CITY OF INDIANOLA COUNCIL MEETING
March 21, 2016
7:00 p.m.
City Council Chambers
Agenda

1. Call to order

2. Pledge of allegiance

3. Roll call

4. Public Comment

5. Consent

A. Approval of agenda

B. March 7, 2016 Minutes

C. Applications

1. A new Class "B" Beer Permit and Outdoor Area for The Square Bar Association - Bike Night

2. A renewal refuse hauling permit for Waste Connections

D. Set April 4, 2016 as a public hearing and first consideration of the following:

1. Resolution setting a public hearing to amend Chapter 165 Zoning, Chapter 166 Site Plan and Chapter 170 Subdivision Ordinances (P&Z approved unanimously on March 8, 2016)

2. Resolution setting a public hearing to amend the Building, Electrical, Plumbing, Mechanical, Fire and Fuel Gas Codes

3. Resolution setting a public hearing to amend the transient merchant ordinance to include peddlers and solicitors

E. Claims on the computer printout for March 21, 2016 and the February 2016 receipts

6. Council Reports

A. City Treasurer's Report - Doug Shull

B. Receive FY 14/15 Audit Report from Shull & Co.

C. WCEDC Report - Executive Director Hollie Askey

D. Police Department Annual Report - Dave Button

E. Indianola School District Community Report - Pam Pepper

F. Metro Advisory - Mayor Shaw and Shirley Clark

G. WCEDC - Brad Ross

H. Greater Des Moines Convention Report - John Parker

7. Mayor's Report - Kelly Shaw

A. Community Update

8. Public Consideration

A. Old Business

1. Second consideration of a request from Greg Johansen and Mike Ohnemus to vacate and purchase the West ½ of east/west alley within Block 36 of College Addition (P&Z approved unanimously 2/9/16)

B. New Business

1. Consider request to submit a SAFER Grant

2. Resolution approving salaries

3. Resolution authorizing the certification of liens to the Warren County Treasurer for purposes of assessing the cost of the nuisance abatement against property

9. Other Business

10. Adjourn

City Council Regular 2nd Mtg **5. B.**

Meeting Date: 03/21/2016

Information

Subject

March 7, 2016 Minutes

Information

Attachments

Minutes

REGULAR SESSION – MARCH 7, 2016

The City Council met in regular session at 6:00 p.m. on March 7, 2016. Mayor Kelly Shaw called the meeting to order and on roll call the following members were present: Shirley Clark, Joe Gezel, John Parker, Pam Pepper and Brad Ross. Absent: Greta Southall.

Mayor Shaw presented a proclamation recognizing Firefighter/Paramedics Jason Kling and Kayla Schark for their dedication to their profession and going beyond the call of duty that resulted in a life saved.

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

Approval of agenda

February 16, 2016 Minutes

<u>Applications</u>

- A new Special Class "C' Liquor License and Sunday Sales Privilege for Deng's Garden of Indianola - 312 N. Jefferson
- A renewal Class "B" Wine, Class "C" Beer, Class "E" Liquor License and Sunday Sales Privilege for Indy 66 - 1201 N. Jefferson

Street/sidewalk usage request from Simpson College for the 2016 Living the Dream; Ending the Isms March & Rally - April 1, 2016 from 1:00 p.m. - 3:30 p.m. - the march will begin at Simpson College, south on Buxton, east on Salem, north on Howard, west on Ashland then south on Buxton - will use sidewalks and cross at intersections

Noise permit for Mike Murphy - Indianola Classic Car and Truck Show and Shine – every third Saturday of the month starting April 16, 2016 through September 17, 2016

<u>Prior approval applications for urban revitalization designation</u>
Indianola Iowa Lodging – 501 East Trail Ridge Avenue – Hotel

<u>Final approval applications for urban revitalization designation</u>
Jerry's Homes – 1304 N. 6th Street – SFD
Jerry's Homes – 206 Rolling vista Place- SFD
Jerry's Homes -1310 N. 6th Street – SFD
Jerry's Homes – 602 E. Norwood Avenue – SFD
Jerry's Homes – 600 E. Norwood Avenue – SFD
Autumn Ridge Development – 400 S. 8th Ct. #55 – SFD
Jerry's Homes – 204 Rolling Vista Place – SFD
Jerry's Homes – 200 Rolling Vista Place – SFD
Aaron & Erin Freeberg – 409 R63 Hwy – SFD

Greg Marchant presented the Economic Development Report.

The 2015 Fourth Quarter Safety Reports were discussed.

A public hearing was held for the 2016/17 budget. There were no objections either oral or written. Council member Pepper made a motion to approve the following resolution adopting the FY 2016/17 City Budget with a tax rate of $12.70. Council member Parker seconded the motion to adopt. On roll call the vote was, AYES: Gezel, Parker, Ross, Clark and Pepper. NAYS: None. ABSENT: Southall. Whereupon the Mayor declared the motion carried unanimously and the following resolution duly adopted.

RESOLUTION NO. 2016-11
RESOLUTION ADOPTING THE ANNUAL BUDGET
FOR FISCAL YEAR ENDING JUNE 30, 2017

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

A public hearing and first consideration of a request from Greg Johansen and Mike Ohnemus to vacate and purchase the West ½ of east/west alley within Block 36 of College Addition was held. There were no objections either oral or written. It was moved by Ross and seconded by Gezel to approve the first consideration of this request. Question was called for and on voice vote the Mayor declared the motion carried unanimously.

The following resolution entitled "RESOLUTION SUPPORTING THE HOME BASE IOWA INITIATIVE" was approved on a motion by Clark and seconded by Parker. On roll call the vote was, AYES: Pepper, Gezel, Parker, Ross and Clark. NAYS: None. ABSENT: Southall. Whereupon the Mayor declared the motion carried unanimously and the following resolution duly adopted.

RESOLUTION NO. 2016-12
RESOLUTION SUPPORTING THE HOME BASE IOWA INITIATIVE

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

Council member Pepper introduced the following resolution entitled, "RESOLUTION APPROVING EMERGENCY REPAIRS FOR THE MORLOCK LIFT STATION" - emergency repairs are necessary to avoid sanitary sewer overflows that present a risk to public health & might cause serious loss to the City of Indianola if repairs are delayed. Council member Parker seconded the motion to adopt. On roll call the vote was, AYES: Gezel, Parker, Ross, Clark and Pepper. NAYS: None. ABSENT: Southall. Whereupon the Mayor declared the motion carried unanimously and the following resolution duly adopted.

RESOLUTION NO. 2016-13
RESOLUTION APPROVING EMERGENCY REPAIRS FOR THE MORLOCK LIFT STATION

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

Doug Bylund, Park and Recreation Superintendent, discussed a contract for water slide improvements at the Memorial Aquatic Center with Fischer Brothers for a cost not to exceed $28,485. Improvements include interior restoration (interior gel-coat) of two waterslides. A motion was made by Pepper and seconded by Parker to approve the following resolution entitled, "RESOLUTION APPROVING PROFESSIONAL SERVICES AGREEMENT WITH FISCHER BROTHERS FOR WATER SLIDE IMPROVEMENTS TO THE MEMORIAL AQUATIC CENTER" in an amount not to exceed $28,485. On roll call the vote was, AYES: Gezel, Parker, Ross, Clark and Pepper. NAYS: None. ABSENT: Southall. Whereupon the Mayor declared the motion carried unanimously and the following resolution duly adopted.

RESOLUTION NO. 2016-14
RESOLUTION APPROVING PROFESSIONAL SERVICES AGREEMENT WITH FISCHER BROTHERS FOR WATER SLIDE IMPROVEMENTS TO THE MEMORIAL AQUATIC CENTER

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

Council Member Pepper introduced the following Resolution entitled "RESOLUTION APPROVING CONTINUING DISCLOSURE POLICY" and moved that it be adopted. Council Member Ross seconded the motion to adopt, and the roll being called thereon, the vote was as follows: AYES: Gezel, Parker, Ross, Clark and Pepper. NAYS: None. ABSENT: Southall. Whereupon the Mayor declared the Resolution duly adopted as follows:

RESOLUTION NO. 2016-15
RESOLUTION APPROVING CONTINUING DISCLOSURE POLICY

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

A motion was made by Parker and seconded by Ross to approve the following resolution entitled, "RESOLUTION DETERMINING PROPERTY TO BE SURPLUS AND AUTHORIZING THE SALE OF A 2013 FORD TAURUS FROM THE POLICE DEPARTMENT". On roll call the vote was, AYES; Ross, Clark, Pepper, Gezel and Parker. NAYS: None. ABSENT: Southall. Whereupon the Mayor declared the motion carried unanimously and the following resolution duly adopted.

RESOLUTION NO. 2016-16
RESOLUTION DETERMINING PROPERTY TO BE SURPLUS AND AUTHORIZING THE SALE OF A 2013 FORD TAURUS FROM THE POLICE DEPARTMENT

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

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

RESOLUTION NO. 2016-17
RESOLUTION APPROVING SALARIES

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

Mayor Shaw stated a Council Study Committee meeting regarding the Wastewater Treatment Plant Facility Plan will be held on March 28, 2016-5:00 p.m. at HR Green Company in Johnston, Iowa.

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

________________________________ ________________________________

Kelly B. Shaw, Mayor Diana Bowlin, City Clerk

Information

Subject

A new Class "B" Beer Permit and Outdoor Area for The Square Bar Association - Bike Night

Information

This is a new liquor license for The Square Bar Association for Bike Night on the square. All the paperwork is in order and staff has approved. Owners are Randy Gathers, Daryl Augustson and Aaron Kennedy.

Attachments

Square Bar Assoc Liquor Application

February 29, 2016

NAME OF APPLICANT: Square Bar Association (Bike Night) – Downtown Square & One Block In Each Direction

TYPE OF LICENSE/PERMIT: Class "B" Beer and Outdoor Area

	Approve	Disapprove*
Police Chief	X	
Fire Chief	X	
B&Z Official	X	
Sign Compliance	X	

*Reasons for disapproval

Applicant **License Application ( )**

Name of Applicant: Aaron Kennedy

Name of Business (DBA): Square Bar Association

Address of Premises: Intersection of Buxton/Howard/Salem/Ashland

City Indianola **County:** Iowa **Zip:** 50125

Business (515) 240-4188

Mailing 411 E Second Ave

City Indianola **State** IA **Zip:** 50125

Contact Person

Name Aaron Kennedy

Phone: (515) 240-4188 **Email** aaronandjannelle@aol.com

Classification Class B Beer (BB) (Includes Wine Coolers)

Term: 6 months

Effective Date: 04/14/2016

Expiration Date: 01/01/1900

Privileges:

Class B Beer (BB) (Includes Wine Coolers)

Outdoor Service

Status of Business

BusinessType: Limited Partnership

Corporate ID Number: [redacted] **Federal Employer ID** [redacted]

Ownership

Randy Gathers

First Name: Randy **Last Name:** Gathers

City: Des Moines **State:** Iowa **Zip:** 50125

Position: President

% of Ownership: 34.00% **U.S. Citizen:** Yes

Daryl Augustson

First Name: Daryl **Last Name:** Augustson

City: Indianola **State:** Iowa **Zip:** 50125

Position: Vice President

% of Ownership: 33.00% **U.S. Citizen:** Yes

Aaron Kennedy

First Name: Aaron **Last Name:** Kennedy

City: Indianola **State:** Iowa **Zip:** 50125

Position: Secretary/Treasurer

% of Ownership: 33.00% **U.S. Citizen: Yes**

Insurance Company Information

Insurance Company: Founders Insurance Company	
Policy Effective Date:	**Policy Expiration**
Bond Effective	**Dram Cancel Date:**
Outdoor Service Effective	**Outdoor Service Expiration**
Temp Transfer Effective	**Temp Transfer Expiration Date:**

City Council Regular 2nd Mtg **5. C. 2.**

Meeting Date: 03/21/2016

Information

Subject

A renewal refuse hauling permit for Waste Connections

Information

This is a renewal refuse hauling permit for Waste Connections. All the paperwork is in order for your approval.

Attachments

Waste Connections Refuse 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 Connections of Iowa Inc
NATURE OF BUSINESS Solid Waste Hauler
MAIL ADDRESS 4705 NE 22nd St Des Moines, Iowa 50313
INDIVIDUAL ________ PARTNERSHIP ______ CORPORATION X
NAME OF OWNER(S) Waste Connections Inc
RESIDENT STREET ADDRESS OF OWNER(S) ~~[illegible]~~ 3 Waterway Square place The Woodlands TX 77380

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

	License No.	Type of Collection	Transportation Equipment
#83	165YXQ	Res/Com	1HTWGADT23JDST611
#84	166YXR	Res/Com	1HTWGADT14JDS6616

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

Solid Waste is transported to South Central Iowa landfill located on HWY 92 Winterset Ia.

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

City of Indianola is serviced on Tuesday for residential and Commercial refuse subscription Customers With a rear load Vehicle

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 Robert Miller

Subscribed and sworn to before me, ~~(a Notary Public)~~ (City Clerk) in and for the City of Indianola this 17 day of March, 2016

Diana [signature]

~~Notary Public~~ City Clerk

City Council Regular 2nd Mtg **5. D.**

Meeting Date: 03/21/2016

Information

Subject

Set April 4, 2016 as a public hearing and first consideration of the following:

Information

Meeting Date: 03/21/2016

Information

Subject

Resolution setting a public hearing to amend Chapter 165 Zoning, Chapter 166 Site Plan and Chapter 170 Subdivision Ordinances (P&Z approved unanimously on March 8, 2016)

Information

Council needs to consider setting April 4, 2016 as a public hearing and first consideration to amend Chapter 165, 166 and 170 of the Code of Ordinances. The ordinance identifies a total of 35 changes of which 21 of them simply change the title from Building and Zoning Department or Building Official to Community Development Department or Director. Additional language has been added to ten of the changes (highlighted in yellow) to clarify areas that are already enforced and the remaining four changes (highlighted in green) consist of new language altogether. The simple changes of title have not been highlighted but are underlined. Chuck recommended and the Planning and Zoning Commission approved unanimously on March 8, 2016.

Attachments

Resolution Setting Public Hearing

Ordinance Amendment

RESOLUTION NO. ________

A RESOLUTION SETTING A PUBLIC HEARING TO CONSIDER ORDINANCE AMENDING THE MUNICIPAL CODE OF THE CITY OF INDIANOLA, IOWA, CHAPTER 165 "ZONING REGULATIONS" AND CHAPTER 166 "SITE PLAN" AND CHAPTER 170 "SUBDIVISION REGULATIONS"

WHEREAS, the Indianola Code of Ordinances regulates the zoning of the City of Indianola, Iowa; and

WHEREAS, maintaining consistent zoning regulations throughout the City is important to the City's image and future development, and in the best long-term economic and social interests of the City's current and future residents; and

WHEREAS, the City Council of the City of Indianola, Iowa now deems it necessary and proper to amend the Code of Ordinances to update certain zoning, site plan and subdivision regulations within the City; and

WHEREAS, a public hearing should now be set for consideration of said amendments to the Municipal Code of the City of Indianola.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Indianola, Iowa, that a public hearing before this Council on the proposed ordinance is set for 6:00 PM, on the 4th day of April 2016. The City Clerk is directed to publish Notice of said hearing at the time and in the manner required by law.

Dated this 21st day of March 2016.

____
Kelly B. Shaw, Mayor

ATTEST:

____
Diana Bowlin, City Clerk

ORDINANCE NO. -______

AN ORDINANCE AMENDING THE MUNICIPAL CODE OF THE CITY OF INDIANOLA, IOWA, CHAPTER 165 "ZONING REGULATIONS" AND CHAPTER 166 "SITE PLAN" AND CHAPTER 170 "SUBDIVISION REGULATIONS"

WHEREAS, the Indianola Code of Ordinances regulates the zoning of the City of Indianola, Iowa; and

WHEREAS, maintaining consistent zoning regulations throughout the City is important to the City's image and future development, and in the best long-term economic and social interests of the City's current and future residents; and

WHEREAS, the City Council of the City of Indianola, Iowa now deems it necessary and proper to amend the Code of Ordinances to update certain zoning, site plan and subdivision regulations within the City.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF INDIANOLA, IOWA:

Section 1: That Chapter 165.03(19) Definitions of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by inserting the following underlined language:

> 19. "Garage, private" means an accessory building designed or used for the storage of not more than four (4) motor-driven vehicles owned and used by the occupants of the building to which it is accessory and not to exceed 1050 square feet in total floor area. Not more than one (1) of the vehicles may be a commercial vehicle of not more than two-ton capacity.

Section 2: That Chapter 165.03(41) Definitions of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by inserting the following underlined language:

> 41. "Parking space" means a surfaced area, enclosed in the main building or in an accessory building, or unenclosed, having an area of not less than one hundred eighty (180) square feet exclusive of driveways, permanently reserved for the temporary storage of one automobile and connected with a street or alley by a surfaced driveway which affords satisfactory ingress for automobiles. Each stall is defined as 9'x 20' for angle and 10' x 18' for head-in parking.

Section 3: That Chapter 165.03(49) Definitions of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting the stricken language and inserting the underlined language:

> 49. "Travel trailer" or "camping trailer" means a vehicle without motive power used or so manufactured or constructed as to permit its being used as a conveyance upon the public

streets and highways and so designed as to permit the vehicles to be used as a place of human habitation by one or more persons. ~~Said vehicle may be up to eight (8) feet in width and any length provided its gross weight does not exceed 4,500 pounds, which shall be the manufacturer's shipping or the actual weight provided its overall length does not exceed 28 feet.~~ Such vehicle shall be customarily or ordinarily used for vacation or recreation purposes; if used as a place of human habitation for more than 30 days in any 12-month period, it shall be parked in an area specifically designed for such vehicles, such as a RV Park or Travel Park. For vehicles ~~90 days in any 12 month period, it shall be~~ classed as a mobile home, regardless of the size and weight limitation provided herein. This definition also includes house cars and camp cars having motive power and designed for temporary occupancy as defined herein.

Section 4: That Chapter 165.08(7) Interpretation of District Boundaries of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting the stricken language and inserting the underlined language:

7. Where physical or cultural features existing on the ground are at variance with those shown on the official zoning map, or in other circumstances not covered by subsections 1 through 6 above, the ~~Board of Adjustment~~ Director of Community Development shall interpret the district boundaries.

Section 5: That Chapter 165.09 Schedules of District Regulations of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by inserting as follows:

A-1	AGRICULTURAL	A-1
MINIMUM LOT AREA AND WIDTH	**MINIMUM REQUIRED FRONT, SIDE AND REAR YARDS**	**MAXIMUM HEIGHT**
Area: .... 15 acres Width: .... 300 feet ***(Ord. 1431 – Sep. 09 Supp.)*** **MINIMUM FLOOR AREA** Dwellings: 1 story .... 720 square feet 1½ stories .... 840 square feet 2 stories .... 960 square feet	Dwellings and other non-institutional uses: Front: .... 40 feet Rear: .... 30 feet Side: .... 10 feet Side street, corner lot ...... 30 feet Schools, Churches or Other Public or Institutional Buildings: Front: .... 50 feet Rear: .... 40 feet Side: .... 40 feet Side street, corner lot ...... 40 feet	2 1/2 stories or 35 feet

SPECIAL REQUIREMENTS

1. Poultry, livestock or fur-bearing animals shall be kept a minimum distance of 300 feet from the nearest platted residential development. This does not apply to the usual keeping of household pets not for commercial use.

2. No building permit shall be issued for a dwelling unit in the agricultural district for any parcel of land that is designated for commercial or industrial uses on the Future Land Use Plan of the City of Indianola.

3. No building permit shall be issued for a communications tower in the agricultural district until 10 days' written notice is given to all property owners in the fall area of the tower.

4. If the Building Official does not approve an application for a building permit as presented and the applicant is unable or unwilling to meet the requirements of the A-1 (Agricultural) zoning classification relative to minimum lot area and width, the applicant shall have the option of submitting the application to the Planning and Zoning Commission and Council for their review. The Commission and Council shall give consideration to the following before making their respective recommendation and decision: topography, drainage, master street plan of the comprehensive plan, future land use plan, adjoining properties, proper planning for the extension of streets, public sewer, public water and public electric.

Section 6: That Chapter 165.09 Schedules of District Regulations of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by inserting as follows:

C-2 HIGHWAY COMMERCIAL C-2	
PERMITTED PRINCIPAL USES AND STRUCTURES	**MINIMUM REQUIRED OFF-STREET PARKING**
1. Automotive display, sales, service and repair	1 space per 300 square feet of sales, service or office floor area
2. Gas Station/Convenience Store, not including the dispensing of liquefied propane for vehicles.	1 space for every 100 square feet of floor area for the first 2000 square feet of floor area, and 1 space for every 200 square feet in excess of 2000 square feet.
2. Farm implement display, sales, service and repair	1 space per 300 square feet of sales, service or office floor area
3. Plant nursery and garden supplies sales	1 space per 300 square feet of sales, service or office floor area
4. Lumberyard or building materials sales	1 space per 300 square feet of sales, service or office floor area
5. Restaurant, nightclub, café or tavern	1 space per 100 square feet of floor area
6. Dance hall and skating rink	1 space per 100 square feet of floor area
7. Drive-in eating and drinking establishment	5 spaces per 100 square feet of floor area
8. Bowling alley	5 spaces per lane or alley
9. Drive-in bank	4 spaces per teller window with a minimum of 5 spaces
10. Motel, hotel or tourist campground	1 space per unit or campsite
11. Dwelling unit above a store or shop	1 space per unit

Section 7: That Chapter 165.10(7) and (8) Supplementary District Regulations of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting the stricken language and inserting the underlined language:

7. Buildings to Have ~~Access~~ Frontage. Every building hereafter erected or structurally altered, shall be on a lot or parcel having a frontage on a public street or road.

8. Mobile Homes ~~or Trailers~~. Mobile homes occupied as a permanent or temporary place of residence shall be limited to private property for a maximum of 30 days per calendar year after which time located only in an approved mobile home park or mobile home subdivision unless otherwise provided in this chapter ~~and occupied travel trailers and camping trailers shall be located only in an approved tourist or trailer campground~~.

Section 8: That Chapter 165.10(12)(D) Supplementary District Regulations of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting the stricken language and inserting the underlined language:

D. No one- or two-family dwelling with a one- or two-car garage shall have more than twenty-five percent (25%) of the front yard used for driveway parking purposes. However, this restriction shall not prohibit the construction of a twenty (20) foot wide driveway. One- and two-family dwellings that have a three (3) or more car garage shall be subject to the discretion of the ~~Building Official~~ Director of Community Development.

Section 9: That Chapter 165.10(15)(F) Supplementary District Regulations of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by inserting the underlined language:

F. Temporary food or beverage structures or vehicles, for special community events only, with a maximum time period of the duration of the community event plus one day before and one day after the event.

Section 10: That Chapter 166.02 Initial Procedure of the Municipal Code of the City of Indianola, Iowa, after subparagraph 4, be and it is hereby amended by deleting the stricken language and inserting the underlined language:

that person shall submit to the ~~Building Official~~ Director of Community Development a site plan which shall consist of an overhead view of the proposed site and contain all of the required information hereinafter set out, and adopt the design standards hereinafter specified unless waived by the ~~Building Official~~ Director of Community Development.

Section 11: That Chapter 166.03 Required Information of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting the stricken language and inserting the underlined language:

166.03 REQUIRED INFORMATION. Site plans which are submitted for review shall be drawn to a scale of 1 inch = 50 feet or larger and shall include as a minimum the following items of information, unless otherwise waived by the ~~Building Official~~ Director of Community Development:

1. Legal description and address of the property to be developed.

2. Name and address of the record property owner, the applicant and the person preparing the site plan.

3. Existing zoning classification.

4. Date of preparation, north point and scale.

5. Existing and proposed utility lines and easements.

6. Where possible ownership or boundary problems exist, as determined by the ~~Building Official~~ Director of Community Development, a property survey by a licensed land surveyor shall be required.

7. Total number and types of buildings and location proposed; proposed uses for all buildings; total floor area of each building, estimated number of employees for each proposed use, where applicable; and any other information which may be necessary to determine the number of off-street parking and loading spaces required by the Zoning Ordinance.

8. Location and type of any existing and proposed signs and of any existing or proposed lighting on the property which illuminates any part of any required yard. All outside lighting is to be directed away from adjoining residential uses. If there is no outside lighting, the same should be indicated.

9. Location and description of fence, hedges, trees and shrubs or natural boundaries that are existing or proposed.

10. Downspout locations.

11. All required yard setbacks.

12. Complete traffic circulation and parking plan, where applicable, as determined by the ~~Building Official~~ Director of Community Development, showing the location and dimensions of all existing and proposed parking stalls, loading areas, entrance and exit drives, dividers, planters and other similar permanent improvements. Indicate the total square footage of impervious surface area. Areas include primary and accessory structures, driveways, parking lots, private walks and any other area in nature that would be considered impervious surface area.

13. A plan to be implemented at the time of or prior to construction, which will eliminate excessive and unnecessary soil erosion, both during and after construction.

Section 12: That Chapter 166.04 Specific Design Standards Required of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting the stricken language and inserting the underlined language:

166.04 SPECIFIC DESIGN STANDARDS REQUIRED.

1. On approval by the ~~Building Official~~ <u>Director of Community Development</u>, building permits may be issued, as long as all other requirements of the City, State and County are met, and construction may commence.

2. In order for the ~~Building Official~~ <u>Director of Community Development</u> to approve a site plan application, the following specific design standards must be met:

A. The plan must provide for adequate routing of downspout discharge, footing drain discharge and parking lot runoff.

B. Storm water may not be directed out driveways into the City right-of-way, except where permitted by City. Storm water shall be collected and piped to a storm sewer where a storm sewer is available within three hundred (300) feet from the property line. The storm sewer system's pipes and intakes shall be capable of conveying runoff from a five-year recurrence interval storm from the site and tributary upstream areas. Storm water runoff calculations shall be made utilizing the Soil Conservation Service methods as presented in *Technical Release No. 55, Urban Hydrology for Small Watersheds, Soil Conservation Service, U.S. Department of Agriculture*. The ~~Building Official~~ <u>Director of Community Development</u> may waive this requirement, provided the area to be developed is less than ten thousand (10,000) square feet. The calculations shall be certified by an engineer, architect or landscape architect registered in the State of Iowa and familiar with such calculations.

G. <u>Driveway widths serving head-in parking areas shall not be less than 24' in width and those serving angle parking areas shall not be less than 22' in width</u>. The number of curb drops/driveway approaches in residential areas shall be limited to eighteen (18) feet to thirty (30) feet in width and thirty (30) feet apart. Commercial or industrial areas, accesses are limited to eighteen (18) feet to forty (40) feet in width.

Section 13: That Chapter 166.05 <u>General Design Policies</u> of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting the stricken language and inserting the underlined language:

166.05 GENERAL DESIGN POLICIES. In addition to the specific design standards as stated above, each site plan presented shall comply with the following general design policies, and the ~~Building Official~~ <u>Director of Community Development</u> may refuse to grant approval to a site plan even though it complies with the specific design standards if, in the opinion of the ~~Building Official~~ <u>Director of Community Development</u>, it does not comply with the general design policies as hereinafter enumerated. Any site plan presented shall be designed in such a way as to insure the orderly and harmonious development of property in such a manner as will safeguard the public's health, safety and general welfare, as hereinafter set out.

Section 14: That Chapter 166.06 <u>Alternate Method for Approval of Site Plan</u> of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting the stricken language and inserting the underlined language:

166.06 ALTERNATE METHOD FOR APPROVAL OF SITE PLAN. If the ~~Building Official~~ Director of Community Development does not approve the site plan as presented and the applicant is unable or unwilling to meet the above criteria and specific design standards or provide the information as required, the applicant shall have the option of submitting the site plan to the Planning and Zoning Commission and Council for their review, in accordance with the following provisions: Applicant shall cause to be prepared a site plan for such development and submit a reproducible medium and three (3) copies to the ~~Building and Zoning~~ Community Development Department. The site plan shall be accompanied by a cover letter requesting review and approval of said plan and by a receipt from the Clerk's office as proof of payment of the application fee which is as follows:

Site plan review — one acre or less .... $ 50.00
Site plan review — more than one acre .... $ 100.00

The site plan shall contain all of the information required by Sections 166.03 and 166.04 of this chapter and, in addition, shall contain the following supplemental information:

1. Existing and proposed contours at an interval not to exceed two (2) feet, provided that at least two (2) contours shall be shown.

2. Location, shape, exterior dimensions and number of stories of each existing building to be retained and of each proposed building.

3. A vicinity map at a scale of one inch equals four hundred (400) feet or larger, showing the general location of the property.

4. Soil tests and similar information, if deemed necessary by the ~~Building Official~~ Director of Community Development to determine the feasibility of the proposed development in relation to the design standards set forth in this chapter.

5. In case of any conflicting requirements between ~~the~~ this chapter and any existing ordinance of the City, the more restrictive requirement shall be met.

Section 15: That Chapter 166.07 Action on Site Plan; Procedures of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting the stricken language and inserting the underlined language:

166.07 ACTION ON SITE PLAN; PROCEDURES.

1. Within forty-five (45) days after receiving the application for site plan review as required by Section 166.02 of this chapter, plus the supplement thereto as required by Section 166.03, the Planning and Zoning Commission shall recommend to the Council to either approve, approve subject to conditions, or disapprove the site plan. Failure by the Commission to act within the time specified herein shall be deemed recommendation for approval of the site plan as submitted, provided that the site plan has been presented to a quorum of the Commission and that the plan as submitted does not conflict with any existing ordinance, statute, rule or law affecting the subject property, and provided

further that if additional information is required by the ~~Building Official~~ Director of Community Development pursuant to Section 166.03 of this chapter, the time period specified above shall not commence until such information has been filed with the ~~Building and Zoning~~ Community Development Department.

2. The ~~Building Official~~ Director of Community Development shall promptly notify the applicant in writing of any revisions or additional information needed as required by Sections 166.03 and 166.05. If necessary, the applicant shall make revisions and resubmit the revised plan to the ~~Building Official~~ Director of Community Development for acceptance. If the site plan complies with requirements set forth in this chapter, the applicant's plan shall be submitted on reproducible medium to the Planning and Zoning Commission for recommendation to the Council for approval, disapproval or approval subject to conditions.

3. An ~~mylar~~ electronic file of the plan with all changes recommended by the Commission, if any, shall be submitted to the ~~Building Official~~ Director of Community Development. Upon recommendation from the Commission to the Council, the applicant's plan will be put on the agenda for the next regularly scheduled Council meeting, for final approval or disapproval by the Council. If the Council rejects the plan, they will advise the owner or developer of any changes which are desired or that should have consideration before approval will be given. The applicant shall then submit the revised original for certification by the Council. The Planning and Zoning Commission and the Council, in approving or disapproving any site plan and in making recommendations for alterations or amendments to the site plan as presented, shall be governed by the general policies as set out by this chapter in Section 166.05 and the purpose of this chapter as set out in Section 166.01.

Section 16: That Chapter 166.11 Highway Corridors of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by inserting the underlined language:

3. Design Standards.

A. A minimum of one hundred percent (100%) of the building wall surface that faces Highway 65-69 or 92 shall consist of full natural brick, exterior finish insulation system (E.F.I.S.), culture stone and/or masonry veneer with a minimum of 1.5" in thickness that is mechanically fastened to the exterior of the building structure, pre-cast concrete walls (except smooth finish pre-cast concrete walls) and/or an approved panelized fiber system with a minimum thickness of 5/8", self-draining and mechanically fastened to an exterior or split-faced concrete masonry units. Those walls that adjoin a wall that fronts Highways 65-69 or 92 shall consist of thirty percent (30%) full natural brick, exterior finish insulation system (E.F.I.S.), culture stone and/or masonry veneer with a minimum of 1.5" in thickness that is mechanically fastened to the exterior of the building structure, pre-cast concrete walls (except smooth finish pre-cast concrete walls) and/or an approved panelized fiber system with a minimum thickness of 5/8", self-draining and mechanically fastened to an exterior or split-faced concrete masonry units. Said 30% shall be for the entire depth of the walls at ground level and shall not be achieved in a vertical configuration. On corner lots, all walls that face the side street shall comply with the requirements of this paragraph regarding walls that face highways. Areas for glazing or overhead doors (or similar doors for vehicle entrances only) shall be excluded from the total wall area in making this determination. If E.F.I.S. is being utilized for more than 50% of the total wall surface, architectural accenting consisting of a minimum of 20% of the wall surface is required. The use of colors, materials, façade projections, recesses, articulated roof lines, enhanced entrances, lighting, windows and awnings can be used to make the improvement aesthetically companionable, provided accenting does not exceed more than 20% of the elevation that faces the highway. This regulation shall not be construed to prevent the use of innovative materials or progressive structural designs. Plans or designs which deviate from the full natural brick, exterior finish insulation system (E.F.I.S.), culture stone and/or masonry veneer with a minimum of 1.5" in thickness that is mechanically fastened to the exterior of the building structure, pre-cast concrete walls (except smooth finish pre-cast concrete walls) and/or an approved panelized fiber system with a minimum thickness of 5/8", self-draining and mechanically fastened to an exterior or split-faced concrete masonry units requirements found in this paragraph may be submitted to the Planning and Zoning Commission and Council for their review and approval. The provisions of this paragraph also apply to all buildings with street frontage in Blocks 7, 8, 9, 12, 13, 16, 17 and 18, Original Town Plat, Indianola, Iowa.

Section 17: That Chapter 170.05(1) Preliminary Platting Procedure of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by inserting the underlined language:

1. The owner or developer of any tract of land to be subdivided shall cause a preliminary plat to be prepared, a plat of the subdivision containing the information specified herein and shall file twelve (12) copies and an electronic copy with the Clerk.

Section 18: That Chapter 170.09 Preliminary Plat Requirements of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by inserting the underlined language:

R. Indicate current flood zones as determined by FEMA with the platted area.

Section 19: That Chapter 170.10 Final Plat Requirements of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting the stricken language and inserting the underlined language:

2. The plat shall be drawn to the scale of fifty (50) feet to one (1) inch, provided that if the resulting drawing would be over thirty-six (36) inches in its shortest dimension, a scale of one hundred (100) feet to one (1) inch may be used. ~~A reproducible sepia shall be filed~~ An electronic file is required to be filed prior to Planning and Zoning action with the Clerk.

Section 20: That Chapter 170.21(2)(A) Storm Drains of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting the stricken language and inserting the underlined language:

A. Each lot shall be provided with minimum six (6) inch diameter storm sewer service line that is a minimum of four (4) feet below ground level, stubbed to the property line, unless the ~~Building Official~~ Director of Community Development determines that sump lines can be taken to an existing overland drainage area. The sump pump line shall be a minimum of one and a half (1½) inches in diameter.

Section 21: All ordinances or parts of ordinances in conflict with the provisions of this ordinance are hereby repealed.

Section 22: 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 _________________, 2016.

____
Kelly Shaw, Mayor

ATTEST:

____
Diana Bowlin, City Clerk

First reading: _______________
Second reading: _______________
Third reading: _______________
Publication Date: _______________

City Council Regular 2nd Mtg **5. D. 2.**

Meeting Date: 03/21/2016

Information

Subject

Resolution setting a public hearing to amend the Building, Electrical, Plumbing, Mechanical, Fire and Fuel Gas Codes

Information

Council needs to set April 4, 2016 as the public hearing and first consideration to amend the Building, Electrical, Plumbing, Mechanical, Fire and Fuel Gas Codes. Community Development Director Chuck Burgin has been preparing an update to the city's building, electrical, plumbing, mechanical, fire and fuel gas code of ordinances (packet). The codes are updated every three years. Highlights are as follows:

- 2009 to 2012 International Building Code
- 2009 to 2012 International Electrical Code
- 2009 to 2012 International Plumbing Code
- 2009 to 2012 International Mechanical Code
- 2009 to 2012 International Fire Code
- 2011 to 2012 International Fuel Gas Code

Attachments

Resolution Setting Public Hearing

Ordinance

RESOLUTION NO. ________

A RESOLUTION SETTING A PUBLIC HEARING TO CONSIDER ORDINANCE AMENDING THE MUNICIPAL CODE OF THE CITY OF INDIANOLA, IOWA, CHAPTER 156 "BUILDING CODE"; CHAPTER 157 "ELECTRICAL CODE"; CHAPTER 158 "PLUMBING CODE"; CHAPTER 159 "MECHANICAL CODE"; CHAPTER 160 "FIRE PREVENTION CODE"; AND CHAPTER 162 "FUEL GAS CODE"

WHEREAS, the Indianola Code of Ordinances regulates the building within the City of Indianola, Iowa; and

WHEREAS, maintaining consistent building regulations throughout the City is important to the City's image and future development, and in the best long-term economic and social interests of the City's current and future residents; and

WHEREAS, the City Council of the City of Indianola, Iowa now deems it necessary and proper to amend the Code of Ordinances to update certain building regulations within the City; and

WHEREAS, a public hearing should now be set for consideration of said amendments to the Municipal Code of the City of Indianola.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Indianola, Iowa, that a public hearing before this Council on the proposed ordinance is set for 6:00 PM, on the 4th day of April 2016. The City Clerk is directed to publish Notice of said hearing at the time and in the manner required by law.

Dated this 21st day of March 2016.

____
Kelly B. Shaw, Mayor

ATTEST:

____
Diana Bowlin, City Clerk

ORDINANCE NO. -______

AN ORDINANCE AMENDING THE MUNICIPAL CODE OF THE CITY OF INDIANOLA, IOWA, CHAPTER 156 "BUILDING CODE"; CHAPTER 157 "ELECTRICAL CODE"; CHAPER 158 "PLUMBING CODE"; CHAPTER 159 "MECHANICAL CODE"; CHAPTER 160 "FIRE PREVENTION CODE"; AND CHAPTER 162 "FUEL GAS CODE"

WHEREAS, the Indianola Code of Ordinances regulates building within the City of Indianola, Iowa; and

WHEREAS, maintaining consistent regulations throughout the City is important to the City's image and future development, and in the best long-term economic and social interests of the City's current and future residents; and

WHEREAS, the City Council of the City of Indianola, Iowa now deems it necessary and proper to amend the Code of Ordinances to update certain building regulations within the City.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF INDIANOLA, IOWA:

Section 1: That Chapter 156 Table of Contents of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting 156.12 R202 Definitions and 156.19 R315.2 – Alterations, Repairs and Addition.

Section 2: That Chapter 156.01 of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting "2009" and inserting in lieu thereof "2012."

Section 3: That Chapter 156.02 of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting "2009" and inserting in lieu thereof "2012."

Section 4: That Chapter 156.03(1) of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting "IBC – Chapter 13 Energy Efficiency Inspections."

Section 5: That Chapter 156.03(2) of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting "R323" and inserting in lieu thereof "R322"; and deleting "R408.6" and inserting in lieu thereof "R408.7."

