325-65049	MARKING FLAGS	03/25/2014	117.23
CRYSTAL CLEAR WATER CO	610-8350-65012	DISTILLED WATER FOR LAB	03/26/2014	21.60
DELL MARKETING L.P.	610-8300-67240	COMPUTERS (2)	03/13/2014	1,139.04
ELECTRIC PUMP	610-8350-65072	NP SECONDARY #3 PUMP	03/13/2014	448.50
ENVIRONMENTAL RESOURCE	610-8350-65012	LAB SUPPLIES	03/21/2014	661.08
HACH COMPANY	610-8350-65012	LAB SUPPLIES	03/07/2014	23.75
HACH COMPANY	610-8350-65012	LAB SUPPLIES	03/27/2014	547.02
HUTCHESON ENGINEERING	610-8350-65072	MONO PUMP PARTS	03/20/2014	3,022.54
INFOMAX OFFICE SYSTEMS IN	610-8300-64990	COPIER	03/24/2014	206.98
INTERSTATE POWER SYSTEM	610-8350-63410	NORTH PLANT GEN	03/19/2014	1,149.05
INTERSTATE POWER SYSTEM	610-8325-63410	SOUTH PLANT GEN MAINT	03/25/2014	596.10
ITRON INC.	610-8300-64990	QUARTERLY SUPPORT (04/01/1	03/12/2014	195.00
LOU'S GLOVES INC	610-8350-65012	LAB GLOVES	03/13/2014	152.00
METTLER TOLEDO INC.	610-8350-64200	SCALE CALIBRATION	03/14/2014	366.00
MID AMERICAN ENERGY CO.	610-8325-63710	07741-18004 65/69 LIFT	03/17/2014	79.16
MID AMERICAN ENERGY CO.	610-8325-63710	08701-24006 QUAIL MDWS LIFT	03/21/2014	64.11

Vendor Name	GL Account Number	Description	Invoice Date	Net Invoice Amount
MID AMERICAN ENERGY CO.	610-8325-63710	09750-87035 WESLEY LIFT	03/17/2014	50.79
NOBLE FORD-MERCURY	610-8300-63320	CAMERA VAN-FLYWHEEL/ELC	03/31/2014	2,409.34
T.R.M. DISPOSAL LLC	610-8350-64990	ACCT #583 TRASH - NORTH PL	03/24/2014	96.00
T.R.M. DISPOSAL LLC	610-8325-64990	ACCT #583 TRASH - SOUTH PL	03/24/2014	49.00
TELRITE CORPORATION	610-8300-63730	LONG DISTANCE SERVICE	03/22/2014	5.16
THEISEN'S	610-8350-65072	GEAR OIL	03/13/2013	50.68
THEISEN'S	610-8350-65072	GEAR OIL	03/13/2013	47.69
U.S. CELLULAR	610-8300-63730	CELL PHONE - 2	03/17/2014	58.05
U.S. CELLULAR	610-8300-63730	CELL PHONE - 1	03/21/2014	39.24
UNUM LIFE INSURANCE CO OF	610-8300-61550	LIFE, AD&D AND LTD INSURAN	03/31/2014	137.52
USA BLUE BOOK	610-8325-65070	SMOKE CANDLES	03/13/2014	478.80
WARREN COUNTY OIL	610-8325-65049	PROPANE	03/26/2014	2,485.00
Total SEWER FUND:				33,086.29
RECYCLING FUND				
WASTE MANAGEMENT OF IOW	670-8400-64701	RECYCLING APT 494-0152822-0	04/01/2014	2,439.50
WASTE MANAGEMENT OF IOW	670-8400-64702	RECYCLING TOTES 494-015285	04/01/2014	10.00
WASTE MANAGEMENT OF IOW	670-8400-64702	RECYCLING TOTES 494-015285	04/01/2014	10.00
WASTE MANAGEMENT OF IOW	670-8400-64702	RECYCLING TOTES 494-015285	04/01/2014	10.00
Total RECYCLING FUND:				2,469.50
SEWER CAPITAL PROJECTS FUND				
HR GREEN INC	710-8300-67510	WASTEWATER ENG SERV	03/13/2014	960.00
VEENSTRA & KIMM	710-8300-67502	I & I PHASE 4 RES REVIEW	03/21/2014	3,755.36
Total SEWER CAPITAL PROJECTS FUND:				4,715.36
CITY LIAB INS RESERVE FUND				
THACKER, REED	850-8300-64089	BACK UP BY CONTRACTOR - CI	01/31/2014	551.80
Total CITY LIAB INS RESERVE FUND:				551.80
Grand Totals:				132,127.52

City Council: _____

Vendor Name	Description	Invoice Date	Net Invoice Amount	FUND
911 ETC INC				
911 ETC INC	911 MONTHLY ACCESS CHARGE	03/31/2014	10.82	GENERAL FUND
911 ETC INC	911 MONTHLY ACCESS CHARGE	03/31/2014	2.50	GENERAL FUND
911 ETC INC	911 MONTHLY ACCESS CHARGE	03/31/2014	1.67	ROAD USE TAX FU
911 ETC INC	911 MONTHLY ACCESS CHARGE	03/31/2014	15.00	POLICE FUND
911 ETC INC	911 MONTHLY ACCESS CHARGE	03/31/2014	9.17	FIRE FUND
911 ETC INC	911 MONTHLY ACCESS CHARGE	03/31/2014	1.67	POOL (MEMORIAL)
911 ETC INC	911 MONTHLY ACCESS CHARGE	03/31/2014	4.17	PARK & RECREATI
911 ETC INC	911 MONTHLY ACCESS CHARGE	03/31/2014	13.33	PARK & RECREATI
911 ETC INC	911 MONTHLY ACCESS CHARGE	03/31/2014	9.17	LIBRARY FUND
911 ETC INC	911 MONTHLY ACCESS CHARGE	03/31/2014	6.67	SEWER FUND
Total 911 ETC INC:			74.17	
A.M. LEONARD				
A.M. LEONARD	TREE GATORS	03/07/2014	350.00	PARK & RECREATI
A.M. LEONARD	FERTILIZER	03/07/2014	103.97	CAPITAL PROJECT
A.M. LEONARD	POTS	03/07/2014	55.99	PARK & RECREATI
A.M. LEONARD	SHEARS	03/07/2014	29.97	PARK & RECREATI
A.M. LEONARD	BACKPACK SPRAYER	03/07/2014	109.99	CAPITAL PROJECT
Total A.M. LEONARD:			649.92	
AGRIVISION				
AGRIVISION	SEAL	03/31/2014	11.61	PARK & RECREATI
Total AGRIVISION:			11.61	
AHLERS & COONEY P.C.				
AHLERS & COONEY P.C.	TRAINING - FIRE DEPT	03/24/2014	1,400.25	FIRE FUND
AHLERS & COONEY P.C.	HANKS - NEGOTIATIONS	03/24/2014	475.00	GENERAL FUND
AHLERS & COONEY P.C.	HANKS - NEGOTIATIONS	03/24/2014	475.00	ROAD USE TAX FU
AHLERS & COONEY P.C.	HANKS - NEGOTIATIONS	03/24/2014	475.00	SEWER FUND
Total AHLERS & COONEY P.C.:			2,825.25	
AIR-CON MECHANICAL CORP.				
AIR-CON MECHANICAL CORP.	REPAIR CONDENSATE PUMP	03/28/2014	246.63	GENERAL FUND
Total AIR-CON MECHANICAL CORP.:			246.63	
AIRGAS USA LLC				
AIRGAS USA LLC	OXYGEN	03/17/2014	80.67	AMBULANCE FUN
Total AIRGAS USA LLC:			80.67	
ALLIED 100				
ALLIED 100	SUPPLIES - AED PADS	03/18/2014	48.94	POLICE FUND
Total ALLIED 100:			48.94	
B & F FASTENER SUPPLY CO				
B & F FASTENER SUPPLY CO	NUTS/BOLTS	03/11/2014	28.29	ROAD USE TAX FU
B & F FASTENER SUPPLY CO	SAFETY VESTS/GLOVES	03/25/2014	111.60	ROAD USE TAX FU
B & F FASTENER SUPPLY CO	MARKING PAINT	03/26/2014	156.44	ROAD USE TAX FU
Total B & F FASTENER SUPPLY CO:			296.33	

Vendor Name	Description	Invoice Date	Net Invoice Amount	FUND
BAKER, PAULA				
BAKER, PAULA	REFUND - CLASS CANCELLED	03/24/2014	17.50	PARK & RECREATI
Total BAKER, PAULA:			17.50	
BENDON PLUMBING HEATING & A/C				
BENDON PLUMBING HEATING	FURNACE REPAIR	03/12/2014	70.00	PARK & RECREATI
Total BENDON PLUMBING HEATING & A/C:			70.00	
BLUE CROSS BLUE SHIELD-IOWA				
BLUE CROSS BLUE SHIELD-IO	OVERPAYMENT	03/21/2014	424.60	AMBULANCE FUN
Total BLUE CROSS BLUE SHIELD-IOWA:			424.60	
BRUCE, TAMMY				
BRUCE, TAMMY	WELLNESS APRIL - MAY 2014	04/01/2014	30.00	POLICE FUND
Total BRUCE, TAMMY:			30.00	
BRUECK, JENEL				
BRUECK, JENEL	REFUND - SCHEDULE CONFLICT	03/26/2014	56.00	PARK & RECREATI
Total BRUECK, JENEL:			56.00	
BUTTON, DAVID				
BUTTON, DAVID	REFUND OF EARNINGS ON PENSION OVER	03/19/2014	201.77	POLICE FUND
BUTTON, DAVID	WELLNESS JAN - MARCH 2014	03/31/2014	75.00	POLICE FUND
Total BUTTON, DAVID:			276.77	
CENTURYLINK				
CENTURYLINK	PHONE	03/22/2014	51.88	SEWER FUND
CENTURYLINK	TRAFFIC SIGNALS	03/22/2014	47.18	ROAD USE TAX FU
Total CENTURYLINK:			99.06	
CHUMBLEY & JONES OIL				
CHUMBLEY & JONES OIL	KEROSENE	03/18/2014	31.20	SEWER FUND
Total CHUMBLEY & JONES OIL:			31.20	
CIRCLE B CASHWAY				
CIRCLE B CASHWAY	MAILBOX POSTS	03/24/2014	53.98	ROAD USE TAX FU
Total CIRCLE B CASHWAY:			53.98	
CITY OF INDIANOLA - UTILITY				
CITY OF INDIANOLA - UTILITY	UTILITIES - MEMORIAL	03/31/2014	34.40	PARK & RECREATI
CITY OF INDIANOLA - UTILITY	UTILITIES - BARKER	03/31/2014	24.48	PARK & RECREATI
CITY OF INDIANOLA - UTILITY	UTILITIES	03/31/2014	40.00	CP--CAF FUND
CITY OF INDIANOLA - UTILITY	UTILITES - PICKARD	03/31/2014	78.16	PARK & RECREATI
CITY OF INDIANOLA - UTILITY	UTILITES - MCCORD	03/31/2014	28.00	PARK & RECREATI
CITY OF INDIANOLA - UTILITY	UTILITIES - ACTIVITY CENTER	03/31/2014	619.91	PARK & RECREATI
CITY OF INDIANOLA - UTILITY	UTILITIES - DOWNEY	03/31/2014	30.48	PARK & RECREATI
CITY OF INDIANOLA - UTILITY	UTILITIES	03/31/2014	40.73	FIRE FUND
CITY OF INDIANOLA - UTILITY	UTILITIES	03/31/2014	1,958.35	GENERAL FUND
CITY OF INDIANOLA - UTILITY	UTILITIES	03/31/2014	200.00	FIRE FUND

Vendor Name	Description	Invoice Date	Net Invoice Amount	FUND
CITY OF INDIANOLA - UTILITY	UTILITIES	03/31/2014	11,541.43	GENERAL FUND
CITY OF INDIANOLA - UTILITY	UTILITIES	03/31/2014	14,708.36	SEWER FUND
CITY OF INDIANOLA - UTILITY	UTILITIES	03/31/2014	3,116.75	SEWER FUND
CITY OF INDIANOLA - UTILITY	UTILITES - SHOP	03/31/2014	248.27	PARK & RECREATI
CITY OF INDIANOLA - UTILITY	UTILITIES	03/31/2013	509.53	ROAD USE TAX FU
CITY OF INDIANOLA - UTILITY	UTILITIES - TRAIL	03/31/2014	20.00	PARK & RECREATI
CITY OF INDIANOLA - UTILITY	UTILITES - PD/FIRE BLDG	03/31/2014	128.35	FIRE FUND
CITY OF INDIANOLA - UTILITY	UTILITIES - PICKARD	03/31/2014	76.00	PARK & RECREATI
CITY OF INDIANOLA - UTILITY	UTILITES - ADULT SB	03/31/2014	115.20	PARK & RECREATI
CITY OF INDIANOLA - UTILITY	UTILITES - MOATS	03/31/2014	26.88	PARK & RECREATI
CITY OF INDIANOLA - UTILITY	UTILITIES - BUXTON	03/31/2014	100.96	PARK & RECREATI
Total CITY OF INDIANOLA - UTILITY:			33,646.24	
CNM OUTDOOR EQUIPMENT				
CNM OUTDOOR EQUIPMENT	POLE SAW	03/12/2014	548.00	PARK & RECREATI
CNM OUTDOOR EQUIPMENT	PULL ROPE	03/25/2014	3.15	ROAD USE TAX FU
CNM OUTDOOR EQUIPMENT	PULL ROPE/HANDLE	03/25/2014	13.40	ROAD USE TAX FU
Total CNM OUTDOOR EQUIPMENT:			564.55	
COMMUNITY BANK				
COMMUNITY BANK	DOWNTOWN BIZ LOAN - 123 N BUXTON	03/20/2014	22,000.00	DOWNTOWN BIZ I
Total COMMUNITY BANK:			22,000.00	
CR SERVICES				
CR SERVICES	MONTHLY CLEANING - ACTIVITY CENTER	03/19/2014	2,420.00	PARK & RECREATI
CR SERVICES	CLEANING SUPPLIES	03/19/2014	67.46	PARK & RECREATI
CR SERVICES	MARKING FLAGS	03/25/2014	117.23	SEWER FUND
Total CR SERVICES:			2,604.69	
CRYSTAL CLEAR WATER CO				
CRYSTAL CLEAR WATER CO	DISTILLED WATER FOR LAB	03/26/2014	21.60	SEWER FUND
Total CRYSTAL CLEAR WATER CO:			21.60	
DELL MARKETING L.P.				
DELL MARKETING L.P.	COMPUTERS (2)	03/13/2014	1,139.04	POLICE FUND
DELL MARKETING L.P.	COMPUTERS (4)	03/13/2014	2,278.08	LIBRARY FUND
DELL MARKETING L.P.	COMPUTER	03/13/2014	569.52	GENERAL FUND
DELL MARKETING L.P.	COMPUTERS (2)	03/13/2014	1,139.04	SEWER FUND
DELL MARKETING L.P.	COMPUTER	03/13/2014	569.52	PARK & RECREATI
DELL MARKETING L.P.	COMPUTERS (2)	03/13/2014	1,139.04	AMBULANCE FUN
DELL MARKETING L.P.	COMPUTERS (4)	03/13/2014	2,278.08	GENERAL FUND
DELL MARKETING L.P.	COMPUTER	03/13/2014	569.52	GENERAL FUND
Total DELL MARKETING L.P.:			9,681.84	
DES PLANQUES, CHRIS				
DES PLANQUES, CHRIS	WELLNESS APRIL 2014	04/02/2014	25.00	GENERAL FUND
Total DES PLANQUES, CHRIS:			25.00	
DOWNEY TIRE SERVICE				
DOWNEY TIRE SERVICE	TIRE REPAIR	03/20/2014	37.89	ROAD USE TAX FU
DOWNEY TIRE SERVICE	TIRE REPAIR	03/27/2014	116.94	ROAD USE TAX FU

Vendor Name	Description	Invoice Date	Net Invoice Amount	FUND
Total DOWNEY TIRE SERVICE:			154.83	
EAGLE IRON WORKS				
EAGLE IRON WORKS	INTAKE RING/COVERS	03/14/2014	473.00	ROAD USE TAX FU
Total EAGLE IRON WORKS:			473.00	
ELECTRIC PUMP				
ELECTRIC PUMP	NP SECONDARY #3 PUMP	03/13/2014	448.50	SEWER FUND
Total ELECTRIC PUMP:			448.50	
ELECTRICAL ENG & EQUIP				
ELECTRICAL ENG & EQUIP	BULBS & PHOTO EYE	03/11/2014	234.98	PARK & RECREATI
Total ELECTRICAL ENG & EQUIP:			234.98	
ELECTRONIC ENGINEERING CO				
ELECTRONIC ENGINEERING C	PAGER	03/25/2014	8.00	FIRE FUND
ELECTRONIC ENGINEERING C	PAGER	03/25/2014	11.95	POLICE FUND
Total ELECTRONIC ENGINEERING CO:			19.95	
ELLIS LAW OFFICE				
ELLIS LAW OFFICE	LEGAL SERVICES	03/07/2014	30.00	GENERAL FUND
Total ELLIS LAW OFFICE:			30.00	
ENVIRONMENTAL RESOURCE ASSOCIATES				
ENVIRONMENTAL RESOURCE	LAB SUPPLIES	03/21/2014	661.08	SEWER FUND
Total ENVIRONMENTAL RESOURCE ASSOCIATES:			661.08	
FOSTER COACH SALES INC				
FOSTER COACH SALES INC	PARTS	03/25/2014	55.02	AMBULANCE FUN
Total FOSTER COACH SALES INC:			55.02	
FRERICKS, JENNIFER				
FRERICKS, JENNIFER	REFUND - CLASS CANCELLED	03/24/2014	45.00	PARK & RECREATI
Total FRERICKS, JENNIFER:			45.00	
GRAY DIETZ, PAULA				
GRAY DIETZ, PAULA	BRICKS 4 KIDZ INSTRUCTION	03/29/2014	200.00	PARK & RECREATI
Total GRAY DIETZ, PAULA:			200.00	
HACH COMPANY				
HACH COMPANY	LAB SUPPLIES	03/07/2014	23.75	SEWER FUND
HACH COMPANY	LAB SUPPLIES	03/27/2014	547.02	SEWER FUND
Total HACH COMPANY:			570.77	
HALLIN, BRIANA				
HALLIN, BRIANA	MASCOT 3/14/14	03/17/2014	20.00	PARK & RECREATI

Vendor Name	Description	Invoice Date	Net Invoice Amount	FUND
Total HALLIN, BRIANA:			20.00	
HARDER, KAREN				
HARDER, KAREN	REFUND - CLASS CANCELLED	03/24/2014	14.00	PARK & RECREATI
Total HARDER, KAREN:			14.00	
HAWKINS, ROB				
HAWKINS, ROB	UNIFORM ALLOWANCE - HAWKINS	03/28/2014	51.21	POLICE FUND
Total HAWKINS, ROB:			51.21	
HOLLAND, DALENE				
HOLLAND, DALENE	REFUND - CLASS CANCELLED	03/24/2014	17.50	PARK & RECREATI
Total HOLLAND, DALENE:			17.50	
HR GREEN INC				
HR GREEN INC	WASTEWATER ENG SERV	03/13/2014	960.00	SEWER CAPITAL P
Total HR GREEN INC:			960.00	
HUTCHESON ENGINEERING				
HUTCHESON ENGINEERING	MONO PUMP PARTS	03/20/2014	3,022.54	SEWER FUND
Total HUTCHESON ENGINEERING:			3,022.54	
HY-VEE FOOD STORE				
HY-VEE FOOD STORE	MED SUPPLIES	02/13/2014	38.93	AMBULANCE FUN
HY-VEE FOOD STORE	SUPPLIES	02/16/2014	9.96	FIRE FUND
HY-VEE FOOD STORE	SUPPLIES	03/09/2014	4.74	FIRE FUND
HY-VEE FOOD STORE	LP TANK EXCHANGE	03/26/2014	23.31	PARK & RECREATI
Total HY-VEE FOOD STORE:			76.94	
INDOFF INCORPORATED				
INDOFF INCORPORATED	SUPPLIES	03/20/2014	14.37	FIRE FUND
INDOFF INCORPORATED	CARTRIDGES	03/27/2014	398.77	PARK & RECREATI
INDOFF INCORPORATED	RUBBER BANDS, SHEET PROTECTORS & L	03/27/2014	38.23	PARK & RECREATI
Total INDOFF INCORPORATED:			451.37	
INFOMAX OFFICE SYSTEMS INC.				
INFOMAX OFFICE SYSTEMS IN	COPIER CONTRACT	03/17/2014	55.63	FIRE FUND
INFOMAX OFFICE SYSTEMS IN	COPIER CONTRACT	03/17/2014	6.80	GENERAL FUND
INFOMAX OFFICE SYSTEMS IN	COPIER CONTRACT	03/17/2014	43.49	AMBULANCE FUN
INFOMAX OFFICE SYSTEMS IN	COPIER CONTRACT	03/17/2014	666.65	GENERAL FUND
INFOMAX OFFICE SYSTEMS IN	COPIER CONTRACT	03/17/2014	12.15	GENERAL FUND
INFOMAX OFFICE SYSTEMS IN	PRINTER/COPIER LEASE CHARGES	03/24/2014	167.49	GENERAL FUND
INFOMAX OFFICE SYSTEMS IN	COPIER	03/24/2014	206.98	SEWER FUND
INFOMAX OFFICE SYSTEMS IN	CONTRACT - COPIER	03/26/2014	57.75	POLICE FUND
Total INFOMAX OFFICE SYSTEMS INC.:			1,216.94	
INT ASSOC OF FIRE CHIEFS				
INT ASSOC OF FIRE CHIEFS	ANNUAL DUES	03/31/2014	234.00	FIRE FUND

Vendor Name	Description	Invoice Date	Net Invoice Amount	FUND
Total INT ASSOC OF FIRE CHIEFS:			234.00	
INTERSTATE POWER SYSTEMS				
INTERSTATE POWER SYSTEM	NORTH PLANT GEN	03/19/2014	1,149.05	SEWER FUND
INTERSTATE POWER SYSTEM	SOUTH PLANT GEN MAINT	03/25/2014	596.10	SEWER FUND
Total INTERSTATE POWER SYSTEMS:			1,745.15	
IOWA AUTO TOP & UPHOLSTERY				
IOWA AUTO TOP & UPHOLSTE	VMAC UMBRELLA REPAIRS	03/12/2014	825.00	POOL (MEMORIAL)
Total IOWA AUTO TOP & UPHOLSTERY:			825.00	
ITRON INC.				
ITRON INC.	QUARTERLY SUPPORT (04/01/14 - 06/30/14)	03/12/2014	195.00	SEWER FUND
Total ITRON INC.:			195.00	
JENSEN, JANINE				
JENSEN, JANINE	REFUND - CLASS CANCELLED	03/24/2014	45.00	PARK & RECREATI
Total JENSEN, JANINE:			45.00	
KIYA KODA HUMANE SOCIETY				
KIYA KODA HUMANE SOCIETY	HUMANE SOCIETY CONTRACT - APRIL 2014	03/27/2014	2,412.74	POLICE FUND
Total KIYA KODA HUMANE SOCIETY:			2,412.74	
KOSMAN, MISTI L.				
KOSMAN, MISTI L.	2ND HALF OF MARCH 2014	03/31/2014	2,166.67	GENERAL FUND
Total KOSMAN, MISTI L.:			2,166.67	
LACAL EQUIPMENT INC.				
LACAL EQUIPMENT INC.	SQUEEGEES/BROOMS/FILTERS	03/18/2014	5,553.14	ROAD USE TAX FU
Total LACAL EQUIPMENT INC.:			5,553.14	
LEADER, THE				
LEADER, THE	MARCH WEEKLY FLYER	04/01/2014	75.00	GENERAL FUND
Total LEADER, THE:			75.00	
LOU'S GLOVES INC				
LOU'S GLOVES INC	LAB GLOVES	03/13/2014	152.00	SEWER FUND
Total LOU'S GLOVES INC:			152.00	
MC COY HARDWARE INC				
MC COY HARDWARE INC	BOILER SUPPLIES	03/19/2014	38.89	GENERAL FUND
MC COY HARDWARE INC	SUPPLIES	03/21/2014	5.39	FIRE FUND
MC COY HARDWARE INC	SUPPLIES	03/20/2014	5.36	FIRE FUND
MC COY HARDWARE INC	CLOCK CAULK	03/21/2014	4.49	PARK & RECREATI
MC COY HARDWARE INC	NUTS/BOLTS	03/24/2014	17.98	ROAD USE TAX FU
MC COY HARDWARE INC	GLOVES	03/26/2014	9.17	GENERAL FUND
MC COY HARDWARE INC	SUPPLIES	03/27/2014	11.05	GENERAL FUND
MC COY HARDWARE INC	FIELD PAINT	03/28/2014	76.54	PARK & RECREATI

Vendor Name	Description	Invoice Date	Net Invoice Amount	FUND
MC COY HARDWARE INC	PAINT	04/01/2014	19.39	ROAD USE TAX FU
MC COY HARDWARE INC	DEMO MATERIALS 910 E 2ND AVE	03/25/2014	62.05	CP--COMM RE-DE
Total MC COY HARDWARE INC:			250.31	
MCBROOM, SKYE				
MCBROOM, SKYE	WELLNESS MARCH 2014	03/07/2014	25.00	GENERAL FUND
MCBROOM, SKYE	WELLNESS FEB 2014	04/01/2014	25.00	GENERAL FUND
MCBROOM, SKYE	WELLNESS APRIL 2014	04/01/2014	25.00	GENERAL FUND
Total MCBROOM, SKYE:			75.00	
METTLER TOLEDO INC.				
METTLER TOLEDO INC.	SCALE CALIBRATION	03/14/2014	366.00	SEWER FUND
Total METTLER TOLEDO INC.:			366.00	
MID AMERICAN ENERGY CO.				
MID AMERICAN ENERGY CO.	HWY 92 FLASHING LIGHT	03/07/2014	10.03	ROAD USE TAX FU
MID AMERICAN ENERGY CO.	07741-18004 65/69 LIFT	03/17/2014	79.16	SEWER FUND
MID AMERICAN ENERGY CO.	FUEL HEAL	03/21/2014	446.80	ROAD USE TAX FU
MID AMERICAN ENERGY CO.	FUEL HEAL	03/21/2014	489.39	PARK & RECREATI
MID AMERICAN ENERGY CO.	74080-22010	03/26/2014	2,352.08	GENERAL FUND
MID AMERICAN ENERGY CO.	UTILITIES	03/21/2014	114.18	FIRE FUND
MID AMERICAN ENERGY CO.	08701-24006 QUAIL MDWS LIFT	03/21/2014	64.11	SEWER FUND
MID AMERICAN ENERGY CO.	05931-25003	03/20/2014	16.59	GENERAL FUND
MID AMERICAN ENERGY CO.	26321-30003	03/20/2014	173.59	GENERAL FUND
MID AMERICAN ENERGY CO.	UTILITIES	03/21/2014	12.06	FIRE FUND
MID AMERICAN ENERGY CO.	ACTIVITY CENTER HEATING	03/21/2014	589.74	PARK & RECREATI
MID AMERICAN ENERGY CO.	HEAT/FUEL BUILDING	03/20/2014	143.06	POLICE FUND
MID AMERICAN ENERGY CO.	09750-87035 WESLEY LIFT	03/17/2014	50.79	SEWER FUND
Total MID AMERICAN ENERGY CO.:			4,541.58	
MODLIN, BARBARA				
MODLIN, BARBARA	REFUND - CLASS CANCELLED	03/24/2014	14.00	PARK & RECREATI
Total MODLIN, BARBARA:			14.00	
MOMAR				
MOMAR	QUICK SET CONCRETE	03/12/2014	2,383.74	ROAD USE TAX FU
Total MOMAR:			2,383.74	
NOBLE FORD-MERCURY				
NOBLE FORD-MERCURY	CAMERA VAN-FLYWHEEL/ELC	03/31/2014	2,409.34	SEWER FUND
Total NOBLE FORD-MERCURY:			2,409.34	
NORWALK READY-MIXED CONCRETE				
NORWALK READY-MIXED CON	CONCRETE	03/13/2014	288.00	ROAD USE TAX FU
NORWALK READY-MIXED CON	CONCRETE	03/19/2014	222.00	ROAD USE TAX FU
Total NORWALK READY-MIXED CONCRETE:			510.00	
OFFENBURGER, LINDSEY				
OFFENBURGER, LINDSEY	WELLNESS REIMBURSEMENT APRIL 2014	04/01/2014	25.00	GENERAL FUND

Vendor Name	Description	Invoice Date	Net Invoice Amount	FUND
Total OFFENBURGER, LINDSEY:			25.00	
O'REILLY AUTO PARTS				
O'REILLY AUTO PARTS	SUPPLIES	03/19/2014	38.47	AMBULANCE FUN
O'REILLY AUTO PARTS	PARTS UNIT 330	03/19/2014	83.52	FIRE FUND
O'REILLY AUTO PARTS	CLEANER	03/26/2014	47.76	PARK & RECREATI
O'REILLY AUTO PARTS	AIR FILTERS	03/27/2014	35.32	ROAD USE TAX FU
O'REILLY AUTO PARTS	BRUSH	03/27/2014	2.23	PARK & RECREATI
O'REILLY AUTO PARTS	SEAL	03/28/2014	8.36	PARK & RECREATI
Total O'REILLY AUTO PARTS:			215.66	
PATRICK, MICHELE				
PATRICK, MICHELE	WELLNESS MARCH 2014	03/11/2014	15.00	LIBRARY FUND
Total PATRICK, MICHELE:			15.00	
PETTY CASH-CITY CLERK				
PETTY CASH-CITY CLERK	FRAME 1/29/14	03/31/2014	4.19	GENERAL FUND
PETTY CASH-CITY CLERK	POSTAGE 2/5/14	03/31/2014	9.80	GENERAL FUND
PETTY CASH-CITY CLERK	POSTAGE 2/26/14	03/31/2014	16.95	GENERAL FUND
PETTY CASH-CITY CLERK	MEALS 2/18/14	03/31/2014	11.00	GENERAL FUND
PETTY CASH-CITY CLERK	CAR WASH 3/13/14	03/31/2014	6.00	GENERAL FUND
PETTY CASH-CITY CLERK	SUPPLIES 3/14/14	03/31/2014	2.12	GENERAL FUND
Total PETTY CASH-CITY CLERK:			50.06	
PETTY CASH-POOL				
PETTY CASH-POOL	VMAC START-UP CASH	03/24/2014	660.00	POOL (MEMORIAL)
Total PETTY CASH-POOL:			660.00	
PETTY CASH-RECREATION				
PETTY CASH-RECREATION	KEY CARD - CROUSE	03/24/2014	25.00	PARK & REC SPEC
PETTY CASH-RECREATION	CARD	03/18/2014	1.06	PARK & RECREATI
Total PETTY CASH-RECREATION:			26.06	
PIERCE BROTHERS REPAIR				
PIERCE BROTHERS REPAIR	REPAIRED HOLE IN HOPPER	03/05/2014	78.00	ROAD USE TAX FU
Total PIERCE BROTHERS REPAIR:			78.00	
QUILL CORPORATION				
QUILL CORPORATION	OFFICE SUPPLIES	03/19/2014	297.96	AMBULANCE FUN
Total QUILL CORPORATION:			297.96	
ROGER BATES GARAGE				
ROGER BATES GARAGE	STEINER PARTS	03/12/2014	100.62	PARK & RECREATI
Total ROGER BATES GARAGE:			100.62	
SECRETARY OF STATE				
SECRETARY OF STATE	NOTARY - BRUCE	03/17/2014	30.00	POLICE FUND

Vendor Name	Description	Invoice Date	Net Invoice Amount	FUND
Total SECRETARY OF STATE:			30.00	
SHER, BRIAN				
SHER, BRIAN	CELL PHONE 2/23/14 - 3/22/14	03/22/2014	50.00	POLICE FUND
SHER, BRIAN	UNIFORM ALLOWANCE	03/21/2014	63.58	POLICE FUND
Total SHER, BRIAN:			113.58	
SHULL, DOUG				
SHULL, DOUG	TREASURER CONTRACT	03/27/2014	83.33	GENERAL FUND
Total SHULL, DOUG:			83.33	
SIMPSON COLLEGE				
SIMPSON COLLEGE	THINK SPRING	03/17/2014	850.00	PARK & RECREATI
Total SIMPSON COLLEGE:			850.00	
SOUTHEASTERN EMERGENCY EQUIPMENT				
SOUTHEASTERN EMERGENCY	MED SUPPLIES	03/18/2014	1,414.30	AMBULANCE FUN
Total SOUTHEASTERN EMERGENCY EQUIPMENT:			1,414.30	
STEVESON, STEPHANIE				
STEVESON, STEPHANIE	BALLROOM DANCE INSTRUCTOR	03/26/2014	360.00	PARK & RECREATI
Total STEVESON, STEPHANIE:			360.00	
T.R.M. DISPOSAL LLC				
T.R.M. DISPOSAL LLC	ACCT #1506	03/24/2014	69.00	GENERAL FUND
T.R.M. DISPOSAL LLC	ACCT #159 GARBAGE - BUILDING	03/24/2014	15.00	POLICE FUND
T.R.M. DISPOSAL LLC	ACCT #583 TRASH - NORTH PLANT	03/24/2014	96.00	SEWER FUND
T.R.M. DISPOSAL LLC	ACCT #583 TRASH - SOUTH PLANT	03/24/2014	49.00	SEWER FUND
Total T.R.M. DISPOSAL LLC:			229.00	
TELRITE CORPORATION				
TELRITE CORPORATION	LONG DISTANCE SERVICE	03/22/2014	2.05	GENERAL FUND
TELRITE CORPORATION	LONG DISTANCE SERVICE	03/22/2014	13.48	GENERAL FUND
TELRITE CORPORATION	LONG DISTANCE SERVICE	03/22/2014	16.95	GENERAL FUND
TELRITE CORPORATION	LONG DISTANCE SERVICE	03/22/2014	13.78	GENERAL FUND
TELRITE CORPORATION	LONG DISTANCE SERVICE	03/22/2014	15.88	POLICE FUND
TELRITE CORPORATION	LONG DISTANCE SERVICE	03/22/2014	17.14	FIRE FUND
TELRITE CORPORATION	LONG DISTANCE SERVICE	03/22/2014	.85	AMBULANCE FUN
TELRITE CORPORATION	LONG DISTANCE SERVICE	03/22/2014	8.07	LIBRARY FUND
TELRITE CORPORATION	LONG DISTANCE SERVICE	03/22/2014	5.16	SEWER FUND
Total TELRITE CORPORATION:			93.36	
THACKER, REED				
THACKER, REED	BACK UP BY CONTRACTOR - CITY REIMBU	01/31/2014	551.80	CITY LIAB INS RES
Total THACKER, REED:			551.80	
THEISEN'S				
THEISEN'S	BAR OIL	03/13/2014	9.79	PARK & RECREATI
THEISEN'S	GEAR OIL	03/13/2013	50.68	SEWER FUND

Vendor Name	Description	Invoice Date	Net Invoice Amount	FUND
THEISEN'S	GEAR OIL	03/13/2013	47.69	SEWER FUND
THEISEN'S	CREDIT - INCORRECT SPOUT RETURNED -	03/14/2014	22.33-	PARK & RECREATI
Total THEISEN'S:			85.83	
U.S. CELLULAR				
U.S. CELLULAR	CELL PHONE CHARGES	03/25/2014	44.98	GENERAL FUND
U.S. CELLULAR	CELL PHONE -3	03/17/2014	87.08	ROAD USE TAX FU
U.S. CELLULAR	CELL PHONE - 1	03/17/2014	29.02	PARK & RECREATI
U.S. CELLULAR	CELL PHONE - 1	03/17/2014	29.02	PARK & RECREATI
U.S. CELLULAR	CELL PHONE - 2	03/17/2014	58.05	SEWER FUND
U.S. CELLULAR	CELL PHONE - 1	03/21/2014	39.24	SEWER FUND
Total U.S. CELLULAR:			287.39	
U.S. POSTMASTER				
U.S. POSTMASTER	POSTAGE	04/01/2014	2,500.00	GENERAL FUND
U.S. POSTMASTER	STANDARD MAIL	03/20/2014	220.00	GENERAL FUND
Total U.S. POSTMASTER:			2,720.00	
UNUM LIFE INSURANCE CO OF AMERICA				
UNUM LIFE INSURANCE CO OF	LIFE, AD&D AND LTD INSURANCE	03/31/2014	40.81	GENERAL FUND
UNUM LIFE INSURANCE CO OF	LIFE, AD&D AND LTD INSURANCE	03/31/2014	23.35	GENERAL FUND
UNUM LIFE INSURANCE CO OF	LIFE, AD&D AND LTD INSURANCE	03/31/2014	222.75	GENERAL FUND
UNUM LIFE INSURANCE CO OF	LIFE, AD&D AND LTD INSURANCE	03/31/2014	93.04	GENERAL FUND
UNUM LIFE INSURANCE CO OF	LIFE, AD&D AND LTD INSURANCE	03/31/2014	78.03	GENERAL FUND
UNUM LIFE INSURANCE CO OF	LIFE, AD&D AND LTD INSURANCE	03/31/2014	213.21	ROAD USE TAX FU
UNUM LIFE INSURANCE CO OF	LIFE, AD&D AND LTD INSURANCE	03/31/2014	498.97	POLICE FUND
UNUM LIFE INSURANCE CO OF	LIFE, AD&D AND LTD INSURANCE	03/31/2014	60.08	FIRE FUND
UNUM LIFE INSURANCE CO OF	LIFE, AD&D AND LTD INSURANCE	03/31/2014	255.94	AMBULANCE FUN
UNUM LIFE INSURANCE CO OF	LIFE, AD&D AND LTD INSURANCE	03/31/2014	158.31	PARK & RECREATI
UNUM LIFE INSURANCE CO OF	LIFE, AD&D AND LTD INSURANCE	03/31/2014	38.75	PARK & RECREATI
UNUM LIFE INSURANCE CO OF	LIFE, AD&D AND LTD INSURANCE	03/31/2014	52.57	PARK & RECREATI
UNUM LIFE INSURANCE CO OF	LIFE, AD&D AND LTD INSURANCE	03/31/2014	92.84	LIBRARY FUND
UNUM LIFE INSURANCE CO OF	LIFE, AD&D AND LTD INSURANCE	03/31/2014	137.52	SEWER FUND
Total UNUM LIFE INSURANCE CO OF AMERICA:			1,966.17	
USA BLUE BOOK				
USA BLUE BOOK	SMOKE CANDLES	03/13/2014	478.80	SEWER FUND
Total USA BLUE BOOK:			478.80	
VANDERPOOL CONSTRUCTION				
VANDERPOOL CONSTRUCTIO	DEMO MATERIALS 301 W SALEM AVE	03/20/2014	109.30	CP--COMM RE-DE
Total VANDERPOOL CONSTRUCTION:			109.30	
VEENSTRA & KIMM				
VEENSTRA & KIMM	I & I PHASE 4 RES REVIEW	03/21/2014	3,755.36	SEWER CAPITAL P
VEENSTRA & KIMM	MCCONNELL MINI STORAGE SITE PLANT R	03/21/2014	146.00	GENERAL FUND
Total VEENSTRA & KIMM:			3,901.36	
VERIZON WIRELESS				
VERIZON WIRELESS	DATA	03/15/2014	282.52	POLICE FUND

Vendor Name	Description	Invoice Date	Net Invoice Amount	FUND
Total VERIZON WIRELESS:			282.52	
WAL-MART STORES INC.				
WAL-MART STORES INC.	OFFICE SUPPLIES	03/28/2014	34.19	GENERAL FUND
WAL-MART STORES INC.	HEADLIGHT CAR 07	03/26/2014	8.97	POLICE FUND
WAL-MART STORES INC.	SPECIAL NEEDS DANCE SUPPLY RETURN	03/17/2014	9.93	PARK & RECREATI
WAL-MART STORES INC.	ART	03/19/2014	6.91	PARK & RECREATI
WAL-MART STORES INC.	WHITE OUT	03/11/2014	2.97	PARK & RECREATI
WAL-MART STORES INC.	PROGRAMS	03/11/2014	7.89	PARK & RECREATI
WAL-MART STORES INC.	KNIVES	03/11/2014	2.84	PARK & RECREATI
WAL-MART STORES INC.	INK	03/13/2014	62.95	PARK & RECREATI
WAL-MART STORES INC.	ZONE SNACKS & SUPPLIES	03/13/2014	33.88	PARK & RECREATI
WAL-MART STORES INC.	SB CONCESSIONS	03/29/2014	105.79	PARK & RECREATI
WAL-MART STORES INC.	SB CONCESSIONS	03/29/2014	3.97	PARK & RECREATI
WAL-MART STORES INC.	SPECIAL NEEDS DANCE SUPPLIES	03/11/2014	27.21	PARK & RECREATI
WAL-MART STORES INC.	SWIM LESSON INSTRUCTOR BINDERS	03/18/2014	5.34	POOL (MEMORIAL)
WAL-MART STORES INC.	ZONE SNACKS & SUPPLIES	03/24/2014	19.01	PARK & RECREATI
WAL-MART STORES INC.	TAPE & ERASERS	03/25/2014	19.13	PARK & RECREATI
WAL-MART STORES INC.	SPECIAL NEEDS DANCE SUPPLIES	03/14/2014	5.55	PARK & RECREATI
Total WAL-MART STORES INC.:			336.67	
WALTERS GARDENS INC.				
WALTERS GARDENS INC.	PLANT SALE	03/10/2014	2,581.12	PARK & RECREATI
Total WALTERS GARDENS INC.:			2,581.12	
WARREN CO MASTER GARDENERS				
WARREN CO MASTER GARDEN	THINK SPRING SHARE	03/26/2014	1,278.28	PARK & RECREATI
Total WARREN CO MASTER GARDENERS:			1,278.28	
WARREN COUNTY OIL				
WARREN COUNTY OIL	PROPANE	03/26/2014	2,485.00	SEWER FUND
WARREN COUNTY OIL	HYD OIL	03/27/2014	589.00	ROAD USE TAX FU
WARREN COUNTY OIL	GEAR OIL	03/27/2014	85.00	ROAD USE TAX FU
Total WARREN COUNTY OIL:			3,159.00	
WASTE MANAGEMENT OF IOWA				
WASTE MANAGEMENT OF IOW	RECYCLING APT 494-0152822-0516-8	04/01/2014	2,439.50	RECYCLING FUND
WASTE MANAGEMENT OF IOW	TRASH - MARCH 14	04/01/2014	32.00	ROAD USE TAX FU
WASTE MANAGEMENT OF IOW	RECYCLING TOTES 494-0152854-0516-1	04/01/2014	10.00	RECYCLING FUND
WASTE MANAGEMENT OF IOW	RECYCLING TOTES 494-0152855-0516-8	04/01/2014	10.00	RECYCLING FUND
WASTE MANAGEMENT OF IOW	RECYCLING TOTES 494-0152856-0516-6	04/01/2014	10.00	RECYCLING FUND
Total WASTE MANAGEMENT OF IOWA:			2,501.50	
WECKMAN, JOELINDA				
WECKMAN, JOELINDA	REFUND	03/28/2014	622.00	AMBULANCE FUN
Total WECKMAN, JOELINDA:			622.00	
WIEGERT DISPOSAL CO.				
WIEGERT DISPOSAL CO.	SHOP DUMPSTER	04/01/2014	45.00	PARK & RECREATI
WIEGERT DISPOSAL CO.	ACTIVITY CENTER DUMPSTER	04/01/2014	25.00	PARK & RECREATI

Vendor Name	Description	Invoice Date	Net Invoice Amount	FUND
Total WIEGERT DISPOSAL CO.:			70.00	
YAHOO! YAHOO!	LEGAL SERVICE	03/18/2014	40.00	POLICE FUND
Total YAHOO!:			40.00	
Grand Totals:			132,127.52	

City Council: _____

Information

Subject

Resolution approving salaries

Information

This action sets salaries per the personnel management guide, union contract and seasonal salaries:

Tanner Wharton, Street Department Seasonal Summer Help, \$9.50/hour effective May 28, 2014. This is his second year with the street department.

Trevor Wharton, Street Department Seasonal Summer Help, \$9.50/hour effective May 28, 2014. This is his second year with the street department.

Jordan Lukehart, Street Department Seasonal Summer Help, \$9.50/hour effective May 10, 2014. This is his second year with the street department.

Seasonal Recreation Staff: all four are new employees

Claire Dugan, Field Maintenance \$8.00/hour effective March 28, 2014

Philip Baughman, Field Maintenance \$9.00/hour effective March 29, 2014

Ryan Whitesett, Field Maintenance \$9.00/hour effective March 28, 2014

Danielle Nichols, Facility Supervisor/Concessions \$8.00/hour effective April 5, 2014

Jim Isley, Seasonal Mower Operator, \$9.85/hour effective April 21, 2014 - this is Jim's fourth year with the Park's Department

David Melling, Seasonal Mower Operator, \$9.27/hour effective April 21, 2014 - this is David's second year with the Park's Department

Roll call is in order.

Attachments

Resolution

RESOLUTION APPROVING SALARIES

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

The following salaries are hereby approved:

Tanner Wharton, Street Department Seasonal Summer Help, \$9.50/hour effective May 28, 2014.

Trevor Wharton, Street Department Seasonal Summer Help, \$9.50/hour effective May 28, 2014.

Jordan Lukehart, Street Department Seasonal Summer Help, \$9.50/hour effective May 10, 2014.

Claire Dugan, Field Maintenance (seasonal recreation staff), \$8.00/hour effective March 28, 2014

Philip Baughman, Field Maintenance (seasonal recreation staff), \$9.00/hour effective March 29, 2014

Ryan Whitesett, Field Maintenance (seasonal recreation staff), \$9.00/hour effective March 28, 2014

Danielle Nichols, Facility Supervisor/Concessions (seasonal recreation staff), \$8.00/hour effective April 5, 2014

Jim Isley, Seasonal Mower Operator, \$9.85/hour effective April 21, 2014

David Melling, Seasonal Mower Operator, \$9.27/hour effective April 21, 2014

Passed and approved on the 7th day of April, 2014.

Kelly B. Shaw, Mayor

ATTEST:

Diana Bowlin, City Clerk

Information

Subject

Receive FY 12/13 Audit Report from Shull & Co.

Information

As required by Iowa Code, The Finance Director submits this report on an annual basis. It contains general, statistical and financial information about the city and was independently audited (packet) by Shull and Co. It is also used to meet continuing disclosure requirements for our outstanding general obligation bonds.

Arlen Schrum or Brian Schmidt, Shull & Co., will attend the meeting to discuss the FY 12/13 audit and its findings. The City is in sound financial condition and no internal control issues were found.

Simple motion accepting FY 12/13 comprehensive annual financial reports (packet) is in order.

Attachments

[Audit Letter](#)

[Indianola Audit](#)

[Sewer Audit](#)

[Municipal Utilities Audit](#)

[Electric Audit](#)

[Water Audit](#)



Shull

and Co. P.C.
certified public accountants

March 20, 2014

To the Members of the City Council
and Board of Trustees
The City of Indianola, Iowa

We have audited the basic financial statements of The City of Indianola, Iowa for the year ended June 30, 2013, and have issued our report thereon dated September 27, 2013. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated June 6, 2013. Professional standards also require that we communicate to you the following information related to our audit.

Significant Accounting Policies

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by The City of Indianola, Iowa are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the year ended June 30, 2013. We noted no transactions entered into by the Utilities during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting Estimates

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. We evaluated the key factors and assumptions used to develop estimates in determining that they are reasonable in relation to the financial statements taken as a whole.

Audit Adjustments

For the purposes of this letter, professional standards define an audit adjustment as a proposed correction of the financial statements that, in our judgment, may not have been detected except through our auditing procedures. An audit adjustment may or may not indicate matters that could have a significant effect on the Utilities' financial reporting process (that is, cause future financial statements to be materially misstated). In our judgment, none of the adjustments we proposed, whether recorded or unrecorded by the Utilities, either individually or in the aggregate, indicate matters that could have a significant effect on the Utilities' financial reporting process.

1111 North Jefferson
Indianola, Iowa 50125

515-961-2571 • Fax 515-961-4253

133 West Washington Street
Osceola, Iowa 50213

641-342-2611 • Fax 641-342-2746

Disagreements with Management

For the purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated December 15, 2013.

Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the Utilities' financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the Utilities' auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

This information is intended solely for the use of the Trustees and management of The City of Indianola, Iowa and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,

Shull & Co., P.C.

CITY OF INDIANOLA

General and Statistical Information

**Financial Statements and Supplemental Information
(With Independent Auditor's Report Thereon)**

**Independent Auditor's Report on Compliance
and Internal Control over Financial Reporting**

Schedule of Findings

Year Ended June 30, 2013



Shull
and Co. P.C.
certified public accountants

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CITY OF INDIANOLA
Chief Accounting Officer's Report

March 1, 2014

To the Honorable Mayor, Members of the Council, and Citizens of the City of Indianola,

This comprehensive annual financial report consists of management's representations concerning the finances of the City of Indianola. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the City of Indianola has established a comprehensive internal control framework that is designed to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City of Indianola's financial statements. Because the cost of internal controls should not outweigh their benefits, the City of Indianola's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement. Management asserts to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City of Indianola's financial statements have been audited by Shull & Co., a firm of licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the City of Indianola for the fiscal year ended June 30, 2013 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and, evaluating the overall financial statement presentation. The independent auditor concluded that there was a reasonable basis for rendering an unqualified opinion that the City of Indianola's financial statements for the fiscal year ended June 30, 2013 are fairly presented. The independent auditor's report is presented as the first component of the financial section of this report.

Rules promulgated by the Iowa State Auditor's Office require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statement in the form of a Management Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City of Indianola's MD&A can be found immediately following the statistical section of this report.

Profile of the Government

The City of Indianola, incorporated in 1864, is the county seat of Warren County and is located in the central part of Iowa approximately 17 miles south of the state capital, Des Moines. Indianola is considered part of the Des Moines MSA, one of the top growth areas in the state. The City of Indianola encompasses an area of approximately nine square miles and a population of 14,782. The City of Indianola is empowered to levy a property tax on real properties located within its boundaries. It is also empowered by state statute to extend its corporate limits by annexation, which occurs periodically when deemed appropriate by the governing council.

CITY OF INDIANOLA
Chief Accounting Officer's Report (Continued)

City Council: The City of Indianola operates under a mayor-council form of government. Policy-making and legislative authority are vested in a governing body consisting of the mayor and six council members. The city council is responsible, among other things, for passing ordinances; adopting the budget; appointing commission and committee members; and, hiring the government's manager. The government's manager, whose duties are set by local ordinance, is responsible for carrying out the policies of the city council; overseeing day-to-day operations; and, appointing the employees of the various departments for the governmental functions under the management control of the governing council. The council is elected on a non-partisan basis. Council members serve four-year staggered terms, with three of the members elected every two years. Four council members are elected by districts or wards while the two remaining council members and the mayor are elected at large. The mayor is elected to serve a four-year term.