Section 6: That Chapter 156.03 of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by insert a new paragraph (3) to read "R501.3 Fire protection of floors."

Section 7: That Chapter 156.10 of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting "108.2.1" wherever it appears and inserting in lieu thereof "109.2.1."

Section 8: That Chapter 156.11 of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting "R109.3" wherever it appears and inserting in lieu thereof "R108.3."

Section 9: That Chapter 156.12 of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting it in its entirety and reserving the paragraph number.

Section 10: That Chapter 156.15 of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting "R311.7.4.1" wherever it appears and inserting in lieu thereof "R311.7.5.1."

Section 11: That Chapter 156.16 of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting "R311.7.7.2" wherever it appears and inserting in lieu thereof "R311.7.8.1."

Section 12: That Chapter 156.19 of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting it in its entirety and reserving the paragraph number.

Section 13: That Chapter 156.20 of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting "720 square feet" and inserting in lieu thereof "750 square feet."

Section 14: That Chapter 156.21 of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting "R405" wherever it appears and inserting in lieu thereof "405.2.3," and removing any membrane filter requirement.

Section 15: That Chapter 156.26 of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting "R317.2" and "R317.3" wherever it appears and inserting in lieu thereof "R302."

Section 16: That Chapter 156.32 Under Floor Ventilation of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting the stricken language and inserting the underlined language:

> **156.32 1203.3 - UNDER FLOOR VENTILATION**. Section 1203.3 Under Floor Ventilation, of the IBC is hereby amended by ~~deleting existing~~ by inserting exception #6:
>
> Section 1203.3.2 Floor Surface Crawl Space and Sub-basements exception #6. All crawl space or subbasement floors shall be entirely covered with a 6-mil vapor barrier (visqueen). Edges and minimum 12" (inch) overlapping seams (as applicable) of said vapor barrier shall be held in place with a minimum of 2" (inches) of clean aggregate or a concrete mixture of a minimum of 1500 - PSI strength capped with a minimum 1 ½ inches of concrete.

Section 17: That Chapter 156.33 of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting "e. Vinyl: and inserting in lieu thereof "f. Vinyl."

Section 18: That Chapter 156.40 of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting "2009" and inserting in lieu thereof "2012."

Section 19: That Chapter 157.02 of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting "2011" and inserting in lieu thereof "2014."

Section 20: That Chapter 157.07 of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by inserting "Exception: In C-2 (Highway Commercial) and C-3 (General Retail) dwelling units. Raceway not required in an approved dwelling unit used in conjunction with a business or rental above a store unit."

Section 21: That Chapter 157.11 Inspection of Damaged Premises of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting the stricken language and inserting the underlined language:

> **157.11 ~~INSPECTION OF DAMAGED PREMISES~~. DAMAGED ELECTRICAL COMPONENTS.** Subject to constitutional limitations, the Building Official shall, without notice or application, inspect all buildings damaged by fire, wind, tornado, cyclone or other calamity and prior to any repair or reconstruction shall make a specific inspection as to whether or not there is any exposed wiring resulting therefrom, and shall require that all exposed wiring be properly protected before any repair or improvement is permitted.

Section 22: That Chapter 158 Table of Contents of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting "158.15 405.4.1 – Floor Flanges."

Section 23: That Chapter 158.01 of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting "2009" wherever it appears and inserting in lieu thereof "2012."

Section 24: That Chapter 158.13 of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting the stricken language and inserting the underlined language:

> **158.13 PERSONS ELIGIBLE FOR PERMIT**. A permit required by this chapter shall be issued only to ~~a plumber licensed pursuant to this Code of Ordinances~~ a plumbing contractor licensed by the State of Iowa; however, any permit required by this chapter may be issued to the owner of a single- family dwelling, used exclusively for living purposes, to do any work regulated by this chapter in that dwelling, including the usual accessory buildings and quarters, if the dwelling will be occupied by the owner and if the owner personally purchases all material and performs all labor in connection with the work. All work done in accordance with this exception must meet all the requirements of this chapter and shall be inspected as on other work. Only a licensed plumber shall be issued a permit to tap a City water or sanitary sewer main.

Section 25: That Chapter 158.15 of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting it in its entirety and reserving the paragraph number.

Section 26: That Chapter 159.01 of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting "2009" wherever it appears and inserting in lieu thereof "2012."

Section 27: That Chapter 159.02 of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting "2009" and inserting in lieu thereof "2012."

Section 28: That Chapter 160.02 of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting "2009" wherever it appears and inserting in lieu thereof "2012."

Section 29: That Chapter 160.02 of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by inserting "Appendix F – Hazard Ranking" and "Appendix I Fire Protection System – Non-compliant Construction."

Section 30: That Chapter 160.03 of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting "2009" wherever it appears and inserting in lieu thereof "2012."

Section 31: That Chapter 160.05 of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting "2009" and inserting in lieu thereof "2012."

Section 32: That Chapter 162.01 of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting "2009" wherever it appears and inserting in lieu thereof "2012."

Section 33: That Chapter 162.02 of the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting "2009" and inserting in lieu thereof "2012."

Section 34: That the Fire Code is hereby amended by adding the following:

160.15. Section 903.1.1 and 906.2.1; Non-City personnel performing inspection, testing and maintenance on fire protection systems and extinguishers shall possess valid certificates. The contractor or vendor must obtain a state licensure/certification and renewal is every two years (no previous retest requirement) and use of third party testing (administratively efficient).

160.16. Section 1104.16.5.2; Fire escapes (not exterior stairs) shall be examined for structural adequacy every five years. The Fire Department will identify and create a source for all fire escapes located in the city.

Section 35: All ordinances or parts of ordinances in conflict with the provisions of this ordinance are hereby repealed.

Section 36: 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 _________________, 2016.

Kelly Shaw, Mayor

ATTEST:

Diana Bowlin, City Clerk

First reading: ______________
Second reading: ______________
Third reading: ______________
Publication Date: ______________

Information

Subject

Resolution setting a public hearing to amend the transient merchant ordinance to include peddlers and solicitors

Information

Council needs to consider setting April 4, 2016 as a public hearing and first consideration to amend the transient merchant ordinance. Staff is requesting that Chapter 122 Transient Merchant Ordinance be amended to add peddlers and solicitors to the ordinance. After review of the current ordinance, staff felt the current ordinance was a little vague on specific types of transient merchants. The amendment (packet) will define exactly what a Transient Merchant, Peddler and Solicitor consist of and will require additional information on the application. In addition the amended ordinance will require a cash bond, an application fee, a higher fee schedule, and time restrictions. It will also state who are exempt from obtaining a license.

Highlights of the amended ordinance include:

- Definitions of a Transient Merchant, Peddler and Solicitor
- Provides for criminal penalties allowed by Iowa law for simple misdemeanors for peddling, soliciting or engaging in the business of a transient merchant in the City without a license.
- The applicant will pay a cash bond of no less than $200/license or $1,000/employer employing a group of five or more license applicants – the bond will be held to indemnify and pay the city any penalties or costs incurred in the enforcement of any of the section of this Chapter. The bond will be returned upon request by the applicant or employer at any time more than four months after expiration of the license for which the cash bond was provided.
- Application for license shall be in writing and accompanied with a $15 processing fee
- License fees shall be:
    - Solicitors - For each person actually soliciting, a fee of $100/year
    - Peddlers or Transient Merchant
        - One day = $50
        - One week = $100
        - Up to six months = $200
        - One year or any major part = $300
- License will be in force and effective only between 10:00 a.m. and 8:00 p.m.
- The following are excluded from obtaining a license:
    - Newspapers
    - Club members - (Boy Scouts, Girl Scouts, 4-H clubs, Future Farmers of America, etc)
    - Local residents and farmers – those that sale their own produce on private property
    - Students – students representing the Indianola School District conducting project sponsored by organizations recognized by the school
    - Route Sales – route delivery persons who only incidentally solicit additional business or make special sales
    - Resale or Institutional Use – persons customarily calling on businesses or institutions for the purposes of selling products for resale or institutional use
    - City sponsored and/or community events held on City property
    - Charitable and nonprofit organizations

The current ordinance (packet) requires only an application; a bond in a penal sum of two times the value of goods, wares, or merchandise to be sold or offered shall also accompany the application. The applicant must also file a bond with the State of Iowa. The fee is $20/day/person. Once the City Clerk has received the above information the police department will conduct a background check and, if approved, a permit is issued. A 10 day waiting period is required prior to any sales.

Attachments

Chapter 122 Current Ordinance
Chapter 122 Amended Ordinance
Application
Resolution Setting Public Hearing

CHAPTER 122

TRANSIENT MERCHANT LICENSES

122.01 DEFINITION. The term "transient merchant" as used in this chapter means and includes every merchant, whether an individual person, a firm, corporation, partnership or association, and whether owner, agent, bailee, consignee or employee, who shall bring or cause to be brought within the State of Iowa any goods, wares or merchandise of any kind, nature or description, with the intention of temporarily or intermittently selling or offering to sell at retail such goods, wares or merchandise within the City. The term "transient merchant" also means and includes every merchant, whether an individual person, a firm, corporation, partnership or an association, who shall by itself, or by agent, consignee or employee temporarily or intermittently engage in or conduct at one or more locations a business within the City for the sale at retail of any goods, wares or merchandise of any nature or description. A merchant engaging in business shall be presumed to be temporarily or intermittently in business unless it is the intention of such merchant to remain continuously in business at each location where the merchant is engaged in business within the City as a merchant for a period of more than sixty (60) days. The provisions of this chapter shall not be construed to apply to persons selling at wholesale to merchants, or to transient vendors of drugs or to persons selling or distributing livestock feeds, fresh meats, fish, fruit, or vegetables, or to persons selling their own work or production either by themselves or employees. Merchants wishing to sell ice cream and similar frozen desserts from a motorized vehicle on public streets within zoning districts throughout the City are included in and governed by the provisions of this chapter requiring such merchants to obtain a transient merchant license.

(Ord. 1532 – June 14 Supp.)

122.02 LICENSE REQUIRED. It is unlawful for any transient merchant, as defined in this chapter, to sell, dispose of, or offer for sale any goods, wares or merchandise of any kind, nature or description, at any time or place within the City, unless such transient merchant, as in this chapter defined, has a valid license as provided herein and complies with the regulations set forth in this chapter.

122.03 APPLICATION FOR LICENSE. Any transient merchant, as defined herein, desiring a transient merchant's license shall, at least ten (10) days prior to the first day any sale is made, file with the Clerk an application in writing duly verified by the person, firm, corporation, partnership or association proposing to sell or offer to sell at retail any goods, wares or merchandise, or to engage in or conduct a temporary or intermittent business for the sale at retail of any goods, wares or merchandise, which application shall state the following facts:

1. The name, residence and post office address of the person, firm, corporation, a partnership or association making the application, and if a corporation, the names and addresses of the officers thereof, and if a firm, partnership or association and not a corporation, the names and addresses of all members thereof.

2. If the application is made by an agent, bailee, consignee or employee, the application shall so state and set out the name and address of such agent, bailee, consignee or employee and shall also set out the name and address of the owner of the goods, wares and merchandise to be sold or offered for sale.

3. The application shall state whether or not the applicant has an Iowa retailers sales tax permit and if the applicant has such permit, shall state the number of such permit.

4. If the applicant is a corporation, the application shall state whether or not the applicant is an Iowa corporation or a foreign corporation, and if a foreign corporation, shall state whether or not such corporation is authorized to do business in Iowa.

5. The value of the goods to be sold or offered for sale or the average inventory to be carried by any such transient merchant engaging in or conducting an intermittent or temporary business as the case may be.

6. The date or dates upon which said goods, wares or merchandise shall be sold or offered for sale, or the date or dates upon which it is the intention of the applicant to engage in or conduct a temporary or intermittent business.

7. The location and address where such goods, wares or merchandise shall be sold or offered for sale, or such business engaged in or conducted.

8. If the applicant proposes to sell ice cream and other similar frozen desserts from a vehicle, the following additional application requirements shall be provided:

   A. A description of the vehicle from which the sale will be conducted and a copy of the vehicle's current registration.

   B. A photocopy of the applicant's driver's license.

   C. The applicant shall obtain at his or her own expense his or her current DCI criminal history report, dated within one year of license application, through the Iowa Department of Public Safety and certified copy of his or her current driving record. If a new applicant resided outside of Iowa anytime during the five years before applying, the person must also obtain, at their own expense, a copy of his or her current criminal history report and certified copy of driving record from each state of residence during the prior five years. Any person whose license has been suspended or revoked, or has expired for more than 30 days, will be required to obtain a current criminal history report and certified driving record in the same manner as a new applicant.

D. A list of all felony and misdemeanor convictions (convicted of, pled guilty to or stipulated to the facts of a criminal offense), including all crimes involving sexual assault and child abuse, during the ten years immediately preceding the date of application. No license shall be issued to applicants who are registered sex offenders as a result of crimes against a person under the age of eighteen.

E. A list of all convictions for traffic violations for which the applicant's license was suspended, revoked or barred during the five years immediately preceding the date of application.

F. A copy of the license and most recent inspection report issued by the Department of Inspections and Appeals Mobile Food Unit and any recent inspection reports.

G. An insurance certificate for a policy naming the City of Indianola, (including its officers and employees), as an additional insured, with comprehensive general liability limits in an amount no less than $500,000. The policy shall be in full force and effect during the life of the vendor's license. The required coverage shall be at least as broad as the Insurance Services Office, Inc. Form Number CG0001, covering commercial general liability. A copy of the current insurance certificate shall be maintained on file with the City Clerk.

(Ord. 1532 – June 14 Supp.)

122.04 BOND REQUIRED; APPLICABILITY; FORFEITURE. At the time of filing the application and as a part thereof, the applicant shall file with the Clerk a bond, with sureties to be approved by the Clerk, in a penal sum two (2) times the value of the goods, wares or merchandise to be sold or offered for sale or the average inventory to be carried by such transient merchant engaged in or conducting an intermittent or temporary business, as the case may be, as shown by the application, running to the State of Iowa and the City of Indianola, for the use and benefit of any purchaser of any merchandise from such transient merchant who might have a cause of action of any nature arising from or out of such sale against the applicant or the owner of such merchandise if other than the applicant. The bond shall further be conditioned on the payment by the applicant of all taxes that may be payable by, or due from, the applicant to the State of Iowa or any subdivision thereof, and the bond shall be further conditioned for the payment of any fines that may be assessed by any court against the applicant for violation of the provision of this chapter, and further conditioned for the payment and satisfaction of any and all causes of action against the applicant commenced within one (1) year from the date of sale thereof, and arising from such sale, provided, however, that the aggregate liability of the surety for all such taxes, fines and causes of action shall in no event exceed the principal sum of such bond. In such bond the applicant and surety shall appoint the Clerk the agent of the applicant and surety for the service of process. In the event of such service, the agent upon whom such service is made shall within five (5) days after the date of service, mail by ordinary mail a true copy of the process served upon the agent to each party for whom the agent is served, addressed to the last known address of such party. Failure to so mail such copy shall not, however, affect the jurisdiction of the court. Such bond shall contain the consent of the applicant and surety that the district court of the county in which the plaintiff may reside or Warren County, Iowa, shall have jurisdiction of all actions against the applicant or surety, or both, arising out of the sale. The State of Iowa, the City of Indianola, or any subdivision thereof, or any person having a cause of action against the applicant or surety arising out of said sale may join the applicant and surety on such bond in the same action, or may in such action sue either the applicant or the surety alone. The requirements of this section also apply to transient merchants who are licensed in accordance with an ordinance of another city in the State of Iowa. Notwithstanding the above provisions, the bond provided for in this section shall be forfeited to the State of Iowa or the City of Indianola upon the applicant's failure to pay the total of all taxes payable by or due from the applicant to the State, which taxes are administered by the Department of Revenue and Finance. The department shall adopt administrative rules for the collection of the forfeiture. Notice shall be provided to the surety and to the applicant. Notice to the applicant shall be mailed to the applicant's last known address. The applicant or the surety shall have the opportunity to apply to the Director of Revenue and Finance for a hearing within thirty (30) days after the giving of such notice. Upon the failure to request a hearing in a timely manner, the bond shall be forfeited. If, after the hearing upon timely request, the director finds that the applicant has failed to pay the total of all taxes payable and the bond is forfeited, the director shall order the bond forfeited. The amount of the forfeiture shall be the amount of taxes payable or the amount of the bond. The surety shall not have standing to contest the amount of any taxes payable. For purposes of this section "taxes payable" means all taxes, penalties, interest, and fees that the department has previously determined to be due by assessment or in an appeal of an assessment.

122.05 ISSUANCE OF LICENSE. Upon receiving an application for a transient merchant's license, the Clerk shall investigate, or cause to be investigated, the reputation and character of the applicant. If upon making such investigation the Clerk is satisfied that the statements and representations contained in the application are true, and that the applicant is of good reputation and character, and the holder of an Iowa retailer's sales tax permit, and if a foreign corporation has authority to do business in the State of Iowa, the Clerk shall issue to the applicant a license as a transient merchant upon payment of the fee as herein prescribed for the period of time requested in the application and for use at the location and place where it is stated in the application the sale will be held or the business conducted, both of which shall be set out in the license. Such license shall be valid only for the period of time and at the location and place described therein.

122.06 LICENSE FEE. Prior to issuing the transient merchant's license, the Clerk shall collect for the City a license fee in the sum of twenty dollars ($20.00) for each day the applicant, as shown by the application, shall propose to sell or offer for sale any goods, wares or merchandise, or for each day the applicant, as shown by the application, proposes to engage in and conduct a business as a transient merchant as the case may be.

The following license fees shall be paid to the Clerk prior to the issuance of any license proposing to sell ice cream and other frozen desserts in accordance with this chapter:

1. One day........................ $ 20.00
2. One week...................... $ 30.00
3. One month.................... $ 50.00
4. Six months....................$100.00

(Ord. 1532 – June 14 Supp.)

122.07 MISREPRESENTATION. It is unlawful for any transient merchant making sales or engaging in or conducting a business under a transient merchant's license to make any false or misleading statements or representation regarding any article sold or offered for sale by such transient merchant as to condition, quality, original cost, or cost to such transient merchant of any article sold or offered for sale or to sell or offer for sale goods, wares or merchandise of a value in excess of the value thereof as shown by the application, or to sell or offer for sale at retail any goods, wares or merchandise, or to engage in or conduct an intermittent or temporary business on any days or at any place other than those shown by such license.

122.08 SUSPENSION AND REVOCATION. After an alleged violation of the provisions of this chapter or of any other local, State or Federal law, and before a proper hearing before the Clerk, the transient merchant's license shall be under suspension and the transient merchant shall not conduct any further business under the license until disposition of the matter after the hearing. The Clerk may revoke any license issued under the provision of this chapter after proper hearing before the Clerk, by the sending of due notice of said hearing by registered letter to the transient merchant at the merchant's last known address, return receipt requested, not less than twenty (20) days before the date of the hearing, for any of the following causes:

1. For any violations of the provisions of this chapter.
2. For failure to pay the sales tax as provided by law or misrepresentation of the source, condition, quality, weight or measure of the product sold by the transient merchant.
3. If any judgment recovered against any transient merchant with reference to the operation of that business remains unpaid for a period of six (6) months, provided such judgment be not stayed under a *supersedeas* bond upon appeal from such judgment.

The Clerk shall give immediate notice of the revocation of any license issued under the provisions of this chapter to the surety or sureties furnishing the bond provided for herein. In the event of revocation, no other transient merchant license shall be issued to such applicant for a period of two (2) years thereafter.

122.09 PENALTY. Any merchant, whether an individual person, a firm, corporation, partnership or association, violating any of the provisions of this chapter shall be guilty of a simple misdemeanor, and each sale made in violation of the provisions hereof shall be and constitute a separate offense.

122.10 ENFORCEMENT. The City Attorney may seek an injunction from a court of competent jurisdiction in order to prohibit sales by a transient merchant who is in violation of this chapter.

122.11 ICE CREAM VENDORS. A person who obtains a license under the provisions of this chapter may sell ice cream and frozen desserts from a sanitary vehicle approved and licensed by a representative of the Department of Inspections and Appeals pursuant to state law, provided that such vehicles shall be operated and maintained in full compliance with the health, food, drug and sanitary provisions of this Code and the applicable statutes of the state of Iowa.

1. Hours. Ice cream vendor licensees shall be permitted to conduct sales in any zoning district between sunrise and sunset.

2. Manner of Sale on Public Streets. Prior to making a sale, the driver shall drive to the side of the public street, as close as practicable to the curb or the edge of the portion of the street used for vehicular traffic. The driver shall stop, stand, or park such vehicle in full compliance with all applicable traffic laws, and shall remain so stopped, standing, or parked for no longer than is necessary to make sales to customers in the immediate vicinity desiring to make purchases.

3. Safety Standards. The sale of ice cream and other frozen desserts from a licensee's motorized vehicle is conditional upon the vehicle meeting the following minimum safety standards at all times:

   A. A sign clearly visible from the front, rear, and both sides of the vehicle in at least 4" letters of contrasting colors with a warning stating, "CAUTION—CHILDREN."

   B. Four-way, yellow flashing or oscillating hazard lights to warn approaching drivers of children. Such light shall be operated at all times during which ice cream sales occur in accordance with this chapter.

   C. Left and right outside rear view mirrors and two additional outside wide-angle mirrors on the front and back of the vehicle to enable the driver to see around the entire vehicle.

4. Exclusive License. No foods other than ice cream or frozen desserts may be sold from a motorized vehicle within the City except in accordance with this chapter or as otherwise expressly provided in other sections of this Code.

(Ord. 1532 – June 14 Supp.)

ORDINANCE NO. ______

AN ORDINANCE AMENDING THE MUNICIPAL CODE OF THE CITY OF INDIANOLA, IOWA, CHAPTER 122 "TRANSIENT MERCHANT LICENSES"

WHEREAS, the Indianola Code of Ordinances currently covers transient merchants;

WHEREAS, the City Council of the City of Indianola, Iowa, now deems it necessary and proper to amend the Code of Ordinances to expand the ordinance to include peddlers and solicitors.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF INDIANOLA, IOWA:

Section 1: That the Municipal Code of the City of Indianola, Iowa, be and it is hereby amended by deleting the current Chapter 122 and inserting the following:

CHAPTER 122

PEDDLERS, SOLICITORS AND TRANSIENT MERCHANTS

122.01 PURPOSE. The purpose of this chapter is to protect residents of the City against fraud, unfair competition and intrusion into the privacy of their homes by licensing and regulating peddlers, solicitors and transient merchants.

122.02 DEFINITIONS. For use in this chapter the following terms are defined:

1. "Peddler" means any person carrying goods or merchandise who sells or offers for sale for immediate delivery such goods or merchandise from house to house or upon the public street.

2. "Solicitor" means any person who solicits or attempts to solicit from house to house or upon the public street any contribution or donation or any order for goods, services, subscriptions or merchandise to be delivered at a future date.

3. "Transient merchant" means any person who engages in a temporary or itinerant merchandising business and in the course of such business hires, leases or occupies any building or structure whatsoever, or who operates out of a vehicle which is parked anywhere within the City limits. Temporary association with a local merchant, dealer, trader or auctioneer, or conduct of such transient business in connection with, as a part of, or in the name of any local merchant,

dealer, trader or auctioneer does not exempt any person from being considered a transient merchant.

122.03 LICENSE AND BOND REQUIRED.

1. Any person engaging in peddling, soliciting or in the business of a transient merchant in the City without first obtaining a license as herein provided is in violation of this chapter. In addition to any other provision of the Code of Ordinances specifying penalties, the City hereby specifically provides for criminal penalties allowed by Iowa law for simple misdemeanors for peddling, soliciting or engaging in the business of a transient merchant in the City without a license.

2. No license shall be issued until the applicant has delivered to the city clerk a cash bond for no less than $200.00 per license or $1,000.00 for an employer employing a group of five (5) or more license applicants.

   A. **Use of Bond**. The bond shall be held to indemnify and pay the city any penalties or costs incurred in the enforcement of any of the sections of this Chapter, and to indemnify or reimburse any purchaser for damages recovered pursuant to a judgment of the court as a result of misrepresentation related to the goods or services sold by a licensee, provided that the action by the purchaser must be commenced within three months from the date of purchase.

   B. **Release of Bond**. The balance of the bond shall be released by the city clerk and returned to the applicant or employer upon request by the applicant or employer at any time more than four months after expiration of the license for which the cash bond was provided. Except as otherwise provided by court order, the city clerk shall not release any bond during the pendency of any action in state or federal court seeking a judgment upon a claim eligible for payment from the bond.

122.04 APPLICATION FOR LICENSE. An application in writing shall be filed with the Clerk for a license under this chapter. Such application shall be accompanied by a $15.00 application fee and set forth the following information:

1. Applicant's name, e-mail address, if any, permanent and local address, and local phone number or cell phone number;

2. Business address, business e-mail address, if any, and business phone number, if any;

3. The nature of the applicant's business;

4. The last three places of such business;

5. The length of time sought to be covered by the license;

6. Applicant's federal identification number and the federal identification number of any business for which applicant claims to be peddling as an agent, employee, or otherwise;

7. An Iowa sales tax permit number or a letter from the Iowa Department of Revenue confirming a sales tax permit is not required;

8. A Department of Criminal Investigation criminal history report/record for applicant from the state of applicant's residence for the previous five (5) years, including pending charges, dated no more than 30 days prior to the date of the application;

9. A criminal background check from the State of Iowa for applicant and any additional individuals listed on application, dated no more than 1 year prior to the date of the application;

10. Whether applicant has been listed on any sex offender registry within the last five (5) years;

11. Whether applicant has had a peddlers license suspended, revoked, or denied by this or any other city in the last five (5) years and the reasons therefore;

12. The dates of any previous peddlers licenses issued by the city clerk;

13. A list of any vehicles used in the business and the license plate number of any such vehicles.

If the applicant proposes to sell ice cream and other similar frozen desserts from a vehicle, the following additional application requirements shall be provided:

1. A description of the vehicle from which the sale will be conducted and a copy of the vehicle's current registration.

2. A photocopy of the applicant's driver's license.

3. The applicant shall obtain at his or her own expense his or her current DCI criminal history report, dated within one year of license application, through the Iowa Department of Public Safety and certified copy of his or her current driving record. If a new applicant resided outside of Iowa anytime during the five years before applying, the person must also obtain, at their own expense, a copy of his or her current criminal history report and certified copy of driving record from each state of residence during the prior five years. Any person whose license has been suspended or revoked, or has expired for more than 30 days, will be required to obtain a current criminal history report and certified driving record in the same manner as a new applicant.

4. A list of all felony and misdemeanor convictions (convicted of, pled guilty to or stipulated to the facts of a criminal offense), including all crimes involving sexual assault and child abuse, during the ten years immediately preceding the date of application. No license shall be issued to applicants who are registered sex offenders as a result of crimes against a person under the age of eighteen.

5. A list of all convictions for traffic violations for which the applicant's license was suspended, revoked or barred during the five years immediately preceding the date of application.

6. A copy of the license issued by the Department of Inspections and Appeals Mobile Food Unit and any recent inspection reports.

7. An insurance certificate for a policy naming the City of Indianola, (including its officers and employees), as an additional insured, with comprehensive general liability limits in an amount no less than $500,000. The policy shall be in full force and effect during the life of the vendor's license. The required coverage shall be at least as broad as the Insurance Services Office, Inc. Form Number CG0001, covering commercial general liability. A copy of the current insurance certificate shall be maintained on file with the City Clerk.

Upon receipt of the application and accompanying criminal background check, the City Clerk shall conduct an investigation under the following procedures prior to issuing a license:

1. The city clerk shall refer the application and criminal background check provided by the applicant to the chief of police or his/her designee, who shall make an investigation of the character and reputation of the person(s) who will conduct business within the City of Polk City, Iowa, to the extent he/she believes necessary for the protection of the public welfare, except that prior misconduct cannot serve as a basis for denial of a license;
2. The chief of police shall endorse the application with his/her approval or disapproval and forward such endorsed application to the city clerk;
3. If the application has been approved by the chief of police, the city clerk may issue a license to the applicant upon the payment of all license and application fees, bonds, and compliance with all other conditions provided in this Code;
4. If the application has not been approved by the chief of police, the city clerk shall not issue a license unless and until the causes for such disapproval are eliminated;
5. When causes for disapproval are eliminated, the applicant may resubmit to the clerk and the clerk shall forward the amended application to the chief of police for investigation in the same manner as submission of the initial application set forth herein.

122.05 LICENSE FEES. The following license fees shall be paid to the Clerk prior to the issuance of any license.

1. Solicitors. For each person actually soliciting (principal or agent), a fee of one hundred dollars ($100.00) per year.

2. Peddlers or Transient Merchants.

A. For one day .... $ 50.00

B. For one week.. $ 100.00

C. For up to six (6) months... $ 200.00

D. For one year or any major part thereof .... $ 300.00

3. Ice Cream Vendors. The following license fees shall be paid to the Clerk prior to the issuance of any license proposing to sell ice cream and other frozen desserts in accordance with this Chapter:

A. One day……………………… $ 20.00
B. One week……………………. $ 30.00
C. One month…………………... $ 50.00
D. One month to six months…… $100.00

122.06 BOND REQUIRED. Before a license under this chapter is issued to a transient merchant, an applicant shall provide to the Clerk evidence that the applicant has filed a bond with the Secretary of State in accordance with Chapter 9C of the Code of Iowa.

122.07 LICENSE ISSUED. If the Clerk finds the application is completed in conformance with the requirements of this chapter, the facts stated therein are found to be correct and the license fee paid, a license shall be issued immediately.

122.08 DISPLAY OF LICENSE. Each solicitor or peddler shall keep such license in possession at all times while doing business in the City and shall, upon request, exhibit the license as evidence of compliance with all requirements of this chapter or leave a copy of the license with the prospective customer. Each transient merchant shall display publicly such merchant's license in the merchant's place of business. Any misrepresentation in the displaying of licenses issued under this Chapter shall subject the licensee to revocation in addition to any claim in state or federal court by an injured purchaser.

122.09 LICENSE NOT TRANSFERABLE. Licenses issued under the provisions of this chapter are not transferable in any situation and are to be applicable only to the person filing the application.

122.10 TIME RESTRICTION. All peddler's and solicitor's licenses shall provide that said licenses are in force and effect only between the hours of 10:00 a.m. and 8:00 p.m.

122.11 REVOCATION OF LICENSE. The Clerk or the Police Chief or Police Chief's Designee may summarily suspend or revoke any license issued under this chapter by issuance of personal service of the Notice of Revocation on the licensee or on an officer or employee of the licensee or, if personal service cannot be effected, by mailing the Notice by certified mail, return receipt requested, to the licensee's last known mailing address for the following reasons:

1. Fraudulent Statements. The licensee has made fraudulent statements in the application for the license or in the conduct of the business.

2. Violation of Law. The licensee has violated this chapter, including conduct prohibited by Section 122.20, or has otherwise conducted the business in an unlawful manner.

3. Endangered Public Welfare, Health or Safety. The licensee has conducted the business in such manner as to endanger the public welfare, safety, order or morals.

The license shall stand revoked unless, within five days after receipt of the Notice of Revocation from the Clerk, the licensee files a written request for a public hearing on the revocation.

122.12 NOTICE. The Notice of Revocation sent to or served upon the licensee shall contain particulars of the complaints against the licensee, the ordinance provisions or State statutes allegedly violated, and advise that the time for requesting a hearing will expire within five days of the date of service or certified mail receipt of the Notice. The license shall be suspended until such time as a hearing is held by the request of the licensee.

122.13 HEARING. If timely requested in accordance with Section 122.11, the Clerk shall conduct a hearing at which both the licensee and any complainants shall be present to determine the truth of the facts alleged in the complaint and notice. Should the licensee, or authorized representative, request a hearing and fail to appear without good cause, the Clerk may proceed to hold the decision to revoke the license as final and no appeal by the licensee will be heard in accordance with Section 122.15.

122.14 RECORD AND DETERMINATION. The Clerk shall make and record findings of fact and conclusions of law, and shall revoke a license only when upon review of the entire record the Clerk finds clear and convincing evidence of substantial violation of this chapter or State law.

122.15 APPEAL. If the Clerk revokes or refuses to issue a license, the Clerk shall make a part of the record the reasons therefor. The licensee, or the applicant, shall have a right to a hearing before the Council at its next regular meeting. The Council may reverse, modify or affirm the decision of the Clerk by a majority vote of the Council members present and the Clerk shall carry out the decision of the Council. The Clerk's decision to revoke or refuse issuance of a license shall stand unless and until a timely appeal is made before the Council at its next regular meeting.

122.16 EFFECT OF REVOCATION. Revocation of any license shall bar the licensee from being eligible for any license under this chapter for a period of one year from the date of the revocation.

122.17 REBATES. No rebates of the fees required in this chapter shall be permitted without Council approval.

122.18 LICENSE EXEMPTIONS. The following are excluded from the application of this chapter.

1. Newspapers. Persons delivering, collecting for or selling subscriptions to newspapers.

2. Club Members. Members of local civic and service clubs, Boy Scout, Girl Scout, 4-H Clubs, Future Farmers of America and similar organizations and youth groups.

3. Local Residents and Farmers. Local residents and farmers who offer for sale their own produce on private property.

4. Students. Students representing the North Polk School District conducting projects sponsored by organizations recognized by the school.

5. Route Sales. Route delivery persons who only incidentally solicit additional business or make special sales.

6. Resale or Institutional Use. Persons customarily calling on businesses or institutions for the purposes of selling products for resale or institutional use.

7. City sponsored and/or community events held on City property.

122.19 CHARITABLE AND NONPROFIT ORGANIZATIONS. Authorized representatives of charitable or nonprofit organizations operating under the provisions of Chapter 504A of the Code of Iowa desiring to solicit money or to distribute literature are exempt from the operation of Sections 122.04 and 122.05. All such organizations are required to submit in writing to the Clerk the name and purpose of the cause for which such activities are sought, the name and social security number of each representative of the organization, names and addresses of the officers and directors of the organization, a list of any vehicles used and the license plate number of any such vehicles, the period during which such activities are to be carried on, and whether any commissions, fees or wages are to be charged by the solicitor and the amount thereof. If the Clerk finds that the organization is a bona fide charity or nonprofit organization the Clerk shall issue, free of charge, a license containing the above information to the applicant. In the event the Clerk denies the exemption, the authorized representatives of the organization may appeal the decision to the Council, as provided in Section 122.15 of this chapter.

122.20 PROHIBITED ACTS.

1. No peddler shall conduct peddling with any person situated in a motor vehicle upon any public street, alley, driveway access, or public way

2. No peddler shall conduct peddling upon any part of the public right away along a parade route on the day of any permitted parade.

3. No peddler shall conduct peddling within one thousand (1,000) feet of the perimeter of a street closure, or inside such perimeter, for an event where a street use permit has been issued unless written permission from the street use permit holder has been obtained.

4. No peddler shall conduct peddling between the hours of 9:00 p.m. and 9:00 a.m.

5. No peddler shall do business or attempt to do business upon any property on which a notice is posted prohibiting peddling or soliciting

6. No peddler shall harass, intimidate, coerce, annoy, disrespect, alarm, or threaten any individual to induce a sale.

7. No peddler shall falsely or fraudulently misrepresent the quality, character or quantity of any article, item or commodity offered for sale or sell any unwholesome or tainted food or foodstuffs.

8. No peddler shall conduct business in such a manner as to endanger the public health, welfare, or safety.

122.21 ICE CREAM VENDORS. A person who obtains a license under the provisions of this Chapter may sell ice cream and frozen desserts from a sanitary vehicle approved and licensed by a representative of the Department of Inspections and Appeals pursuant to state law, provided that such vehicles shall be operated and maintained in full compliance with the health, food, drug and sanitary provisions of this Code and the applicable statutes of the state of Iowa.

1. Hours. Ice cream vendor licensees shall be permitted to conduct sales in any zoning district between sunrise and sunset.

2. Manner of Sale on Public Streets. Prior to making a sale, the driver shall drive to the side of the public street, as close as practicable to the curb or the edge of the portion of the street used for vehicular traffic. The driver shall stop, stand, or park such vehicle in full compliance with all applicable traffic laws, and shall remain so stopped, standing, or parked for no longer than is necessary to make sales to customers in the immediate vicinity desiring to make purchases.

3. Safety Standards. The sale of ice cream and other frozen desserts from a licensee's motorized vehicle is conditional upon the vehicle meeting the following minimum safety standards at all times:

a. A sign clearly visible from both the front and rear front, back and both sides of the vehicle in at least 4" letters of contrasting colors with a warning stating, "CAUTION—CHILDREN."

b. Four-way, yellow flashing or oscillating hazard lights to warn approaching drivers of children. Such light shall be operated at all times during which ice cream sales occur in accordance with this Chapter.

c. Left and right outside rear view mirrors and two additional outside wide-angle mirrors on the front and back of the vehicle to enable the driver to see around the entire vehicle.

4. Exclusive License. No foods other than ice cream or frozen desserts may be sold from a motorized vehicle within the City except in accordance with this Chapter or as otherwise expressly provided in other sections of this Code.

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 its passage, approval and publication as provided by law.

PASSED AND APPROVED this _____ day of _________________, 2016.

____

Kelly B. Shaw, Mayor

ATTEST:

____

Diana Bowlin, City Clerk

First reading: ______________

Second reading:	_______________
Third reading:	_______________
Publication Date:	_______________

CITY OF INDIANOLA, IOWA
APPLICATION FOR PEDDLERS, SOLICITORS & TRANSIENT MERCHANT PERMIT

Date of Application:__________________

1. Name:____ Age:___________
Social Security Number:___________________
Permanent Address:____
City_________________ State______ Zip Code__________
Local Address: :____
City_________________ State______ Zip Code__________
Telephone # ______ ______ _________Cell Phone Number ______ ______ _______
Email address: ____

2. Business Address:___________________________________
City_________________ State______ Zip Code__________
Business Phone Number ______ ______ _______
Email address: ____
3. Nature of Applicant's business ____
4. The last three places of the above business:

____
____
____

5. Exact Type of Merchandise Selling: ____

6. Length of time to be covered by a peddler's, solicitors or transient merchant permit:

____

7. Name(s) of person going door to door, social security number, description of vehicle(s), and license plate number(s):

Name	SS#	Vehicle Description	License Plate #

8. Applicant's Federal Identification Number and Federal Identification Number of any business for which applicant claims to be peddling as an agent, employee, or otherwise.

_______________________________ _______________________________
_______________________________ _______________________________

9. Iowa Sales Tax Permit Number or attach letter from the Iowa Department of Revenue confirming a sales tax permit is not required. Permit Number ___________________________

10. Please attach Department of Criminal Investigation criminal history report/record for applicant from the state of applicant's residence for the previous five (5) years, including pending charges, dated no more than 30 days prior to the date of the application.