The City of Indianola provides a full range of services, including police and fire protection; ambulance service; the construction and maintenance of highways, streets, and other infrastructure; recycling and organic material removal; and recreational activities and cultural events. The City of Indianola also operates a water pollution control (sewer) department as a utility under the management and control of the city council. The city participates in several non-related jointly governed organizations that provide goods or services including the South Central Iowa Landfill Agency, the Central Iowa Regional Transportation Alliance, the Marion/Warren County Drug Task Force, and the Community Athletic Facility.

Board of trustees: The City of Indianola provides electric, water and telecommunications services as a discretely reported component unit under the management and control of a board of trustees. The board operates these three utilities as Indianola Municipal Utilities (IMU). The authority for management and control of each utility was established by a majority vote of the electorate as provided in the Iowa Code. The trustees are vested with the authorities of the city in relation to these utilities with the exceptions that the board may not: certify taxes to be levied; pass ordinances or amendments; or, issue general obligation or special assessment bonds. Real property is held in the name of the city; however, the utility board has all the powers and authorities of the city with respect to the acquisition or disposition of such property and the management, control, and operation associated with said property is subject to provisions of any outstanding obligations which are payable from the revenues of the city utility. Separate funds are maintained for each utility and operating budgets are subject to final approval by the city council. Utility fund balances deemed by the board of trustees to be in excess of the needs of a utility may be transferred to the city's general fund or other city funds as approved by the city council.

Five trustees serve staggered six-year terms and are appointed by the mayor and approved by the city council. The board of trustees appoints a general manager to oversee the day-to-day management of the electric, water and telecommunications utilities. The general manager appoints the employees of each of these utilities; carries out the policies of the board of trustees; and, performs other duties as determined by resolution of the board.

CITY OF INDIANOLA
Chief Accounting Officer's Report (Continued)

Other officials: The director of finance and administrative services serves as the chief accounting officer for all city services and submits the budget and year-end financial reports required of the city. The director of finance and administrative services has other financial duties and the city clerk has custodial duties as prescribed in Iowa Code, local ordinances, board resolutions, and by management discretion. An appointed treasurer serves as custodian for all funds. An attorney is also appointed to represent the city, its boards, and its commissions and performs certain functions prescribed in local ordinances and in the Iowa Code.

Budgeting process: The annual budget serves as the foundation for the City of Indianola's financial planning and control. The budget process, in general, is as follows:

- The city council sets its budget objectives and reviews major known factors.
- The city manager and the general manager each submit 5-year capital improvement project budgets to the respective managing authority for review and adoption.
- Departments submit operating budget requests to the city manager or general manager as appropriate.
- The city manager and the general manager compile their respective annual budgets for review. Budgets are prepared by fund (e.g. general), function (e.g. public safety), and department (e.g. police).
- The board of trustees adopts budgets for the electric, water and telecommunications utilities. These are compiled with governmental services and sewer utility budgets and are provided to the public by publication.
- The city council sets and conducts a public hearing on the budget.
- The city council adopts the budget and the budget is filed with the county auditor and the State of Iowa no later than March 15 of each year.

The State of Iowa limits expenditures to the total amount budgeted by function. Expenditures for individual departments, services or line items may exceed those budgeted as long as total expenditures by function are not exceeded. Budget amendments are permitted under provisions similar to the adoption of the original budget. In this report, the current year's budget is compared to the actual expenses by function.

Cash management policies and practices: The city annually reviews and adopts an investment policy outlining the roles and responsibilities in making investments using available cash balances. The director of finance and administrative services and the treasurer are jointly responsible for the investment of funds with oversight by the council and board of trustees.

Cash, which is temporarily idle during the year, is invested in bank deposits; money market funds; repurchase agreements; and/or the Iowa Public Agency Investment Trust. These temporary cash deposits were maintained in stable value investments with an average rate of return of .25%.

CITY OF INDIANOLA
Chief Accounting Officer's Report (Continued)

The city invests reserve funds (those not intended to be expended within 365 days) in a portfolio with the assistance of an investment advisement firm. The investment portfolio includes mortgage-backed securities; preferred stock; obligations of the U.S. Treasury or its agencies; and, cash held in a public entity money market fund. At fiscal year end, the effective duration of the portfolio is 3.24 years with a current yield of 2.13%. Reported returns may include changes in fair value during the year but do not necessarily represent continuing returns; therefore, it is not always possible to realize changes in fair value, especially in the case of temporary changes for securities the city intends to hold until maturity.

Additional information on the City of Indianola's cash management can be found in notes to the financial statements.

Risk management: The City of Indianola participates in the Iowa Communities Assurance Pool (ICAP), a local government risk-sharing pool with over 600 members throughout Iowa. The city makes annual contributions to ICAP recorded as disbursements from its operating funds for vehicle, property, casualty and liability coverage. The city maintains reserve funds to meet deductibles. The city also participates as a member of the Iowa Municipal Workers' Compensation Association (IMWCA) and pays the associate premiums from its operating funds. The city purchases boiler and machinery insurance from a private carrier. In addition, the city has an ongoing safety program to maintain a safe environment for employees and the public. Additional information on the City of Indianola's risk management activity can be found in notes to the financial statements.

Pension and other post-employment benefits: The City of Indianola provides pension benefits for its employees. With the exception of Police officers, these benefits are provided through a statewide plan managed by the Iowa Public Employees Retirement System (IPERS). Benefits for police officers are provided through a statewide plan managed by the Municipal Fire & Police Retirement System of Iowa (MFPRSI). The city makes periodic payments based on earned compensation by active employees; however, the city has no obligation in connection with employee benefits offered through these plans.

The City of Indianola also provides post-retirement access to its medical insurance plan until age 65 as required under Iowa Code. Retirees contribute an amount equal to the premium amount charged to the city on a monthly basis.

The City of Indianola maintains a health reimbursement arrangement (HRA) for the benefit of employees. The city makes a fixed annual contribution that allows each employee to be reimbursed for any medical expense allowed under IRS Code. If the employee does not utilize the full amount provided in any fiscal year, the balance is carried forward for use in a future period, even after retirement. Disbursements are paid out of operating funds and not held in trust. They are, however, accounted for in a sub-fund that is separate from other operating funds for budgetary control. Unpaid HRA balances totaled \$206,331 as of June 30, 2013.

Additional information on the City of Indianola's pension arrangements and other post-employment benefits can be found in notes to the financial statements.

CITY OF INDIANOLA
Chief Accounting Officer's Report (Continued)

Closing

State law requires that all general-purpose local governments publish within nine months of the close of each fiscal year a complete set of financial statements that are audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. As allowed under Iowa Code and administrative rules, the City of Indianola issues its financial statements on the basis of cash receipts and disbursements. Cash basis is a comprehensive basis of accounting other than generally accepted accounting principles (GAAP). Pursuant to these requirements, I hereby issue the comprehensive annual financial report of the City of Indianola for the fiscal year ended June 30, 2013.

Christopher DesPlanques
Director of Finance and Administrative Services

**CITY OF INDIANOLA
CITY OFFICIALS AND BOARD OF TRUSTEES
JUNE 30, 2013**

<u>Name of Official</u>	<u>Official Title</u>	<u>Term Expires December 31</u>	<u>Amount Of Bond</u>
Kenan Bresnan	Mayor	2013	300,000
John Parker Jr.	Councilperson First Ward	2015	300,000
Eric Mathieu	Councilperson Third Ward	2015	300,000
Greg Marchant	Councilperson At-Large	2015	300,000
Pam Pepper	Councilperson At-Large	2013	300,000
Pete Berry	Councilperson Fourth Ward	2013	300,000
John Sirianni	Councilperson Second Ward	2013	300,000
Eric Hanson	City Manager		300,000
Christopher Des Planques	Director of Finance & Administrative Services		300,000
RoxAnne Hunerdosse	Human Resource Director		300,000
Diana Bowlin	City Clerk		300,000
Doug Shull	City Treasurer		300,000
	City Solicitor		300,000

Indianola Municipal Utilities Board of Trustees
Authority: Indianola Code of Ordinances Section 25.02

Chris Boone		2014	300,000
Eric Vander Linden		2015	300,000
Bob Lester		2016	300,000
Pat Reding	Chairperson	2018	300,000
Grant Johnson		2019	300,000
Todd Kielkopf	General Manager of Utilities		300,000

All other city employees are bonded under the Cincinnati Insurance Employee Loss Coverage, "Faithful Performance Blanket Position Bond," # B0359727 in the amount of \$300,000.

Council Committee

Council Study Committee

Pete Berry
Greg Marchant
Eric Mathieu
John Parker Jr.
Pam Pepper
John Sirianni

**CITY OF INDIANOLA
CITY BOARD AND COMMISSIONS
JUNE 30, 2013**

LIBRARY BOARD

Authority: Indianola Ordinance Chapter 17.3

Term - 6 Years

Meeting: 2nd Tuesday of every month

<u>Name</u>	<u>Term Expires</u>
Jim Lee	July 1, 2014
Pat Hicks	July 1, 2014
Dick Kerr	July 1, 2016
Kathy Farris	July 1, 2016
Mark Jufferbruch	July 1, 2016
Mary Jane Cassady	July 1, 2018
Rhonda Sayler	July 1, 2018

PARK AND RECREATION COMMISSION

Authority: Indianola Ordinance No. 520

Term - 3 Years

Meeting: 1st Wednesday of every month

John Hagener	January 1, 2014
Jon Anderson	January 1, 2014
Laura Beals	January 1, 2015
Cyd Dyer	January 1, 2015
Jennifer Leech	January 1, 2016
Dave Button	January 1, 2016

PLANNING AND ZONING COMMISSION

Authority: Indianola Ordinance Chapter 16.2

Term - 5 Years

Meeting: 2nd Tuesday of every month

Leslie Held	February 1, 2014
Mike Coppess	February 1, 2014
Karla Roush	February 1, 2015
Doug Opie	February 1, 2015
Mary Donaghy	February 1, 2016
Rich Piper	February 1, 2016
Tiffany Coleman	February 1, 2017
Dan Wood	February 1, 2017
Bob Ormsby	February 1, 2018
Joe Butler	February 1, 2018

**CITY OF INDIANOLA
CITY BOARDS AND COMMISSIONS
JUNE 30, 2013**

BOARD OF ADJUSTMENT

Authority: Indianola Ordinance No. 341 - Code of Iowa 414.7

Term - 5 Years

Meeting: 1st Wednesday of month on call

<u>Name</u>	<u>Term Expires</u>
Jim Garrett	December 31, 2013
Marty Miller	December 31, 2014
James Sullivan	December 31, 2015
Dennis Parker	December 31, 2016
Reed Thacker	December 31, 2017

MEMORIAL BUILDING COMMISSION

Authority: Code of Iowa Chapter 37.9

Term - 3 Years - Meeting: On Call

Ron Werling	July 1, 2013
Robert Guilford	July 1, 2013
Bob Greener	July 1, 2013
Ray Walton	July 1, 2014
Dan Aldridge	July 1, 2015

CIVIL SERVICE COMMISSION

Authority: Indianola Ordinance No. 378

Term - 4 Years

Meeting: On Call

Celeste Gebhart	First Monday in April, 2014
Wayne Petersen	First Monday in April, 2015
John Monroe	First Monday in April, 2016

FINE ARTS & COMMUNITY BEAUTIFICATION COMMISSION

Authority: Indianola Ordinance No. 423

Term - 3 Years

Meeting: 1st Tuesday of every month

CITY OF INDIANOLA Operational Review

City operations are divided into many departments and offices, all of which work toward the common goal of providing superior services to the citizens of Indianola. While the functions of each department may be varied, it is a cooperative effort on everyone's part that enables us to reach this goal. It's not uncommon to see two or more departments working together to solve some problem or complete a project. The Mayor, Council, boards and administrative staff encourage teamwork and it results in an enhanced quality of life for the citizens of Indianola.

The following summary provides a brief review of the various Departmental operations during the 2012-13 fiscal year.

Public Safety: The major Public Safety activities are police, fire, ambulance services and building and zoning regulation.

- **Police:** The Indianola Police Department answered 6974 calls for service in calendar year 2013. The department is at full staff (19 sworn including the chief and lieutenant) and all officers are state certified.
- **Fire and Ambulance:** The Indianola Fire Department experienced slight increase in calls for the 2013 fiscal year for a new record year. There were three major fire losses listed in order of dollar loss; 11391 160th Avenue (170,000), 105 South Jefferson Way (\$75,000), and 16611 118th Avenue (50,000). Total dollar loss for the year was \$597,450 this dollar loss was a 30% decrease verses 2011. In addition to the regular activities that the full and part-time staff accomplished each day, staff responded to 1,884 fire and EMS incidents. This is a an increase of 9% over the previous year. The 1,884 alarms consisted of: 97 fires; 44 Haz-Mat; 43 good intent; 108 false alarms; 2 weather-related and 1 other. The balance accounts for 1,589 EMS calls which is where most of our 9% increase was seen there was a slight increase in fire responses (25 calls).

As of January 1, 2013, the department had one full-time chief, one full-time training officer, one full-time technician, six full-time firefighters/medics, 1 full-time billing specialist, 20 part-time firefighter/medics, 28 paid on call for a total staff of 58 with no members on leave. Staff coverage continues with full-time staff working 24/48 shifts and part-time staff covering Monday through Friday from 8:00 a.m. to 5:00 p.m. This has changed July 1, 2013 to include part-time staff on weekends. The additional P-T staffing is due to the shortage of available paid on call personnel which, is also when we have a higher call volume.

Training is a big part of the department's time. Training is conducted every Monday night and several attend training on their own including nights and weekends. Some attend area fire schools and EMS conferences to keep their certifications current. The total hours that POC staff give for training held within our department was 4,817 hours and responses were 3,555 hours for a total of 8,219 hours. This equates to the average paid on call staff giving over 234 hours toward regular training and calls each year. These calculations exclude the time the full-time staff puts toward calls and training.

CITY OF INDIANOLA

Operational Review (Continued)

Public Works: The street department staff members are dedicated to providing excellent service to the citizens of Indianola. The street department has kept busy by performing annual street repair, concrete and asphalt replacement/repair, crack sealing, street sweeping, and snow plowing. These are the major functions which occupy a substantial amount of time for the department. In addition, several storm sewer intakes were replaced or repaired along with maintaining the hundreds of street and traffic signs throughout the city.

Culture and Recreation: Parks and Recreation programs, events, parks and facilities continued to be very important to the majority of Indianola residents. Participation and use were at high levels and many opportunities and enhancements were provided to help keep the quality of life at a high level.

We had another great year offering many new program opportunities and completing several improvements to the city parks. All that we are able to accomplish is largely due to the support and assistance we get from the Indianola citizens, volunteers, businesses, organizations, Indianola Community Schools, City Council, IMU, city departments and the parks and recreation commission. Significant accomplishments for the year were the installation of new play equipment at McCord park, working with the Mayor's Youth Council with a Pedal Bike Fest, Yappy Hour dog events, Moats shelter expansion, preparation of the Buxton Arboretum Enhancement Plan, the first cell phone audio tour at DeNelksy Park and new energy efficient T-8 lights at the activity center.

New and strengthened cooperative partnerships and volunteer involvement allowed us to add or expand new programs and facilities including a Tree of Life sculpture with the Indianola Park Friends – the first sculpture in a park, 3 Story Walks in parks & trails with the Friends of Indianola Public Library & Indianola Park Friends, the formation of the Friends of Indianola Trails (FIT) and 17 free community recreation events. Two surveys, 3 public input forums and 15 surveys were conducted to help better know the community needs and desires and to help make the programs, events and facilities even better. Thanks to community involvement, we had 611 volunteers donate 5,301 hours, 6,047 program registrations, 1,632 games played on the Pickard Softball Fields and served 2,026 different families.

- **Veterans Memorial Aquatic Center:** The Aquatic Center served over 45,000 youth, adults and families and was used from 7am to 7pm and in addition to open swimming was used for swim lessons, tot swim, youth swim team, noon hour lap swim/water walk, pool party rentals and cardboard boat races. The season was unusually hot for several weeks in late June and July. Several defective areas were found on the inside of the fiberglass flume of the new enclosed water slide which had to be repaired in-house. The pool water heater also malfunctioned several times during the season. Overall operations went well.

CITY OF INDIANOLA

Operational Review (Continued)

The following table details the park system:

	<u>Acres</u>
Barker Park	1.20
Buxton Park	5.43
Dayton Park	1.08
DeNelsky Park	22.9
Downey Memorial Park	10.62
Easton Park	2.39
Indianola Activity Center Property	9.60
McCord Park	16.85
McVay Trail	13.30
Memorial Park	13.72
Moats Park	4.14
Pickard Park	160.00
South Park	4.47
Veterans Memorial Pool	3.50
Willow Creek Totlot	<u>0.65</u>
	269.85

- **Indianola Public Library:** Library patrons checked out 133,174 items which equals 9.0 items checked out by each resident. Attendance at 436 programs totaled 10,492. Library computers were used 14,686 times. Each item in the Library's collection was checked out an average of 2.25 times.

In addition to ebooks and eaudio, library patrons can now download songs with a valid library card. Patrons also have access to a variety of online resources from car repair manuals to reference topics.

Business-type or proprietary: Indianola has four services that are classified as business-type services. Although the utility operations are divided into departments, they all work toward the common goal of providing superior services to the citizens of Indianola. The electric, water, and telecommunication departments are a discretely reported component unit. However, given their degree of importance to the overall services received by citizens, this operational review contains information pertaining to these activities in the next section of this report. The following summary provides a brief review of the various departmental operations during the 2012-13 fiscal year.

- **Water Pollution Control Department:** The WPC department was at full staff for last year. Full staff includes the Superintendent, 6 operators and a part-time office manager. We remain under a Consent Order from the Iowa Department of Natural Resources that mandates Infiltration & Inflow (I&I) removal through the entire public collection system to eliminate sanitary sewer overflows and basement backups by Dec, 2013. The IDNR has approved an amendment to our consent order. The amendment requires the number of residential inspection are 150 residents per year until the year of 2024.

CITY OF INDIANOLA
Operational Review (Continued)

Construction began on Phase IV (final phase) will be completed by Dec. 2013. We will be hiring Howard R Green to complete a collection system flow study to evaluate for I&I flow and the system capacities.

The Wastewater Department continues to work through residential I&I inspections and testing. The visual inspections in the NE #2 Area are complete. We have delayed the injection testing until we have direction from the City Manager to continue. We continue with are proceeding to offer I&I inspection/testing upon the property owners request.

We will be hiring Howard R Green to complete a site plan and facility study to determine the future of Wastewater Treatment for the City of Indianola. Both South Plant lift station pumps are replaced with new Flygt Pumps. A new boiler and flare was purchased and installed last year at the wastewater plant.

We will be bidding the Emergency generator annual preventive maintenance program in the fall of 2013. We will be bidding the new city farm contract this fall also. We have a Title V air quality permit with IMU. We will be required to pay annual license fees and provide monitoring reports for the emergency generators at the North Plant and Morlock. We also will be required to monitor the boiler and flare at the North Plant.

- **Electric Utility:** The electric utility provides reliable service by purchasing wholesale energy for the community as a whole, receiving it over the transmission system, generating electricity within Indianola as needed, and distributing it safely to customers. Significant progress towards implementing operational strategies include:
 - Completion of the East Side Conversion project
 - Continued work on the Hwy 65/69 3-phase underground & conversion
 - Completion of engineering & contract award for the Hwy 92 69kV Relocation Project and conceptual plans for the I-35 69kV Relocation Project
 - Completion of the 2012 Cost of Service and Rate Study
 - Implemented a 5.25% (average) electric rate increase
- **Water Utility:** The water utility provides reliable water service by pumping it from wells, treating it, keeping enough in storage to meet daily needs, and distributing it to customers. Significant progress towards implementing operational strategies include:
 - Repaired several water main breaks
 - Completion of engineering and significant completion of construction of the Ann Parkway Water Main Replacement Project
 - Completion of the Water Treatment Facility Review

CITY OF INDIANOLA
Operational Review (Continued)

- **Communications Utility:** The communications utility provides the infrastructure that transmits affordable, competitive, and technologically advanced telecommunications service for both retail and other public uses. Telephone and Internet services are offered to commercial customers through a contractual private/public partnership. Significant progress towards implementing operational strategies include:
 - Continued planning for the IMU Network Services division as the fiber system is expanded
 - Residential service roll-out in the East Side Conversion area
 - IMU Partners 28-E Agreement finalized and approved
 - Adoption of new IMU Communications Utility Service Rules and Regulations
- **Administration:** All three utilities are administered by a combination of the IMU Board of Trustees and their staff, services provided by the City of Indianola through cost-sharing arrangements, and third-party contractors.

Public works activities primarily involve co-managing the public right of way. IMU also supports economic development and community betterment activities. Third, there are utility-specific services such as technical activities, safety, and utility programming. Last are the governance and professional services associated with oversight, regulatory actions, general management, human resources, fiduciary controls, public notifications and information systems, and legal compliance & risk management.

General Government: The City of Indianola supports a proactive stance toward economic development, enhancing the local economy, and promoting efficiency. Major programs and events are:

- Continuation of a citywide residential urban revitalization (tax abatement) program that began in February 1998 has encouraged development and continues to strengthen the tax base.
- An aggressive schedule of improvements to infrastructure and facilities including sewer main extensions along highway corridors.
- Purchase and sale of real estate for redevelopment under the Dangerous & Dilapidated building program.
- Promotion and financing of the Downtown Business Incentive program to enhance the aesthetics of the area.
- Removal of storm water from entering the sanitary sewer system (I&I program). The entire community will benefit through decreased operation and maintenance expenses, decreased capital expenses, and increased sewer plant capacity.
- Building and financing of a new 60,000 plus square feet recreational/wellness facility with 2 pools, a walking track, exercise rooms, racquetball courts and a gymnasium.

CITY OF INDIANOLA
Operational Review (Continued)

City staff takes a proactive role in communicating community events with staff and citizens. The Government Access Channel, established in January 1995, provides agendas, schedules, public safety and promotional information for government sponsored programs. Meetings are broadcast live to cable subscribers and re-broadcast throughout the week. The City of Indianola also regularly invests resources to enhance communications through its web sites which includes programming information, links to other community resources, and minutes of meetings. Utility payments, recreation program fees, parking tickets and certain other fees can be paid online.

Departments have learned to utilize electronic information systems to improve services. Each building is connected by a high-speed data network over fiber optic lines. Internet access and e-mail systems are also shared. In addition, the City Clerk's Office has a document imaging system to improve the retrieval of information.

The following table summarizes the activities of the Clerk's Office (calendar year):

Permits/Licenses	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
Water	80	80	90	11	38	35	21
Plumbing	137	106	62	75	42	62	59
Electric	169	113	60	93	103	99	88
Mechanical	110	104	62	42	56	97	53
Sewer	81	95	61	19	66	39	20
Warrants Written	9,037	8,865	8,883	8,921	9,257	9,237	9,304
Ordinance Adopted	22	19	22	24	23	26	16
Cigarette	20	18	18	20	17	17	16
Bicycle	9	5	5	2	2	2	2
Beer	15	15	15	15	15	16	16
Beer-Liquor	15	15	15	15	17	18	18
Sunday Beer & Liquor	29	29	29	29	29	28	29
Beer-Wine	3	3	3	3	3	3	3

Internal Service: The City of Indianola maintains a fund for employees' health insurance with premiums paid from each departmental fund. Premiums are targets at 75% of maximum cost exposure. Reserves are targeted at 25% of annual claims plus 2 times the difference between expected claims and maximum costs.

CITY OF INDIANOLA
Statistical Section

To compliment the financial review of the City of Indianola, the following statistical tables are attached. Below you will find a list of tables with some explanatory information:

Government-Wide Expenditures. These are the cash-based expenditures for the past 10 fiscal years. The State of Iowa City Finance Committee adopted new functional group classifications in FY 2003. The historical expenses are not a formal restatement, but they do approximate the "best fit" as determined by management. Capital projects are expensed in the function in which they occur, not solely in capital projects funds.

Governmental Revenues by Source. These are the sources of revenue for the non-proprietary activities of the City of Indianola.

Tax Revenues by Source. These are the sources of tax revenue for the City of Indianola.

Tax Collection Trend. This table shows how effective Warren County collects the property taxes levied for the City of Indianola.

Separate & Consolidated Rates. This table lists the property tax rates of the taxing authorities that govern the citizens within the City of Indianola. Agricultural land within cities is taxed at a different rate than other types of property.

100% Valuations. These are the approximate market values of the different types of property within the City of Indianola. The Operating Levy Total and Debt Levy Total do not contain Agricultural property values, since these values are taxed at a different rate. The Debt Capacity Total does contain the Agricultural property value.

Taxable Valuations. These are the property values that are subject to the property tax levies.

Debt Margin. Iowa Code limits cities' General Obligation debt to 5% of the total valuation of property. This table shows the amount of debt outstanding subject to this limitation and the capacity of the City of Indianola to assume more debt.

Building permits. This table shows the trend of new construction in the City of Indianola, the number of new housing units, and the amount of commercial or industrial construction.

Demographics. This is an attempt to show the growth of the community, its level of prosperity, and economic conditions over various historical periods.

CITY OF INDIANOLA
Statistical Section (Continued)

History of Government-Wide Expenditures

Fiscal Year	Public Safety	Public Works	Health & Social Services	Culture & Recreation	Community Economic Development	General Government (Adm.)	Debt Service	Capital Projects	(Business- type) Enterprises	Total
2003 *	2,424,530	1,205,650	-	1,810,745	121,353	789,787	1,547,691	224,080	9,045,729	17,169,565
2004	2,575,157	1,236,314	-	1,681,481	109,684	838,593	1,412,173	194,328	12,433,507	20,481,237
2005	3,064,420	1,159,047	-	1,661,909	90,030	931,371	1,538,643	1,790,458	12,716,343	22,952,221
2006	3,098,730	1,338,627	-	1,937,224	65,386	972,894	1,623,792	958,781	16,858,260	26,853,694
2007	3,085,938	1,256,816	-	1,943,116	617,772	965,144	1,974,772	3,035,031	13,936,478	26,815,067
2008	3,173,199	1,348,228	-	1,904,951	83,781	995,408	1,956,788	966,952	13,123,248	23,552,555
2009	3,269,051	1,282,170	-	2,316,774	104,155	1,037,373	2,219,139	1,678,814	13,608,628	25,516,104
2010	3,356,420	1,151,365	-	1,970,347	146,617	1,144,193	2,276,338	2,713,018	15,766,541	28,524,839
2011	3,534,467	1,177,500	-	1,978,160	123,554	1,187,419	5,679,211	1,904,709	22,949,882	38,534,902
2012	3,893,610	1,320,362		2,097,728	1,295,997	1,292,181	3,368,178	2,778,035	24,171,255	40,217,346
2013	3,902,002	1,416,552	-	2,130,514	704,168	1,411,552	2,622,940	16,012,963	3,966,577	32,167,268

Notes:

Transfers not included as expenditures.

*Change in functional classifications by the State of Iowa City Finance Committee beginning FY 2003. Prior years are grouped into the new functional classifications in a consistent manner, but are not intended to be a complete restatement of prior periods

CITY OF INDIANOLA
Statistical Section (Continued)

Governmental Revenues by Source

Fiscal Year	Taxes	Licenses & Permits	Inter-governmental	Charges for Services	Fines	Use of Money & Property	Special Assessment	Misc.*	Total
2003	-	153,366	1,689,238	740,181	28,524	196,635	140,938	772,486	3,721,368
2004	-	209,890	1,540,566	720,225	78,004	160,430	101,884	1,002,420	3,813,419
2005	-	194,540	2,082,365	765,904	100,226	161,169	310,620	940,741	4,555,565
2006	4,549,048	163,875	1,366,839	897,130	115,328	163,875	148,054	1,226,974	8,631,123
2007	4,832,068	198,689	2,255,915	867,211	110,906	362,480	284,420	1,465,204	10,376,893
2008	5,152,853	187,498	1,813,521	1,033,928	92,912	320,015	331,949	1,495,550	10,428,226
2009	5,488,299	66,923	1,648,354	1,117,293	81,114	339,169	161,882	270,351	9,173,385
2010	5,657,732	96,392	2,337,365	888,562	67,589	366,428	197,299	351,202	9,962,569
2011	5,839,564	197,339	1,825,570	980,350	77,951	318,802	92,034	545,225	9,876,835
2012	6,229,085	144,940	1,651,642	987,982	81,150	298,088	139,226	334,909	9,867,022
2013	6,738,685	117,693	2,060,498	993,286	57,955	326,083	144,055	295,066	10,733,321

*Excludes self-insurance pool (classified as business-type internal service fund beginning in 2003), proceeds from fixed asset sales, and issuance of debt. Includes only transfers in for utility payment in lieu of taxes and administrative office cost allocations from utilities.

Tax Revenues By Source

Fiscal Year	Property	TIF	Franchise Fees	Hotel/Motel	Total
2003	3,337,492	101,614	46,272	45,507	3,530,885
2004	3,657,046	104,611	55,079	63,637	3,880,373
2005	3,953,157	188,396	55,505	72,048	4,269,106
2006	4,193,386	242,399	54,120	59,143	4,549,048
2007	4,302,701	414,117	54,605	60,645	4,832,068
2008	4,380,621	652,572	57,417	62,243	5,152,853
2009	4,739,284	632,566	58,208	58,241	5,488,299
2010	4,826,350	712,476	61,406	57,500	5,657,732
2011	4,836,322	865,761	81,666	55,815	5,839,564
2012	4,929,376	1,146,801	85,196	67,712	6,229,085
2013	5,163,954	1,368,810	76,988	61,721	6,671,473

CITY OF INDIANOLA
Statistical Section (Continued)

Tax Collection Trend

(Collection) Fiscal Year	Total Levied	Amount Collected*	% Collected
2003	3,332,300	3,337,492	100.2%
2004	3,664,800	3,657,046	99.8%
2005	3,921,085	3,953,157	100.8%
2006	4,186,938	4,193,386	100.2%
2007	4,322,757	4,302,701	99.5%
2008	4,348,256	4,380,621	100.7%
2009	4,717,671	4,739,284	100.5%
2010	4,786,023	4,826,350	100.8%
2011	4,788,677	4,836,322	101.0%
2012	4,916,871	4,929,376	100.3%
2013	5,147,991	5,163,954	100.3%

* includes delinquent taxes, if any.

CITY OF INDIANOLA
Statistical Section (Continued)

Property Tax Rates
Separate and Consolidated
Levy Rate per \$1,000 Taxable Valuation

Fiscal Year	City of Indianola				County			School District				
	Operating	Benefits & Ins.	Debt Service	Total	Operating	Debt Service	Total	Operating	Debt Service	Total	Other	Total
2003	8.10	0.93	2.02	11.05	4.86	0.37	5.23	14.94	3.86	18.80	1.13	36.21
2004	8.10	1.35	2.20	11.65	4.92	0.32	5.24	15.25	3.55	18.80	1.00	36.69
2005	8.10	1.38	2.17	11.65	5.66	0.36	6.02	15.02	3.38	18.40	1.06	37.13
2006	8.10	1.70	2.10	11.90	5.69	0.34	6.03	15.53	2.87	18.40	1.11	37.44
2007	8.10	1.75	2.10	11.95	6.08	0.35	6.43	16.19	2.70	18.89	1.14	38.41
2008	8.10	1.75	2.00	11.85	6.45	0.34	6.79	16.56	3.63	20.19	1.05	39.88
2009	8.10	1.55	2.00	11.65	6.11	0.30	6.41	16.81	3.24	20.05	1.05	39.16
2010	8.10	1.35	1.90	11.35	3.50	2.64	6.14	15.25	4.74	19.99	0.95	38.43
2011	8.10	1.30	1.90	11.30	3.50	2.48	5.98	16.22	4.67	20.89	0.95	39.12
2012	8.10	1.25	1.85	11.20	3.50	2.28	5.78	16.04	4.85	20.89	0.99	38.86
2013	8.10	1.15	1.95	11.20	3.50	2.22	5.72	15.57	2.09	17.66	1.07	35.65

Ag Land

2002	3.00
2003	3.00
2004	3.00
2005	3.00
2006	3.00
2007	3.00
2008	3.00
2009	3.00
2010	3.00
2011	3.00
2012	3.00
2013	3.00

CITY OF INDIANOLA
Statistical Section (Continued)

100% Valuations

Fiscal Year	Residential	Ag/Bldgs	Commercial	Industrial	Personal Property	Rail & Utilities*	Gross Valuation	Exemptions	Total Valuation
2001	292,212,391	1,468,400	77,461,447	4,227,482	1,004,845	4,717,238	381,091,803	1,456,598	379,635,205
2002	342,298,806	1,419,226	92,184,406	5,323,634	582,416	4,706,240	446,514,728	1,438,078	445,076,650
2003	384,530,899	1,435,150	95,621,564	5,098,469	211,684	5,103,604	492,001,370	1,453,503	490,547,867
2004	395,938,322	1,534,675	100,904,039	5,109,575	-	5,508,783	508,995,394	1,476,970	507,518,424
2005	445,274,397	1,035,300	114,196,095	5,004,142	-	5,063,217	570,573,151	1,464,932	569,108,219
2006	461,811,540	1,044,700	123,584,680	9,514,780	-	5,266,201	601,221,901	1,415,928	599,805,973
2007	491,599,280	1,117,600	130,585,000	13,051,885	-	5,609,331	641,963,096	1,439,904	640,523,192
2008	518,949,280	1,195,800	132,933,300	13,084,925	-	5,197,890	671,361,195	1,433,422	669,927,773
2009	600,967,220	1,344,000	141,538,420	14,231,700	-	5,354,152	763,435,492	1,499,194	761,936,298
2010	617,326,560	1,342,200	142,844,860	15,142,160		5,369,669	782,025,449	1,476,970	780,548,479
2011	610,354,360	1,874,500	143,432,485	15,163,880		5,582,297	776,407,522	1,493,638	774,913,884
2012	625,085,080	1,839,975	145,851,590	15,799,955		5,777,351	794,353,951	1,486,230	792,867,721
2013	646,903,900	4,447,700	156,223,760	15,475,490		2,389,713	825,440,563	1,451,042	823,989,521

*includes gas & electric valuations at rates levied by the State of Iowa

CITY OF INDIANOLA
Statistical Section (Continued)

Taxable Valuations

Fiscal Year	Residential	Ag/Bldgs	Commercial	Industrial	Personal Property	Rail & Utilities*	Gross Valuation	Exemptions	Total Taxable Valuation
2003	198,645,718	1,435,150	93,470,399	5,098,469	211,684	5,103,604	303,965,024	1,453,503	302,511,521
2004	203,460,846	1,534,675	100,904,039	5,109,575	-	5,508,783	316,517,918	1,476,970	315,040,948
2005	215,594,811	1,035,300	113,325,316	5,004,142	-	5,009,405	339,968,974	1,464,932	338,504,042
2006	221,243,341	1,044,700	120,608,343	4,641,582	-	5,065,357	352,603,323	1,415,928	351,187,395
2007	224,958,069	1,117,600	122,612,610	7,773,332	-	5,211,239	361,672,850	1,439,904	360,232,946
2008	255,353,906	1,195,800	120,608,343	4,641,582	-	5,354,152	387,153,783	1,499,194	385,654,589
2009	262,021,987	1,207,178	127,874,259	10,422,723	-	4,780,591	406,306,738	1,499,194	404,807,544
2010	278,482,876	1,258,303	127,591,097	10,578,951	-	4,818,592	422,729,819	1,476,970	421,252,849
2011	282,264,068	1,196,187	128,329,005	7,442,455		4,559,534	423,791,249	1,493,638	422,297,611
2012	297,423,424	1,222,266	127,240,836	4,649,639		4,812,221	435,348,386	1,486,230	433,862,156
2013	317,835,762	1,148,540	127,934,078	2,613,568		4,861,537	454,393,485	1,469,562	452,923,923

*includes gas & electric valuations at rates levied by the State of Iowa

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	Operating Levy Total	TIF District Valuation	Debt Levy Total	100% Valuation Total	Ratio of Taxable to 100%
2003	301,076,371	3,523,503	304,599,874	490,547,867	62.1%
2004	313,506,273	3,349,917	316,856,190	507,518,424	62.4%
2005	337,468,742	7,369,169	344,837,911	569,108,219	60.6%
2006	350,142,695	8,110,407	358,253,102	599,805,973	59.7%
2007	359,115,346	13,303,403	372,418,749	640,523,192	58.1%
2008	384,458,789	20,144,573	404,603,362	669,927,773	60.4%
2009	403,600,366	19,978,653	423,579,019	761,936,298	55.6%
2010	419,994,546	22,769,004	442,763,550	780,548,479	56.7%
2011	421,101,424	26,874,547	447,975,971	774,913,884	57.8%
2012	432,639,890	35,690,858	468,330,748	792,867,721	59.1%
2013	452,923,923	42,652,063	495,575,986	820,758,970	60.4%

CITY OF INDIANOLA
Statistical Section (Continued)

Computation of Legal Debt Margin

Fiscal Year	5% of Debt Capacity Valuation	Less: Outstanding G.O. Debt	Legal Debt Margin	Debt Capacity Used
2003	24,600,069	7,016,000	17,584,069	28.5%
2004	25,449,770	8,331,000	17,118,770	32.7%
2005	28,528,658	8,940,000	19,588,658	31.3%
2006	30,061,095	13,018,000	17,043,095	43.3%
2007	32,098,155	11,248,000	20,850,155	35.0%
2008	33,496,389	11,318,165	22,178,224	33.8%
2009	38,096,815	9,440,000	28,656,815	24.8%
2010	39,027,423	11,268,384	27,759,039	28.9%
2011	38,745,694	13,362,456	25,383,238	34.5%
2012	39,643,386	21,823,249	17,820,137	55.0%
2013	40,268,366	25,255,000	15,013,366	62.7%

CITY OF INDIANOLA
Statistical Section (Continued)

Building Permit Trends

Calendar Year	Construction Value of new		Construction Value of		No. of Units	Total		Construction		Total Residential Construction Value
	Single Family Dwellings	No. of Permits	Multi-Family Dwellings	No. of Permits		New Residential Construction	Total No. of Units	Value of Alterations & Additions	No. of Permits	
2002	10,832,832	77	1,954,846	7	18	12,787,678	95	958,460	105	13,746,138
2003	10,622,051	66	2,345,779	5	11	12,967,830	77	1,582,908	93	14,550,738
2004	13,307,271	77	7,025,148	12	36	20,332,419	113	985,626	78	21,318,045
2005	10,029,458	70	1,956,509	7	14	11,985,967	84	826,263	82	12,812,230
2006	12,603,520	71	5,847,400	12	27	18,450,920	98	539,100	66	18,990,020
2007	10,568,484	63	2,687,887	9	19	13,256,371	82	743,942	63	14,000,313
2008	3,617,146	22	8,355,796	34	68	11,972,942	90	670,221	59	12,643,163
2009	3,676,598	23	4,417,800	1	62	8,094,398	85	278,426	35	8,372,824
2010	5,022,118	35	8,144,766	44	84	13,166,884	119	1,459,209	45	14,626,093
2011	3,362,600	21	223,000	1	2	3,585,600	23	540,643	46	4,126,243
2012	2,035,200	14	6,251,000	4	45	8,286,200	59	262,201	42	8,548,401
2013	8,052,802	47	6,245,150	13	62	14,297,952	109	262,850	40	14,560,802

	Construction Value of		Construction Value of		Total	
	Commercial/ Industrial	No. of Permits	Non-taxable Construction	No. of Permits	Construction Value of Construction	Total No. of Permits
2002	5,578,320	25	2,556,347	1	21,880,805	215
2003	5,516,469	25	3,714,345	2	23,781,552	191
2004	6,908,368	23	6,090,500	2	34,316,913	192
2005	3,876,148	31	1,325,200	1	18,013,578	191
2006	4,788,835	37	2,293,717	2	26,072,572	188
2007	11,405,065	9	14,262,433	2	34,729,175	193
2008	3,764,616	22	71,000	2	16,718,743	157
2009	4,399,823	21	1,616,980	6	12,975,239	101
2010	5,439,383	9	4,025,121	9	20,273,820	179
2011	40,613,859	9	30,565,682	9	44,897,710	136
2012	19,690,301	29	18,436,157	14	28,522,468	115
2013	10,648,316	17	5,055,530	2	25,488,473	140

CITY OF INDIANOLA
Statistical Section (Continued)

Demographic Information

Trends:	<u>Calendar Year</u>	<u>Iowa Unemployment</u>		
	2002	3.7%		
	2003	4.2%		
	2004	4.5%		
	2005	4.5%		
	2006	3.9%		
	2007	3.6%		
	2008	3.8%		
	2009	6.3%		
	2010	6.1%		
	2011	6.0%		
	2012	5.1%		
	2013	4.6%		
History:	<u>Calendar Year</u>	<u>Population</u>	<u>10 year % increase</u>	<u>Median Family Income</u>
	1930	3,488		
	1940	4,100	17.5%	
	1950	5,145	25.5%	
	1960	7,062	37.3%	
	1970	8,976	27.1%	
Special	1975	9,611		
	1980	10,843	20.8%	
	1990	11,340	4.6%	\$ 34,684
Special	1995	12,339		
	2000	12,998	14.6%	\$ 52,235
Annexation	2004	13,044		
Special	2005	14,156	14.7%	
	2010	14,782	13.7%	\$ 52,238



Shull

and Co. P.C.
certified public accountants

INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and
Members of the City Council:

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 Indianola, Iowa, as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the City's basic financial statements 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 the cash basis of accounting described in Note 1. This includes determining the cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. 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 error or fraud.

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective cash basis financial position of the governmental activities, the business type activities, each major fund and the aggregate remaining fund information of the City of Indianola as of June 30, 2013, and the respective changes in cash basis financial position for the year then ended in conformity with the basis of accounting described in Note 1.

Basis of Accounting

As described in Note 1, these financial statements were prepared on the basis of cash receipts and disbursements, which is a basis of accounting other than the generally accepted accounting principles of the United States of America. Our opinion is not modified with respect to this matter.

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Indianola's basic financial statements. We previously audited, in accordance with the standards referred to in the third paragraph of this report, the financial statements for the twelve years ended June 30, 2012 (which are not presented herein) and expressed unqualified opinions on those financial statements which were prepared on the basis of cash receipts and disbursements. The supplementary information included in Schedules 1 through 5 is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The supplementary information is the responsibility of management and was derived from and relates 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 generally accepted auditing standards of the United States of America. In our opinion, the supplementary information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The other information, Management's Discussion and Analysis and budgetary comparison information on pages 27 through 33 and 61 through 63 has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards we have also issued our report dated September 27, 2013 on our consideration of the City of Indianola's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the City of Indianola's internal control over financial reporting and compliance.

Shull & Co., P.C.

September 27, 2013

CITY OF INDIANOLA

Management Discussion and Analysis (MD&A)

The City of Indianola offers readers of the City of Indianola's financial statements this narrative overview and analysis of the financial activities of the City of Indianola for the fiscal year ended June 30, 2013. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in this report.

2013 Financial Highlights

- The City of Indianola has an ending cash balance of \$20,835,735 to meet the government's ongoing obligations to citizens and creditors. Of this, \$10,934,502 is under the direct management and control of the primary government with \$8,024,453 for governmental activities and \$2,910,049 for business-type activities. The remaining \$9,901,232 from the component unit, Indianola Municipal Utilities.
- Total cash balances decreased \$7,516,664 for the primary government and increased \$481,685 for the component unit. The primary reason for the decrease is bonds was the expenditures for the wellness center and street replacement projects that were funded with bond proceeds in the prior year.

Using this Annual Report

The annual report consists of a series of financial statements and other requirements as follows:

Management Discussion and Analysis introduces the basic financial statements and provides an analytical overview of the government's financial activities.

The Government-wide Financial Statement consists of a Statement of Activities and Net Position. This statement provides information about the activities of the City as a whole and presents an overall view of the City's finances.

The Fund Financial Statements tell how governmental services were financed in the short term as well as what remains for future spending (fund balance). Fund financial statements report the City's operations in more detail than the government-wide statement by providing information about the most significant funds.

Notes to the Financial Statements provide additional information that is essential to a full understanding of the data provided in the basic financial statements.

Required Supplementary Information further explains and supports the financial statements with a comparison of the City's budget for the year.

CITY OF INDIANOLA
Management Discussion and Analysis (MD&A) (Continued)

Other Supplementary Information provides detailed information about the non-major governmental funds

Reporting the City's Financial Activities

Basis of accounting: The City of Indianola maintains its financial records on the basis of cash receipts and disbursements and the financial statements presented in this report are prepared on that basis. The cash basis of accounting does not give effect to accounts receivable, accounts payable and accrued items. Accordingly, the financial statements do not present financial position and results of operations of the funds in accordance with U.S. generally accepted accounting principles. Therefore, when reviewing the financial information and discussion within this annual report, the reader should keep in mind the limitations resulting from the use of the cash basis of accounting.

Government-wide Financial Statement: The Combined Statement of Cash Transactions presents information on all of the City of Indianola's cash balances. Over time, increases or decreases in balances may serve as a useful indicator of whether the financial position of the City of Indianola is improving or deteriorating. This statement details how cash balances changed during the most recent fiscal year.

This statement distinguishes functions of the City of Indianola 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).

Governmental activities include public safety, public works, health and social services, culture and recreation, community and economic development, general government, debt service and capital projects. Property taxes, charges for service, state and federal allocations and grants, and special assessments finance most of these activities.

Business type activities of the City include both internal service funds and sanitary sewer system funds.

The component unit of the City of Indianola is the combined transactions of the electric, water, and telecommunications utilities. Separate financial statements are issued for these activities under the report of Indianola Municipal Utilities.

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 fund financial statements provide detailed information about individual, significant funds—not the City as a whole. Some funds are required to be established in Iowa Code and by bond covenants. The City of Indianola has established other funds to help it control and manage financial resources for particular purposes. The city has two types of funds:

CITY OF INDIANOLA
Management Discussion and Analysis (MD&A) (Continued)

1. Governmental funds account for most of the City of Indianola's basic services. They focus on how money flows into and out of the funds and the balances at year-end that are available for spending. Governmental funds include: 1) the General Fund, 2) Special Revenue Funds, 3) the Debt Service Fund, and 4) Capital Projects Funds. The Statement of Cash Receipts, Disbursements and Changes in Cash Balances - Governmental Funds provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more, or less, financial resources available.
2. Business type funds account for the City of Indianola's Enterprise Funds and Internal Services Funds. As shown on the "Statement of Cash Receipts, Disbursements and Changes in Cash Balances - Proprietary Funds" Enterprise Funds are maintained for the sanitary sewer funds. Internal Service Funds are an accounting device used to accumulate and allocate costs internally among various functions. The City of Indianola uses Internal Service Funds to account for employee group health & short-term disability insurance and property & liability deductibles.

Financial Analysis

The following condensed financial information serves as summarized financial data and indicators for management, monitoring, and planning.

Net position: The table below shows restricted and unrestricted net position on a cash basis. This net position excludes those of the component unit, which are under the management and control of a board of trustees.

Net Position (Cash Basis)

	Year ended June 30,		Change
	2013	2012	
Governmental Activities			
Restricted	2,519,785	2,507,952	11,833
Unrestricted	6,537,931	14,425,455	(7,887,524)
Business Type Activities			
Restricted	72,057	54,279	17,778
Unrestricted	1,406,486	1,048,930	357,556
Total Primary Government			
Restricted	2,591,842	2,562,231	29,611
Unrestricted	7,944,417	15,474,385	(7,529,968)
Component Unit			
Restricted	1,602,022	1,562,317	39,705
Unrestricted	8,697,452	8,271,771	425,681

CITY OF INDIANOLA
Management Discussion and Analysis (MD&A) (Continued)

Governmental funds: Governmental funds ended the fiscal year with a balance of \$8,024,454 a decrease of \$7,810,345 over the prior year. This is mainly due to debt issued in FY12 for the wellness center and the related expenditures occurring in FY13.

The table below summarizes changes in net position.

Changes in Net Position Governmental Funds						
Year ended June 30,						
	2013		2012		Change	
Receipts						
Property tax	\$ 5,163,954	48%	4,929,376	50%	234,578	5%
Tax increment financing collections	1,368,810	13%	1,146,801	12%	222,009	19%
Other city tax	205,910	2%	152,908	2%	53,002	35%
Licenses and permits	117,693	1%	144,940	1%	(27,247)	-19%
Use of money and property	326,083	3%	298,072	3%	28,011	9%
Intergovernmental	2,060,498	19%	1,651,642	17%	408,856	25%
Charges for service	993,286	9%	983,827	10%	9,459	1%
Special assessments	144,055	1%	139,226	1%	4,829	3%
Miscellaneous	353,021	3%	416,059	4%	(63,038)	-15%
Total Receipts	10,733,310	100%	9,862,851	100%	870,459	9%
Disbursements						
Public safety	3,902,002	14%	3,953,821	24%	(51,819)	-1%
Public works	1,416,552	5%	1,329,010	8%	87,542	7%
Culture and recreation	2,130,514	8%	2,113,184	13%	17,330	1%
Community and economic development	704,168	2%	1,295,997	8%	(591,829)	-46%
General government	1,411,552	5%	1,303,284	8%	108,268	8%
Debt service	2,622,940	9%	3,368,178	21%	(745,238)	-22%
Capital projects	16,012,963	57%	2,778,049	17%	13,234,914	476%
Total disbursements	28,200,691	100%	16,141,523	100%	12,059,168	75%
Other financing sources (uses)						
Bond proceeds, net of premiums/discounts	7,387,429		12,647,210			
Capital loan note proceeds	-		-			
Sale of capital assets	236,361		42,167			
Operating transfers in (out)	2,033,246		1,999,800			
Total other financing sources (uses)	9,657,036		14,689,177			
Net change in cash balances	(7,810,345)		8,410,505			
Cash balances, beginning of year	15,834,799		7,424,294			
Cash balances, end of year	<u>\$ 8,024,454</u>		<u>15,834,799</u>			

CITY OF INDIANOLA
Management Discussion and Analysis (MD&A) (Continued)

Property tax revenues increased slightly due to taxable valuation growth, the tax rate of \$11.20 per \$1,000 of taxable valuation remain the same in FY13. The majority of the remaining revenues held relatively stable in comparison to total receipts.

Capital Projects had the largest increase in spending for FY13. Public safety, Community & Economic Development and Capital Projects disbursements increase, while public works, culture & recreation and general government remained steady.

Business type funds: Business type funds ended the fiscal year with \$1,478,543 in cash basis fund balances, an increase of \$376,334 over the prior year.

Budgetary Highlights

In accordance with Iowa Code, the city council annually adopts a budget following required public notice and hearings for all funds. Although the budget document presents functional disbursements by fund, the legal level of control is at the aggregated function level, not at the fund or fund type level. The budget may be amended during the year utilizing similar statutorily prescribed procedures. None of the amendments made, if any, negatively affect the following year's budget.

The FY 2013 budget was amended in May of 2013 to reflect the following items:

- Revenues:
 - Tax Increment Financing (TIF) Revenues increased \$358,700 due to debt financing and certification for the YMCA. Misc Revenues decreased \$283,200 due to the discontinuation of USDA revolving loan funds for FY13.
- Expenditures:
 - Community and Economic Development increased \$549,900 due to TIF debt from the Downtown Business Incentive Program and economic development agreements.
 - General Government increased \$103,100 due to an increase in personnel expenses.
 - Debt Service increased \$632,900 due to the issuance of bonds mainly for the YMCA.
 - Business Type/Enterprise funds increased \$431,700 overall due to timing of capital projects mainly due to the Electric Department 65/69 3-Phase project. The Electric Department increased \$1.264 million for the 65/69 project, the Water Department increased \$139,100, and the fiber/communications department increased \$22,800 however the Sewer Department decreased \$1,080,400 due to the plant upgrade being delayed.

CITY OF INDIANOLA
Management Discussion and Analysis (MD&A) (Continued)

Capital Asset and Debt Administration

In FY 2013, the City issued \$7,375,000 in General Obligation Bonds for capital projects including \$5,510,000 for the wellness center and the remainder for a fire truck, dump trucks and park improvements. Tax increment financing revenue, sewer revenues and property taxes will pay the annual debt service obligations for this issuance. The city's bond rating is Aa3.

Factors Affecting Financial Condition

Local economy: The City of Indianola currently has a stable economic environment and local indicators point to slight growth. Although a primarily residential community, the varied nature of the educational, light manufacturing, agriculture services, and retail sectors of the local economy provides employment stability. Close proximity to the Des Moines metro area, the state capital with a combined population of approximately 460,000, provides employment for approximately 60% of Indianola's available workforce. Over the past 5 years single-family dwellings have been constructed at an average rate of 21 units.

The region (which includes the City of Indianola and the surrounding unincorporated area within Warren County) has a relatively stable employment outlook over the next several years. New commercial construction is occurring along the four-lane highway between the City of Indianola and the Des Moines metropolitan area. New utility services to recently annexed areas along its highway corridors have been installed to open new ground for development in these areas where commercial or industrial growth has started. A four-lane bypass to the south of the Des Moines metro, completed in 2002, provides increased commercial development opportunities for the community as it improved traffic flow from Indianola to the western Des Moines suburbs and the interstate highway system. The city makes annual financial commitments to the Warren County Economic Development Corporation and Greater Des Moines Partnership to support economic development in the region. The component unit also offers its own revolving loan program to spur economic development.

Development on the city's north side along Highway 65/69 increased commercial values by approximately \$17 million with the addition of two medical clinics, a retirement community and care facility and a retail store. The new 60,000 plus sq. ft. YMCA scheduled for completion in fall 2013 is also located in this development area.

Long-term financial planning: The city has adopted a Comprehensive Plan, last updated in 2011, to help determine future infrastructure needs. City authorities annually adopt 5-year capital improvement budgets that prioritize foreseen projects. Those with potential long-term significant impacts to the financial operations of the city are:

CITY OF INDIANOLA
Management Discussion and Analysis (MD&A) (Continued)

- The city is proceeding with the Infiltration and Inflow Program. The main objective of the program is to reduce storm water from entering the sanitary sewer system. The total program consists of four project phases at a cost of over \$12.5 million. The program is being funded with a low interest State Revolving Fund loan and is being paid back with sewer service fees. Work on Phases 1 and 3 were complete in FY12 as effort on Phases 2 and 4 continues. Total project completion is expected December 2013.
- The city continues to support the Community Redevelopment (D&D) fund to improve the aesthetics of the community especially on the main highway corridors. This fund is being maintained using TIF from the Downtown district.

Regulatory changes: It is expected that the State of Iowa will enact new regulations on sewer treatment quality that could take effect within 5 years. Plant upgrades and gravity line improvements, which will reduce infiltration and inflow of storm water, will help the City of Indianola meet these regulations. The city is currently reviewing a potential upgrade or rehabilitation to the sewer plant.

Other regulatory impacts under consideration by the State of Iowa also include increased monitoring and controlling storm water pollution levels. The City established a storm water utility March 1, 2011, with a fee structure of \$2.00 per Equivalent Residential Unit (ERU) to finance infrastructure improvements.

The City Council makes a concerted effort to maintain effective services while keeping tax rates affordable, especially in light of current economic conditions. Indianola continues to have growth in population, retail sales, and commercial construction, which is above the norm for the state as a whole. The city property tax rate for FY 2012 decreased from \$11.30 in FY11 to \$11.20 per \$1,000 in taxable valuation. The City Council has adjusted sewer rates to pay the debt service for sewer capital projects and to cover increased operational costs.

Requests for Information

This financial report is designed to provide a general overview of the City of Indianola'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, 110 N. First St., PO Box 299, Indianola, IA 50125. City Hall's telephone number is 515-961-9410.

BASIC FINANCIAL STATEMENTS

CITY OF INDIANOLA
Cash Basis Statement of Activities and Net Position
As of and for the Year Ended June 30, 2013

Functions / Programs	Disbursements	Program	
		Charges for Service	Operating Grants, Contributions, and Restricted Interest
Primary Government:			
Governmental activities:			
Public safety	\$ 3,956,880	788,870	152,395
Public works	1,417,856	153,379	1,417,366
Culture and recreation	2,135,060	415,334	216,363
Community and economic development	704,168	3,080	29,088
General government	1,416,499	80,030	10,416
Debt service	2,622,940	-	-
Capital projects	16,012,963	6,785	-
Total governmental activities	<u>28,266,366</u>	<u>1,447,478</u>	<u>1,825,628</u>
Business type activities:			
Sewer	3,729,308	2,906,122	49,951
Other nonmajor	238,349	376,001	-
Total business type activities	<u>3,967,657</u>	<u>3,282,123</u>	<u>49,951</u>
Total Primary Government	<u>\$ 32,234,023</u>	<u>4,729,601</u>	<u>1,875,579</u>
Component Unit:			
Municipal Utilities	<u>\$ 14,679,299</u>	<u>15,521,369</u>	<u>321,101</u>
General Receipts and Transfers:			
Property and other city tax levied for:			
General purposes			
Debt service			
Employee benefits			
Tax increment financing			
Utility tax replacement excise tax			
Grants and contributions not restricted to specific purpose			
Unrestricted interest on investments			
Bond, note and loan proceeds			
Rent			
Sale of assets			
Transfers			
Total general receipts and transfers			

Exhibit A

Receipts	Net (Disbursements) Receipts and Changes in Cash Basis Net Position			
	Primary Government			Component Unit
	Governmental Activities	Business Type Activities	Total	Municipal Utilities
Capital Grants, Contributions and Restricted Interest				
-	(3,015,615)	-	(3,015,615)	-
-	152,889	-	152,889	-
-	(1,503,363)	-	(1,503,363)	-
-	(672,000)	-	(672,000)	-
-	(1,326,053)	-	(1,326,053)	-
-	(2,622,940)	-	(2,622,940)	-
<u>429,003</u>	<u>(15,577,175)</u>	-	<u>(15,577,175)</u>	-
<u>429,003</u>	<u>(24,564,257)</u>	-	<u>(24,564,257)</u>	-
-	-	(773,235)	(773,235)	-
-	-	137,652	137,652	-
-	-	(635,583)	(635,583)	-
<u>429,003</u>	<u>(24,564,257)</u>	<u>(635,583)</u>	<u>(25,199,840)</u>	-
<u>75,000</u>	-	-	-	<u>1,238,171</u>
	3,518,257	-	3,518,257	-
	1,101,417	-	1,101,417	-
	544,280	-	544,280	-
	1,368,810	-	1,368,810	-
	144,189	-	144,189	34,217
	61,721	-	61,721	-
	283,721	13,374	297,095	199,690
	7,387,429	1,944,930	9,332,359	-
	9,135	55,917	65,052	23,250
	236,361	-	236,361	-
	<u>2,033,246</u>	<u>(1,003,304)</u>	<u>1,029,942</u>	<u>(1,029,942)</u>
	<u>16,688,566</u>	<u>1,010,917</u>	<u>17,699,483</u>	<u>(772,785)</u>

CITY OF INDIANOLA
Cash Basis Statement of Activities and Net Position
As of and for the Year Ended June 30, 2013

Change in cash basis net position

Cash basis net position beginning of year

Cash basis net position end of year

Cash Basis Net Position

Restricted:

Expendable:

Streets

Debt service

Other purposes

Unrestricted

Total cash basis net position

Net (Disbursements) Receipts and Changes in Cash Basis Net Position

<u>Governmental Activities</u>	<u>Business Type Activities</u>	<u>Total</u>	<u>Municipal Utilities</u>
(7,875,691)	375,334	(7,500,357)	465,386
<u>16,933,407</u>	<u>1,103,209</u>	<u>18,036,616</u>	<u>9,834,088</u>
<u>\$ 9,057,716</u>	<u>1,478,543</u>	<u>10,536,259</u>	<u>10,299,474</u>
683,096	-	683,096	-
1,710,633	72,057	1,782,690	1,602,022
126,056	-	126,056	-
<u>6,537,931</u>	<u>1,406,486</u>	<u>7,944,417</u>	<u>8,697,452</u>
<u>\$ 9,057,716</u>	<u>1,478,543</u>	<u>10,536,259</u>	<u>10,299,474</u>

See notes to financial statements.

CITY OF INDIANOLA

Statement of Cash Receipts, Disbursements And Changes in Cash Balances Governmental Funds As of and for the Year Ended June 30, 2013

	General	Special Revenue Road Use Tax
Receipts		
Property tax	\$ 3,674,267	-
Tax increment financing	-	-
Other city tax	205,910	-
Licenses and permits	117,693	-
Use of money and property	323,442	-
Intergovernmental	230,773	1,415,611
Charges for service	993,286	-
Special assessments	-	-
Miscellaneous	329,793	3,876
Total receipts	<u>5,875,164</u>	<u>1,419,487</u>
Disbursements		
Operating		
Public safety	3,900,933	-
Public works	176,092	1,240,460
Culture and recreation	2,130,514	-
Community and economic development	320,168	-
General government	1,411,552	-
Debt service	76,832	-
Capital projects	-	-
Total disbursements	<u>8,016,091</u>	<u>1,240,460</u>
Excess of receipts over disbursements	<u>(2,140,927)</u>	<u>179,027</u>
Other financing sources (uses)		
Bond proceeds, net of premiums/discounts	-	-
Sale of capital assets	18,263	-
Operating transfers in (out)	<u>2,160,497</u>	<u>(142,000)</u>
Total other financing sources (uses)	<u>2,178,760</u>	<u>(142,000)</u>

Debt Service	Capital Projects		Nonmajor	Total
	General Capital Projects	Street Construction		
945,407	-	-	544,280	5,163,954
-	-	-	1,368,810	1,368,810
-	-	-	-	205,910
-	-	-	-	117,693
-	-	-	2,641	326,083
-	354,585	59,529	-	2,060,498
-	-	-	-	993,286
137,270	-	6,785	-	144,055
-	10,000	4,888	4,464	353,021
<u>1,082,677</u>	<u>364,585</u>	<u>71,202</u>	<u>1,920,195</u>	<u>10,733,310</u>
-	-	-	1,069	3,902,002
-	-	-	-	1,416,552
-	-	-	-	2,130,514
-	-	-	384,000	704,168
-	-	-	-	1,411,552
2,546,108	-	-	-	2,622,940
-	13,174,599	2,823,955	14,409	16,012,963
<u>2,546,108</u>	<u>13,174,599</u>	<u>2,823,955</u>	<u>399,478</u>	<u>28,200,691</u>
<u>(1,463,431)</u>	<u>(12,810,014)</u>	<u>(2,752,753)</u>	<u>1,520,717</u>	<u>(17,467,381)</u>
20,650	7,139,779	227,000	-	7,387,429
-	6,000	30,000	182,098	236,361
1,316,962	18,000	-	(1,320,213)	2,033,246
<u>1,337,612</u>	<u>7,163,779</u>	<u>257,000</u>	<u>(1,138,115)</u>	<u>9,657,036</u>

CITY OF INDIANOLA

Statement of Cash Receipts, Disbursements And Changes in Cash Balances Governmental Funds As of and for the Year Ended June 30, 2013

	<u>General</u>	<u>Special Revenue Use Tax</u>
Net change in cash balances	37,833	37,027
Cash balances beginning of year	<u>2,668,563</u>	<u>646,069</u>
Cash balances end of year	<u>\$ 2,706,396</u>	<u>683,096</u>
Cash Basis Fund Balances		
Restricted for:		
Streets	\$ -	683,096
Debt service	-	-
Other purposes	-	-
Committed	-	-
Unassigned	<u>2,706,396</u>	<u>-</u>
Total cash basis fund balances	<u>\$ 2,706,396</u>	<u>683,096</u>

See notes to financial statements.

Exhibit B
(Continued)

Debt Service	Capital Projects		Nonmajor	Total
	General Capital Projects	Street Construction		
(125,819)	(5,646,235)	(2,495,753)	382,602	(7,810,345)
<u>1,836,452</u>	<u>6,578,626</u>	<u>4,145,362</u>	<u>(40,274)</u>	<u>15,834,798</u>
<u>1,710,633</u>	<u>932,391</u>	<u>1,649,609</u>	<u>342,328</u>	<u>8,024,453</u>
-	-	-	-	683,096
1,710,633	-	-	-	1,710,633
-	-	-	126,056	126,056
-	932,391	1,649,609	216,272	2,798,272
-	-	-	-	2,706,396
<u>1,710,633</u>	<u>932,391</u>	<u>1,649,609</u>	<u>342,328</u>	<u>8,024,453</u>

CITY OF INDIANOLA

Exhibit C

Reconciliation of the Statement of Cash Receipts, Disbursements and Changes in Cash Balances to the Cash Basis Statement of Activities and Net Position - Governmental Funds As of and for the Year Ended June 30, 2013

Total government funds cash balances	\$ 8,024,453
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***Amounts reported for governmental activities in the Cash Basis
Statement of Activities and Net Position are different because:***

The Internal Service Fund is used by management to charge the costs of partial self funding of the City's health insurance benefit plan to individual funds. A portion of the cash balance of the Internal Service Fund is included in governmental activities in the Cash Basis Statement of Activities and Net Position 1,033,263

Cash basis net position of governmental activities	\$ <u>9,057,716</u>
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Change in cash balances	\$ (7,810,345)
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***Amounts reported for governmental activities in the Cash Basis
Statement of Activities and Net Position are different because:***

The Internal Service Fund is used by management to charge the costs of partial self funding of the City's health insurance benefit plan to individual funds. A portion of the change in the cash balance of the Internal Service Fund is reported with governmental activities in the Cash Basis Statement of Activities and Net Position. (65,346)

Change in cash basis net position of governmental activities	\$ <u>(7,875,691)</u>
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See notes to financial statements.

CITY OF INDIANOLA

Statement of Cash Receipts, Disbursements and Changes in Cash Balances - Proprietary Funds As of and for the Year Ended June 30, 2013

		Enterprise Funds
	Sewer	Nonmajor
Operating receipts		
Charges for service	\$ 2,845,998	376,001
Miscellaneous	1,530	-
Total operating receipts	<u>2,847,528</u>	<u>376,001</u>
Operating disbursements		
Governmental activities		
Public safety	-	-
Public works	-	-
Culture and recreation	-	-
General government	-	-
Business type activities	1,187,513	235,193
Component Unit:		
Municipal Utilities	-	-
Total operating disbursements	<u>1,187,513</u>	<u>235,193</u>
Excess (deficiency) of operating receipts over (under) operating disbursements	<u>1,660,015</u>	<u>140,808</u>
Non-operating receipts (disbursements)		
Interest on investments	69,209	-
Intergovernmental	-	-
Special assessments	58,595	-
Miscellaneous	49,951	-
Capital loan note proceeds	1,944,929	-
Debt Service	(480,334)	-
Capital projects	<u>(2,060,381)</u>	<u>(3,156)</u>
Net non-operating receipts (disbursements)	<u>(418,031)</u>	<u>(3,156)</u>
Excess of receipts over disbursements	1,241,984	137,652
Operating transfers in (out)	<u>(924,104)</u>	<u>(79,200)</u>
Net change in cash balances	317,880	58,452
Cash balances beginning of year	831,697	138,953
Cash balances end of year	<u>\$ 1,149,577</u>	<u>197,405</u>
Cash Basis Fund Balances		
Restricted for debt service	\$ 72,057	-
Unrestricted	1,077,520	197,405
Total cash basis fund balances	<u>\$ 1,149,577</u>	<u>197,405</u>
See notes to financial statements.		

Exhibit D

<u>Total</u>	<u>Internal Service Funds</u>
3,221,999	1,643,897
<u>1,530</u>	<u>82,028</u>
<u>3,223,529</u>	<u>1,725,925</u>
-	612,113
-	146,323
-	239,096
-	227,202
1,422,706	137,254
-	<u>447,004</u>
<u>1,422,706</u>	<u>1,808,992</u>
<u>1,800,823</u>	<u>(83,067)</u>
69,209	411
-	-
58,595	-
49,951	-
1,944,929	-
(480,334)	-
<u>(2,063,537)</u>	<u>-</u>
<u>(421,187)</u>	<u>411</u>
1,379,636	(82,656)
<u>(1,003,304)</u>	<u>-</u>
376,332	(82,656)
<u>970,650</u>	<u>1,645,723</u>
<u>1,346,982</u>	<u>1,563,067</u>

CITY OF INDIANOLA

Exhibit E

Reconciliation of the Statement of Cash
Receipts, Disbursements and Changes in Cash
Balances to the Cash Basis Statement of Activities and Net Position -
Proprietary Funds
As of and for the Year Ended June 30, 2013

Total enterprise funds cash balances	\$ 1,346,982
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*Amounts reported for business type activities in the Cash Basis
Statement of Activities and Net Position are different because:*

The Internal Service Fund is used by management to charge the costs of partial self funding of the City's health insurance benefit plan to individual funds. A portion of the cash balance of the Internal Service Fund is included in business type activities in the Cash Basis Statement of Activities and Net Position.

131,561

Cash basis net position of business type activities	<u>\$ 1,478,543</u>
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Change in cash balances	\$ 376,332
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*Amounts reported for business type activities in the Cash Basis
Statement of Activities and Net Position are different because:*

The Internal Service Fund is used by management to charge the costs of partial self funding of the City's health insurance benefit plan to individual funds. A portion of the change in the cash balance of the Internal Service Fund is reported with business type activities in the Cash Basis Statement of Activities and Net Position.

(998)

Change in cash basis net position of business type activities	<u>\$ 375,334</u>
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See notes to financial statements.

CITY OF INDIANOLA

NOTES TO FINANCIAL STATEMENTS

Year Ended June 30, 2013

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Indianola is a political subdivision of the State of Iowa located in Warren County. It was incorporated in 1864 and operates under the home rule provisions of the Constitution of Iowa. The City operates under the Mayor-Council form of government with the Mayor and Council Members elected on a non-partisan basis. The City provides numerous services to citizens including public safety, public works, culture and recreation, community and economic development and general government services.

A. REPORTING ENTITY

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

These financial statements present the City of Indianola (the primary government) and its component unit. The component unit discussed below is included in the City's reporting entity because of the significance of its operational or financial relationship with the City. Certain disclosures about the discretely presented component unit are not included because the component unit has been audited separately and a report has been issued under separate cover. The audited financial statements are available at the City Clerk's office.

Discretely Presented Component Unit - The financial information for the Indianola Municipal Utilities is presented as a Component Unit to emphasize that it is legally separate from the City, but is financially accountable to the City, or whose relationship with the City is such that exclusion would cause the City's financial statements to be misleading or incomplete. The Utilities are governed by a five-member board appointed by the City Council and the Utilities' operating budget is subject to the approval of the City Council.

Jointly Governed Organizations - The City also participates in several jointly governed organizations that provide goods or services to the citizenry of the City but do not meet the criteria of a joint venture since there is no ongoing financial interest or responsibility by the participating governments. City officials are members of the following boards and commissions: South Central Iowa Landfill Agency Board, Central Iowa Regional Transportation Planning Alliance Board, Metropolitan Planning Organization Committee, Marion/Warren County Drug Task Force, Community Athletic Facilities Board.

CITY OF INDIANOLA

NOTES TO FINANCIAL STATEMENTS - CONTINUED
Year Ended June 30, 2013

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

B. **BASIS OF PRESENTATION**

Government-wide Financial Statement – The Cash Basis Statement of Activities and Net Position reports information on all of the nonfiduciary activities of the City. For the most part, the effect of interfund activity has been removed from this statement. Governmental activities, which are supported by tax and intergovernmental revenues, are reported separately from business type activities, which rely to a significant extent on fees and charges for services.

The Cash Basis Statement of Activities and Net Position presents the City's nonfiduciary net position. Net position is reported in the following categories/components:

Expendable restricted net position results when constraints placed on the use of cash balances are either externally imposed or imposed by law through constitutional provisions or enabling legislation.

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

The Cash Basis Statement of Activities and Net Position demonstrates the degree to which the direct disbursements of a given function are offset by program receipts. Direct disbursements are those clearly identifiable with a specific function. Program receipts include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function and 2) grants, contributions and interest on investments restricted to meeting the operational or capital requirements of a particular function. Property tax and other items not properly included among program receipts are reported instead as general receipts.

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

The City reports the following major governmental funds:

The General Fund is the general operating fund of the City. All general tax receipts and other receipts not allocated by law or contractual agreement to some other fund are accounted for in this fund. From the fund are paid the general operating disbursements, the fixed charges and the capital improvement costs that are not paid from other funds.

CITY OF INDIANOLA

NOTES TO FINANCIAL STATEMENTS - CONTINUED
Year Ended June 30, 2013

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

B. **BASIS OF PRESENTATION (Continued)**

Fund Financial Statements (Continued) –

The Special Revenue - Road Use Tax Fund is used to account for the road use tax allocation from the State of Iowa to be used for road construction and maintenance.

The Debt Service Fund is utilized to account for property tax and other revenues to be used for the payment of interest and principal on the City's general long-term debt.

The Capital Projects Funds are used to account for all resources used in the acquisition and construction of capital facilities.

The City reports the following major proprietary funds:

The Enterprise, Sewer Fund accounts for the operation and maintenance of the City's waste water treatment and sanitary sewer system.

The City also reports the following additional proprietary fund:

An Internal Service Fund is utilized to account for the financing of goods or services purchased by one department of the City and provided to other departments or agencies.

C. **MEASUREMENT FOCUS AND BASIS OF ACCOUNTING**

The City of Indianola maintains its financial records on the basis of cash receipts and disbursements and the financial statements of the City are prepared on that basis. The cash basis of accounting does not give effect to accounts receivable, accounts payable and accrued items. Accordingly, the financial statements do not present financial position and results of operations of the funds in accordance with generally accepted accounting principles of the United States of America.

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

CITY OF INDIANOLA

NOTES TO FINANCIAL STATEMENTS - CONTINUED
Year Ended June 30, 2013

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING (Continued)

When a disbursement in governmental funds can be paid using either restricted or unrestricted resources, the City's policy is generally to first apply the disbursement toward restricted fund balance and then to less-restrictive classifications – committed, assigned and then unassigned fund balances.

Proprietary funds distinguish operating receipts and disbursements from non-operating items. Operating receipts and disbursements generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. All receipts and disbursements not meeting this definition are reported as non-operating receipts and disbursements.

D. GOVERNMENTAL CASH BASIS FUND BALANCES

In the governmental fund financial statements, cash basis fund balances are classified as follows:

Nonspendable – Amounts which cannot be spent because they are legally or contractually required to be maintained intact.

Restricted – Amounts restricted to specific purposes when constraints placed on the use of the resources are either externally imposed by creditors, or state or federal laws or imposed by law through constitutional provisions or enabling legislation.

Assigned – Amounts the Council intends to use for specific purposes.

Unassigned – All amounts not included in the preceding classifications.

E. BUDGETS AND BUDGETARY ACCOUNTING

The budgetary comparison and related disclosures are reported as Other Information. During the year ended June 30, 2013, disbursements exceeded the amounts budgeted in the public works function.

CITY OF INDIANOLA

NOTES TO FINANCIAL STATEMENTS - CONTINUED Year Ended June 30, 2013

2. CASH AND POOLED INVESTMENTS

The City's deposits in banks at June 30, 2013 were entirely covered by Federal depository insurance or by the State Sinking Fund in accordance with Chapter 12C of the Code of Iowa. This chapter provides for additional assessments against the depositories to insure there will be no loss of public funds.

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

The City's investments at June 30, 2013 were as follows:

	CARRYING AMOUNT	MARKET VALUE
Money market accounts	\$ 2,883,140	2,883,140
Certificates of Deposit	1,004,500	1,004,500
U.S. government obligations	665,158	667,129
U.S. agency mortgage pass-through	1,103,765	1,189,906
U.S. agency bonds and notes	6,829,634	6,811,046
U.S. agency collateralized mortgage obligations	2,931,034	3,032,557
U.S. agency asset backed securities	1,150,053	1,185,232
Corporate Bonds	251,787	252,267
	<u>\$16,819,071</u>	<u>17,025,777</u>

In addition, the City had investments in the Iowa Public Agency Investment Trust which are valued at an amortized cost of \$111,094 pursuant to Rule 2a-7 under the Investment Company Act of 1940. The City's investment in the Iowa Public Agency Investment Trust is unrated.

Interest rate risk – The City's investment policy limits the investment of operating funds (funds expected to be expended in the current budget year or within 15 months of receipt) in instruments that mature within 397 days. Funds not identified as operating funds may be invested in investments with maturities longer than 397 days but the maturities shall be consistent with the needs and use of the City.

Credit risk – The City's investments are held by a bank's trust department in the City's name. Investments with a carrying amount of \$6,978,599 are rated Aaa. The balance of the investments is not rated.

CITY OF INDIANOLA

NOTES TO FINANCIAL STATEMENTS - CONTINUED
Year Ended June 30, 2013

3. **BONDS AND NOTES PAYABLE**

Annual debt service requirements to maturity for the City's general obligation bonds and notes, capital loan notes, revenue capital loan notes, and other long-term debt as of June 30, 2013 are as follows:

YEAR	GENERAL OBLIGATION		CAPITAL		REVENUE CAPITAL			
ENDING	BONDS & NOTES		LOAN NOTES		LOAN NOTES		TOTAL	
June 30,	PRINCIPAL	INTEREST	PRINCIPAL	INTEREST	PRINCIPAL	INTEREST	PRINCIPAL	INTEREST
2014	\$ 2,255,000	422,504	210,000	21,785	393,000	264,937	2,858,000	709,226
2015	2,335,000	383,533	210,000	14,320	403,000	255,207	2,948,000	653,060
2016	2,235,000	341,105	210,000	10,540	386,000	245,649	2,831,000	597,294
2017	2,085,000	300,708	220,000	6,760	396,000	236,232	2,701,000	543,700
2018	2,035,000	262,422	75,000	2,437	407,000	226,552	2,517,000	491,411
2019	1,800,000	223,905	-	-	417,000	216,592	2,217,000	440,497
2020	1,840,000	191,230	-	-	429,000	206,369	2,269,000	397,599
2021	1,560,000	156,365	-	-	441,000	195,837	2,001,000	352,202
2022	1,465,000	129,757	-	-	453,000	184,994	1,918,000	314,751
2023	1,495,000	103,425	-	-	344,581	173,842	1,839,581	277,267
2024	1,250,000	74,578	-	-	275,000	164,486	1,525,000	239,064
2025	975,000	47,742	-	-	284,000	156,236	1,259,000	203,978
2026	745,000	76,102	-	-	293,000	147,716	1,038,000	223,818
2027	770,000	59,135	-	-	302,000	138,926	1,072,000	198,061
2028	785,000	40,735	-	-	312,000	129,866	1,097,000	170,601
2029	390,000	21,580	-	-	322,000	120,506	712,000	142,086
2030	150,000	9,925	-	-	333,000	110,847	483,000	120,772
2031	160,000	5,200	-	-	344,000	100,856	504,000	106,056
2032	-	-	-	-	355,000	90,537	355,000	90,537
2033	-	-	-	-	366,000	79,886	366,000	79,886
2034	-	-	-	-	378,000	68,907	378,000	68,907
2035	-	-	-	-	391,000	57,566	391,000	57,566
2036	-	-	-	-	403,000	45,837	403,000	45,837
2037	-	-	-	-	417,000	33,746	417,000	33,746
2038	-	-	-	-	430,000	21,237	430,000	21,237
2039	-	-	-	-	277,881	8,336	277,881	8,336
	<u>\$ 24,330,000</u>	<u>2,849,951</u>	<u>925,000</u>	<u>55,842</u>	<u>9,552,462</u>	<u>3,681,702</u>	<u>34,807,462</u>	<u>6,587,495</u>

CITY OF INDIANOLA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended June 30, 2013

3. **BONDS AND NOTES PAYABLE (CONTINUED)**

Revenue Notes

The City has pledged future sewer customer receipts, net of specified operating disbursements, to repay \$383,000 of Sewer Revenue Capital Loan Notes, Series 1995, issued in June 1995. Proceeds from the notes provided financing for improvements and extensions to the municipal sewer system utility. The notes are payable solely from sewer customer net receipts and are payable through 2015. Annual principal and interest payments on the notes are expected to require less than 2% of net receipts. The total principal and interest remaining to be paid on the notes is \$56,665. For the current year, principal and interest paid and total customer net receipts were \$28,040 and \$1,660,015, respectively.

The City has pledged future sewer customer receipts, net of specified operating disbursements, to repay \$9,090,000 of Sewer Revenue Capital Loan Notes, Series 2009, issued in May 2009. Proceeds from the notes provided financing for the costs of acquisition, construction, reconstruction, extending, remodeling, improving, repairing and equipping of the municipal sewer system utility. The notes are payable solely from sewer customer net receipts and are payable through 2041. Annual principal and interest payments on the notes are expected to require less than 26% of net receipts. The total principal and interest remaining to be paid on the notes is \$11,319,619. For the current year, principal and interest paid and total customer net receipts were \$427,584 and \$1,660,015, respectively.

The City has pledged future sewer customer receipts, net of specified operating disbursements, to repay \$4,036,000 of Sewer Revenue Capital Loan Notes, Series 2013, issued in April 2013. Proceeds from the notes provided financing for the costs of acquisition, construction, reconstruction, extending, remodeling, improving, repairing and equipping of the municipal sewer system utility. The notes are payable solely from sewer customer net receipts and are payable through 2033. Annual principal and interest payments on the notes are expected to require less than 15% of net receipts. The total principal and interest remaining to be paid on the notes is \$1,857,880. For the current year, principal and interest paid and total customer net receipts were \$1,944 and \$1,660,015, respectively.

The resolution providing for the issuance of the revenue capital loan notes include the following provisions:

- a. The bonds will only be redeemed from the future earnings of the enterprise activity and the bond holders hold a lien on the future earnings of the funds.

CITY OF INDIANOLA

NOTES TO FINANCIAL STATEMENTS - CONTINUED
Year Ended June 30, 2013

3. **BONDS AND NOTES PAYABLE (CONTINUED)**

Revenue Notes (continued)

- b. Sufficient monthly transfers shall be made to a separate water revenue sinking account within the Enterprise Fund for the purpose of making the note principal and interest payments when due.
- c. All funds remaining after payment of all maintenance and operating expenses and the transfers to the restricted accounts noted above can be used to retire any subordinate obligations, to pay for extraordinary repairs or replacements to the water system, or to pay or redeem the notes or parity obligations, and then can be used for any lawful purpose.

General Obligation Bonds and Notes

In December 2011, May 2012 and January 2013 the City issued \$2,410,000, \$4,580,000 and \$5,510,000, respectively, of General Obligation Urban Renewal Bonds. The proceeds from the bonds were used to pay costs of aiding in the planning, undertaking, and carrying out of urban renewal projects, including the construction of a community/wellness center.

In May 2012 the City issued \$3,875,000 of General Obligation Bonds. The proceeds from the bonds were used to pay costs street improvements, utility improvements, traffic light, equipping sewer department, improvements to the City pool, and the acquisition of ambulance.

In January 2013 the City issued \$1,865,000 of General Obligation Bonds. The proceeds from the bonds were used to pay costs of equipping the fire and street departments and improvements to City parks.

In July 2013 the City issued \$2,070,000 of General Obligation Refunding Bonds for a crossover refunding of a portion of the General Obligation Bonds dated May 2008 and August 2009. The City entered in to an escrow agreement whereby the proceeds from the general obligation refunding bonds were converted into U.S. Securities. These securities along with additional cash were placed in an escrow account for the express purpose of paying \$670,000 principal on the refunded general obligation bonds dated May 2008 when they became callable on June 1, 2014 and \$1,335,000 principal on the refunded general obligation bonds dated August when they become callable on June 1, 2015 and the interest from June 1, 2013 to and including June 1, 2015 on the refunding bonds. After the principal and interest on all of the outstanding bonds have been paid, any remaining funds in the escrow account, together with any interest thereon, shall be returned to the City.

The City refunded the bonds to reduce its total debt service payments by approximately \$62,384 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of approximately \$59,774.

CITY OF INDIANOLA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended June 30, 2013

4. **PENSION AND RETIREMENT BENEFITS**

MUNICIPAL FIRE AND POLICE RETIREMENT SYSTEM OF IOWA - The City contributes to the Municipal Fire and Police Retirement System of Iowa (the Plan), which is a cost-sharing, multiple-employer defined benefit pension plan administered by a Board of Trustees. The Plan provides retirement, disability and death benefits which are established by state statute to plan members and beneficiaries. The Plan issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to Municipal Fire and Police Retirement System of Iowa, 7155 Lake Drive, Suite 201, West Des Moines, Iowa 50266.

Plan members are required to contribute 9.40% of earnable compensation and the City's contribution rate, based upon an actuarially determined normal contribution rate, is 24.12% of earnable compensation. Contribution requirements are established by state statute. The City's contribution to the Plan for the years ended June 30, 2013, 2012 and 2011 were \$292,449, \$275,284 and \$205,493, respectively, which met the required minimum contribution for each year.

IPERS - The City contributes to the Iowa Public Employees Retirement System (IPERS) which is a cost-sharing, multiple-employer defined benefit pension plan administered by the State of Iowa. IPERS provides retirement and death benefits which are established by State statute to plan members and beneficiaries. IPERS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to IPERS, P.O. Box 9117, Des Moines, Iowa, 50306-9117.

Most plan members are required to contribute 5.78% of their annual covered salary and the City is required to contribute 8.67% of covered salary. Certain employees in special risk occupations and the City contribute an actuarially determined contribution rate. Contribution requirements are established by state statute. The City's contribution to IPERS for the years ended June 30, 2013, 2012 and 2011 were \$288,480, \$254,715 and \$217,336, equal to the required contributions for each year.

5. **OTHER POSTEMPLOYMENT BENEFITS (OPEB)**

Plan Description - The City operates a single-employer retiree benefit plan which provides medical/prescription drug benefits for retirees and their spouses. There are 91 active and 1 retired members in the plan. Participants must be 55 or older at retirement. Some Fire/Rescue participants qualify at age 50 with 22 years of service.

The medical/prescription drug benefits are provided through a self-funded plan. Retirees under age 65 pay the same premium for the medical/prescription drug benefits as active employees.

CITY OF INDIANOLA

NOTES TO FINANCIAL STATEMENTS - CONTINUED
Year Ended June 30, 2013

5. **OTHER POSTEMPLOYMENT BENEFITS (OPEB) – (CONTINUED)**

Funding Policy – The contribution requirements of plan members are established and may be amended by the City. The City currently finances the retiree benefit plan on a pay-as-you-go basis. The most recent active member monthly premiums for the City and plan members are \$510 for single coverage and \$1,260 for family coverage. The same monthly premiums apply to retirees. For the year ended June 30, 2013, the City contributed \$0 and plan members eligible for benefits contributed approximately \$22,300 to the plan.

6. **COMPENSATED ABSENCES**

City employees accumulate vacation hours and sick leave for subsequent use. Unused vacation hours are payable upon termination, retirement or death. Sick leave hours are payable only when used and not upon separation of service. These accumulations are not recognized as disbursements by the City until used or paid. The City's approximate maximum liability for unrecognized accrued employee benefits as of June 30, 2013, primarily relating to the General Fund, was as follows:

Vacation	\$ 345,682
Sick leave	<u>1,043,370</u>
	\$ <u>1,389,052</u>

This liability has been computed based on rates of pay as of June 30, 2013.

7. **HEALTH REIMBURSEMENT ARRANGEMENT**

The City maintains a health reimbursement arrangement (HRA) for the benefit of employees. The City makes a fixed annual commitment that employees may use to offset premium contributions or cash payments for any medical expense allowed under current income tax provisions. If the employee does not utilize the full amount provided in the fiscal year, the balance is carried forward to the following year and is available in any future period, including after retirement. Disbursements are paid out of operating funds and not held in trust. They are, however, accounted for in a sub-fund that is separate from other operating funds for budgetary control. Unpaid HRA balances totaled \$206,331 as of June 30, 2013.

CITY OF INDIANOLA

NOTES TO FINANCIAL STATEMENTS - CONTINUED
Year Ended June 30, 2013

8. INTERFUND TRANSFERS

The detail of interfund transfers for the year ended June 30, 2013 is as follows:

Transfer to	Transfer from	Amount
General	Special Revenue:	
	Road Use Tax	\$ 136,000
	Employee Benefits Levy	544,280
	Downtown Tax Increment	270,000
	Police Retirement	12,500
	Enterprise:	
	Sewer	339,900
	Recycling	16,400
	Component Unit	895,717
		<u>2,214,797</u>
Debt Service	General	34,300
	Special Revenue:	
	Industrial Park Urban Renewal Tax Increment	411,432
	Downtown Tax Increment	69,343
	East 92 Tax Increment	14,658
	Enterprise:	
	Sewer	578,204
	Stormwater Utility	62,800
	Component Unit	146,225
		<u>1,316,962</u>
Capital Projects:		
Capital Projects Fund	General	<u>20,000</u>
Community Athletic Facility	General	<u>2,000</u>
Community Redevelopment	Special Revenue:	
	Downtown Tax Increment	<u>112,200</u>
Component Unit	Special Revenue:	
	Road Use Tax	6,000
	Enterprise:	
	Sewer	6,000
		<u>12,000</u>
		<u>\$ 3,677,959</u>

CITY OF INDIANOLA

NOTES TO FINANCIAL STATEMENTS - CONTINUED Year Ended June 30, 2013

8. INTERFUND TRANSFERS (CONTINUED)

Transfers generally move resources from the fund statutorily required to collect the resources to the fund statutorily required to disburse the resources.

9. RISK MANAGEMENT

The City is a member in the Iowa Communities Assurance Pool, as allowed by Chapter 670.7 of the Code of Iowa. The Iowa Communities Assurance Pool (Pool) is a local government risk-sharing pool whose 679 members include various governmental entities throughout the State of Iowa. The Pool was formed in August 1986 for the purpose of managing and funding third-party liability claims against its members. The Pool provides coverage and protection in the following categories: general liability, automobile liability, automobile physical damage, public officials liability, police professional liability, property, inland marine and boiler/machinery. There have been no reductions in insurance coverage from prior years.

Each member's annual casualty contributions to the Pool fund current operations and provide capital. Annual operating contributions are those amounts necessary to fund, on a cash basis, the Pool's general and administrative expenses, claims, claims expenses and reinsurance expenses due and payable in the current year, plus all or any portion of any deficiency in capital. Capital contributions are made during the first six years of membership and are maintained at a level by the Board not to exceed 300% of the total current members' basis rates or to comply with the requirements of any applicable regulatory authority having jurisdiction over the Pool.

The Pool also provides property coverage. Members who elect such coverage make annual operating contributions which are necessary to fund, on a cash basis, the Pool's general and administrative expenses and reinsurance premiums, all of which are due and payable in the current year, plus all or any portion of any deficiency in capital. Any year-end operating surplus is transferred to capital. Deficiencies in operations are offset by transfers from capital and, if insufficient, by the subsequent year's member contributions.

The City's property and casualty contributions to the risk pool are recorded as disbursements from its operating funds at the time of payment to the risk pool. The City's annual contributions to the Pool for the year ended June 30, 2013 were \$124,449 (2012 - \$114,775).

The Pool uses reinsurance and excess risk-sharing agreements to reduce its exposure to large losses. The Pool retains general, automobile, police professional, and public officials' liability risks up to \$350,000 per claim. Claims exceeding \$350,000 are reinsured in an amount not to exceed \$2,650,000 per claim. For members requiring specific coverage from \$3,000,000 to \$15,000,000, such excess coverage is also reinsured. Property and automobile physical damage risks are retained by the Pool up to \$250,000 each occurrence, each location, with excess coverage reinsured by Lexington Insurance Company.

CITY OF INDIANOLA

NOTES TO FINANCIAL STATEMENTS - CONTINUED
Year Ended June 30, 2013

9. **RISK MANAGEMENT (CONTINUED)**

The Pool's intergovernmental contract with its members provides that in the event a casualty claim or series of claims exceeds the amount of risk-sharing protection provided by the member's risk-sharing certificate, or in the event that a series of casualty claims exhausts total members' equity plus any reinsurance and any excess risk-sharing recoveries, then payment of such claims shall be the obligation of the respective individual member. As of June 30, 2013, settled claims have not exceeded the risk pool or reinsurance company coverage since the pool's inception.

Members agree to continue membership in the Pool for a period of not less than one full year. After such period, a member who has given 60 days' prior written notice may withdraw from the Pool. Upon withdrawal, payments for all claims and claims expenses become the sole responsibility of the withdrawing member, regardless of whether a claim was incurred or reported prior to the member's withdrawal. Members withdrawing within the first six years of membership may receive a partial refund of their casualty capital contributions. If a member withdraws after the sixth year, the member is refunded 100 percent of its casualty capital contributions. However, the refund is reduced by an amount equal to the annual casualty operating contribution which the withdrawing member would have made for the one-year-period following withdrawal.

The City is a member of the Iowa Municipalities Workers' Compensation Association (the "Association"). The Association is governed by a board of directors elected by representatives of the governing bodies of each participating governmental jurisdiction. The City has executed a Worker's Compensation coverage Agreement with the Association which extends through June 30, 2013 and has authorized the Association to issue general obligation bonds to provide funds with which to pay claims. During the year ended June 30, 2013, the City paid workers' compensation insurance premiums of \$119,824 (2012 - \$122,412) to the Association.

10. **COMMITMENTS**

The City has entered into contracts for a wastewater collection system rehabilitation project, a wellness center project, street improvement projects, and other projects totaling approximately \$20,072,444. The remaining commitment on these contracts at June 30, 2013 is \$3,903,011.

OTHER INFORMATION

CITY OF INDIANOLA

Budgetary Comparison Schedule of Receipts, Disbursements and Changes in Balances – Budget and Actual (Cash Basis) - All Governmental Funds and Proprietary Funds

Other Information

Year Ended June 30, 2013

	Governmental Funds Actual	Proprietary Funds Actual
Receipts		
Property tax	\$ 5,163,954	-
Tax increment financing collections	1,368,810	-
Other city tax	205,910	-
Licenses and permits	117,693	-
Use of money and property	326,083	69,620
Intergovernmental	2,060,498	-
Charges for service	993,286	4,865,896
Special assessments	144,055	58,595
Miscellaneous	<u>353,021</u>	<u>133,509</u>
Total receipts	<u>10,733,310</u>	<u>5,127,620</u>
Disbursements		
Public safety	3,902,002	612,113
Public works	1,416,552	146,323
Culture and recreation	2,130,514	239,096
Community and economic development	704,168	-
General government	1,411,552	227,202
Debt service	2,622,940	-
Capital projects	16,012,963	-
Business type activities	<u>-</u>	<u>4,550,835</u>
Total disbursements	<u>28,200,691</u>	<u>5,775,569</u>
Excess of receipts over disbursements	(17,467,381)	(647,949)
Other financing sources, net	<u>9,657,036</u>	<u>941,625</u>
Excess of receipts and other financing sources over disbursements and other financing uses	(7,810,345)	293,676
Balances beginning of year	<u>15,834,798</u>	<u>2,616,373</u>
Balances end of year	<u>\$ 8,024,453</u>	<u>2,910,049</u>

See accompanying independent auditor's report.

Less Funds not Required to to be Budgeted	Net	Budgeted Amounts		Final to Net Variance
		Original	Final	
-	5,163,954	5,123,062	5,123,062	40,892
-	1,368,810	997,000	1,355,700	13,110
-	205,910	177,929	177,929	27,981
-	117,693	131,600	131,600	(13,907)
411	395,292	341,800	341,800	53,492
-	2,060,498	1,575,200	1,575,200	485,298
1,643,897	4,215,285	4,025,300	4,025,300	189,985
-	202,650	107,000	107,000	95,650
<u>82,028</u>	<u>404,502</u>	<u>1,711,300</u>	<u>1,711,300</u>	<u>(1,306,798)</u>
<u>1,726,336</u>	<u>14,134,594</u>	<u>14,190,191</u>	<u>14,548,891</u>	<u>(414,297)</u>
612,113	3,902,002	4,129,800	4,129,800	227,798
146,323	1,416,552	1,392,900	1,392,900	(23,652)
239,096	2,130,514	2,249,900	2,249,900	119,386
-	704,168	282,400	832,300	128,132
227,202	1,411,552	1,353,500	1,456,600	45,048
-	2,622,940	2,147,000	2,779,900	156,960
-	16,012,963	19,992,100	19,992,100	3,979,137
<u>584,258</u>	<u>3,966,577</u>	<u>9,378,600</u>	<u>9,378,600</u>	<u>5,412,023</u>
<u>1,808,992</u>	<u>32,167,268</u>	<u>40,926,200</u>	<u>42,212,100</u>	<u>10,044,832</u>
(82,656)	(18,032,674)	(26,736,009)	(27,663,209)	9,630,535
<u>-</u>	<u>10,598,661</u>	<u>14,648,700</u>	<u>14,648,700</u>	<u>(4,050,039)</u>
(82,656)	(7,434,013)	(12,087,309)	(13,014,509)	5,580,496
<u>1,645,723</u>	<u>16,805,448</u>	<u>17,663,611</u>	<u>17,663,611</u>	<u>(858,163)</u>
<u>1,563,067</u>	<u>9,371,435</u>	<u>5,576,302</u>	<u>4,649,102</u>	<u>4,722,333</u>

CITY OF INDIANOLA

Notes to Other Information – Budgetary Reporting

June 30, 2013

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

In accordance with the Code of Iowa, the City Council annually adopts a budget on the cash basis following required public notice and hearing for all funds except Internal Service Funds and Fiduciary Funds. The annual budget may be amended during the year utilizing similar statutorily prescribed procedures.

Formal and legal budgetary control is based upon nine major classes of disbursements known as functions, not by fund. These nine functions are: public safety, public works, health and social services, culture and recreation, community and economic development, general government, debt service, capital projects and business type activities. Function disbursements required to be budgeted include disbursements for the General Fund, Special Revenue Funds, Debt Service Fund, Capital Projects Funds and Enterprise Funds. Although the budget document presents function disbursements by fund, the legal level of control is at the aggregated function level, not by fund. During the year, one budget amendment increased budgeted disbursements by \$1,717,000. The budget amendment is reflected in the final budgeted amounts.

During the year ended June 30, 2013, disbursements exceeded the amounts budgeted in the public works function.

SUPPLEMENTARY INFORMATION

CITY OF INDIANOLA

Statement of Cash Receipts, Disbursements
and Changes in Cash Balances
Nonmajor Governmental Funds
As of and for the Year Ended June 30, 2013

				Special
	Industrial Park Urban Renewal Tax Increment	Employee Benefits Levy	Downtown Tax Increment	East 92 Tax Increment
Receipts				
Property tax	\$ -	544,280	-	-
Tax increment financing collections	902,609	-	451,543	14,658
Use of money and property	-	-	-	-
Miscellaneous	-	-	-	-
Total receipts	<u>902,609</u>	<u>544,280</u>	<u>451,543</u>	<u>14,658</u>
Disbursements				
Operating				
Public safety	-	-	-	-
Community and economic development	384,000	-	-	-
Capital projects	-	-	-	-
Total disbursements	<u>384,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over (under) disbursements	<u>518,609</u>	<u>544,280</u>	<u>451,543</u>	<u>14,658</u>
Other financing uses				
Sale of capital assets	-	-	-	-
Operating transfers in (out)	<u>(411,432)</u>	<u>(544,280)</u>	<u>(451,543)</u>	<u>(14,658)</u>
Total other financing sources (uses)	<u>(411,432)</u>	<u>(544,280)</u>	<u>(451,543)</u>	<u>(14,658)</u>
Net change in cash balances	107,177	-	-	-
Cash balances beginning of year	<u>(107,177)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash balances end of year	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash Basis Fund Balances				
Restricted for:				
Urban renewal purposes	\$ -	-	-	-
Other purposes	-	-	-	-
Committed	-	-	-	-
Total cash basis fund balances	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>

See accompanying independent auditor's report.

Schedule 1

Revenue		Capital Projects		
Police Retirement	Police Seizures	Community Athletic Facility	Community Redevelopment	Total
-	-	-	-	544,280
-	-	-	-	1,368,810
2,553	-	88	-	2,641
-	4,464	-	-	4,464
<u>2,553</u>	<u>4,464</u>	<u>88</u>	<u>-</u>	<u>1,920,195</u>
-	1,069	-	-	1,069
-	-	-	-	384,000
-	-	1,997	12,412	14,409
-	1,069	1,997	12,412	399,478
<u>2,553</u>	<u>3,395</u>	<u>(1,909)</u>	<u>(12,412)</u>	<u>1,520,717</u>
-	-	-	182,098	182,098
(12,500)	-	2,000	112,200	(1,320,213)
(12,500)	-	2,000	294,298	(1,138,115)
(9,947)	3,395	91	281,886	382,602
132,583	25	1,064	(66,769)	(40,274)
<u>122,636</u>	<u>3,420</u>	<u>1,155</u>	<u>215,117</u>	<u>342,328</u>
-	-	-	-	-
122,636	3,420	-	-	126,056
-	-	1,155	215,117	216,272
<u>122,636</u>	<u>3,420</u>	<u>1,155</u>	<u>215,117</u>	<u>342,328</u>

CITY OF INDIANOLA
Statement of Cash Receipts, Disbursements
and Changes in Cash Balances
Nonmajor Proprietary Funds
As of and for the Year Ended June 30, 2013

	Enterprise			Internal	
		Stormwater		Health Insurance Reserve	Property Insurance Council
	Recycling	Utility	Total		
Operating receipts					
Charges for service	\$ 178,342	197,659	376,001	16,872	-
Miscellaneous	-	-	-	45,006	40,902
Total operating receipts	<u>178,342</u>	<u>197,659</u>	<u>376,001</u>	<u>61,878</u>	<u>40,902</u>
Operating disbursements					
Governmental activities					
Public safety	-	-	-	10,786	51,334
Public works	-	-	-	2,488	1,059
Culture and recreation	-	-	-	4,271	2,313
General government	-	-	-	4,148	526
Business type activities					
Sewer	-	-	-	2,488	5,041
Other	198,719	36,474	235,193	-	-
Component Unit:					
Municipal Utilities	-	-	-	8,177	-
Total disbursements	<u>198,719</u>	<u>36,474</u>	<u>235,193</u>	<u>32,358</u>	<u>60,273</u>
Excess (deficiency) of operating receipts over (under) operating disbursements	<u>(20,377)</u>	<u>161,185</u>	<u>140,808</u>	<u>29,520</u>	<u>(19,371)</u>
Non-operating receipts (disbursements)					
Interest on investments	-	-	-	-	411
Capital loan note proceeds	-	-	-	-	-
Capital projects	-	(3,156)	(3,156)	-	-
Net non-operating receipts (disbur	-	(3,156)	(3,156)	-	411
Excess of receipts over disbursements	(20,377)	158,029	137,652	29,520	(18,960)
Operating transfers in (out)	(16,400)	(62,800)	(79,200)	-	-
Net change in cash balances	(36,777)	95,229	58,452	29,520	(18,960)
Cash balances beginning of year	84,323	54,630	138,953	202,410	20,735
Cash balances end of year	<u>\$ 47,546</u>	<u>149,859</u>	<u>197,405</u>	<u>231,930</u>	<u>1,775</u>
Cash Basis Fund Balances					
Unrestricted	47,546	149,859	197,405	231,930	1,775
Total cash basis fund balances	<u>\$ 47,546</u>	<u>149,859</u>	<u>197,405</u>	<u>231,930</u>	<u>1,775</u>

See accompanying independent auditor's report.