11. Please attach a criminal background check from the State of Iowa for applicant and any additional individuals listed on application, dated no more than 1 year prior to the date of the application.

12. Has applicant been listed on any sex offender registry within the last five (5) years? ___________

13. Has applicant had a peddlers, solicitors or transient merchant license suspended, revoked, or denied by this or any other city in the last five (5) years?

Yes _____ No _________

If yes, the reason why.

____

____

____

14. The dates of any previous peddlers, solicitors or transient merchant licenses issued by the City Clerk:

The Undersigned, in support of their request for the issuance of a peddlers, solicitor or transient merchant permit, states the information provided above is true and correct.

____

Print Name Signature Date

License Fees:

1. Solicitors*. For each person actually soliciting (principal or agent), a fee of one hundred dollars ($100.00) per year.

2. Peddlers* or Transient Merchants*: (check one)

1 day $50.00 ☐ 1 week $100.00 ☐

1 to 6 months $200.00 ☐ 1 year or major part thereof $300.00 ☐

Bond Required. Before a license under this chapter is issued to a transient merchant, an applicant shall provide to the Clerk evidence that the applicant has filed a bond with the Secretary of State in accordance with Chapter 9C of the Code of Iowa.

Restriction. All peddler's and solicitor's licenses shall provide that said licenses are in force and effect only between the hours of ten o'clock (10:00) a.m. and eight o'clock (8:00) p.m.

Definitions:
1. "Peddler" means any person carrying goods or merchandise who sells or offers for sale for immediate delivery such goods or merchandise from house to house or upon the public street.

2. "Solicitor" means any person who solicits or attempts to solicit from house to house or upon the public street any contribution or donation or any order for goods, services, subscriptions or merchandise to be delivered at the future date.

3. "Transient merchant" means any person who engages in a temporary or itinerant merchandising business and in the course of such business hires, leases or occupies any building or structure whatsoever, or who operates out of a vehicle which is parked anywhere within the City limits. Temporary association with a local merchant, dealer, trader or auctioneer, or conduct of such transient business in connection with, as a part of, or in the name of any local merchant, dealer, trader or auctioneer does not exempt any person from being considered a transient merchant.

For Clerk's Use Only:
Date:________________ Fee: _________________ Receipt # ________________ Permit # ______________

RESOLUTION NO. ________

A RESOLUTION SETTING A PUBLIC HEARING TO CONSIDER ORDINANCE AMENDING THE MUNICIPAL CODE OF THE CITY OF INDIANOLA, IOWA, CHAPTER 122 "TRANSIENT MERCHANT LICENSES"

WHEREAS, the City of Indianola, Iowa desires to amend Chapter 122, Transient Merchant Licenses, and to expand it to include peddlers and solicitors; and

WHEREAS, a public hearing should now be set for consideration of said amendments to the Municipal Code of the City of Indianola.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Indianola, Iowa, that a public hearing before this Council on the proposed ordinance is set for 6:00 PM, on the 4th day of April 2016. The City Clerk is directed to publish Notice of said hearing at the time and in the manner required by law.

Dated this 21st day of March 2016.

____
Kelly B. Shaw, Mayor

ATTEST:

____
Diana Bowlin, City Clerk

City Council Regular 2nd Mtg **5. E.**

Meeting Date: 03/21/2016

Information

Subject

Claims on the computer printout for March 21, 2016 and the February 2016 receipts

Information

Attachments

Claims

Vendor Report

Vendor Name	GL Account Number	Description	Invoice Date	Net Invoice Amount
GENERAL FUND				
A-CHECK GLOBAL	001-6200-64990	BACKGROUND CHECK	02/29/2016	34.50
AHLERS & COONEY P.C.	001-6500-64110	UNIFIED HILLCREST/DOWNTOWN UR PLAN	02/26/2016	110.00
AIR-CON MECHANICAL CORP.	001-6500-63410	CHECK PNEUMATIC LEAKS	03/04/2016	2,611.57
CAPITAL EXPRESS	001-6200-65080	POSTAGE	02/27/2016	49.95
DES MOINES WATER WORKS	001-6200-65080	FEBRUARY BILLING & INSERTS	03/10/2016	3,066.19
ELLIS LAW OFFICES P.C.	001-6500-64110	K. STOCKDALE	02/29/2016	37.50
ELLIS LAW OFFICES P.C.	001-6500-64110	M. BOHEMAN	02/29/2016	60.00
ELLIS LAW OFFICES P.C.	001-6500-64110	J. DUDNEY	02/29/2016	97.50
ELLIS LAW OFFICES P.C.	001-6500-64110	D. MORLAN	02/29/2016	15.00
ELLIS LAW OFFICES P.C.	001-6500-64110	L. LAPCHESKE	02/29/2016	420.00
ELLIS LAW OFFICES P.C.	001-6500-64110	D. CARTY	02/29/2016	90.00
ELLIS LAW OFFICES P.C.	001-6500-64110	J. SHERLOCK	02/29/2016	277.50
ELLIS LAW OFFICES P.C.	001-6500-64110	J. MASTERSON	02/29/2016	90.00
ELLIS LAW OFFICES P.C.	001-6500-64110	T. MODDELMOG	02/29/2016	210.00
ELLIS LAW OFFICES P.C.	001-6500-64110	A. SCHLABACH	02/29/2016	165.00
HALSTED, JOHN	001-1700-66990	BOARD OF ADJUSTMENT APPLICATION FEE REIMBURSEMENT	03/11/2016	100.00
IOWA ASSOC OF MUN UTILITIE	001-1700-62300	0216 SAFETY TRAINING	02/29/2016	49.08
IOWA ASSOC OF MUN UTILITIE	001-6200-62300	0216 SAFETY TRAINING	02/29/2016	130.88
IOWA CODIFICATION INC	001-6500-64990	CODE SUPP ORD 1545-1549	03/01/2016	142.00
IOWA STATE AUDITOR	001-6500-64010	STATE AUDIT REPORT FY 2015 CITY	03/14/2016	425.00
IOWA WATER MANAGEMENT C	001-6500-63100	WATER MGMT - MUN. BLDG	03/01/2016	150.00
KOSMAN CLEANING CREW LLC	001-6500-64090	1ST HALF OF MARCH	03/14/2016	2,167.00
MAHASKA COMMUNICATION G	001-6200-63730	TELEPHONE	03/01/2016	83.22
MAHASKA COMMUNICATION G	001-6210-64990	INTERNET	03/01/2016	65.97
MAHASKA COMMUNICATION G	001-1700-63730	TELEPHONE	03/01/2016	19.20
MARCHANT, GREG	001-5200-65990	ECONOMIC DEV CONTRACT	03/01/2016	750.00
PETTY CASH - BRUSH	001-2900-64990	OPENING CASH	03/07/2016	300.00
PURCHASE POWER	001-6500-65080	POSTAGE	03/07/2016	3,000.00
RECORD-HERALD & INDIANOL	001-6500-64020	ORD 1550	02/28/2016	31.72
RECORD-HERALD & INDIANOL	001-6500-64020	PH BUDGET	02/28/2016	159.06
RECORD-HERALD & INDIANOL	001-6500-64020	PH ALLEY	02/28/2016	39.91
RECORD-HERALD & INDIANOL	001-6500-64020	CC MIN-01	02/28/2016	196.56
RECORD-HERALD & INDIANOL	001-6500-64020	CC MIN-02	02/28/2016	196.08
RECORD-HERALD & INDIANOL	001-6500-64020	CC MIN-02	02/28/2016	252.10
RECORD-HERALD & INDIANOL	001-1700-64020	BD ADJ	02/28/2016	28.04
RECORD-HERALD & INDIANOL	001-1700-64020	BD ADJ	02/28/2016	28.04
RECORD-HERALD AD CONTRA	001-6500-64020	MEET & GREET	02/28/2015	25.90
RECORD-HERALD AD CONTRA	001-6500-64020	LOCAL OPTION SALES TAX AD 2/2/16	02/28/2015	29.60
RECORD-HERALD AD CONTRA	001-6500-64020	LOCAL OPTION SALES TAX AD 2/3/16	02/28/2015	56.00
RECORD-HERALD AD CONTRA	001-6500-64020	MEET & GREET	02/28/2015	49.00
VERIZON WIRELESS	001-6200-63730	WIRELESS FOR SPARE LAPTOP	02/26/2016	20.01
WALLER, RYAN	001-6150-63730	CELL PHONE 2/8/16 - 03/08/16	03/15/2016	75.00
WARREN COUNTY AUDITOR	001-6500-64134	LOCAL OPTION SALES TAX ELECTION	03/11/2016	8,908.01
WARREN COUNTY RECORDER	001-6500-64050	REC. FEES	02/22/2016	12.00
WELLS FARGO CCER	001-6200-65070	FAREWAY STORES #657 Coffee Creamer Sugar	02/19/2016	7.68
WELLS FARGO CCER	001-6200-65070	INDOFF INCORPORATED Office Supplies	02/17/2016	32.91
WELLS FARGO CCER	001-6210-64190	DATABUG LLC Hard Drives for 10.0.1.190 Backup	02/10/2016	468.97
WELLS FARGO CCER	001-6200-65070	PITNEY BOWES PI Postage Meter Supplies Returned	02/12/2016	175.08-
WELLS FARGO CCER	001-6200-67240	WWW.NEWEGG.COM USB extensions for Lindsey	02/02/2016	9.90
WELLS FARGO CCER	001-1700-65060	INDOFF INCORPORATED Engineers scale	02/26/2016	12.31
WELLS FARGO CCER	001-6100-65070	WAL-MART #1491 Rubber Cement and Foam Board	02/08/2016	7.51
WELLS FARGO CCER	001-6150-65070	HY VEE 1271 Cookies for IMU/CM Meet Greet	02/25/2016	11.97
WELLS FARGO CCER	001-6500-65070	WAL-MART #1491 Return of 8 inch easels	02/08/2016	14.80-
WELLS FARGO CCER	001-6200-65070	HY VEE 1271 Coffee	02/08/2016	11.98
WELLS FARGO CCER	001-6500-65070	SP STUDIO FUSCO LOST Boards Printing and Mounting	02/05/2016	145.00
WELLS FARGO CCER	001-6100-62300	IOWA LEAGUE OF CITIES MLA Registration Part 3	02/17/2016	75.00
WELLS FARGO CCER	001-1700-62300	CALS FINE FOOD & SPIRITS New P Z members lunch / duties a	02/01/2016	37.02

Vendor Name	GL Account Number	Description	Invoice Date	Net Invoice Amount
WELLS FARGO CCER	001-6200-65070	WAL-MART #1491 Coffee	02/29/2016	14.96
WELLS FARGO CCER	001-1700-65060	INDOFF INCORPORATED Plotter paper, plotter ink, architectural	02/11/2016	140.59
WELLS FARGO CCER	001-6200-65070	PITNEY BOWES PI Postage Meter Supplies	02/02/2016	242.22
WELLS FARGO CCER	001-6200-62300	JOHNNYS ITALIAN STEAKHOUS February Metro Finance Office	02/29/2016	14.00
WELLS FARGO CCER	001-6210-64190	MOOD PANDORA Monthly phone music subscription	02/15/2016	24.95
WELLS FARGO CCER	001-6200-67240	WWW.NEWEGG.COM New Battery for Chris D laptop	02/02/2016	55.95
WELLS FARGO CCER	001-6200-65070	INDOFF INCORPORATED Office Supplies	02/02/2016	15.23
WELLS FARGO CCER	001-6150-65070	INDOFF INCORPORATED Office Supplies	02/17/2016	52.82
WELLS FARGO CCER	001-6210-64190	PAYPAL WIGGLYAMPSL Annual software subscription	02/26/2016	253.36
WELLS FARGO CCER	001-6200-65990	IA SECRETARY OF STATE Notary Renewal Fee Feb 10, 2016 -	02/19/2016	30.00
WELLS FARGO CCER	001-1700-63730	USCC IVR Cell phone charges	02/24/2016	54.67
WELLS FARGO CCER	001-1700-64070	GARDEN AND ASSOCIATES LTD Stormwater Review - Prairie G	02/23/2016	429.50
WELLS FARGO CCER	001-6500-65070	WM SUPERCENTER #1491 Easels for LOST Boards	02/08/2016	18.77
WELLS FARGO CCER	001-6150-62300	UI CTR FOR CONFERENCES IO IMMI Conference	02/01/2016	420.00
WELLS FARGO CCER	001-6210-67240	B&H PHOTO, 800-606-6969 Surface Tablet	02/29/2016	799.00
Total GENERAL FUND:				28,020.48
POLICE FUND				
AUBERT'S TOWING	011-1100-63320	TOW - PATROL VEHICLE	02/26/2016	45.00
AUBERT'S TOWING	011-1100-63320	TOW - PATROL VEHICLE	02/26/2016	45.00
BERNIE LOWE & ASSOCIATES I	011-1100-64120	411 MED CLAIM	03/16/2016	111.16
BRUCE, TAMMY	011-1100-61440	WELLNESS MARCH 2016	03/02/2016	15.00
CRAIG'S AUTOMOTIVE	011-1100-63320	VEHICLE REPAIR	02/17/2016	1,006.50
CRAIG'S AUTOMOTIVE	011-1100-63320	VEHICLE REPAIR	02/18/2016	162.26
CRAIG'S AUTOMOTIVE	011-1100-63320	VEHICLE REPAIR	02/23/2016	427.58
CRAIG'S AUTOMOTIVE	011-1100-63320	VEHICLE MAINTENANCE	02/25/2016	51.50
CRAIG'S AUTOMOTIVE	011-1100-63320	VEHICLE MAINTENANCE	02/26/2016	151.50
DETAILS PLUS	011-1100-63320	VEHICLE MAINTENANCE	09/24/2015	150.00
DETAILS PLUS	011-1100-63320	VEHICLE REPAIR	02/24/2016	75.00
DOWNEY TIRE SERVICE	011-1100-63320	VEHICLE REPAIR	03/02/2016	23.45
IOWA ASSOC OF MUN UTILITIE	011-1100-62300	0216 SAFETY TRAINING	02/29/2016	392.95
MAHASKA COMMUNICATION G	011-1100-63730	INTERNET	03/01/2016	21.99
MAHASKA COMMUNICATION G	011-1100-63730	TELEPHONE	03/01/2016	115.22
MC COY HARDWARE INC	011-1100-65060	SUPPLIES	03/03/2016	5.93
MEDTRAK SERVICES	011-1100-64120	411 RX	02/29/2016	73.30
METCALF, BRAD	011-1100-61440	WELLNESS 3/13/16 - 4/12/16	01/13/2016	25.00
TRANSUNION RISK AND ALTER	011-1100-64990	CONTRACT	03/01/2016	70.00
WARREN COUNTY ENGINEER	011-1100-65050	FUEL DISTRIBUTION	03/02/2016	1,088.25
WELLS FARGO CCER	011-1100-65060	WAL-MART #1491 Garden Hose and Nozzle for Shed	02/24/2016	16.88
WELLS FARGO CCER	011-1100-65060	AMAZON MKTPLACE PMTS Brother toner - clerical	02/09/2016	199.49
WELLS FARGO CCER	011-1100-64020	CNA CLASSIFIEDS 3rd week ad for officer	02/10/2016	300.00
WELLS FARGO CCER	011-1100-65060	AMAZON MKTPLACE PMTS TV Mount for Detective Office	02/15/2016	39.99
WELLS FARGO CCER	011-1100-64140	CNA CLASSIFIEDS 4th week Officer Ad	02/24/2016	300.00
WELLS FARGO CCER	011-1100-63400	AMAZON.COM Brother toner and drum unit	02/01/2016	198.48
WELLS FARGO CCER	011-1100-64020	CNA CLASSIFIEDS 2nd week ad for officer	02/03/2016	300.00
WELLS FARGO CCER	011-1100-63410	MOTION INDUSTRIES IA09 parts for speed trailer	02/29/2016	154.94
WELLS FARGO CCER	011-1100-65060	AMAZON MKTPLACE PMTS Office supplies	02/25/2016	12.40
Total POLICE FUND:				5,578.77
FIRE FUND				
BAUER BUILT TIRE - DES MOIN	015-1500-65051	APPARATUS TIRE	02/29/2016	565.36
CARPENTER UNIFORM CO	015-1500-61810	UNIFORMS	02/29/2016	56.98
CARPENTER UNIFORM CO	015-1500-61810	UNIFORM BADGES	03/03/2016	393.00
CARPENTER UNIFORM CO	015-1500-61810	UNIFORM BADGE	03/03/2016	87.75
CARPENTER UNIFORM CO	015-1500-61810	UNIFORMS	03/03/2016	263.25
CARPENTER UNIFORM CO	015-1500-61810	UNIFORMS	03/03/2016	87.75

Vendor Name	GL Account Number	Description	Invoice Date	Net Invoice Amount
MAHASKA COMMUNICATION G	015-1500-63730	INTERNET	03/01/2016	21.99
MAHASKA COMMUNICATION G	015-1500-63730	TELEPHONE	03/01/2016	70.41
METHODIST OCCUPATIONAL H	015-1500-64120	HEP-B VACCINE	02/29/2016	87.00
VERIZON WIRELESS	015-1500-63730	330 LAPTOP/330 CELL	02/26/2016	50.66
WARREN COUNTY ENGINEER	015-1500-65050	FUEL DISTRIBUTION	03/02/2016	223.57
WELLS FARGO CCER	015-1500-65070	CIRCLE B CASHWAY OF INDIA Oak piece for ice awls	02/19/2016	13.20
WELLS FARGO CCER	015-1500-65500	HEIMAN FIRE EQUIPMENT Trial Hood	02/26/2016	79.40
WELLS FARGO CCER	015-1500-65051	OHALLORAN INTL Water pump and Idler pulley Engine 333	02/22/2016	271.14
WELLS FARGO CCER	015-1500-65051	DOWNEY TIRES Mount and balance tire Tender 335	02/25/2016	33.03
WELLS FARGO CCER	015-1500-63100	MCCOY TRUE VALUE 20 Fan for Air circulation in the shower roo	02/25/2016	35.99
WELLS FARGO CCER	015-1500-65051	NAPA PARTS 0000514 Battery disconnect switch for Engine 333.	02/03/2016	83.49
WELLS FARGO CCER	015-1500-65500	HEIMAN FIRE EQUIPMENT Fire gloves	02/08/2016	944.70
WELLS FARGO CCER	015-1500-63410	CHUMBLEYS AUTO CARE Filled x2 small portable gas cans for fl	02/26/2016	8.28
WELLS FARGO CCER	015-1500-65051	OREILLY AUTO 00003376 Return credit	02/08/2016	22.72-
WELLS FARGO CCER	015-1500-63100	MCCOY TRUE VALUE Gal of Simple Green Cleaner/degreaser	02/10/2016	22.48
WELLS FARGO CCER	015-1500-65051	OREILLY AUTO 00003376 Oil and filters for Squad 337 and Medi	02/08/2016	1,168.02
WELLS FARGO CCER	015-1500-65051	CNM OUTDOOR EQUIPM Fuel line Chain saw repair Engine 332	02/18/2016	22.60
WELLS FARGO CCER	015-1500-65500	MACHOVEC Ice Rescue suit Mustang Brand	02/19/2016	710.68
WELLS FARGO CCER	015-1500-63100	MCCOY TRUE VALUE x2 spray cans of paint@ 4.22 each and x1	02/19/2016	14.73
WELLS FARGO CCER	015-1500-65070	MCCOY TRUE VALUE Spray lubricant	02/12/2016	22.38
WELLS FARGO CCER	015-1500-65080	THE UPS STORE #6682 UPS flashlights to warranty	02/24/2016	25.64
WELLS FARGO CCER	015-1500-65051	OREILLY AUTO 00003376 Fuel filter Attack 338	02/08/2016	34.03
WELLS FARGO CCER	015-1500-65500	HEIMAN FIRE EQUIPMENT Fire boots	02/08/2016	300.45
WELLS FARGO CCER	015-1500-65051	NOBLE FORD INC hub cap Unit 247	02/15/2016	79.70
WELLS FARGO CCER	015-1500-63410	OREILLY AUTO 00003376 Oil small engines. Pumps fans ect.	02/08/2016	25.99
WELLS FARGO CCER	015-1500-67245	CESHOWROOM.COM Purchase Water Rescue Throw Bags	02/10/2016	102.04
WELLS FARGO CCER	015-1500-63100	SQ CR SERVICES Swinger loop wet mop head 16.31, Magnolia	02/10/2016	35.47
WELLS FARGO CCER	015-1500-65051	DOWNEY TIRES Replace front tires Squad 337 and mount tires E	02/19/2016	870.72
WELLS FARGO CCER	015-1500-65051	HME INC Springs/ hardware for 331 and 332	02/04/2016	3,883.93
WELLS FARGO CCER	015-1500-65076	MCCOY TRUE VALUE Spray can paint yellowSpray can primer p	02/01/2016	15.98
WELLS FARGO CCER	015-1500-67240	WWW.NEWEGG.COM Camera for ID pix	02/02/2016	23.00
WELLS FARGO CCER	015-1500-65051	OREILLY AUTO 00003376 Return wrong belt and replace with co	02/24/2016	40.10
WELLS FARGO CCER	015-1500-65051	OREILLY AUTO 00003376 Switch and electrical repairs unit 331.	02/15/2016	75.80
WELLS FARGO CCER	015-1500-65069	AMAZON.COM New 2012 IFC book	02/08/2016	164.97
WREEVES AND ASSOCIATES I	015-1500-65050	SCENE LIGHT	03/03/2016	93.00
Total FIRE FUND:				11,085.94
AMBULANCE FUND				
AIRGAS USA LLC	016-1600-65070	OXYGEN	02/29/2016	57.56
FRASER TRANSPORTATION LL	016-1600-64990	ALS TIER	03/04/2016	200.00
HAGEN JR, DONALD	016-1600-66990	OVERPAYMENT	03/10/2016	150.00
IOWA ASSOC OF MUN UTILITIE	016-1600-62300	0216 SAFETY TRAINING	02/29/2016	16.36
MAHASKA COMMUNICATION G	016-1600-63730	TELEPHONE	03/01/2016	28.68
PHILIPS MEDICAL CAPITAL	016-1600-67245	MONITOR LEASE	03/06/2016	1,348.11
TRIZETTO PROVIDER SOLUTIO	016-1600-67240	ELECTRONIC CLAIMS FILED	03/01/2016	77.79
UNITYPOINT HEALTH - DES MO	016-1600-62300	BLS HEALTHCARE CARD	02/26/2016	93.75
VERIZON WIRELESS	016-1600-63730	EMS CELL PHONES	02/26/2016	281.41
WARREN COUNTY ENGINEER	016-1600-65050	FUEL DISTRIBUTION	03/02/2016	546.64
WELLS FARGO CCER	016-1600-65070	BOUND TREE MEDICAL LLC Refund for Mischarge	02/12/2016	333.83-
WELLS FARGO CCER	016-1600-67240	PAYPAL PARKESTANLE Return of Computer mount Unit New 2	02/15/2016	109.27-
WELLS FARGO CCER	016-1600-65070	HY VEE 1271 Purchase Glutose Paste	02/04/2016	25.82
WELLS FARGO CCER	016-1600-65070	SOUTHEASTERN EMERG Emergency Medical Supplies	02/04/2016	65.94
WELLS FARGO CCER	016-1600-67210	INDOFF INCORPORATED Chair	02/09/2016	301.76
WELLS FARGO CCER	016-1600-67240	PAYPAL PARKESTANLE Computer mount unit New 245.	02/12/2016	109.27
WELLS FARGO CCER	016-1600-65060	INDOFF INCORPORATED Office Supplies	02/08/2016	343.95
WELLS FARGO CCER	016-1600-65070	SOUTHEASTERN EMERG Emergency Medical Supplies	02/10/2016	1,244.90
WELLS FARGO CCER	016-1600-65070	SOUTHEASTERN EMERG Purchase Medical Supplies	02/22/2016	931.20

Vendor Name	GL Account Number	Description	Invoice Date	Net Invoice Amount
WELLS FARGO CCER	016-1600-65070	BOUND TREE MEDICAL LLC Emergency Medical Supplies	02/05/2016	78.99
WELLS FARGO CCER	016-1600-63415	MAC MALL 800-622-6255 Laptop Power Adaptor	02/15/2016	119.77
Total AMBULANCE FUND:				5,578.80
LIBRARY FUND				
AIR-CON MECHANICAL CORP.	041-4100-63100	QUARTERLY AGREEMENT	02/12/2016	913.94
BAKER & TAYLOR ENTERTAIN	041-4100-65022	DVD	01/28/2016	22.59
BAKER & TAYLOR ENTERTAIN	041-4100-65021	CD	02/08/2016	20.71
BAKER & TAYLOR ENTERTAIN	041-4100-65022	DVD	02/12/2016	21.86
BAKER & TAYLOR ENTERTAIN	041-4100-65022	DVD	02/19/2016	21.86
BAKER & TAYLOR ENTERTAIN	041-4100-65021	6 CD'S	02/19/2016	61.70
BAKER & TAYLOR ENTERTAIN	041-4100-65022	3 DVD'S	02/19/2016	55.69
BAKER AND TAYLOR	041-4100-65020	BOOKS	01/27/2016	597.06
BAKER AND TAYLOR	041-4100-65020	BOOKS	01/28/2016	474.73
BAKER AND TAYLOR	041-4100-65020	BOOKS	02/04/2016	201.53
BAKER AND TAYLOR	041-4100-65020	BOOKS	02/05/2016	38.73
BAKER AND TAYLOR	041-4100-65020	BOOKS	02/09/2016	166.67
BAKER AND TAYLOR	041-4100-65020	BOOKS	02/10/2016	219.44
BAKER AND TAYLOR	041-4100-65020	BOOKS	02/16/2016	248.41
BAKER AND TAYLOR	041-4100-65020	BOOKS	02/19/2016	339.93
BAKER AND TAYLOR	041-4100-65020	BOOKS	02/03/2016	28.64
BRICK GENTRY P.C.	041-4100-64020	LEGAL RESEARCH	02/25/2016	75.00
CAVENDISH SQUARE	041-4100-65020	6 BOOKS	01/22/2016	193.91
CENGAGE LEARNING	041-4100-65020	LARGE PRINT BOOK	01/22/2016	24.79
CENGAGE LEARNING	041-4100-65020	3 LARGE PRINT BOOKS	02/04/2016	79.97
CENGAGE LEARNING	041-4100-65020	2 LARGE PRINT BOOKS	02/05/2016	55.98
CENGAGE LEARNING	041-4100-65020	LARGE PRINT BOOK	02/08/2016	24.79
CENTER POINT LARGE PRINT	041-4100-65020	3 LARGE PRINT BOOKS	02/01/2016	24.02
CITY OF INDIANOLA - UTILITY	041-4100-63710	UTILITIES	02/29/2016	859.57
DUST PROS JANITORIAL	041-4100-65071	CLEANING SUPPLIES	02/23/2016	109.43
DUST PROS JANITORIAL	041-4100-64090	MONTHLY CLEANING	03/05/2016	1,170.00
IOWA ASSOC OF MUN UTILITIE	041-4100-62300	0216 SAFETY TRAINING	02/29/2016	81.80
IOWA LIBRARY SERVICES	041-4100-65020	CONTINUING ED. COURSE REG. CONF #53668	03/01/2016	20.00
IOWA LIBRARY SERVICES	041-4100-65020	CONTINUING ED. COURSE REG. CONF #53669	03/01/2016	20.00
IOWA WATER MANAGEMENT C	041-4100-63100	WATER MGMT - LIBRARY	03/01/2016	40.00
MAHASKA COMMUNICATION G	041-4100-63730	INTERNET	03/01/2016	21.99
MAHASKA COMMUNICATION G	041-4100-63730	TELEPHONE	03/01/2016	70.41
MID AMERICAN ENERGY CO.	041-4100-63710	NATURAL GAS FOR LIBRARY	03/15/2016	534.52
PENGUIN RANDOM HOUSE LLC	041-4100-65021	2 BOOKS ON CD	02/01/2016	63.75
RECORDED BOOKS INC	041-4100-65021	BOOK ON CD	01/28/2016	12.60
RECORDED BOOKS INC	041-4100-65021	BOOK ON CD	02/01/2016	36.00
RECORDED BOOKS INC	041-4100-65021	BOOK ON CD	02/02/2016	35.09
RECORDED BOOKS INC	041-4100-65021	BOOK ON CD	02/09/2016	34.99
RECORDED BOOKS INC	041-4100-65021	BOOK ON CD	02/10/2016	26.99
T.R.M. DISPOSAL LLC	041-4100-64090	GARBAGE DISPOSAL ACCT #506	02/24/2016	89.00
UNIQUE MANAGEMENT SERVI	041-4100-64990	COLLECTION AGENCY FEES	03/01/2016	50.00
WELLS FARGO CCER	041-4100-65070	WM SUPERCENTER #1491 Office supply - scrub brush	02/05/2016	2.96
WELLS FARGO CCER	041-4100-65070	INDOFF INCORPORATED Office Supplies	02/23/2016	7.32
WELLS FARGO CCER	041-4100-65079	WAL-MART #1491 Children and Teen program supplies	02/24/2016	21.37
WELLS FARGO CCER	041-4100-65079	INDOFF INCORPORATED Program Supplies	02/23/2016	10.27
WELLS FARGO CCER	041-4100-65079	WM SUPERCENTER #1491 Childrens and teen program supplies	02/05/2016	32.92
WELLS FARGO CCER	041-4100-65070	DEMCO INC Covering supplies	02/22/2016	269.60
Total LIBRARY FUND:				7,532.53
PARK & RECREATION FUND				
AGRILAND FS INC	042-4300-65200	SEED	03/08/2016	100.00

Vendor Name	GL Account Number	Description	Invoice Date	Net Invoice Amount
BECK ELECTRIC	042-4400-63100	PICKARD IT ELECTRICAL INSTALLATION	03/07/2016	129.50
BENDON INDIANOLA MECHANI	042-4300-65090	REPAIR GREEN HOUSE FURNACE	03/03/2016	97.00
BOWANS, ANDREW	042-4400-64250	YOUTH BB OFFICIAL	03/11/2016	72.00
CENTURYLINK	042-4300-63730	911 PHONE	02/22/2016	54.01
CLAUSEN, REBECCA	042-4400-64205	IPAD WORKSHOPS	03/07/2016	370.00
CNM OUTDOOR EQUIPMENT	042-4300-63410	FILLER CAP	03/03/2016	5.76
FORDE, MARIA	042-4400-66990	REFUND - PARK & REC FEE	03/03/2016	31.00
GENTILE, CLAY	042-4400-66990	REFUND - PARKS & REC FEE	03/02/2016	88.00
GRAY DIETZ, PAULA	042-4400-64205	BRICKS 4 KIDZ FEB 27	02/26/2016	180.00
GROSS, KIM	042-4400-66990	REFUND	03/02/2016	88.00
HENRY, D. LYNN	042-4400-64250	YOUTH BB OFFICIAL	03/11/2016	120.00
HUNERDOSSE, DOROTHY	042-4400-66990	REFUND - PARKS & REC FEE	03/08/2016	40.00
HY-VEE	042-4400-64205	KIDS IN THE KITCHEN #9223	03/02/2016	60.00
INDIANOLA MUNICIPAL UTILITI	042-4400-65070	PICKARD FIBER INSTALLATION	02/29/2016	7,771.00
IOWA ASSOC OF MUN UTILITIE	042-4300-62300	0216 SAFETY TRAINING	02/29/2016	88.03
IOWA ASSOC OF MUN UTILITIE	042-4200-62300	0216 SAFETY TRAINING	02/29/2016	114.52
JIM'S JOHNS	042-4300-64090	KYBO DAYTON PARK	03/01/2016	40.00
KONICA MINOLTA BUSINESS S	042-4200-65060	COPIES	02/29/2016	8.99
KUEHL-PURDUM, CARLA	042-4400-66990	REFUND - KIDS COOK FEE	03/07/2016	14.75
MAHASKA COMMUNICATION G	042-4400-63730	TELEPHONE	03/01/2016	57.36
MAHASKA COMMUNICATION G	042-4400-63730	TELEPHONE	03/01/2016	6.40
MAHASKA COMMUNICATION G	042-4200-63730	INTERNET	03/01/2016	21.99
MAHASKA COMMUNICATION G	042-4300-63730	TELEPHONE	03/01/2016	32.00
MAHASKA COMMUNICATION G	042-4200-63730	TELEPHONE	03/01/2016	96.00
MIDWEST OFFICE TECH	042-4200-65060	COPIES	02/29/2016	43.00
PARK, KRIS	042-4400-64250	YOUTH BB OFFICIAL	03/11/2016	120.00
PARKER, DENNIS	042-4400-64250	YOUTH BB OFFICIAL	03/11/2016	120.00
PER MAR SECURITY	042-4400-64990	FIRE ALARM MONITORING APR - JUNE 2016	03/08/2016	127.62
PRAXAIR DISTRIBUTION INC	042-4300-64151	TANK RENTAL	02/29/2016	132.00
RAY'S WINDOW CLEANING	042-4400-64090	ACTIVITY CENTER WINDOW CLEANING	03/10/2016	60.00
RECORD-HERALD AD CONTRA	042-4400-64020	EMPLOYMENT AD	02/28/2015	270.00
SHANER, CHRISTOPHER	042-4400-64250	YOUTH BB OFFICIAL	03/11/2016	96.00
SOUTH CENTRAL IOWA LANDFI	042-4300-65070	TIPPING FEE	03/09/2016	24.00
SOUTH CENTRAL IOWA LANDFI	042-4300-65070	TIPPING FEE	03/10/2016	28.00
SPRINGER PEST SOLUTIONS D	042-4400-64090	ACTIVITY CENTER - PEST CONTROL	03/07/2016	61.00
TODD, CINDY	042-4400-66990	REFUND - PARKS & REC FEES	03/02/2016	98.00
TWO RIVERS MARTIAL ARTS	042-4400-64205	TKD INSTRUCTORS DEC 2015 - JUNE 2016	03/04/2016	1,554.20
VETTER EQUIPMENT CO	042-4400-63410	PARTS	03/07/2016	64.98
WARREN COUNTY ENGINEER	042-4300-65050	FUEL DISTRIBUTION	03/02/2016	143.16
WARREN COUNTY ENGINEER	042-4400-65050	FUEL DISTRIBUTION - VANS	03/02/2016	38.75
WARREN COUNTY EXTENSION	042-4300-62300	PEST. TRAINING	02/11/2016	70.00
WARREN COUNTY EXTENSION	042-4400-64205	BABYSITTING CLINIC	03/03/2016	300.00
WARREN COUNTY EXTENSION	042-4400-64205	ROBOTICS LAB	03/05/2016	200.00
WEBB, BATH	042-4400-66990	REFUND - PARK & REC FEES	03/02/2016	98.00
WELLS FARGO CCER	042-4320-65070	THEISENS #21 Supply for Think Spring	02/17/2016	4.99
WELLS FARGO CCER	042-4300-65051	OREILLY AUTO 00003376 wiper blade	02/18/2016	11.01
WELLS FARGO CCER	042-4300-65500	SQ CR SERVICES Nitrile gloves	02/17/2016	20.04
WELLS FARGO CCER	042-4300-62300	HICKORY PARK RESTAURANT C Lunch-2 people Shade Tree S	02/26/2016	24.94
WELLS FARGO CCER	042-4320-65070	WAL-MART #1491 Supply for Think Spring	02/17/2016	44.32
WELLS FARGO CCER	042-4400-65070	WM SUPERCENTER #1491 Valentines Dance supplies - bottled	02/01/2016	17.26
WELLS FARGO CCER	042-4200-64190	ADOBE CREATIVE CLOUD Adobe subscription 1/30/2016	02/01/2016	49.99
WELLS FARGO CCER	042-4300-65051	OREILLY AUTO 00003376 wiper blade	02/18/2016	11.01-
WELLS FARGO CCER	042-4400-65070	WM SUPERCENTER #1491 6 ft extension cord	02/04/2016	6.85
WELLS FARGO CCER	042-4400-65070	FAREWAY STORES #657 Valentines Dance supplies, popcorn	02/01/2016	5.98
WELLS FARGO CCER	042-4400-65070	FAREWAY STORES #657 Daddy Daughter Date Night ice	02/08/2016	7.78
WELLS FARGO CCER	042-4300-65051	OREILLY AUTO 00003376 fuel filter	02/10/2016	4.49
WELLS FARGO CCER	042-4300-65070	MCCOY TRUE VALUE bolts	02/23/2016	5.12
WELLS FARGO CCER	042-4400-65070	WAL-MART #1491 Valentines dance - two large bags ice	02/01/2016	7.96