Service

Health Pool	Health	
	Reimbursement Arrangement	Total
1,519,357	103,788	1,640,017
-	-	85,908
1,519,357	103,788	1,725,925
520,660	29,333	612,113
136,956	5,820	146,323
223,351	9,161	239,096
211,079	11,449	227,202
125,338	4,387	137,254
-	-	-
418,885	19,942	447,004
1,636,269	80,092	1,808,992
(116,912)	23,696	(83,067)
-	-	411
-	-	-
-	-	-
-	-	411
(116,912)	23,696	(82,656)
-	-	-
(116,912)	23,696	(82,656)
1,239,943	182,635	1,645,723
1,123,031	206,331	1,563,067
1,123,031	206,331	1,563,067
1,123,031	206,331	1,563,067
1,123,031	206,331	1,563,067

CITY OF INDIANOLA

Schedule of Indebtedness Year Ended June 30, 2013

OBLIGATION	DATE OF ISSUE	INTEREST RATES	AMOUNT ORIGINALLY ISSUED
2008 Street Improvements & Equipment	5/22/2008	2.20-3.80	1,575,000
2009 Street Improvements & Equipment	8/31/2009	2.00-3.60	2,500,000
2011 General Obligation Refunding	1/13/2011	1.00-2.50	3,915,000
2011 Refunding & Sewer Improvements	1/13/2011	1.00-2.00	1,300,000
2011 General Obligation	10/19/2011	0.55-2.25	850,000
2011 General Obligation Urban Renewal	12/28/2011	1.30-2.95	2,410,000
2012 General Obligation Urban Renewal	5/1/2012	2.00-2.95	4,580,000
2012 General Obligation	5/1/2012	0.50-2.40	3,875,000
2013 General Obligation	1/9/2013	0.50-1.55	1,865,000
2013 General Obligation	1/9/2013	1.25-2.00	5,510,000
Capital Loan Notes			
1995 Sewer Revenue	6/21/1995	3.00	383,000
2009 Sewer Revenue	5/20/2009	3.00	9,090,000
2009 General Obligation	8/31/2009	1.25-3.25	620,000
2011 General Obligation	12/20/2011	1.30	700,000
2013 Sewer Revenue	4/19/2013	1.75	4,036,000
Total City of Indianola			
Indianola Municipal Utilities			
Revenue Bonds and Notes			
2010 Electric Revenue Capital Loan Notes	6/15/2010	2.00-4.00	9,040,000
2011 Electric Revenue Bonds	12/29/2011	2.00-2.30	1,800,000
2011 Water Revenue Refunding	12/29/2011	0.50-1.30	1,350,000

See accompanying independent auditor's report.

BALANCE BEGINNING OF YEAR	ISSUED DURING YEAR	REDEEMED DURING YEAR	BALANCE END OF YEAR	INTEREST PAID	INTEREST DUE AND UNPAID
\$ 965,000	-	145,000	820,000	32,215	-
2,045,000	-	230,000	1,815,000	58,530	-
3,365,000	-	880,000	2,485,000	52,287	-
835,000	-	275,000	560,000	11,850	-
795,000	-	55,000	740,000	12,895	-
2,410,000	-	-	2,410,000	80,370	-
4,580,000	-	-	4,580,000	110,468	-
3,875,000	-	75,000	3,800,000	64,729	-
-	1,865,000	-	1,865,000	-	-
-	5,510,000	255,000	5,255,000	32,553	-
<u>18,870,000</u>	<u>7,375,000</u>	<u>1,915,000</u>	<u>24,330,000</u>	<u>455,897</u>	<u>-</u>
81,000	-	26,000	55,000	2,080	-
7,725,357	266,524	193,000	7,798,881	234,584	-
425,000	-	65,000	360,000	11,833	-
700,000	-	135,000	565,000	13,170	-
-	1,698,581	-	1,698,581	1,944	-
<u>8,931,357</u>	<u>1,965,105</u>	<u>419,000</u>	<u>10,477,462</u>	<u>263,611</u>	<u>-</u>
<u>\$ 27,801,357</u>	<u>9,340,105</u>	<u>2,334,000</u>	<u>34,807,462</u>	<u>719,508</u>	<u>-</u>
\$ 8,210,000	-	850,000	7,360,000	291,125	-
1,800,000	-	160,000	1,640,000	49,238	-
1,350,000	-	265,000	1,085,000	11,527	-
<u>\$ 11,360,000</u>	<u>-</u>	<u>1,275,000</u>	<u>10,085,000</u>	<u>351,890</u>	<u>-</u>

CITY OF INDIANOLA

Bond and Note Maturities
June 30, 2013

YEAR ENDING JUNE 30,	GENERAL			
	STREET IMPROVEMENTS & EQUIPMENT		STREET IMPROVEMENTS & EQUIPMENT	
	ISSUED MAY 22, 2008		ISSUED AUGUST 31, 2009	
	INTEREST RATE	AMOUNT	INTEREST RATE	AMOUNT
2014	3.15	\$ 150,000	2.20	\$ 235,000
2015	3.30	160,000	2.50	245,000
2016	3.40	165,000	2.75	250,000
2017	3.50	170,000	2.95	260,000
2018	3.60	175,000	3.20	265,000
2019		-	3.40	275,000
2020		-	3.60	285,000
2021		-		-
		<u>\$ 820,000</u>		<u>\$ 1,815,000</u>

YEAR ENDING JUNE 30,	GENERAL OBLIGATION URBAN RENEWAL		GENERAL OBLIGATION URBAN RENEWAL	
	ISSUED DECEMBER 28, 2011		ISSUED MAY 1, 2012	
	INTEREST RATE	AMOUNT	INTEREST RATE	AMOUNT
	INTEREST RATE	AMOUNT	INTEREST RATE	AMOUNT
2014	1.30	\$ 100,000		\$ -
2015	1.30	100,000	2.00	100,000
2016	1.50	100,000	2.00	380,000
2017	1.50	100,000	2.00	485,000
2018	1.50	100,000	2.00	380,000
2019	1.65	100,000	2.00	390,000
2020	1.90	150,000	2.00	350,000
2021	2.05	150,000	2.00	335,000
2022	2.20	150,000	2.05	345,000
2023	2.30	150,000	2.20	355,000
2024	2.40	150,000	2.35	370,000
2025	2.60	150,000	2.50	195,000
2026	2.75	150,000	2.65	205,000
2027	2.90	150,000	2.75	220,000
2028	3.00	150,000	2.85	230,000
2029	3.05	150,000	2.95	240,000
2030	3.15	150,000		-
2031	3.25	160,000		-
		<u>\$ 2,410,000</u>		<u>\$ 4,580,000</u>

OBLIGATION

GENERAL OBLIGATION REFUNDING		REFUNDING & SEWER IMPROVEMENTS		GENERAL OBLIGATION	
ISSUED JANUARY 13, 2011		ISSUED JANUARY 13, 2011		ISSUED	
INTEREST RATE	AMOUNT	INTEREST RATE	AMOUNT	INTEREST RATE	AMOUNT
1.25	\$ 895,000	1.25	\$ 280,000	1.00	\$ 55,000
2.00	775,000	2.00	280,000	1.00	55,000
2.00	535,000		-	1.35	55,000
2.00	180,000		-	1.35	105,000
2.50	100,000		-	1.65	110,000
	-		-	1.90	115,000
	-		-	2.10	120,000
	-		-	2.25	125,000
	<u>\$ 2,485,000</u>		<u>\$ 560,000</u>		<u>\$ 740,000</u>

GENERAL OBLIGATION		GENERAL OBLIGATION		GENERAL OBLIGATION		
ISSUED MAY 1, 2012		ISSUED JANUARY 9, 2013		ISSUED JANUARY 9, 2013		
INTEREST		INTEREST		INTEREST		
RATE	AMOUNT	RATE	AMOUNT	RATE	AMOUNT	TOTAL
0.50	\$ 300,000		\$ -	1.25	\$ 240,000	\$ 2,255,000
0.70	305,000		-	1.25	315,000	2,335,000
0.90	305,000	0.50	125,000	1.25	320,000	2,235,000
1.10	310,000	0.65	150,000	1.25	325,000	2,085,000
1.30	315,000	0.80	255,000	1.25	335,000	2,035,000
1.50	320,000	0.95	260,000	1.30	340,000	1,800,000
1.70	325,000	1.10	265,000	1.10	345,000	1,840,000
1.90	330,000	1.25	265,000	1.25	355,000	1,560,000
2.10	340,000	1.40	270,000	1.40	360,000	1,465,000
2.20	345,000	1.55	275,000	1.55	370,000	1,495,000
2.30	355,000		-	1.70	375,000	1,250,000
2.40	250,000		-	1.80	380,000	975,000
	-		-	1.90	390,000	745,000
	-		-	2.00	400,000	770,000
	-		-	2.00	405,000	785,000
	-		-		-	390,000
	-		-		-	150,000
	-		-		-	160,000
	\$ 3,800,000		\$ 1,865,000		\$ 5,255,000	\$ 24,330,000

CITY OF INDIANOLA

Bond and Note Maturities
June 30, 2013CAPITAL

YEAR ENDING JUNE 30,	SEWER REVENUE ISSUED JUNE 21, 1995		SEWER REVENUE ISSUED MAY 20, 2009		GENERAL OBLIGATION ISSUED AUGUST 31, 2009	
	INTEREST RATE	AMOUNT	INTEREST RATE	AMOUNT	INTEREST RATE	AMOUNT
2014	3.00	\$ 27,000	3.00	\$ 200,000	2.25	\$ 70,000
2015	3.00	28,000	3.00	206,000	2.80	70,000
2016		-	3.00	213,000	2.80	70,000
2017		-	3.00	220,000	3.25	75,000
2018		-	3.00	227,000	3.25	75,000
2019		-	3.00	234,000		-
2020		-	3.00	242,000		-
2021		-	3.00	250,000		-
2022		-	3.00	258,000		-
2023		-	3.00	266,000		-
2024		-	3.00	275,000		-
2025		-	3.00	284,000		-
2026		-	3.00	293,000		-
2027		-	3.00	302,000		-
2028		-	3.00	312,000		-
2029		-	3.00	322,000		-
2030		-	3.00	333,000		-
2031		-	3.00	344,000		-
2032		-	3.00	355,000		-
2033		-	3.00	366,000		-
2034		-	3.00	378,000		-
2035		-	3.00	391,000		-
2036		-	3.00	403,000		-
2037		-	3.00	417,000		-
2038		-	3.00	430,000		-
2039		-	3.00	277,881		-
		<u>\$ 55,000</u>		<u>\$ 7,798,881</u>		<u>\$ 360,000</u>

See accompanying independent auditor's report.

LOAN NOTES

GENERAL OBLIGATION ISSUED DECEMBER 20, 2011		SEWER REVENUE ISSUED APRIL 19, 2013		
INTEREST RATE	AMOUNT	INTEREST RATE	AMOUNT	TOTAL
1.30	\$ 140,000	1.75	\$ 166,000	\$ 603,000
1.30	140,000	1.75	169,000	613,000
1.30	140,000	1.75	173,000	596,000
1.30	145,000	1.75	176,000	616,000
-	-	1.75	180,000	482,000
-	-	1.75	183,000	417,000
-	-	1.75	187,000	429,000
-	-	1.75	191,000	441,000
-	-	1.75	195,000	453,000
-	-	1.75	78,581	344,581
-	-	-	-	275,000
-	-	-	-	284,000
-	-	-	-	293,000
-	-	-	-	302,000
-	-	-	-	312,000
-	-	-	-	322,000
-	-	-	-	333,000
-	-	-	-	344,000
-	-	-	-	355,000
-	-	-	-	366,000
-	-	-	-	378,000
-	-	-	-	391,000
-	-	-	-	403,000
-	-	-	-	417,000
-	-	-	-	430,000
-	-	-	-	277,881
	<u>\$ 565,000</u>		<u>\$ 1,698,581</u>	<u>\$ 10,477,462</u>

CITY OF INDIANOLA

Statement of Receipts By Source and Disbursements By Function - All Governmental Funds For the Last Ten Years

	2013	2012	2011	2010	2009
Receipts					
Property tax	\$ 5,163,954	4,929,375	4,836,322	4,826,350	4,739,284
Tax increment financing collections	1,368,810	1,146,801	865,761	712,476	632,566
Other city tax	205,910	152,908	137,481	118,906	116,449
Licenses and permits	117,693	144,940	197,339	96,392	66,923
Use of money and property	326,083	298,072	318,803	366,427	339,169
Intergovernmental	2,060,498	1,651,642	1,825,569	2,337,365	1,648,354
Charges for service	993,286	983,827	982,632	888,563	1,117,293
Special assessments	144,055	139,226	92,034	197,299	161,882
Miscellaneous	353,021	416,059	623,383	418,791	351,465
Total	<u>\$ 10,733,310</u>	<u>9,862,850</u>	<u>9,879,324</u>	<u>9,962,569</u>	<u>9,173,385</u>
Disbursements					
Operating					
Public safety	3,902,002	3,953,821	3,574,355	3,356,421	3,269,051
Public works	1,416,552	1,329,010	1,185,798	1,151,366	1,282,170
Culture and recreation	2,130,514	2,113,184	1,992,708	2,020,345	2,316,774
Community and economic development	704,168	1,295,997	123,554	96,617	104,155
General government	1,411,552	1,303,284	1,196,933	1,144,194	1,037,373
Debt service	2,622,940	3,368,178	5,718,378	2,276,339	2,219,139
Capital projects	16,012,963	2,778,034	1,904,710	2,713,016	1,678,814
Total	<u>\$ 28,200,691</u>	<u>16,141,508</u>	<u>15,696,436</u>	<u>12,758,298</u>	<u>11,907,476</u>

See accompanying independent auditor's report.

Schedule 5

<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
4,380,621	4,302,700	4,193,385	3,953,158	3,657,046
652,571	414,117	242,398	188,396	104,611
119,660	115,249	113,263	127,553	118,717
187,498	198,688	163,875	194,540	209,890
320,015	377,916	198,498	177,341	160,428
1,813,522	2,252,514	1,366,839	2,082,365	1,514,317
1,033,928	867,941	897,130	765,904	746,475
331,949	284,420	148,054	310,621	101,884
<u>648,262</u>	<u>620,475</u>	<u>410,502</u>	<u>243,665</u>	<u>246,324</u>
<u>9,488,026</u>	<u>9,434,020</u>	<u>7,733,944</u>	<u>8,043,543</u>	<u>6,859,692</u>
3,173,199	3,085,903	3,098,731	3,064,421	2,575,156
1,348,228	1,256,853	1,338,626	1,159,048	1,236,315
1,904,951	1,936,423	1,933,962	1,661,909	1,681,481
83,781	617,772	65,386	90,030	109,684
995,407	965,143	972,894	931,372	838,593
1,956,788	2,792,481	1,623,791	1,562,645	1,412,173
<u>966,954</u>	<u>3,041,721</u>	<u>962,040</u>	<u>1,790,459</u>	<u>194,327</u>
<u>10,429,308</u>	<u>13,696,296</u>	<u>9,995,430</u>	<u>10,259,884</u>	<u>8,047,729</u>



Shull

and Co. P.C.
certified public accountants

INDEPENDENT AUDITOR'S 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

To the Honorable Mayor and
Members of the City Council

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 Indianola, Iowa, as of and for the Year Ended June 30, 2013, and the related notes to financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated September 27, 2013. Our report expressed unmodified opinions on the financial statements which were prepared on the basis of cash receipts and disbursements, a basis of accounting other than U.S. generally accepted accounting principles.

Internal Control Over Financial Reporting

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

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control that we consider to be material weaknesses or significant deficiencies in internal control.

A deficiency in internal control exists when the design or operation of the 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 a material misstatement of the City of Indianola's financial statements will not be prevented or detected and corrected on a timely basis.

A significant deficiency is a deficiency, or combination of control deficiencies, in internal control which is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Indianola's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, non-compliance 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 non-compliance or other matters that are required to be reported under Government Auditing Standards. However, we noted certain immaterial instances of non-compliance or other matters which are described in Part II of the accompanying Schedule of Findings.

Comments involving statutory and other legal matters about the City's operations for the year ended June 30, 2013 are based exclusively on knowledge obtained from procedures performed during our audit of the financial statements of the City. Since our audit was based on tests and samples, not all transactions that might have had an impact on the comments were necessarily audited. The comments involving statutory and other legal matters are not intended to constitute legal interpretations of those statutes.

The City of Indianola's Responses to Findings

The City of Indianola's responses to findings identified in our audit are described in the accompanying Schedule of Findings. The City of Indianola's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, we express no opinion on them.

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 result of that testing and not to provide an opinion on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

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



September 27, 2013

CITY OF INDIANOLA

Schedule of Findings
Year Ended June 30, 2013

Part I: Findings Related to the Financial Statements:

None

Part II: Other Findings Related to Required Statutory Reporting:

- II-A-13 Certified Budget - Disbursements during the year ended June 30, 2013, exceeded the amounts budgeted in the public works function. Chapter 384.20 of the Code of Iowa states, in part, "Public monies may not be expended or encumbered except under an annual or continuing appropriation."
- Recommendation – The budget should have been amended in accordance with Chapter 384.18 of the Code of Iowa before disbursements were allowed to exceed the budget.
- Response – The budget will be amended in the future, if applicable.
- Conclusion – Response accepted.
- II-B-13 Questionable Disbursements - No disbursements that we believe may not meet the requirements of public purpose as defined in an Attorney General's opinion dated April 25, 1979 were noted.
- II-C-13 Travel Expense - No disbursements of City money for travel expenses of spouses of City officials or employees were noted.
- II-D-13 Business Transactions - No business transactions between the City and City officials or employees were noted.
- II-E-13 Bond Coverage - Surety bond coverage of City officials and employees is in accordance with statutory provisions. The amount of coverage should be reviewed annually to ensure that coverage is adequate for current operations.
- II-F-13 City Council Minutes - No transactions were found that we believe should have been approved in the Council minutes but were not.
- II-G-13 Deposits and Investments - No instances of non-compliance with the deposit and investment provisions of Chapter 12B and 12C of the Code of Iowa and the City's investment policy were noted.
- II-H-13 Revenue Bonds and Notes – No instances of non-compliance with the revenue bond and note resolutions were noted.

**CITY OF INDIANOLA, IOWA
MUNICIPAL SEWER UTILITY**

**Financial Statements
June 30, 2013 and 2012
(With Independent Auditor's Report Thereon)**



Shull
and Co. P.C.
certified public accountants



Shull

and Co. P.C.
certified public accountants

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the City Council
City of Indianola
Indianola, Iowa

Report on the Financial Statements

We have audited the accompanying statement of net position of the Municipal Sewer Utility of the City of Indianola, Iowa, as of June 30, 2013 and 2012 and the related statements of revenues, expenses and changes in net position and cash flows for the years then ended.

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 error or fraud.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with generally accepted auditing standards of the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Utility'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 Utility'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 opinion.

Basis for Adverse Opinion

As discussed in Note 1, the financial statements present only the municipal Sewer Utility of the City of Indianola, Iowa. Accounting principles generally accepted in the United States of America require that the City of Indianola, Iowa's financial statements present the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Indianola, Iowa.

Adverse Opinion

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion" paragraph, the financial statements referred to above do not present fairly the financial position of the City of Indianola, Iowa as of June 30, 2013 and 2012, or the changes in financial position or cash flows thereof for the years then ended.

Unmodified Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Municipal Sewer Utility as of June 30, 2013 and 2012, and the changes in its financial position and its cash flows for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements of the Municipal Sewer Utility. The supplementary information included in the accompanying schedule of operations is presented for purposes of additional analysis and is not a required part of the financial statements.

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

Shull & Co., P.C.

September 27, 2013

CITY OF INDIANOLA, IOWA
MUNICIPAL SEWER UTILITY
Statement of Fund Net Position
June 30, 2013 and 2012

ASSETS	<u>2013</u>	<u>2012</u>
Current assets		
Cash and investments	\$ 597,527	375,072
Cash and investments - improvement account	342,309	317,309
Accounts receivable - customers	492,089	489,621
Accrued interest receivable	2,226	1,608
Inventory	<u>29,350</u>	<u>29,350</u>
Total current assets	<u>1,463,501</u>	<u>1,212,960</u>
Restricted assets - cash and investments		
Revenue bond and interest sinking fund	95,502	25,078
Revenue bond debt service reserve fund	<u>114,239</u>	<u>114,239</u>
	<u>209,741</u>	<u>139,317</u>
Sewer utility plant & equipment in service		
Land	1,220,882	1,220,882
Treatment plants	6,628,386	6,620,939
Lift stations	1,000,750	968,054
Equipment	4,251,450	4,251,450
Mains	24,569,729	22,347,884
Vehicles	<u>541,976</u>	<u>541,976</u>
	38,213,173	35,951,185
Less accumulated depreciation	<u>15,549,445</u>	<u>14,921,660</u>
Net utility plant in service	<u>22,663,728</u>	<u>21,029,525</u>
	<u>\$ 24,336,970</u>	<u>22,381,802</u>

See accompanying notes to financial statements.

	2013	2012
LIABILITIES		
Current liabilities		
Accounts payable	\$ 338,050	105,715
Wages and benefits payable	50,802	47,787
Accrued interest payable	2,189	2,641
General obligation capital loan notes and bonds payable within one year	543,000	539,100
Total current liabilities	934,041	695,243
Current liabilities payable from restricted assets		
Accrued interest payable	22,776	18,616
Sewer revenue capital loan notes payable within one year	393,000	219,000
Current liabilities payable from restricted assets	415,776	237,616
Sewer revenue capital loan notes payable after one year	9,159,462	7,587,353
General obligation capital loan notes and bonds payable after one year (net of unamortized discount of \$70,771 (2012 - \$91,203))	987,129	1,509,697
	10,146,591	9,097,050
	11,496,408	10,029,909
NET POSITION		
Invested in capital assets, net of related debt	\$ 11,974,137	11,393,375
Restricted for revenue notes debt service	(206,035)	(98,299)
Designated for plant improvement	342,309	317,309
Unrestricted and undesignated	730,151	739,508
Total net position	12,840,562	12,351,893
	\$ 24,336,970	22,381,802

CITY OF INDIANOLA, IOWA
MUNICIPAL SEWER UTILITY
Statement of Revenues, Expenses and Changes in Fund Net Position
Years Ended June 30, 2013 and 2012

	2013	2012
Operating revenues		
Sewer rental fees	\$ 2,775,424	2,520,166
Penalties	29,722	25,933
Total operating revenues	<u>2,805,146</u>	<u>2,546,099</u>
Operating expenses		
Plant operation	347,592	448,568
Plant maintenance	390,971	234,761
Mains operation and maintenance	210,573	295,024
Vehicle operation and maintenance	24,414	26,174
Administrative and general	544,277	522,418
Depreciation expense on plant and equipment acquired with intergovernmental contributions	171,893	171,893
Depreciation expense on other plant and equipment	455,893	359,420
Operating expenses	<u>2,145,613</u>	<u>2,058,258</u>
Income from operations	<u>659,533</u>	<u>487,841</u>
Nonoperating revenues (expenses)		
Interest on investments	13,910	12,078
Rental income	55,917	53,660
Inspection fees	3,520	3,100
FEMA Disaster	-	14,950
Other revenues	24,608	27,860
Loan service fee	(42,905)	(22,778)
Interest expense	(301,852)	(279,692)
	<u>(246,802)</u>	<u>(190,822)</u>
Net income	412,731	297,019
Capital contributions from developers	15,000	65,320
Capital contributions from special assessments and tap fees	60,938	126,335
Change in net position	488,669	488,674
Net position, beginning of year	<u>12,351,893</u>	<u>11,863,219</u>
Net position, end of year	<u>\$ 12,840,562</u>	<u>12,351,893</u>

See accompanying notes to financial statements.

CITY OF INDIANOLA, IOWA
MUNICIPAL SEWER UTILITY
Statement of Cash Flows
Years Ended June 30, 2013 and 2012

	<u>2013</u>	<u>2012</u>
Cash flows from operating activities		
Cash received from customers	\$ 2,781,906	2,433,834
Cash paid to suppliers	(670,978)	(1,522,274)
Cash paid to employees	(590,727)	(570,149)
Other nonoperating fees and revenues received	28,128	45,910
Net cash provided by operating activities	<u>1,548,329</u>	<u>387,321</u>
 Cash flows from capital and related financing activities		
Purchases and construction of plant and equipment	(2,246,988)	(3,022,174)
Special assessment and tap fee proceeds from customers	60,938	126,335
Sewer revenue capital loan notes issued	1,965,109	3,350,001
Proceeds from general obligation notes and bonds	-	440,000
Principal paid on general obligation notes and bonds	(539,100)	(590,000)
Interest paid on general obligation notes and bonds	(39,104)	(58,900)
Principal paid on sewer revenue capital loan notes	(219,000)	(26,000)
Loan service fee paid	(42,905)	(22,778)
Interest paid on sewer revenue capital loan notes	(238,609)	(192,886)
Net cash provided (used) by capital and related financing activities	<u>(1,299,659)</u>	<u>3,598</u>
 Cash flows from investing activities		
Interest income received	13,292	11,701
Rental income received	55,917	53,660
Net cash provided by investing activities	<u>69,209</u>	<u>65,361</u>
 Net increase (decrease) in cash and investments	317,879	456,280
Cash and investments, beginning of year	<u>831,698</u>	<u>375,418</u>
 Cash and investments, end of year	<u>\$ 1,149,577</u>	<u>831,698</u>

CITY OF INDIANOLA, IOWA
MUNICIPAL SEWER UTILITY
Statement of Cash Flows - Continued
Years Ended June 30, 2013 and 2012

	<u>2013</u>	<u>2012</u>
Reconciliation of income from operations to net cash provided by operating activities		
Income from operations	\$ 659,533	487,841
Adjustments		
Other nonoperating fees and revenues	28,128	45,910
Depreciation	627,786	531,313
(Increase) decrease in accounts receivable	(2,468)	(99,733)
Increase (decrease) in accounts, wages and benefits, and sales tax payable	<u>235,350</u>	<u>(578,010)</u>
Net cash provided by operating activities	<u>\$ 1,548,329</u>	<u>387,321</u>
Noncash capital and related financing activities		
Developer contributions of utility plant and equipment	\$ 15,000	65,320

See accompanying notes to financial statements.

CITY OF INDIANOLA, IOWA
MUNICIPAL SEWER UTILITY
Notes to Financial Statements
June 30, 2013 and 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation - The accompanying financial statements present only the financial position, changes in financial position and cash flows of the Municipal Sewer Utility of the City of Indianola, Iowa and are not intended to present the financial position of the City of Indianola, Iowa, and the changes in its financial position and cash flows of its proprietary fund types.

Accounting method - The accounting records of the Municipal Sewer Utility are maintained on a cash basis. The accompanying financial statements have been prepared, after giving effect to all material adjustments including amounts due from utility customers and due to suppliers of goods and services, to reflect the account balances and results of operations on the accrual basis.

The Municipal Sewer Utility reports its financial activity in accordance with applicable Governmental Accounting Standards Board (GASB) pronouncements as well as applicable Financial Accounting Standards Board (FASB) pronouncements unless those pronouncements conflict with or contradict GASB pronouncements.

Inventories - Inventories consist principally of maintenance materials and supplies and are stated at the lower of cost (first-in, first-out basis) or market.

Depreciation - Depreciation expense is computed using the straight-line method and estimated useful lives as follows:

Treatment plants and lift stations	40 years
Equipment	15 years
Mains	50 years
Vehicles	10 years

Cash and Investments and Interest Income - Cash balances available from each of the funds of the City of Indianola, Iowa are pooled for investment and cash management purposes. Investments purchased by the pool are stated at cost or amortized cost. Interest earned on pooled investments is allocated monthly on the basis of each of the funds' ending cash and investment balances. Because the cash of the Municipal Sewer Utility is deposited with or withdrawn from the cash and investment pool without restriction its allocated share of the pool has been treated as a cash equivalent in the accompanying statement of cash flows.

CITY OF INDIANOLA, IOWA
MUNICIPAL SEWER UTILITY
Notes to Financial Statements - Continued
June 30, 2013 and 2012

2. DESIGNATED NET POSITION

Sewer revenue bonds issued in June 1978 to finance expansion and improvement of the sewer system required the establishment of a plant improvement account, required accumulation of funds in the account and restricted the use of such funds. In February 1994 the final principal installment of the revenue bond payable was paid eliminating the requirement to maintain this account. The City Council elected to maintain the plant improvement account and designate funds for future plant improvements.

3. SEWER REVENUE CAPITAL LOAN NOTES PAYABLE

The Utility has pledged future sewer customer receipts, net of specified operating disbursements, to repay \$383,000 of Sewer Revenue Capital Loan Notes, Series 1995, issued in June 1995. Proceeds from the notes provided financing for improvements and extensions to the municipal sewer system utility. The notes are payable solely from sewer customer net receipts and are payable through 2015. Annual principal and interest payments on the notes are expected to require less than 2% of net receipts. The total principal and interest remaining to be paid on the notes is \$56,665. For the current year, principal and interest paid and total customer net receipts were \$28,040 and \$1,660,015, respectively.

The Utility has pledged future sewer customer receipts, net of specified operating disbursements, to repay \$9,090,000 of Sewer Revenue Capital Loan Notes, Series 2009, issued in May 2009. Proceeds from the notes provided financing for the costs of acquisition, construction, reconstruction, extending, remodeling, improving, repairing and equipping of the municipal sewer system utility. The notes are payable solely from sewer customer net receipts and are payable through 2041. Annual principal and interest payments on the notes are expected to require less than 26% of net receipts. The total principal and interest remaining to be paid on the notes is \$11,319,619. For the current year, principal and interest paid and total customer net receipts were \$427,584 and \$1,660,015, respectively.

The City has pledged future sewer customer receipts, net of specified operating disbursements, to repay \$4,036,000 of Sewer Revenue Capital Loan Notes, Series 2013, issued in April 2013. Proceeds from the notes provided financing for the costs of acquisition, construction, reconstruction, extending, remodeling, improving, repairing and equipping of the municipal sewer system utility. The notes are payable solely from sewer customer net receipts and are payable through 2033. Annual principal and interest payments on the notes are expected to require less than 15% of net receipts. The total principal and interest remaining to be paid on the notes is \$1,857,880. For the current year, principal and interest paid and total customer net receipts were \$1,944 and \$1,660,015, respectively.

CITY OF INDIANOLA, IOWA
MUNICIPAL SEWER UTILITY
Notes to Financial Statements - Continued
June 30, 2013 and 2012

3. SEWER REVENUE CAPITAL LOAN NOTES PAYABLE - Continued

The resolution providing for the issuance of the revenue capital loan notes include the following provisions:

- a. The bonds will only be redeemed from the future earnings of the enterprise activity and the bond holders hold a lien on the future earnings of the funds.
- b. Sufficient monthly transfers shall be made to a separate water revenue sinking account within the Enterprise Fund for the purpose of making the note principal and interest payments when due.
- c. All funds remaining after payment of all maintenance and operating expenses and the transfers to the restricted accounts noted above can be used to retire any subordinate obligations, to pay for extraordinary repairs or replacements to the water system, or to pay or redeem the notes or parity obligations, and then can be used for any lawful purpose.

Revenue capital loan note debt service requirements are as follows as of June 30, 2013:

Year Ending June 30,	Principal	Interest	Total
2014	\$ 393,000	247,999	640,999
2015	403,000	227,425	630,425
2016	386,000	217,868	603,868
2017	396,000	208,450	604,450
2018	407,000	198,770	605,770
2019-2023	2,084,581	838,726	2,923,307
2024-2028	1,466,000	598,325	2,064,325
2029-2033	1,720,000	447,069	2,167,069
2034-2038	2,019,000	227,293	2,246,293
2039	277,881	8,336	286,217
	<u>\$9,552,462</u>	<u>3,220,261</u>	<u>12,772,723</u>

CITY OF INDIANOLA, IOWA
MUNICIPAL SEWER UTILITY
Notes to Financial Statements - Continued
June 30, 2013 and 2012

4. GENERAL OBLIGATION CAPITAL LOAN NOTES AND BONDS PAYABLE

In January 2011 the City issued \$3,915,000 of General Obligation Refunding Bonds for a crossover refunding of a portion of the General Obligation Bonds dated May 2002, October 2003 and April 2006. Although the bonds are a general obligation of the City and the City has authority to levy property taxes to pay the bonds and related interest as payments come due, it is the intention of the City Council that the payments of \$1,530,000 of bond principal and related interest be financed by the operations of the Municipal Sewer Utility. Accordingly, that portion of the bonds are reported as a liability and the interest payments are reported as an expense of the Utility in these financial statements. Municipal Sewer Utility principal payments are due on the bonds in the amounts of \$165,000 to \$385,000 from June 1, 2012 through June 1, 2017. Interest on the bonds at rates of 1.0% to 2.0% per annum is due semiannually beginning December 1, 2011.

In January 2011 the City issued \$1,300,000 of General Obligation Bonds. The proceeds from the bonds were used to pay costs of refunding outstanding General Obligation Bonds dated August 2004; and for improvements and extensions to the municipal sewer utility. Although the bonds are a general obligation of the City and the City has authority to levy property taxes to pay the bonds and related interest, as payments come due, it is the intention of the City Council that the payments of \$410,000 of bond principal and related interest be financed by the operations of the Municipal Sewer Utility. Accordingly, that portion of the bonds is reported as a liability and the interest payments are reported as an expense of the Utility in these financial statements. Municipal Sewer Utility principal payments are due on the bonds in the amounts of \$101,000 to \$104,000 from June 1, 2012 through June 1, 2015. Interest on the bonds at rates of 1.0% to 2.0% per annum is due semiannually beginning June 1, 2011.

In December 2011 the City issued \$700,000 of General Obligation Capital Loan Notes, a portion of which was transferred to the Municipal Sewer Utility to finance a portion of the costs of emergency sewer repairs and improvements. Although the notes are a general obligation of the City and the City has authority to levy property taxes to pay the notes and related interest, as payments come due, it is the intention of the City Council that the payments of \$130,000 of note principal and related interest be financed by the operations of the Municipal Sewer Utility. Accordingly, that portion of the notes is reported as a liability and the interest payments are reported as an expense of the Utility in these financial statements. Municipal Sewer Utility principal payments are due on the notes in the amounts of \$25,100 to \$26,900 from June 1, 2013 through June 1, 2017. Interest on the notes at rate of 1.30% per annum is due semiannually beginning December 1, 2012.

CITY OF INDIANOLA, IOWA
MUNICIPAL SEWER UTILITY
Notes to Financial Statements - Continued
June 30, 2013 and 2012

4. GENERAL OBLIGATION CAPITAL LOAN NOTES AND BONDS PAYABLE - Continued

In May 2012 the City issued \$3,875,000 of General Obligation Bonds, a portion of which was transferred to the Municipal Sewer Utility to finance a portion of the costs of equipping the sewer utility. Although the bonds are a general obligation of the City and the City has authority to levy property taxes to pay the bonds and related interest, as payments come due, it is the intention of the City Council that the payments of \$310,000 of bond principal and related interest be financed by the operations of the Municipal Sewer Utility. Accordingly, that portion of the bonds is reported as a liability and the interest payments are reported as an expense of the Utility in these financial statements. Municipal Sewer Utility principal payments are due on the notes in the amounts of \$6,000 to \$28,400 from June 1, 2012 through June 1, 2025. Interest on the notes at rates of .5% to 2.4% per annum is due semiannually beginning December 1, 2012.

The aggregate Municipal Sewer Utility portion of general obligation capital loan notes and bond debt service requirements are as follows as of June 30, 2013:

Year Ending June 30,	Principal	Interest	Total
2014	\$ 543,000	26,342	569,342
2015	409,400	19,580	428,980
2016	310,400	12,000	322,400
2017	131,700	6,100	137,800
2018	25,200	4,000	29,200
2019-2023	132,800	13,700	146,500
2024-2025	48,400	1,600	50,000
	<u>\$ 1,600,900</u>	<u>83,322</u>	<u>1,684,222</u>

5. COMPENSATED ABSENCES

Municipal Sewer Utility employees accumulate vacation hours, compensating time off and sick leave for subsequent use. Unused vacation hours and compensating time off are payable upon termination, retirement or death. These amounts are included in wages and benefits payable as of June 30, 2013 and 2012. Accumulated sick leave benefits as of June 30, 2013 of \$108,556 (2012 - \$102,839) are payable only when used and have not been accrued.

CITY OF INDIANOLA, IOWA
MUNICIPAL SEWER UTILITY
Notes to Financial Statements - Continued
June 30, 2013 and 2012

6. PENSION AND RETIREMENT BENEFITS

The Municipal Sewer Utility contributes to the Iowa Public Employees Retirement system (IPERS) which is a cost-sharing multiple-employer defined benefit pension plan administered by the State of Iowa. IPERS provides retirement and death benefits which are established by state statute to plan members and beneficiaries. IPERS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to IPERS, P.O. Box 9117, Des Moines, Iowa 50306-9117.

Most regular plan members are required to contribute 5.78% of their annual covered salary and the Municipal Sewer Utility is required to contribute 8.67% of covered salary. Contribution requirements are established by state statute. The Municipal Sewer Utility contribution to IPERS for the year ended June 30, 2013 was \$39,159 (2012 - \$35,502), equal to the required contribution for the year.

7. RISK MANAGEMENT

The City of Indianola is a member in the Iowa Communities Assurance Pool, as allowed by Chapter 670.7 of the Code of Iowa. The Iowa Communities Assurance Pool (Pool) is a local government risk-sharing pool whose 679 members include various governmental entities throughout the State of Iowa. The Pool was formed in August 1986 for the purpose of managing and funding third-party liability claims against its members. The Pool provides coverage and protection in the following categories: general liability, automobile liability, automobile physical damage, public officials liability, police professional liability, property, inland marine and boiler and machinery. There have been no reductions in insurance coverage from prior years.

Each member's annual casualty contributions to the Pool fund current operations and provide capital. Annual operating contributions are those amounts necessary to fund, on a cash basis, the Pool's general and administrative expenses, claims, claims expenses and reinsurance expenses due and payable in the current year, plus all or any portion of any deficiency in capital. Capital contributions are made during the first six years of membership and are maintained at a level by the Board not to exceed 300% of the total current members' basis rates or to comply with the requirements of any applicable regulatory authority having jurisdiction over the Pool.

The Pool also provides property coverage. Members who elect such coverage make annual operating contributions which are necessary to fund, on a cash basis, the Pool's general and administrative expenses and reinsurance premiums, all of which are due and payable in the current year, plus all or any portion of any deficiency in capital. Any year-end operating surplus is transferred to capital. Deficiencies in operations are offset by transfers from capital and, if insufficient, by the subsequent year's member contributions.

CITY OF INDIANOLA, IOWA
MUNICIPAL SEWER UTILITY
Notes to Financial Statements - Continued
June 30, 2013 and 2012

7. RISK MANAGEMENT - Continued

The Municipal Sewer Utility's property and casualty contributions to the risk pool are recorded as disbursements from its operating funds at the time of payment to the risk pool. The Utility's annual contributions to the Pool for the year ended June 30, 2013 were \$23,759 (2012 - \$22,279).

The Pool uses reinsurance and excess risk-sharing agreements to reduce its exposure to large losses. The Pool retains general, automobile, police professional, and public officials' liability risks up to \$350,000 per claim. Claims exceeding \$350,000 are reinsured in an amount not to exceed \$2,650,000 per claim. For members requiring specific coverage from \$3,000,000 to \$15,000,000, such excess coverage is also reinsured. Property and automobile physical damage risks are retained by the Pool up to \$250,000 each occurrence, each location, with excess coverage reinsured by Lexington Insurance Company.

The Pool's intergovernmental contract with its members provides that in the event a casualty claim or series of claims exceeds the amount of risk-sharing protection provided by the member's risk-sharing certificate, or in the event that a series of casualty claims exhausts total members' equity plus any reinsurance and any excess risk-sharing recoveries, then payment of such claims shall be the obligation of the respective individual member. The Utility does not report a liability for losses in excess of reinsurance or excess risk-sharing recoveries unless it is deemed probable that such losses have occurred and the amount of such loss can be reasonably estimated. Accordingly, at June 30, 2013, no liability has been recorded in the Utility's financial statements. As of June 30, 2013, settled claims have not exceeded the risk pool or reinsurance company coverage since the Pool's inception.

Members agree to continue membership in the Pool for a period of not less than one full year. After such period, a member who has given 60 days' prior written notice may withdraw from the Pool. Upon withdrawal, payments for all claims and claims expenses become the sole responsibility of the withdrawing member, regardless of whether a claim was incurred or reported prior to the member's withdrawal. Members withdrawing within the first six years of membership may receive a partial refund of their casualty capital contributions. If a member withdraws after the sixth year, the member is refunded 100 percent of its casualty capital contributions. However, the refund is reduced by an amount equal to the annual casualty operating contribution which the withdrawing member would have made for the one year period following withdrawal.

The City is a member of the Iowa Municipalities Workers' Compensation Association (the "Association"). The Association is governed by a board of directors elected by representatives of the governing bodies of each participating governmental jurisdiction. The City has executed a Worker's Compensation Coverage Agreement with the Association which extends through June 30, 2013 and has authorized the Association to issue general obligation bonds to provide funds with which to pay claims. During the year ended June 30, 2013, the Utility paid workers' compensation insurance premiums of \$5,871 (2012 - \$6,852) to the Association.

CITY OF INDIANOLA, IOWA
MUNICIPAL SEWER UTILITY
Notes to Financial Statements - Continued
June 30, 2013 and 2012

8. COMMITMENTS

The Municipal Sewer Utility has entered into contracts for a wastewater collection system rehabilitation project totaling approximately \$3,334,719. The remaining commitment on these contracts at June 30, 2013 is \$1,636,648.

CITY OF INDIANOLA, IOWA
MUNICIPAL SEWER UTILITY
Schedule of Operations
Years Ended June 30, 2013 and 2012

	<u>2013</u>	<u>2012</u>
Operating revenues		
Sewer rental fees		
Residential	\$ 2,148,344	1,949,866
Commercial	545,858	491,406
Other public authorities	56,126	64,050
Interdepartmental	<u>25,096</u>	<u>14,844</u>
	2,775,424	2,520,166
Penalties	<u>29,722</u>	<u>25,933</u>
 Total operating revenue	 <u>2,805,146</u>	 <u>2,546,099</u>
Operating expenses		
Plant operation		
Salaries	50,649	167,347
Payroll tax	12,535	27,663
IPERS	4,310	11,210
Utilities	151,103	119,751
Maintenance and repairs	67,998	59,352
Chemicals and testing	10,331	13,485
Fuel	3,988	8,691
Biosolid disposal	37,821	32,578
Other	<u>8,857</u>	<u>8,491</u>
	<u>347,592</u>	<u>448,568</u>
Plant maintenance		
Salaries	341,321	211,434
Payroll tax	19,258	3,283
IPERS	29,882	19,275
Materials and supplies	<u>510</u>	<u>769</u>
	<u>390,971</u>	<u>234,761</u>
Mains operation and maintenance		
Salaries	29,435	39,203
Payroll tax	388	436
IPERS	2,195	2,612
Materials and supplies	6,357	12,953
Maintenance and repairs	120,011	198,714
Utilities	42,133	32,950
Other	<u>10,054</u>	<u>8,156</u>
	<u>210,573</u>	<u>295,024</u>

CITY OF INDIANOLA, IOWA
MUNICIPAL SEWER UTILITY
Schedule of Operations - Continued
Year Ended June 30, 2013 and 2012

	<u>2013</u>	<u>2012</u>
Operating expenses (continued)		
Vehicle operation and maintenance		
Materials and supplies	15,159	16,436
Maintenance and repairs	9,255	9,738
	<u>24,414</u>	<u>26,174</u>
Administrative and general expenses		
Accounting and collections - transfer to General Fund	143,600	140,200
Management - transfer to General Fund	91,000	89,900
Payments in lieu of property taxes - transfer to General Fund	111,300	102,400
Insurance	34,585	34,085
Group insurance and benefits	103,769	96,081
Professional fees	8,293	6,560
Bad debts	20,772	12,532
Other	30,958	40,660
	<u>544,277</u>	<u>522,418</u>
Depreciation	<u>627,786</u>	<u>531,313</u>
Total operating expenses	<u>2,145,613</u>	<u>2,058,258</u>
Income from operations	<u>659,533</u>	<u>487,841</u>
Nonoperating revenues (expenses)		
Interest on investments	13,910	12,078
Rental income	55,917	53,660
Inspection fees	3,520	3,100
FEMA Disaster	-	14,950
Miscellaneous	24,608	27,860
Loan service fee	(42,905)	(22,778)
Interest expense	(301,852)	(279,692)
	<u>(246,802)</u>	<u>(190,822)</u>
Net income	<u>\$ 412,731</u>	<u>297,019</u>

**CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES**

**Financial Statements
(With Independent Auditor's Report Thereon)**

**Independent Auditor's Report on Compliance and on
Internal Control over Financial Reporting**

Schedule of Findings

June 30, 2013 and 2012



Shull
and Co. P.C.
certified public accountants

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES

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CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES
Officials

June 30, 2013

Electric and Water Utility Board of Trustees
Authority: Indianola City Ordinance No. 642

		Term Expires <u>December 31</u>	Amount <u>Of Bond</u>
Chris Boone		2013	300,000
Eric Vander Linden	July 2011 Chairperson	2014	300,000
Bob Lester	June 2012 Chairperson	2015	300,000
Pat Reding	January 2013 Chairperson	2017	300,000
Grant Johnson		2018	300,000

Indianola Municipal Utilities Management

Todd Kielkopf	General Manager	300,000
Bob Miller	Electric Superintendent	300,000
Lou Elbert	Water Superintendent	300,000
Mike Metcalf	Director of Technical Services	300,000
Chris Longer	Program Coordinator	300,000

City Officials and Management

Christopher DesPlanques	Director of Finance	300,000
RoxAnne Hunerdosse	Director of Human Resources	300,000
Diana Bowlin	City Clerk	300,000
Douglas Shull	City Treasurer	300,000

All other city employees are bonded under the Cincinnati Insurance Employee Loss Coverage, "Faithful Performance Blanket Position Bond," # BD0359727 in the amount of \$300,000.

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES

Board of Trustees Report

March 1, 2014

To the Honorable Mayor, Members of the Council, and Citizens of the City of Indianola,

This report consists of the board and management's representations concerning the finances of Indianola Municipal Utilities. Consequently, the board and management assume full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, the board and management have established a comprehensive internal control framework that is designed both to protect the utility's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of these financial statements. Because the cost of internal controls should not outweigh their benefits, the utility's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. The board and management assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

Indianola Municipal Utilities' financial statements have been audited by Shull & Co., a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements for the fiscal year ended June 30, 2013 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that Indianola Municipal Utilities' financial statements for the fiscal year ended June 30, 2013 are fairly presented. The independent auditor's report is presented as the first component of the financial section of this report.

Generally accepted accounting principles require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statement in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it.

Profile of the Utility Board of Trustees

The City of Indianola, incorporated in 1864 and the county seat of Warren County, is located in the central part of the state approximately 17 miles south of the state capital, Des Moines. Indianola is considered part of the Des Moines MSA, one of the top growth areas in the state. The City of Indianola encompasses an area of approximately nine square miles and a population of 14,782. The city provides electric, water, and telecommunications services as a discretely reported component unit under the management and control of a board of trustees. The board operates these three utilities as Indianola Municipal Utilities (IMU). This system of management and control was established by a vote of the electorate and implemented by city ordinance in 1973 as provided in Iowa Code.

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES

Board of Trustees Report - Continued

Electric and water utility territories are fixed in that any new territory expansions must be negotiated and purchased from incumbent service providers. The telecommunications utility has no fixed territory and leases fiber optic lines to customers and has a licensing arrangement with a private telecom service provider.

Utility board. Utility boards are vested with the authorities of the city in relation to these utilities, with the exceptions that the board may not certify taxes to be levied, pass ordinances or amendments, or issue general obligation or special assessment bonds. Real property is held in the name of the city, but the utility board has all the powers and authorities of the city with respect to the acquisition by purchase, condemnation, or otherwise, lease, sale, or other disposition of such property, and the management, control, and operation of the same, subject to provisions of any outstanding obligations which are payable from the revenues of the city utility. Separate funds are maintained for each utility. Utility fund balances deemed by the board of trustees to be in excess of the needs of a utility may be transferred to any other fund, upon approval by the city council. The five trustees are appointed by the mayor and approved by the city council, each serving staggered six-year terms.

Management. The board of trustees appoints a general manager to oversee the day-to-day management of the electric, water, and telecommunications utilities. The general manager appoints the employees of each of these utilities, carries out the policies of the board of trustees, and performs other duties as determined by resolution of the board.

Other officials. A director of finance serves as the chief accounting officer for all city services, including those provided by IMU, and submits budget and year-end financial reports required of the utility. There is also an appointed clerk, which serves as the secretary of the board of trustees and as such has custodial duties prescribed in Iowa Code, local ordinances, board resolutions, and by management discretion. An appointed treasurer serves as custodian for all funds. An attorney is also appointed to represent the city, its boards, and its commissions and performs certain functions prescribed in local ordinances and in the Iowa Code.

Budgeting process. The annual budget serves as the foundation for the utilities' financial planning and control. The budget process, in general, is as follows:

- The general manager submits a 5-year capital improvement project budget to the board of trustees for review and adoption.
- Departments submit operating budget requests to the general manager.
- The general manager compiles the annual budgets for review.
- The board of trustees adopts budgets for the electric, water, and telecommunications utilities. These are compiled with the City of Indianola's governmental services' budgets and that of the sewer utility for presentation to the public in publication form.
- The city council sets and conducts a public hearing on the budget.
- Any proposed changes to the IMU budget are referred back to the board of trustees.
- The city council adopts the overall budget and the budget is filed with the county auditor and the State of Iowa no later than March 15 of each year.

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES

Board of Trustees Report - Continued

The State of Iowa limits expenditures to the total amount budgeted by function. Expenditures for individual departments or services may exceed those budgeted as long as total expenditures by function are not exceeded. Budget amendments are permitted under provisions similar to the adoption of the original budget. Budget-to-actual comparisons are provided in this report on a cash accounting basis, which is consistent with the city's financial basis of accounting.

Cash management policies and practices. The board of trustees annually reviews and adopts an investment policy outlining the roles and responsibilities in making investments using available cash balances. The clerk and treasurer are jointly responsible for the investment of funds under that policy, with oversight by the board of trustees.

Cash temporarily idle during the year was invested in bank deposits or money market funds, repurchase agreements, and the Iowa Public Agency Investment Trust. These temporary cash deposits were maintained in stable value investments with a June 30, 2013 rate of return of .25%.

The utility invests reserve funds (those not intended to be expended within 365 days) in a portfolio with the assistance of an investment advisement firm. The investment portfolio includes mortgage-backed securities, obligations of the U.S. Treasury or its agencies, and cash held in a public entity money market fund. At fiscal year end, the effective duration of the portfolio was 3.24 years with a current yield of 2.13%. Reported returns may include changes in fair value during the year but do not necessarily represent continuing returns; nor is it always possible to realize changes in fair value, especially in the case of temporary changes for securities the city intends to hold until maturity.

Additional information on the utility's cash management can be found in notes to the financial statements.

Risk management. Indianola Municipal Utilities participates in the Iowa Communities Assurance Pool (ICAP), a local government risk-sharing pool with over 600 members throughout the state of Iowa. The utility makes annual contributions to ICAP recorded as disbursements from its operating funds for automobile, property, casualty, and liability coverage. The utility maintains reserve funds to meet deductibles as they occur. The utility also participates as a member of the Iowa Municipal Workers' Compensation Association (IMWCA) and pays premiums to the association on an annual basis from its operating funds. The utility purchases boiler and machinery insurance from a private carrier. In addition, the utility has an ongoing safety program to monitor its facilities and employees to maintain a safe environment for employees and the public. Additional information on Indianola Municipal Utilities' risk management activity can be found in notes to the financial statements.

Pension and other post-employment benefits. Indianola Municipal Utilities provides pension benefits for its employees. These benefits are provided through a statewide plan managed by the Iowa Public Employees Retirement System. Indianola Municipal Utilities has no obligation in connection with employee benefits offered through this plan beyond its periodic payments based on earned compensation by active employees.

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES

Board of Trustees Report - Continued

IMU also provides post-retirement access to its medical insurance plan until age 65 as required under Iowa Code. Retirees contribute an amount equal to the premium amount charged to city departments and active employees on a pay-as-you-go basis.

IMU maintains a health reimbursement arrangement (HRA) for the benefit of employees. The utility makes a fixed annual commitment that employees may use to offset premium contributions or cash payments for any medical expense allowed under IRS Code. If the employee does not utilize the full amount provided in the fiscal year, the balance is carried forward to the following year and is available in any future period, including after retirement. Disbursements are paid out of operating funds and not held in trust. They are, however, accounted for in a sub-fund that is separate from other operating funds for budgetary control.

Additional information on the utility's pension arrangements and other post-employment benefits can be found in notes to the financial statements.

Closing

State law and city ordinance require municipal utility boards to provide the city council an annual report with complete financial statements. State law also requires the city to publish within nine months of the close of each fiscal year a complete set of financial statements, including that of municipal utilities as a component unit. State law requires that financial statements must be audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to these requirements, we hereby issue this report for Indianola Municipal Utilities for the fiscal year ending June 30, 2013.

Todd Kielkopf
General Manager

Christopher DesPlanques
Director of Finance & Administrative Services

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES

Operational Review

Utility operations are divided into departments, all of which work toward the common goal of providing superior services to the citizens of Indianola. The IMU Board of Trustees annually adopts a Strategic Plan complete with service objectives, operating strategies, and annual goals. Performance towards plan objectives are reported on a quarterly basis.

The following summary provides a brief review of the various departmental activities and accomplishments in FY 2013.

- **Electric Utility.** The electric utility provides reliable service by purchasing wholesale energy for the community as a whole, receiving it over the transmission system, generating electricity within Indianola as needed, and distributing it safely to customers. Significant progress toward implementing operational strategies include:
 - Approval of 69kV tariff and 30.9 credit agreements between MEC & MEAN and MEAN & IMU
 - Issued Certificate of Substantial Completion for East Side Conversion Project
 - Progress on Hwy 65/69 Conversion Project
 - Set new electric peak at 34.068 MW
 - Began wreck-out of the East Side Conversion Project
 - W IA Trail Conversion Project cost estimate project put on hold
 - Approved supplemental capacity agreement between MEAN & IMU
 - Design finalized & project was bid to relocate both the Patterson 69kV line and IMU distribution system as part of the IDOT W Hwy 92 project; developed reimbursement agreements with MEC and IDOT
 - Let contracts to relocate both the Patterson 69kV line and IMU distribution system as part of the IDOT W Hwy 92 project; completed reimbursement agreements with MEC and IDOT
 - Prepared options to replace streetlights on The Square
- **Water Utility.** The water utility provides reliable water service by pumping it from wells, treating it, keeping enough in storage to meet daily needs, and distributing it to customers. Significant progress towards implementing operational strategies include:
 - Repaired record number of water main breaks
 - 2013 Ann Parkway Water Main Replacement Project
 - Repairs to Well #12 pump
 - Completed construction on the 2012 street & water main replacement project
 - Reviewed proactive plant maintenance options developed with V&K
 - Finalized the A.T&T. cellular tower lease contract
 - Prepared engineering materials replace the aerator at the Water Treatment Plant

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES

Operational Review – Continued

- **Communications Utility.** The communications utility provides the infrastructure that transmits affordable, competitive, and technologically advanced telecommunications service for both retail and other public uses. Telephone and Internet services are offered to commercial customers through a contractual private/public partnership. Significant progress towards implementing operational strategies include:
 - Series of overnight conversions to splice over from the old fiber network to the new system backbone fiber
 - IMU Network Services expansion featured on Broadband Nation Internet radio program and several on-line media sources
 - Finished construction and splicing distribution system, MST blocks, cabinet installation (5 of 6), and began providing residential customers with triple-play services (TV, Internet & phone)
 - East Side Conversion Area project extensions reached substantial completion
 - Developed maps and rough budgets for fill-in areas
 - Constructed the W. Hwy 92 fiber route extension
 - Amended the Facility Use Agreement with the Electric Utility & set new rate
- **Administration.** All three utilities are administered by a combination of the IMU Board of Trustees and their staff, services provided by the City of Indianola through cost-sharing arrangements, and third-party contractors.

Public works activities primarily involve co-managing the public right of way. IMU also supports economic development and community betterment activities. Third, there are utility-specific services such as technical activities, safety, and utility programming. Last are the governance and professional services associated with oversight, regulatory actions, general management, human resources, fiduciary controls, public notifications and information systems, and legal compliance & risk management.

Public Works:

- Worked with legal counsel to enforce ROW ordinances and IMU pole attachment resolutions for poles where IMU has and will remove electric facilities
- Began removing IMU poles; waiting on City of Indianola enforcement where IMU facilities have been wrecked out

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES

Operational Review - Continued

Economic Development & Community Betterment:

- Held meetings with Simpson College and the IDA regarding a potential partnership to support Indianola entrepreneurs; developed related planning and presentation materials
- Memorandum of Understanding approved with the IDA & Simpson College to transition to an Economic Gardening approach to local utility development efforts
- Planning meetings held regarding potential on-campus and outreach programs
- GM Todd Kielkopf re-appointed to WCEDC board and co-chairing committee focusing on business retention & entrepreneurial support
- Worked with Simpson College & the IDA to develop a temporary location for an on-campus incubator location (Heckert Hall)
- IDA reached agreement for a Project Manager (Meidh/Chris Draper) and Volunteer Coordinator (Deb Downey)
- Business department students enrolled in a Capstone Class began working on 5 technology startups
- The EMERGE@Simpson College program was formally named where both Capstone and, in the future, independent study students receive credit for working on projects
- The Simpson College chapter of enactus, WCEDC, and Deb Downey marketed classes to Warren Co. residents that are geared towards helping new small businesses
- Meetings held on a potential long-term location (Masonic Temple building) with interest expressed by Warren Co. by their joining in the MOU; worked on funding sources
- Media attention by several regional and on-line sources for the collaborative effort
- Classes held to help new small business owners
- Meetings held with the new President of Simpson College regarding their upcoming strategic planning and where EMERGE@Simpson College stands as a priority programs

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES

Operational Review - Continued

Technical Services & Programs:

- Held the annual Customer Appreciation Luncheon in the IMU line shop
- Designed Network Services Partners logo and distributed marketing materials with MCG
- Worked with MCG to begin IMU Partners Program co-location & marketing under a MOU until a 28E Agreement is finalized
- Submitted a FEMA application to develop a community/utility awareness mobile app
- Finished drafting and approved the 28E Agreement to form the IMU Partners Agency
- Recognized as Iowa's first Connected Community; received media attention
- Co-hosted the first Beautification Blowout with the Indianola Sustainability Committee
- Attended & presented information at the Iowa Broadband Summit where Indianola was recognized for connectivity efforts

Governance and Professional Services:

- Reviewed & adopted revised Communications Utility Rules, Regulations and Rates
- Adopted revised MCG license & retail rates
- Approved electric rate increase at recommended levels
- Adopted Strategic Plan and reviewed associated Capital Improvement Plan components
- Approved annual budget and prepared presentations on macro-level topics
- Developed debt schedule for the 2012 water main project and accelerated the debt schedule for the loan between the Electric & Water utilities



Shull

and Co. P.C.
certified public accountants

INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Indianola Municipal Utilities
Indianola, Iowa

Report on the Financial Statements

We have audited the accompanying statement of net position of the Indianola Municipal Utilities, a component unit of the City of Indianola, Iowa, as of June 30, 2013 and 2012 and the related statements of revenues, expenses and changes in net position and cash flows for the years then ended, which collectively comprise the Utilities' financial statements 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 error or fraud.

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Utilities' 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 Utilities' internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Indianola Municipal Utilities as of June 30, 2013 and 2012, and the changes in its financial position and its cash flows for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Other Information

The other information, Management's Discussion and Analysis and budgetary comparison information on pages 13 through 19 and 37 through 40 has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards we have also issued our report dated September 27, 2013 on our consideration of the Indianola Municipal Utilities' internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Indianola Municipal Utilities' internal control over financial reporting and compliance.

Shull & Co., P.C.

September 27, 2013

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES

Management Discussion and Analysis (MD&A)

Indianola Municipal Utilities offers readers of its financial statements this narrative overview and analysis of the financial activities for the fiscal year ended June 30, 2013. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in this report.

2013 Financial Highlights

- Indianola Municipal Utilities has ending cash and investment balances totaling \$9,901,232 to meet the utility's ongoing obligations to citizens, creditors, for capital reinvestment in utility operations, and for emergency repairs.
- The utility annually uses prior years' positive cash flow and balances to reinvest in capital assets, as detailed in the "Long term financial planning" section of this MD&A.
- As reported on the Statement of Cash Flows, total cash and investment balances increased by \$481,687.
- Net cash provided by operating activities was \$4,017,262, which increased by \$944,225 from the prior year.
- At the end of the current fiscal year, unrestricted and undesignated net position totaled \$11,240,328, which increased by \$11,538 over the prior year.
- The utility's total liabilities decreased \$1,478,895 during the current fiscal year. Current liabilities decreased by \$57,680, primarily from decreased accounts payable.

Using this Annual Report

The annual report consists of a series of financial statements as well as other requirements as follows:

Management Discussion and Analysis introduces the basic financial statements and provides an analytical overview of the government's financial activities.

The Financial Statements consist of a Statement of Net Position, a Statement of Revenues, Expenses and Changes in Net Position, and a Statement of Cash Flows. These statements provide information about the activities of the utility as a whole and present an overall view of the utility's finances.

Notes to the Financial Statements provide additional information that is essential to a full understanding of the data provided in the basic financial statements.

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES

Management Discussion and Analysis (MD&A) - Continued

Basis of accounting. Indianola Municipal Utilities maintains its financial records on the accrual basis and the financial statements presented in this report are prepared on that basis. The financial statements present the financial position and changes in financial position of the funds in accordance with U.S. generally accepted accounting principles.

Reporting the Utility's Financial Activities

One of the most important questions asked about the utility's finances is, "Is Indianola Municipal Utilities as a whole better off or worse off as a result of the year's activities?" The Financial Statements reports information which helps answer this question.

Fund Accounting. 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. Separate funds are maintained for each utility. These funds are classified as business type, or proprietary, funds for reporting purposes.

Financial Statements. The Statement of Net Position presents information on each utility's assets, liabilities, and equity. Over time, increases or decreases in unrestricted and undesignated net position may serve as a useful indicator of whether the financial position of the utility is improving or deteriorating.

The Statement of Revenues, Expenses, and Changes in Net Position details the financial operating results of the utility during the most recent fiscal year, with a comparison to the prior year.

The Statement of Cash Flows provides the net increase or decrease in cash and investments as a result of operating, financing, and investment activities.

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES

Management Discussion and Analysis (MD&A) - Continued

Analysis of Financial Activities

This section of the MD&A summarizes the financial data contained in the utility's financial statements. It also provides an analysis of the major activities affecting changes from the previous fiscal year.

Statement of Net Position	Year ended June 30,	
	2013	2012
Assets		
Current	\$ 13,303,155	13,295,449
Restricted	1,888,313	1,935,564
Other	225,000	300,000
Capital	44,123,046	43,747,651
Total Assets	<u>59,539,514</u>	<u>59,278,664</u>
Liabilities		
Current	3,367,860	3,342,177
Long Term	9,762,451	11,202,827
Total Liabilities	<u>13,130,311</u>	<u>14,545,004</u>
Net Position		
Invested Capital Assets	34,206,195	32,418,824
Restricted	527,240	593,652
Designated	499,642	492,394
Unrestricted & Undesignated	11,176,126	11,228,790
Total Net Position	<u>\$ 46,409,203</u>	<u>44,733,660</u>

As shown above, total utility net position remained relatively stable, increasing 3.89% or \$1,739,741. Invested Capital Assets increased by \$1,787,371 as construction projects progressed. The utility also repaid \$1,405,376 of indebtedness in FY 2013.

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES

Management Discussion and Analysis (MD&A) - Continued

Net Income	Year ended June 30,	
	2013	2012
Operating revenues		
Sales of electricity	\$ 11,541,231	10,775,267
Electrical capacity contract fees	378,840	325,630
Electrical transmission revenue	314,670	-
Sales of water	2,275,942	2,360,367
Fiber communications rental fees	234,494	165,463
Other	261,255	218,770
Total operating revenue	<u>15,006,432</u>	<u>13,845,497</u>
Operating expenses		
Electric utility	10,043,853	9,282,349
Water utility	1,351,320	1,293,145
Fiber communications utility	41,052	33,693
Administrative and general	1,354,216	1,336,412
Transfer to city for Clerk's operations	320,900	311,600
Transfer to city in lieu of property taxes	561,900	512,600
Total operating expenses	<u>13,673,241</u>	<u>12,769,799</u>
Income from operations	<u>1,333,191</u>	<u>1,075,698</u>
Nonoperating revenue (expenses)		
Revenue	493,902	924,134
Expenses	<u>(380,018)</u>	<u>(486,305)</u>
Net Income	<u>\$ 1,447,075</u>	<u>1,513,527</u>

Income from operations increased by \$257,493. This was due to a combination of rate increases for both the Electric & Water utilities and higher sales volume.

Budgetary Highlights

The board of trustees annually adopts a budget for all funds. Although the budget document presents functional disbursements by fund, the legal level of control is at the aggregated function level (i.e. proprietary) for the city as a whole, not at the fund or fund type level. Notice is given and a public hearing is held on the budget. The budget may be amended during the year utilizing similar statutorily prescribed procedures. None of the amendments made, if any, negatively affect the following year's budget.

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES

Management Discussion and Analysis (MD&A) - Continued

Information pertaining to budgetary to actual receipts, disbursements, and changes in balances is provided in the financial statements on a cash basis.

Capital Asset and Debt Administration

The utility issued no additional debt during the fiscal year.

The utility pledges electric rates to be sufficient to pay its pro-rata share of outstanding debt obligations of the Municipal Energy Agency of Nebraska under its wholesale energy contract.

The utility's bond rating remained A2 (Moody's) and A+ (S&P).

	Outstanding Debt at Year ended June 30,	
	2013	2012
Electric utility		
Revenue bonds	\$ 9,000,000	10,010,000
Water utility		
Revenue bonds	1,085,000	1,350,000
General Obligation bonds (issued by city)	1,091,700	1,217,236
Communications utility	-	-
Total	<u>\$ 11,176,700</u>	<u>12,577,236</u>
Internal loan from Electric utility to Water utility	<u>\$ 2,338,000</u>	<u>2,925,046</u>

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES

Management Discussion and Analysis (MD&A) - Continued

Economic Factors and Next Year's Budgets and Rates

Local economy. The City of Indianola currently enjoys a favorable economic environment and local indicators point to continued moderate growth. The projection in 2015 is for Indianola to grow to a population of approximately 15,500, which represents an increase of 5% from the 2010 census. Although a primarily residential community, the varied nature of the educational, light manufacturing, agriculture services, and retail sectors of the local economy provides relative employment stability. Close proximity to the Des Moines metro area, the state capital with a combined population of approximately 460,000, provides employment for approximately 60% of the available workforce. Over the past 7 years, retail sales have grown at an annual average of over 1.5% and new single-family dwellings have been constructed at an average annual rate in excess of 50 units.

The region (which includes the City of Indianola and the surrounding unincorporated area within Warren County) has a moderate growth employment outlook over the next several years. New commercial construction is occurring along the four-lane highway between the City of Indianola and the Des Moines metropolitan area. A four-lane bypass to the south of the Des Moines metro, completed in 2002, provides increased commercial development opportunities for the community as it improved traffic flow from Indianola to the western Des Moines suburbs and the interstate highway system. The utility makes annual financial commitments to the Indianola Development Corporation and Warren County Economic Development Corporation, both non-related entities to the city, to support economic development in the region. The utility also offers its own revolving loan program to spur economic development and participates in the Choose Des Moines Communities program of the Greater Des Moines Partnership.

Long-term financial planning. The utility annually adopts a 5-year capital improvement budget that prioritizes foreseen projects. Those with potential long-term significant impacts to the cash balances and financial operations of the utility are:

- Phase II of the long-term electric underground conversion project. Additional debt of \$5 million can be structured within current electric rates. It is anticipated this would be issued within 3-5 years.
- Water main replacements estimated at \$500,000 using available cash in excess of the utility's reserve policy.
- Construction of additional fiber optic trunk lines within the next 5 years (amount dependent upon opportunities to obtain adequate financial returns on investment).

Potential regulatory changes over the next 3-5 years with the most fiscal impact is climate control legislation and renewable energy purchasing requirements. Both could increase wholesale energy purchase costs per kwh. However, the cost of energy adjustment could be imposed to recover unanticipated costs without the need for board action.

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES

Management Discussion and Analysis (MD&A) - Continued

The utility has hedged these risks by purchasing 11.5% of its wholesale supply from alternative energy sources. New alternative supplies that would be required could be at a much higher price. Regulations could also cause higher average prices for conventional energy. The landfill gas project is structured such that higher daily prices benefit the utility.

Budgets and Rates. Indianola Municipal Utilities maintained existing electrical rates in FY 2013 and additional annual rate increases are planned for the foreseeable future to maintain bond coverage for new debt being issued to fund capital projects and to pay for projected wholesale energy costs. Water rates remained stable. The communications utility entered into a new agreement with its private partner to begin receiving that offset debt carrying costs.

Requests for Information

This financial report is designed to provide a general overview of Indianola Municipal Utilities' finances for all those with an interest in the utility'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 or to the City Clerk, who serves as the Secretary of the Board of Trustees. Their offices are located at 110 N. First St., PO Box 299, Indianola, IA 50125 with a telephone number of 515-961-9410.

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES
Statement of Net Position
June 30, 2013 and 2012

ASSETS	2013	2012
Current assets		
Cash and investments	\$ 8,012,920	7,483,982
Accounts receivable - customers	2,529,792	2,758,208
Other accounts receivable	35,640	19,625
Accrued interest receivable	26,678	29,050
Inventories	2,623,125	2,929,584
Promissory note receivable within one year	75,000	75,000
Total current assets	<u>13,303,155</u>	<u>13,295,449</u>
 Restricted assets - cash and investments		
Electric revenue note and interest sinking fund	224,800	298,024
Electric revenue note debt service reserve fund	1,084,000	1,084,000
Electric revenue note improvement fund	207,691	207,691
Water revenue bond and interest sinking fund	161,822	135,849
Water revenue bond debt service reserve fund	135,000	135,000
Water revenue bond water improvement fund	75,000	75,000
	<u>1,888,313</u>	<u>1,935,564</u>
 Promissory note receivable after one year	<u>225,000</u>	<u>300,000</u>
 Electric utility plant and equipment, net of accumulated depreciation of \$24,187,333 (2012 - \$22,919,265)	29,459,735	28,831,023
Water utility plant and equipment, net of accumulated depreciation of \$10,074,855 (2012 - \$9,505,443)	14,536,506	14,772,125
Fiber communications utility plant and equipment, net of accumulated depreciation of \$772,905 (2012 - \$755,207)	126,805	144,503
	<u>44,123,046</u>	<u>43,747,651</u>
	 <u>\$ 59,539,514</u>	 <u>59,278,664</u>

See accompanying notes to financial statements.

	2013	2012
LIABILITIES		
Current liabilities		
Accounts payable	\$ 1,648,194	1,677,118
Wages and benefits payable	192,427	185,886
Sales tax payable	2,106	616
Deferred rental fees	8,071	8,773
Accrued interest payable	1,589	1,872
General obligation bonds payable within one year	154,400	126,000
Total current liabilities	<u>2,006,787</u>	<u>2,000,265</u>
Current liabilities payable from restricted assets		
Accrued interest payable	51,073	66,912
Electric revenue capital loan notes and bonds payable within one year	1,040,000	1,010,000
Water revenue refunding capital loan notes and bonds payable within one year	270,000	265,000
Current liabilities payable from restricted assets	<u>1,361,073</u>	<u>1,341,912</u>
Electric revenue capital loan notes and bonds payable after one year (net of unamortized premium of \$70,438 (2012 - \$52,592))	8,030,438	9,052,592
General obligation bonds payable after one year (net of unamortized discount of \$20,698 (2012 - \$24,944))	916,602	1,066,756
Water revenue refunding capital loan notes and bonds payable after one year (net of unamortized premium of \$411 (2012 - discount \$1,521))	815,411	1,083,479
Total long term liabilities	<u>9,762,451</u>	<u>11,202,827</u>
Total liabilities	<u>\$ 13,130,311</u>	<u>14,545,004</u>
NET POSITION		
Invested in capital assets, net of related debt	\$ 34,206,195	32,418,824
Restricted for debt service	244,549	310,961
Restricted for electric utility improvements	207,691	207,691
Restricted for water utility improvements	75,000	75,000
Unrestricted		
Designated for payment of insurance coverage deductibles	22,851	17,592
Designated for economic development revolving loan fund	476,791	474,802
Undesignated	11,176,126	11,228,790
Total unrestricted	<u>11,675,768</u>	<u>11,721,184</u>
Total net position	<u>\$ 46,409,203</u>	<u>44,733,660</u>

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES
Statement of Revenues, Expenses and Changes in Net Position
Years Ended June 30, 2013 and 2012

	<u>2013</u>	<u>2012</u>
Operating revenues		
Sales of electricity	\$ 11,541,231	10,775,267
Sales of water	2,275,942	2,360,367
Fiber communications rental fees	234,494	165,463
Capacity contract fees	378,840	325,630
Transmission revenue	314,670	-
Other	261,255	218,770
Total operating revenues	<u>15,006,432</u>	<u>13,845,497</u>
Operating expenses		
Electric utility		
Purchased energy	7,152,377	6,644,002
Plant operation and maintenance	481,600	334,181
Distribution operation and maintenance	1,091,407	1,007,711
Transmission operation and maintenance	29,701	88,326
Depreciation and amortization	1,288,768	1,208,129
Water utility		
Plant operation and maintenance	554,312	672,328
Distribution operation and maintenance	227,596	93,167
Depreciation and amortization	569,412	527,650
Fiber communications utility		
Operation and maintenance	23,354	15,650
Depreciation and amortization	17,698	18,043
Administrative and general	1,354,216	1,336,412
Transfer to city for Clerk's operations	320,900	311,600
Transfer to city in lieu of property taxes	561,900	512,600
Total operating expenses	<u>13,673,241</u>	<u>12,769,799</u>
Income from operations	<u>1,333,191</u>	<u>1,075,698</u>

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES
Statement of Revenues, Expenses and Changes in Net Position - Continued
Years Ended June 30, 2013 and 2012

	<u>2013</u>	<u>2012</u>
Nonoperating revenues (expenses)		
Investment income	197,320	244,942
Connection fees	46,051	96,005
Gain (loss) on sale of capital assets	(14,346)	10,550
USDA Rural Economic Development Grant	-	300,000
Other	264,877	272,637
Bond issuance costs	-	(63,038)
Interest expense	(380,018)	(423,267)
	<u>113,884</u>	<u>437,829</u>
Net income	1,447,075	1,513,527
Capital contributions from customers and developers	220,510	184,054
Capital contributions from water main connection fees	<u>7,958</u>	<u>1,075</u>
Change in net position	1,675,543	1,698,656
Net position, beginning of year	<u>44,733,660</u>	<u>43,035,004</u>
Net position, end of year	<u>\$ 46,409,203</u>	<u>44,733,660</u>

See accompanying notes to financial statements.

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES
Statement of Cash Flows
Years Ended June 30, 2013 and 2012

	2013	2012
Cash flows from operating activities		
Cash received from customers	\$ 15,093,159	13,309,674
Cash paid to suppliers	(9,367,202)	(8,666,381)
Cash paid to employees	(2,019,623)	(1,949,898)
Other nonoperating fees and revenues received	310,928	368,642
Net cash provided by operating activities	<u>4,017,262</u>	<u>3,062,037</u>
Cash flows from noncapital financing activities		
USDA Rural Economic Development Grant	-	300,000
Net cash provided by noncapital financing activities	<u>-</u>	<u>300,000</u>
Cash flows from capital and related financing activities		
Purchases and construction of electric utility plant and equipment	(1,853,830)	(3,271,365)
Purchases and construction of water utility plant and equipment	(221,233)	(847,740)
Purchases and construction of fiber communications utility plant and equipment	-	(50,000)
Proceeds from sale of capital assets	29,954	10,550
Water main connection fees received	7,958	1,075
Electric revenue bonds issued	-	1,809,374
Water revenue refunding bonds issued	-	1,347,300
General obligation bonds issued	-	572,700
Bond issue costs paid	-	(63,038)
General obligation bond principal paid	(126,000)	(90,000)
General obligation bond interest paid	(20,225)	(28,100)
Electric revenue capital loan notes and bonds principal paid	(1,010,000)	(830,000)
Electric revenue capital loan notes and bonds interest paid	(340,363)	(307,725)
Water revenue refunding capital loan notes and bonds principal paid	(265,000)	(1,590,000)
Water revenue refunding capital loan notes and bonds interest paid	(11,528)	(42,588)
Net cash used by capital and related financing activities	<u>(3,810,267)</u>	<u>(3,379,557)</u>
Cash flows from investing activities		
Promissory note receivable issued	-	(375,000)
Promissory note principal received	75,000	-
Investment income received	199,692	268,010
Net cash provided (used) by investing activities	<u>274,692</u>	<u>(106,990)</u>
Net increase (decrease) in cash and investments	481,687	(124,510)
Cash and investments, beginning of year	9,419,546	9,544,056
Cash and investments, end of year	<u>\$ 9,901,233</u>	<u>9,419,546</u>

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES
Statement of Cash Flows - Continued
Years Ended June 30, 2013 and 2012

	<u>2013</u>	<u>2012</u>
Reconciliation of income from operations to net cash provided		
by operating activities		
Income from operations	\$ 1,397,393	1,075,698
Adjustments		
Other nonoperating fees and revenues	310,928	368,642
Depreciation	1,875,878	1,753,822
(Increase) decrease in accounts receivable - customers	212,401	(464,330)
(Increase) decrease in inventories	306,459	191,197
Increase (decrease) in accounts, wages and benefits, and sales tax payable	(85,095)	137,710
Decrease in deferred rental fees	<u>(702)</u>	<u>(702)</u>
Net cash provided by operating activities	<u>\$ 4,017,262</u>	<u>3,062,037</u>
Noncash capital and related financing and investing activities		
Developer contributions of electric utility plant and equipment	\$ 107,950	66,804
Developer contributions of water utility plant and equipment	112,560	117,250

See accompanying notes to financial statements.

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES
Notes to Financial Statements
June 30, 2013 and 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation - The accompanying financial statements present the financial position, changes in financial position and cash flows of the Indianola Municipal Utilities of the City of Indianola, Iowa. The Utilities are governed by a five member board appointed by the City Council and is considered a component unit of the City of Indianola, Iowa. These financial statements are not intended to present the financial position of the City of Indianola, Iowa, and the changes in its financial position and cash flows of its proprietary fund types.

Accounting method - The accounting records of the Utilities are maintained on a cash basis. The accompanying financial statements have been prepared, after giving effect to all material adjustments including amounts due from utility customers and due to suppliers of goods and services, to reflect the account balances and results of operations on the accrual basis.

The Utilities report their financial activity in accordance with all applicable Governmental Accounting Standards Board (GASB) pronouncements as well as applicable Financial Accounting Standards Board (FASB) pronouncements unless those pronouncements conflict with or contradict GASB pronouncements.

Inventories - Inventories, which consist of fuel oil and supplies, are stated at the lower of cost (first-in, first-out basis) or net realizable value.

Depreciation - Depreciation expense is computed using the straight-line method and estimated useful lives as follows:

Electric utility	
Power plant building	50 years
Generating units	25 years
Transmission and distribution systems	40 years
Vehicles	10 years
Computer equipment	5 years
Water utility	
Buildings and plant	40 years
Wells and towers	30-50 years
Mains and hydrants	50 years
Meters	20 years
Machinery and equipment	15 years
Vehicles	10 years
Fiber communications utility	
Distribution and connection systems	10 years

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES
Notes to Financial Statements - Continued
June 30, 2013 and 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Cash and Investments and Interest Income - Cash balances available from each of the funds of the City of Indianola, Iowa are pooled for investment and cash management purposes. Investments purchased by the pool are stated at cost or amortized cost. Interest earned on pooled investments is allocated monthly on the basis of the funds' ending cash and investment balances. Because the cash of Indianola Municipal Utilities is deposited with or withdrawn from the cash and investment pool without restriction the allocated share of the pool has been treated as a cash equivalent in the accompanying statement of cash flows.

2. UTILITY PLANT AND EQUIPMENT

The following is a summary of utility plant and equipment in service as of June 30, 2013 and 2012:

	<u>2013</u>	<u>2012</u>
Electric utility		
Land	\$ 359,207	359,207
Service territory	446,000	446,000
Generating units	15,161,374	15,161,374
Transmission and distribution systems	33,019,679	31,241,808
Power plant building	2,120,678	2,147,323
Computer equipment	403,968	403,968
Equipment	751,238	751,238
Vehicles	1,384,924	1,239,370
	<u>\$ 53,647,068</u>	<u>51,750,288</u>
Water utility		
Land	\$ 416,270	416,270
Service territory	328,412	328,412
Buildings and plant	7,595,528	7,595,528
Wells and towers	4,654,755	4,590,517
Mains, hydrants and meters	10,816,694	10,572,176
Machinery and equipment	298,512	598,512
Vehicles	201,190	176,153
	<u>\$ 24,311,361</u>	<u>24,277,568</u>
Fiber communications utility		
Distribution and connection systems	<u>\$ 899,711</u>	<u>899,711</u>

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES
Notes to Financial Statements - Continued
June 30, 2013 and 2012

3. PROMISSORY NOTE

The Utility has a promissory note in connection with the Utility's revolving loan fund. Principal, with no interest thereon, is payable annually from October 2012. Principal not paid when due shall accrue interest at the rate of 8% per annum.

Promissory notes maturities are as follows as of June 30, 2013:

Year ending June 30,	Principal
2014	\$ 75,000
2015	75,000
2016	75,000
2017	75,000
	<u>\$ 300,000</u>

4. REVENUE BONDS AND NOTES PAYABLE

The Utility has pledged future electric customer receipts, net of specified operating disbursements, to repay \$9,040,000 of Electric Revenue Capital Loan Notes issued in June 2010.

Proceeds from the notes provided financing for improvements and extensions to the Municipal Electric Utility. The notes are payable solely from electric customer net receipts and are payable through 2025. Annual principal and interest payments on the notes are expected to require less than 100% of net receipts. The total principal and interest remaining to be paid on the notes is \$9,323,300. For the current year, principal and interest paid and total customer net receipts were \$1,141,125 and \$771,863, respectively.

The Utility has pledged future electric customer receipts, net of specified operating disbursements, to repay \$1,800,000 of Electric Revenue Bonds issued in December 2011. Proceeds from the notes provided financing for improvements and extensions to the Municipal Electric Utility, including underground distribution lines and communication systems, plant improvements and related equipment. The notes are payable solely from electric customer net receipts and are payable through 2022. Annual principal and interest payments on the notes are expected to require less than 100% of net receipts. The total principal and interest remaining to be paid on the notes is \$1,814,385. For the current year, principal and interest paid and total customer net receipts were \$209,238 and \$771,863, respectively.

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES
Notes to Financial Statements - Continued
June 30, 2013 and 2012

4. REVENUE BONDS AND NOTES PAYABLE - Continued

The resolutions providing for the issuance of the revenue capital loan notes and bonds include the following provisions:

- a. The bonds will only be redeemed from the future earnings of the enterprise activity and the bond holders hold a lien on the future earnings of the funds.
- b. Sufficient monthly transfers shall be made to a separate electric revenue sinking account within the Enterprise Fund for the purpose of making the note principal and interest payments when due.
- c. Additional monthly transfers of 25% of the amount required to be deposited in the water revenue sinking account shall be made to a separate electric revenue debt service reserve account until specific minimum balances have been accumulated in the accounts. Use of funds is restricted to funding any deficit in the sinking account.
- d. Additional monthly transfers of \$3,500 shall be made to a separate electric improvement account until specific minimum balance of \$200,000 has been accumulated in the account. Use of funds is restricted to funding any deficit in the sinking and reserve accounts or paying the cost of extraordinary maintenance expenses or repairs, renewals and replacements not included in the annual budget of revenues and current expenses, payments of rentals on any part of the system, and for capital improvements to the system.
- e. All funds remaining after payment of all maintenance and operating expenses and the transfers to the restricted accounts noted above can be used to retire any subordinate obligations, to pay for extraordinary repairs or replacements to the electric system, or to pay or redeem any notes or bonds, and then can be used for any lawful purpose.

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES
Notes to Financial Statements - Continued
June 30, 2013 and 2012

4. REVENUE BONDS AND NOTES PAYABLE - Continued

Revenue capital loan note and bond debt service requirements are as follows as of June 30, 2013:

Year Ending June 30,	Principal	Interest	Total
2014	\$ 1,040,000	307,700	1,347,700
2015	540,000	278,200	818,200
2016	555,000	263,750	818,750
2017	730,000	248,850	978,850
2018	745,000	227,375	972,375
2019-2023	3,930,000	723,610	4,653,610
2024-2025	<u>1,460,000</u>	<u>88,200</u>	<u>1,548,200</u>
	<u>\$ 9,000,000</u>	<u>2,137,685</u>	<u>11,137,685</u>

In December 2011 the Utility issued \$1,350,000 of Water Revenue Refunding Bonds, with interest rates ranging from .5% to 1.3%, for a current refunding of a portion of refunding capital loan notes issued August 2004.

The Utility refunded the capital loan notes to reduce its total debt service payments by approximately \$91,800 and to obtain an economic gain (difference between the present value of the debt service payments on the old and new debt) of approximately \$88,400.

The Utility has pledged future water customer receipts, net of specified operating disbursements, to repay \$1,350,000 of Water Revenue Refunding Bonds issued in December 2011. Proceeds from the notes provided financing for the current refunding of a portion of the refunding capital loan notes issued August 2004. The notes are payable solely from water customer net receipts and are payable through 2017. Annual principal and interest payments on the notes are expected to require less than 50% of net receipts. The total principal and interest remaining to be paid on the notes is \$1,109,527. For the current year, principal and interest paid and total customer net receipts were \$276,527 and \$606,132, respectively.

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES
Notes to Financial Statements - Continued
June 30, 2013 and 2012

4. REVENUE BONDS AND NOTES PAYABLE - Continued

The resolution providing for the issuance of the revenue bonds include the following provisions:

- a. The bonds will only be redeemed from the future earnings of the enterprise activity and the bond holders hold a lien on the future earnings of the funds.
- b. Sufficient monthly transfers shall be made to a separate water revenue sinking account within the Enterprise Fund for the purpose of making the note principal and interest payments when due.
- c. Additional monthly transfers of 25% of the amount required to be deposited in the water revenue sinking account shall be made to a separate water revenue debt service reserve account until specific minimum balances have been accumulated in the accounts. Use of funds is restricted to funding any deficit in the sinking account.
- d. All funds remaining after payment of all maintenance and operating expenses and the transfers to the restricted accounts noted above can be used to retire any subordinate obligations, to pay for extraordinary repairs or replacements to the water system, or to pay or redeem any bonds, and then can be used for any lawful purpose.

The revenue bonds mature in annual installments of \$265,000 to \$275,000 through December 2016 and bear interest at rates of 0.50% to 1.30% payable semiannually. Debt service requirements were as follows as of June 30, 2013:

Year ending June 30,	Principal	Interest	Total
2014	\$ 270,000	9,920	300,617
2015	270,000	7,760	301,345
2016	270,000	5,060	298,030
2017	275,000	1,788	1,192,332
	<u>\$ 1,085,000</u>	<u>24,528</u>	<u>1,109,528</u>

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES
Notes to Financial Statements - Continued
June 30, 2013 and 2012

5. GENERAL OBLIGATION BONDS PAYABLE

In January 2011 the City issued \$3,915,000 of General Obligation Refunding Bonds for a crossover refunding of a portion of the General Obligation Bonds dated October 2003. Although the bonds are a general obligation of the City and the City has authority to levy property taxes to pay the bonds and related interest, as payments come due, it is the intention of the City Council that the payments of \$735,000 of bond principal and related interest be financed by the operations of the Municipal Water Utility. Accordingly, that portion of the bonds is reported as a liability and the interest payments are reported as an expense of the Utilities in these financial statements. Municipal Water Utility principal payments are due on the notes in the amounts of \$100,000 to \$115,000 from June 1, 2012 through June 1, 2018. Interest on the notes at rates of 1.0% to 2.0% per annum is due semiannually beginning December 1, 2011.

In May 2012 the City issued \$3,875,000 of General Obligation Bonds, a portion of which was used to finance water main improvements. Although the bonds are a general obligation of the City and the City has authority to levy property taxes to pay the bonds and related interest, as payments come due, it is the intention of the City Council that the payments of \$572,700 of bond principal and related interest be financed by the operations of the Municipal Water Utility. Accordingly, that portion of the bonds is reported as a liability and the interest payments are reported as an expense of the Utilities in these financial statements. Municipal Water Utility principal payments are due on the notes in the amounts of \$11,000 to \$52,500 from June 1, 2013 through June 1, 2025. Interest on the notes at rates of .5% to 2.4% per annum is due semiannually beginning December 1, 2012.

The Municipal Water Utility portion of general obligation bond debt service requirements are as follows as of June 30, 2013:

Year ending June 30,	Principal	Interest	Total
2014	\$ 154,400	19,075	173,475
2015	155,000	17,500	172,500
2016	155,000	14,900	169,900
2017	145,800	12,300	158,100
2018	146,600	9,800	156,400
2019-2023	245,400	25,400	270,800
2024-2025	89,500	3,000	92,500
	<u>\$ 1,091,700</u>	<u>101,975</u>	<u>1,193,675</u>

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES
Notes to Financial Statements - Continued
June 30, 2013 and 2012

6. COMPENSATED ABSENCES

Indianola Municipal Utilities employees accumulate vacation hours, compensating time off and sick leave for subsequent use. Unused vacation hours and compensating time off are payable upon termination, retirement or death. These amounts are included in wages and benefits payable as of June 30, 2013 and 2012. Accrued sick leave benefits as of June 30, 2013 of approximately \$314,276 (2012 - \$291,097) are payable only when used and have not been accrued.

7. PENSION AND RETIREMENT BENEFITS

The Indianola Municipal Utilities contributes to the Iowa Public Employees Retirement system (IPERS) which is a cost-sharing multiple-employer defined benefit pension plan administered by the State of Iowa. IPERS provides retirement and death benefits which are established by state statute to plan members and beneficiaries. IPERS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to IPERS, P.O. Box 9117, Des Moines, Iowa 50306-9117.

Most regular plan members are required to contribute 5.78% of their annual covered salary and Indianola Municipal Utilities is required to contribute 8.67% of annual covered salary. Contribution requirements are established by state statute. Indianola Municipal Utilities contribution to IPERS for the year ended June 30, 2013 was \$124,588 (2012 - \$111,531), equal to the required contribution for the year.

8. RISK MANAGEMENT

The City of Indianola is a member in the Iowa Communities Assurance Pool, as allowed by Chapter 384.12 of the Code of Iowa. The Iowa Communities Assurance Pool (Pool) is a local government risk-sharing pool whose 679 members include various governmental entities throughout the State of Iowa. The Pool was formed in August 1986 for the purpose of managing and funding third-party liability claims against its members. The Pool provides coverage and protection in the following categories: general liability, automobile liability, automobile physical damage, public officials liability, police professional liability, property, inland marine and boiler and machinery. There have been no reductions in insurance coverage from prior years.

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES
Notes to Financial Statements - Continued
June 30, 2013 and 2012

8. RISK MANAGEMENT - Continued

Each member's annual casualty contributions to the Pool fund current operations and provide capital. Annual operating contributions are those amounts necessary to fund, on a cash basis, the Pool's general and administrative expenses, claims, claims expenses and reinsurance expenses due and payable in the current year, plus all or any portion of any deficiency in capital. Capital contributions are made during the first six years of membership and are maintained at a level by the Board not to exceed 300% of the total current members' basis rates or to comply with the requirements of any applicable regulatory authority having jurisdiction over the Pool.

The Pool also provides property coverage. Members who elect such coverage make annual operating contributions which are necessary to fund, on a cash basis, the Pool's general and administrative expenses and reinsurance premiums, all of which are due and payable in the current year, plus all or any portion of any deficiency in capital. Any year-end operating surplus is transferred to capital. Deficiencies in operations are offset by transfers from capital and, if insufficient, by the subsequent year's member contributions.

The Indianola Municipal Utilities' property and casualty contributions to the risk pool are recorded as disbursements from its operating funds at the time of payment to the risk pool. The Utilities' annual contributions to the Pool for the year ended June 30, 2013 were \$117,182 (2012 - \$112,361).

The Pool uses reinsurance and excess risk-sharing agreements to reduce its exposure to large losses. The Pool retains general, automobile, police professional, and public officials' liability risks up to \$350,000 per claim. Claims exceeding \$350,000 are reinsured in an amount not to exceed \$2,650,000 per claim. For members requiring specific coverage from \$3,000,000 to \$15,000,000, such excess coverage is also reinsured. Property and automobile physical damage risks are retained by the Pool up to \$250,000 each occurrence, each location, with excess coverage reinsured by Lexington Insurance Company.

The Pool's intergovernmental contract with its members provides that in the event a casualty claim or series of claims exceeds the amount of risk-sharing protection provided by the member's risk-sharing certificate, or in the event that a series of casualty claims exhausts total members' equity plus any reinsurance and any excess risk-sharing recoveries, then payment of such claims shall be the obligation of the respective individual member. The Utilities do not report a liability for losses in excess of reinsurance or excess risk - sharing recoveries unless it is deemed probable that such losses have occurred and the amount of such loss can be reasonably estimated.

Accordingly, at June 30, 2013, no liability has been recorded in the Utilities financial statements. As of June 30, 2013, settled claims have not exceeded the risk pool or reinsurance company coverage since the Pool's inception.

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES
Notes to Financial Statements - Continued
June 30, 2013 and 2012

8. RISK MANAGEMENT - Continued

Members agree to continue membership in the Pool for a period of not less than one full year. After such period, a member who has given 60 days' prior written notice may withdraw from the Pool. Upon withdrawal, payments for all claims and claims expenses become the sole responsibility of the withdrawing member, regardless of whether a claim was incurred or reported prior to the member's withdrawal. Members withdrawing within the first six years of membership may receive a partial refund of their casualty capital contributions. If a member withdraws after the sixth year, the member is refunded 100 percent of its casualty capital contributions. However, the refund is reduced by an amount equal to the annual casualty operating contribution which the withdrawing member would have made for the one year period following withdrawal.

Indianola Municipal Utilities is a member of the Iowa Municipalities Workers' Compensation Association (the "Association"). The Association is governed by a board of directors elected by representatives of the governing bodies of each participating governmental jurisdiction. Indianola Municipal Utilities has executed a Worker's Compensation Coverage Agreement with the Association which extends through June 30, 2013 and has authorized the Association to issue general obligation bonds to provide funds with which to pay claims. During the year ended June 30, 2013, Indianola Municipal Utilities paid workers' compensation insurance premiums of \$30,752 (2012 - \$32,199) to the Association.

9. JOINTLY GOVERNED ORGANIZATIONS

The Indianola Municipal Utilities is a member-owner of the Municipal Energy Agency of Nebraska (MEAN), a joint action agency organized as a body corporate and politic under the laws of the State of Nebraska. MEAN's Power Supply System consists of ownership and contractual rights and interests in various electric generating and transmission resources and supplies. MEAN uses these to provide wholesale power supply, transmission, and ancillary services to its 65 participating municipal utilities. Each MEAN participant has entered into the Electrical Resources Pooling Agreement (ERPA) with MEAN, which provides for various service schedules.

IMU elected in 2009 to become a Total Requirements Participant and as such receives all power and energy from MEAN, and entered into Service Schedule M of the ERPA. As such, IMU has agreed to purchase its power and energy at rates sufficient (together with other MEAN revenues) to enable MEAN to pay all its net costs of MEAN's Power Supply System. Annual costs to be recovered and associated rates are evaluated annually by the MEAN Board of Directors. If imposed, IMU is also subject to a Purchased Energy Adjustment clause based on MEAN's actual cost of energy compared to those budgeted & collected through base rates during its fiscal year of April 2013 - March 2014.

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES
Notes to Financial Statements - Continued
June 30, 2013 and 2012

9. JOINTLY GOVERNED ORGANIZATIONS - Continued

IMU's pro-rata share of net at-risk annual costs borne by Schedule M participants is approximately 9.3% in 2013, subject to annual fluctuation based on demand and energy, and are explicitly categorized as IMU annual operating expenditures. Long-term Power Supply Contracts are currently set to expire in 2041, after the final maturity of MEAN's 2008 Series A Bonds in 2039. IMU's obligation to MEAN beyond that date is contingent on its approval of any new debt to be issued by MEAN with a maturity date beyond that date.

The Indianola Municipal Utilities became a participant in the Central Minnesota Municipal Power Agency (CMMPA) Brookings-Twin Cities Transmission Project (CMMPA-Brookings Project) in 2011. CMMPA is a joint action agency formed under the laws of the State of Minnesota. The CMMPA-Brookings Project consists of 15 municipal utilities that agreed to pay pro-rated annual costs, net of transmission tariff revenue collected, related to CMMPA's fractional assigned ownership of transmission facilities commonly referred to as the CAPX2020 Brookings-Twin Cities Development Project. IMU's Election Share is 3.34% of the CMMPA-Brookings Project, which in total is 3.6% of the total CAPX2020 Brookings-Twin Cities Development Project. Any net costs associated with IMU's participation are explicitly categorized as annual operating expenditures.

10. COMMITMENTS

The Indianola Municipal Utilities have entered into contracts for electric underground conversion, fiber installation project, a water main improvement project and other projects totaling approximately \$1,303,692. The remaining commitment on these contracts at June 30, 2013 is \$431,045.

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES
Budgetary Comparison Schedule of Receipts, Disbursements
And Changes in Balances – Budget and Actual (Cash Basis)
Year Ended June 30, 2013

		Budget Amounts		Final
	Actual	Original	Final	to Actual Variance
Receipts				
Use of money and property	\$ 222,941	464,300	464,300	(241,359)
Intergovernmental	-	300,000	16,800	(16,800)
Charges for service	15,455,844	13,961,300	13,961,300	1,494,544
Special assessments	7,958	300	300	7,658
Miscellaneous	487,884	612,500	612,500	(124,616)
Total receipts	16,174,627	15,338,400	15,055,200	1,119,427
Disbursements				
Business type activities	14,663,000	15,274,100	15,705,800	1,042,800
Excess of receipts over (under) disbursements	1,511,627	64,300	(650,600)	2,162,227
Other financing sources (uses)				
Proceeds of debt	-	-	-	-
Sale of capital assets	-	-	-	-
Operating transfers in (out)	(1,029,942)	(1,009,200)	(1,009,200)	(20,742)
Total other financing sources (uses)	(1,029,942)	(1,009,200)	(1,009,200)	(20,742)
Excess of receipts and other financing sources over (under) disbursements and other financing uses	481,685	(944,900)	(1,659,800)	2,141,485
Balances, beginning of year	9,419,547	9,419,547	9,419,547	-
Balances, end of year	\$ 9,901,232	8,474,647	7,759,747	2,141,485

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES
Notes to Other Information –
Budgetary Reporting
Year Ended June 30, 2013

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

In accordance with the code of Iowa, the Board of Trustees with the approval of the City Council annually adopts a budget on the cash basis following required public notice and hearing for all funds except Internal Service Funds and Fiduciary Funds. The annual budget may be amended during the year utilizing similar statutorily prescribed procedures.