Vendor Name	GL Account Number	Description	Invoice Date	Net Invoice Amount
WELLS FARGO CCER	042-4300-65051	OREILLY AUTO 00003376 oil filter	02/10/2016	5.54
WELLS FARGO CCER	042-4400-65070	FAREWAY STORES #657 Mad Science Snacks	02/15/2016	5.98
WELLS FARGO CCER	042-4400-65070	WM SUPERCENTER #1491 General office supplies	02/11/2016	18.09
WELLS FARGO CCER	042-4300-65500	EYEWASHDIRECT.COM Eye Wash Station Heads	02/19/2016	34.22
WELLS FARGO CCER	042-4400-65070	THE HOME DEPOT 2104 flood light bulbs	02/08/2016	51.94
WELLS FARGO CCER	042-4400-65070	THREE GUYS ENTERTA Flashlight Egg Hunt - 2000 pre-filled eg	02/22/2016	244.00
WELLS FARGO CCER	042-4400-65070	FAREWAY STORES #657 Daddy Daughter Date Night bottled wa	02/08/2016	26.75
WELLS FARGO CCER	042-4300-65070	FRY AND ASSOCIATES, INC. lady bug head- Moats	02/24/2016	257.85
WELLS FARGO CCER	042-4400-65070	WAL-MART #1491 Zone snacks	02/04/2016	84.71
WELLS FARGO CCER	042-4400-65070	PROVANTAGE LLC Fiber transceivers	02/29/2016	134.46
WELLS FARGO CCER	042-4400-63710	PSN INDIANOLA UTILITIES Adult SB Utilities	02/10/2016	226.97
WELLS FARGO CCER	042-4400-65070	FAREWAY STORES #657 Mad Science snacks	02/15/2016	17.97
WELLS FARGO CCER	042-4320-65070	BAKER CREEK HEIRLOOM Seeds for Plant Sale	02/12/2016	87.75
WELLS FARGO CCER	042-4400-63710	PSN INDIANOLA UTILITIES Activity Center Utilities	02/10/2016	653.19
WELLS FARGO CCER	042-4320-65070	ORIENTAL TRADING CO Supply for Think Spring	02/01/2016	47.50
WELLS FARGO CCER	042-4300-65070	MCCOY TRUE VALUE D batteries for animal sounds at McCord	02/24/2016	12.13
WELLS FARGO CCER	042-4300-65500	OREILLY AUTO 00003376 dust masks	02/25/2016	18.20
WELLS FARGO CCER	042-4300-65500	SQ CR SERVICES foam ear plugs	02/24/2016	22.50
WELLS FARGO CCER	042-4300-65050	OREILLY AUTO 00003376 wiper blade	02/18/2016	10.39
WELLS FARGO CCER	042-4300-65070	THEISENS #21 cut off wheels	02/24/2016	12.45
WELLS FARGO CCER	042-4300-65070	OREILLY AUTO 00003376 undercoating for trash barrels	02/25/2016	16.68
WELLS FARGO CCER	042-4300-65051	OREILLY AUTO 00003376 air filters	02/01/2016	40.68
WELLS FARGO CCER	042-4400-65070	HY VEE 1271 Daddy Daughter Date Night refreshments	02/05/2016	179.64
WELLS FARGO CCER	042-4400-65070	WM SUPERCENTER #1491 Zone snacks and supplies	02/11/2016	54.56
WELLS FARGO CCER	042-4400-62300	IOWA PARK AND RECREATION Iowa Parks and Recreation Ass	02/22/2016	265.00
WIEGERT DISPOSAL CO.	042-4300-65070	TRASH BARRELLS X 10	03/01/2016	100.00
WIEGERT DISPOSAL CO.	042-4300-64090	DUMPSTER	03/01/2016	45.00
WIGELAND, BECKY	042-4400-66990	REFUND - PARKS & REC FEES	03/02/2016	88.00
Total PARK & RECREATION FUND:				16,296.89
POOL (MEMORIAL) FUND				
FISCHER BROS. LLC	045-4500-63100	40% DOWNPAYMENT - SLIDE MAINTENANCE	02/12/2016	11,394.00
MAHASKA COMMUNICATION G	045-4500-63730	TELEPHONE	03/01/2016	12.80
WELLS FARGO CCER	045-4500-64020	FACEBOOK 2YS639JQU2 Two social media seasonal job posting	02/25/2016	25.00
WELLS FARGO CCER	045-4500-65070	TUNDRA SPECIALTIES INC Concessions - food use labels	02/02/2016	22.26
WELLS FARGO CCER	045-4500-65070	SIGNSDIRECT Swinger sign parts	02/23/2016	37.80
WELLS FARGO CCER	045-4500-64020	ETSY.COM Twitter and instagram social media frames	02/29/2016	122.50
WELLS FARGO CCER	045-4500-67245	WATERLOO TENT AND TARP CO American Legion shade umbr	02/24/2016	2,125.00
Total POOL (MEMORIAL) FUND:				13,739.36
ROAD USE TAX FUND				
BRUENING ROCK PRODUCTS	110-2100-65073	ROAD STONE	02/29/2016	8,314.54
BRUENING ROCK PRODUCTS	110-2100-65073	ROAD STONE	03/09/2016	626.84
CR SERVICES	110-2100-64090	CLEANING SUPPLIES	03/07/2016	89.81
DIAMOND VOGEL PAINT	110-2100-65073	TRAFFIC PAINT	03/14/2016	5,841.51
INTERSTATE BATTERY SYSTE	110-2100-63320	BATTERY	03/11/2016	61.95
IOWA ASSOC OF MUN UTILITIE	110-2100-62300	0216 SAFETY TRAINING	02/29/2016	153.72
MAHASKA COMMUNICATION G	110-2100-63730	TELEPHONE	03/01/2016	12.80
MAHASKA COMMUNICATION G	110-2100-64900	INTERNET	03/01/2016	21.99
MILLER ELECTRIC SERVICES	110-2100-63100	LED LIGHT FIXTURES	03/03/2016	575.00
NORWALK READY-MIXED CON	110-2100-65073	CONCRETE	02/23/2016	91.50
PIERCE BROTHERS REPAIR	110-2100-65073	STEEL PLATES	03/14/2016	42.00
PIERCE BROTHERS REPAIR	110-2100-65073	STEEL PLATES	03/14/2016	152.00
RECORD-HERALD AD CONTRA	110-2100-64020	ST VEHICLE AD	02/28/2015	33.75
RECORD-HERALD AD CONTRA	110-2100-64020	ST VEHICLE AD	02/28/2015	33.75
TRANS-IOWA EQUIPMENT INC	110-2100-65073	SWEEPER BROOMS	02/29/2016	2,144.61

Vendor Name	GL Account Number	Description	Invoice Date	Net Invoice Amount
WARREN COUNTY ENGINEER	110-2100-65050	FUEL DISTRIBUTION	03/02/2016	3,050.72
WELLS FARGO CCER	110-2100-65050	MCCOY TRUE VALUE Paint for truck blades	02/10/2016	120.58
WELLS FARGO CCER	110-2100-65076	OREILLY AUTO 00003376 Rivet gun for shop	02/02/2016	14.18
WELLS FARGO CCER	110-2100-63320	IN VANDER BEEK TRUCK Unit #21 running boards	02/02/2016	130.00
WELLS FARGO CCER	110-2100-63320	MCCOY TRUE VALUE Unit # 5 loader part	02/26/2016	5.08
WELLS FARGO CCER	110-2100-63320	OREILLY AUTO 00003376 Supplies for roll on bed liner on unit #	02/02/2016	8.98
WELLS FARGO CCER	110-2100-65076	THEISENS #21 Sawzall blades	02/11/2016	14.99
WELLS FARGO CCER	110-2100-65076	THEISENS #21 Flood lights for shop	02/15/2016	37.97
WELLS FARGO CCER	110-2100-63320	OREILLY AUTO 00003376 Unit # 21 back up alarm and shop sup	02/02/2016	99.47
WELLS FARGO CCER	110-2100-63320	OREILLY AUTO 00003376 Unit 29 parts	02/26/2016	15.27
WELLS FARGO CCER	110-2100-63320	OREILLY AUTO 00003376 Unit # 23 strob lights	02/29/2016	53.07
WELLS FARGO CCER	110-2100-65076	NAPA PARTS 0000514 Brake clean	02/10/2016	161.40
WELLS FARGO CCER	110-2100-65050	MCCOY TRUE VALUE Paint for truck blades	02/09/2016	50.38
WELLS FARGO CCER	110-2100-64870	CNM OUTDOOR EQUIPM Chain sharping	02/02/2016	64.00
WELLS FARGO CCER	110-2100-63320	NAPA PARTS 0000514 Unit # 29 parts	02/29/2016	16.94
WELLS FARGO CCER	110-2100-65050	MCCOY TRUE VALUE Paint for truck blades	02/10/2016	35.98
WELLS FARGO CCER	110-2100-63320	THEISENS #21 Supplies for roll on bed liner on unit #21	02/02/2016	34.45
WELLS FARGO CCER	110-2100-63320	HENDERSON PRODUCTS, INC Unit #23 box parts	02/08/2016	39.50
WELLS FARGO CCER	110-2100-64870	AG BELT Belting for unit 12,28,22 blades	02/19/2016	70.00
WELLS FARGO CCER	110-2100-63320	RACEWAY TIRE AND EXHAUST New tire	02/26/2016	322.00
WELLS FARGO CCER	110-2100-65050	THEISENS #21 Floor mats for #21	02/02/2016	27.98
WELLS FARGO CCER	110-2100-63320	CERTIFIED POWER Unit 28 parts	02/22/2016	35.23
Total ROAD USE TAX FUND:				22,603.94
LIBRARY SPECIAL REVENUE FUND				
BAKER AND TAYLOR	141-4100-65020	BOOKS	01/27/2016	81.14
BAKER AND TAYLOR	141-4100-65020	BOOKS	01/28/2016	66.39
BAKER AND TAYLOR	141-4100-65024	BOOKS	01/28/2016	47.28
BAKER AND TAYLOR	141-4100-65020	BOOKS	02/04/2016	53.61
BAKER AND TAYLOR	141-4100-65024	BOOKS	02/05/2016	20.22
BAKER AND TAYLOR	141-4100-65020	BOOKS	02/10/2016	88.57
BAKER AND TAYLOR	141-4100-65020	BOOKS	02/16/2016	41.94
BAKER AND TAYLOR	141-4100-65024	BOOKS	02/19/2016	69.48
BAKER AND TAYLOR	141-4100-65020	BOOKS	02/19/2016	57.47
BANKERS LEASING COMPANY	141-4100-65025	2ND ANNUAL MICROFILM LEASE PAYMENT	02/24/2016	2,546.19
CENGAGE LEARNING	141-4100-65020	LARGE PRINT BOOK	02/04/2016	30.39
CENGAGE LEARNING	141-4100-65020	LARGE PRINT BOOK	02/05/2016	24.79
PENGUIN RANDOM HOUSE LLC	141-4100-65020	BOOK ON CD	02/01/2016	22.50
RECORDED BOOKS INC	141-4100-65020	BOOK ON CD	01/29/2016	39.99
RECORDED BOOKS INC	141-4100-65020	BOOK ON CD	02/01/2016	26.99
RECORDED BOOKS INC	141-4100-65020	BOOK ON CD	02/02/2016	63.00
RECORDED BOOKS INC	141-4100-65020	2 BOOKS ON CD	02/05/2016	99.00
RECORDED BOOKS INC	141-4100-65020	BOOK ON CD	02/10/2016	27.00
STUDIO FUSCO	141-4100-65020	STORYWALK BOOKS PAGES LAMINATIONS	02/24/2016	20.00
Total LIBRARY SPECIAL REVENUE FUND:				3,425.95
PARK & REC SPECIAL REV FUND				
PETTY CASH-RECREATION	142-4615-65992	KEY CARD - KINGKADE	03/15/2016	47.00
Total PARK & REC SPECIAL REV FUND:				47.00
CAPITAL PROJECTS FUND				
KLOCKE'S EMERGENCY VEHIC	301-1500-67100	2016 FORD F-450 LIFE LINE	02/10/2016	194,317.00
Total CAPITAL PROJECTS FUND:				194,317.00

Vendor Name	GL Account Number	Description	Invoice Date	Net Invoice Amount
SEWER FUND				
CENTRAL PUMP & MOTOR LLC	610-8325-65070	NEW PRESSURE GAUGES FOR MORLOCK LIFT STATION	03/08/2016	93.76
ELECTRIC MOTORS CORP.	610-8350-65072	ELECTRIC MOTOR FOR SCUM PUMP	02/29/2016	1,305.08
ELECTRIC PUMP	610-8325-63410	MORLOCK PUMP #4 REPAIR	03/04/2016	8,219.93
GRAINGER INC	610-8325-65072	AIR RELEASE VALVE, MORLOCK LIFT	02/26/2016	1,053.35
GRAVES, RICK	610-8300-62700	MILEAGE	03/10/2016	28.08
HART, NORMAN	610-8300-62700	MILEAGE 3/3/16 & 3/4/16	03/03/2016	70.20
HD SUPPLY WATERWORKS	610-8325-65070	2" REPAIR SLEEVE FOR MORLOCK AIR RELEASE VALVE	03/07/2016	98.36
IOWA ASSOC OF MUN UTILITIE	610-8300-62300	0216 SAFETY TRAINING	02/29/2016	131.76
IOWA ONE CALL	610-8300-64990	LOCATES	03/08/2016	86.50
MAHASKA COMMUNICATION G	610-8300-63730	TELEPHONE	03/01/2016	51.21
MAHASKA COMMUNICATION G	610-8300-64990	INTERNET	03/01/2016	21.99
MC COY HARDWARE INC	610-8325-65070	HARDWARE FOR MORLCOK LIFT	03/07/2016	51.43
MUNICIPAL PIPE TOOL CO.	610-8325-63410	PAWL FOR REEL - FREIGHT	01/31/2016	14.71
MUNICIPAL PIPE TOOL CO.	610-8325-63410	REPAIR BACKUP CAMERA	02/29/2016	1,636.65
NORTH CENTRAL LABS OF WIS	610-8350-65012	LAB SUPPLIES	03/03/2016	121.11
O'REILLY AUTO PARTS	610-8325-65072	BELTS FOR MCCORD GENERATOR	03/03/2016	23.92
VERIZON WIRELESS	610-8300-63730	WIRELESS FOR LAPTOP	02/26/2016	30.02
WARREN COUNTY ENGINEER	610-8300-65050	FUEL DISTRIBUTION	03/02/2016	265.18
WELLS FARGO CCER	610-8325-65072	OREILLY AUTO 00003376 Antifreeze for Morlock Lift Station Ge	02/02/2016	35.97
WELLS FARGO CCER	610-8350-65070	AMAZON MKTPLACE PMTS Wrenches	02/05/2016	54.99
WELLS FARGO CCER	610-8350-65070	NAPA PARTS 0000514 Parts Washer fluid	02/24/2016	179.98
WELLS FARGO CCER	610-8350-65072	BOBS TOOLS Misc tools for shop	02/02/2016	447.89
WELLS FARGO CCER	610-8325-65072	GA INDUSTRIES Repair parts for check valve at plainview Lift.	02/01/2016	884.17
WELLS FARGO CCER	610-8325-65070	AMAZON MKTPLACE PMTS Belt for HP 800 printer	02/05/2016	11.30
WELLS FARGO CCER	610-8350-65049	CHUMBLEYS AUTO CARE Kerosene for heaters at plant	02/11/2016	62.38
WELLS FARGO CCER	610-8350-65072	NAPA PARTS 0000514 heater hose	02/22/2016	5.19
WELLS FARGO CCER	610-8300-62300	HAMPTON INN DOWNTOWN Motel for WWETT Conference	02/22/2016	653.19
WELLS FARGO CCER	610-8350-65049	CHUMBLEYS AUTO CARE Kerosene for heaters at plant	02/15/2016	18.41
WELLS FARGO CCER	610-8350-65049	CHUMBLEYS AUTO CARE Kerosene for heaters	02/12/2016	35.07
WELLS FARGO CCER	610-8350-65070	THEISENS #21 supplies	02/19/2016	11.72
WELLS FARGO CCER	610-8325-65070	MCCOY TRUE VALUE Supplies for Morlock Air Release Valve	02/26/2016	17.51
WELLS FARGO CCER	610-8350-65070	MCCOY TRUE VALUE Oil for Final Clarifier	02/23/2016	25.19
WELLS FARGO CCER	610-8350-65070	THEISENS #21 tool trays	02/05/2016	33.38
WELLS FARGO CCER	610-8350-65049	CHUMBLEYS AUTO CARE Kerosene for heaters	02/01/2016	64.00
WELLS FARGO CCER	610-8325-65070	BALDWIN SUPPLY COMPANY Bearings for Morlock Lift Station	02/26/2016	648.65
WELLS FARGO CCER	610-8350-64990	WARREN COUNTY OIL LP for North Plant	02/24/2016	1,067.38
WELLS FARGO CCER	610-8350-65012	HACH COMPANY Lab Supplies	02/11/2016	51.89
WELLS FARGO CCER	610-8325-63410	ELECTRIC MOTORS CORP Motor bearings replacement and stat	02/15/2016	1,097.43
WELLS FARGO CCER	610-8300-65080	THE UPS STORE #6682 UPS cost to send back up camera in for	02/09/2016	11.05
WELLS FARGO CCER	610-8300-63320	OREILLY AUTO 00003376 wiper blades for pickup	02/22/2016	21.33
WELLS FARGO CCER	610-8300-62300	DMACC 30 Hour WW Class for Blake Henry	02/29/2016	450.00
WELLS FARGO CCER	610-8350-65072	THE HOME DEPOT 2103 Tool box and tools for shop	02/03/2016	697.94
WELLS FARGO CCER	610-8350-64990	WARREN COUNTY OIL LP for North Plant	02/05/2016	1,242.00
WELLS FARGO CCER	610-8350-65072	THEISENS #21 Engraver to mark tools	02/02/2016	19.99
WELLS FARGO CCER	610-8325-65070	AMAZON MKTPLACE PMTS Ink for HP 800 printer	02/09/2016	24.50
WELLS FARGO CCER	610-8300-62300	OWPSACSTATE Wastewater Study Book	02/08/2016	113.00
WIN-911	610-8300-67240	ANNUAL RENEWAL FOR SOFTWARE MAINTENANCE & SUPPO	09/14/2015	395.00
Total SEWER FUND:				21,683.74
RECYCLING FUND				
WASTE MANAGEMENT OF IOW	670-8400-64700	RECYCLING RES 494-0152818-0516-6	03/01/2016	13,403.46
Total RECYCLING FUND:				13,403.46
SEWER CAPITAL PROJECTS FUND				
HR GREEN INC	710-8300-67501	SANITARY FORCE MAIN REPAIR	03/08/2016	384.00

Vendor Name	GL Account Number	Description	Invoice Date	Net Invoice Amount
HR GREEN INC	710-8300-67510	WASTEWATER FACILITY PLAN	03/08/2016	2,040.00
HR GREEN INC	710-8300-67510	GENERAL WASTEWATER ENGINEERING	03/08/2016	2,047.50
Total SEWER CAPITAL PROJECTS FUND:				4,471.50
HEALTH INSURANCE FUND				
BENEFIT SOURCE INC	820-9300-64990	RESTORE WELLNESS PARTAL	03/15/2016	126.85
Total HEALTH INSURANCE FUND:				126.85
HRA FUND				
KABEL BUSINESS SERVICES	830-9300-61525	ACTIVE EMPLOYEE ADMIN	02/29/2016	332.50
KABEL BUSINESS SERVICES	830-9300-61527	TERMED/RETIREES ADMIN	02/29/2016	73.50
KABEL BUSINESS SERVICES	830-9300-61526	ACTIVE EMPLOYEE CLAIMS	03/12/2016	7,979.58
KABEL BUSINESS SERVICES	830-9300-61528	TERMED/RETIREES CLAIMS	03/12/2016	1,791.43
Total HRA FUND:				10,177.01
CITY LIAB INS RESERVE FUND				
CRAIG'S AUTOMOTIVE	850-1100-64089	REPAIR PD VEHICLE	03/01/2016	2,273.92
Total CITY LIAB INS RESERVE FUND:				2,273.92
Grand Totals:				360,363.14

City Council: ______________________________

____

____

____

____

____

Vendor Name	Description	Invoice Date	Net Invoice Amount	FUND
A-CHECK GLOBAL				
A-CHECK GLOBAL	BACKGROUND CHECK	02/29/2016	34.50	GENERAL FUND
Total A-CHECK GLOBAL:			34.50	
AGRILAND FS INC				
AGRILAND FS INC	SEED	03/08/2016	100.00	PARK & RECREATI
Total AGRILAND FS INC:			100.00	
AHLERS & COONEY P.C.				
AHLERS & COONEY P.C.	UNIFIED HILLCREST/DOWNTOWN UR PLAN	02/26/2016	110.00	GENERAL FUND
Total AHLERS & COONEY P.C.:			110.00	
AIR-CON MECHANICAL CORP.				
AIR-CON MECHANICAL CORP.	QUARTERLY AGREEMENT	02/12/2016	913.94	LIBRARY FUND
AIR-CON MECHANICAL CORP.	CHECK PNEUMATIC LEAKS	03/04/2016	2,611.57	GENERAL FUND
Total AIR-CON MECHANICAL CORP.:			3,525.51	
AIRGAS USA LLC				
AIRGAS USA LLC	OXYGEN	02/29/2016	57.56	AMBULANCE FUN
Total AIRGAS USA LLC:			57.56	
AUBERT'S TOWING				
AUBERT'S TOWING	TOW - PATROL VEHICLE	02/26/2016	45.00	POLICE FUND
AUBERT'S TOWING	TOW - PATROL VEHICLE	02/26/2016	45.00	POLICE FUND
Total AUBERT'S TOWING:			90.00	
BAKER & TAYLOR ENTERTAINMENT				
BAKER & TAYLOR ENTERTAIN	DVD	01/28/2016	22.59	LIBRARY FUND
BAKER & TAYLOR ENTERTAIN	CD	02/08/2016	20.71	LIBRARY FUND
BAKER & TAYLOR ENTERTAIN	DVD	02/12/2016	21.86	LIBRARY FUND
BAKER & TAYLOR ENTERTAIN	DVD	02/19/2016	21.86	LIBRARY FUND
BAKER & TAYLOR ENTERTAIN	3 DVD'S	02/19/2016	55.69	LIBRARY FUND
BAKER & TAYLOR ENTERTAIN	6 CD'S	02/19/2016	61.70	LIBRARY FUND
Total BAKER & TAYLOR ENTERTAINMENT:			204.41	
BAKER AND TAYLOR				
BAKER AND TAYLOR	BOOKS	01/27/2016	597.06	LIBRARY FUND
BAKER AND TAYLOR	BOOKS	01/27/2016	81.14	LIBRARY SPECIAL
BAKER AND TAYLOR	BOOKS	01/28/2016	66.39	LIBRARY SPECIAL
BAKER AND TAYLOR	BOOKS	01/28/2016	47.28	LIBRARY SPECIAL
BAKER AND TAYLOR	BOOKS	01/28/2016	474.73	LIBRARY FUND
BAKER AND TAYLOR	BOOKS	02/04/2016	53.61	LIBRARY SPECIAL
BAKER AND TAYLOR	BOOKS	02/04/2016	201.53	LIBRARY FUND
BAKER AND TAYLOR	BOOKS	02/05/2016	38.73	LIBRARY FUND
BAKER AND TAYLOR	BOOKS	02/05/2016	20.22	LIBRARY SPECIAL
BAKER AND TAYLOR	BOOKS	02/09/2016	166.67	LIBRARY FUND
BAKER AND TAYLOR	BOOKS	02/10/2016	219.44	LIBRARY FUND
BAKER AND TAYLOR	BOOKS	02/10/2016	88.57	LIBRARY SPECIAL
BAKER AND TAYLOR	BOOKS	02/16/2016	248.41	LIBRARY FUND
BAKER AND TAYLOR	BOOKS	02/16/2016	41.94	LIBRARY SPECIAL
BAKER AND TAYLOR	BOOKS	02/19/2016	69.48	LIBRARY SPECIAL

Vendor Name	Description	Invoice Date	Net Invoice Amount	FUND
BAKER AND TAYLOR	BOOKS	02/19/2016	57.47	LIBRARY SPECIAL
BAKER AND TAYLOR	BOOKS	02/19/2016	339.93	LIBRARY FUND
BAKER AND TAYLOR	BOOKS	02/03/2016	28.64	LIBRARY FUND
Total BAKER AND TAYLOR:			2,841.24	
BANKERS LEASING COMPANY				
BANKERS LEASING COMPANY	2ND ANNUAL MICROFILM LEASE PAYMENT	02/24/2016	2,546.19	LIBRARY SPECIAL
Total BANKERS LEASING COMPANY:			2,546.19	
BAUER BUILT TIRE - DES MOINES				
BAUER BUILT TIRE - DES MOIN	APPARATUS TIRE	02/29/2016	565.36	FIRE FUND
Total BAUER BUILT TIRE - DES MOINES:			565.36	
BECK ELECTRIC				
BECK ELECTRIC	PICKARD IT ELECTRICAL INSTALLATION	03/07/2016	129.50	PARK & RECREATI
Total BECK ELECTRIC:			129.50	
BENDON INDIANOLA MECHANICAL LLC				
BENDON INDIANOLA MECHANI	REPAIR GREEN HOUSE FURNACE	03/03/2016	97.00	PARK & RECREATI
Total BENDON INDIANOLA MECHANICAL LLC:			97.00	
BENEFIT SOURCE INC				
BENEFIT SOURCE INC	RESTORE WELLNESS PARTAL	03/15/2016	126.85	HEALTH INSURAN
Total BENEFIT SOURCE INC:			126.85	
BERNIE LOWE & ASSOCIATES INC				
BERNIE LOWE & ASSOCIATES I	411 MED CLAIM	03/16/2016	111.16	POLICE FUND
Total BERNIE LOWE & ASSOCIATES INC:			111.16	
BOWANS, ANDREW				
BOWANS, ANDREW	YOUTH BB OFFICIAL	03/11/2016	72.00	PARK & RECREATI
Total BOWANS, ANDREW:			72.00	
BRICK GENTRY P.C.				
BRICK GENTRY P.C.	LEGAL RESEARCH	02/25/2016	75.00	LIBRARY FUND
Total BRICK GENTRY P.C.:			75.00	
BRUCE, TAMMY				
BRUCE, TAMMY	WELLNESS MARCH 2016	03/02/2016	15.00	POLICE FUND
Total BRUCE, TAMMY:			15.00	
BRUENING ROCK PRODUCTS				
BRUENING ROCK PRODUCTS	ROAD STONE	02/29/2016	8,314.54	ROAD USE TAX FU
BRUENING ROCK PRODUCTS	ROAD STONE	03/09/2016	626.84	ROAD USE TAX FU
Total BRUENING ROCK PRODUCTS:			8,941.38	

Vendor Name	Description	Invoice Date	Net Invoice Amount	FUND
CAPITAL EXPRESS				
CAPITAL EXPRESS	POSTAGE	02/27/2016	49.95	GENERAL FUND
Total CAPITAL EXPRESS:			49.95	
CARPENTER UNIFORM CO				
CARPENTER UNIFORM CO	UNIFORMS	02/29/2016	56.98	FIRE FUND
CARPENTER UNIFORM CO	UNIFORM BADGES	03/03/2016	393.00	FIRE FUND
CARPENTER UNIFORM CO	UNIFORM BADGE	03/03/2016	87.75	FIRE FUND
CARPENTER UNIFORM CO	UNIFORMS	03/03/2016	263.25	FIRE FUND
CARPENTER UNIFORM CO	UNIFORMS	03/03/2016	87.75	FIRE FUND
Total CARPENTER UNIFORM CO:			888.73	
CAVENDISH SQUARE				
CAVENDISH SQUARE	6 BOOKS	01/22/2016	193.91	LIBRARY FUND
Total CAVENDISH SQUARE:			193.91	
CENGAGE LEARNING				
CENGAGE LEARNING	LARGE PRINT BOOK	01/22/2016	24.79	LIBRARY FUND
CENGAGE LEARNING	LARGE PRINT BOOK	02/04/2016	30.39	LIBRARY SPECIAL
CENGAGE LEARNING	3 LARGE PRINT BOOKS	02/04/2016	79.97	LIBRARY FUND
CENGAGE LEARNING	LARGE PRINT BOOK	02/05/2016	24.79	LIBRARY SPECIAL
CENGAGE LEARNING	2 LARGE PRINT BOOKS	02/05/2016	55.98	LIBRARY FUND
CENGAGE LEARNING	LARGE PRINT BOOK	02/08/2016	24.79	LIBRARY FUND
Total CENGAGE LEARNING:			240.71	
CENTER POINT LARGE PRINT				
CENTER POINT LARGE PRINT	3 LARGE PRINT BOOKS	02/01/2016	24.02	LIBRARY FUND
Total CENTER POINT LARGE PRINT:			24.02	
CENTRAL PUMP & MOTOR LLC				
CENTRAL PUMP & MOTOR LLC	NEW PRESSURE GAUGES FOR MORLOCK L	03/08/2016	93.76	SEWER FUND
Total CENTRAL PUMP & MOTOR LLC:			93.76	
CENTURYLINK				
CENTURYLINK	911 PHONE	02/22/2016	54.01	PARK & RECREATI
Total CENTURYLINK:			54.01	
CITY OF INDIANOLA - UTILITY				
CITY OF INDIANOLA - UTILITY	UTILITIES	02/29/2016	859.57	LIBRARY FUND
Total CITY OF INDIANOLA - UTILITY:			859.57	
CLAUSEN, REBECCA				
CLAUSEN, REBECCA	IPAD WORKSHOPS	03/07/2016	370.00	PARK & RECREATI
Total CLAUSEN, REBECCA:			370.00	
CNM OUTDOOR EQUIPMENT				
CNM OUTDOOR EQUIPMENT	FILLER CAP	03/03/2016	5.76	PARK & RECREATI

Vendor Name	Description	Invoice Date	Net Invoice Amount	FUND
Total CNM OUTDOOR EQUIPMENT:			5.76	
CR SERVICES				
CR SERVICES	CLEANING SUPPLIES	03/07/2016	89.81	ROAD USE TAX FU
Total CR SERVICES:			89.81	
CRAIG'S AUTOMOTIVE				
CRAIG'S AUTOMOTIVE	VEHICLE REPAIR	02/17/2016	1,006.50	POLICE FUND
CRAIG'S AUTOMOTIVE	VEHICLE REPAIR	02/18/2016	162.26	POLICE FUND
CRAIG'S AUTOMOTIVE	VEHICLE REPAIR	02/23/2016	427.58	POLICE FUND
CRAIG'S AUTOMOTIVE	REPAIR PD VEHICLE	03/01/2016	2,273.92	CITY LIAB INS RES
CRAIG'S AUTOMOTIVE	VEHICLE MAINTENANCE	02/25/2016	51.50	POLICE FUND
CRAIG'S AUTOMOTIVE	VEHICLE MAINTENANCE	02/26/2016	151.50	POLICE FUND
Total CRAIG'S AUTOMOTIVE:			4,073.26	
DES MOINES WATER WORKS				
DES MOINES WATER WORKS	FEBRUARY BILLING & INSERTS	03/10/2016	3,066.19	GENERAL FUND
Total DES MOINES WATER WORKS:			3,066.19	
DETAILS PLUS				
DETAILS PLUS	VEHICLE MAINTENANCE	09/24/2015	150.00	POLICE FUND
DETAILS PLUS	VEHICLE REPAIR	02/24/2016	75.00	POLICE FUND
Total DETAILS PLUS:			225.00	
DIAMOND VOGEL PAINT				
DIAMOND VOGEL PAINT	TRAFFIC PAINT	03/14/2016	5,841.51	ROAD USE TAX FU
Total DIAMOND VOGEL PAINT:			5,841.51	
DOWNEY TIRE SERVICE				
DOWNEY TIRE SERVICE	VEHICLE REPAIR	03/02/2016	23.45	POLICE FUND
Total DOWNEY TIRE SERVICE:			23.45	
DUST PROS JANITORIAL				
DUST PROS JANITORIAL	CLEANING SUPPLIES	02/23/2016	109.43	LIBRARY FUND
DUST PROS JANITORIAL	MONTHLY CLEANING	03/05/2016	1,170.00	LIBRARY FUND
Total DUST PROS JANITORIAL:			1,279.43	
ELECTRIC MOTORS CORP.				
ELECTRIC MOTORS CORP.	ELECTRIC MOTOR FOR SCUM PUMP	02/29/2016	1,305.08	SEWER FUND
Total ELECTRIC MOTORS CORP.:			1,305.08	
ELECTRIC PUMP				
ELECTRIC PUMP	MORLOCK PUMP #4 REPAIR	03/04/2016	8,219.93	SEWER FUND
Total ELECTRIC PUMP:			8,219.93	
ELLIS LAW OFFICES P.C.				
ELLIS LAW OFFICES P.C.	K. STOCKDALE	02/29/2016	37.50	GENERAL FUND
ELLIS LAW OFFICES P.C.	M. BOHEMAN	02/29/2016	60.00	GENERAL FUND

Vendor Name	Description	Invoice Date	Net Invoice Amount	FUND
ELLIS LAW OFFICES P.C.	J. DUDNEY	02/29/2016	97.50	GENERAL FUND
ELLIS LAW OFFICES P.C.	D. MORLAN	02/29/2016	15.00	GENERAL FUND
ELLIS LAW OFFICES P.C.	L. LAPCHESKE	02/29/2016	420.00	GENERAL FUND
ELLIS LAW OFFICES P.C.	D. CARTY	02/29/2016	90.00	GENERAL FUND
ELLIS LAW OFFICES P.C.	J. SHERLOCK	02/29/2016	277.50	GENERAL FUND
ELLIS LAW OFFICES P.C.	J. MASTERSON	02/29/2016	90.00	GENERAL FUND
ELLIS LAW OFFICES P.C.	T. MODDELMOG	02/29/2016	210.00	GENERAL FUND
ELLIS LAW OFFICES P.C.	A. SCHLABACH	02/29/2016	165.00	GENERAL FUND
Total ELLIS LAW OFFICES P.C.:			1,462.50	
FISCHER BROS. LLC				
FISCHER BROS. LLC	40% DOWNPAYMENT - SLIDE MAINTENANC	02/12/2016	11,394.00	POOL (MEMORIAL)
Total FISCHER BROS. LLC:			11,394.00	
FORDE, MARIA				
FORDE, MARIA	REFUND - PARK & REC FEE	03/03/2016	31.00	PARK & RECREATI
Total FORDE, MARIA:			31.00	
FRASER TRANSPORTATION LLC				
FRASER TRANSPORTATION LL	ALS TIER	03/04/2016	200.00	AMBULANCE FUN
Total FRASER TRANSPORTATION LLC:			200.00	
GENTILE, CLAY				
GENTILE, CLAY	REFUND - PARKS & REC FEE	03/02/2016	88.00	PARK & RECREATI
Total GENTILE, CLAY:			88.00	
GRAINGER INC				
GRAINGER INC	AIR RELEASE VALVE, MORLOCK LIFT	02/26/2016	1,053.35	SEWER FUND
Total GRAINGER INC:			1,053.35	
GRAVES, RICK				
GRAVES, RICK	MILEAGE	03/10/2016	28.08	SEWER FUND
Total GRAVES, RICK:			28.08	
GRAY DIETZ, PAULA				
GRAY DIETZ, PAULA	BRICKS 4 KIDZ FEB 27	02/26/2016	180.00	PARK & RECREATI
Total GRAY DIETZ, PAULA:			180.00	
GROSS, KIM				
GROSS, KIM	REFUND	03/02/2016	88.00	PARK & RECREATI
Total GROSS, KIM:			88.00	
HAGEN JR, DONALD				
HAGEN JR, DONALD	OVERPAYMENT	03/10/2016	150.00	AMBULANCE FUN
Total HAGEN JR, DONALD:			150.00	
HALSTED, JOHN				
HALSTED, JOHN	BOARD OF ADJUSTMENT APPLICATION FEE	03/11/2016	100.00	GENERAL FUND

Vendor Name	Description	Invoice Date	Net Invoice Amount	FUND
Total HALSTED, JOHN:			100.00	
HART, NORMAN				
HART, NORMAN	MILEAGE 3/3/16 & 3/4/16	03/03/2016	70.20	SEWER FUND
Total HART, NORMAN:			70.20	
HD SUPPLY WATERWORKS				
HD SUPPLY WATERWORKS	2" REPAIR SLEEVE FOR MORLOCK AIR REL	03/07/2016	98.36	SEWER FUND
Total HD SUPPLY WATERWORKS:			98.36	
HENRY, D. LYNN				
HENRY, D. LYNN	YOUTH BB OFFICIAL	03/11/2016	120.00	PARK & RECREATI
Total HENRY, D. LYNN:			120.00	
HR GREEN INC				
HR GREEN INC	SANITARY FORCE MAIN REPAIR	03/08/2016	384.00	SEWER CAPITAL P
HR GREEN INC	WASTEWATER FACILITY PLAN	03/08/2016	2,040.00	SEWER CAPITAL P
HR GREEN INC	GENERAL WASTEWATER ENGINEERING	03/08/2016	2,047.50	SEWER CAPITAL P
Total HR GREEN INC:			4,471.50	
HUNERDOSSE, DOROTHY				
HUNERDOSSE, DOROTHY	REFUND - PARKS & REC FEE	03/08/2016	40.00	PARK & RECREATI
Total HUNERDOSSE, DOROTHY:			40.00	
HY-VEE				
HY-VEE	KIDS IN THE KITCHEN #9223	03/02/2016	60.00	PARK & RECREATI
Total HY-VEE:			60.00	
INDIANOLA MUNICIPAL UTILITIES				
INDIANOLA MUNICIPAL UTILITI	PICKARD FIBER INSTALLATION	02/29/2016	7,771.00	PARK & RECREATI
Total INDIANOLA MUNICIPAL UTILITIES:			7,771.00	
INTERSTATE BATTERY SYSTEM OF DSM				
INTERSTATE BATTERY SYSTE	BATTERY	03/11/2016	61.95	ROAD USE TAX FU
Total INTERSTATE BATTERY SYSTEM OF DSM:			61.95	
IOWA ASSOC OF MUN UTILITIES				
IOWA ASSOC OF MUN UTILITIE	0216 SAFETY TRAINING	02/29/2016	131.76	SEWER FUND
IOWA ASSOC OF MUN UTILITIE	0216 SAFETY TRAINING	02/29/2016	16.36	AMBULANCE FUN
IOWA ASSOC OF MUN UTILITIE	0216 SAFETY TRAINING	02/29/2016	130.88	GENERAL FUND
IOWA ASSOC OF MUN UTILITIE	0216 SAFETY TRAINING	02/29/2016	88.03	PARK & RECREATI
IOWA ASSOC OF MUN UTILITIE	0216 SAFETY TRAINING	02/29/2016	114.52	PARK & RECREATI
IOWA ASSOC OF MUN UTILITIE	0216 SAFETY TRAINING	02/29/2016	392.95	POLICE FUND
IOWA ASSOC OF MUN UTILITIE	0216 SAFETY TRAINING	02/29/2016	49.08	GENERAL FUND
IOWA ASSOC OF MUN UTILITIE	0216 SAFETY TRAINING	02/29/2016	81.80	LIBRARY FUND
IOWA ASSOC OF MUN UTILITIE	0216 SAFETY TRAINING	02/29/2016	153.72	ROAD USE TAX FU
Total IOWA ASSOC OF MUN UTILITIES:			1,159.10	

Vendor Name	Description	Invoice Date	Net Invoice Amount	FUND
IOWA CODIFICATION INC				
IOWA CODIFICATION INC	CODE SUPP ORD 1545-1549	03/01/2016	142.00	GENERAL FUND
Total IOWA CODIFICATION INC:			142.00	
IOWA LIBRARY SERVICES				
IOWA LIBRARY SERVICES	CONTINUING ED. COURSE REG. CONF #536	03/01/2016	20.00	LIBRARY FUND
IOWA LIBRARY SERVICES	CONTINUING ED. COURSE REG. CONF #536	03/01/2016	20.00	LIBRARY FUND
Total IOWA LIBRARY SERVICES:			40.00	
IOWA ONE CALL				
IOWA ONE CALL	LOCATES	03/08/2016	86.50	SEWER FUND
Total IOWA ONE CALL:			86.50	
IOWA STATE AUDITOR				
IOWA STATE AUDITOR	STATE AUDIT REPORT FY 2015 CITY	03/14/2016	425.00	GENERAL FUND
Total IOWA STATE AUDITOR:			425.00	
IOWA WATER MANAGEMENT CO.				
IOWA WATER MANAGEMENT C	WATER MGMT - LIBRARY	03/01/2016	40.00	LIBRARY FUND
IOWA WATER MANAGEMENT C	WATER MGMT - MUN. BLDG	03/01/2016	150.00	GENERAL FUND
Total IOWA WATER MANAGEMENT CO.:			190.00	
JIM'S JOHNS				
JIM'S JOHNS	KYBO DAYTON PARK	03/01/2016	40.00	PARK & RECREATI
Total JIM'S JOHNS:			40.00	
KABEL BUSINESS SERVICES				
KABEL BUSINESS SERVICES	ACTIVE EMPLOYEE ADMIN	02/29/2016	332.50	HRA FUND
KABEL BUSINESS SERVICES	TERMED/RETIREES ADMIN	02/29/2016	73.50	HRA FUND
KABEL BUSINESS SERVICES	ACTIVE EMPLOYEE CLAIMS	03/12/2016	7,979.58	HRA FUND
KABEL BUSINESS SERVICES	TERMED/RETIREES CLAIMS	03/12/2016	1,791.43	HRA FUND
Total KABEL BUSINESS SERVICES:			10,177.01	
KLOCKE'S EMERGENCY VEHICLES				
KLOCKE'S EMERGENCY VEHIC	2016 FORD F-450 LIFE LINE	02/10/2016	194,317.00	CAPITAL PROJECT
Total KLOCKE'S EMERGENCY VEHICLES:			194,317.00	
KONICA MINOLTA BUSINESS SOLUTIONS				
KONICA MINOLTA BUSINESS S	COPIES	02/29/2016	8.99	PARK & RECREATI
Total KONICA MINOLTA BUSINESS SOLUTIONS:			8.99	
KOSMAN CLEANING CREW LLC				
KOSMAN CLEANING CREW LLC	1ST HALF OF MARCH	03/14/2016	2,167.00	GENERAL FUND
Total KOSMAN CLEANING CREW LLC:			2,167.00	
KUEHL-PURDUM, CARLA				
KUEHL-PURDUM, CARLA	REFUND - KIDS COOK FEE	03/07/2016	14.75	PARK & RECREATI

Vendor Name	Description	Invoice Date	Net Invoice Amount	FUND
Total KUEHL-PURDUM, CARLA:			14.75	
MAHASKA COMMUNICATION GROUP				
MAHASKA COMMUNICATION G	TELEPHONE	03/01/2016	57.36	PARK & RECREATI
MAHASKA COMMUNICATION G	TELEPHONE	03/01/2016	19.20	GENERAL FUND
MAHASKA COMMUNICATION G	TELEPHONE	03/01/2016	96.00	PARK & RECREATI
MAHASKA COMMUNICATION G	TELEPHONE	03/01/2016	12.80	ROAD USE TAX FU
MAHASKA COMMUNICATION G	INTERNET	03/01/2016	21.99	PARK & RECREATI
MAHASKA COMMUNICATION G	INTERNET	03/01/2016	65.97	GENERAL FUND
MAHASKA COMMUNICATION G	TELEPHONE	03/01/2016	32.00	PARK & RECREATI
MAHASKA COMMUNICATION G	TELEPHONE	03/01/2016	12.80	POOL (MEMORIAL)
MAHASKA COMMUNICATION G	TELEPHONE	03/01/2016	115.22	POLICE FUND
MAHASKA COMMUNICATION G	INTERNET	03/01/2016	21.99	LIBRARY FUND
MAHASKA COMMUNICATION G	INTERNET	03/01/2016	21.99	FIRE FUND
MAHASKA COMMUNICATION G	INTERNET	03/01/2016	21.99	POLICE FUND
MAHASKA COMMUNICATION G	TELEPHONE	03/01/2016	51.21	SEWER FUND
MAHASKA COMMUNICATION G	TELEPHONE	03/01/2016	83.22	GENERAL FUND
MAHASKA COMMUNICATION G	TELEPHONE	03/01/2016	6.40	PARK & RECREATI
MAHASKA COMMUNICATION G	TELEPHONE	03/01/2016	70.41	FIRE FUND
MAHASKA COMMUNICATION G	INTERNET	03/01/2016	21.99	SEWER FUND
MAHASKA COMMUNICATION G	INTERNET	03/01/2016	21.99	ROAD USE TAX FU
MAHASKA COMMUNICATION G	TELEPHONE	03/01/2016	70.41	LIBRARY FUND
MAHASKA COMMUNICATION G	TELEPHONE	03/01/2016	28.68	AMBULANCE FUN
Total MAHASKA COMMUNICATION GROUP:			853.62	
MARCHANT, GREG				
MARCHANT, GREG	ECONOMIC DEV CONTRACT	03/01/2016	750.00	GENERAL FUND
Total MARCHANT, GREG:			750.00	
MC COY HARDWARE INC				
MC COY HARDWARE INC	SUPPLIES	03/03/2016	5.93	POLICE FUND
MC COY HARDWARE INC	HARDWARE FOR MORLCOK LIFT	03/07/2016	51.43	SEWER FUND
Total MC COY HARDWARE INC:			57.36	
MEDTRAK SERVICES				
MEDTRAK SERVICES	411 RX	02/29/2016	73.30	POLICE FUND
Total MEDTRAK SERVICES:			73.30	
METCALF, BRAD				
METCALF, BRAD	WELLNESS 3/13/16 - 4/12/16	01/13/2016	25.00	POLICE FUND
Total METCALF, BRAD:			25.00	
METHODIST OCCUPATIONAL HEALTH & WELLNESS				
METHODIST OCCUPATIONAL H	HEP-B VACCINE	02/29/2016	87.00	FIRE FUND
Total METHODIST OCCUPATIONAL HEALTH & WELLNESS:			87.00	
MID AMERICAN ENERGY CO.				
MID AMERICAN ENERGY CO.	NATURAL GAS FOR LIBRARY	03/15/2016	534.52	LIBRARY FUND
Total MID AMERICAN ENERGY CO.:			534.52	

Vendor Name	Description	Invoice Date	Net Invoice Amount	FUND
MIDWEST OFFICE TECH				
MIDWEST OFFICE TECH	COPIES	02/29/2016	43.00	PARK & RECREATI
Total MIDWEST OFFICE TECH:			43.00	
MILLER ELECTRIC SERVICES				
MILLER ELECTRIC SERVICES	LED LIGHT FIXTURES	03/03/2016	575.00	ROAD USE TAX FU
Total MILLER ELECTRIC SERVICES:			575.00	
MUNICIPAL PIPE TOOL CO.				
MUNICIPAL PIPE TOOL CO.	PAWL FOR REEL - FREIGHT	01/31/2016	14.71	SEWER FUND
MUNICIPAL PIPE TOOL CO.	REPAIR BACKUP CAMERA	02/29/2016	1,636.65	SEWER FUND
Total MUNICIPAL PIPE TOOL CO.:			1,651.36	
NORTH CENTRAL LABS OF WISCONSIN				
NORTH CENTRAL LABS OF WIS	LAB SUPPLIES	03/03/2016	121.11	SEWER FUND
Total NORTH CENTRAL LABS OF WISCONSIN:			121.11	
NORWALK READY-MIXED CONCRETE				
NORWALK READY-MIXED CON	CONCRETE	02/23/2016	91.50	ROAD USE TAX FU
Total NORWALK READY-MIXED CONCRETE:			91.50	
O'REILLY AUTO PARTS				
O'REILLY AUTO PARTS	BELTS FOR MCCORD GENERATOR	03/03/2016	23.92	SEWER FUND
Total O'REILLY AUTO PARTS:			23.92	
PARK, KRIS				
PARK, KRIS	YOUTH BB OFFICIAL	03/11/2016	120.00	PARK & RECREATI
Total PARK, KRIS:			120.00	
PARKER, DENNIS				
PARKER, DENNIS	YOUTH BB OFFICIAL	03/11/2016	120.00	PARK & RECREATI
Total PARKER, DENNIS:			120.00	
PENGUIN RANDOM HOUSE LLC				
PENGUIN RANDOM HOUSE LLC	BOOK ON CD	02/01/2016	22.50	LIBRARY SPECIAL
PENGUIN RANDOM HOUSE LLC	2 BOOKS ON CD	02/01/2016	63.75	LIBRARY FUND
Total PENGUIN RANDOM HOUSE LLC:			86.25	
PER MAR SECURITY				
PER MAR SECURITY	FIRE ALARM MONITORING APR - JUNE 2016	03/08/2016	127.62	PARK & RECREATI
Total PER MAR SECURITY:			127.62	
PETTY CASH - BRUSH				
PETTY CASH - BRUSH	OPENING CASH	03/07/2016	300.00	GENERAL FUND
Total PETTY CASH - BRUSH:			300.00	

Vendor Name	Description	Invoice Date	Net Invoice Amount	FUND
PETTY CASH-RECREATION				
PETTY CASH-RECREATION	KEY CARD - KINGKADE	03/15/2016	47.00	PARK & REC SPEC
Total PETTY CASH-RECREATION:			47.00	
PHILIPS MEDICAL CAPITAL				
PHILIPS MEDICAL CAPITAL	MONITOR LEASE	03/06/2016	1,348.11	AMBULANCE FUN
Total PHILIPS MEDICAL CAPITAL:			1,348.11	
PIERCE BROTHERS REPAIR				
PIERCE BROTHERS REPAIR	STEEL PLATES	03/14/2016	42.00	ROAD USE TAX FU
PIERCE BROTHERS REPAIR	STEEL PLATES	03/14/2016	152.00	ROAD USE TAX FU
Total PIERCE BROTHERS REPAIR:			194.00	
PRAXAIR DISTRIBUTION INC				
PRAXAIR DISTRIBUTION INC	TANK RENTAL	02/29/2016	132.00	PARK & RECREATI
Total PRAXAIR DISTRIBUTION INC:			132.00	
PURCHASE POWER				
PURCHASE POWER	POSTAGE	03/07/2016	3,000.00	GENERAL FUND
Total PURCHASE POWER:			3,000.00	
RAY'S WINDOW CLEANING				
RAY'S WINDOW CLEANING	ACTIVITY CENTER WINDOW CLEANING	03/10/2016	60.00	PARK & RECREATI
Total RAY'S WINDOW CLEANING:			60.00	
RECORDED BOOKS INC				
RECORDED BOOKS INC	BOOK ON CD	01/28/2016	12.60	LIBRARY FUND
RECORDED BOOKS INC	BOOK ON CD	01/29/2016	39.99	LIBRARY SPECIAL
RECORDED BOOKS INC	BOOK ON CD	02/01/2016	36.00	LIBRARY FUND
RECORDED BOOKS INC	BOOK ON CD	02/01/2016	26.99	LIBRARY SPECIAL
RECORDED BOOKS INC	BOOK ON CD	02/02/2016	63.00	LIBRARY SPECIAL
RECORDED BOOKS INC	BOOK ON CD	02/02/2016	35.09	LIBRARY FUND
RECORDED BOOKS INC	2 BOOKS ON CD	02/05/2016	99.00	LIBRARY SPECIAL
RECORDED BOOKS INC	BOOK ON CD	02/09/2016	34.99	LIBRARY FUND
RECORDED BOOKS INC	BOOK ON CD	02/10/2016	27.00	LIBRARY SPECIAL
RECORDED BOOKS INC	BOOK ON CD	02/10/2016	26.99	LIBRARY FUND
Total RECORDED BOOKS INC:			401.65	
RECORD-HERALD & INDIANOLA TRIBUNE				
RECORD-HERALD & INDIANOL	ORD 1550	02/28/2016	31.72	GENERAL FUND
RECORD-HERALD & INDIANOL	CC MIN-02	02/28/2016	252.10	GENERAL FUND
RECORD-HERALD & INDIANOL	BD ADJ	02/28/2016	28.04	GENERAL FUND
RECORD-HERALD & INDIANOL	CC MIN-02	02/28/2016	196.08	GENERAL FUND
RECORD-HERALD & INDIANOL	BD ADJ	02/28/2016	28.04	GENERAL FUND
RECORD-HERALD & INDIANOL	PH ALLEY	02/28/2016	39.91	GENERAL FUND
RECORD-HERALD & INDIANOL	CC MIN-01	02/28/2016	196.56	GENERAL FUND
RECORD-HERALD & INDIANOL	PH BUDGET	02/28/2016	159.06	GENERAL FUND
Total RECORD-HERALD & INDIANOLA TRIBUNE:			931.51	

Vendor Name	Description	Invoice Date	Net Invoice Amount	FUND
RECORD-HERALD AD CONTRACT ACCT.				
RECORD-HERALD AD CONTRA	MEET & GREET	02/28/2015	49.00	GENERAL FUND
RECORD-HERALD AD CONTRA	ST VEHICLE AD	02/28/2015	33.75	ROAD USE TAX FU
RECORD-HERALD AD CONTRA	LOCAL OPTION SALES TAX AD 2/3/16	02/28/2015	56.00	GENERAL FUND
RECORD-HERALD AD CONTRA	LOCAL OPTION SALES TAX AD 2/2/16	02/28/2015	29.60	GENERAL FUND
RECORD-HERALD AD CONTRA	EMPLOYMENT AD	02/28/2015	270.00	PARK & RECREATI
RECORD-HERALD AD CONTRA	MEET & GREET	02/28/2015	25.90	GENERAL FUND
RECORD-HERALD AD CONTRA	ST VEHICLE AD	02/28/2015	33.75	ROAD USE TAX FU
Total RECORD-HERALD AD CONTRACT ACCT.:			498.00	
SHANER, CHRISTOPHER				
SHANER, CHRISTOPHER	YOUTH BB OFFICIAL	03/11/2016	96.00	PARK & RECREATI
Total SHANER, CHRISTOPHER:			96.00	
SOUTH CENTRAL IOWA LANDFILL				
SOUTH CENTRAL IOWA LANDFI	TIPPING FEE	03/09/2016	24.00	PARK & RECREATI
SOUTH CENTRAL IOWA LANDFI	TIPPING FEE	03/10/2016	28.00	PARK & RECREATI
Total SOUTH CENTRAL IOWA LANDFILL:			52.00	
SPRINGER PEST SOLUTIONS DSM				
SPRINGER PEST SOLUTIONS D	ACTIVITY CENTER - PEST CONTROL	03/07/2016	61.00	PARK & RECREATI
Total SPRINGER PEST SOLUTIONS DSM:			61.00	
STUDIO FUSCO				
STUDIO FUSCO	STORYWALK BOOKS PAGES LAMINATIONS	02/24/2016	20.00	LIBRARY SPECIAL
Total STUDIO FUSCO:			20.00	
T.R.M. DISPOSAL LLC				
T.R.M. DISPOSAL LLC	GARBAGE DISPOSAL ACCT #506	02/24/2016	89.00	LIBRARY FUND
Total T.R.M. DISPOSAL LLC:			89.00	
TODD, CINDY				
TODD, CINDY	REFUND - PARKS & REC FEES	03/02/2016	98.00	PARK & RECREATI
Total TODD, CINDY:			98.00	
TRANS-IOWA EQUIPMENT INC				
TRANS-IOWA EQUIPMENT INC	SWEEPER BROOMS	02/29/2016	2,144.61	ROAD USE TAX FU
Total TRANS-IOWA EQUIPMENT INC:			2,144.61	
TRANSUNION RISK AND ALTERNATIVE				
TRANSUNION RISK AND ALTER	CONTRACT	03/01/2016	70.00	POLICE FUND
Total TRANSUNION RISK AND ALTERNATIVE:			70.00	
TRIZETTO PROVIDER SOLUTIONS				
TRIZETTO PROVIDER SOLUTIO	ELECTRONIC CLAIMS FILED	03/01/2016	77.79	AMBULANCE FUN
Total TRIZETTO PROVIDER SOLUTIONS:			77.79	

Vendor Name	Description	Invoice Date	Net Invoice Amount	FUND
TWO RIVERS MARTIAL ARTS				
TWO RIVERS MARTIAL ARTS	TKD INSTRUCTORS DEC 2015 - JUNE 2016	03/04/2016	1,554.20	PARK & RECREATI
Total TWO RIVERS MARTIAL ARTS:			1,554.20	
UNIQUE MANAGEMENT SERVICES				
UNIQUE MANAGEMENT SERVI	COLLECTION AGENCY FEES	03/01/2016	50.00	LIBRARY FUND
Total UNIQUE MANAGEMENT SERVICES:			50.00	
UNITYPOINT HEALTH - DES MOINES				
UNITYPOINT HEALTH - DES MO	BLS HEALTHCARE CARD	02/26/2016	93.75	AMBULANCE FUN
Total UNITYPOINT HEALTH - DES MOINES:			93.75	
VERIZON WIRELESS				
VERIZON WIRELESS	EMS CELL PHONES	02/26/2016	281.41	AMBULANCE FUN
VERIZON WIRELESS	WIRELESS FOR LAPTOP	02/26/2016	30.02	SEWER FUND
VERIZON WIRELESS	WIRELESS FOR SPARE LAPTOP	02/26/2016	20.01	GENERAL FUND
VERIZON WIRELESS	330 LAPTOP/330 CELL	02/26/2016	50.66	FIRE FUND
Total VERIZON WIRELESS:			382.10	
VETTER EQUIPMENT CO				
VETTER EQUIPMENT CO	PARTS	03/07/2016	64.98	PARK & RECREATI
Total VETTER EQUIPMENT CO:			64.98	
WALLER, RYAN				
WALLER, RYAN	CELL PHONE 2/8/16 - 03/08/16	03/15/2016	75.00	GENERAL FUND
Total WALLER, RYAN:			75.00	
WARREN COUNTY AUDITOR				
WARREN COUNTY AUDITOR	LOCAL OPTION SALES TAX ELECTION	03/11/2016	8,908.01	GENERAL FUND
Total WARREN COUNTY AUDITOR:			8,908.01	
WARREN COUNTY ENGINEER				
WARREN COUNTY ENGINEER	FUEL DISTRIBUTION	03/02/2016	265.18	SEWER FUND
WARREN COUNTY ENGINEER	FUEL DISTRIBUTION	03/02/2016	3,050.72	ROAD USE TAX FU
WARREN COUNTY ENGINEER	FUEL DISTRIBUTION	03/02/2016	546.64	AMBULANCE FUN
WARREN COUNTY ENGINEER	FUEL DISTRIBUTION - VANS	03/02/2016	38.75	PARK & RECREATI
WARREN COUNTY ENGINEER	FUEL DISTRIBUTION	03/02/2016	1,088.25	POLICE FUND
WARREN COUNTY ENGINEER	FUEL DISTRIBUTION	03/02/2016	143.16	PARK & RECREATI
WARREN COUNTY ENGINEER	FUEL DISTRIBUTION	03/02/2016	223.57	FIRE FUND
Total WARREN COUNTY ENGINEER:			5,356.27	
WARREN COUNTY EXTENSION				
WARREN COUNTY EXTENSION	PEST. TRAINING	02/11/2016	70.00	PARK & RECREATI
WARREN COUNTY EXTENSION	BABYSITTING CLINIC	03/03/2016	300.00	PARK & RECREATI
WARREN COUNTY EXTENSION	ROBOTICS LAB	03/05/2016	200.00	PARK & RECREATI
Total WARREN COUNTY EXTENSION:			570.00	
WARREN COUNTY RECORDER				
WARREN COUNTY RECORDER	REC. FEES	02/22/2016	12.00	GENERAL FUND

Vendor Name	Description	Invoice Date	Net Invoice Amount	FUND
Total WARREN COUNTY RECORDER:			12.00	
WASTE MANAGEMENT OF IOWA				
WASTE MANAGEMENT OF IOW	RECYCLING RES 494-0152818-0516-6	03/01/2016	13,403.46	RECYCLING FUND
Total WASTE MANAGEMENT OF IOWA:			13,403.46	
WEBB, BATH				
WEBB, BATH	REFUND - PARK & REC FEES	03/02/2016	98.00	PARK & RECREATI
Total WEBB, BATH:			98.00	
WELLS FARGO CCER				
WELLS FARGO CCER	PAYPAL PARKESTANLE Return of Comput	02/15/2016	109.27-	AMBULANCE FUN
WELLS FARGO CCER	OREILLY AUTO 00003376 oil filter	02/10/2016	5.54	PARK & RECREATI
WELLS FARGO CCER	OREILLY AUTO 00003376 Supplies for roll	02/02/2016	8.98	ROAD USE TAX FU
WELLS FARGO CCER	OREILLY AUTO 00003376 Return credit	02/08/2016	22.72-	FIRE FUND
WELLS FARGO CCER	FAREWAY STORES #657 Valentines Dance	02/01/2016	5.98	PARK & RECREATI
WELLS FARGO CCER	WWW.NEWEGG.COM USB extensions for Li	02/02/2016	9.90	GENERAL FUND
WELLS FARGO CCER	MCCOY TRUE VALUE D batteries for animal	02/24/2016	12.13	PARK & RECREATI
WELLS FARGO CCER	INDOFF INCORPORATED Office Supplies	02/02/2016	15.23	GENERAL FUND
WELLS FARGO CCER	OREILLY AUTO 00003376 dust masks	02/25/2016	18.20	PARK & RECREATI
WELLS FARGO CCER	SQ CR SERVICES foam ear plugs	02/24/2016	22.50	PARK & RECREATI
WELLS FARGO CCER	OREILLY AUTO 00003376 Oil small engines	02/08/2016	25.99	FIRE FUND
WELLS FARGO CCER	THEISENS #21 Supplies for roll on bed liner	02/02/2016	34.45	ROAD USE TAX FU
WELLS FARGO CCER	HENDERSON PRODUCTS, INC Unit #23 bo	02/08/2016	39.50	ROAD USE TAX FU
WELLS FARGO CCER	INDOFF INCORPORATED Office Supplies	02/17/2016	52.82	GENERAL FUND
WELLS FARGO CCER	AG BELT Belting for unit 12,28,22 blades	02/19/2016	70.00	ROAD USE TAX FU
WELLS FARGO CCER	CESHOWROOM.COM Purchase Water Resc	02/10/2016	102.04	FIRE FUND
WELLS FARGO CCER	MOTION INDUSTRIES IA09 parts for speed t	02/29/2016	154.94	POLICE FUND
WELLS FARGO CCER	PAYPAL WIGGLYAMPSL Annual software s	02/26/2016	253.36	GENERAL FUND
WELLS FARGO CCER	RACEWAY TIRE AND EXHAUST New tire	02/26/2016	322.00	ROAD USE TAX FU
WELLS FARGO CCER	THE HOME DEPOT 2103 Tool box and tools	02/03/2016	697.94	SEWER FUND
WELLS FARGO CCER	WARREN COUNTY OIL LP for North Plant	02/05/2016	1,242.00	SEWER FUND
WELLS FARGO CCER	INDOFF INCORPORATED Engineers scale	02/26/2016	12.31	GENERAL FUND
WELLS FARGO CCER	OREILLY AUTO 00003376 Unit 29 parts	02/26/2016	15.27	ROAD USE TAX FU
WELLS FARGO CCER	CHUMBLEYS AUTO CARE Kerosene for he	02/15/2016	18.41	SEWER FUND
WELLS FARGO CCER	CNM OUTDOOR EQUIPM Fuel line Chain sa	02/18/2016	22.60	FIRE FUND
WELLS FARGO CCER	FAREWAY STORES #657 Daddy Daughter	02/08/2016	26.75	PARK & RECREATI
WELLS FARGO CCER	CHUMBLEYS AUTO CARE Kerosene for he	02/12/2016	35.07	SEWER FUND
WELLS FARGO CCER	AMAZON MKTPLACE PMTS TV Mount for D	02/15/2016	39.99	POLICE FUND
WELLS FARGO CCER	OREILLY AUTO 00003376 Unit # 23 strob li	02/29/2016	53.07	ROAD USE TAX FU
WELLS FARGO CCER	IOWA LEAGUE OF CITIES MLA Registration	02/17/2016	75.00	GENERAL FUND
WELLS FARGO CCER	PAYPAL PARKESTANLE Computer mount	02/12/2016	109.27	AMBULANCE FUN
WELLS FARGO CCER	NAPA PARTS 0000514 Brake clean	02/10/2016	161.40	ROAD USE TAX FU
WELLS FARGO CCER	FRY AND ASSOCIATES, INC. lady bug head	02/24/2016	257.85	PARK & RECREATI
WELLS FARGO CCER	INDOFF INCORPORATED Office Supplies	02/08/2016	343.95	AMBULANCE FUN
WELLS FARGO CCER	MACHOVEC Ice Rescue suit Mustang Bran	02/19/2016	710.68	FIRE FUND
WELLS FARGO CCER	SOUTHEASTERN EMERG Emergency Medi	02/10/2016	1,244.90	AMBULANCE FUN
WELLS FARGO CCER	BOUND TREE MEDICAL LLC Refund for Mis	02/12/2016	333.83-	AMBULANCE FUN
WELLS FARGO CCER	MCCOY TRUE VALUE bolts	02/23/2016	5.12	PARK & RECREATI
WELLS FARGO CCER	WAL-MART #1491 Valentines dance - two lar	02/01/2016	7.96	PARK & RECREATI
WELLS FARGO CCER	HY VEE 1271 Cookies for IMU/CM Meet Gre	02/25/2016	11.97	GENERAL FUND
WELLS FARGO CCER	MCCOY TRUE VALUE Unit # 5 loader part	02/26/2016	5.08	ROAD USE TAX FU
WELLS FARGO CCER	FAREWAY STORES #657 Daddy Daughter	02/08/2016	7.78	PARK & RECREATI
WELLS FARGO CCER	THEISENS #21 supplies	02/19/2016	11.72	SEWER FUND
WELLS FARGO CCER	OREILLY AUTO 00003376 wiper blade	02/18/2016	11.01-	PARK & RECREATI

Vendor Name	Description	Invoice Date	Net Invoice Amount	FUND
WELLS FARGO CCER	THEISENS #21 Supply for Think Spring	02/17/2016	4.99	PARK & RECREATI
WELLS FARGO CCER	FAREWAY STORES #657 Coffee Creamer	02/19/2016	7.68	GENERAL FUND
WELLS FARGO CCER	AMAZON MKTPLACE PMTS Belt for HP 800	02/05/2016	11.30	SEWER FUND
WELLS FARGO CCER	WM SUPERCENTER #1491 Office supply - s	02/05/2016	2.96	LIBRARY FUND
WELLS FARGO CCER	INDOFF INCORPORATED Office Supplies	02/23/2016	7.32	LIBRARY FUND
WELLS FARGO CCER	PITNEY BOWES PI Postage Meter Supplies	02/12/2016	175.08-	GENERAL FUND
WELLS FARGO CCER	NAPA PARTS 0000514 heater hose	02/22/2016	5.19	SEWER FUND
WELLS FARGO CCER	CHUMBLEYS AUTO CARE Filled x2 small p	02/26/2016	8.28	FIRE FUND
WELLS FARGO CCER	OREILLY AUTO 00003376 fuel filter	02/10/2016	4.49	PARK & RECREATI
WELLS FARGO CCER	WAL-MART #1491 Rubber Cement and Foa	02/08/2016	7.51	GENERAL FUND
WELLS FARGO CCER	THE UPS STORE #6682 UPS cost to send b	02/09/2016	11.05	SEWER FUND
WELLS FARGO CCER	WAL-MART #1491 Coffee	02/29/2016	14.96	GENERAL FUND
WELLS FARGO CCER	FAREWAY STORES #657 Mad Science sna	02/15/2016	17.97	PARK & RECREATI
WELLS FARGO CCER	MCCOY TRUE VALUE Spray lubricant	02/12/2016	22.38	FIRE FUND
WELLS FARGO CCER	THE UPS STORE #6682 UPS flashlights to	02/24/2016	25.64	FIRE FUND
WELLS FARGO CCER	OREILLY AUTO 00003376 Fuel filter Attack	02/08/2016	34.03	FIRE FUND
WELLS FARGO CCER	SIGNSDIRECT Swinger sign parts	02/23/2016	37.80	POOL (MEMORIAL)
WELLS FARGO CCER	HACH COMPANY Lab Supplies	02/11/2016	51.89	SEWER FUND
WELLS FARGO CCER	CNM OUTDOOR EQUIPM Chain sharping	02/02/2016	64.00	ROAD USE TAX FU
WELLS FARGO CCER	BAKER CREEK HEIRLOOM Seeds for Plant	02/12/2016	87.75	PARK & RECREATI
WELLS FARGO CCER	INDOFF INCORPORATED Plotter paper, plot	02/11/2016	140.59	GENERAL FUND
WELLS FARGO CCER	PITNEY BOWES PI Postage Meter Supplies	02/02/2016	242.22	GENERAL FUND
WELLS FARGO CCER	HEIMAN FIRE EQUIPMENT Fire boots	02/08/2016	300.45	FIRE FUND
WELLS FARGO CCER	PSN INDIANOLA UTILITIES Activity Center	02/10/2016	653.19	PARK & RECREATI
WELLS FARGO CCER	ELECTRIC MOTORS CORP Motor bearings	02/15/2016	1,097.43	SEWER FUND
WELLS FARGO CCER	MCCOY TRUE VALUE x2 spray cans of pain	02/19/2016	14.73	FIRE FUND
WELLS FARGO CCER	MCCOY TRUE VALUE Supplies for Morlock	02/26/2016	17.51	SEWER FUND
WELLS FARGO CCER	TUNDRA SPECIALTIES INC Concessions - f	02/02/2016	22.26	POOL (MEMORIAL)
WELLS FARGO CCER	MCCOY TRUE VALUE Oil for Final Clarifier	02/23/2016	25.19	SEWER FUND
WELLS FARGO CCER	THEISENS #21 tool trays	02/05/2016	33.38	SEWER FUND
WELLS FARGO CCER	CALS FINE FOOD & SPIRITS New P Z me	02/01/2016	37.02	GENERAL FUND
WELLS FARGO CCER	MCCOY TRUE VALUE Paint for truck blades	02/09/2016	50.38	ROAD USE TAX FU
WELLS FARGO CCER	CHUMBLEYS AUTO CARE Kerosene for he	02/01/2016	64.00	SEWER FUND
WELLS FARGO CCER	WAL-MART #1491 Zone snacks	02/04/2016	84.71	PARK & RECREATI
WELLS FARGO CCER	PROVANTAGE LLC Fiber transceivers	02/29/2016	134.46	PARK & RECREATI
WELLS FARGO CCER	PSN INDIANOLA UTILITIES Adult SB Utilitie	02/10/2016	226.97	PARK & RECREATI
WELLS FARGO CCER	CNA CLASSIFIEDS 4th week Officer Ad	02/24/2016	300.00	POLICE FUND
WELLS FARGO CCER	BALDWIN SUPPLY COMPANY Bearings for	02/26/2016	648.65	SEWER FUND
WELLS FARGO CCER	WARREN COUNTY OIL LP for North Plant	02/24/2016	1,067.38	SEWER FUND
WELLS FARGO CCER	OREILLY AUTO 00003376 Rivet gun for sho	02/02/2016	14.18	ROAD USE TAX FU
WELLS FARGO CCER	WM SUPERCENTER #1491 Valentines Danc	02/01/2016	17.26	PARK & RECREATI
WELLS FARGO CCER	WAL-MART #1491 Children and Teen progra	02/24/2016	21.37	LIBRARY FUND
WELLS FARGO CCER	FACEBOOK 2YS639JQU2 Two social media	02/25/2016	25.00	POOL (MEMORIAL)
WELLS FARGO CCER	DOWNEY TIRES Mount and balance tire Ten	02/25/2016	33.03	FIRE FUND
WELLS FARGO CCER	MCCOY TRUE VALUE 20 Fan for Air circulat	02/25/2016	35.99	FIRE FUND
WELLS FARGO CCER	ADOBE CREATIVE CLOUD Adobe subscrip	02/01/2016	49.99	PARK & RECREATI
WELLS FARGO CCER	CHUMBLEYS AUTO CARE Kerosene for he	02/11/2016	62.38	SEWER FUND
WELLS FARGO CCER	NAPA PARTS 0000514 Battery disconnect s	02/03/2016	83.49	FIRE FUND
WELLS FARGO CCER	IN VANDER BEEK TRUCK Unit #21 running	02/02/2016	130.00	ROAD USE TAX FU
WELLS FARGO CCER	AMAZON MKTPLACE PMTS Brother toner -	02/09/2016	199.49	POLICE FUND
WELLS FARGO CCER	CNA CLASSIFIEDS 3rd week ad for officer	02/10/2016	300.00	POLICE FUND
WELLS FARGO CCER	DATABUG LLC Hard Drives for 10.0.1.190 B	02/10/2016	468.97	GENERAL FUND
WELLS FARGO CCER	HEIMAN FIRE EQUIPMENT Fire gloves	02/08/2016	944.70	FIRE FUND
WELLS FARGO CCER	JOHNNYS ITALIAN STEAKHOUS February	02/29/2016	14.00	GENERAL FUND
WELLS FARGO CCER	NAPA PARTS 0000514 Unit # 29 parts	02/29/2016	16.94	ROAD USE TAX FU
WELLS FARGO CCER	OREILLY AUTO 00003376 wiper blades for	02/22/2016	21.33	SEWER FUND
WELLS FARGO CCER	MOOD PANDORA Monthly phone music sub	02/15/2016	24.95	GENERAL FUND
WELLS FARGO CCER	WM SUPERCENTER #1491 Childrens and te	02/05/2016	32.92	LIBRARY FUND

Vendor Name	Description	Invoice Date	Net Invoice Amount	FUND
WELLS FARGO CCER	MCCOY TRUE VALUE Paint for truck blades	02/10/2016	35.98	ROAD USE TAX FU
WELLS FARGO CCER	ORIENTAL TRADING CO Supply for Think S	02/01/2016	47.50	PARK & RECREATI
WELLS FARGO CCER	WWW.NEWEGG.COM New Battery for Chris	02/02/2016	55.95	GENERAL FUND
WELLS FARGO CCER	NOBLE FORD INC hub cap Unit 247	02/15/2016	79.70	FIRE FUND
WELLS FARGO CCER	ETSY.COM Twitter and instagram social med	02/29/2016	122.50	POOL (MEMORIAL)
WELLS FARGO CCER	AMAZON.COM Brother toner and drum unit	02/01/2016	198.48	POLICE FUND
WELLS FARGO CCER	CNA CLASSIFIEDS 2nd week ad for officer	02/03/2016	300.00	POLICE FUND
WELLS FARGO CCER	DMACC 30 Hour WW Class for Blake Henry	02/29/2016	450.00	SEWER FUND
WELLS FARGO CCER	SOUTHEASTERN EMERG Purchase Medica	02/22/2016	931.20	AMBULANCE FUN
WELLS FARGO CCER	WM SUPERCENTER #1491 6 ft extension co	02/04/2016	6.85	PARK & RECREATI
WELLS FARGO CCER	OREILLY AUTO 00003376 wiper blade	02/18/2016	10.39	PARK & RECREATI
WELLS FARGO CCER	THEISENS #21 cut off wheels	02/24/2016	12.45	PARK & RECREATI
WELLS FARGO CCER	OREILLY AUTO 00003376 undercoating for	02/25/2016	16.68	PARK & RECREATI
WELLS FARGO CCER	THEISENS #21 Engraver to mark tools	02/02/2016	19.99	SEWER FUND
WELLS FARGO CCER	AMAZON MKTPLACE PMTS Ink for HP 800	02/09/2016	24.50	SEWER FUND
WELLS FARGO CCER	IA SECRETARY OF STATE Notary Renewal	02/19/2016	30.00	GENERAL FUND
WELLS FARGO CCER	SQ CR SERVICES Swinger loop wet mop h	02/10/2016	35.47	FIRE FUND
WELLS FARGO CCER	OREILLY AUTO 00003376 air filters	02/01/2016	40.68	PARK & RECREATI
WELLS FARGO CCER	USCC IVR Cell phone charges	02/24/2016	54.67	GENERAL FUND
WELLS FARGO CCER	BOUND TREE MEDICAL LLC Emergency M	02/05/2016	78.99	AMBULANCE FUN
WELLS FARGO CCER	MAC MALL 800-622-6255 Laptop Power Ada	02/15/2016	119.77	AMBULANCE FUN
WELLS FARGO CCER	HY VEE 1271 Daddy Daughter Date Night ref	02/05/2016	179.64	PARK & RECREATI
WELLS FARGO CCER	DEMCO INC Covering supplies	02/22/2016	269.60	LIBRARY FUND
WELLS FARGO CCER	GARDEN AND ASSOCIATES LTD Stormwat	02/23/2016	429.50	GENERAL FUND
WELLS FARGO CCER	DOWNEY TIRES Replace front tires Squad 3	02/19/2016	870.72	FIRE FUND
WELLS FARGO CCER	HME INC Springs/ hardware for 331 and 332	02/04/2016	3,883.93	FIRE FUND
WELLS FARGO CCER	HY VEE 1271 Coffee	02/08/2016	11.98	GENERAL FUND
WELLS FARGO CCER	THEISENS #21 Sawzall blades	02/11/2016	14.99	ROAD USE TAX FU
WELLS FARGO CCER	WM SUPERCENTER #1491 General office s	02/11/2016	18.09	PARK & RECREATI
WELLS FARGO CCER	MCCOY TRUE VALUE Gal of Simple Green	02/10/2016	22.48	FIRE FUND
WELLS FARGO CCER	HY VEE 1271 Purchase Glutose Paste	02/04/2016	25.82	AMBULANCE FUN
WELLS FARGO CCER	EYEWASHDIRECT.COM Eye Wash Station	02/19/2016	34.22	PARK & RECREATI
WELLS FARGO CCER	THEISENS #21 Flood lights for shop	02/15/2016	37.97	ROAD USE TAX FU
WELLS FARGO CCER	THE HOME DEPOT 2104 flood light bulbs	02/08/2016	51.94	PARK & RECREATI
WELLS FARGO CCER	SOUTHEASTERN EMERG Emergency Medi	02/04/2016	65.94	AMBULANCE FUN
WELLS FARGO CCER	OREILLY AUTO 00003376 Unit # 21 back u	02/02/2016	99.47	ROAD USE TAX FU
WELLS FARGO CCER	SP STUDIO FUSCO LOST Boards Printing	02/05/2016	145.00	GENERAL FUND
WELLS FARGO CCER	THREE GUYS ENTERTA Flashlight Egg Hun	02/22/2016	244.00	PARK & RECREATI
WELLS FARGO CCER	INDOFF INCORPORATED Chair	02/09/2016	301.76	AMBULANCE FUN
WELLS FARGO CCER	HAMPTON INN DOWNTOWN Motel for WW	02/22/2016	653.19	SEWER FUND
WELLS FARGO CCER	OREILLY AUTO 00003376 Oil and filters for	02/08/2016	1,168.02	FIRE FUND
WELLS FARGO CCER	WAL-MART #1491 Return of 8 inch easels	02/08/2016	14.80-	GENERAL FUND
WELLS FARGO CCER	FAREWAY STORES #657 Mad Science Sna	02/15/2016	5.98	PARK & RECREATI
WELLS FARGO CCER	OREILLY AUTO 00003376 wiper blade	02/18/2016	11.01	PARK & RECREATI
WELLS FARGO CCER	CIRCLE B CASHWAY OF INDIA Oak piece f	02/19/2016	13.20	FIRE FUND
WELLS FARGO CCER	WAL-MART #1491 Garden Hose and Nozzle	02/24/2016	16.88	POLICE FUND
WELLS FARGO CCER	SQ CR SERVICES Nitrile gloves	02/17/2016	20.04	PARK & RECREATI
WELLS FARGO CCER	HICKORY PARK RESTAURANT C Lunch-2	02/26/2016	24.94	PARK & RECREATI
WELLS FARGO CCER	INDOFF INCORPORATED Office Supplies	02/17/2016	32.91	GENERAL FUND
WELLS FARGO CCER	OREILLY AUTO 00003376 Antifreeze for Mo	02/02/2016	35.97	SEWER FUND
WELLS FARGO CCER	WAL-MART #1491 Supply for Think Spring	02/17/2016	44.32	PARK & RECREATI
WELLS FARGO CCER	AMAZON MKTPLACE PMTS Wrenches	02/05/2016	54.99	SEWER FUND
WELLS FARGO CCER	HEIMAN FIRE EQUIPMENT Trial Hood	02/26/2016	79.40	FIRE FUND
WELLS FARGO CCER	MCCOY TRUE VALUE Paint for truck blades	02/10/2016	120.58	ROAD USE TAX FU
WELLS FARGO CCER	NAPA PARTS 0000514 Parts Washer fluid	02/24/2016	179.98	SEWER FUND
WELLS FARGO CCER	OHALLORAN INTL Water pump and Idler pul	02/22/2016	271.14	FIRE FUND
WELLS FARGO CCER	BOBS TOOLS Misc tools for shop	02/02/2016	447.89	SEWER FUND
WELLS FARGO CCER	GA INDUSTRIES Repair parts for check valv	02/01/2016	884.17	SEWER FUND