Formal and legal budgetary control is based upon nine major classes of disbursements known as functions, for the City of Indianola as a whole, not by fund or fund type. These ten functions are: public safety, public works, health and social services, culture and recreation, community and economic development, general government, debt service, capital projects and business type activities. Function disbursements required to be budgeted include disbursements for the General Fund, Special Revenue Funds, Debt Service Fund, Capital Projects Funds and Enterprise Funds. Although the budget document presents function disbursements by fund, the legal level of control is at the aggregated function level, not by fund. During the year, one budget amendment increased budgeted disbursements by \$431,700. The budget amendment is reflected in the final budgeted amounts.



Shull

and Co. P.C.
certified public accountants

INDEPENDENT AUDITOR'S 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

Board of Trustees
Indianola Municipal Utilities
Indianola, Iowa

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 Indianola Municipal Utilities of the City of Indianola, Iowa, as of and for the Year Ended June 30, 2013, and the related notes to financial statements, and have issued our report thereon dated September 27, 2013.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Indianola Municipal Utilities' internal control over financial reporting to determine the audit procedures 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 Indianola Municipal Utilities' internal control. Accordingly, we do not express an opinion on the effectiveness of the Indianola Municipal Utilities' internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control that we consider to be material weaknesses or significant deficiencies in internal control.

A deficiency in internal control exists when the design or operation of the 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 a material misstatement of the Indianola Municipal Utilities' financial statements will not be prevented or detected and corrected on a timely basis.

A significant deficiency is a deficiency, or combination of control deficiencies, in internal control which is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Indianola Municipal Utilities' financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, non-compliance 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 non-compliance or other matters that are required to be reported under Government Auditing Standards. However, we noted certain immaterial instances of non-compliance or other matters which are described in Part II of the accompanying Schedule of Findings.

Comments involving statutory and other legal matters about the Utilities' operations for the year ended June 30, 2013 are based exclusively on knowledge obtained from procedures performed during our audit of the financial statements of the Utilities. Since our audit was based on tests and samples, not all transactions that might have had an impact on the comments were necessarily audited. The comments involving statutory and other legal matters are not intended to constitute legal interpretations of those statutes.

The Indianola Municipal Utilities' Responses to Findings

The Indianola Municipal Utilities' responses to findings identified in our audit are described in the accompanying Schedule of Findings. The Indianola Municipal Utilities' responses were not subjected to the auditing procedures applied in the audit of the financial statements and, we express no opinion on them.

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 result of that testing and not to provide an opinion on the effectiveness of the Utilities' internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Utilities' internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

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

Shull & Co., P.C.

September 27, 2013

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES
Schedule of Findings

Year ended June 30, 2013

Part I: Findings Related to the Financial Statements:

None

Part II: Other Findings Related to Required Statutory Reporting:

- II-A-13 Certified Budget - Disbursements during the year ended June 30, 2013, did not exceed the amounts budgeted.
- II-B-13 Questionable Disbursements - No disbursements that we believe may not meet the requirements of public purpose as defined in an Attorney General's opinion dated April 25, 1979 were noted.
- II-C-13 Travel Expense - No expenditures of Utilities money for travel expenses of spouses of Utilities officials or employees were noted.
- II-D-13 Business Transactions - No business transactions between the Indianola Municipal Utilities officials or employees were noted.
- II-E-13 Bond Coverage - Surety bond coverage of Utilities officials and employees is in accordance with statutory provisions. The amount of coverage should be reviewed annually to ensure that coverage is adequate for current operations.
- II-F-13 Trustee Minutes - No transactions were found that we believe should have been approved in the Trustee minutes but were not.
- II-G-13 Deposits and Investments - No instances of non-compliance with the deposit and investment provisions of Chapter 12B and 12C of the Code of Iowa and the Utilities' investment policy were noted.
- II-H-13 Revenue Bonds and Notes - The requirements of the electric revenue bonds and notes resolutions were met during the year ended June 30, 2013.
- II-I-13 Telecommunications Services - No instances of non-compliance with Chapter 388.10 of the Code of Iowa were noted.

**CITY OF INDIANOLA, IOWA
MUNICIPAL ELECTRIC UTILITY**

**Financial Statements
(With Accountants' Compilation Report Thereon)
March 31, 2013**



Shull
and Co. P.C.
certified public accountants



Shull and Co. P.C.

certified public accountants

INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

Board of Trustees
City of Indianola
Indianola, Iowa

We have compiled the accompanying statement of net assets of the Municipal Electric Utility of the City of Indianola, Iowa as of March 31, 2013 and the related statements of revenues, expenses and changes in net assets and cash flows and schedule of operations for the three months and nine months then ended. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

Management has elected to omit substantially all of the disclosures required by generally accepted accounting principles. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Company's financial position, results of operations, and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.

Shull & Co., P.C.

June 26, 2013

CITY OF INDIANOLA, IOWA
MUNICIPAL ELECTRIC UTILITY
Statement of Fund Net Assets
March 31, 2013

ASSETS

Current assets

Cash and investments	\$ 5,219,529
Accounts receivable - customers	1,840,613
Other accounts receivable	19,625
Accrued interest receivable	24,361
Inventory - fuel oil	605,554
Inventory - supplies	1,991,476
Loan receivable from municipal water utility within one year	<u>619,841</u>
Total current assets	<u>10,320,999</u>

Restricted assets - cash and investments

Revenue capital loan notes bond and interest sinking fund	1,116,761
Revenue capital loan notes debt service reserve fund	1,084,000
Revenue capital loan notes improvement fund	<u>207,691</u>
Total restricted assets	<u>2,408,452</u>

Loan receivable from municipal water utility after one year	<u>2,177,392</u>
	<u>2,177,392</u>

Electric utility plant and equipment

Land	359,207
Service territory	446,000
Generating units	15,191,530
Distribution system	27,756,712
Transmission system	4,658,143
Power plant building	2,114,201
Computer equipment	403,968
Equipment	751,238
Vehicles	<u>1,321,621</u>
	53,002,620
Less accumulated depreciation	<u>23,821,779</u>
Net utility plant in service	<u>29,180,841</u>

\$ 44,087,684

See accompanying independent accountants' compilation report.

LIABILITIES

Current liabilities

Accounts payable	\$ 1,070,472
Wages and benefits payable	81,095
Sales tax payable	<u>1,197</u>
Total current liabilities	<u>1,152,764</u>

Current liabilities payable from restricted assets

Accrued interest payable	135,870
Revenue capital loan notes and bonds payable within one year	<u>1,010,000</u>
Current liabilities payable from restricted assets	<u>1,145,870</u>

Long-term debt

Revenue capital loan notes and bonds payable after one year including unamortized premium of \$52,592	<u>9,052,592</u>
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NET ASSETS

Invested in capital assets, net of related debt	20,128,249
Restricted for debt service	1,054,891
Restricted for plant improvement	207,691
Unrestricted	<u>11,345,627</u>

Total net assets	<u>32,736,458</u>
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\$ 44,087,684

CITY OF INDIANOLA, IOWA
MUNICIPAL ELECTRIC UTILITY
Statement of Revenues, Expenses and Changes in Fund Net Assets
Three Months and Nine Months Ended March 31, 2013

	Three Months	Nine Months
Operating revenues		
Sale of electricity	\$ 2,576,958	8,657,589
Capacity contract fees	112,230	289,110
Peaking power charges	40,726	106,088
Service installation fees	60,151	118,865
Other	5,967	22,057
Total operating revenues	<u>2,796,032</u>	<u>9,193,709</u>
Operating expenses		
Plant operation	73,548	195,406
Plant maintenance	42,371	122,649
Purchased energy	1,361,151	5,327,341
Depreciation	308,283	923,214
Distribution operation	32,308	100,170
Distribution maintenance	281,712	772,622
Transmission operation and maintenance	12,518	20,000
Meter reading	10,669	32,735
Administrative and general	370,662	1,278,250
Total operating expenses	<u>2,493,222</u>	<u>8,772,387</u>
Income from operations	<u>302,810</u>	<u>421,322</u>
Nonoperating revenues (expenses)		
Interest on investments	35,585	113,017
Interest on loan to municipal water utility	24,727	75,299
Connect charges and service fees	5,934	19,787
Loss on disposal of capital assets	(14,346)	(14,346)
Other revenues	59,090	131,997
Interest expense	(81,522)	(246,387)
	<u>29,468</u>	<u>79,367</u>
Net income	332,278	500,689
Net assets, beginning of period	<u>32,404,180</u>	<u>32,235,769</u>
Net assets, end of period	<u>\$ 32,736,458</u>	<u>32,736,458</u>

See accompanying independent accountants' compilation report.

CITY OF INDIANOLA, IOWA
MUNICIPAL ELECTRIC UTILITY
Statement of Cash Flows
Three Months and Nine Months Ended March 31, 2013

	<u>Three Months</u>	<u>Nine Months</u>
Cash flows from operating activities		
Cash received from customers	\$ 2,839,308	\$ 9,658,705
Cash paid to suppliers	(1,653,136)	(7,268,354)
Cash paid to employees	(279,101)	(825,381)
Nonoperating revenues received	65,024	151,784
Net cash provided by operating activities	<u>972,095</u>	<u>1,716,754</u>
Cash flows from capital and related financing activities		
Purchases and construction of utility plant	(121,627)	(1,317,332)
Proceeds from sale of capital assets	29,954	29,954
Revenue capital loan notes and bonds interest paid	-	(176,413)
Net cash used by capital and related financing activities	<u>(91,673)</u>	<u>(1,463,791)</u>
Cash flows from investing activities		
Loan principal received	42,977	127,813
Interest income received	56,332	187,174
Net cash provided by investing activities	<u>99,309</u>	<u>314,987</u>
Net increase in cash and investments	979,731	567,950
Cash and investments, beginning of period	<u>6,648,250</u>	<u>7,060,031</u>
Cash and investments, end of period	<u>\$ 7,627,981</u>	<u>7,627,981</u>
Reconciliation of loss from operations to net cash provided by operating activities		
Income from operations	\$ 302,810	421,322
Adjustments		
Nonoperating revenues	65,024	151,784
Depreciation	308,283	923,214
(Increase) decrease in accounts receivable	43,276	464,996
(Increase) decrease in inventories	28,821	299,557
Increase (decrease) in accounts, wages and benefits, and sales tax payable	223,881	(544,119)
Net cash provided by operating activities	<u>\$ 972,095</u>	<u>1,716,754</u>

See accompanying independent accountants' compilation report.

CITY OF INDIANOLA, IOWA
MUNICIPAL ELECTRIC UTILITY
Schedule of Operations
Three Months and Nine Months Ended March 31, 2013

	<u>Three Months</u>	<u>Nine Months</u>
Operating revenues		
Sale of electricity		
Residential	\$ 1,439,693	4,940,570
Commercial	661,982	2,132,012
Large industrial	184,596	604,707
Small industrial	117,537	418,295
Street lighting	34,035	106,091
Other public authorities	53,833	194,415
Interdepartment sales	85,282	261,499
	<u>2,576,958</u>	<u>8,657,589</u>
Capacity contract fees	112,230	289,110
Peaking power charges	40,726	106,088
Service installation fees	60,151	118,865
Penalties	5,967	22,057
Total operating revenue	<u>2,796,032</u>	<u>9,193,709</u>
Operating and maintenance expenses		
Plant operation		
Salaries	14,486	44,043
Payroll tax	2,215	6,860
IPERS	2,557	7,881
Fuel	40,727	106,089
Material and supplies	-	936
Other	13,563	29,597
	<u>73,548</u>	<u>195,406</u>
Plant maintenance		
Salaries	15,119	40,899
Maintenance and repairs	27,252	81,750
	<u>42,371</u>	<u>122,649</u>
Purchased energy	<u>1,361,151</u>	<u>5,327,341</u>
Depreciation	<u>308,283</u>	<u>923,214</u>

CITY OF INDIANOLA, IOWA
MUNICIPAL ELECTRIC UTILITY
Statement of Operations - Continued
Three Months and Nine Months Ended March 31, 2013

	<u>Three Months</u>	<u>Nine Months</u>
Operating and maintenance expenses (continued)		
Distribution operation		
Salaries	20,997	59,769
Payroll tax	1,485	4,502
IPERS	1,655	5,013
Other	8,171	30,886
	<u>32,308</u>	<u>100,170</u>
Distribution maintenance		
Salaries	135,737	393,917
Payroll tax	9,624	29,705
IPERS	10,952	33,904
Materials and supplies	76,938	234,236
Fleet operations and repairs	48,461	80,860
	<u>281,712</u>	<u>772,622</u>
Transmission operation and maintenance		
Salaries	2,495	7,494
Payroll tax	76	231
IPERS	87	264
Maintenance and repairs	9,446	9,446
Other	414	2,565
	<u>12,518</u>	<u>20,000</u>
Meter reading		
Salaries	8,626	25,588
Payroll tax	618	2,010
IPERS	706	2,297
Other	719	2,840
	<u>10,669</u>	<u>32,735</u>

CITY OF INDIANOLA, IOWA
MUNICIPAL ELECTRIC UTILITY
Statement of Operations - Continued
Three Months and Nine Months Ended March 31, 2013

	<u>Three Months</u>	<u>Nine Months</u>
Administrative and general		
Accounting and collections - transfer to IMU Administration	162,311	553,089
In lieu of property taxes - transfer to City General Fund	125,325	375,975
Insurance	4,125	149,300
Group Insurance	42,705	143,582
Professional fees	500	3,750
Energy efficiency programs	8,474	18,338
Donations	31,138	31,138
Miscellaneous	(3,916)	3,078
	<u>370,662</u>	<u>1,278,250</u>
 Total operating expenses	 <u>2,493,222</u>	 <u>8,772,387</u>
 Income from operations	 <u>302,810</u>	 <u>421,322</u>
 Nonoperating revenues (expenses)		
Interest on investments	35,585	113,017
Interest on loan to municipal water utility	24,727	75,299
Electric service fees	1,075	1,990
Connect charges	4,859	17,797
Cable TV income	21,570	33,300
Loss on disposal of capital assets	(14,346)	(14,346)
Miscellaneous	37,520	98,697
Interest expense	(81,522)	(246,387)
	<u>29,468</u>	<u>79,367</u>
 Net income	 <u>\$ 332,278</u>	 <u>500,689</u>

See accompanying independent accountants' compilation report.

**CITY OF INDIANOLA, IOWA
MUNICIPAL WATER UTILITY**

**Financial Statements
June 30, 2013 and 2012
(With Independent Auditor's Report Thereon)**



Shull
and Co. P.C.
certified public accountants



Shull

and Co. P.C.
certified public accountants

INDEPENDENT AUDITOR'S REPORT

Board of Trustees
City of Indianola
Indianola, Iowa

We have audited the accompanying financial statements of the Municipal Water Utility of the City of Indianola, Iowa, which comprise the statement of net position as of June 30, 2013 and 2012 and the related statements of revenues, expenses and changes in net position and cash flows for the years then ended, and the related notes to the financial statements.

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 error or fraud.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with generally accepted auditing standards of the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Utility'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 Utility'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.

Basis for Adverse Opinion

As discussed in Note 1, the financial statements present only the municipal Water Utility of the City of Indianola, Iowa. Accounting principles generally accepted in the United States of America require that the City of Indianola, Iowa's financial statements present the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Indianola, Iowa.

Adverse Opinion

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion" paragraph, the financial statements referred to above do not present fairly the financial position of the City of Indianola, Iowa as of June 30, 2013 and 2012, or the changes in financial position or cash flows thereof for the years then ended

Unmodified Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Municipal Water Utility as of June 30, 2013 and 2012, and the changes in its financial position and its cash flows for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements of the Municipal Water Utility. The other information included in the accompanying schedule of operations is presented for purposes of additional analysis and is not a required part of the financial statements.

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

Stull & Co., P.C.

September 27, 2013

CITY OF INDIANOLA, IOWA
MUNICIPAL WATER UTILITY
Statement of Net Position
June 30, 2013 and 2012

ASSETS	<u>2013</u>	<u>2012</u>
Current assets		
Cash and investments	\$ 1,510,033	\$ 1,507,153
Accounts receivable - customers	395,726	452,599
Accrued interest receivable	5,246	5,831
Inventories	<u>36,487</u>	<u>32,997</u>
Total current assets	<u>1,947,492</u>	<u>1,998,580</u>
 Restricted assets - cash and investments		
Revenue bond and interest sinking fund	161,822	135,849
Revenue bond debt service reserve fund	135,000	135,000
Revenue bond water improvement fund	<u>75,000</u>	<u>75,000</u>
	<u>371,822</u>	<u>345,849</u>
 Water utility plant & equipment		
Land	416,270	416,270
Service territory	328,412	328,412
Buildings and plant	7,595,528	7,595,528
Wells and towers	4,654,755	4,590,517
Mains, hydrants and meters	10,816,694	10,572,176
Machinery and equipment	598,512	598,512
Vehicles	<u>201,190</u>	<u>176,153</u>
	24,611,361	24,277,568
Less accumulated depreciation	<u>10,074,855</u>	<u>9,505,443</u>
Net utility plant in service	<u>14,536,506</u>	<u>14,772,125</u>
	 <u><u>\$ 16,855,820</u></u>	 <u><u>17,116,554</u></u>

See accompanying notes to financial statements.

	2013	2012
LIABILITIES		
Current liabilities		
Accounts payable	\$ 54,377	58,686
Wages and benefits payable	57,071	52,783
Sales tax payable	50	56
Accrued interest payable	1,589	1,872
Loan payable to municipal electric utility within one year	214,816	171,168
General obligation bonds payable within one year	154,400	126,000
Total current liabilities	<u>482,303</u>	<u>410,565</u>
Current liabilities payable from restricted assets		
Accrued interest payable	905	1,016
Revenue refunding bonds payable within one year	<u>270,000</u>	<u>265,000</u>
Current liabilities payable from restricted assets	<u>270,905</u>	<u>266,016</u>
Long-term debt		
Loan payable to municipal electric utility after one year	2,123,184	2,753,878
Revenue refunding bonds payable after one year (including unamortized premium of \$411 (2012 - discount \$1,521))	815,411	1,083,479
General obligation bonds payable after one year (net of unamortized discount of \$20,698 (2012 - \$24,944))	<u>916,602</u>	<u>1,066,756</u>
	<u>3,855,197</u>	<u>4,904,113</u>
NET POSITION		
Invested in capital assets, net of related debt	10,312,093	9,570,844
Restricted for debt service	25,917	4,833
Restricted for water improvements	75,000	75,000
Unrestricted	<u>1,834,405</u>	<u>1,885,183</u>
Total net position	<u>12,247,415</u>	<u>11,535,860</u>
	<u>\$ 16,855,820</u>	<u>17,116,554</u>

CITY OF INDIANOLA, IOWA
MUNICIPAL WATER UTILITY
Statement of Revenues, Expenses and Changes in Net Position
Year Ended June 30, 2013 and 2012

	<u>2013</u>	<u>2012</u>
Operating revenues		
Sale of water	\$ 2,275,942	2,360,367
Other	<u>42,186</u>	<u>47,454</u>
Total operating revenues	<u>2,318,128</u>	<u>2,407,821</u>
Operating expenses		
Plant operation	517,832	638,033
Plant maintenance	36,480	34,295
Distribution maintenance	208,095	76,484
Vehicle operations and maintenance	19,501	16,683
Meter reading	11,240	11,754
Administrative and general	349,267	334,744
Depreciation	<u>569,412</u>	<u>527,650</u>
Total operating expenses	<u>1,711,827</u>	<u>1,639,643</u>
Income from operations	<u>606,301</u>	<u>768,178</u>
Nonoperating revenues (expenses)		
Interest on investments	39,320	41,279
Connection fees	18,583	63,245
Other revenues	64,019	51,368
Refunding bonds issuance costs	-	(24,538)
Interest expense	<u>(137,186)</u>	<u>(172,778)</u>
	<u>(15,264)</u>	<u>(41,424)</u>
Net income	591,037	726,754
Capital contributions from customers and developers	112,560	117,250
Capital contributions from water main connection fees	<u>7,958</u>	<u>1,075</u>
Change in net position	711,555	845,079
Net position, beginning of year	<u>11,535,860</u>	<u>10,690,781</u>
Net position, end of year	<u>\$ 12,247,415</u>	<u>11,535,860</u>

See accompanying notes to financial statements.

CITY OF INDIANOLA, IOWA
MUNICIPAL WATER UTILITY
Statement of Cash Flows
Year Ended June 30, 2013 and 2012

	<u>2013</u>	<u>2012</u>
Cash flows from operating activities		
Cash received from customers	\$ 2,356,303	2,306,628
Cash paid to suppliers	(592,952)	(553,076)
Cash paid to employees	(534,282)	(518,897)
Other nonoperating fees and revenues received	<u>82,602</u>	<u>114,613</u>
Net cash provided by operating activities	<u>1,311,671</u>	<u>1,349,268</u>
Cash flows from capital and related financing activities		
Purchases and construction of plant and equipment	(221,233)	(847,740)
Water main connection fees received	7,958	1,075
Principal paid to municipal electric utility	(587,046)	(165,289)
Interest paid to municipal electric utility	(99,649)	(105,527)
Revenue refunding bonds issued	-	1,347,300
Revenue refunding bonds interest paid	-	(5,147)
Payment of refunding bonds issuance costs	-	(24,538)
Revenue refunding capital loan notes principal paid	(265,000)	(1,590,000)
Revenue refunding capital loan notes interest paid	(11,528)	(37,441)
General obligation bonds issued	-	572,700
General obligation bond principal paid	(126,000)	(90,000)
General obligation bond interest paid	<u>(20,225)</u>	<u>(28,100)</u>
Net cash used by capital and related financing activities	<u>(1,322,723)</u>	<u>(972,707)</u>
Cash flows from investing activities		
Interest income received	<u>39,905</u>	<u>43,399</u>
Net cash provided by investing activities	<u>39,905</u>	<u>43,399</u>
Net increase in cash and investments	28,853	419,960
Cash and investments, beginning of year	<u>1,853,002</u>	<u>1,433,042</u>
Cash and investments, end of year	<u>\$ 1,881,855</u>	<u>1,853,002</u>

CITY OF INDIANOLA, IOWA
MUNICIPAL WATER UTILITY
Statement of Cash Flows - Continued
Year Ended June 30, 2013 and 2012

	<u>2013</u>	<u>2012</u>
Reconciliation of income from operations to net cash provided by operating activities		
Income from operations	\$ 606,301	768,178
Adjustments		
Other nonoperating fees and revenues	82,602	114,613
Depreciation	569,412	527,650
(Increase) decrease in accounts receivable	56,873	(89,324)
Increase in inventory	(3,490)	(1,581)
Increase (decrease) in accounts, wages and benefits, and sales tax payable	<u>(27)</u>	<u>29,732</u>
Net cash provided by operating activities	<u>\$ 1,311,671</u>	<u>1,349,268</u>
Noncash capital and related financing and investing activities:		
Developer contributions of utility plant and equipment	\$ 112,560	117,250

See accompanying notes to financial statements.

CITY OF INDIANOLA, IOWA
MUNICIPAL WATER UTILITY
Notes to Financial Statements
June 30, 2013 and 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation - The accompanying financial statements present only the financial position, changes in financial position and cash flows of the Municipal Water Utility of the City of Indianola, Iowa and are not intended to present the financial position of Indianola Municipal Utilities or the City of Indianola, Iowa, and the changes in its financial position and cash flows of its proprietary fund types.

Accounting method - The accounting records of the Municipal Water Utility are maintained on a cash basis. The accompanying financial statements have been prepared, after giving effect to all material adjustments including amounts due from utility customers and due to suppliers of goods and services, to reflect the account balances and results of operations on the accrual basis.

The Municipal Water Utility reports its financial activity in accordance with applicable Governmental Accounting Standards Board (GASB) pronouncements as well as applicable Financial Accounting Standards Board (FASB) pronouncements unless those pronouncements conflict with or contradict GASB pronouncements.

Inventories - Inventories consist principally of maintenance materials and supplies and are stated at the lower of cost (first-in, first-out basis) or market.

Depreciation - Depreciation expense is computed using the straight-line method and estimated useful lives as follows:

Buildings and plant	40 years
Machinery and equipment	15 years
Wells and towers	30-50 years
Mains and hydrants	50 years
Meters	20 years
Vehicles	10 years

Cash and Investments and Interest Income - Cash balances available from each of the funds of the City of Indianola, Iowa are pooled for investment and cash management purposes. Investments purchased by the pool are stated at cost or amortized cost. Interest earned on pooled investments is allocated monthly on the basis of the funds' ending cash and investment balances. Because the cash of the Municipal Water Utility is deposited with or withdrawn from the cash and investment pool without restriction its allocated share of the pool has been treated as a cash equivalent in the accompanying statement of cash flows.

CITY OF INDIANOLA, IOWA
MUNICIPAL WATER UTILITY
Notes to Financial Statements - Continued
June 30, 2013 and 2012

2. REVENUE REFUNDING CAPITAL LOAN NOTES

In December 2011 the Utility issued \$1,350,000 of Water Revenue Refunding Bonds, with interest rates ranging from .5% to 1.3%, for a current refunding of a portion of the refunding capital loan notes issued August 2004. The Utility refunded the capital loan notes to reduce its total debt service payments by approximately \$91,800 and to obtain an economic gain (difference between the present value of the debt service payments on the old and new debt) of approximately \$88,400.

The Utility has pledged future water customer receipts, net of specified operating disbursements, to repay \$1,350,000 of Water Revenue Refunding Bonds issued in December 2011. Proceeds from the notes provided financing for the current refunding of a portion of the refunding capital loan notes issued August 2004. The notes are payable solely from water customer net receipts and are payable through 2017. Annual principal and interest payments on the notes are expected to require less than 50% of net receipts. The total principal and interest remaining to be paid on the notes is \$1,109,527. For the current year, principal and interest paid and total customer net receipts were \$276,527 and \$606,132, respectively.

The resolution providing for the issuance of the revenue bonds include the following provisions:

- a. The bonds will only be redeemed from the future earnings of the enterprise activity and the bond holders hold a lien on the future earnings of the funds.
- b. Sufficient monthly transfers shall be made to a separate water revenue sinking account within the Enterprise Fund for the purpose of making the note principal and interest payments when due.
- c. Additional monthly transfers of 25% of the amount required to be deposited in the water revenue sinking account shall be made to a separate water revenue debt service reserve account until specific minimum balances have been accumulated in the accounts. Use of funds is restricted to funding any deficit in the sinking account.
- d. All funds remaining after payment of all maintenance and operating expenses and the transfers to the restricted accounts noted above can be used to retire any subordinate obligations, to pay for extraordinary repairs or replacements to the water system, or to pay or redeem any bonds, and then can be used for any lawful purpose.

CITY OF INDIANOLA, IOWA
MUNICIPAL WATER UTILITY
Notes to Financial Statements - Continued
June 30, 2013 and 2012

2. REVENUE REFUNDING CAPITAL LOAN NOTES - Continued

The revenue bonds mature in annual installments of \$265,000 to \$275,000 through December 2016 and bear interest at rates of 0.50% to 1.30% payable semiannually. Debt service requirements were as follows as of June 30, 2013:

Year ending June 30,	Principal	Interest	Total
2014	\$ 270,000	9,920	279,920
2015	270,000	7,760	277,760
2016	270,000	5,060	275,060
2017	275,000	1,788	276,788
	<u>\$ 1,085,000</u>	<u>24,528</u>	<u>1,109,528</u>

3. GENERAL OBLIGATION BONDS PAYABLE

In January 2011 the City issued \$3,915,000 of General Obligation Refunding Bonds for a crossover refunding of a portion of the General Obligation Bonds dated October 2003. Although the bonds are a general obligation of the City and the City has authority to levy property taxes to pay the bonds and related interest, as payments come due, it is the intention of the City Council that the payments of \$735,000 of bond principal and related interest be financed by the operations of the Municipal Water Utility. Accordingly, that portion of the bonds is reported as a liability and the interest payments are reported as an expense of the Utility in these financial statements. Municipal Water Utility principal payments are due on the notes in the amounts of \$100,000 to \$115,000 from June 1, 2012 through June 1, 2018. Interest on the notes at rates of 1.0% to 2.0% per annum is due semiannually beginning December 1, 2011.

In May 2012 the City issued \$3,875,000 of General Obligation Bonds, a portion of which was used to finance water main improvements. Although the bonds are a general obligation of the City and the City has authority to levy property taxes to pay the bonds and related interest, as payments come due, it is the intention of the City Council that the payments of \$572,700 of bond principal and related interest be financed by the operations of the Municipal Water Utility. Accordingly, that portion of the bonds is reported as a liability and the interest payments are reported as an expense of the Utilities in these financial statements. Municipal Water Utility principal payments are due on the notes in the amounts of \$11,000 to \$52,500 from June 1, 2013 through June 1, 2025. Interest on the notes at rates of .5% to 2.4% per annum is due semiannually beginning December 1, 2012.

CITY OF INDIANOLA, IOWA
MUNICIPAL WATER UTILITY
Notes to Financial Statements - Continued
June 30, 2013 and 2012

3. GENERAL OBLIGATION BONDS PAYABLE - Continued

The Municipal Water Utility portion of general obligation bond debt service requirements are as follows as of June 30, 2013:

Year ending June 30,	Principal	Interest	Total
2014	\$ 154,400	19,075	173,475
2015	155,000	17,500	172,500
2016	155,000	14,900	169,900
2017	145,800	12,300	158,100
2018	146,600	9,800	156,400
2019-2023	245,400	25,400	270,800
2024-2025	89,500	3,000	92,500
	<u>\$ 1,091,700</u>	<u>101,975</u>	<u>1,193,675</u>

4. LOAN PAYABLE TO MUNICIPAL ELECTRIC UTILITY

The Board of Trustees have approved the following loans from the Municipal Electric Utility: in September 1992 for the amount of \$500,000; in January 1994 for the amount of \$1,000,000; in September 1994 for the amount of \$1,000,000; in December 1995 for the amount of \$500,000; in July 1996 for the amount of \$2,000,000; in December 1997 for the amount of \$500,000; and in June 1999 for the amount of \$200,000. In August 1999 the Trustees elected to defer interest payments for one year and continue to make regular principal payments on the loans. In August 2000 the Trustees restructured all of the loans and the deferred interest into one loan of \$4,826,779 payable in monthly installments of \$33,300, including interest at 5% per annum. In May 2003 the Trustees restructured the loan to be payable in monthly installments of \$31,100, including interest at 4% per annum, through February 2019. In November 2003 the Trustees restructured the loan again to be payable in monthly installments of \$22,568, including interest at 2.5% per annum, through October 2023. In July 2005 the Trustees restructured the loan again to be payable in monthly installments of \$22,568, including interest at 3.5% per annum, through February 2026. In February 2013 the Trustees restructured the loan again to be payable in monthly installments of \$22,568, including interest at 2.5% per annum, through March 2023.

CITY OF INDIANOLA, IOWA
MUNICIPAL WATER UTILITY
Notes to Financial Statements - Continued
June 30, 2013 and 2012

4. LOAN PAYABLE TO MUNICIPAL ELECTRIC UTILITY - Continued

Aggregate maturities of the loans payable to reflect the restructured loan as of June 30, 2013 were as follows:

Year ending June 30,	
2014	\$ 214,816
2015	220,249
2016	225,819
2017	231,529
2018	237,384
2019-2022	1,208,203
	<u>\$ 2,338,000</u>

5. COMPENSATED ABSENCES

Municipal Water Utility employees accumulate vacation hours, compensating time off and sick leave for subsequent use. Unused vacation hours and compensating time off are payable upon termination, retirement or death. These amounts are included in wages and benefits payable as of June 30, 2013 and 2012. Accumulated sick leave benefits as of June 30, 2013 of \$76,609 (2012 - \$71,889) are payable only when used and have not been accrued.

6. PENSION AND RETIREMENT BENEFITS

The Municipal Water Utility contributes to the Iowa Public Employees Retirement system (IPERS) which is a cost-sharing multiple-employer defined benefit pension plan administered by the State of Iowa. IPERS provides retirement and death benefits which are established by state statute to plan members and beneficiaries. IPERS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to IPERS, P.O. Box 9117, Des Moines, Iowa 50306-9117.

Most regular plan members are required to contribute 5.78% of their annual covered salary and the Municipal Water Utility is required to contribute 8.67% of annual covered salary. Contribution requirements are established by state statute. The Municipal Water Utility contribution to IPERS for the year ended June 30, 2013 was \$32,448 (2012 - \$29,937), equal to the required contribution for the year.

CITY OF INDIANOLA, IOWA
MUNICIPAL WATER UTILITY
Notes to Financial Statements - Continued
June 30, 2013 and 2012

7. RISK MANAGEMENT

The City of Indianola is a member in the Iowa Communities Assurance Pool, as allowed by Chapter 670.7 of the Code of Iowa. The Iowa Communities Assurance Pool (Pool) is a local government risk-sharing pool whose 679 members include various governmental entities throughout the State of Iowa. The Pool was formed in August 1986 for the purpose of managing and funding third-party liability claims against its members. The Pool provides coverage and protection in the following categories: general liability, automobile liability, automobile physical damage, public officials liability, police professional liability, property, inland marine and boiler and machinery. There have been no reductions in insurance coverage from prior years.

Each member's annual casualty contributions to the Pool fund current operations and provide capital. Annual operating contributions are those amounts necessary to fund, on a cash basis, the Pool's general and administrative expenses, claims, claims expenses and reinsurance expenses due and payable in the current year, plus all or any portion of any deficiency in capital. Capital contributions are made during the first six years of membership and are maintained at a level by the Board not to exceed 300% of the total current members' basis rates or to comply with the requirements of any applicable regulatory authority having jurisdiction over the Pool.

The Pool also provides property coverage. Members who elect such coverage make annual operating contributions which are necessary to fund, on a cash basis, the Pool's general and administrative expenses and reinsurance premiums, all of which are due and payable in the current year, plus all or any portion of any deficiency in capital. Any year-end operating surplus is transferred to capital. Deficiencies in operations are offset by transfers from capital and, if insufficient, by the subsequent year's member contributions.

The Municipal Water Utility's property and casualty contributions to the risk pool are recorded as disbursements from its operating funds at the time of payment to the risk pool. The Utility's annual contributions to the Pool for the year ended June 30, 2013 were \$24,937 (2012 - \$24,396).

The Pool uses reinsurance and excess risk-sharing agreements to reduce its exposure to large losses. The Pool retains general, automobile, police professional, and public officials' liability risks up to \$350,000 per claim. Claims exceeding \$350,000 are reinsured in an amount not to exceed \$2,650,000 per claim. For members requiring specific coverage from \$3,000,000 to \$15,000,000, such excess coverage is also reinsured. Property and automobile physical damage risks are retained by the Pool up to \$250,000 each occurrence, each location, with excess coverage reinsured by Lexington Insurance Company.

CITY OF INDIANOLA, IOWA
MUNICIPAL WATER UTILITY
Notes to Financial Statements - Continued
June 30, 2013 and 2012

7. RISK MANAGEMENT - Continued

The Pool's intergovernmental contract with its members provides that in the event a casualty claim or series of claims exceeds the amount of risk-sharing protection provided by the member's risk-sharing certificate, or in the event that a series of casualty claims exhausts total members' equity plus any reinsurance and any excess risk-sharing recoveries, then payment of such claims shall be the obligation of the respective individual member. The Utility does not report a liability for losses in excess of reinsurance or excess risk-sharing recoveries unless it is deemed probable that such losses have occurred and the amount of such loss can be reasonably estimated. Accordingly, at June 30, 2013, no liability has been recorded in the Utility's financial statements. As of June 30, 2013, settled claims have not exceeded the risk pool or reinsurance company coverage since the pool's inception.

Members agree to continue membership in the Pool for a period of not less than one full year. After such period, a member who has given 60 days' prior written notice may withdraw from the Pool. Upon withdrawal, payments for all claims and claims expenses become the sole responsibility of the withdrawing member, regardless of whether a claim was incurred or reported prior to the member's withdrawal. Members withdrawing within the first six years of membership may receive a partial refund of their casualty capital contributions. If a member withdraws after the sixth year, the member is refunded 100 percent of its casualty capital contributions. However, the refund is reduced by an amount equal to the annual casualty operating contribution which the withdrawing member would have made for the one year period following withdrawal.

The City is a member of the Iowa Municipalities Workers' Compensation Association (the "Association"). The Association is governed by a board of directors elected by representatives of the governing bodies of each participating governmental jurisdiction. The City has executed a Worker's Compensation Coverage Agreement with the Association which extends through June 30, 2013 and has authorized the Association to issue general obligation bonds to provide funds with which to pay claims. During the year ended June 30, 2013, the Utility paid workers' compensation insurance premiums of \$7,832 (2012 - \$9,314) to the Association.

CITY OF INDIANOLA, IOWA
MUNICIPAL WATER UTILITY
Notes to Financial Statements - Continued
June 30, 2013 and 2012

8. COMMITMENTS

The Municipal Water Utility has entered into contracts for a water main improvement project totaling approximately \$163,520. The remaining commitment on these contracts at June 30, 2013 is \$99,615.

CITY OF INDIANOLA, IOWA
MUNICIPAL WATER UTILITY
Schedule of Operations
Year Ended June 30, 2013 and 2012

	<u>2013</u>	<u>2012</u>
Operating revenues		
Sale of water		
Residential	\$ 1,779,279	1,832,099
Commercial	420,538	449,664
Other public authorities	52,754	60,164
Interdepartment sales	23,371	18,440
	<u>2,275,942</u>	<u>2,360,367</u>
Other		
Sale of water meters	18,340	24,670
Penalty charges	23,846	22,784
	<u>42,186</u>	<u>47,454</u>
Total operating revenue	<u>2,318,128</u>	<u>2,407,821</u>
Operating expenses		
Plant operation		
Salaries	251,992	360,873
Payroll tax	21,631	26,776
IPERS	24,061	27,847
Utilities	127,096	127,905
Chemicals and supplies	74,692	78,193
Other	18,360	16,439
	<u>517,832</u>	<u>638,033</u>
Plant maintenance		
Equipment maintenance and repairs	23,503	32,099
Plant and grounds maintenance and repairs	12,977	2,196
	<u>36,480</u>	<u>34,295</u>
Distribution maintenance		
Salaries	134,384	10,448
Payroll tax	7,365	913
IPERS	8,452	1,007
Maintenance and repairs	57,894	64,116
	<u>208,095</u>	<u>76,484</u>
Vehicle operations and maintenance		
Materials and supplies	16,097	13,441
Maintenance and repair	3,404	3,242
	<u>19,501</u>	<u>16,683</u>

CITY OF INDIANOLA, IOWA
MUNICIPAL WATER UTILITY
Schedule of Operations - Continued
Year Ended June 30, 2013 and 2012

	<u>2013</u>	<u>2012</u>
Operating expenses (continued)		
Meter reading		
Salaries	8,463	10,185
Payroll tax	657	788
IPERS	751	781
Other	1,369	-
	<u>11,240</u>	<u>11,754</u>
Administrative and general		
Accounting and collections - transfer to IMU Administration	150,600	135,800
In lieu of property taxes - transfer to General Fund	60,600	63,900
Insurance	35,447	36,388
Group Insurance	80,814	85,502
Professional fees	2,778	566
Bad debts	18,698	11,869
Other	330	719
	<u>349,267</u>	<u>334,744</u>
Depreciation	<u>569,412</u>	<u>527,650</u>
Total operating expenses	<u>1,711,827</u>	<u>1,639,643</u>
Income from operations	<u>606,301</u>	<u>768,178</u>
Nonoperating revenues (expense)		
Interest on investments	39,320	41,279
Connection fees	18,583	63,245
Other	64,019	51,368
Refunding bonds issuance costs	-	(24,538)
Interest expense	(137,186)	(172,778)
	<u>(15,264)</u>	<u>(41,424)</u>
Net income	<u>\$ 591,037</u>	<u>726,754</u>

Information

Subject

Receive presentation from Fire Chief Brian Seymour regarding fire truck being delivered to Africa

Information

Fire Chief Brian Seymour will report on the fire truck being delivered to Africa. Background information is included in your packet.

Attachments

Information

A group of Iowa firefighters need your help to improve fire safety and response capability in Zambia Africa.



A small group of Iowa firefighters have a deep desire to help improve the fire education and response of a community in Zambia, Africa. The challenge was presented to this group of firefighters and they accepted. We have traveled to the area and evaluated the local situation and believe we can make a real impact in the fire injuries and deaths that occur in the Eastern Providence of Zambia, Africa.

This project started with an idea that was generated from Dr. Barbara Latenser. Dr Latenser has taken part on several trips to Saint Francis Hospital in Katete, Zambia to help local doctors with treating and caring for children and adults with burn injuries. After making this trip for several years with some success she felt the better focus on efforts would be to prevent the burn injuries that were taking place rather than treating the burn injuries. Burn injuries happen frequently in this area due to the culture of the citizens and death happens all too often. So, providing education to the citizens to prevent burns and providing education the local firefighters was a different approach to provide for a better quality of life.



Our initial effort was to provide fire prevention education to the local schools just as we do here in the United States. We are not only working with the education of the children but we are also working with the local fire department so that these efforts continue after we are gone. The local fire department accepted this training with open arms and was teaching classes to the students before we left the area. During this visit we also conducted an evaluation of the fire response and training of the firefighters. They were very eager to learn what we had to share. We found that just providing what we considered the basics in the United States was a new concept to them. So we conducted several firefighting classes for the firefighters in the area and again this was accepted openly and we were elated to how quickly they caught on.

One of the major obstacles this community faced was having a dependable fire truck. They had a truck that was given to them by a neighboring community that was over an hour away. This truck was no longer used by that community and it was given to Katete as they had nothing to fight fire with.

No matter how prepared the firefighters were the truck is not dependable to respond to calls when needed. So we took on a new challenge to provide them a better truck to increase the likelihood of responding to emergencies. We were able to acquire a truck from an oil refinery in Alaska. This truck was donated to us



and delivered to Minnesota at no cost. We took delivery of this vehicle and now are in need of funds to ship the vehicle to Africa.



This process has been a rewarding one so far and we have provided tools and resources that have allowed them to grow by leaps and bounds but we have yet to provide them their greatest need which is a dependable truck. This effort will cost about \$15,000 to ship the truck to a port in Africa and drive it or haul it to the community of Katete. The truck, although



old to departments in the US, is a huge improvement to what they currently have to work with. We intend to ship this truck in the very near future depending on our fundraising efforts and travel to the area once again to follow up on the previous training and provide them training with this newer equipment. We are a small group of firefighters with bigger hearts than pockets and we need your help to make this project a success to the citizen of Katate and the firefighters of the community. Our goal is to help them improve their response, reduce the injuries sustained and more important eliminate the death caused by fires. A life in Africa is just as important as a life in the United States and they are losing lives on a weekly basis. With a few simple changes we can make a difference. People with burn injuries of 30% or greater are dying, yet in the US we are successfully treating patients with 80% burns.



KCCI-TV Report <http://www.kcci.com/news/central-iowa/iowans-sending-fire-truck-from-north-pole-to-africa/-/9357080/20829520/-/py8h90/-/index.html>

Another KCCI report. <http://www.youtube.com/watch?v=Z7GH4BtNefQ>

WHO-TV Report <http://whotv.com/2014/02/26/iowa-to-africa-a-fire-trucks-journey>

Information

Subject

Public hearing and first consideration of the following:

Information

Council needs to hold the public hearing and first consideration of the following:

Information

Subject

A request from Tyler Till to amend R-1 zoning classification to allow Bed and Breakfast establishments on a minimum of three acres as a special exception to the Board of Adjustment (P&Z approved unanimously on March 11, 2014)

Information

Enclosed is the letter requesting the amendment to the R-1 zoning classification. Tyler Till has recently purchased the property at 1301 South K Street, which lies on 4.37 acres (see map). Uses such as Bed and Breakfast are currently permitted within A-1, R-3 and R-5 zoning classifications with no restrictions. They are also allowed within R-1 zoning with the following conditions:

Special Exception of Uses and Structure requiring Board of Adjustment approval.

“Bed and Breakfast, provided that (a) if the use ceases for more than six months or the titleholders of the property changes, the use shall revert back to a permitted principal use; (b) occupancy is limited to four guests units (e.g. families, couples or individuals); (c) required off-street parking shall be one space for each guest unit and two spaces for the resident; (d) signage is limited to a maximum of three square feet mounted flush to the building; (e) require 10 day written notification to property owners within 200’ of the proposed location before Board of Adjustment hearing; (f) no meals served to people other than overnight guests; and (g) the entire property be located within 600 feet of the Simpson College Campus bounded by Clinton Avenue, E Street, Girard Avenue and Buxton Street.”

This particular amendment to the zoning ordinance was written for an individual who wanted to place a B & B within the Simpson College campus area. If approved, this section would change allowing Bed and Breakfast establishments for dwellings on a minimum of 3 acres of land, and would still be subject to the Board of Adjustment Commission for final approval.

FYI – The Board of Adjustment is a five member commission, whose powers include allowing special uses, as well as grant variances on setback requirements and can appeal the zoning administrator’s decision. The board reviews each applicant’s request and determines if the use requested is appropriate for the neighborhood.

Included in your packet is a city map which indicates the areas in town that are zoned R-1. After reviewing these areas, there are 3 properties with single family dwellings exceeding 3 acres that this change may affect. If approved, the amendment would affect fewer properties than the current area allowed around Simpson campus already allowed in R-1 zoning.

Staff has always been an advocate for keeping R-1 zoning more restrictive for those individuals who appreciate living in an area where home businesses and other uses are restricted. However because of the minimum 3 acre lot area and it already being listed as a special exception in R-1 for the campus area, staff feels the change has a minimal affect to R-1 zoning. Chuck Burgin recommended approval and P&Z unanimously approved on March 11, 2014. The proposed ordinance with the change is enclosed.

Tyler Till spoke in favor of his request at the P&Z meeting.

Simple motion for the first consideration is in order.

Attachments

Letter

P&Z Minutes

P&Z Memo

R-1 Zoning Map

Property Map

Ordinance

COMMUNITY DEVELOPMENT

FEB 21 2014

Mayor/Council
c/o Chuck Burgin

INDIANOLA, IOWA

This is a request to amend R-1 zoning classification to allow a Bed & Breakfast as a special exception to the Board of Adjustment. More specifically, section 165.09 of zoning amending paragraph 4 of special exceptions uses and structures to allow a Bed & Breakfast on sites of 3 acres or more.

On January 15th, 2014, I, Tyler Till, purchased the acreage located at 1301 S K Street, Indianola, Iowa which includes 4.37 acres. I am requesting the above amendment to utilize a renovated building of approximately 600 square feet located on my property as a Bed & Breakfast. This would be open year round and will add a special attraction to the city of Indianola. The acreage is unique since it is what remains of an old farmstead and now includes the 4.37 acres, the house, three sheds, large barn with hay loft, and the renovated building. It is now in Deer Creek Plat 1, which is an R-1 zoning district. The renovation of the building is of very high quality and only with a few changes, which include adding a kitchenette and beds, the building will be ready to go as a Bed & Breakfast. I have been in contact with Indianola Chamber of Commerce, Simpson College, Des Moines Metro Opera, National Balloon Classic, Keith Welling of Community Bank, and Steve Bruere of Peoples Company, and are all in support of making this happen.

Sincerely,

A handwritten signature in black ink, appearing to read "Tyler Till", with a stylized, cursive script.

Tyler Till

INDIANOLA PLANNING AND ZONING COMMISSION
REGULAR MEETING
MARCH 11, 2014
6:00 P.M.

The meeting was called to order by Chairperson Bob Ormsby and on roll call the following members were present:

Joe Butler
Mary Donaghy
Al Farris
Doug Opie
Bob Ormsby
Rich Piper
Josh Rabe
Misty Soldwisch

Also present: Greg Marchant, John Parker, Kelly Shaw, Paige Godden, Tyler Till, Larry McConnell, Mindi Robinson and Chuck Burgin.

The minutes of the February 11, 2014 meeting were approved on a motion made by Butler and seconded by Donaghy. Question was called for and on voice vote Chairperson Ormsby declared the motion carried unanimously.

Consider changing North and South Howard and Buxton, from Highway 92 to Kentucky Avenue, from one-way to two-way traffic.

Coleman entered meeting.

Donaghy and Butler stated they have spoke with many people outside of the public input meetings regarding this issue. Butler questioned the time restrictions if the change were to be approved. Burgin stated the Commission was given 30 days to make a recommendation to City Council. Commission discussed the issues of signalization, speed, signage, parking and the possibility of future bike lanes.

Motion was made by Opie and seconded by Donaghy to approve the change of North and South Howard and Buxton from Highway 92 to Kentucky Avenue from one-way to two-way traffic. Question was called for and on voice vote Ayes: Butler, Donaghy and Rabe. Nays: Coleman, Farris, Opie, Ormsby, Piper and Soldwisch.

Consider changing a portion of North C Street, 174' South of West Girard, from one-way to two-way traffic.

Chuck reviewed the agenda item stating Simpson has purchased the majority of North C Street between Clinton and Girard and are planning to construct a pedestrian

walkway this spring. The North 174' lying south of Girard has not been purchased and will remain a public street. Simpson is working to acquire the remaining portion of property with frontage to C Street but until that time, the street should revert back to two-way traffic.

Motion was made by Donaghy and seconded by Opie to approve changing a portion of North C Street, 174' South of West Girard, from one-way to two-way traffic at such time the Council deems necessary for the reconstruction of the remaining portion of C Street or if Simpson acquires the remaining 174' of C Street in the future. Question was called for and on voice vote Ayes: Butler, Coleman, Donaghy, Farris, Opie, Ormsby, Piper, Rabe and Soldwisch. Nays: None.

Consider request from Larry McConnell to seek an Alternate Method of Approval of the Site Plan Ordinance for his property at 2008 East 2nd Avenue.

Chuck reviewed the request from Larry McConnell stating McConnell proposes to construct an addition to the north side of the existing rear building and three additional buildings located to the north of the existing building for mini storage. There are two issues to consider with this request. The first issue is the use of metal siding as the exterior material and the second issue is the buffer requirement on the east, west and north property lines. He further stated the majority of the buildings will not be visible from the highway due to obstruction of the existing building on the same site and the difference in elevation.

Larry McConnell stated the proposed expansion and buildings will not be visible from the highway. He further stated he intends to use a 6' chain link fence with vinyl or metal slats as the buffer.

Commission discussed using the existing trees on the east side as a berm. Commission also discussed the elevations from the existing single family dwelling at 1803 East 2nd Avenue and the townhomes within Meadow Brooke Plat 2.

Motion was made by Donaghy and seconded by Opie to approve the use of metal siding on the addition and proposed new buildings. Question was called for and on voice vote Ayes: Butler, Coleman, Donaghy, Farris, Opie, Ormsby, Piper, Rabe and Soldwisch. Nays: None.

Motion was made by Opie and seconded by Farris to approve the use of an open chain link fence in combination with existing trees and shrubs, to be agreed upon with staff prior to planting, to cover the building on the west side only, as the east side will comply with the Site Plan Ordinance requirements. Further, Commission waived the north buffer requirement. Question was called for and on voice vote Ayes: Butler, Coleman, Donaghy, Farris, Opie, Ormsby, Piper, Rabe and Soldwisch. Nays: None.