Vendor Name	Description	Invoice Date	Net Invoice Amount	FUND
WELLS FARGO CCER	INDOFF INCORPORATED Program Supplie	02/23/2016	10.27	LIBRARY FUND
WELLS FARGO CCER	AMAZON MKTPLACE PMTS Office supplies	02/25/2016	12.40	POLICE FUND
WELLS FARGO CCER	MCCOY TRUE VALUE Spray can paint yello	02/01/2016	15.98	FIRE FUND
WELLS FARGO CCER	WM SUPERCENTER #1491 Easels for LOS	02/08/2016	18.77	GENERAL FUND
WELLS FARGO CCER	WWW.NEWEGG.COM Camera for ID pix	02/02/2016	23.00	FIRE FUND
WELLS FARGO CCER	THEISENS #21 Floor mats for #21	02/02/2016	27.98	ROAD USE TAX FU
WELLS FARGO CCER	CERTIFIED POWER Unit 28 parts	02/22/2016	35.23	ROAD USE TAX FU
WELLS FARGO CCER	OREILLY AUTO 00003376 Return wrong bel	02/24/2016	40.10	FIRE FUND
WELLS FARGO CCER	WM SUPERCENTER #1491 Zone snacks an	02/11/2016	54.56	PARK & RECREATI
WELLS FARGO CCER	OREILLY AUTO 00003376 Switch and electr	02/15/2016	75.80	FIRE FUND
WELLS FARGO CCER	OWPSACSTATE Wastewater Study Book	02/08/2016	113.00	SEWER FUND
WELLS FARGO CCER	AMAZON.COM New 2012 IFC book	02/08/2016	164.97	FIRE FUND
WELLS FARGO CCER	IOWA PARK AND RECREATION Iowa Parks	02/22/2016	265.00	PARK & RECREATI
WELLS FARGO CCER	UI CTR FOR CONFERENCES IO IMMI Conf	02/01/2016	420.00	GENERAL FUND
WELLS FARGO CCER	B&H PHOTO, 800-606-6969 Surface Tablet	02/29/2016	799.00	GENERAL FUND
WELLS FARGO CCER	WATERLOO TENT AND TARP CO American	02/24/2016	2,125.00	POOL (MEMORIAL)
Total WELLS FARGO CCER:			31,331.11	
WIEGERT DISPOSAL CO.				
WIEGERT DISPOSAL CO.	TRASH BARRELLS X 10	03/01/2016	100.00	PARK & RECREATI
WIEGERT DISPOSAL CO.	DUMPSTER	03/01/2016	45.00	PARK & RECREATI
Total WIEGERT DISPOSAL CO.:			145.00	
WIGELAND, BECKY				
WIGELAND, BECKY	REFUND - PARKS & REC FEES	03/02/2016	88.00	PARK & RECREATI
Total WIGELAND, BECKY:			88.00	
WIN-911				
WIN-911	ANNUAL RENEWAL FOR SOFTWARE MAINT	09/14/2015	395.00	SEWER FUND
Total WIN-911:			395.00	
WREEVES AND ASSOCIATES INC				
WREEVES AND ASSOCIATES I	SCENE LIGHT	03/03/2016	93.00	FIRE FUND
Total WREEVES AND ASSOCIATES INC:			93.00	
Grand Totals:			360,363.14	

Vendor Name	Description	Invoice Date	Net Invoice Amount	FUND

City Council: ______________________________

____

____

____

____

____

City Council Regular 2nd Mtg **6. A.**

Meeting Date: 03/21/2016

Information

Subject

City Treasurer's Report - Doug Shull

Information

Attachments

Treasurer Report 2016

Treasurer Report 2015

FINANCIAL REPORT
MONTH OF FEBRUARY, 2016

FUND	Beginning Balance	Monies Received	Monies Disbursed	Transfer In	Transfer Out	Clerk's Balance	% of Total
001 General Government	1,416,089.84	59,966.18	179,527.62	115,991.67	2,768.73	1,409,751.34	
011 Police	535,272.05	12,529.47	216,416.14	30,403.91	324.45	361,464.84	
015 Fire	385,157.13	7,598.88	33,265.05	995.46	24.72	360,461.70	
016 Ambulance	306,422.36	48,575.83	71,337.59	525.59	5,572.66	278,613.53	
041 Library	-18,935.47	3,015.63	35,754.41	1,048.40	61.80	-50,687.65	
042 Park & Recreation	384,005.25	19,073.99	84,792.31	1,187.69	123.60	319,351.02	
045 Memorial Pool	-19,014.18	1,439.48	3,521.26	0.00	0.00	-21,095.96	
071 General Fund Deb Service	94,435.04	527.84	0.00	0.00	0.00	94,962.88	
099 Franchise Fees-MEC	401,188.16	25,083.72	0.00	0.00	0.00	426,271.88	
GENERAL FUND SUB-TOTAL	**3,484,620.18**	**177,811.02**	**624,614.38**	**150,152.72**	**8,875.96**	**3,179,093.58**	
110 Road Use Tax (Streets)	1,348,688.26	153,445.25	213,359.18	0.00	15,866.48	1,272,907.85	
112 Trust & Agency	0.00	9,286.05	0.00	0.00	9,286.05	0.00	
115 YMCA Maintenance Obligations	92,321.46	0.00	2,240.00	0.00	0.00	90,081.46	
125 TIF--Downtown	459,987.77	7,851.08	690.00	0.00	0.00	467,148.85	
126 TIF--East Hwy 92	0.00	0.00	0.00	0.00	0.00	0.00	
127 TIF--Hillcrest/Industrial Park	692,341.38	54,839.86	0.00	0.00	0.00	747,181.24	
141 Library Special Revenue	40,750.74	549.39	1,021.06	0.00	0.00	40,279.07	
142 Park & Rec Special Revenue	131,480.57	668.99	98.20	0.00	0.00	132,051.36	
160 Downtown Revolving Loan	149,711.06	0.00	0.00	0.00	0.00	149,711.06	
161 Downtown Business Inc Program	11,608.02	0.00	1,154.31	0.00	0.00	10,453.71	
177 Police Forfeiture	19,830.07	0.00	0.00	0.00	0.00	19,830.07	
190 Vehicle Reserve	80,687.70	0.00	0.00	2,083.33	0.00	82,771.03	
199 Police Retirement	94,531.56	184.31	0.00	0.00	1,041.67	93,674.20	
SPECIAL REVENUES SUB-TOTAL	**3,121,938.60**	**226,824.93**	**218,562.75**	**2,083.33**	**26,194.20**	**3,106,089.91**	
200 **DEBT SERVICE (SUB-TOTAL)**	**2,183,064.53**	**9,268.12**	**0.00**	**51,600.00**	**0.00**	**2,243,932.65**	
301 Capital Projects (General)	372,763.74	3,407.20	0.00	0.00	0.00	376,170.94	
321 Capital Projects (Streets)	7,866.70	175.00	22.50	0.00	0.00	8,019.20	
344 Community Athletic Facility	3,339.51	6.77	44.00	0.00	0.00	3,302.28	
353 Community ReDevelopment (D&D)	-49,336.89	0.00	2,858.00	0.00	0.00	-52,194.89	
CAPITAL PROJECTS SUB-TOTAL	**334,633.06**	**3,588.97**	**2,924.50**	**0.00**	**0.00**	**335,297.53**	
610 Sewer	491,405.52	100.00	79,055.80	143,725.00	35,935.59	520,239.13	
650 Stormwater Utility	505,446.15	17,135.09	0.00	0.00	5,116.67	517,464.57	
670 Recycling	83,650.70	18,694.89	15,968.84	0.00	1,508.33	84,868.42	
710 Sewer Capital Projects	442,275.39	285,399.01	8,532.12	0.00	231,466.67	487,675.61	
771 Sewer Reserve	114,238.70	0.00	0.00	0.00	0.00	114,238.70	
781 Sewer Plant Improvement	357,155.82	0.00	0.00	2,083.33	0.00	359,239.15	
791 Sewer Revenue Bonds	535,047.98	0.00	0.00	58,791.67	0.00	593,839.65	
820 Health Insurance	693,117.86	111,372.66	110,649.79	0.00	0.00	693,840.73	
830 Health Reimbursement Account	278,687.67	0.00	6,023.48	0.00	0.00	272,664.19	
840 Flex/STD	203,048.08	2,745.58	2,210.04	1,359.60	0.00	204,943.22	
850 Liability Insurance Reserve--City	29,484.56	56.42	0.00	0.00	0.00	29,540.98	
CITY UTILITY & IS SUB-TOTAL	**3,733,558.43**	**435,503.65**	**222,440.07**	**205,959.60**	**274,027.26**	**3,878,554.35**	
TOTAL CITY FUNDS	**12,857,814.80**	852,996.69	1,068,541.70	409,795.65	309,097.42	**12,742,968.02**	**62%**
TOTAL IMU FUNDS	**6,888,866.23**	1,385,598.50	307,016.00	241,500.01	342,198.24	**7,866,750.50**	**38%**
GRAND TOTAL CITY & IMU	**19,746,681.02**	2,238,595.19	1,375,557.70	651,295.66	651,295.66	**20,609,718.51**	
Cross Check Total						20,609,718.51	

Investments			Clerk's Balance	20,609,718.51
Bankers Trust	$ 17,114,341.39	1.83%		
Iowa Public Agency Inv. Trust	$ 111,125.56	0.010%	Plus Outstanding Checks	104,976.36
Payroll Account, City State Bank	$ -	Earnings Credit		
Checking Account, City State Bank	$ 242,017.71	Earnings Credit	Oustanding Deposit	-28,821.32
Checking & Payroll Account, Community Bank	$ -			
Sweep Account, City State Bank	$ 3,215,466.17	0.40%		
Wells Fargo	$ 2,922.72			
BANK BALANCE	**20,685,873.55**			**20,685,873.55**

600 Water	24,136.03	203,722.17	77,617.97	0.00	118,051.04	32,189.19
620 IMU Administration	52,081.20	0.00	54,130.34	88,350.00	31,229.68	55,071.18
625 Revolving Economic Development	106,331.59	203.11	0.00	0.00	0.00	106,534.70
626 USDA RLF	300,000.00	0.00	0.00	0.00	0.00	300,000.00
630 Electric	1,540,649.62	1,103,775.17	147,746.51	22,566.67	185,100.85	2,334,144.10
640 Fiber/Communications	280,905.95	30,789.97	1,710.33	0.00	7,816.67	302,168.92
700 Water Capital Projects	963,217.53	0.00	3,489.83	35,991.67	0.00	995,719.37
730 Electric Capital Projects	2,658,583.16	47,078.00	22,321.02	0.00	0.00	2,683,340.14
740 Fiber/Comm Capital Projects	0.00	0.00	0.00	0.00	0.00	0.00
770 Water Reserve	135,000.00	0.00	0.00	0.00	0.00	135,000.00
773 Electric Reserve	0.00	0.00	0.00	0.00	0.00	0.00
780 Water Capital Improvement	75,000.00	0.00	0.00	0.00	0.00	75,000.00
783 Electric Improvement	0.00	0.00	0.00	0.00	0.00	0.00
790 Water Revenue Bonds	47,794.68	0.00	0.00	22,925.00	0.00	70,719.68
793 Electric Revenue Bonds	690,395.31	0.00	0.00	71,666.67	0.00	762,061.98
855 Liability Insurance Reserve--IMU	14,771.16	30.08	0.00	0.00	0.00	14,801.24
IMU SUB-TOTAL	**6,888,866.23**	**1,385,598.50**	**307,016.00**	**241,500.01**	**342,198.24**	**7,866,750.50**

INTEREST DISTRIBUTION	INTEREST INCOME	% OF TOTAL	CALYTD	FYTD
Electric Funds	$ 10,897.08	28.97%	$ 19,450.84	$ 66,677.05
Water Funds	$ 2,286.86	6.08%	$ 4,116.59	$ 16,520.25
Sewer Funds	$ 2,884.89	7.67%	$ 4,955.98	$ 14,601.80
Police Retirement	$ 184.31	0.49%	$ 316.20	$ 1,144.91
Community Redevelopment	$ -	0.00%	$ -	$ -
All other	$ 21,359.44	56.79%	$ 36,836.42	$ 110,897.42
TOTAL	$ 37,612.58	100.00%	$ 65,676.03	$ 209,841.43

FINANCIAL REPORT
MONTH OF FEBRUARY, 2015

FUND	Beginning Balance	Monies Received	Monies Disbursed	Transfer In	Transfer Out	Clerk's Balance	% of Total
001 General Government	1,177,162.55	41,059.16	186,934.23	111,200.01	8,463.18	1,134,024.31	
011 Police	196,118.49	8,362.79	176,877.07	26,242.87	309.00	53,538.08	
015 Fire	202,723.89	2,287.92	32,830.17	551.71	24.72	172,708.63	
016 Ambulance	270,277.26	55,091.93	78,625.07	291.76	5,572.66	241,463.22	
041 Library	-14,617.25	2,779.93	34,275.61	420.81	61.80	-45,753.92	
042 Park & Recreation	432,262.39	22,924.16	74,363.06	1,018.61	123.60	381,718.50	
045 Memorial Pool	-72,021.01	584.70	5,475.17	0.00	0.00	-76,911.48	
071 General Fund Deb Service	86,052.35	363.23	0.00	0.00	0.00	86,415.58	
099 Franchise Fees-MEC	307,275.54	0.00	0.00	0.00	0.00	307,275.54	
GENERAL FUND SUB-TOTAL	**2,585,234.21**	**133,453.82**	**589,380.38**	**139,725.77**	**14,554.96**	**2,254,478.46**	
110 Road Use Tax (Streets)	1,048,209.44	130,107.24	77,979.20	0.00	15,158.15	1,085,179.33	
112 Trust & Agency	0.00	4,609.09	0.00	0.00	4,609.09	0.00	
115 YMCA Maintenance Obligations	67,773.41	0.00	1,620.00	6,111.11	0.00	72,264.52	
125 TIF--Downtown	313,671.04	2,819.06	0.00	0.00	0.00	316,490.10	
126 TIF--East Hwy 92	0.00	0.00	0.00	0.00	0.00	0.00	
127 TIF--Hillcrest/Industrial Park	346,404.36	57,087.01	0.00	0.00	0.00	403,491.37	
141 Library Special Revenue	46,333.05	631.25	3,389.59	0.00	0.00	43,574.71	
142 Park & Rec Special Revenue	116,921.93	429.95	33.50	0.00	0.00	117,318.38	
160 Downtown Revolving Loan	105,556.85	4,790.75	0.00	0.00	0.00	110,347.60	
161 Downtown Business Inc Program	4,418.36	0.00	0.00	0.00	0.00	4,418.36	
177 Police Forfeiture	19,830.07	0.00	0.00	0.00	0.00	19,830.07	
190 Vehicle Reserve	83,188.98	0.00	0.00	1,666.67	0.00	84,855.65	
199 Police Retirement	105,357.88	130.92	0.00	0.00	1,041.67	104,447.13	
SPECIAL REVENUES SUB-TOTAL	**2,257,665.37**	**200,605.27**	**83,022.29**	**7,777.78**	**20,808.91**	**2,362,217.22**	
200 **DEBT SERVICE (SUB-TOTAL)**	**2,505,920.58**	**7,504.58**	**0.00**	**60,774.99**	**0.00**	**2,574,200.15**	
301 Capital Projects (General)	686,999.42	1,909.47	0.00	0.00	0.00	688,908.89	
321 Capital Projects (Streets)	-2,304,633.13	538.00	3,028.00	0.00	0.00	-2,307,123.13	
344 Community Athletic Facility	6,708.48	8.39	40.00	0.00	0.00	6,676.87	
353 Community ReDevelopment (D&D)	351.49	167.48	4,745.00	0.00	0.00	-4,226.03	
CAPITAL PROJECTS SUB-TOTAL	**-1,610,573.74**	**2,623.34**	**7,813.00**	**0.00**	**0.00**	**-1,615,763.40**	
610 Sewer	172,911.14	0.00	95,779.07	140,600.00	34,901.03	182,831.04	
650 Stormwater Utility	367,586.63	16,770.05	0.00	0.00	5,158.33	379,198.35	
670 Recycling	70,344.60	17,928.28	15,455.10	0.00	1,441.67	71,376.11	
710 Sewer Capital Projects	884,942.98	255,264.63	2,819.00	0.00	239,483.33	897,905.28	
771 Sewer Reserve	114,238.70	0.00	0.00	0.00	0.00	114,238.70	
781 Sewer Plant Improvement	332,155.86	0.00	0.00	2,083.33	0.00	334,239.19	
791 Sewer Revenue Bonds	480,753.20	0.00	0.00	61,016.67	0.00	541,769.87	
820 Health Insurance	1,017,750.66	104,393.94	88,207.17	0.00	0.00	1,033,937.43	
830 Health Reimbursement Account	262,422.83	0.00	6,799.57	0.00	0.00	255,623.26	
840 Flex/STD	227,435.93	2,025.40	1,722.12	1,390.50	0.00	229,129.71	
850 Liability Insurance Reserve--City	36,504.13	44.45	0.00	0.00	0.00	36,548.58	
CITY UTILITY & IS SUB-TOTAL	**3,967,046.66**	**396,426.75**	**210,782.03**	**205,090.50**	**280,984.36**	**4,076,797.52**	
TOTAL CITY FUNDS	**9,705,293.08**	740,613.76	890,997.70	413,369.04	316,348.23	**9,651,929.95**	**52%**
TOTAL IMU FUNDS	**8,555,085.01**	1,596,890.78	1,089,218.78	175,941.68	272,962.49	**8,965,736.20**	**48%**
GRAND TOTAL CITY & IMU	**18,260,378.09**	2,337,504.54	1,980,216.48	589,310.72	589,310.72	**18,617,666.15**	
Cross Check Total						18,617,666.15	

Investments

Bankers Trust	$	14,318,636.43	2.09%
Iowa Public Agency Inv. Trust	$	111,113.12	0.010%
Payroll Account, City State Bank	$	-	Earnings Credit
Checking Account, City State Bank	$	242,320.59	Earnings Credit
Checking & Payroll Account, Community Bank	$	-	
Sweep Account, City State Bank	$	3,966,690.07	0.35%
BANK BALANCE		**18,638,760.21**	

Clerk's Balance	18,617,666.15
Plus Outstanding Checks	69,966.61
Unreconcilable Item	
Less Outstanding Deposits	-48,872.55
	18,638,760.21

600 Water	423,966.21	197,888.29	99,448.41	0.00	115,959.38	406,446.71
620 IMU Administration	66,316.88	0.00	43,065.00	84,375.00	30,053.47	77,573.41
625 Revolving Economic Development	104,168.45	128.45	0.00	0.00	0.00	104,296.90
626 USDA RLF	225,000.00	0.00	0.00	0.00	0.00	225,000.00
630 Electric	2,041,101.51	1,074,702.05	839,428.51	22,566.67	119,491.31	2,179,450.41
640 Fiber/Communications	292,519.93	23,947.76	18,456.47	0.00	7,458.33	290,552.89
700 Water Capital Projects	859,910.37	0.00	60,570.42	35,991.67	0.00	835,331.62
730 Electric Capital Projects	2,636,108.39	273,974.16	58,249.97	-58,333.33	0.00	2,793,499.25
740 Fiber/Comm Capital Projects	0.00	0.00	0.00	0.00	0.00	0.00
770 Water Reserve	135,000.00	0.00	0.00	0.00	0.00	135,000.00
773 Electric Reserve	979,000.00	0.00	0.00	0.00	0.00	979,000.00
780 Water Capital Improvement	75,000.00	0.00	0.00	0.00	0.00	75,000.00
783 Electric Improvement	207,691.35	0.00	0.00	0.00	0.00	207,691.35
790 Water Revenue Bonds	48,614.68	0.00	0.00	23,150.00	0.00	71,764.68
793 Electric Revenue Bonds	500,941.73	0.00	0.00	68,191.67	0.00	569,133.40
855 Liability Insurance Reserve--IMU	-40,254.49	26,250.07	-30,000.00	0.00	0.00	15,995.58
IMU SUB-TOTAL	**8,555,085.01**	**1,596,890.78**	**1,089,218.78**	**175,941.68**	**272,962.49**	**8,965,736.20**

INTEREST DISTRIBUTION	**INTEREST INCOME**	**% OF TOTAL**	**CALYTD**	**FYTD**
Electric Funds	$ 9,667.72	39.14%	$ 20,436.06	$ 82,685.90
Water Funds	$ 1,924.34	7.79%	$ 4,249.99	$ 18,025.62
Sewer Funds	$ 2,028.12	8.21%	$ 4,589.48	$ 15,253.71
Police Retirement	$ 130.92	0.53%	$ 294.78	$ 1,051.73
Community Redevelopment	$ 2.47	0.01%	$ 12,930.30	$ 2.61
All other	$ 10,949.28	44.32%	$ 10,949.28	$ 92,666.78
TOTAL	$ 24,702.85	100.00%	$ 53,449.89	$ 209,686.35

City Council Regular 2nd Mtg **6. B.**

Meeting Date: 03/21/2016

Information

Subject

Receive FY 14/15 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, Shull & Co., will attend the meeting to discuss the FY 14/15 audit and its findings. The City is in sound financial condition and no internal control issues were found.

Simple motion accepting FY 14/15 comprehensive annual financial reports (packet) is in order.

Attachments

City Audit

Utility Audit

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, 2015

Shull, Schrum, McClaflin
& Co., Inc.
certified public accountants

TABLE OF CONTENTS

CITY OF INDIANOLA
Chief Accounting Officer's Report

March 1, 2015

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, 2015 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, 2015 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 15,108. 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 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.

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 0.35%.

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 2.3 years with a current yield of 2.15%. 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 500 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 $229,857 as of June 30, 2015.

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

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, 2015.

Christopher DesPlanques, CPA
Director of Finance and Administrative Services

CITY OF INDIANOLA
CITY OFFICIALS AND BOARD OF TRUSTEES
JUNE 30, 2015

Name of Official	Official Title	Term Expires December 31	Amount Of Bond
Kelly Shaw	Mayor	2017	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	2017	300,000
Greta Southall	Councilperson Fourth Ward	2017	300,000
Brad Ross	Councilperson Second Ward	2017	300,000
Eric Hanson	City Manager		300,000
Christopher Des Planques	Director of Finance & Community Services		300,000
RoxAnne Hunerdosse	Human Resource Director		300,000
Diana Bowlin	City Clerk		300,000
Doug Shull	City Treasurer		300,000
Ryan Ellis	City Solicitor		300,000

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

Name		Term Expires January 2	Amount Of Bond
Deb White		2016	300000
Pat Reding		2018	300,000
Heather Hulen		2020	300,000
Jim McClymond		2021	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 Study Committee

Council Committee
Greg Marchant
Eric Mathieu
John Parker Jr.
Pam Pepper
Brad Ross
Greta Southall

CITY OF INDIANOLA
CITY BOARD AND COMMISSIONS
JUNE 30, 2015

LIBRARY BOARD

Authority: Indianola Ordinance Chapter 17.3
Term - 6 Years
Meeting: 2nd Tuesday of every month

Name	Term Expires
Dick Kerr	July 1, 2016
Kathy Farris	July 1, 2016
Mark Juffernbruch	July 1, 2016
Mary Jane Cassady	July 1, 2018
Rhonda Sayler	July 1, 2018
Jim Lee	July 1, 2020
Pat Hicks	July 1, 2020

PARK AND RECREATION COMMISSION

Authority: Indianola Ordinance No. 520
Term - 3 Years
Meeting: 1st Wednesday of every month

Jennifer Leech	January 1, 2016
Roger Netsch	January 1, 2016
Jon Hagener	January 1, 2017
John Anderson	January 1, 2017
Cyd Dyer	January 1, 2018

PLANNING AND ZONING COMMISSION

Authority: Indianola Ordinance Chapter 16.2
Term - 5 Years
Meeting: 2nd Tuesday of every month

Mary Donaghy	February 1, 2016
Joe Gezel	February 1, 2016
Tiffany Coleman	February 1, 2017
Josh Rabe	February 1, 2017
Bob Ormsby	February 1, 2018
Joe Butler	February 1, 2018
Al Farris	February 1, 2019
Misty Soldwisch	February 1, 2019
Doug Opie	February 1, 2020
Cindy Johnson	February 1, 2020

CITY OF INDIANOLA
CITY BOARDS AND COMMISSIONS
JUNE 30, 2015

BOARD OF ADJUSTMENT

Authority: Indianola Ordinance No. 341 - Code of Iowa 414.7
Term - 5 Years
Meeting: 1st Wednesday of month on call

Name	Term Expires
James Sullivan	December 31, 2015
Dennis Parker	December 31, 2016
Reed Thacker	December 31, 2017
Aaron Rasko	December 31, 2018
Marty Miller	December 31, 2019

MEMORIAL BUILDING COMMISSION

Authority: Code of Iowa Chapter 37.9
Term - 3 Years - Meeting: On Call

Everett Brown	July 1, 2015
Rick Branson	July 1, 2016
Darwin Brown	July 1, 2016
Bob Greener	July 1, 2016
Ray Walton	July 1, 2017

CIVIL SERVICE COMMISSION

Authority: Indianola Ordinance No. 378
Term - 4 Years
Meeting: On Call

John Monroe	First Monday in April, 2016
Celeste Gebhart	First Monday in April, 2018
Wayne Petersen	First Monday in April, 2019

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 2014-15 fiscal year.

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

- **Police:** The Indianola Police Department is currently at its full strength contingent of nineteen sworn and seven civilian employees, which includes three crossing guards. In 2015,calls for service increased 12.8%, from 10,234 in 201 to 11,547 in 2015. The department emphasized increasing our visibility and traffic safety in 2015 and saw traffic citations and warnings increase 43.2%, from 2498 to 3579.

  The department operates five fully marked squad cars and three unmarked vehicles. A new fully marked SUV was placed in service in 2015 bearing the new black and white color scheme. Two new in-car video cameras replaced the outdated cameras in two of the marked squad cars. The department also added five new scanners and three new printers for use in the patrol vehicles.

  The Iowa Law Enforcement Academy establishes a minimum number of hours of training required of each law enforcement officer in the state. The department exceeded the minimum, and the department collectively received 831 hours of training. The department partnered with the FBI and hosted an Advanced Law Enforcement Rapid Response Training session attended by officers from surrounding agencies as well as Indianola school personnel.

  Community outreach is very important to the department. The department's charity, IPDCOP, provided thanksgiving meals and Christmas meals to community families in need, took children Christmas shopping, provided breakfast to local veterans, and took a group of children on a fishing outing during 2015.

- **Fire and Ambulance:** The Indianola Fire Department experienced a slight increase in calls for 2015 for a new record year. There was an increase in dollar loss with one major loss at Harvest Innovations losing 2.5 million in equipment and inventory total loss for the year $2,951,000 In addition to the regular activities that the full and part-time staff are task to complete each day, staff responded to 2,099 fire and EMS incidents. This is an increase of 2.25% over the previous year. The 2,099 alarms consisted of: 149 fires; 61 investigations; 101 false alarms; 48 Stills and 3 other. The balance accounts for 1,837 EMS calls which is where most of the 2.25% increase was seen.

CITY OF INDIANOLA
Operational Review (Continued)

As of January 1, 2016, the department had one full-time chief, one full-time training officer, six full-time firefighters/medics, 1 full-time billing specialist, 17 part-time firefighter/medics, 21 paid on call for a total staff of 46 with no members on leave. Staff coverage continues with full-time staff working 24/48 shifts and part-time staff covering 7-days a week from 8:00 a.m. to 5:00 p.m.

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 training and EMS conferences to keep their certifications current. The total hours that POC staff give for training held within our department was 2738 hours and responses were 8416 hours for a total of 11,154 hours. This equates to the average paid on call staff giving over 371 hours toward regular training and calls each year. These calculations exclude the time the full-time staff puts towards calls and training.

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: 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.

New and strengthened cooperative partnerships and volunteer involvement allowed us to add or expand new programs and facilities including a Butterfly Flourish Sculpture and Drinking Fountain at Buxton Park. Over 30 free community events were offered including 2 Story Walks and "The Zone" – a free after school program for youth in 6th-8th grades. With the help of our partners, grants, sponsorships, advertising and grants totaled over $60,000 to offset the costs of facilities and programs.

Thanks to community involvement, we had 500 volunteers donate 4,400 program registrations in just over 200 programs, over 2,400 games and practices played on the Pickard Softball Fields, 1,700 facilty reservations and served over 2,000 different families.

- **Veterans Memorial Aquatic Center:** The facility served over 6,000 visitors. An increase from the 2014 season. Over 400 youth were served by the swim lesson program. Overall operations were efficient and effective, especially ensuring facility safety. An Early Bird Season Pass Special was implemented, with 51% of season pass holders taking advantage of the special. A new event, Mayor's Night Out was also implemented, with over 250 guests attending, donating over 200 non-perishable – food items to Helping Hands Food Pantry. Half Price Admission after 5:00pm was a new perk for non-pass holders to encourage evening swimming. Over 900 guests took advantage. 80 new lounge chairs were put into service. The pool was re-painted for the first time in many years. And a new pool heater has been installed for the 2016 season! Two new umbrella shades were donated by Iowa Realty and Indianola Park Friends. Another has been donated by Indianola Post 165 American Legion for this season. Fresh, new signage was installed at the front desk/admissions area and the entire bathhouse will be repainted this spring by Parks and Recreation staff. Many programs/activities were revamped and a text communication closing/weather update tool was created for guests. The facility hosted a mock Emergency Action Plan (EAP) with the Indianola Fire/EMS Department to review skills and better prepare for an emergency.

Forty seasonal staff assisted in operation of the facility, as well as assistance from the Veteran's Memorial Building Commission, City Council, Parks Department, IMU, City Clerk's office, and IT Services.

The following table details the park system:

	Acres
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	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	0.65
	269.85

- **Indianola Public Library**: Library patrons checked out 114,901 items which equals 7.7 items checked out by each resident. Attendance at 409 programs totaled 7,817. Library computers were used 9,009 times. Each item in the Library's collection was checked out an average of 2.00 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.

CITY OF INDIANOLA
Operational Review (Continued)

- **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 2014-15 fiscal year.

- **Water Pollution Control Department:** Full staff includes the Superintendent, 6 operators and a part-time office manager. We are no longer under Consent Order from the Iowa Department of Natural Resources. This Consent Order was lifted in May of 2014.

  Construction was completed on Phase IV (final phase) in March of 2014. All punch list items were completed and final pay has been processed.

  Residential I&I inspections and testing are being completed only by request.

  The treatment plant issues this year are going to be the lack of CBOD into the plant. We have found that we are about 50% lower in the influent CBOD. This creates issue with the treatment process. We will be working on identifying the reduction in CBOD. We will also need to have a plan to provide a good nitrogen source for the plant if this cannot be identified.

  HR Green assisted the city in completing a site plan and several Waste Water Treatment Plant projects including: facility rehab projects on the RAS station, the south final clarifier equipment and general building maintenance.

  There are several rehabilitation projects that are underway at the WPC plant. They are designed to remedy some capacity issues and extend the life of the current plant until a new plant can be constructed. The WPC department and HR Green have also completed the collection system Hydraulic Study.

  HR Green will be proposing a contract to design a new facility plan. This will determine the future of Wastewater Treatment Plant for the City of Indianola.

- **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:

  - Completed the Hwy 65/69 Conversion Project
  - Completed the W Hwy 92/I-35 Transmission Relocation Project
  - Completed the W Hwy 92 Transmission Relocation Project
  - Continued re-designing the W Hwy 92 Distribution Relocation project and re-negotiating IDOT reimbursement estimates due to continued changes to IDOT roadway specifications

  - Installed wiring and new decorative street lights on The Square
  - Construction commenced on the W. Hwy 92 Distribution Relocation

- **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:

  - Contracted for engineering services for proactive maintenance and planning for improvements at the water plant
  - Completed work on the aerator replacement project at the water plant
  - Relocated a section of water main for the N. Hwy 65/69 highway relocation project
  - Completed work on the W. IA Ave. and Ann Parkway water main projects; drafted supplemental agreement for a small amount of restoration work
  - Completed repairs to Well #12
  - Demolished the old water treatment plant
  - Started design work on the IA Ave. water main project
  - Designed and contracted to relocate a water main at W. Hwy 92 and Y Street

- **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 to connect new residential & commercial customers and address operational issues with MCG
  - Approved plans to proceed with the North Howard extension
  - Completed cutovers from older aerial fiber to underground fiber associated with the Hwy 65/69 electric project
  - Worked on conceptual plans with Verizon to extend fiber to small-cellular sites on power poles in congested areas
  - Relocated the Iowa Network Services feed connection at the IMU Westside Substation
  - Installation of the fiber cabinet and fiber strands (into existing conduit) was completed for the North Howard project
  - Worked to finalize plans for W. Hwy 92 project

- **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.

CITY OF INDIANOLA
Operational Review (Continued)

Public Works:

- Continued removing IMU poles from underground conversion areas
- Mediacom bored conduit in priority areas; cable installation is progressing
- Century Link installed facilities in its existing conduit north of The Square; IMU removed the poles

Economic Development & Community Betterment:

- Continued EMERGE Hub planning with design team
- Completed IMU Partners Program scope of management services agreement with the IDA for FY 2015
- Simpson College planning to dedicate Dunn Library space for the EMERGE@Simpson program (Gerald R. Edwards Center) and allocate that endowment for continuing on-campus support
- A prospect working with the IDA, and another with WCEDC, approached IMU about developing a local co-working, data center, and business incubator center
- Continued involvement with the WCEDC Business Retention and Expansion Committee
- Planning commenced for extending utilities into Summercrest Hills Plat 5
- IMU staff helped WCEDC plan and hold its business awards event at Simpson College

Technical Services & Programs

- Held meeting of IMU Partners, reviewed draft program guides, and discussed potential FY 2015 activities
- Worked with MCG on new marketing materials
- Continued participating as a member of the design team on an IAMU community solar (proposed to US Dept. of Energy, local match by the IA Energy Center) grant project
- Worked to develop an advertising video in conjunction with a project spearheaded by the Indianola Chamber
- Developed and distributed a press release pertaining to MCG's announcement that "Gigabit" service will be available on the IMU network in January, 2015
- Received designation (again) as having "Best Practices" by the Iowa Municipalities Workers' Compensation Association
- Compiled information for, and revised, the Electric Transmission and Distribution Systems Inspection and Maintenance Plan
- IMU received a Hazard Recognition Award from the Iowa-Illinois Safety Council
- The Indianola Sustainability Committee began research and work on the STAR certification process for Indianola

Governance and Professional Services:

- Implemented a Cost of Power Adjustment for bills issued starting July 1, 2014
- Conducted required public meeting pertaining to MISO filings for transmission ownership credits
- Prepared information pertaining to wholesale energy contract terms; received a presentation from NMPP Energy staff about wholesale energy challenges
- Drafted and reviewed the annual Strategic Plan, information about the status of Underground & Voltage conversion projects, and fiber network extension planning
- Performed analysis of past Annual Disclosure activities and made appropriate filings
- Analyzed options and refinanced Electric Utility debt
- Participated with MMTG in Federal Energy Regulatory Commission filings related to rates of return on transmission assets
- Amended the Management Guide as part of structural changes to the Indianola Health Plan; included vision and dental insurance

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 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.

City staff takes a proactive role in communicating community events with staff and citizens. The Government Access Channel, 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.

CITY OF INDIANOLA
Operational Review (Continued)

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 improved its document imaging system to improve the retrieval of information and eventually additional features.

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

Permits/Licenses	2008	2009	2010	2011	2012	2013	2014
Water	90	11	38	35	21	33	40
Plumbing	62	75	42	62	59	31	54
Electric	60	93	103	99	88	36	80
Mechanical	62	42	56	97	53	14	58
Sewer	61	19	66	39	20	27	44
Warrants Written	8,883	8,921	9,257	9,237	9,304	9,852	8,813
Ordinance Adopted	22	24	23	26	16	22	13
Cigarette	18	20	17	17	16	15	16
Bicycle	5	2	2	2	2	7	9
Beer	15	15	15	16	16	16	15
Beer-Liquor	15	15	17	18	18	18	18
Sunday Beer & Liquor	29	29	29	28	29	29	30
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 expected exposure levels. 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. 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
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	5,553,409	1,904,709	22,949,882	38,409,100
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	18,646,956	46,847,647
2014	4,267,845	1,341,786	-	2,092,304	430,585	1,509,360	3,000,167	2,860,272	20,645,747	36,148,066
2015	4,045,737	1,301,206	-	2,022,946	557,205	1,404,657	3,003,458	5,220,131	20,232,091	37,787,431

Notes:

Transfers not included as expenditures.

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
2004	3,880,373	209,890	1,540,566	720,225	78,004	160,430	101,884	1,002,420	7,693,792
2005	4,269,106	194,540	2,082,365	765,904	100,226	161,169	310,620	940,741	8,824,671
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	6,738,674	117,693	2,060,498	993,286	57,955	326,083	144,055	295,066	10,733,310
2014	7,150,122	164,364	1,692,398	1,024,228	54,590	335,498	109,522	1,926,196	12,456,918
2015	7,819,189	132,554	4,575,268	1,024,782	64,041	400,099	118,173	413,108	14,547,214

*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
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	144,189	61,721	6,738,674
2014	5,472,196	1,383,060	225,916	68,950	7,150,122
2015	6,155,219	1,365,455	223,510	75,005	7,819,189

Tax Collection Trend

(Collection) Fiscal Year	Total Levied	Amount Collected*	% Collected
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%
2014	5,339,600	5,472,196	102.5%
2015	6,042,358	6,155,219	101.9%

* includes delinquent taxes, if any.

CITY OF INDIANOLA
Statistical Section (Continued)

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

	City of Indianola				County			School District				
Fiscal Year	Operating	Benefits & Ins.	Debt Service	Total	Operating	Other	Total	Operating	Debt Service	Total	Other	Total
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
2014	8.10	2.60	2.00	12.70	3.50	2.22	5.72	15.09	4.05	19.14	1.03	38.59
2015	8.10	2.85	1.75	12.70	3.50	2.19	5.69	15.24	4.05	19.29	1.14	38.82

	Ag Land
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
2014	3.00
2015	3.00

CITY OF INDIANOLA
Statistical Section (Continued)

100% Valuations

Fiscal Year	Residential	Ag/Bldgs	Commercial	Industrial	Multi Residential	Personal Property	Rail & Utilities*	Gross Valuation	Exemptions	Total Valuation
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
2014	655,164,820	3,081,278	162,035,585	15,666,500	-	-	4,104,432	840,052,615	1,426,040	838,626,575
2015	667,165,608	3,442,125	122,927,016	16,849,580	48,995,144	-	3,667,352	863,046,825	1,367,612	861,679,213

*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	Multi Residential	Personal Property	Rail & Utilities*	Gross Valuation	Exemptions	Total Taxable Valuation
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
2014	365,146,253	1,200,820	145,832,027	14,103,850	-	-	4,104,432	530,387,382	1,426,040	528,961,342
2015	371,116,849	1,407,597	110,634,315	15,164,622	42,258,339	-	3,667,352	544,249,074	1,367,612	542,881,462

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

**military

	Operating Levy Total	TIF District Valuation	Debt Levy Total	100% Valuation Total	Ratio of Taxable to 100%
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	451,775,383	42,652,063	494,427,446	823,989,521	60.0%
2014	527,760,522	52,745,764	580,506,286	838,626,575	69.2%
2015	541,473,865	59,727,678	601,201,543	861,679,213	69.8%

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
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	33,568,060	11,318,165	22,249,895	33.7%
2009	38,171,775	9,440,000	28,731,775	24.7%
2010	39,101,272	11,268,384	27,832,888	28.8%
2011	38,820,376	13,362,456	25,457,920	34.4%
2012	39,717,698	21,823,249	17,894,449	54.9%
2013	41,272,028	25,255,000	16,017,028	61.2%
2014	42,002,631	24,190,000	17,812,631	57.6%
2015	42,002,631	19,795,000	22,207,631	47.1%

CITY OF INDIANOLA
Statistical Section (Continued)

Building Permit Trends

Calendar Year	Construction Value of new Single Family Dwellings	No. of Permits	Construction Value of Multi-Family Dwellings	No. of Permits	No. of Units	Total New Residential Construction	Total No. of Units	Construction Value of Alterations & Additions	No. of Permits	Total Residential Construction Value
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	60	262,850	40	14,560,802
2014	5,330,909	29	2,631,850	8	24	7,962,759	37	475,127	38	8,437,886

Calendar Year	Construction Value of Commercial/ Industrial	No. of Permits	Construction Value of Non-taxable Construction	No. of Permits	Total Construction Value of Construction	Total No. of Permits
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	39	30,565,682	9	44,897,710	136
2012	19,690,301	29	18,436,157	14	28,522,468	115
2013	10,846,316	18	4,857,530	1	25,488,473	140
2014	12,535,812	23	10,149,235	3	21,130,498	120

CITY OF INDIANOLA
Statistical Section (Continued)

Demographic Information

Trends:

Calendar Year	Iowa Unemployment
2004	4.5%
2005	4.5%
2006	3.9%
2007	3.6%
2008	3.8%
2009	5.6%
2010	6.2%
2011	6.0%
2012	5.1%
2013	4.6%
2014	4.4%
2015	3.5%

History:

	Calendar Year	Population	10 year % increase	Median Family Income
	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, Schrum, McClaflin
& Co., Inc.
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, 2015, 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.

1111 North Jefferson
Indianola, Iowa 50125
515-961-2571 • Fax 515-961-4253

133 W. Washington
Osceola, Iowa 50213
641-342-2611 • Fax 641-342-2746

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, 2015, 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.

Emphasis of a Matter

As disclosed in Note 4 to the financial statements, the City of Indianola adopted new accounting guidance related to Governmental Accounting Standards Board (GASB) Statement No. 68, Accounting and Financial Reporting for Pensions. Our opinions are 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 nine years ended June 30, 2014 (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, the City's Management's Discussion and Analysis, the budgetary comparison information, the Schedule of the City's Proportionate Share of the Net Pension Liability and the Schedule of City Contributions on pages 30 through 36 and 70 through 77 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 February 19, 2016 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, Schrum, McClaflin & Co., Inc.

February 19, 2016

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, 2015. 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.

2015 Financial Highlights

- The City of Indianola has an ending cash balance of $17,658,395 to meet the government's ongoing obligations to citizens and creditors. Of this, $9,875,360 is under the direct management and control of the primary government with $6,613,256 for governmental activities and $3,262,104 for business-type activities. The remaining $7,343,203 from the component unit, Indianola Municipal Utilities.

- Total cash balances decreased $688,461 for the primary government and decreased $1,342,631 for the component unit. The primary reason for the decrease is capital expenditures and Highway 92 projects for the Utility that were paid for out of fund balances.

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 Assets. 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.

Other Supplementary Information provides detailed information about the non-major governmental funds. In addition, the Schedule of Expenditures of Federal Awards provides details of various federal programs benefiting the City.

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:

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 assets: The table below shows restricted and unrestricted net assets on a cash basis. These net assets exclude those of the component unit, which are under the management and control of a board of trustees.

Net Assets (Cash Basis)

	Year ended June 30,		
	2015	**2014**	**Change**
Governmental Activities			
Restricted	3,018,309	2,910,811	107,498
Unrestricted	4,543,535	5,512,213	(968,678)
Total	7,561,844	8,423,024	(861,180)
Business Type Activities			
Restricted	54,979	75,073	(20,094)
Unrestricted	1,901,587	1,674,201	227,386
Total	1,956,566	1,749,274	207,292
Total Primary Government			
Restricted	3,073,288	2,985,884	87,404
Unrestricted	6,445,122	7,186,414	(741,292)
Total	9,518,410	10,172,298	(653,888)
Component Unit			
Restricted	436,956	1,513,615	(1,076,659)
Unrestricted	7,263,195	7,563,740	(300,545)
Total	7,700,151	9,077,355	(1,377,204)

Sources and uses of funds: The following table summarizes how the operations of the city were financed and the programs in which they were expended.

Changes in Net Assets Governmental Funds

	Year ended June 30, 2015		2014		Change	
Receipts						
Property tax	$ 6,155,219	42%	5,472,196	44%	683,023	12%
Tax increment financing collections	1,365,455	9%	1,383,060	11%	(17,605)	-1%
Other city tax	298,515	2%	294,866	2%	3,649	1%
Licenses and permits	132,554	1%	164,364	1%	(31,810)	-19%
Use of money and property	400,099	3%	335,498	3%	64,601	19%
Intergovernmental	4,575,268	31%	1,692,398	14%	2,882,870	170%
Charges for service	1,024,782	7%	1,024,228	8%	554	0%
Special assessments	118,173	1%	109,522	1%	8,651	8%
Miscellaneous	477,149	3%	1,980,786	16%	(1,503,637)	-76%
Total Receipts	14,547,214	100%	12,456,918	100%	2,090,296	17%
Disbursements						
Public safety	4,018,718	23%	4,257,526	28%	(238,808)	-6%
Public works	1,293,247	7%	1,336,452	9%	(43,205)	-3%
Culture and recreation	2,009,849	11%	2,085,707	13%	(75,858)	-4%
Community and economic development	557,205	3%	430,585	3%	126,620	29%
General government	1,394,110	8%	1,505,152	10%	(111,042)	-7%
Debt service	3,003,458	17%	3,000,167	19%	3,291	0%
Capital projects	5,220,131	30%	2,860,272	18%	2,359,859	83%
Total disbursements	17,496,718	100%	15,475,861	100%	2,020,857	13%
Other financing sources (uses)						
Bond proceeds	-		11,560			
Sale of capital assets	54,239		248,501			
Operating transfers in (out)	2,092,328		2,150,621			
Total other financing sources (uses)	2,146,567		2,410,682			
Net change in cash balances	(802,937)		(608,261)			
Cash balances, beginning of year	7,416,192		8,024,453			
Cash balances, end of year	$ 6,613,255		7,416,192			

Property tax revenues increased due to taxable valuation growth in FY15. The majority of the remaining revenues held relatively stable in comparison to total receipts. Capital Projects had the largest increase in spending for FY15. Public safety and General Government Operations, public works, culture & recreation and capital projects decreased.

Governmental funds: Governmental funds ended the fiscal year with a balance of $8,423,024 a decrease of $608,261 over the prior year. This is mainly due to use of fund balances for capital improvements.

Business type funds: Business type funds ended the fiscal year with $1,970,791 in cash basis fund balances, an increase of $426,404 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 2015 budget was amended in September of 2014 to reflect the following items:

Below is an explanation of the amendments on the attached budget form.

- Revenues:
  - Intergovernmental – Grants from State Agencies

- Expenditures:
  - Capital Improvement – Highway 65/69 construction

Capital Asset and Debt Administration

In FY 2015, the City issued no General Obligation Bonds.

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 21units.

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.

Long-term financial planning: The city has adopted a Comprehensive Plan, last updated in 2015 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:

- The city continues inspect and maintain the waste water system. 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 city continues inspect and maintain the waste water system.

- 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 waste water 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. Although a new waste water treatment plant is in the planning stages, the city is currently performing necessary rehabilitation to the sewer plant to extend its service life until work on a new system can be completed.

Other regulatory impacts under consideration by the State of Iowa also include increased monitoring and controlling storm water pollution levels.

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 2015 stayed flat at $12.70 per $1,000 in taxable valuation.

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, 2015

		Program	
	Disbursements	Charges for Service	Operating Grants, Contributions, and Restricted Interest
Functions / Programs			
Primary Government:			
Governmental activities:			
Public safety	$ 4,045,737	892,054	132,497
Public works	1,301,206	137,941	1,541,307
Culture and recreation	2,022,946	385,442	247,492
Community and economic development	557,205	3,750	63,809
General government	1,404,657	87,664	24,132
Debt service	3,003,458	-	7,692
Capital projects	5,220,131	11,218	-
Total governmental activities	17,555,340	1,518,069	2,016,929
Business type activities:			
Sewer	2,529,140	3,128,806	64,516
Other nonmajor	184,323	418,654	-
Total business type activities	2,713,463	3,547,460	64,516
Total Primary Government	$ 20,268,803	5,065,529	2,081,445
Component Unit:			
Municipal Utilities	$ 17,518,628	16,313,770	1,865,928

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

Payments to refunding bond agent

Rent

Sale of assets

Miscellaneous

Transfers

Total general receipts and transfers

Exhibit A

Receipts	Net (Disbursements) Receipts and Changes in Cash Basis Net Position			
	Primary Government			Component Unit
Capital Grants, Contributions and Restricted Interest	Governmental Activities	Business Type Activities	Total	Municipal Utilities
-	(3,021,186)	-	(3,021,186)	-
-	378,042	-	378,042	-
-	(1,390,012)	-	(1,390,012)	-
-	(489,646)	-	(489,646)	-
-	(1,292,861)	-	(1,292,861)	-
-	(2,995,766)	-	(2,995,766)	-
2,841,320	(2,367,593)	-	(2,367,593)	-
2,841,320	(11,179,022)	-	(11,179,022)	-
-	-	664,182	664,182	-
-	-	234,331	234,331	-
-	-	898,513	898,513	-
2,841,320	(11,179,022)	898,513	(10,280,509)	-
157,725	-	-	-	818,795
	3,812,756	-	3,812,756	-
	1,124,863	-	1,124,863	-
	1,217,600	-	1,217,600	-
	1,365,455	-	1,365,455	-
	223,511	-	223,511	37,638
	75,006	-	75,006	-
	144,079	24,560	168,639	146,007
	-	154,591	154,591	7,241,000
	-	-	-	(8,516,481)
	200,298	55,928	256,226	41,865
	54,239	-	54,239	20,000
	7,707	-	7,707	-
	2,092,328	(926,300)	1,166,028	(1,166,028)
	10,317,842	(691,221)	9,626,621	(2,195,999)

CITY OF INDIANOLA
Cash Basis Statement of Activities and Net Position
As of and for the Year Ended June 30, 2015

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
Urban renewal purposes
Debt service
Other purposes
Unrestricted

Total cash basis net position

See notes to financial statements.

Exhibit A
(Continued)

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

Governmental Activities	Business Type Activities	Total	Municipal Utilities
(861,180)	207,292	(653,888)	(1,377,204)
8,423,024	1,749,274	10,172,298	9,077,355
$ 7,561,844	1,956,566	9,518,410	7,700,151
1,099,501	-	1,099,501	-
492,228	-	492,228	-
1,305,887	54,979	1,360,866	436,956
120,693	-	120,693	-
4,543,535	1,901,587	6,445,122	7,263,195
$ 7,561,844	1,956,566	9,518,410	7,700,151

CITY OF INDIANOLA

Statement of Cash Receipts, Disbursements
And Changes in Cash Balances
Governmental Funds
As of and for the Year Ended June 30, 2015

	General	Special Revenue Road Use Tax
Receipts		
Property tax	$ 3,908,965	-
Tax increment financing	-	-
Other city tax	298,515	-
Licenses and permits	132,554	-
Use of money and property	398,342	-
Intergovernmental	210,054	1,537,069
Charges for service	1,024,782	-
Special assessments	-	-
Miscellaneous	432,657	14,485
Total receipts	6,405,869	1,551,554
Disbursements		
Operating		
Public safety	4,018,718	-
Public works	196,183	1,097,064
Culture and recreation	2,009,849	-
Community and economic development	307,205	-
General government	1,394,110	-
Debt service	78,795	-
Capital projects	-	-
Total disbursements	8,004,860	1,097,064
Excess of receipts over disbursements	(1,598,991)	454,490
Other financing sources (uses)		
Sale of capital assets	29,592	-
Operating transfers in (out)	2,364,944	(180,600)
Total other financing sources (uses)	2,394,536	(180,600)

	Debt Service	Capital Projects: General Capital Projects	Capital Projects: Street Construction	Nonmajor	Total
	1,028,654	-	-	1,217,600	6,155,219
	-	-	-	1,365,455	1,365,455
	-	-	-	-	298,515
	-	-	-	-	132,554
	-	-	-	1,757	400,099
	-	-	2,828,145	-	4,575,268
	-	-	-	-	1,024,782
	106,955	-	11,218	-	118,173
	15,400	10,000	3,175	1,432	477,149
	1,151,009	10,000	2,842,538	2,586,244	14,547,214
	-	-	-	-	4,018,718
	-	-	-	-	1,293,247
	-	-	-	-	2,009,849
	-	-	-	250,000	557,205
	-	-	-	-	1,394,110
	2,924,663	-	-	-	3,003,458
	-	179,694	4,971,696	68,741	5,220,131
	2,924,663	179,694	4,971,696	318,741	17,496,718
	(1,773,654)	(169,694)	(2,129,158)	2,267,503	(2,949,504)
	-	-	-	24,647	54,239
	1,568,178	(291,216)	900,000	(2,268,978)	2,092,328
	1,568,178	(291,216)	900,000	(2,244,331)	2,146,567

CITY OF INDIANOLA

Statement of Cash Receipts, Disbursements
And Changes in Cash Balances
Governmental Funds
As of and for the Year Ended June 30, 2015

	General	Special Revenue Use Tax
Net change in cash balances	795,545	273,890
Cash balances beginning of year	2,879,946	825,611
Cash balances end of year	$ 3,675,491	1,099,501
Cash Basis Fund Balances		
Restricted for:		
Streets	$ -	1,099,501
Urban renewal purposes	-	-
Debt service	-	-
Other purposes	-	-
Committed	-	-
Unassigned	3,675,491	-
Total cash basis fund balances	$ 3,675,491	1,099,501

See notes to financial statements.

Exhibit B
(Continued)

	Capital Projects			
Debt Service	General Capital Projects	Street Construction	Nonmajor	Total
(205,476)	(460,910)	(1,229,158)	23,172	(802,937)
1,511,363	581,800	1,065,326	552,146	7,416,192
1,305,887	120,890	(163,832)	575,318	6,613,255
-	-	-	-	1,099,501
-	-	-	492,228	492,228
1,305,887	-	-	-	1,305,887
-	-	-	120,693	120,693
-	120,890	(163,832)	(37,603)	(80,545)
-	-	-	-	3,675,491
1,305,887	120,890	(163,832)	575,318	6,613,255

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, 2015

Total government funds cash balances	$	6,613,255
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 Posit		948,589
Cash basis net position of governmental activities	$	7,561,844
Change in cash balances	$	(802,937)
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.		(58,243)
Change in cash basis net position of governmental activities	$	(861,180)

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, 2015

		Enterprise Funds
	Sewer	Nonmajor
Operating receipts		
Charges for service	$ 2,972,746	418,653
Miscellaneous	-	-
Total operating receipts	2,972,746	418,653
Operating disbursements		
Governmental activities		
Public safety	-	-
Public works	-	-
Culture and recreation	-	-
General government	-	-
Business type activities	1,135,535	184,323
Component Unit:		
Municipal Utilities	-	-
Total operating disbursements	1,135,535	184,323
Excess (deficiency) of operating receipts over (under) operating disbursements	1,837,211	234,330
Non-operating receipts (disbursements)		
Interest on investments	24,466	-
Special assessments	156,060	-
Miscellaneous	120,444	-
Capital loan note proceeds	154,591	-
Debt Service	(694,596)	-
Capital projects	(695,086)	-
Net non-operating receipts (disbursements)	(934,121)	-
Excess of receipts over disbursements	903,090	234,330
Operating transfers in (out)	(847,100)	(79,200)
Net change in cash balances	55,990	155,130
Cash balances beginning of year	1,271,593	349,689
Cash balances end of year	$ 1,327,583	504,819
Cash Basis Fund Balances		
Restricted for debt service	$ 54,979	-
Unrestricted	1,272,604	504,819
Total cash basis fund balances	$ 1,327,583	504,819

See notes to financial statements.

Exhibit D

Total	Internal Service Funds
3,391,399	1,285,026
-	319,701
3,391,399	1,604,727
-	549,979
-	146,890
-	224,510
-	216,338
1,319,858	153,925
-	410,203
1,319,858	1,701,845
2,071,541	(97,118)
24,466	474
156,060	-
120,444	-
154,591	-
(694,596)	-
(695,086)	-
(934,121)	474
1,137,420	(96,644)
(926,300)	-
211,120	(96,644)
1,621,282	1,526,346
1,832,402	1,429,702
54,979	-
1,777,423	1,429,702
1,832,402	1,429,702

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, 2015

Total enterprise funds cash balances	$	1,832,402
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.		124,164
Cash basis net position of business type activities	$	1,956,566
Change in cash balances	$	211,120
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.		(3,828)
Change in cash basis net position of business type activities	$	207,292

See notes to financial statements.

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.

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. Enabling legislation did not result in any restricted net position.

Unrestricted net position consists of cash balances not meeting the definition of the preceding categories. Unrestricted net position is often subject to constraints 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.

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.

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, 2015, disbursements did not exceed the amounts budgeted as amended. During the year ended June 30, 2015, disbursements exceeded the amount budgeted in the community and economic development function.

2. **CASH AND POOLED INVESTMENTS**

The City's deposits in banks at June 30, 2015 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, 2015 were as follows:

	CARRYING AMOUNT	MARKET VALUE
Money market accounts	$ 1,378,073	1,378,073
U.S. government obligations	260,205	254,805
U.S. agency mortgage pass-through	643,008	695,445
U.S. agency bonds and notes	10,063,800	10,135,611
U.S. agency collateralized mortgage obligations	2,000,992	2,046,756
U.S. agency asset backed securities	819,562	843,604
Corporate Bonds	251,787	251,390
	$15,417,427	15,605,684

In addition, the City had investments in the Iowa Public Agency Investment Trust which are valued at an amortized cost of $111,117 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 $10,025,651 are rated Aaa. The balance of the investments are not rated.

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, 2015 are as follows:

YEAR ENDING June 30,	GENERAL OBLIGATION BONDS & NOTES		CAPITAL LOAN NOTES		REVENUE CAPITAL LOAN NOTES		TOTAL	
	PRINCIPAL	INTEREST	PRINCIPAL	INTEREST	PRINCIPAL	INTEREST	PRINCIPAL	INTEREST
2016	$ 2,265,000	394,670	210,000	10,540	365,000	276,341	2,840,000	681,551
2017	2,105,000	355,433	220,000	6,760	374,000	267,554	2,699,000	629,747
2018	2,045,000	318,597	75,000	2,437	385,000	258,533	2,505,000	579,567
2019	1,800,000	281,655	-	-	395,000	249,234	2,195,000	530,889
2020	1,835,000	245,405	-	-	405,000	239,671	2,240,000	485,076
2021	1,560,000	206,340	-	-	416,000	229,859	1,976,000	436,199
2022	1,465,000	179,733	-	-	428,000	219,766	1,893,000	399,499
2023	1,495,000	153,400	-	-	438,000	209,363	1,933,000	362,763
2024	1,250,000	124,552	-	-	450,000	198,699	1,700,000	323,251
2025	975,000	97,718	-	-	463,000	187,723	1,438,000	285,441
2026	745,000	76,102	-	-	476,000	176,421	1,221,000	252,523
2027	770,000	59,135	-	-	488,000	164,778	1,258,000	223,913
2028	785,000	40,735	-	-	501,000	152,826	1,286,000	193,561
2029	390,000	21,580	-	-	403,203	140,534	793,203	162,114
2030	150,000	9,925	-	-	301,000	129,840	451,000	139,765
2031	160,000	5,200	-	-	310,000	120,810	470,000	126,010
2032	-	-	-	-	321,000	111,510	321,000	111,510
2033	-	-	-	-	331,000	101,880	331,000	101,880
2034	-	-	-	-	342,000	91,950	342,000	91,950
2035	-	-	-	-	353,000	81,690	353,000	81,690
2036	-	-	-	-	364,000	71,100	364,000	71,100
2037	-	-	-	-	376,000	60,180	376,000	60,180
2038	-	-	-	-	388,000	48,900	388,000	48,900
2039	-	-	-	-	401,000	37,260	401,000	37,260
2040	-	-	-	-	414,000	25,230	414,000	25,230
2041	-	-	-	-	427,000	12,810	427,000	12,810
	$ 19,795,000	2,570,180	505,000	19,737	10,315,203	3,864,462	30,615,203	6,454,379

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

Revenue Notes

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 23% of net receipts. The total principal and interest remaining to be paid on the notes is $11,179,180. For the current year, principal and interest paid and total customer net receipts were $421,560 and $1,837,211, 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 17% of net receipts. The total principal and interest remaining to be paid on the notes is $2,999,795. For the current year, principal and interest paid and total customer net receipts were $303,653 and $1,837,211, 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.

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.

3. BONDS AND NOTES PAYABLE (CONTINUED)

General Obligation Bonds and Notes

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 was paid, all remaining funds in the escrow account, together with any interest thereon, was returned to the City.

4. PENSION PLANS

Iowa Public Employees' Retirement System (IPERS)

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

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

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

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

4. **PENSION PLANS (CONTINUED)**

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

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

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

Contributions - Effective July 1, 2012, as a result of a 2010 law change, the contribution rates are established by IPERS following the annual actuarial valuation, which applies IPERS' Contribution Rate Funding Policy and Actuarial Amortization Method. Statute limits the amount rates can increase or decrease each year to 1 percentage point. IPERS Contribution Rate Funding Policy requires that the actuarial contribution rate be determined using the "entry age normal" actuarial cost method and the actuarial assumptions and methods approved by the IPERS Investment Board. The actuarial contribution rate covers normal cost plus the unfunded actuarial liability payment based on a 30-year amortization period. The payment to amortize the unfunded actuarial liability is determined as a level percentage of payroll, based on the Actuarial Amortization Method adopted by the Investment Board.

In fiscal year 2015, pursuant to the required rate, Regular members contributed 5.95 percent of pay and the City contributed 8.93 percent for a total rate of 14.88 percent. Protective occupation members contributed 6.76 percent of pay and the City contributed 10.14 percent for a total rate of 16.80 percent.

The City's contributions to IPERS for the year ended June 30, 2015 were $429,312.

4. PENSION PLANS (CONTINUED)

Collective Net Pension Liabilities, Collective Pension Expense, and Collective Deferred Outflows of Resources and Collective Deferred Inflows of Resources Related to Pensions – At June 30, 2015, the City's liability for its proportionate share of the collective net pension liability totaled $2,277,403. The collective net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the collective net pension liability was determined by an actuarial valuation as of that date. The City's proportion of the collective net pension liability was based on the City's share of contributions to the pension plan relative to the contributions of all IPERS participating employers. At June 30, 2014, the City's proportion was .0574245 percent, which was a decrease of .003596 from its proportion measured as of June 30, 2013.

For the year ended June 30, 2015 the City collective pension expense, collective deferred outflows and collective deferred inflows totaled $200,532, $135,197 and $1,131,740 respectively.

Actuarial Assumptions - The total pension liability in the June 30, 2014 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Rate of inflation (effective June 30, 2014)	3.00 percent per annum
Rates of salary increase (effective June 30, 2010)	4.00 to 17.00 percent, average, including inflation. Rates vary by membership group.
Long-term investment rate of return (effective June 30, 1996)	7.50 percent, compounded annually, net of investment expense, including inflation

The actuarial assumptions used in the June 30, 1014 valuation were based on the results of actuarial experience studies with dates corresponding to those listed above.

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

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

4. PENSION PLANS (CONTINUED)

Asset Class	Asset Allocation	Long-Term Expected Real Rate of Return
US Equity	23%	6.31
Non US Equity	15	6.76
Private Equity	13	11.34
Real Estate	8	3.52
Core Plus Fixed Income	28	2.06
Credit Opportunities	5	3.67
TIPS	5	1.92
Other Real Assets	2	6.27
Cash	1	(0.69)
Total	100%	

Discount Rate - The discount rate used to measure the total pension liability was 7.5 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the contractually required rate and that contributions from the City will be made at contractually required rates, actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate - The following presents the City's proportionate share of the net pension liability calculated using the discount rate of 7.5 percent, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.5 percent) or 1-percentage-point higher (8.5 percent) than the current rate.

	1% Decrease (6.5%)	Discount Rate (7.5%)	1% Increase (8.5%)
City's proportionate share of the net pension liability	$ 4,835,052	$ 2,277,403	$ 119,027

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

4. PENSION PLANS (CONTINUED)

Municipal Fire and Police Retirement System of Iowa (MFPRSI)

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

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

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

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

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

4. PENSION PLANS (CONTINUED)

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

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

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

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

Contributions - Member contribution rates are set by state statute. In accordance with Chapter 411 of the Code of Iowa as modified by act of the 1994 General Assembly, to establish compliance with the Federal Older Workers Benefit Protections Act, the contribution rate was 9.40% of earnable compensation for the year ended June 30, 2015.

Employer contribution rates are based upon an actuarially determined normal contribution rate and set by state statute. The required actuarially determined contributions are calculated on the basis of the entry age normal method as adopted by the Board of Trustees as permitted under Chapter 411 of the Code of Iowa. The normal contribution rate is provided by state statute to be the actuarial liabilities of the plan less current plan assets, with such total divided by 1 percent of the actuarially determined present value of prospective future compensation of all members, further reduced by member contributions and state appropriations. Under the Code of Iowa the employer's contribution rate cannot be less than 17.00% of earnable compensation. The contribution rate was 30.41% for the year ended June 30, 2015.

The City's contributions to MFPRSI for the year ended June 30, 2015 was $359,159.

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

4. **PENSION PLANS (CONTINUED)**

There were no state appropriations to MFPRSI during the fiscal year ended June 30, 2014.

Net Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - At June 30, 2015, the City's proportionate share of the net pension liability totaled $1,695,838. The net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportion of the net pension liability was based on the City's share of contributions to the pension plan relative to the contributions of all MFPRSI participating employers. At June 30, 2014, the City's proportion was .467820% which was an increase of .020156% from its proportions measured as of June 30, 2013.

For the year ended June 30, 2015, the City's collective pension expense totaled $160,696.

Actuarial Assumptions - The total pension liability in the June 30, 2014, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Rate of inflation	3.00 percent
Rates of salary increase	4.00 to 15.11 percent, including inflation.
Investment rate of return	7.50 percent, net of pension plan investment expense, including inflation

The actuarial assumptions used in the June 30, 2014 valuation were based on the results of an actuarial experience study for the period from July 1, 2002 to June 30, 2012.

Mortality rates were based weighting equal to 2/12 of the 1971 GAM table and 10/12 of the 1994 GAM table with no projection of future mortality improvement.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates (i.e., expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

4. PENSION PLANS (CONTINUED)

Asset Class	Asset Allocation		Long-Term Expected Real Rate of Return
Core Plus Fixed Income	7.0%		3.8%
Emerging Markets Debt	3.0%		6.5%
Domestic Equities	12.5%		6.0%
Master Limited Partnerships (MLP)	5.0%		8.5%
International Equities	12.5%		7.0%
Core Investments		40.0%	
Tactical Asset Allocation		35.0%	6.0%
Private Equity		15.0%	9.8%
Private Non-Core Real Estate	5.0%		9.3%
Private Core Real Estate	5.0%		6.8%
Real Estate		10.0%	
Total		100.0%	

Discount Rate - The discount rate used to measure the total pension liability was 7.5 percent. The projection of cash flows used to determine the discount rate assumed that contributions will be made at 9.40% of covered payroll and the City contributions will be made at rates equal to the difference between actuarially determined rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

	1% Decrease (6.5%)	Discount Rate (7.5%)	1% Increase (8.5%)
City's proportionate share of the net pension liability	$ 3,251,636	$ 1,695,838	$ 403,112

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

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.

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, 2015, the City contributed $0 and plan members eligible for benefits contributed approximately $12,150 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, 2015, primarily relating to the General Fund, was as follows:

Vacation	$ 373,414
Sick leave	885,041
	$ 1,258,455

This liability has been computed based on rates of pay as of June 30, 2015.

7. **HEALTH INSURANCE AND HEALTH REIMBURSEMENT ARRANGEMENT**

The City self-funds its health insurance plan as permitted by Iowa Code Section 509A using an internal service fund. Transfers to the fund are made at pre-established rates for single or family coverage by each city department on a monthly basis. Disbursements from the fund are made to pay administrative fees, stop loss insurance premiums and payment of claims. As of June 30, 2015 the actuarially determined reserve necessary for claims incurred but not yet paid was $177,621 (2014 - $182,982) and the internal service fund balance was $944,766 (2014 - $1,068,506).

The City also 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 $229,857 as of June 30, 2015.

8. INTERFUND TRANSFERS

The detail of interfund transfers for the year ended June 30, 2015 is as follows:

Transfer to	Transfer from	Amount
General	Special Revenue:	
	Road Use Tax	$ 174,600
	Employee Benefits Levy	1,217,600
	Downtown Tax Increment	200,000
	Police Retirement	12,500
	Enterprise:	
	Sewer	411,700
	Recycling	17,300
	Component Unit	1,005,528
		3,039,228
Debt Service	General	65,500
	Special Revenue:	
	Industrial Park Urban Renewal Tax Increment	748,410
	Downtown Tax Increment	90,468
	Enterprise:	
	Sewer	429,400
	Stormwater Utility	61,900
	Component Unit	172,500
		1,568,178
Capital Projects:		
General Capital Projects	General	608,784
Street Construction	General Capital Projects	900,000
Component Unit	Special Revenue:	
	Road Use Tax	6,000
	Enterprise:	
	Sewer	6,000
		12,000
		$ 6,128,190

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 727 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 casualty 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 estimated for the fiscal 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 basis rate.

The Pool also provides property coverage. Members who elect such coverage make annual property operating contributions which are necessary to fund, on a cash basis, the Pool's general and administrative expenses, reinsurance premiums, losses and loss expenses for property risks estimated for the fiscal 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, 2015 were $108,881 (2014 - $143,022).

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 through reinsurance and excess risk-sharing agreements up to the amount of risk-sharing protection provided by the City's risk-sharing certificate. Property and automobile physical damage risks are retained by the Pool up to $250,000 each occurrence, each location. Property risks exceeding $250,000 are reinsured through reinsurance and excess risk-sharing agreements up to the amount of risk-sharing protection provided by the City's risk-sharing certificate.

The Pool's intergovernmental contract with its members provides that in the event a casualty claim, property loss or series of claims or losses exceeds the amount of risk-sharing protection provided by the member's risk-sharing certificate, or in the event that a casualty claim, property loss or series of claims or losses exhausts the Pool's funds and any excess risk-sharing recoveries, then payment of such claims shall be the obligation of the respective individual member against whom the claim was made or the loss was incurred. As of June 30, 2015, settled claims have not exceeded the risk pool or reinsurance coverage since the pool's inception.

9. 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 casualty 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. Upon withdrawal, a formula set forth in the Pool's intergovernmental contract with its members is applied to determine the amount (if any) to be refunded to the withdrawing member.

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, 2015 and has authorized the Association to issue general obligation bonds to provide funds with which to pay claims. During the year ended June 30, 2015, the City paid workers' compensation insurance premiums of $127,872 (2014 - $133,365) to the Association.

10. DOWNTOWN BUSINESS INCENTIVE PROGRAM

The City offers an incentive program for renovation and repair of existing commercial building structures and facades in certain blocks of the Original Town Plat. Property owners in the program are eligible for grants for a portion of the costs incurred and obtain a loan from a local lender for the balance of the costs. In order to provide the loans to property owners at 0% interest, the City places a non interest bearing deposit with the lender. As property owners pay down the loans, the non interest bearing funds are returned to the City. During the year ended June 30, 2015, grants of $74,160 and loan deposits of $86,770 had been made under the program. As of June 30, 2015 remaining non interest bearing deposits totaled $333,410.

11. COMMITMENTS

The City has entered into contracts for street and highway improvements, a waste water treatment plant project, and other projects totaling approximately $5,343,000. The remaining commitment on these contracts at June 30, 2015 is $264,592.

12. DEFICIT BALANCE

The Street Construction and Community Redevelopment capital project funds had deficit balances of $163,832 and $43,590, respectively, at June 30, 2015. The deficit balances were a result project costs incurred prior to availability of funds. The deficit in the Street Construction fund will be eliminated by transfer in the next fiscal year.

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, 2015

	Governmental Funds Actual	Proprietary Funds Actual
Receipts		
Property tax	$ 6,155,219	-
Tax increment financing collections	1,365,455	-
Other city tax	298,515	-
Licenses and permits	132,554	-
Use of money and property	400,099	24,940
Intergovernmental	4,575,268	-
Charges for service	1,024,782	4,676,425
Special assessments	118,173	156,060
Miscellanous	477,149	440,145
Total receipts	14,547,214	5,297,570
Disbursements		
Public safety	4,018,718	549,979
Public works	1,293,247	146,890
Culture and recreation	2,009,849	224,510
Community and economic development	557,205	-
General government	1,394,110	216,338
Debt service	3,003,458	-
Capital projects	5,220,131	-
Business type activities	-	3,273,668
Total disbursements	17,496,718	4,411,385
Excess of receipts over disbursements	(2,949,504)	886,185
Other financing sources, net	2,146,567	(771,709)
Excess of receipts and other financing sources over disbursements and other financing uses	(802,937)	114,476
Balances beginning of year	7,416,192	3,147,628
Balances end of year	$ 6,613,255	3,262,104

See accompanying independent auditor's report.

Less Funds not Required to to be Budgeted	Net	Budgeted Amounts Original	Final	Final to Net Variance
-	6,155,219	6,013,183	6,013,183	142,036
-	1,365,455	1,308,600	1,308,600	56,855
-	298,515	29,175	29,175	269,340
-	132,554	124,700	124,700	7,854
474	424,565	390,100	390,100	34,465
-	4,575,268	1,819,124	5,434,124	(858,856)
1,285,026	4,416,181	4,229,700	4,229,700	186,481
-	274,233	82,000	82,000	192,233
319,701	597,593	1,880,400	1,880,400	(1,282,807)
1,605,201	18,239,583	15,876,982	19,491,982	(1,252,399)
549,979	4,018,718	4,343,900	4,343,900	325,182
146,890	1,293,247	1,429,800	1,439,800	146,553
224,510	2,009,849	2,091,400	2,091,400	81,551
-	557,205	259,000	259,000	(298,205)
216,338	1,394,110	1,396,700	1,396,700	2,590
-	3,003,458	3,030,500	3,030,500	27,042
-	5,220,131	764,800	6,164,800	944,669
564,128	2,709,540	3,102,500	3,302,500	592,960
1,701,845	20,206,258	16,418,600	22,028,600	1,822,342
(96,644)	(1,966,675)	(541,618)	(2,536,618)	569,943
-	1,374,858	1,219,100	1,219,100	155,758
(96,644)	(591,817)	677,482	(1,317,518)	725,701
1,526,346	9,037,474	6,857,900	6,857,900	2,179,574
1,429,702	8,445,657	7,535,382	5,540,382	2,905,275

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, two budget amendments increased budgeted disbursements by $5,610,000. The budget amendments are reflected in the final budgeted amounts.

During the year ended June 30, 2015, disbursements exceeded the amount budgeted in the community and economic development function.

CITY OF INDIANOLA

Schedule of the City's Proportionate Share of the Net Pension Liability

Last Fiscal Year*

Other Information

Iowa Public Employees' Retirement System		2015
City's proportion of the net pension liability		0.057425%
City's proportionate share of the net pension liability	$	2,277,403
City's covered-employee payroll	$	4,712,732
City's proportionate share of the net pension liability as a percentage of its covered-employee payroll		48.32%
Plan fiduciary net position as a percentage of the total pension liability		87.61%

Municipal Fire and Police Retirement System of Iowa		2015
City's proportion of the net pension liability		0.4678200%
City's proportionate share of the net pension liability	$	1,695,838
City's covered-employee payroll	$	1,181,090
City's proportionate share of the net pension liability as a percentage of its covered-employee payroll		143.58%
Plan fiduciary net position as a percentage of the total pension liability		86.27%

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

See accompanying independent auditor's report.