Consider request from Tyler Till to amend R-1 zoning classification to allow Bed and Breakfast establishments on a minimum of 3 acres as a special exception to the Board of Adjustment.

Chuck reviewed the request to amend R-1 zoning. Uses such as Bed and Breakfast are currently permitted within A-1, R-3 and R-5 zoning with no restrictions. He further stated bed and breakfast facilities are allowed within the R-1 zoning around Simpson College as a special exception use but requires Board of Adjustment approval. This change would allow Bed and Breakfast establishments for dwellings on a minimum of 3 acres of land and would be subject to Board of Adjustment for final approval.

Tyler Till stated he recently purchased the property at 1301 South K Street which has 4.37 acres. He would like to use one of the buildings as a bed and breakfast. He has spoken with several community members and has their support saying the city needs a facility like this for visitors.

Butler questioned the need for three acres of land to allow the bed and breakfast use. Burgin stated R-1 zoning is the most restrictive zoning classification. Some people do not want to live next to a home business and R-1 zoning allows for that comfort.

Motion was made by Piper and seconded by Donaghy to amend R-1 zoning to allow Bed and Breakfast establishments on a minimum of 3 acres as a special exception to the Board of Adjustment. Question was called for and on voice vote Ayes: Butler, Coleman, Donaghy, Farris, Opie, Ormsby, Piper, Rabe and Soldwisch. Nays: None.

Consider amendment to R-1, R-2, R-3 and R-4 zoning classification that would require 15 day written notification to property owners within 200' of development of sites exceeding 1 acre or more, as well as Planning and Zoning Commission recommendation and City Council approval.

Chuck stated the key purpose of the change is to allow existing residents within a neighborhood an opportunity to comment on development of sites exceeding one acre or more within A-1, R-1, R-2, R-3 and R-4 zoning classifications prior to a building permit being issued. He further highlighted the uses that should be exempt from the requirement.

Butler questioned the basis for the proposed exemptions. Burgin stated the basis was determined by the affect to a neighborhood and the likelihood of the development in Indianola.

Farris questioned the exemption of two-family dwellings within the R-2 zoning classification. Burgin stated there are numerous existing duplexes within R-2 zoning on more than one acre that have concerned the residents in the neighborhood. This change would not necessarily stop the construction, but would allow for the residents within 200' the opportunity to view the plans and voice support or concern for the development. Farris also questioned the elderly and persons with disabilities exemption within R-3

zoning. Burgin stated this comes from a request several years ago which allowed for less off-street parking for this type of development.

Piper exited meeting.

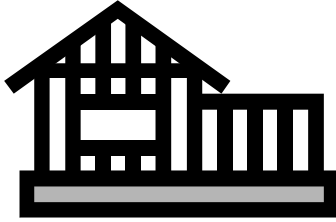
Commission agreed staff will work with the City Attorney to draft an ordinance for Council approval.

Motion was made by Donaghy and seconded by Butler to amend R-1, R-2, R-3 and R-4 zoning classification that would require 15 day written notification to property owners within 200' of development of sites exceeding 1 acre or more, as well as Planning and Zoning Commission recommendation and City Council approval. Question was called for and on voice vote Ayes: Butler, Coleman, Donaghy, Farris, Opie, Ormsby, Piper, Rabe and Soldwisch. Nays: None.

Meeting adjourned on a motion by Coleman and seconded by Opie.

Bob Ormsby, Chairperson

Mindi Robinson



To: Planning and Zoning Commission
From: Chuck Burgin, Director of Community Development
Subject: March 11, 2014 Meeting

Welcome new P & Z members Al Farris and Josh Rabe

Item # 4 Consider changing North and South Howard and Buxton, from Highway 92 to Kentucky Avenue, from one-way to two-way traffic.

Several pieces of information are included in your packet including Council minutes from 1970 to 1973 regarding one-way street changes. These minutes provide a little history of the one-way streets. Emails from Police Chief, Fire Chief and Street Superintendent regarding two-way traffic, map of the Square indicating traffic flow if a change to two-way were approved, memo indicating traffic accidents from 2005 to present and estimated cost of modifying traffic signals at the intersection of Highway 92 and South Buxton.

I have also enclosed copies of all the surveys and e-mails we have received since the public input meeting held in February. The survey sheets have been reviewed to minimize duplications. Listed below are the results, including the surveys received from the City Manager's input meetings.

CITY MANAGER MEETNGS

Oppose 18
Support 4
Indifferent 4

PLANNING AND ZONING

Oppose 18 (including emails)
Support 4 (including emails)

From the survey information and discussion at all the input meetings, it is clear the majority of the citizens oppose the change to two-way traffic. The police, fire and street department all have commented they could work with the streets regardless of the outcome of the final decision. As I stated in the February meeting, there are several pros in changing the streets back to two-way.

The pros:

1. Less confusion for out of town drivers visiting and not familiar with the traffic patterns.
2. An argument can be made the speed of traffic will be reduced on two-way streets.
3. The closure of the portion of C Street that was one-way, and the portion of D Street being converted to two-way, provides additional consistency with all the remaining streets in the community.

The cons:

1. Short term confusion for citizens to change traffic habits.
2. Cost of signage and modifying traffic signals to change back to two-way.
3. The majority of citizens responding believe the change is not warranted.
4. No data indicating the change is necessary.

Your recommendation, as always, should be based on what you feel is in the best interest for the community.

Item # 5 Consider changing a portion of North C Street, 174' South of West Girard, from one-way to two-way traffic.

With Simpson College's purchase of the majority of North C Street between Clinton and Girard, they are planning to reconstruct the purchased area into a pedestrian walkway early this spring. However, the North 174' lying south of Girard Avenue has not been purchased and will remain a public street. (See enclosed map) This portion of the street will need to revert back to two-way traffic. The purchase and closure has created a short dead-end for now. Simpson is still working on acquiring the remaining portion of property with frontage to C Street that will eventually close the remaining portion. The Police Chief, Fire Chief, Street Superintendent and Community Development all recommend the change.

Item # 6 Consider request from Larry McConnell to seek an Alternate Method of Approval of the Site Plan Ordinance for his property at 2008 East 2nd Avenue.

Enclosed is a letter requesting the alternate approval process, site plan of the lot, building elevations indicating the type of exterior siding being used, and an aerial photo of the site. Because the lot has highway frontage, the Architectural Standard of the Site Plan Ordinance does apply. Meaning 100% of the front and 30% of the sides of the buildings are required to have an approved exterior material other than the metal siding that is proposed. Furthermore, because the McConnell property is zoned C-2 and the adjacent properties to the east, west and north are zoned residential, a buffer is required between the two different zoning classifications. There are three different buffer designs that can be used in this situation, the first is a 5' tall earth berm with limited trees and shrubs, the second is a higher density of trees and shrubs without the berm and the third is a 6' opaque wooden or masonry fence.

As the enclosed letter states, the majority of all the buildings will not be visible from the highway due to obstruction of the existing building on the same site and the difference in elevation. Furthermore, the majority of the walls of the buildings being constructed (see attached building elevations) will consist of overhead doors which are not regulated by the architectural design standard.

As for the buffer requirement, the owner has indicated that he is considering a security fence around the complex. He will be asking to either comply with the buffer requirement or be allowed to place a minimum of a 6' chain link fence with vinyl/metal slats. The slats would serve to buffer the complex. Nevertheless, the commission needs to address the issue.

All other requirements of the Site Plan Ordinance have been met. If approved, the motion should include your reasoning for the approval, such as limited visibility of the proposed building from the highway, etc. I recommend approval of the request.

Item # 7 Consider request from Tyler Till to amend R-1 zoning classification to allow Bed and Breakfast establishments on a minimum of 3 acres as a special exception to the Board of Adjustment.

Enclosed is the letter requesting the amendment to the R-1 zoning classification. Tyler Till has recently purchased the property at 1301 South K Street, which lies on 4.37 acres. (See map) Uses such as Bed and Breakfast are currently permitted within A-1, R-3 and R-5 zoning classifications with no restrictions. They are also allowed within R-1 zoning with the following conditions: **Special Exception of Uses and Structure requiring Board of Adjustment approval.**

“Bed and Breakfast, provided that (a) if the use ceases for more than six months or the titleholders of the property changes, the use shall revert back to a permitted principal use; (b) occupancy is limited to four guests units (e.g. families, couples or individuals); (c) required off-street parking shall be one space for each guest unit and two spaces for the resident; (d) signage is limited to a maximum of three square feet mounted flush to the building; (e) require 10 day written notification to property owners within 200' of the proposed location before Board of Adjustment hearing; (f) no meals served to people other than overnight guests; and (g) the entire property be located within 600 feet of the Simpson College Campus bounded by Clinton Avenue, E Street, Girard Avenue and Buxton Street.”

As you can tell, this particular amendment to the zoning ordinance was written for an individual who wanted to place a B & B within the Simpson College campus area. If approved, this section would change allowing Bed and Breakfast establishments for Dwellings on a minimum of 3 acres of land, and would still be subject to the Board of Adjustment Commission for final approval.

FYI – The Board of Adjustment is a five member commission, appointed by the Mayor, whose powers include allowing special uses, as well as grant variances on setback requirements and can appeal the zoning administrator's decision. The board reviews each applicant's request and determines if the use requested is appropriate for the neighborhood.

As for the request, I have included a city map which indicates the areas in town that are zoned R-1. After reviewing these areas, we have identified 13 properties with single family dwellings exceeding 3 acres this change may affect. If approved, the amendment would affect fewer properties than the current area allowed around Simpson campus already allowed in R-1 zoning.

I have always been an advocate for keeping R-1 zoning more restrictive for those individuals who appreciate living in an area where home businesses and other uses are restricted. However because of the minimum 3 acre lot area and it already being listed as a special exception in R-1 for the campus area, I feel the change has a minimal affect to R-1 zoning. I recommend approval of the request.

Item # 8 Consider amendment to R-1, R-2, R-3 and R-4 zoning classification that would require 15 day written notification to property owners within 200' of development of sites exceeding 1 acre or more, as well as Planning and Zoning Commission recommendation and City Council approval.

In the February meeting, there was a consensus from the commission to include A-1 (Agriculture), R-1 (single family) and R-2 (one and two family) to the proposed amendment which included R-3 (Mixed Residential) and R-4 (Multi-Family) zoning classifications. Furthermore, I was to compile a list of permitted uses from all the zoning classifications for the commission to review and possibly exempt from the notification process and approval requirement. Listed below are the uses allowed in each classification. I have highlighted the uses I feel should be exempt from the requirement.

A-1 Agriculture

1. Agriculture, horticulture, dairy, livestock, and poultry and general farming.
2. Single-family dwellings
3. Parks, playgrounds or play fields
4. Fairgrounds
5. Cemetery or mausoleum
6. Elementary or secondary schools
7. Churches and Temples
8. Golf courses and country clubs except miniature courses or driving ranges operated for a profit
9. Community meeting or recreation building
10. Railroads, public utilities and communication towers
11. Bed and Breakfast

12. The above permitted principal uses and structures are allowed on existing approved subdivision lots regardless of lot width and area

13. Additions and general improvements to existing permitted principal uses and structures prior to the effective date of Ordinance No. 1431

R-1 Single Family Residential

1. Single-family dwellings

2. Parks, playgrounds or play fields

3. Community meeting or recreation building

4. Elementary or secondary schools

5. Churches and temples

6. Two-unit dwelling for members of the same family subject to the special requirements listed below

R-2 Single and Two-Family Residential

1. Single-family dwellings

2. Two-family dwelling

3. Community meeting or recreation building

4. Parks, playgrounds or play fields

5. Elementary or secondary schools or college

6. Private kindergartens and day nurseries

7. Churches and temples

R-3 Mixed Residential

1. Single-family dwellings

2. Mobile homes converted to real estate

3. Two-family dwelling

4. Multiple-family dwellings

5. Elderly and persons with disabilities

6. Boardinghouse/bed and breakfast

7. Fraternity and sorority houses

8. College dormitory

9. Nursing, rest and convalescent homes

10. Hospitals and sanitariums, homes for orphans and aged on sites of one acre or more

11. Funeral parlors

12. Churches and temples

13. Elementary or secondary schools or college

14. Private kindergartens and day nurseries

15. Parks, playgrounds or play fields

16. Community meeting or recreation building

17. Public library

18. Residential care facility for not more than ten (10) developmentally disabled persons and any necessary support personnel

R-4 Multiple Family

1. Multiple-family dwellings
2. Elderly and persons with disabilities
3. Boardinghouse/bed and breakfast
4. Fraternity and sorority houses
5. College dormitory
6. Nursing, rest and convalescent homes
7. Hospitals and sanitariums, homes for orphans and aged on sites of one acre or more
8. Funeral parlors
9. Churches and temples
10. Elementary or secondary schools or college
11. Private kindergartens and day nurseries

12. Parks, playgrounds or play fields

13. Community meeting or recreation building

14. Public library

15. Residential care facility for not more than ten (10) developmentally disabled persons and any necessary support personnel

Please keep in mind, any of the uses listed above can be constructed on a site with less than one acre, and therefore would not be subject to the change.

Once the commission decides on the uses to exempt from the amendment, I will have the city attorney prepare the ordinance to reflect the commission's recommendation. If there is consensus among the commission members, I recommend you approve the change at the March 11th meeting.



Indianola
CONNECTING TO WHAT MATTERS



**Tyler Till request to amend R-1 Zoning
for B & B for sites on 3 acres or more**

CITY OF INDIANOLA, IOWA

Ordinance No. _____

AN ORDINANCE AMENDING THE CITY CODE OF ORDINANCES OF THE CITY OF INDIANOLA, IOWA, CHAPTER 165, ZONING REGULATIONS, TO PERMIT A SPECIAL EXCEPTION TO BOARD OF ADJUSTMENT APPROVAL FOR USE OF STRUCTURE FOR BED AND BREAKFAST IN R-1 ZONING DISTRICTS

WHEREAS, the Code of Indianola, Iowa, currently allows buildings to be used for Bed and Breakfast purposes in A-1, R-3, and R-5 zoning classifications with no restrictions, and in R-1 districts under specific special exception for the area within 600 feet of Simpson College circumscribed by Clinton, “E,” Girard, and Buxton Streets; and

WHEREAS, a property owner has requested consideration of an ordinance amending Chapter 165 that would allow a special exception to be considered by the Board of Adjustment for a Bed and Breakfast in R-1 districts for properties on more than 3 acres of land; and

WHEREAS, the Planning and Zoning Commission met on March 11, 2014, to consider the requested amendment, and has determined such special exception as set forth below has a minimal impact on existing properties within the City with a R-1 classification and is of general benefit to the City, and recommends amending the Code of Ordinances to allow the request.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF INDIANOLA, IOWA:

Section 1. Indianola Code Section 165, “R-1 Single Family Residential District Regulations,” is hereby amended by deleting and adding the following language to “Special Exception Uses and Structures:”

Subject to Section 165.35(2) and the other requirements contained herein, the Board of Adjustment may permit the following:

4. Bed and Breakfast, provided that (a) if the use ceases for more than six months or the titleholders of the property changes, the use shall revert back to a permitted principal use; (b) occupancy is limited to four guests units (e.g. families, couples or individuals); (c) required off-street parking shall be one space for each guest unit and two spaces for the resident; (d) signage is limited to a maximum of three square feet mounted flush to the building; (e) require 10 day written notification to property owners within 200’ of the proposed location before Board of Adjustment hearing; (f) no meals served to people other than overnight guests; and (g) the entire property ~~to be~~ is either located within 600 feet of the Simpson College Campus bounded by Clinton Avenue, E Street, Girard Avenue and Buxton Street, or the lot size is 3 acres or more.

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

Section 3. This ordinance shall be in full force and effect after passage, approval and publication as provided by law.

PASSED AND ADOPTED at Indianola, Iowa, this ____ day of _____, 2014.

APPROVED this ____ day of _____, 2014.

Kelly B. Shaw, Mayor

ATTEST:

Diana Bowlin, City Clerk

First reading: _____

Second reading: _____

Third reading: _____

Publication Date: _____

Information

Subject

An amendment to A-1, R-1, R-2, R-3 and R-4 zoning classification that would require 15 day written notification to property owners within 200' of development of sites exceeding one acre or more, as well as Planning and Zoning Commission recommendation and City Council approval (P&Z approved unanimously on March 11, 2014)

Information

At the February P&Z meeting, there was a consensus from the Planning and Zoning Commission to include A-1 (Agriculture), R-1 (single family) and R-2 (one and two family) to the proposed amendment which included R-3 (Mixed Residential) and R-4 (Multi-Family) zoning classifications. The amendment would require a 15 day written notification to property owners within 200' of development sites exceeding 1 acre or more, as well as P&Z Commission recommendation and City Council Approval.

Chuck Burgin recommended and the P&Z unanimously approved to amend A-1, R-1, R-2, R-3 and R-4 zoning classification at the March 11, 2014 meeting.

Simple motion for the first consideration is in order.

Attachments

Ordinance

CITY OF INDIANOLA, IOWA

Ordinance No. _____

AN ORDINANCE AMENDING THE CITY CODE OF ORDINANCES OF THE CITY OF INDIANOLA, IOWA, CHAPTER 165, ZONING REGULATIONS, TO PROVIDE ADDITIONAL REQUIREMENTS FOR DEVELOPMENT ON MORE THAN ONE ACRE IN A-1, R-1, R-2, R-3, AND R-4 ZONING CLASSIFICATIONS

WHEREAS, residents have expressed the desire to have the opportunity for special notice prior to new development initiatives when such development is on a lot size exceeding one acre and is within 200 feet of their residential property; and

WHEREAS, the Planning and Zoning Commission met on March 11, 2014, to consider a proposal to amend zoning regulations to reflect additional approval requirements to promote development consistent with the purpose to encourage the most appropriate use of land throughout the City in accordance with the City's comprehensive plan; and

WHEREAS, the Commission has made a recommendation to Council to amend Chapter 165 to alleviate concerns associated with prior notice for large development initiatives; and

WHEREAS, a notice was published and a hearing held in accordance with law, and the City Council now deems it reasonable and appropriate to amend Chapter 165 accordingly.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF INDIANOLA, IOWA:

Section 1. Indianola Code Section 165, "A-1 Agricultural District Regulations," is hereby amended by adding the following new subsection concerning development of a lot size exceeding one acre:

Special Requirements for Residential Development on lot exceeding One (1) Acre:

1. All proposals for residential development shall be submitted to the Planning and Zoning Commission for review.
2. Notice of the proposed site plan for residential development shall be mailed to all property owners of record located within 200 feet of the proposed site for development 15 days prior to the next Planning and Zoning Commission meeting.
3. Planning and Zoning shall make a recommendation to Council for action.
4. The following applicants shall be excluded from the forgoing special requirements: Agriculture, horticulture, dairy, livestock, and poultry and general farming; single-family dwellings; parks, playgrounds, or play fields, cemetery or mausoleum; golf courses and country clubs except miniature course or driving ranges operated for a profit; railroads,

public utilities and communication towers; bed and breakfast; additions and general improvements to the above existing permitted principal uses and structures prior to the effective date of Ordinance No. 1431.

Section 2. Indianola Code Section 165, “R-1 Single Family Residential District Regulations,” is hereby amended by adding the following new subsection concerning development of a lot size exceeding one acre:

Special Requirements for Residential Development on lot exceeding One (1) Acre:

1. All proposals for residential development shall be submitted to the Planning and Zoning Commission for review.
2. Notice of the proposed site plan for residential development shall be mailed to all property owners of record located within 200 feet of the proposed site for development 15 days prior to the next Planning and Zoning Commission meeting.
3. Planning and Zoning shall make a recommendation to Council for action.
4. The following applicants shall be excluded from the forgoing special requirements: single-family dwellings; Parks, playgrounds, or play fields; and two-unit dwellings for members of the same family.

Section 3. Indianola Code Section 165, “R-2 Single and Two-Family Residential District Regulations,” is hereby amended by adding the following new subsection concerning development of a lot exceeding one acre:

Special Requirements for Residential Development on lot exceeding One (1) Acre:

1. All proposals for residential development shall be submitted to the Planning and Zoning Commission for review.
2. Notice of the proposed site plan for residential development shall be mailed to all property owners of record located within 200 feet of the proposed site for development 15 days prior to the next Planning and Zoning Commission meeting.
3. Planning and Zoning shall make a recommendation to Council for action.
4. The following applicants shall be excluded from the forgoing special requirements: single-family dwellings; and Parks, playgrounds, or play fields.

Section 4. Indianola Code Section 165, “R-3 Mixed Residential District Regulations,” is hereby amended by adding the following new subsection concerning development of a lot exceeding one acre:

Special Requirements for Residential Development on lot exceeding One (1) Acre:

1. All proposals for residential development shall be submitted to the Planning and Zoning Commission for review.

2. Notice of the proposed site plan for residential development shall be mailed to all property owners of record located within 200 feet of the proposed site for development 15 days prior to the next Planning and Zoning Commission meeting.
3. Planning and Zoning shall make a recommendation to Council for action.
4. The following applicants shall be excluded from the forgoing special requirements: single-family dwellings; Mobile homes converted to real estate; Parks, playgrounds, or play fields; and public library.

Section 5. Indianola Code Section 165, "R-4 Multiple Family District Regulations," is hereby amended by adding the following new subsection concerning development of a lot exceeding one acre:

Special Requirements for Residential Development on lot exceeding One (1) Acre:

1. All proposals for residential development shall be submitted to the Planning and Zoning Commission for review.
2. Notice of the proposed site plan for residential development shall be mailed to all property owners of record located within 200 feet of the proposed site for development 15 days prior to the next Planning and Zoning Commission meeting.
3. Planning and Zoning shall make a recommendation to Council for action.
4. The following applicants shall be excluded from the forgoing special requirements: Parks, playgrounds, or play fields; and public library.

Section 6. All ordinances or parts of ordinances in conflict with the provisions of this ordinance are hereby repealed.

Section 7. This ordinance shall be in full force and effect after passage, approval and publication as provided by law.

PASSED AND ADOPTED at Indianola, Iowa, this ____ day of _____, 2014.

APPROVED this ____ day of _____, 2014.

Kelly B. Shaw, Mayor

ATTEST:

Diana Bowlin, City Clerk

First reading: _____

Second reading: _____

Third reading: _____

Publication Date: _____

Information

Subject

Changing North and South Howard and Buxton, from Highway 92 to Kentucky Avenue from one way to two way traffic (P&Z denied on March 11, 2014)

Information

In your packet is the P&Z minutes and Chuck Burgin's memo regarding changing North and South Howard and Buxton, from Highway 92 to Kentucky Avenue from one way to two way traffic (P&Z recommended on a 6-3 vote to deny the request for two-way traffic on March 11, 2014). Also included are the following:

- Council minutes from 1970 to 1973 regarding one-way street changes which provides a little history of the one-way streets
- Emails from Police Chief, Fire Chief and Street Superintendent regarding two-way traffic
- Map of the Square indicating traffic flow if a change to two-way were approved
- Memo indicating traffic accidents from 2005 to present and estimated cost of modifying traffic signals at the intersection of Highway 92 and South Buxton
- Copies of all the surveys and e-mails received since the public input meeting held in February. The survey sheets have been reviewed to minimize duplications. Listed below are the results, including the surveys received from the City Manager's input meetings.
 - CITY MANAGER MEETINGS
 - Oppose 18
 - Support 4
 - Indifferent 4
 - PLANNING AND ZONING
 - Oppose 18 (including emails)
 - Support 4 (including emails)

Simple motion for the first consideration is in order.

Attachments

Ordinance

Council Minutes 1970-1973

Emails Police, Fire, Street

Map

Vehicle Accidents Estimate Cost

Survey-1

Survey-2

ORDINANCE NO. -_____

AN ORDINANCE AMENDING THE TRAFFIC CONTROL PROVISIONS OF THE MUNICIPAL CODE OF THE CITY OF INDIANOLA, IOWA, BY CHANGING HOWARD STREET FROM HIGHWAY 92 TO KENTUCKY AVENUE TO ALLOW SOUTHBOUND VEHICULAR TRAFFIC, AND BUXTON STREET FROM HIGHWAY 92 TO KENTUCKY AVENUE, TO ALLOW NORTHBOUND TRAFFIC

WHEREAS, Howard Street from Highway 92 to Kentucky Avenue is currently designated as a one-way, northbound street; and

WHEREAS, Buxton Street from Kentucky Avenue to Highway 92 is currently designated as a one-way southbound street; and

WHEREAS, a proposal to allow two-way vehicular traffic on Howard Street from Highway 92 to Kentucky Avenue and Buxton Street from Kentucky Avenue to Highway 92 was submitted to the Planning and Zoning Commission on March 11, 2014; and

WHEREAS, the Planning and Zoning Commission recommended that Council not adopt an ordinance establishing the proposed change to traffic flow on the aforementioned streets; and

WHEREAS, a notice was published and a hearing was held on April 7, 2014, as provided by law, and the City Council now deems it reasonable and appropriate to amend the One-Way Street Traffic Control Ordinance to allow two-way traffic on Howard and Buxton Streets.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF INDIANOLA, IOWA:

Section 1: That the Appendix to the Municipal Code of the City of Indianola, Iowa, Appendix, Traffic Control, be and it is hereby amended deleting the following language to “One-Way Streets and Alleys”:

4. Howard Street from Highway 92 to Kentucky Avenue shall be northbound only.
5. Buxton Street from Kentucky Avenue to Highway 92 shall be southbound only.

Section 2: That appropriate signage shall be modified or replaced as necessary in accordance with this Ordinance.

Section 3: All ordinances or parts of ordinances in conflict with the provisions of this ordinance are hereby repealed.

Section 4: This ordinance shall be in full force and effect after its passage, approval and publication as provided by law.

PASSED AND APPROVED this _____ day of _____, 2014.

Kelly B. Shaw, Mayor

ATTEST:

Diana Bowlin, City Clerk

First reading: _____
Second reading: _____
Third reading: _____
Publication Date: _____

3. Will the proposed highway improvement have an adverse effect on the existing land use and if so what?
The proposed highway improvement will not have any adverse effect on the use of this park.
4. Will the proposed highway improvement have a minimal effect on the land use?
Yes, the location of this park adjoining U. S. Highway No. 69 will maximize the use of this park both by local citizens and the traveling public. There has been many comments by people traveling through Indianola about what a nice park we have that is available to travelers.
5. Will the affected agency be receptive to the sale of needed land for highway purposes?

Yes.

I believe this has answered all your questions. If we can be of further service to you please let us know.

Very truly yours,

S/ Kenneth E. Smith,
City Clerk

KES/t"

Moved by Schultz, seconded by Davey to approve the request by Northwestern Bell Telephone Company of August 11, 1970, to cross Highway #92 with cable. On roll call the vote was, AYES: Schultz, Pickup, Maynard, Davey and Cozad. NAYS: None. Whereupon the Mayor declared the motion carried.

Moved by Maynard, seconded by Davey to set Tuesday, September 8, 1970 at 7:00 P.M. for the first regular Council meeting in September because of Labor day being on the first Monday. On roll call the vote was, AYES: Schultz, Pickup, Maynard, Davey and Cozad. NAYS: None. Whereupon the Mayor declared the motion carried.

A petition was presented to the City Council, signed by 16 citizens living along Kenwood Road, requesting paving from Highway 92 to Salem Avenue. The Council will consider the request.

At this time Ordinance No. 353 was given the first reading. It was moved by Schultz, seconded by Cozad to suspend the rules requiring an ordinance to be read on three different days. On roll call the vote was, AYES: Schultz, Pickup, Maynard, Davey and Cozad. NAYS: None. Whereupon the Mayor declared the motion carried.

Moved by Davey, seconded by Pickup to adopt Ordinance No. 353 entitled, "AN ORDINANCE AMENDING SECTION 28.7 OF THE MUNICIPAL CODE OF INDIANOLA, IOWA, AND PROVIDING FOR THE DESTRUCTION OF OFFENSIVE WEEDS AND GROWTH WITHIN THE CITY OF INDIANOLA." On roll call the vote was, AYES: Schultz, Pickup, Maynard, Davey and Cozad. NAYS: None. Whereupon the Mayor declared the motion carried.

Moved by Pickup, seconded by Cozad to approve one way traffic, North on Howard Street and South on Buxton Street for the detour in Indianola during construction on Highway 65-69. The detour to begin at East Iowa Avenue and end at East 3rd Avenue. Also, that East Ashland and East Euclid be left open at all times for necessary traffic. On roll call the vote was, AYES: Schultz, Pickup, Maynard, Davey and Cozad. NAYS: None. Whereupon the Mayor declared the motion carried.

Council adjourned on the motion by Pickup, seconded by Davey.


A. L. Miner, Mayor


Kenneth E. Smith, City Clerk

The City Council of the City of Indianola, Iowa, met in regular session in the Council Room at 7:00 P.M. on November 15, 1971. Mayor A. L. Miner called the meeting to order and on roll call the following Councilmen were present: Chester H. Schultz, H. W. Heilman, Jr., Olin Pickup, Robert Maynard, and Jacob Cozad. Absent: Robert Davey.

The minutes of November 1, 1971 were approved.

Mr. Jim Hoyman, spokesman for the Indianola Chamber of Commerce, proposed a change in the detour route of Highway 65-69. The suggested change is traffic one-way North on 1st Street and South on C Street. Several facts have changed since the detour route was first located, Mr. Hoyman stated. Some of these are the acquisition of the Masonic Building by the Indianola School District and the moving of Laverty's Elevator.

Dr. Carol Seevers, Superintendent of the Indianola Independent School District stated that about 200 children will be crossing North Buxton between the Junior High School and the annex on the East side of the street, every hour from 8:00 A.M. to 3:30 P.M. Frank Ford Jr., stated that traffic at the Hy-Vee Food Store and past the store on North Howard is 21,000 to 23,000 cars each week.

Eugene T. Smith stated that the traffic count on Highway 65-69 was a peak of 1,000 cars per hour and a low of 400 cars per hour on an average day. Jerry Harmison, Secretary-Manager of the Chamber of Commerce, also stated the traffic volume and congestion caused by the detour through the business district would be very dangerous. Chief of Police Earl Pace cited the danger of such a volume passing the school and through the business district. He thought that probably traffic lights will be needed at the school. Vern Borcharding would rather have had the detour east of Highway 65-69 and second choice would be North on 1st Street.

Moved by Pickup, seconded by Maynard to approve the following project agreement for primary road extension for Project No. U-69-3(3)--40-91, Agreement No. 71-A-203 and authorize the Mayor to sign for the City of Indianola and the City Clerk to attest thereto. On roll call the vote was, AYES: Schultz, Heilman, Pickup, Maynard and Cozad. NAYS: None. Whereupon the Mayor declared the motion carried, and the agreement approved, to-wit:

IOWA STATE HIGHWAY COMMISSION

PROJECT AGREEMENT FOR PRIMARY ROAD EXTENSIONS

City Indianola
County Warren
Project No. U-69-3(3)--40-91
Iowa State Highway Commission
Agreement No. 71-A-203

This AGREEMENT, entered into by and between the Iowa State Highway Commission, hereinafter designated the "STATE" and the City of Indianola, Iowa, hereinafter designated the "CITY",

WITNESSETH: that

WHEREAS, the STATE, in accordance with the provisions of Chapters 306 and 306A, and Sections 313.21 and 314.5 of the Code of Iowa, 1971, as amended, proposes to establish or improve an extension of Primary Road No. U.S. 69 as a controlled access facility within the City of Indianola, Iowa; and

WHEREAS, the STATE, in cooperation with the CITY, has prepared final plans for said extension covering the following described highway work (hereinafter called the "Project"): for the grading, draining and 10 inch thick P.C.C. paving (49 feet back of curb to back of curb) along U.S. 69 (U.S. 65 and Jefferson Way) from Station 529+00 (118 feet south of Second Avenue) north to the north corporation line at Station 583+96.0; and along Second Avenue (Iowa 92) from Station 1523+00 (116 feet west of Jefferson Way) east to Station 1531+00 (75 feet west of South 4th Street); together with tapers (at the east and west ends of the new Second Avenue paving) to meet the existing paving to the east and to the west and at the south end of the new Jefferson Way paving to meet the existing paving to the south, and

WHEREAS, said final plans, now on file in the Office of the City Clerk of Indianola, have been submitted to and formally approved by the CITY, and such approval of final Project is hereby acknowledged and confirmed; and

WHEREAS, the STATE and the CITY are willing to jointly participate in said Project, in the manner hereinafter provided, pursuant to Section 306A, 7 of said Code of Iowa which authorizes agreements between municipalities and the Iowa State Highway Commission respecting the financing, planning, establishment, improvement, maintenance, use and regulation of controlled access facilities;

NOW THEREFORE, in consideration of these premises and the mutual covenants hereinafter set forth, it is hereby agreed as follows:

1. The STATE will develop and construct the Project, as hereinabove described, in accordance with said final plans, and bear all costs incident thereto, including expense for right of way acquisition and utility relocations or alterations, except those costs for which the CITY is made specifically liable hereunder.
2. The CITY will make available to the STATE in connection with said Project all lands and properties owned by the CITY and used, as of the effective date of this Agreement, for street or alley purposes; and shall also make available other CITY owned lands, subject to reimbursement by the STATE for the value of the improvements on such other CITY owned lands.
3. The CITY will effect whatever steps may be required to legally establish the grade lines of the new highway facilities constructed under said Project, and shall pay or cause to be paid all damages resulting therefrom, all in accordance with the provisions of Sections 389.22 et seq. of said Code of Iowa.
4. Subject to the approval of the STATE, the CITY shall effectuate all relocations, alterations, adjustments, or removals of utility facilities, including power, telephone and telegraph lines, water mains and hydrants, curb boxes, sanitary sewers, and related poles, installations and appurtenances, whether privately or publicly owned, and all parking meters, traffic signals and other facilities, which are located within the limits of an established street or alley and which will interfere with construction of the Project. All such changes shall be performed in accordance with the Utilities Accommodations Policies and other applicable requirements of the STATE.
5. The CITY agrees to permit the removal of any trees within the limits of the established street that will interfere with the construction of the Project. Clearing and grubbing will be performed by the STATE at its own expense.
6. Any and all storm sewers constructed by the STATE as a part of said Project shall become the property of the CITY which shall be responsible for their maintenance and operation. In addition, the CITY shall not make any connections to said storm sewers without the prior written approval of the STATE, and the CITY shall take all appropriate measures to prevent use of such storm sewers as a sanitary sewer.
7. Except as otherwise herein provided, the CITY shall take all necessary legal action to discontinue and prohibit any use of Project right of way for business purposes including, but not limited to, gas pumps, storage tanks, theater ticket sales, drive-in services, etc. However, awnings, canopies, marquees, advertising signs, and similar installations which were in place prior to the 17th day of October, 1966, the date of the Resolution by the CITY approving the preliminary Project plan, and which facilities are supported entirely from outside said Project right of way, may be permitted to remain if, in the opinion of the STATE, they do not obstruct the view of any portion of the public highway or street, or any railroad track, or the traffic signs or traffic control devices located thereon. Any subsequent changes in, or new construction or reconstruction of, such installations or facilities shall fully comply with STATE requirements pertaining to new construction.
8. Subject to the provisions of Paragraph 7 hereof, the CITY shall prevent any future encroachment or obstruction within the limits of project right of way, and shall prevent the erection of any private signs on said right of way, and on private property, which may overhang the right of way, or which obstruct the view of any portion of said highway, street or railroad track, or the traffic signs or traffic control devices located thereon, in such a manner as to render them dangerous within the meaning of Section 319.10 of said Code of Iowa.
9. Consistent with the provisions of Section 321.348 of said Code of Iowa, the CITY shall prevent the closing or obstruction, whether partial or

total; of any street or highway constructed or established as a primary road extension hereunder, except at times of fires or for the purpose of doing construction or repair work thereon, or for other reasons with the consent of the STATE.

10. It is understood and agreed that no new or future utility occupancy of Project right of way, nor any future relocations of or alterations to existing utilities within such limits, shall be permitted or undertaken by the CITY without the prior written consent of the STATE, and all work so permitted or undertaken shall be performed in accordance with the Utilities Accommodation Policies and other applicable requirements of the STATE.
11. Since this Project is to be partly financed with Federal funds, the CITY shall take whatever action may be necessary to comply with the applicable Federal Laws and Regulations.
12. The CITY agrees that traffic, during construction of the Project, may be detoured over the following streets: Along South Fourth Street from East Second Avenue to East Fourth Avenue. Along East and West Fourth Avenue from South Fourth Street west to South Buxton Street. Along Howard Street (northbound traffic only) and along Buxton Street (southbound traffic only) from South Fourth Avenue north to Iowa Avenue. Along Iowa Avenue from North Buxton Avenue east to just across North Jefferson Way.

The CITY agrees to "round off" three corners along the proposed detour (by adding a 25+ foot radius curve) at the intersections of: South Fourth Street and East Fourth Avenue (corner in the northwest quadrant); East Fourth Avenue and South Howard Street (corner in the northeast quadrant); and North Howard Street and East Iowa Avenue (corner in the southeast quadrant). Upon completion of this construction and after verification that all expenses relating to the cost of same have been paid, the City shall prepare and submit to the State a detailed statement of costs incurred by the City hereunder. If it is in proper form and the costs are reasonable, the State shall promptly reimburse the City in the full amount of the bill (estimated to cost \$2,600.).

The CITY will pass the required ordinances to permit the STATE to erect and maintain signs according to Part V of the Manual of Uniform Traffic Control Devices for Streets and Highways, as necessary to direct traffic on the aforesaid streets during said construction period. The STATE will furnish, erect and maintain such signs along a given detour street and remove the same whenever such detour is discontinued. It is understood that the STATE will not provide new, nor surface or maintain existing, temporary access ways serving, or intended to serve, properties which abut upon or are situated near the vicinity of the highway or street being constructed hereunder.

13. The CITY shall promptly impose, continue and maintain access control, parking restrictions and other appropriate regulations prescribed by the STATE after the new or modified facilities constructed for said Project have been completed and made operable. The CITY will notify by ordinary mail all owners of property abutting upon the highway or street facilities constructed hereunder of all access control, parking and other regulations and restrictions required by said Project, including those relative to relocation or adjustment of private sewer, water, gas and electric lines or facilities.

Access control covered under resolutions passed May 20, 1957 and August 18, 1958.

Parking restrictions covered by resolutions passed May 20, 1957 and October 17, 1966.

14. Within sixty (60) days after completion of the Project, the STATE shall determine and establish, on the basis of an engineering and traffic investigation, the reasonable and safe speed limits for vehicles using said highway extension facilities, in accordance with the authority contained in Section 321.290 of said Code of Iowa.
15. Upon completion of the Project, and subject to the prior written approval of the STATE, the CITY shall erect all necessary signing which affects directional traffic movements on said extension, in accordance with the Policies on Improvements and Maintenance on Urban Extensions of the Primary System.
16. The CITY further agrees, upon completion of the Project, that no changes

in the physical features thereof will be undertaken or permitted without the prior written consent of the STATE.

17. Except as provided by Paragraph 18 hereof, all costs incurred by the CITY in performing its obligations hereunder shall be borne exclusively by the CITY, without reimbursement by the STATE.
18. The CITY shall prepare and submit for STATE approval all plans necessary for installation of traffic signal protection facilities at the location(s) shown below. Upon such approval of plans by the STATE, the CITY shall provide all materials and services to complete said installations in accordance therewith, and shall initially bear all costs incident thereto. Upon completion of said installations, and approval thereof by the STATE, the CITY shall bill the STATE for a proportionate share of the costs of said installations as follows:

Location	State Share
U. S. 69 and Iowa 92 (Second Avenue)	65%
U. S. 69 and Salem Avenue	55%
U. S. 69 and Ashland Avenue	55%
U. S. 69 and Euclid Avenue	57%

Upon approval of such billing showing total costs incurred by the CITY for each installation, the STATE shall promptly reimburse the CITY for the applicable percentage of such costs as herein provided. In addition, it is understood and agreed that the CITY shall own, maintain and operate all of said installations, without expense to the STATE.

19. In addition to all other obligations of the CITY hereunder, it is agreed that the CITY shall reimburse the STATE for certain costs incurred by the STATE for said Project, said cost contribution of the CITY to be computed as follows: 80% of the actual cost (as determined from the project records) of the installation of the following longitudinal storm sewers:

15"Ø	(1500D) from E. 2nd Ave. to E. 1st. Ave.	256 ft.
RA-1	Manhole at E. 2nd Ave.	1
15"Ø	(2000D) across E. 1st Ave.	60 ft.
15"Ø	(1500D) from E. 1st Ave. to E. Salem Ave.	316 ft.
15"Ø	(2000D) across E. Salem Ave.	66 ft.
15"Ø	(1500D) from E. Salem Ave. to E. Ashland Ave.	288 ft.
15"Ø	(2000D) across E. Ashland Ave.	90 ft.
RA-1	Manhole at E. Ashland Ave.	1
18"Ø	(1500D) from E. Ashland Ave. to near E. Boston Ave.	234 ft.
24"Ø	(2000D) north to E. Boston Ave.	62 ft.
15"Ø	(3000D) under Rock Island Railroad	20 ft.
15"Ø	(1500D) from just north of R.R. south to E. Clinton	438 ft.
15"Ø	(2000D) across E. Clinton Ave.	86 ft.
15"Ø	(1500D) from E. Clinton Ave. to E. Boston Ave.	290 ft.
15"Ø	(2000D) across E. Boston Ave.	56 ft.
RA-1	Manhole at E. Euclid Ave.	1
15"Ø	(1500D) from E. Euclid Ave. to E. Franklin Ave.	242 ft.
15"Ø	(2000D) north to manhole at E. Franklin Ave.	12 ft.
RA-2	Manhole at E. Franklin Ave.	1
15"Ø	(2000D) connect intake to manhole at E. Girard Ave.	26 ft.
RA-2	Manhole at E. Girard Ave.	1
15"Ø	(1500D) south to E. Iowa Ave.	306 ft.
15"Ø	(2000D) across E. Iowa Ave.	94 ft.
15"Ø	(1500D) connection to box culvert	2 ft.
15"Ø	(1500D) north to N. C. L.	210 ft.
15"Ø	(2000D) across So. 3rd St.	64 ft.
15"Ø	(1500D) So. 3rd St. to alley	126 ft.
15"Ø	(1500D) alley to So. 4th Street	196 ft.

The cost of said installation is estimated to be \$28,000 for the CITY AND 7,000 for the STATE (Total \$35,000).

IN WITNESS WHEREOF, each of the parties hereto has executed this Project Agreement as of the date shown opposite its signature below.

CITY OF INDIANOLA

BY: S/ A. L. Miner
Title Mayor

November 15, 1971



February 18, 1972

Mr. Roger A. Wood
Director of Public Services
City of Indianola
Indianola, Iowa 50125

Dear Mr. Wood:

Receipt is acknowledged of your letter of February 10, 1972 requesting sale by Iowa Power to the City of Indianola of 2,000 kilowatts of contract power and energy for a minimum of six months--May 1 to November 1, 1972--under the terms of our Electric Interchange Agreement dated January 5, 1970 and the First Amendment to the Agreement dated July 6, 1972, to cover an anticipated deficiency in reserve capacity in the Indianola electric system.

Iowa Power has this capacity available for sale under the terms of our Interchange Agreement and the First Amendment thereto.

If this is satisfactory, it will be sufficient if the City will note its acceptance below and return the enclosed copy of this letter with such acceptance endorsed thereon to me. The City will then be billed at the rate of \$1.50 per kilowatt per month for the capacity, and 5 mills per kilowatt hour for any energy as provided in our Agreement.

Iowa Power is happy to be able to work with the City in our mutual interest.

Sincerely,

IOWA POWER AND LIGHT COMPANY

S/ J. R. Lyon, Senior Vice President

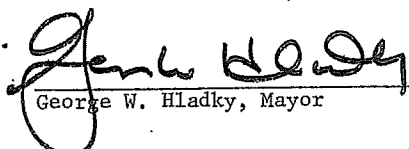
The above proposal is hereby accepted
this 26th day of February, 1972.

CITY OF INDIANOLA, IOWA

BY S/ George W. Hladky, Mayor

ATTEST: S/ Kenneth E. Smith, City Clerk

Council adjourned on the motion by Heilman seconded by Moyer.


George W. Hladky, Mayor


Russell I. Long, Deputy City Clerk

SPECIAL SESSION MARCH 1, 1972

March 1, 1972

The Council of Indianola, Iowa will meet on the above date in special session pursuant to law and the rules of said Council and in accordance with the terms of a Notice of Meeting, a copy of which was served on each member of the Council within the time required by law and accepted in writing by each member thereof, said notice of meeting being as follows:

NOTICE

Indianola, Iowa, March 1, 1972

TO: Melvin Moyer, H. W. Heilman, Jr., Clark C. Kellogg, O. B. Law,
Jacob Cozad and Helen Stump, Councilmen

Dear Sir:

You are hereby notified that a meeting of the Council of Indianola, Iowa, will be held on the 1st day of March, 1972 at 7:00 P.M. at the City Hall in Indianola, Iowa, for the purpose of considering a resolution regarding a change in the detour route through the City of Indianola, and for such other business as may come before the meeting.

Respectfully submitted,

S/ George W. Hladky, Mayor

Service of the foregoing notice is hereby acknowledged:

S/ Jacob O. Cozad
O. B. Law
Helen Stump
Clark C. Kellogg
Mel Moyer

The meeting was called to order by Mayor George W. Hladky and on roll call the following Councilmen were present: Clark C. Kellogg, Melvin Moyer, Helen Stump, O. B. Law and Jacob O. Cozad. Absent: H. W. Heilman, Jr.

It was moved by Stump and seconded by Law that due to circumstances beyond the control of the City Council (time, construction and weather) that the detour will remain as originally planned in the resolution adopted by the Council at the meeting on November 15, 1971, also that the City will take all possible precautions to secure the safety of the children along the detour route. On roll call the vote was, AYES: Kellogg, Moyer, Stump, Law and Cozad. NAYS: None. Whereupon the Mayor declared the motion carried.

It was moved by Moyer, seconded by Kellogg to adopt the following resolution:

RESOLUTION

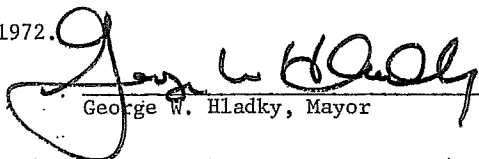
WHEREAS, the Iowa State Highway Commission is presently initiating a program for the widening of Highway 65-69, which will require a detour through the City of Indianola, Iowa and

WHEREAS, the City of Indianola has entered into various agreements with the Iowa State Highway Commission, agreeing to control traffic and parking to facilitate the flow of traffic on the detour route, and

WHEREAS, the Chief of Police of the City of Indianola is authorized under the provisions of Sections 54.21 and 54.28 of the Municipal Code of the City of Indianola to erect stop signs and no parking signs where traffic requires their erection,

BE IT RESOLVED that the Chief of Police of the City of Indianola, Iowa, is hereby authorized and directed to cooperate with the Iowa State Highway Commission by utilizing his powers granted under the above sections of the Municipal Code of the City of Indianola to control traffic in the manner and to the extent as the circumstances may demand.

Adopted this 1st day of March, 1972.

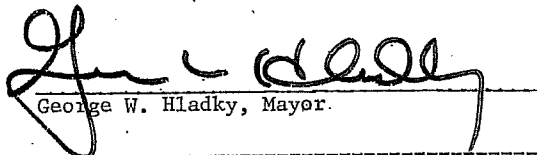

George W. Hladky, Mayor

ATTEST:


Kenneth E. Smith, City Clerk

On roll call the vote was, AYES: Kellogg, Moyer, Stump, Law and Cozad. NAYS: None. Whereupon the Mayor declared the resolution adopted.

Council adjourned on the motion by Cozad, seconded by Stump.


George W. Hladky, Mayor.


Kenneth E. Smith, City Clerk

REGULAR SESSION-MARCH 6, 1972

Indianola, Iowa, March 6, 1972

The Council of Indianola, Iowa, met on the above date in regular session pursuant to law and the rules of said Council and in accordance with the terms of a notice of meeting, a copy of which was served on each member of the Council within the time required by law and accepted in writing by each member thereof, said notice of meeting being as follows:

The Council of Indianola, Iowa will meet on the above date in special session pursuant to law and the rules of said Council and in accordance with the terms of a Notice of Meeting, a copy of which was served on each member of the Council within the time required by law and accepted in writing by each member thereof; said notice of meeting being as follows:

NOTICE

Indianola, Iowa, October 9, 1972

TO: Melvin Moyer, H. W. Heilman, Jr., Clark C. Kellogg, O. B. Law, and Jacob Cozad, Councilmen; and, Helen Stump, Councilwoman, Indianola, Iowa

You are hereby notified that a meeting of the Council of Indianola, Iowa, will be held on the 9th day of October, 1972 at 5:15 P.M. C.D.T., for the purpose of considering the recommendation of the Service Director, Roger Wood, to change the detour route from Iowa Avenue to Kentucky Avenue, to expedite the Highway 65-69 paving program, and for such other business as may properly come before the City Council.

Respectfully submitted,

S/ George W. Hladky, Mayor

Service of the foregoing notice is hereby acknowledged:

S/ Clark C. Kellogg
Helen Stump
Jacob O. Cozad
O. B. Law
H. W. Heilman, Jr.
Mel Moyer
Councilmen

The meeting was called to order by Mayor George W. Hladky and on roll call the following council members were present: Clark C. Kellogg, H. W. Heilman, Jr., Helen Stump, O. B. Law and Jacob O. Cozad. Absent: Melvin Moyer.

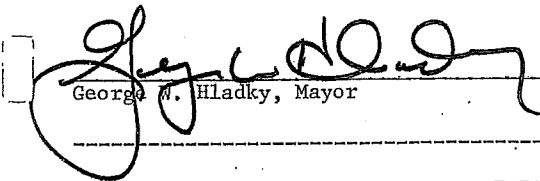
The meeting was turned over to Roger Wood, Service Director.

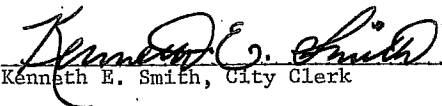
It was moved by Stump and seconded by law to approve changing the detour route from Iowa Avenue to Kentucky Avenue for a short period of time on the recommendation of the Iowa Highway Commission since this would save two to three weeks in the paving program schedule; also that any permanent damage would be assumed by the City. On roll call the vote was, AYES: Kellogg, Heilman, Stump, Law and Cozad. NAYS: None. Whereupon the Mayor declared the motion carried.

The Mayor advised the City Council of the open forum radio program on Thursday, October 12th at 7:00 P.M. on electric utilities and asked all councilmen to be present. Also to be present are Mayor George W. Hladky, Service Director Roger Wood and Superintendents Walt Penno and John Harrison.

It was the consensus of the Council that Roger Wood, Service Director have authority to make some decisions regarding the Highway 65-69 improvement, with the approval of Helen Stump.

Council adjourned on the motion by Cozad, seconded by Heilman.


George W. Hladky, Mayor


Kenneth E. Smith, City Clerk

SPECIAL SESSION-OCTOBER 16, 1972

The meeting was called to order by Mayor George W. Hladky and on roll call the following members were present: Clark C. Kellogg, H. W. Heilman, Jr., Melvin Moyer, Helen Stump, O. B. Law and Jacob O. Cozad. Absent: None.

The minutes of October 2nd and October 9, 1972 were approved.

Members of the Planning Commission, consisting of Chairman Wendell Tutt, R. E.

Moved by Kellogg, seconded by Moyer to approve the application for a permit for hauling garbage and refuse to Simpson College for one year. On roll call the vote was, AYES: Kellogg, Heilman, Moyer, Stump, Law and Cozad. NAYS: None. Whereupon the Mayor declared the motion carried.

Moved by Cozad, seconded by Law to approve the application for a cigarette permit to Rodney Cambron dba Rod's "66" Service at 209 South Jefferson. On roll call the vote was, AYES: Kellogg, Heilman, Moyer, Stump, Law and Cozad. NAYS: None. Whereupon the Mayor declared the motion carried.

Moved by Cozad, seconded by Law that by vote of the city employees (more than 75%) the employees hospital insurance plan be changed from Blue Cross & Blue Shield to Equitable Life Assurance Society of U.S. as agreed, effective date to be February 1, 1973, and instructed the City Clerk to notify Blue Cross & Blue Shield and the Equitable Life Assurance Society of U.S. of same. On roll call the vote was, AYES: Kellogg, Heilman, Moyer, Stump, Law and Cozad. NAYS: None. Whereupon the Mayor declared the motion carried.

Mr. E. A. (Curly) Richardson was present to advise the City Council that citizens are circulating a petition to pressure the Iowa Air Pollution Control against Lavery Elevator regarding dust particles coming from their elevator operations. He has spoken to Mr. Lavery regarding this matter.

Moved by Stump, seconded by Heilman that the City Council will participate with the Warren County Regional Planning Commission by contributing an amount not to exceed \$5,000.00, providing there is enough participation to get the program under way which will be determined by the committee. On roll call the vote was, AYES: Kellogg, Heilman, Moyer, Stump, Law and Cozad. NAYS: None. Whereupon the Mayor declared the motion carried.

The first reading was given a proposed ordinance entitled, "AN ORDINANCE PROVIDING FOR HOWARD STREET TO BE A ONE WAY STREET MOVING IN A NORTHERLY DIRECTION AND FOR BUXTON STREET TO BE A ONE WAY STREET MOVING IN A SOUTHERLY DIRECTION FROM KENTUCKY AVENUE TO HIGHWAY 92." It was moved by Stump, seconded by Law to suspend the rule requiring that an ordinance be read on three different days before its adoption. On roll call the vote was, AYES: Kellogg, Heilman, Stump, Law and Cozad. NAYS: Moyer. Whereupon the Mayor declared the motion carried.

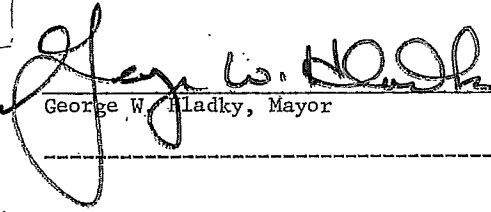
Moved by Stump, seconded by Law to adopt Ordinance No. 418 entitled, "AN ORDINANCE PROVIDING FOR HOWARD STREET TO BE A ONE WAY STREET MOVING IN A NORTHERLY DIRECTION AND FOR BUXTON STREET TO BE A ONE WAY STREET MOVING IN A SOUTHERLY DIRECTION FROM KENTUCKY AVENUE TO HIGHWAY 92." On roll call the vote was, AYES: Heilman, Stump, Law and Cozad. NAYS: Kellogg and Moyer. Whereupon the Mayor declared the motion carried.

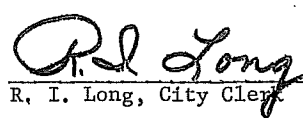
Moved by Kellogg, seconded by Law to authorize the Service Director to purchase signs from the Iowa State Highway Commission for the one way streets and the Mayor to sign the change or extra work order to this effect. On roll call the vote was, AYES: Kellogg, Heilman, Stump, Law and Cozad. NAYS: Moyer. Whereupon the Mayor declared the motion carried.

Moved by Moyer, seconded by Kellogg to raise the salary of the Recreation Director to \$400.00 per month for nine months and \$900.00 per month for three months, effective February 1, 1973. On roll call the vote was, AYES: Kellogg, Heilman, Moyer, Stump, Law and Cozad. This being a tie vote, the Mayor cast a vote of NAY and declared the motion failed for lack of majority.

Moved by Law, seconded by Heilman to approve the claims listed on the computer print-out for January 15, 1973. On roll call the vote was, AYES: Kellogg, Heilman, Moyer, Stump, Law and Cozad. NAYS: None. Whereupon the Mayor declared the motion carried.

Council adjourned on the motion by Kellogg, seconded by Stump.


George W. Gladky, Mayor


R. I. Long, City Clerk

re: One-Way Streets

Wed 1/15/2014 11:28 AM

From: Dave Button

To: cburgin@cityofindianola.com

Cc: Brian Sher

Chuck,

IPD reviewed accident statistics for streets that intersect with Howard and Buxton from 2005 - 2012.

The most accidents occurred at Iowa and Buxton (13), followed by Iowa and Howard (5), and Clinton and Howard (5).

These figures do not seem to be excessive, but from personal experience, I think there are many more near-misses that occur at the Iowa intersections which of course are not reported.

We placed a speed monitoring device on both Howard and Buxton over the last two weeks. The results did not reflect a speeding concern. During a 3 day monitoring of Howard, the average speed was 26.97 mph in a 25 mph zone. Due to windy weather, the Buxton survey only lasted for 1.5 days. The average speed was 25.10 mph in a 25 mph zone.

During the Howard survey, the monitor was deployed for a total of 93 hours. During that time, 4185 vehicles traveled on Howard, an average of 1080 per 24 hours.

During the Buxton survey, the monitor was deployed for a total of 44 hours. During that time, 2364 vehicles traveled on Buxton, an average of 1289 per 24 hours.

Chief Dave Button
Indianola Police Department
110 N. First
P.O. Box 299
Indianola, Iowa 50125
(515) 961-9400
(515) 961-9450 FAX
dbutton@cityofindianola.com

fw: RE: One-Way Streets

Fri 1/31/2014 2:43 PM

From: Chuck Burgin

To: Mindi Robinson

Chuck Burgin
Director of Community Development
110 North 1st Street
P.O. Box 299
Indianola, Iowa 50125
Ph: 515-961-9430
Fx: 515-961-9402

From: "Brian Seymour" <bseymour@cityofindianola.com>

Sent: Thursday, January 09, 2014 11:26 AM

To: cburgin@cityofindianola.com

Subject: RE: One-Way Streets

I do not see this having much of an impact on our department with the streets one way or two way. Parking on the street would have a greater impact to us and thank could have a minor impact if there is a long stretch of parking allowed and this would limit would limit the roadway to one lane for travel which is acceptable for one way traffic but may have challenges with two way traffic. Hope this make since.

Brian

From: Chuck Burgin [mailto:cburgin@cityofindianola.com]

Sent: Monday, December 30, 2013 10:22 AM

To: Dave Button; Brian Seymour; Ed Yando

Cc: Eric Hanson

Subject: One-Way Streets

The City Council has requested Planning and Zoning Commission review the one-way streets of Howard and Buxton from Hwy. 92 to Kentucky. Please forward any comments you may have if these two corridors were to revert to two-way traffic AND your recommendation.

re: One-Way Streets

Mon 12/30/2013 10:39 AM

From: Ed Yando

To: cburgin@cityofindianola.com

Chuck,

The only issue that I see is the area just east of Simpson on both streets that may need to be No Parking on both sides to allow traffic to flow freely maybe from Clinton north to Girard on Buxton and Detroit north to Girard on Howard. Both streets have cars lined up all along them during school.

We would have to take down or change some signs but this wouldn't be a big issue. Working on and maintaining these will not be any different than any other two way street.

Thanks,

Ed

From: "Chuck Burgin" <cburgin@cityofindianola.com>

Sent: Monday, December 30, 2013 10:22 AM

To: "Dave Button" <dbutton@cityofindianola.com>, "Brian Seymour" <bseymour@cityofindianola.com>, "Ed Yando" <eyando@cityofindianola.com>

Cc: "Eric Hanson" <ehanson@cityofindianola.com>

Subject: One-Way Streets

The City Council has requested Planning and Zoning Commission review the one-way streets of Howard and Buxton from Hwy. 92 to Kentucky. Please forward any comments you may have if these two corridors were to revert to two-way traffic AND your recommendation.

Please have your comments and recommendation back to me no later than Friday, January 17th.

Thank you!

Chuck Burgin
Director of Community Development
110 North 1st Street
P.O. Box 299
Indianola, Iowa 50125
Ph: 515-961-9430
Fx: 515-961-9402

re: fw: re: One-Way Streets

Wed 1/15/2014 3:22 PM

From: Ed Yando

To: cburgin@cityofindianola.com

Chuck,

There will be 21 additional No Parking Signs that would be needed at a cost of \$300.00 dollars. We can reuse most all the post's from the signs that we will be removing. And there are some existing post's and light poles that we can use also.

It will take 2 staff approximately one day to install and remove any signs/post's that need to be removed costing \$500.00 in labor.

\$800.00 Total Cost

Thanks,

Ed

From: "Chuck Burgin" <cburgin@cityofindianola.com>

Sent: Wednesday, January 15, 2014 2:31 PM

To: "Ed Yando" <eyando@cityofindianola.com>

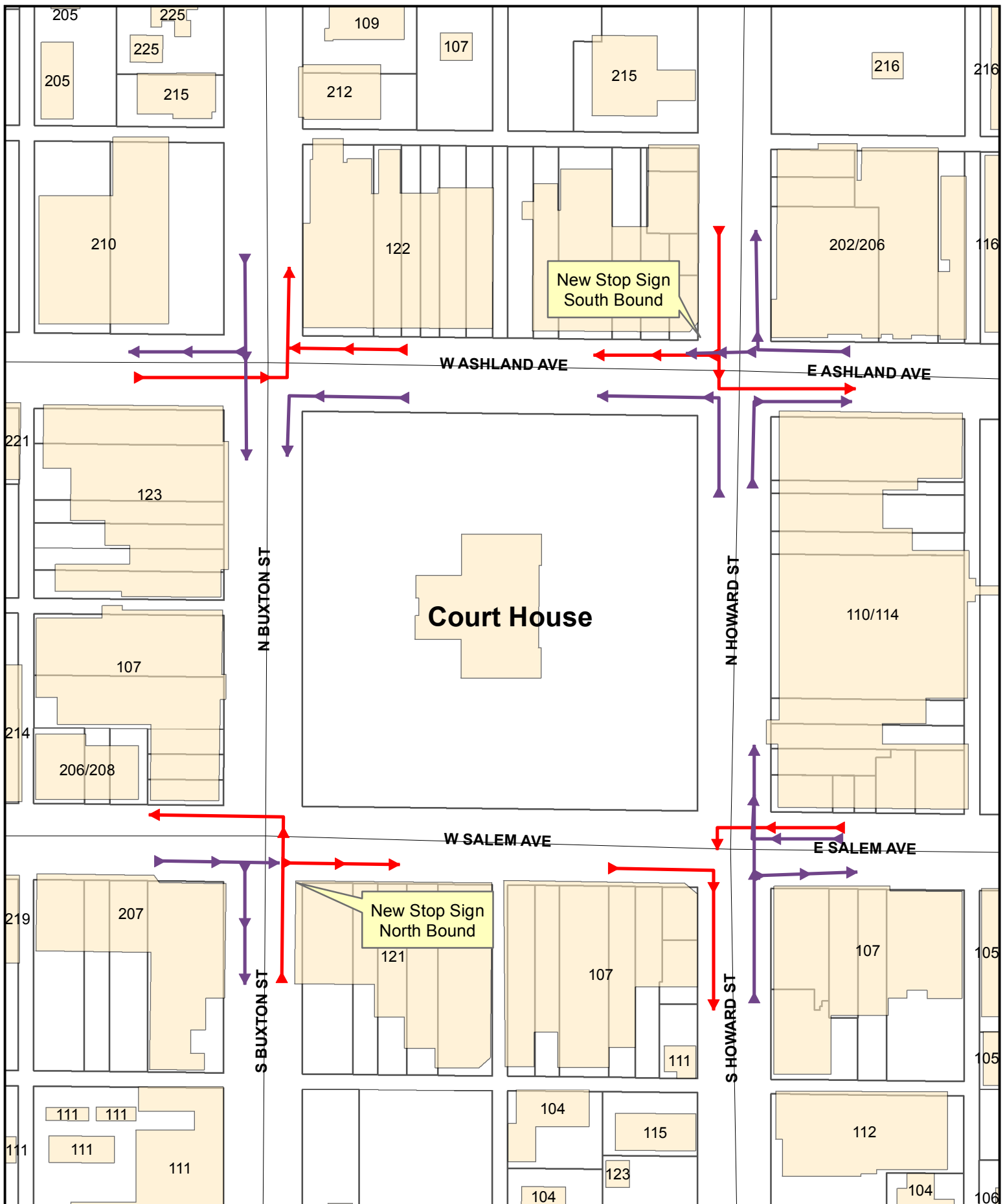
Cc: "Eric Hanson" <ehanson@cityofindianola.com>

Subject: fw: re: One-Way Streets

Ed - As discussed, P & Z requested estimated cost of new signs / relocated signs / removed signs along both corridors

Thanks

Chuck Burgin
Director of Community Development
110 North 1st Street
P.O. Box 299
Indianola, Iowa 50125
Ph: 515-961-9430
Fx: 515-961-9402



-  New 2-Way Traffic Flow
-  Existing 1-Way Traffic Flow

Vehicle Accidents on Buxton and Howard north of the square 2005 - Present

<u>Buxton</u>		<u>Howard</u>
	Intersect	

3 Boston	4
4 Clinton	5
0 Detroit	2
2 Euclid	4
1 Girard	0
1 Henderson	1
13 Iowa	5
2 Jackson	0
0 Salem	4

SCHEDULE OF UNIT PRICES				
TRAFFIC SIGNALIZATION MODIFICATIONS				
IA 92 (W 2nd Ave) & Buxton St				
Indianola, IA				
1/31/2014				
				TOTAL
ITEM	UNIT	QUANTITY	UNIT COST	EXTENSION
CONTROLLER - 8 PHASE	EA	1	5,000.00	\$ 5,000.00
MMU	EA	1	1,200.00	\$ 1,200.00
CABINET MODIFICATONS, DETECTION	LS	1	4,000.00	\$ 4,000.00
STEEL SIGNAL POLE - 30 FT MAST ARM	EA	2	7,000.00	\$ 14,000.00
FOOTINGS	EA	2	3,000.00	\$ 6,000.00
WIRING - 2C, 5C, 7C	LF	1330	1.50	\$ 2,000.00
CONDUIT	LF	270	11.00	\$ 3,000.00
NB TRAFFIC DETECTION (LOOPS, SAWCUTS)	LS	1	1,000.00	\$ 3,000.00
SIGNS - 4 STREET NAME+ 2 MAST ARM	EA	6	500	\$ 3,000.00
SIGNAL HEADS - 2 PEDESTRIAN	EA	2	850	\$ 1,700.00
SIGNAL HEADS - 2 MAST ARM	EA	2	850	\$ 1,700.00
PED PB W/ SIGN	EA	4	200	\$ 800.00
TOTAL SIGNALIZATON ESTIMATE				\$ 45,400.00
10% CONTINGENCY				\$ 4,600.00
USE				\$ 50,000.00

Howard and Buxton

Two-Way Traffic

Survey

☐

Oppose

Henry Potts
1011 N. Howard

☐

Support

CITY OF INDIANOLA

NOV 18 2013

Comments:

LO

*I have a waste of my time to go to one of your meetings.
I feel & think your mind has already been made up to open
Buxton & Howard, after all these years I wonder why? I think
it is because you have to ~~move~~ divert O St. traffic
some where.*

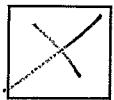
*You talked about Ia. St & Wacker yet you have
diverted Simpson traffic on Iowa.*

Thank You

Howard and Buxton

Two-Way Traffic

Survey



Oppose



Support

Comments:

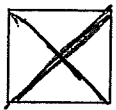
The streets have been one-way since I moved here in 1973 and I like them that way. It is nice to have a couple of streets without on-coming traffic. You don't have to worry about someone coming over the center line at you. I take them to go and come from the north to get away from all the traffic on 45/69. I would still take them even with added stop signs. There is a lot of foot traffic along Clinton. Changing the streets, even with the stop signs, will make it harder for children and adults to get across. A lot of younger drivers do not pay any attention to pedestrian traffic.

(OVER) Thank You

Howard and Buxton

Two-Way Traffic

Survey



Oppose



Support

Comments:

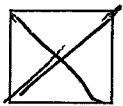
PEOPLE THAT CAN'T READ
NEED SECONDARY READING
CLASSES.

Thank You

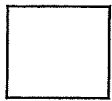
Howard and Buxton

Two-Way Traffic

Survey



Oppose



Support

Comments:

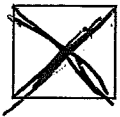
ONE FAMILY HAS NO RIGHT
TO CHANGE THIS

Thank You

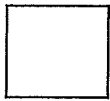
Howard and Buxton

Two-Way Traffic

Survey



Oppose



Support

Comments:

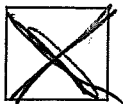
PERfect AS iT IS.

Thank You

Howard and Buxton

Two-Way Traffic

Survey



Oppose



Support

Comments:

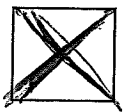
Safety First!

Thank You

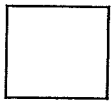
Howard and Buxton

Two-Way Traffic

Survey



Oppose



Support

Comments:

SAFER AS IS!!!

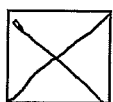
DOUBLE FINES FOR WRONG WAY
DRIVERS WHO THINK THEY ARE ABOVE
THE LAW!!!

Thank You

Howard and Buxton

Two-Way Traffic

Survey



Oppose



Support

Comments:

Eric - after being at the meeting, as you know I am opposed putting North Howard on a 2-way street. I certainly see a lot of College Students going & coming also some (couples) who have babies crossing Howard with Strollers. This area has a lot more activity then what some of the people know about on Howard. If made a two-way I would never get out of my drive-way, it's hard to now. Lots of students leave the parking during the day. I would much rather see stop signs put up.

Thank you for listening.

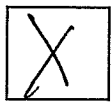
Thank You

Luella Hickelson

Howard and Buxton

Two-Way Traffic

Survey



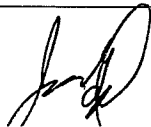
Oppose



Support

Comments:

- ① Put in more stop signs every 2 blocks or so
- ② There are a lot of kids on these streets and with changing to 2way traffic I believe it would endanger more people
- ③ Need to have parking set backs at intersections so vision is not impaired
- ④ With parking still allowed the change to 2way traffic would be very tight it's not like Iowa where there might be 1 or 2 cars parked to go around on Howard and Buxton you might have 50 or 60 cars parked solid with people walking out between them not good
Keep it 1 way



Thank You

Howard and Buxton

Two-Way Traffic

Survey

☒

Oppose

still

☐

Support

Comments:

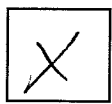
*I also think it (having 2 way)
would increase traffic
on First Street which
would be a concern for
the small children e Victory Christian
Academy
being hit.*

Thank You

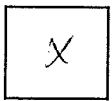
Howard and Buxton

Two-Way Traffic

Survey



Oppose *change to two-way*



Support *keeping one way*

Comments:

changing to two way would make it more difficult to back out of driveways and increase the need to jump in & out of parked cars for oncoming traffic. It would be more dangerous to cross at busy intersections unless stop signs were installed.

It would help to have the stop light at Clinton & the highway be longer for Clinton and change more often.

I think it would help to move parking to the right side for visibility.

Thank you for the chance to have input.

Susan Hick

Thank You

Howard and Buxton

Two-Way Traffic

Survey

☒

Oppose

☐

Support

Comments:

Something also needs to be done about the length of the green light for Clinton & the highway. A bicycle does not trip the light so I have to get off & use the walk button — it's yellow again by the time I get back to the bicycle.

Thank You

Howard and Buxton Two-Way Traffic Survey



Oppose



Support

Comments:

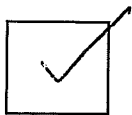
flashing red lights
at problem

Thank You

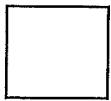
Howard and Buxton

Two-Way Traffic

Survey



Oppose



Support

Comments:

I am concerned about the safety of children crossing Buxton via the bike path to get to Burton Park. Two-way traffic would make this more difficult.

I would also like to see a stop sign at Buxton and ~~Howe~~ Lane.

If you want to regulate speed more on Buxton, have police actually there and giving tickets.

Are there one or two lanes on Howard and Buxton? They should be marked so we all know.

Thank You

Howard and Buxton

Two-Way Traffic

Survey

☒

Oppose

☐

Support

Comments:

stop signs need to come first

I would prefer the one way but
life won't come to end if it changes

Thank You

Howard and Buxton

Two-Way Traffic

Survey

☒

Oppose

☐

Support

Comments:

However, IF we can alleviate the turning left from the right lane it would also help.

→ I think having parked cars on a somewhat narrow street ^{2-way} it will be difficult to get through to the square which we need to continue to support.

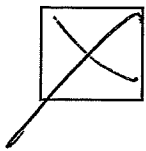
Stop signs at Iowa would I think ↓ the accidents.

Thank You

Howard and Buxton

Two-Way Traffic

Survey



Oppose



Support

Comments:

Currently live on W Jackson Ave,
If I'm going down Town I would like to
have a half unobstructed street.
Add paint & stop signs to Reduce speed.

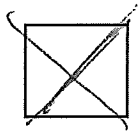
Dave Livson

Thank You

Howard and Buxton

Two-Way Traffic

Survey



Oppose



Support

Comments:

Stop sign at Iowa & Howard
& Buxton a good idea.

Don't close the streets down with
a ton of stop signs - It's already
hard enough to get North-South &
I prefer NOT to travel 65-69.

Thank You

Howard and Buxton

Two-Way Traffic

Survey

☒

Oppose

☐

Support

Comments:

Limit parking @ intersections

MARK TRAFFIC BETTER NOT JUST @ INTERSECTION,

Thank You

Howard and Buxton

Two-Way Traffic

Survey

☐

Oppose

☐

Support

Comments:

I don't care
I just want Stop Signs
4 way stops
Susie Kling

Thank You

Howard and Buxton

Two-Way Traffic

Survey

☐

Oppose

☐

Support

Comments:

*If we have stop lights on Howard & Buxton, will
they be watched. Traffic doesn't stop!*

Thank You

Howard and Buxton

Two-Way Traffic

Survey

☐ Oppose

☐ Support

Comments:

Would prefer stop signs every other block
as 1st option on both streets

2nd option - 2 way traffic

Janna Healer

901 N. Buxton

Thank You

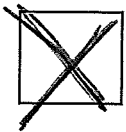
Howard and Buxton

Two-Way Traffic

Survey

☐

Oppose



Support

Comments:

Because Ashland & Salem
are two way & have been
utilized very well.

So make all streets 2 way
& the square becomes
the round about.

Thank You

Howard and Buxton

Two-Way Traffic

Survey

☐

Oppose

☒

Support

Comments:

Extra Stop Signs - Kentucky/Buxton, Iowa &
then every other Street

Would help control traffic in the northern part
of town.

2 way traffic would also eliminate cars
going the wrong way & to

Frank/Ellen Glasgow
1104 N Buxton

Thank You

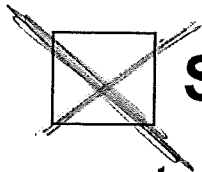
Howard and Buxton

Two-Way Traffic

Survey

☐

Oppose



Support

Comments:

Less traffic on Buxton ~~at~~^{by} controlled intersections + 2 way traffic would be great. Similar to 1st St.

Anita + Doug Westlake
1108 N. Buxton
238-9261

Stop signs at Buxton + Kentucky to slow down traffic from 65/69.

Stop signs at Buxton + Iowa to slow down traffic to/from downtown.

Thank You

Howard and Buxton

Two-Way Traffic

Survey

☐

Oppose

☒

Support

Comments:

Need Stop Signs on
Buxton and Howard for
Safety

Thank You



Howard and Buxton Two-Way Traffic Survey

☒

Oppose

☐

Support

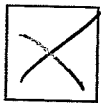
Comments:

Carolene Walter
1004 W. Salem, Indianola

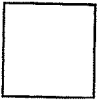
Please return to Community Development, 110 North 1st Street
by Friday, February 28, 2014



Howard and Buxton Two-Way Traffic Survey



Oppose



Support

Comments:

*With Indianola's financial situation,
the cost of changing to two way streets
does not make sense. This money could
be spent in more needed projects*

Greg McComb

Please return to Community Development, 110 North 1st Street
by Friday, February 28, 2014



Howard and Buxton Two-Way Traffic Survey

☒

Oppose

☐

Support

Comments:

Rueh Felton
I am used to it, why change?

Please return to Community Development, 110 North 1st Street
by Friday, February 28, 2014

Howard and Buxton Two-Way Traffic Survey

☒ Oppose

☐ Support

Comments:

I live just off 92 W and use Howard/Buxton to go north to Iowa St or Kentucky. They are the only thru streets north + south since C St will be closed (bad mistake). It is impossible to go North or South to get to 92 W.

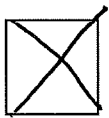
Also, there is the added cost to the city to change the street. We are already in debt. Use that money to keep the pool, library open.
"If it ain't broke don't fix it"

Fran & Darrell Bantz 318 S. Spruce St.

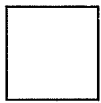
Please return to Community Development, 110 North 1st Street
by Friday, February 28, 2014



Howard and Buxton Two-Way Traffic Survey



Oppose



Support

Comments:

Closing C street was a huge mistake!

Don't make another huge mistake
by changing Howard & Buxton to
two-way traffic!!!

Please quit letting Simpson make
decisions regarding our streets!

This is \$50,000 we don't have and
don't need to spend on this - its better
spent in the many other places
its needed so badly.

Please return to Community Development, 110 North 1st Street
by Friday, February 28, 2014



Howard and Buxton Two-Way Traffic Survey

☒

Oppose

☐

Support

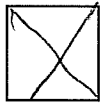
Comments:

*As of now I oppose - that money can
be used in many other ways - for our
children - the swimming pool plus the
library - Changing will not prevent
speeding or accidents -*

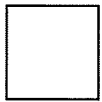
DeJensen

Please return to Community Development, 110 North 1st Street
by Friday, February 28, 2014

Howard and Buxton Two-Way Traffic Survey



Oppose



Support

Comments:

I oppose the change to two-way traffic on Howard and Buxton. The money spent could be used to support other community interests - library pool - for example. I feel 2 way traffic w/ parking allowed is too congested w/ too much potential for accidents, both pedestrian & vehicular.

Tom Chaffin

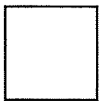
Please return to Community Development, 110 North 1st Street
by Friday, February 28, 2014



Howard and Buxton Two-Way Traffic Survey



Oppose



Support

Comments:

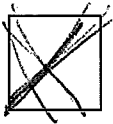
Why spend more money for change when we
are broke. Also how can it make it more
safe when people who don't stop now won't
stop for 2 way traffic either. It will also
cause problems when someone parks & you
are meeting a car. Please do not do the 2 way.

Carmin Miller

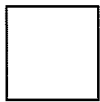
Please return to Community Development, 110 North 1st Street
by Friday, February 28, 2014



Howard and Buxton Two-Way Traffic Survey



Oppose



Support

Comments:

1. The one way streets are safer.
2. We don't have the money to change them.

Sue Keefmoss 804 Sunset Dr.

Please return to Community Development, 110 North 1st Street
by Friday, February 28, 2014



Howard and Buxton Two-Way Traffic Survey

☒

Oppose

☐

Support

Comments:

The cost of changing signs - unnecessary

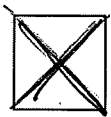
I like the one way streets

Barbara Seemers

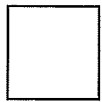
Please return to Community Development, 110 North 1st Street
by Friday, February 28, 2014



Howard and Buxton Two-Way Traffic Survey



Oppose



Support

Comments:

*I see no reason to spend a great deal
of money for new signage which the
change to 2 way streets would require.
Leave the streets just the way they are!*

Please return to Community Development, 110 North 1st Street
by Friday, February 28, 2014



Howard and Buxton Two-Way Traffic Survey

☒

Oppose

☐

Support

Comments:

How much would it cost to change? Give me a "real" money figure - & why change. The one-way streets are fine. No more traffic accidents if drivers would use the STOP signs. We live in the north part of town for many years & especially in the winter, it's nice to know you will not meet a driver.

Please return to Community Development, 110 North 1st Street
by Friday, February 28, 2014

Mary Criswell



Howard and Buxton Two-Way Traffic Survey

☒

Oppose

☐

Support

Comments:

I'll admit it took me time to get
accustomed to the one way streets when
I moved here 38 yrs ago - but now it
is such an easy way to reach the
square - I would think better signage
would be a good way to cut down
on accidents - Thank you for hosting
the public meetings on this issue -

Alvin McQueen

503 N 5 St

Indianola

Please return to Community Development, 110 North 1st Street
by Friday, February 28, 2014

one ways

Tue 2/11/2014 4:12 PM

From: Jani Wren

To: cburgin@cityofindianola.com

Chuck

Unable to attend the P & Z meeting this evening. Just wanted to pass on my thoughts.

I use the one-ways daily. They have been greatly improved since the paving last summer.

I have given up the fight on C street (since I will not be able to use it in the future). it is so rough to drive on.

Anyway a stop sign at Iowa and Howard and Buxton would not be a bad idea. I usually slow almost to a stop before crossing. Otherwise I really like not having to stop from the square all the way to Kentucky. Going south works well also.

Please dont put a lot of stop signs on those streets and dont make them 2 way. If I want traffic and congestion and stop lights I can use the highway.

Thanks for listening

Jani Wren

509 Norwood Pl

Howard and Buxton Streets

Mon 2/10/2014 7:43 PM

From: Lynne

To: cburgin@cityofindianola.com

I am speaking for my mother Elnora Van Clark and I will not be able to attend the meeting on the 11th.

Why change the streets back to two way after being one way for over 30 years? The issue was brought up by a council member as his teenage daughter was confused by the one way streets here in town? What will she do when she goes to a bigger city or drives in Des Moines? This system has been working for many years and why now change it. I grew up on Howard and when it was changed to one way it was a relief as much easier to get in and out of the drive. The city would have to purchase new signs and remove the old ones when the budge is now zero.

Thank you for reading my e-mail. Lynne Van Clark

[No Subject]

Wed 2/5/2014 9:16 AM

From: kent powgnas

To: cburgin@cityofindianola.com

Cc: kentpowgnas@mchsi.com

Chuck,

I won't be able to attend the meeting on the Buxton and Howard street discussions but would ask that they remain the same as is. With having my current business on Howard and moving that over to Buxton within the next several months I've noticed that the parking is already fairly tight on both sides of the street now. If it's changed to two way with only one side of parking I can see an issue for my clients finding convenient parking to access my business along with the other businesses.

Please keep the traffic flow the same way.

Thanks,

Kent Powgnas

Legacy Properties

205 South Howard

212 North Buxton

Returning Buxton and Howard to Two-way

Sat 2/1/2014 10:19 AM

From: Steve and Danette Griffith

To: cburgin@cityofindianola.com

Cc: Danette Griffith

Dear Mr. Burgin,

My wife Danette and I own a home at 211 West Iowa Avenue. We moved to Indianola in 2006. From our first days in town, we wondered why Indianola had one-way streets. Soon after moving here, we began to see the one-way streets as dangerous. Almost weekly, we see people going the wrong way on one of the one-way streets.

I don't think this is because the streets are poorly marked, although signage may be improved. My belief is that one-way streets are so uncommon in small towns, especially in residential areas that people don't expect them. Thus, they don't even see the signs. This especially happens as people come east on Girard and turn north onto Buxton. It also happens as people coming east turn south on Howard. I have also see people coming west on Iowa turn north onto Buxton.

Thankfully in most cases and due to the residential nature of the area, people are going slowly enough that accidents can be avoided. Normally, when I come across someone going against the correct flow of traffic, I try to indicate that they are going the wrong way. Often I have received a look from the opposing drive that tells me they haven't a clue that they are going the wrong way.

Unfortunately, I think there is a secondary problem caused by the one-way streets.

I believe that people who do understand the streets are one-way also tend to go too fast. They recognize there is no opposing traffic and see clear sailing through town. Although this could be addressed by more four-way stop intersections, it is nice to be able to drive through down on at least a couple of streets without stopping every few blocks.

Although we do not live on one of the one-way streets, we do use them and find them dangerous. I encourage the city to change Buxton and Howard back to two-way streets.

Steve and Danette Griffith

Howard & Buxton Streets

Thu 1/23/2014 4:36 PM

From: Susan Andersen

To: Cburgin@CityofIndianola.com

Hi Charles,

I share office space with Elcock Law Firm at W. Salem and Howard Streets. In response to your letter to Tenants, I wanted to let you know that I support changing Howard and Buxton from 1-way to 2-way traffic. I think having them 1-way makes it more difficult and confusing for people to get around town and reach Indianola businesses.

Sincerely,

Susan Andersen

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Life, Health and Annuities Professional

www.SecureFinancialPlan.com (<http://www.SecureFinancialPlan.com>)

515-343-4744



(<http://www.linkedin.com/pub/susan-andersen/8a/1a7/a18/>)

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Information

Subject

Changing a portion of North "C" Street, 174' South of West Girard from one-way to two-way traffic (P&Z approved unanimously on March 11, 2014)

Information

With Simpson College's purchase of the majority of North C Street between Clinton and Girard, they are planning to reconstruct the purchased area into a pedestrian walkway early this spring. However, the North 174' lying south of Girard Avenue has not been purchased and will remain a public street (see enclosed map). This portion of the street will need to revert back to two-way traffic. The purchase and closure has created a short dead-end for now. Simpson is still working on acquiring the remaining portion of property with frontage to "C" Street that will eventually close the remaining portion. The Police Chief, Fire Chief, Street Superintendent and Community Development all recommend the change.

The P&Z Commission unanimously approved on March 11, 2014 to change a portion of North "C" Street, 174' south of West Girard, from one-way to two-way traffic at such time the Council deems necessary for the reconstruction of the remaining portion of "C" Street or if Simpson acquires the remaining 174' of "C" Street in the future.

Simple motion for the first consideration is in order.

Attachments

North C St Map
Ordinance



**Consideration for two-way traffic on
North C Street, 174' South of Girard Avenue.**

ORDINANCE NO. - _____

AN ORDINANCE AMENDING THE TRAFFIC CONTROL PROVISIONS OF THE MUNICIPAL CODE OF THE CITY OF INDIANOLA, IOWA, BY CHANGING A PORTION OF “C” STREET, BETWEEN CLINTON AVENUE TO GIRARD AVENUE TO ALLOW SOUTHBOUND VEHICULAR TRAFFIC

WHEREAS, “C” Street between Clinton Avenue and Girard Avenue is currently designated as a one-way, northbound street; and

WHEREAS, a proposal to allow two-way vehicular traffic on the portion of “C” Street located 174’ south of Girard Avenue was submitted to the Planning and Zoning Commission on March 11, 2014; and

WHEREAS, the Planning and Zoning Commission recommended that Council adopt an ordinance establishing the proposed change to traffic flow on the aforementioned portion of “C” Street; and

WHEREAS, a notice was published and a hearing was held on April 7, 2014, as provided by law, and the City Council now deems it reasonable and appropriate to amend the One-Way Street Traffic Control Ordinance to allow two-way traffic on the portion of “C” Street located 174’ south of Girard Avenue between Clinton Avenue and Girard Avenue.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF INDIANOLA, IOWA:

Section 1: That the Appendix to the Municipal Code of the City of Indianola, Iowa, Appendix, Traffic Control, be and it is hereby amended adding the following underlined language to “One-Way Streets and Alleys”:

7. C Street from Clinton Avenue to Girard Avenue shall be northbound only, except for the portion of the street that is 174’ south of Girard Avenue.

Section 2: That appropriate signage shall be modified or replaced as necessary in accordance with this Ordinance.

Section 3: All ordinances or parts of ordinances in conflict with the provisions of this ordinance are hereby repealed.

Section 4: This ordinance shall be in full force and effect after its passage, approval and publication as provided by law.

PASSED AND APPROVED this ____ day of _____, 2014.

Kelly B. Shaw, Mayor

ATTEST:

Diana Bowlin, City Clerk

First reading: _____

Second reading: _____

Third reading: _____

Publication Date: _____

Information

Subject
US Highway 65/69 Reconstruction Project

Information

Information

Subject

Consider resolution setting hearing (April 21, 2014) for consideration of award of contract and approval of final plans, specifications and form of contract for the US Highway 65/69 Reconstruction Project

Information

In your packet is the resolution which sets April 21, 2014 at 7:00 p.m. as the public hearing to adopt plans, specs, form of contract, estimate of cost and whether to award the contract to the lowest bidder for the US Highway 65/69 Reconstruction Project. IDOT will receive bids on April 15, 2014.

FYI - Council authorized Snyder and Associates for design, basic and construction services on January 22, 2013 and August 5, 2013 respectfully for the US Highway 65/69 Reconstruction Project from Hillcrest to Hoover.

Roll call setting April 21, 2014 as a public hearing is in order.

Attachments

Resolution

RESOLUTION NO. 2014-_____

**A RESOLUTION SETTING HEARINGS FOR CONSIDERATION OF
AWARD OF CONTRACT AND APPROVAL OF FINAL PLANS,
SPECIFICATIONS, AND FORM OF CONTRACT FOR HIGHWAY 65/69
RECONSTRUCTION PROJECT**

WHEREAS, the Iowa Department of Transportation (IDOT) will administer the bid letting for the Highway 65/69 reconstruction project located between Hillcrest Avenue and Hoover Street on or about April 15th, 2014; and

WHEREAS, City of Indianola, Iowa, pursuant to its funding agreement with the IDOT, intends to hold a public hearing following the administration of the bid letting on whether to award the contract to the lowest bidder, and to approve the final plans, specifications, and form of contract for the reconstruction project.

NOW, THEREFORE, IT IS HEREBY RESOLVED by the City Council of the City of Indianola, Iowa, that public hearings on the proposed award of a contract on the Highway 65/69 Reconstruction Project, and on the proposed plans, specifications, and form of contract for said project, are hereby set for the 21st day of April 2014, at 7:00 o'clock p.m. in the Council Chambers of the Municipal Building in Indianola, Iowa.

NOW, THEREFORE, BE IT FURTHER RESOLVED by the City Council of the City of Indianola, Iowa, that the City Clerk is hereby directed to publish notice in compliance with Iowa Code section 372.2.

APPROVED this 7th day of April, 2014.

Kelly B. Shaw, Mayor

ATTEST:

Diana Bowlin, City Clerk

Information

Subject

Discuss the Capital Improvement Plan

Information

Staff will discuss the preliminary draft of the Capital Improvement Plan (packet).

Attachments

CIP Preliminary Draft

VEHICLES Year Purchased Estimated Life Replacement Replacement Cost Trade In Net Cost Funding Source Amount Funded Amount Unfunded Fund Number Replacement Due Fiscal Year

Street Department

2006 Johnson Street Sweeper	2006	8	Y	200,000	200,000	Capital Projects Fund	200,000	-	301	2014	2015
2001 Dodge 2500 4x4	2001	10	Y	30,000	5,000	Unfunded	0	25,000	0	2011	2016
2002 Dodge 2500 4x2	2002	10	Y	27,000	3,500	Unfunded	0	23,500	0	2012	2016
2004 Ford F250 Extended Cab 4x2	2004	10	Y	28,000	3,500	Unfunded	0	24,500	0	2014	2016

Police Department

Car 7 2010 Ford Crown Vic	2010	3	Y	28,000	4,000	Vehicle Reserve Fund	24,000	-	190	2013	2015
Car 32 2013 Ford Taurus	2013	3	Y	26,000	4,000	Unfunded	22,000	22,000	11	2016	2016
Car 33 2013 Ford Taurus	2013	3	Y	26,000	4,000	Vehicle Reserve Fund	22,000	-	190	2016	2016
Car 35 2013 Ford Taurus	2013	3	Y	27,000	3,500	Unfunded	23,500	23,500	11	2016	2017
Car 36 2013 Ford Taurus	2013	3	Y	27,000	3,500	Vehicle Reserve Fund	23,500	-	190	2016	2017
Car 32's Replacement	2017	3	Y	28,000	4,000	Unfunded	24,000	24,000	11	2018	2018
Additional Unit	2015	3	N	43,000	2,500	Vehicle Reserve Fund	25,000	18,000	190	2018	2018
2014 Ford Explorer (Car 7)	2014	4	Y	27,000	2,500	Unfunded	24,500	24,500	11	2019	2019
Car 33's Replacement	2016	3	Y	27,000	2,500	Vehicle Reserve Fund	24,500	-	190	2019	2019
Car 35's Replacement	2017	3	Y	27,000	2,500	Unfunded	24,500	24,500	11	2020	2020
Car 36's Replacement	2017	3	Y	27,000	2,500	Vehicle Reserve Fund	24,500	-	190	2020	2020
Car 21 Dodge Avenger	2011	6	Y	25,000	2,000	Unfunded	23,000	23,000	11	2017	2022
Car 45 Dodge Avenger	2012	6	Y	25,000	2,000	Unfunded	23,000	23,000	11	2018	2020
Car 49 Ford Expedition	2008	6	Y	25,000	2,000	Unfunded	23,000	23,000	11	2018	2018

WPC

2003 F350 4x4 w/ Snow Plow	2003	10	Y	38,000	3,500	34,500 Sewer Fund	34,500	-	620	2013	2015
Camera Van 1996 w/camera equip	2009	10	Y	103,000	5,000	98,000 Sewer Fund	35,000	63,000	620	2019	2019
Ford F-150 2011	2011	10	Y	20,000	2,500	17,500 Sewer Fund	17,500	-	620	2021	2021
Vector Jet Vac 2011	2011	15	Y	397,300	15,000	382,300 Sewer Fund	50,000	332,300	620	2026	2026
Ford F-250 4X4 2004 w/plow	2004	10	Y	28,000	3,000	25,000 Sewer Fund	25,000	-	620	2014	2017
Ford F-550 2007 W/ Service Body	2007	15	Y	88,800	5,000	83,800 Sewer Fund	50,000	33,800	620	2022	2022

Parks

1998 F150	1998	10	Y	22,000	2,000	20,000 Capital Projects Fund	20,000	-	301	2008	2015
2003 Ford F-350 (dump box)	2003	10	Y	40,000	3,500	36,500 Capital Projects Fund	36,500	-	301	2013	2016
2006 F-250 4x4	2006	10	Y	27,000	2,000	25,000 Capital Projects Fund	0	25,000	301	2016	2016
2007 F150 (downtown beautification)	2007	10	Y	22,000	2,000	20,000 Capital Projects Fund	0	20,000	301	2017	2017
2009 F150 4x2	2009	10	Y	22,000	2,000	20,000 Capital Projects Fund	0	20,000	301	2019	2019
2014 F250 (w/ plow)	2014	10	Y	35,000	4,000	31,000 Capital Projects Fund	0	31,000	301	2024	2024

Fire

Command Vehicle (with Equipment)	2005	10	Y	40,000	3,000	37,000 Capital Projects Fund	37,000	-	301	2015	2016
Rural Engine				200,000	-	200,000 Unfunded	0	200,000	0	0	2019

Ambulance

2014 Ford Chassis Ambulance	2014	6	Y	175,000	7,000	168,000 Vehicle Reserve Fund	168,000	168,000	190	2020	2020
2012 Ford Chassis Ambulance	2012	6	Y	175,000	7,000	168,000 Vehicle Reserve Fund	168,000	168,000	190	2018	2018
2008 Ford Chassis Ambulance	2008	6	Y	175,000	7,000	168,000 Vehicle Reserve Fund	60,000	108,000	190	2014	2016

Recreation

1998 Ford Cargo Van	1998	15	Y	25,000	2,000	23,000 Unfunded	23,000	-	301	2013	2019
2005 Dodge Caravan	2005	15	Y	20,000	3,000	17,000 Unfunded	17,000	-	301	2020	2020
2009 Ford Passenger Van	2009	15	Y	25,000	2,000	23,000 Unfunded	23,000	-	301	2024	2024

EQUIPMENT

Year Purchased Estimated Life Replacement Repalcement Cost Trade In Net Cost Funding Source Amount Funded Amount Unfunded Fund Number Replacement Due Fiscal Year

Street Department											
1989 John Deere Road Grader	1989	20	Y	200,000	10,000	190,000	Unfunded	0	190,000	2009	2015
1998 Mack Dump Truck	2005	15	Y	120,000	10,000	110,000	Unfunded	0	110,000	2020	2020
2002 John Deere Backhoe	2002	15	Y	120,000	10,000	110,000	Unfunded	0	110,000	2017	2015
1998 Bobcat Skid Loader	1998	15	Y	75,000	3,500	71,500	Unfunded	0	71,500	2013	2015
Library											
Copier	2010	5	Y	2,300	-	2,300	Unfunded	0	2,300	2015	2015
Microfilm Reader Printer	1995	10	Y	10,000	-	10,000	Unfunded	0	10,000	2005	2015
WPC											
Kabota 1998	2010	8	Y	28,000	3,000	25,000	Sewer Fund	25,000	-	620	2018
IH Tractor 1978	1978	20	Y	75,000	-	75,000	Sewer Fund	50,000	25,000	620	1998
Fire											
Hydraulic Extracation Tools				60,000	-	60,000	Pre	-	60,000	15	2015
Police											
In Car Computers (3)	2015	10	Y	18,600	-	18,600	Partially Funded	10000	8,600	11	2025
In Car Computers (2)	2016	10	Y	12,400	-	12,400	Unfunded	0	12,400	11	2026
Parks											
1998 Stener Power Unit	2001	10	Y	32,000	-	32,000	Unfunded	32000	-	11	2011
2000 JD 6110 w/loader	2000	15	Y	60,000	-	60,000	Unfunded	60000	-	301	2015
2000 Land-Pride	2000	20	Y	10,000	-	10,000	Unfunded	0	10,000	301	2020
2005 Kubota L4630	2005	15	Y	35,000	-	35,000	Unfunded	0	35,000	301	2020
2007 Bobcat 2200S	2007	10	Y	18,000	-	18,000	Unfunded	0	18,000	301	2017
2004 Toro 328D	2004	12	Y	12,000	-	12,000	Unfunded	0	12,000	301	2016
1996 Toro 325D(Backup)	1996	12	Y	12,000	-	12,000	Unfunded	0	12,000	301	2008

[illegible]

Street Department						
Library	Roof	1999	15	Y	25,000	2016
WPC						
IS St and Hwy 92 sewer						
South Plan Lift Station Force Main Discharge						
South Plant Lift Station Air Release Manhole (3)						
Wastewater Treatment Plant Planning						
Parks						
Pickard Park Lighting/Entrance Signage						
Repairs at Pickard Park Adult Fields						
Downy Park Shelter Roof Replacement						
Downy Park Kiosk						
Pickard Adult Softball Complex Field/Irrigation etc						
Buxton Kiosk						
Pickard Playground						
Moats RR replacement						
Moats Roof Replacement in NO new RR						
McCord Park Lot expansion and paving						
Heating and Cooling Systems in Park shop Office						
Door Replacement Park Shop						
Moat Park work of infield/Parking						
Moats Sidewalk/Bikeway from shelter to NW corner						
McCord Park Lot expansion and paving						
Recreation						
Roof-Activity Center						
City Hall						

VEHICLE

		2015	2016	2017	2018	2019	2020	2021	2022	2023
Funded	11	-	-	-	-	-	-	-	-	-
	190	24,000	82,000	23,500	25,000	24,500	24,500	-	-	-
	301	220,000	181,500	-	-	23,000	17,000	-	-	-
	620	34,500	-	25,000	-	35,000	-	17,500	50,000	-
		278,500	263,500	48,500	25,000	82,500	41,500	17,500	50,000	-
Unfunded	0	-	73,000	-	-	200,000	-	-	-	-
	11	-	22,000	23,500	47,000	24,500	47,500	-	23,000	-
	42	-	-	-	-	-	-	-	-	-
	190	-	108,000	-	186,000	-	168,000	-	-	-
	301	-	25,000	20,000	-	20,000	-	-	-	-
	620	-	-	-	-	63,000	-	-	33,800	-
		-	228,000	43,500	233,000	307,500	215,500	-	56,800	-

EQUIPMENT

		2015	2016	2017	2018	2019	2020	2021	2022	2023
Funded	11	-	-	32,000	-	-	-	-	-	-
	41	-	-	-	-	-	-	-	-	-
	190	-	-	-	-	-	-	-	-	-
	301	-	-	-	60,000	-	-	-	-	-
	620	-	-	-	25,000	50,000	-	-	-	-
		-	-	32,000	85,000	50,000	-	-	-	-
Unfunded	0	371,500	-	-	-	-	110,000	-	-	-
	11	-	-	-	-	-	-	-	-	-
	15	-	-	60,000	-	-	-	-	-	-
	41	12,300	-	-	-	-	-	-	-	-
	42	-	-	-	-	-	-	-	-	-
	190	-	-	-	-	-	-	-	-	-
	301	-	-	-	-	-	10,000	35,000	42,000	-
	620	-	-	-	-	25,000	-	-	-	-
		383,800	-	60,000	-	25,000	120,000	35,000	42,000	-

BUILDING

		2015	2016	2017	2018	2019	2020	2021	2022	2023
Funded	11	-	-	-	-	-	-	-	-	-
	41	-	-	-	-	-	-	-	-	-
	190	-	-	-	-	-	-	-	-	-
	301	-	25,000	113,000	-	-	-	-	-	-
	620	-	-	-	-	-	-	-	-	-
		-	25,000	113,000	-	-	-	-	-	-
Unfunded	0	-	116,000	-	-	-	-	-	-	-
	11	-	-	-	-	-	-	-	-	-
	41	-	-	-	-	-	-	-	-	-
	42	-	-	-	-	-	-	-	-	-
	190	-	-	-	-	-	-	-	-	-
	301	-	25,000	52,000	54,000	175,000	100,000	177,000	-	-
	620	-	-	-	-	-	-	-	-	-
		-	141,000	52,000	54,000	175,000	100,000	177,000	-	-

Totals

	2015	2016	2017	2018	2019	2020	2021	2022	2023	Average(2015-2019)
Funded	278,500	288,500	193,500	110,000	132,500	41,500	17,500	50,000	-	200,600
Unfunded	383,800	369,000	155,500	287,000	507,500	435,500	212,000	98,800	-	340,560
	662,300	657,500	349,000	397,000	640,000	477,000	229,500	148,800	-	541,160