CITY OF INDIANOLA

Schedule of City Contributions

Last 10 Fiscal Years

Other Information

Iowa Public Employees' Retirement System

	2015	2014	2013	2012
Statutorily required contribution	$ 429,312	437,236	413,609	366,270
Contributions in relation to the statutorily required contribution	(429,312)	(437,236)	(413,609)	(366,270)
Contribution deficiency (excess)	$ -	-	-	-
City's covered-employee payroll	$4,712,732	4,796,576	4,622,402	4,374,874
Contributions as a percentage of covered-employee payroll	9.11%	9.12%	8.95%	8.37%

Municipal Fire and Police Retirement System of Iowa

	2015	2014	2013	2012
Statutorily required contribution	$ 359,159	359,824	292,321	275,284
Contributions in relation to the statutorily required contribution	(359,159)	(359,824)	(292,321)	(275,284)
Contribution deficiency (excess)	$ -	-	-	-
City's covered-employee payroll	$1,181,090	1,194,671	1,119,635	1,111,810
Contributions as a percentage of covered-employee payroll	30.41%	30.12%	26.11%	24.76%

See accompanying independent auditor's report.

2011	2010	2009	2008	2007	2006
309,971	283,588	258,142	237,406	216,879	218,403
(309,971)	(283,588)	(258,142)	(237,406)	(216,879)	(218,403)
-	-	-	-	-	-
4,178,301	4,024,153	3,860,006	3,694,371	3,460,999	3,484,956
7.42%	7.05%	6.69%	6.43%	6.27%	6.27%

2011	2010	2009	2008	2007	2006
205,493	165,526	186,950	231,966	240,170	239,692
(205,493)	(165,526)	(186,950)	(231,966)	(240,170)	(239,692)
-	-	-	-	-	-
1,032,628	973,684	997,058	910,412	865,475	849,670
19.90%	17.00%	18.75%	25.48%	27.75%	28.21%

Iowa Public Employees' Retirement System

Changes of benefit terms:

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

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

Benefit provisions for sheriffs and deputies were changed in the 2004 legislative session. The eligibility for unreduced retirement benefits was lowered from age 55 by one year each July 1 (beginning in 2004) until it reached age 50 on July 1, 2008. The years of service requirement remained at 22 or more. Their contribution rates were also changed to be shared 50-50 by the employee and employer, instead of the previous 40-60 split.

Changes of assumptions:

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

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

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

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

The 2007 valuation adjusted the application of the entry age normal cost method to better match projected contributions to the projected salary stream in the future years. It also included in the calculation of the UAL amortization payments the one-year lag between the valuation date and the effective date of the annual actuarial contribution rate.

The 2006 valuation implemented the following refinements as a result of a quadrennial experience study:

- Adjusted salary increase assumptions to service based assumptions.
- Decreased the assumed interest rate credited on employee contributions from 4.25 percent to 4.00 percent.
- Lowered the inflation assumption from 3.50 percent to 3.25 percent.
- Lowered disability rates for sheriffs and deputies and protection occupation members.

Municipal Fire and Police Retirement System of Iowa

Changes of benefit terms:

There were no significant changes of benefit terms.

Changes of assumptions:

Effective July 1, 2014, two additional steps were taken to phase in the 1994 Group Annuity Mortality Table for post-retirement mortality. The two additional steps result in a weighting of 2/12 of the 1971 Group Annuity Mortality Table and 10/12 of the 1994 Group Annuity Mortality Table.

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, 2015

	Special			
Receipts	Industrial Park Urban Renewal Tax Increment	Employee Benefits Levy	Downtown Tax Increment	Police Retirement
Property tax	$ -	1,217,600	-	-
Tax increment financing collections	1,040,157	-	325,298	-
Use of money and property	-	-	-	1,634
Miscellaneous	-	-	-	-
Total receipts	1,040,157	1,217,600	325,298	1,634
Disbursements				
Operating				
Community and economic development	250,000	-	-	-
Capital projects	-	-	-	-
Total disbursements	250,000	-	-	-
Excess (deficiency) of receipts over (under) disbursements	790,157	1,217,600	325,298	1,634
Other financing uses				
Sale of capital assets	-	-	-	-
Operating transfers in (out)	(748,410)	(1,217,600)	(290,468)	(12,500)
Total other financing sources (uses)	(748,410)	(1,217,600)	(290,468)	(12,500)
Net change in cash balances	41,747	-	34,830	(10,866)
Cash balances beginning of year	47,293	-	368,358	111,729
Cash balances end of year	$ 89,040	-	403,188	100,863
Cash Basis Fund Balances				
Restricted for:				
Urban renewal purposes	$ 89,040	-	403,188	-
Other purposes	-	-	-	100,863
Committed	-	-	-	-
Total cash basis fund balances	$ 89,040	-	403,188	100,863

See accompanying independent auditor's report.

Revenue	Capital Projects		
Police Seizures	Community Athletic Facility	Community Redevelopment	Total
-	-	-	1,217,600
-	-	-	1,365,455
-	120	3	1,757
1,432	-	-	1,432
1,432	120	3	2,586,244
-	-	-	250,000
-	4,193	64,548	68,741
-	4,193	64,548	318,741
1,432	(4,073)	(64,545)	2,267,503
-	-	24,647	24,647
-	-	-	(2,268,978)
-	-	24,647	(2,244,331)
1,432	(4,073)	(39,898)	23,172
18,398	10,060	(3,692)	552,146
19,830	5,987	(43,590)	575,318
-	-	-	492,228
19,830	-	-	120,693
-	5,987	(43,590)	(37,603)
19,830	5,987	(43,590)	575,318

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, 2015

	Enterprise			Internal
	Recycling	Stormwater Utility	Total	Health Insurance Reserve
Operating receipts				
Charges for service	$ 215,938	202,715	418,653	16,732
Miscellaneous	-	-	-	28,215
Total operating receipts	215,938	202,715	418,653	44,947
Operating disbursements				
Governmental activities				
Public safety	-	-	-	17,834
Public works	-	-	-	3,955
Culture and recreation	-	-	-	7,216
General government	-	-	-	7,215
Business type activities				
Sewer	-	-	-	3,608
Other	184,323	-	184,323	-
Component Unit:				
Municipal Utilities	-	-	-	14,426
Total disbursements	184,323	-	184,323	54,254
Excess (deficiency) of operating receipts over (under) operating disbursements	31,615	202,715	234,330	(9,307)
Non-operating receipts (disbursements)				
Interest on investments	-	-	-	-
Net non-operating receipts (disbursements)	-	-	-	-
Excess of receipts over disbursements	31,615	202,715	234,330	(9,307)
Operating transfers in (out)	(17,300)	(61,900)	(79,200)	-
Net change in cash balances	14,315	140,815	155,130	(9,307)
Cash balances beginning of year	63,115	286,574	349,689	227,878
Cash balances end of year	$ 77,430	427,389	504,819	218,571
Cash Basis Fund Balances				
Unrestricted	77,430	427,389	504,819	218,571
Total cash basis fund balances	$ 77,430	427,389	504,819	218,571

See accompanying independent auditor's report.

Service			
Property Insurance Council	Health Pool	Health Reimbursement Arrangement	Total
-	1,161,844	106,450	1,285,026
144,608	146,878	-	319,701
144,608	1,308,722	106,450	1,604,727
39,649	460,680	31,816	549,979
16,321	115,170	11,444	146,890
14,706	189,801	12,787	224,510
16,332	180,490	12,301	216,338
21,432	122,046	6,839	153,925
-	-	-	-
-	364,275	31,502	410,203
108,440	1,432,462	106,689	1,701,845
36,168	(123,740)	(239)	(97,118)
474	-	-	474
474	-	-	474
36,642	(123,740)	(239)	(96,644)
-	-	-	-
36,642	(123,740)	(239)	(96,644)
(134)	1,068,506	230,096	1,526,346
36,508	944,766	229,857	1,429,702
36,508	944,766	229,857	1,429,702
36,508	944,766	229,857	1,429,702

CITY OF INDIANOLA

Schedule of Indebtedness
Year Ended June 30, 2015

OBLIGATION	DATE OF ISSUE	INTEREST RATES	AMOUNT ORIGINALLY ISSUED
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
2013 General Obligation Refunding	7/13/2013	1.00-1.50	2,070,000
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
2015 Electric Revenue Refunding Capital Loan Note	3/26/2015	2.6	7,241,000

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
$ 1,580,000	-	1,580,000	-	48,760	-
1,590,000	-	775,000	815,000	32,300	-
280,000	-	280,000	-	5,600	-
685,000	-	55,000	630,000	12,042	-
2,310,000	-	100,000	2,210,000	55,100	-
4,580,000	-	100,000	4,480,000	101,970	-
3,500,000	-	305,000	3,195,000	57,875	-
1,865,000	-	-	1,865,000	20,380	-
5,015,000	-	315,000	4,700,000	76,340	-
2,070,000	-	170,000	1,900,000	23,150	-
23,475,000	-	3,680,000	19,795,000	433,517	-
28,000	-	28,000	-	434	-
7,598,881	253,119	186,000	7,666,000	235,560	-
290,000	-	70,000	220,000	8,795	-
425,000	-	140,000	285,000	5,545	-
2,896,884	-	247,681	2,649,203	55,972	-
11,238,765	253,119	671,681	10,820,203	306,306	-
$ 34,713,765	253,119	4,351,681	30,615,203	739,823	-
$ 6,490,000	-	6,490,000	-	124,013	-
1,470,000	-	1,470,000	-	15,087	-
815,000	-	270,000	545,000	7,760	-
-	7,241,000	300,000	6,941,000	18,304	-
$ 8,775,000	7,241,000	8,530,000	7,486,000	165,164	-

CITY OF INDIANOLA

Bond and Note Maturities
June 30, 2015

	GENERAL			
	GENERAL OBLIGATION REFUNDING		GENERAL OBLIGATION	
YEAR ENDING JUNE 30,	ISSUED JANUARY 13, 2011		ISSUED OCTOBER 19, 2011	
	INTEREST RATE	AMOUNT	INTEREST RATE	AMOUNT
2016	2.00	$ 535,000	1.35	$ 55,000
2017	2.00	180,000	1.35	105,000
2018	2.50	100,000	1.65	110,000
2019		-	1.90	115,000
2020		-	2.10	120,000
2021		-	2.25	125,000
		$ 815,000		$ 630,000

	GENERAL			
	GENERAL OBLIGATION URBAN RENEWAL		GENERAL OBLIGATION URBAN RENEWAL	
YEAR ENDING JUNE 30,	ISSUED DECEMBER 28, 2011		ISSUED MAY 1, 2012	
	INTEREST RATE	AMOUNT	INTEREST RATE	AMOUNT
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		-
		$ 2,210,000		$ 4,480,000

OBLIGATION	
GENERAL OBLIGATION REFUNDING	
ISSUED JULY 17, 2013	
INTEREST RATE	AMOUNT
1.00	$ 445,000
1.00	450,000
1.05	450,000
1.30	275,000
1.50	280,000
	-
	$ 1,900,000

OBLIGATION						
GENERAL OBLIGATION		GENERAL OBLIGATION		GENERAL OBLIGATION		
ISSUED MAY 1, 2012		ISSUED JANUARY 9, 2013		ISSUED JANUARY 9, 2013		
INTEREST RATE	AMOUNT	INTEREST RATE	AMOUNT	INTEREST RATE	AMOUNT	TOTAL
0.90	$ 305,000	0.50	$ 125,000	1.25	$ 320,000	$ 2,265,000
1.10	310,000	0.65	150,000	1.25	325,000	2,105,000
1.30	315,000	0.80	255,000	1.25	335,000	2,045,000
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	1,835,000
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
	$ 3,195,000		$ 1,865,000		$ 4,700,000	$ 19,795,000

CITY OF INDIANOLA

Bond and Note Maturities
June 30, 2015

	CAPITAL					
	SEWER REVENUE ISSUED MAY 20, 2009		GENERAL OBLIGATION ISSUED AUGUST 31, 2009		GENERAL OBLIGATION ISSUED DECEMBER 20, 2011	
YEAR ENDING JUNE 30,	INTEREST RATE	AMOUNT	INTEREST RATE	AMOUNT	INTEREST RATE	AMOUNT
2016	3.00	$ 213,000	2.80	$ 70,000	1.30	$ 140,000
2017	3.00	220,000	3.25	75,000	1.30	145,000
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	551,000		-		-
		$ 7,666,000		$ 220,000		$ 285,000

See accompanying independent auditor's report.

LOAN NOTES

SEWER REVENUE ISSUED APRIL 19, 2013		
INTEREST RATE	AMOUNT	TOTAL
1.75	$ 173,000	$ 596,000
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	198,000	464,000
	202,000	477,000
	207,000	491,000
	211,000	504,000
	215,000	517,000
	219,000	531,000
	112,203	434,203
	-	333,000
	-	344,000
	-	355,000
	-	366,000
	-	378,000
	-	391,000
	-	403,000
	-	417,000
	-	430,000
	-	551,000
	$ 2,649,203	$ 10,820,203

CITY OF INDIANOLA

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

	2015	2014	2013	2012	2011
Receipts					
Property tax	$ 6,155,219	5,472,196	5,163,954	4,929,375	4,836,322
Tax increment financing collections	1,365,455	1,383,060	1,368,810	1,146,801	865,761
Other city tax	298,515	294,866	205,910	152,908	137,481
Licenses and permits	132,554	164,364	117,693	144,940	197,339
Use of money and property	400,099	335,498	326,083	298,072	318,803
Intergovernmental	4,575,268	1,692,398	2,060,498	1,651,642	1,825,569
Charges for service	1,024,782	1,024,228	993,286	983,827	982,632
Special assessments	118,173	109,522	144,055	139,226	92,034
Miscellaneous	477,149	1,980,786	353,021	416,059	623,383
Total	$ 14,547,214	12,456,918	10,733,310	9,862,850	9,879,324
Disbursements					
Operating					
Public safety	$ 4,018,718	4,257,526	3,902,002	3,953,821	3,574,355
Public works	1,293,247	1,336,452	1,416,552	1,329,010	1,185,798
Culture and recreation	2,009,849	2,085,707	2,130,514	2,113,184	1,992,708
Community and economic development	557,205	430,585	704,168	1,295,997	123,554
General government	1,394,110	1,505,152	1,411,552	1,303,284	1,196,933
Debt service	3,003,458	3,000,167	2,622,940	3,368,178	5,718,378
Capital projects	5,220,131	2,860,272	16,012,963	2,778,034	1,904,710
Total	$ 17,496,718	15,475,861	28,200,691	16,141,508	15,696,436

See accompanying independent auditor's report.

Schedule 5

2010	2009	2008	2007	2006
4,826,350	4,739,284	4,380,621	4,302,700	4,193,385
712,476	632,566	652,571	414,117	242,398
118,906	116,449	119,660	115,249	113,263
96,392	66,923	187,498	198,688	163,875
366,427	339,169	320,015	377,916	198,498
2,337,365	1,648,354	1,813,522	2,252,514	1,366,839
888,563	1,117,293	1,033,928	867,941	897,130
197,299	161,882	331,949	284,420	148,054
418,791	351,465	648,262	620,475	410,502
9,962,569	9,173,385	9,488,026	9,434,020	7,733,944

3,356,421	3,269,051	3,173,199	3,085,903	3,098,731
1,151,366	1,282,170	1,348,228	1,256,853	1,338,626
2,020,345	2,316,774	1,904,951	1,936,423	1,933,962
96,617	104,155	83,781	617,772	65,386
1,144,194	1,037,373	995,407	965,143	972,894
2,276,339	2,219,139	1,956,788	2,792,481	1,623,791
2,713,016	1,678,814	966,954	3,041,721	962,040
12,758,298	11,907,476	10,429,308	13,696,296	9,995,430

Shull, Schrum, McClaflin
& Co., Inc.
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, 2015, and the related Notes to Financial Statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated February 19, 2016. 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.

1111 North Jefferson
Indianola, Iowa 50125
515-961-2571 • Fax 515-961-4253

133 W. Washington
Osceola, Iowa 50213
641-342-2611 • Fax 641-342-2746

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, 2015 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.

Shull, Sohrum, McClaflin & Co., Inc.

February 19, 2016

Schedule of Findings
Year Ended June 30, 2015

Part I: Findings Related to the Financial Statements:

None

Part II: Other Findings Related to Required Statutory Reporting:

II-A-15 Certified Budget - Disbursements during the year ended June 30, 2015, exceeded the amounts budgeted in the community and economic development 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-15 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-15 Travel Expense - No disbursements of City money for travel expenses of spouses of City officials or employees were noted.

II-D-15 Business Transactions - No business transactions between the City and City officials or employees were noted.

II-E-15 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-15 City Council Minutes - No transactions were found that we believe should have been approved in the Council minutes but were not.

II-G-15 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-15 Revenue Bonds and Notes – No instances of non-compliance with the revenue bond and note resolutions were noted.

Part II: Other Findings Related to Required Statutory Reporting - Continued:

II-I-15 Financial Condition – The Street Construction and Community Redevelopment capital project funds had deficit balances of $163,832 and $43,590, respectively, at June 30, 2015.

Recommendation – The City should investigate alternatives to eliminate these deficits in order to return these funds to sound financial position.

Response – The deficit balances were a result project costs incurred prior to availability of funds. The deficit in the Street Construction fund was subsequently eliminated.

Conclusion – Response accepted.

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, 2015 and 2014

Shull, Schrum, McClaflin
& Co., Inc.
certified public accountants

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES

Table of Contents

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES
Officials

June 30, 2015

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

		Term Expires December 31	Amount of Bond
Pat Reding	Chairperson	2018	300,000
Deb White		2016	300,000
Heather Hulen		2020	300,000
Jim McClymond		2021	300,000

Indianola Municipal Utilities Management

Todd Kielkopf	General Manager	300,000
Vacant	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 Allied Insurance, “Faithful Performance Blanket Position Bond,” in the amount of $50,000.

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES

Board of Trustees Report

March 1, 2015

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, 2015 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, 2015 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 15,108. 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.

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.

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, 2015 rate of return of 0.35%.

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 2.3 years with a current yield of 2.15%. 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 500 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.

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, 2015.

Chris Longer
Program Coordinator

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 is reported on a quarterly basis.

The following summary provides a brief review of the various departmental activities and accomplishments in FY 2015.

- **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:

    - Completed the Hwy 65/69 Conversion Project
    - Completed the W Hwy 92/I-35 Transmission Relocation Project
    - Completed the W Hwy 92 Transmission Relocation Project
    - Continued re-designing the W Hwy 92 Distribution Relocation project and re-negotiating IDOT reimbursement estimates due to continued changes to IDOT roadway specifications
    - Installed wiring and new decorative street lights on The Square
    - Construction commenced on the W. Hwy 92 Distribution Relocation

- **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:

    - Contracted for engineering services for proactive maintenance and planning for improvements at the water plant
    - Completed work on the aerator replacement project at the water plant
    - Relocated a section of water main for the N. Hwy 65/69 highway relocation project
    - Completed work on the W. IA Ave. and Ann Parkway water main projects; drafted supplemental agreement for a small amount of restoration work
    - Completed repairs to Well #12
    - Demolished the old water treatment plant
    - Started design work on the IA Ave. water main project
    - Designed and contracted to relocate a water main at W. Hwy 92 and Y Street

- **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:

Communications Utility – Continued:

- Continued to connect new residential & commercial customers and address operational issues with MCG
- Approved plans to proceed with the North Howard extension
- Completed cutovers from older aerial fiber to underground fiber associated with the Hwy 65/69 electric project
- Worked on conceptual plans with Verizon to extend fiber to small-cellular sites on power poles in congested areas
- Relocated the Iowa Network Services feed connection at the IMU Westside Substation
- Installation of the fiber cabinet and fiber strands (into existing conduit) was completed for the North Howard project
- Worked to finalize plans for W. Hwy 92 project

- **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:

- Continued removing IMU poles from underground conversion areas
- Mediacom bored conduit in priority areas; cable installation is progressing
- Century Link installed facilities in its existing conduit north of The Square; IMU removed the poles

Economic Development & Community Betterment:

- Continued EMERGE Hub planning with design team
- Completed IMU Partners Program scope of management services agreement with the IDA for FY 2015
- Simpson College planning to dedicate Dunn Library space for the EMERGE@Simpson program (Gerald R. Edwards Center) and allocate that endowment for continuing on-campus support

Economic Development & Community Betterment - Continued:

- A prospect working with the IDA, and another with WCEDC, approached IMU about developing a local co-working, data center, and business incubator center
- Continued involvement with the WCEDC Business Retention and Expansion Committee
- Planning commenced for extending utilities into Summercrest Hills Plat 5
- IMU staff helped WCEDC plan and hold its business awards event at Simpson College

Technical Services & Programs

- Held meeting of IMU Partners, reviewed draft program guides, and discussed potential FY 2015 activities
- Worked with MCG on new marketing materials
- Continued participating as a member of the design team on an IAMU community solar (proposed to US Dept. of Energy, local match by the IA Energy Center) grant project
- Worked to develop an advertising video in conjunction with a project spearheaded by the Indianola Chamber
- Developed and distributed a press release pertaining to MCG's announcement that "Gigabit" service will be available on the IMU network in January, 2015
- Received designation (again) as having "Best Practices" by the Iowa Municipalities Workers' Compensation Association
- Compiled information for, and revised, the Electric Transmission and Distribution Systems Inspection and Maintenance Plan
- IMU received a Hazard Recognition Award from the Iowa-Illinois Safety Council
- The Indianola Sustainability Committee began research and work on the STAR certification process for Indianola

Governance and Professional Services:

- Implemented a Cost of Power Adjustment for bills issued starting July 1, 2014
- Conducted required public meeting pertaining to MISO filings for transmission ownership credits
- Prepared information pertaining to wholesale energy contract terms; received a presentation from NMPP Energy staff about wholesale energy challenges
- Drafted and reviewed the annual Strategic Plan, information about the status of Underground & Voltage conversion projects, and fiber network extension planning
- Performed analysis of past Annual Disclosure activities and made appropriate filings
- Analyzed options and refinanced Electric Utility debt
- Participated with MMTG in Federal Energy Regulatory Commission filings related to rates of return on transmission assets
- Amended the Management Guide as part of structural changes to the Indianola Health Plan; included vision and dental insurance

Shull, Schrum, McClaflin
& Co., Inc.
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, 2015 and 2014 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, 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.

1111 North Jefferson
Indianola, Iowa 50125
515-961-2571 • Fax 515-961-4253

133 W. Washington
Osceola, Iowa 50213
641-342-2611 • Fax 641-342-2746

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, 2015 and 2014, 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.

Emphasis of a Matter

As disclosed in Note 13 to the financial statements, the City of Indianola adopted new accounting guidance related to Governmental Accounting Standards Board (GASB) Statement No. 68, Accounting and Financial Reporting for Pensions. Our opinions are not modified with respect to this matter.

Other Information

The other information, the Utilities Management's Discussion and Analysis, the budgetary comparison information, the Schedule of the Utilities' Proportionate Share of the Net Pension Liability and the Schedule of Utilities Contributions on pages 12 through 18 and 45 through 15 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 February 19, 2016 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, Schrum, McClaflin & Co., Inc.

February 19, 2016

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, 2015. 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.

2015 Financial Highlights

- Indianola Municipal Utilities has ending cash and investment balances totaling $7,343,203 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 decreased by $1,342,631.

- Net cash provided by operating activities was $2,047,610, which decreased by $728,392 compared with the prior year.

- At the end of the current fiscal year, unrestricted and undesignated net assets totaled $9,197,627, which decreased by $1,892,482 over the prior year.

- The utility's total liabilities decreased $677,631 during the current fiscal year. Current liabilities increased by $83,403, primarily from an increase in 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 Assets, a Statement of Revenues, Expenses and Changes in Net Assets, 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.

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 Assets presents information on each utility's assets, liabilities, and equity. Over time, increases or decreases in unrestricted and undesignated net assets 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 Assets 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.

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, 2015**	**2014**
Assets		
Current	$ 11,649,510	12,467,465
Restricted	649,804	1,721,193
Other	112,532	205,133
Capital	44,013,139	44,485,768
Total Assets	56,424,985	58,879,559
Deferred outflows of resources	1,021,742	314,977
Liabilities		
Current	3,118,838	2,908,573
Long Term	7,918,114	8,806,010
Total Liabilities	11,036,952	11,714,583
Deferred inflows of resources	293,366	-
Net Position		
Invested Capital Assets	36,568,947	35,524,758
Restricted	349,835	865,086
Designated	495,937	498,988
Unrestricted & Undesignated	8,701,690	10,591,121
Total Net Position	$ 46,116,409	47,479,953

As shown above, total utility net assets remained relatively stable, decreasing 2.87% or $1,363,544. Invested Capital Assets increased by $1,318,563 as construction projects progressed. The utility also repaid $1,970,279 of indebtedness in FY 2015.

Analysis of Financial Activities - Continued

Net Income	Year ended June 30, 2015	2014
Operating revenues		
Sales of electricity	$ 11,923,821	12,168,779
Electrical capacity contract fees	531,403	532,920
Electrical transmission revenue	500,323	544,971
Sales of water	2,162,818	2,294,079
Fiber communications rental fees	278,512	236,483
Other	163,043	243,185
Total operating revenue	15,559,920	16,020,417
Operating expenses		
Electric utility	12,638,569	11,107,520
Water utility	1,372,897	1,488,732
Fiber communications utility	34,552	61,069
Administrative and general	1,311,433	1,383,717
Transfer to city for Clerk's operations	341,900	316,600
Transfer to city in lieu of property taxes	645,400	609,500
Total operating expenses	16,344,751	14,967,138
Income from operations	(784,831)	1,053,279
Nonoperating revenue (expenses)		
Revenue	474,250	389,139
Expenses	(196,110)	(437,011)
Net Income (Loss)	$ (506,691)	1,005,407

Income from operations decreased by $1,512,098. This was due to a combination of higher cost of power in the electrical utility offset by the lagging cost of power adjustment revenue.

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.

Budgetary Highlights - 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,	
	2015	**2014**
Electric utility		
Revenue bonds	$ 6,941,000	7,960,000
Water utility		
Revenue bonds	545,000	815,000
General Obligation bonds (issued by city)	782,300	937,300
Communications utility	-	-
Total	$ 8,268,300	9,712,300
Internal loan from Electric utility to Water utility	$ 1,256,905	1,783,184

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 and 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.

Economic Factors and Next Year's Budgets and Rates - 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 maintain increased rates 7% on December 1, 2015 and has voted to increase rates an additional 7% on December 1, 2016. These annual rate increase are expected 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, 2015 and 2014

ASSETS	2015	2014
Current assets		
Cash and investments	$ 6,693,399	6,964,641
Accounts receivable - customers	2,727,303	2,799,407
Other accounts receivable	-	20,175
Accrued interest receivable	26,817	34,521
Inventories	2,109,390	2,556,854
Receivable from the City of Indianola within one year	17,601	16,867
Promissory note receivable within one year	75,000	75,000
Total current assets	11,649,510	12,467,465
Restricted assets - cash and investments		
Electric revenue note and interest sinking fund	278,962	163,200
Electric revenue note debt service reserve fund	-	979,000
Electric revenue note improvement fund	-	207,691
Water revenue bond and interest sinking fund	160,842	161,302
Water revenue bond debt service reserve fund	135,000	135,000
Water revenue bond water improvement fund	75,000	75,000
	649,804	1,721,193
Other assets		
Receivable from the City of Indianola after one year	37,532	55,133
Promissory note receivable after one year	75,000	150,000
	112,532	205,133
Capital assets		
Electric utility plant and equipment, net of accumulated depreciation of $24,936,529 (2014 - $25,530,981)	29,925,828	30,162,033
Water utility plant and equipment, net of accumulated depreciation of $11,225,369 (2014 - $10,647,227)	13,995,902	14,214,628
Fiber communications utility plant and equipment, net of accumulated depreciation of $808,301 (2014 - $790,603)	91,409	109,107
	44,013,139	44,485,768
Total assets	$ 56,424,985	58,879,559
DEFERRED OUTFLOWS OF RESOURCES		
Pension related deferred outflows	$ 178,390	-
Deferred charges	300,668	314,977
Deferred outflows on advanced refunding of debt	542,684	-
Total deferred outflows	$ 1,021,742	314,977

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES
Statement of Net Position - Continued
June 30, 2015 and 2014

LIABILITIES		2015	2014
Current liabilities			
Accounts payable	$	1,753,759	1,672,847
Wages and benefits payable		218,558	215,543
Sales tax payable		644	248
Deferred rental fees		6,667	7,369
Accrued interest payable		1,241	1,459
General obligation bonds payable within one year		155,000	155,000
Total current liabilities		2,135,869	2,052,466
Current liabilities payable from restricted assets			
Accrued interest payable		29,969	46,107
Electric revenue capital loan notes and bonds payable within one year		683,000	540,000
Water revenue refunding capital loan notes and bonds payable within one year		270,000	270,000
Current liabilities payable from restricted assets		982,969	856,107
Noncurrent liabilities			
Net pension liability		769,238	-
Electric revenue capital loan notes and bonds payable after one year (including unamortized premium of $0 (2014 - $74,154))		6,258,000	7,494,154
General obligation bonds payable after one year (net of unamortized discount of $12,206 (2014 - $16,452))		615,094	765,848
Water revenue refunding capital loan notes and bonds payable after one year (including of unamortized premium of $782 (2014 - $1,008))		275,782	546,008
Total noncurrent liabilities		7,918,114	8,806,010
Total liabilities	$	11,036,952	11,714,583
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenues			
Pension related deferred inflows	$	293,366	-
NET POSITION			
Net investment in capital assets	$	36,568,947	35,524,758
Restricted for debt service		274,835	582,395
Restricted for electric utility improvements		-	207,691
Restricted for water utility improvements		75,000	75,000
Unrestricted			
Designated for payment of insurance coverage deductibles		16,056	20,827
Designated for economic development revolving loan fund		479,881	478,161
Undesignated		8,701,690	10,591,121
Total unrestricted		9,197,627	11,090,109
Total net position	$	46,116,409	47,479,953

See accompanying notes to financial statements.

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES
Statement of Revenues, Expenses and Changes in Net Position
Years Ended June 30, 2015 and 2014

	2015	2014
Operating revenues		
Sales of electricity	$ 11,923,821	12,168,779
Sales of water	2,162,818	2,294,079
Fiber communications rental fees	278,512	236,483
Capacity contract fees	531,403	532,920
Transmission revenue	500,323	544,971
Other	163,043	243,185
Total operating revenues	15,559,920	16,020,417
Operating expenses		
Electric utility		
Purchased energy	9,642,173	8,254,437
Plant operation and maintenance	332,790	379,986
Distribution operation and maintenance	1,193,649	1,117,741
Transmission operation and maintenance	127,323	11,708
Depreciation and amortization	1,342,634	1,343,648
Water utility		
Plant operation and maintenance	548,082	575,122
Distribution operation and maintenance	246,673	341,238
Depreciation and amortization	578,142	572,372
Fiber communications utility		
Operation and maintenance	16,854	43,371
Depreciation and amortization	17,698	17,698
Administrative and general	1,311,433	1,383,717
Transfer to city for Clerk's operations	341,900	316,600
Transfer to city in lieu of property taxes	645,400	609,500
Total operating expenses	16,344,751	14,967,138
Income (loss) from operations	(784,831)	1,053,279

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES
Statement of Revenues, Expenses and Changes in Net Position - Continued
Years Ended June 30, 2015 and 2014

	2015	2014
Nonoperating revenues (expenses)		
Investment income	141,435	142,487
Connection fees	53,205	56,442
Gain (loss) on sale or transfer of capital assets	(2,482)	(96,829)
Revenue refunding capital loan note issuance costs	(93,519)	-
Other	279,610	190,210
Interest expense	(100,109)	(340,182)
	278,140	(47,872)
Net income (loss)	(506,691)	1,005,407
Capital contributions from customers and developers	101,050	61,875
Capital contributions from water main connection fees	2,832	3,468
Change in net position	(402,809)	1,070,750
Net position, beginning of year, as restated	46,519,218	46,409,203
Net position, end of year	$ 46,116,409	47,479,953

See accompanying notes to financial statements.

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES
Statement of Cash Flows
Years Ended June 30, 2015 and 2014

	2015	2014
Cash flows from operating activities		
Cash received from customers	$ 15,577,650	15,645,096
Cash paid to suppliers	(11,698,666)	(11,031,628)
Cash paid to employees	(2,164,189)	(2,084,118)
Other nonoperating fees and revenues received	332,815	246,652
Net cash provided by operating activities	2,047,610	2,776,002
Cash flows from capital and related financing activities		
Purchases and construction of electric utility plant and equipment	(1,059,676)	(1,984,071)
Purchases and construction of water utility plant and equipment	(309,616)	(439,323)
Proceeds from sale of capital assets	2,014	-
Revenue refunding capital loan note issued	7,241,000	-
Deferred outflows on advanced refunding of debt	(556,481)	-
Payment of revenue refunding capital loan note issuance costs	(93,519)	-
Water main connection fees received	2,832	3,468
General obligation bond principal paid	(155,000)	(154,400)
General obligation bond interest paid	(17,500)	(19,099)
Electric revenue capital loan notes and bonds principal paid	(8,260,000)	(1,040,000)
Electric revenue capital loan notes and bonds interest paid	(147,542)	(307,700)
Water revenue refunding bonds principal paid	(270,000)	(270,000)
Water revenue refunding bonds interest paid	(7,760)	(9,920)
Net cash used by capital and related financing activities	(3,631,248)	(4,221,045)
Cash flows from investing activities		
Principal payment received from the City of Indianola	16,867	20,000
Promissory note principal received	75,000	75,000
Investment income received	149,140	134,644
Net cash provided by investing activities	241,007	229,644
Net increase (decrease) in cash and investments	(1,342,631)	(1,215,399)
Cash and investments, beginning of year	8,685,834	9,901,233
Cash and investments, end of year	$ 7,343,203	8,685,834

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES
Statement of Cash Flows - Continued
Years Ended June 30, 2015 and 2014

	2015	2014
Reconciliation of income (loss) from operations to net cash provided by operating activities		
Income (loss) from operations	$ (784,831)	1,053,279
Adjustments		
Other nonoperating fees and revenues	332,815	246,652
Depreciation and amortization	1,938,474	1,933,718
(Increase) decrease in accounts receivable	92,279	(254,150)
Decrease in inventories	447,464	66,271
Increase (decrease) in accounts, wages and benefits, and sales tax payable	84,323	45,911
Increase in pension related deferred outflows	(65,049)	-
Decrease in deferred charges	14,309	(314,977)
Increase in net pension liability	(304,838)	-
Increase in pension related deferred inflows	293,366	-
Decrease in deferred rental fees	(702)	(702)
Net cash provided by operating activities	$ 2,047,610	2,776,002
Noncash capital and related financing and investing activities		
Developer contributions of electric utility plant and equipment	$ 51,250	61,875
Developer contributions of water utility plant and equipment	49,800	-
Land transferred for receivable from the City of Indianola	-	92,000

See accompanying notes to financial statements.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity - The Indianola Municipal Utilities is a component unit of the City of Indianola, Iowa, as determined by criteria specified by the Governmental Accounting Standards Board. The Utilities are governed by a five member board appointed by the City Council, which exercises oversight responsibility under this criteria.

B. 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. 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.

The Statement of Net Position presents the Utilities' assets and liabilities, with the difference reported as net position. Net position is reported in the following categories.

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

Restricted net position results when constraints placed on net position use are either externally imposed or imposed by law through constitutional provisions or enabling legislation. Enabling legislation did not result in any restricted net position.

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

C. Basis of Accounting - 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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Outflows of Resources, and Net Position - The following accounting policies are followed in preparing the Statement of Net Position:

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.

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.

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

Capital Assets - Capital assets which include property, plant, and equipment, stated at original cost. 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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Outflows of Resources, and Net Position- Continued

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

Pensions – For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Iowa Public Employees' Retirement System (IPERS) and additions to/deductions from IPERS' fiduciary net position have been determined on the same basis as they are reported by IPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

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

Deferred inflows of resources in the Statement of Net Position consist of the unamortized portion of the net difference between projected and actual earnings on pension plan investments.

2. UTILITY PLANT AND EQUIPMENT

The following is a summary of utility plant and equipment in service as of June 30, 2015 and 2014:

	2015	2014
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	34,063,379	34,967,924
Power plant building	2,120,678	2,120,678
Computer equipment	403,968	403,968
Equipment	828,257	751,238
Vehicles	1,479,494	1,482,625
	$ 54,862,357	55,693,014
Water utility		
Land	$ 227,441	227,441
Service territory	328,412	328,412
Buildings and plant	7,681,305	7,595,528
Wells and towers	4,753,807	4,692,597
Mains, hydrants and meters	11,356,025	11,193,276
Machinery and equipment	598,513	598,512
Vehicles	275,768	226,089
	$ 25,221,271	24,861,855
Fiber communications utility		
Distribution and connection systems	$ 899,710	899,710

3. DEFERRED CHARGES

In May 2014 the Board of Trustees determined a cost of energy adjustment would be imposed under the provisions of its electric rate resolution. The initial costs to be recovered are the sum of the purchased energy adjustments assessed from July 2013 through March 2014 by IMU's wholesale electric power supplier under the terms of its power supply contract. The charges are expected to be recovered over a one year period as an additional per kilowatt hour surcharge to all utility customers. Each quarter actual energy costs charged by IMU's wholesale electric power supplier in excess of the base energy costs included in the rate resolution are added to deferred charges and surcharges collected from customers are subtracted from deferred charges to determine the per kilowatt hour surcharge to be imposed until all excess energy costs are recovered.

4. TRANSFER OF LAND

In September 2013 the Board of Trustee transferred management and control of land no longer needed in its water utility operations to the City of Indianola in exchange for $92,000 plus interest, payable in annual installments of $20,000, including interest, through September 2017.

Maturities of the receivable from the City of Indianola as of June 30, 2015 were as follows:

Year ending June 30,	
2016	$ 17,601
2017	18,366
2018	19,166
	$ 55,133

5. PROMISSORY NOTE

The Utility has a promissory note receivable 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.

5. PROMISSORY NOTE-Continued

Promissory note maturities are as follows as of June 30, 2015:

Year ending June 30,		
2016	$	75,000
2017		75,000
	$	150,000

6. REVENUE CAPITAL LOAN NOTES AND BONDS PAYABLE

In March 2015 the Utilities issued $7,241,000 of Electric Revenue Refunding Capital Loan Notes, with interest rate of 2.6%, for a current refunding of a portion of revenue capital loan notes issued June 2010 and revenue bonds issued December 2011. The Utilities refunded the capital loan notes and revenue bonds to reduce its total debt service payments by approximately $1,453,200 and to obtain an economic gain (difference between the present value of the debt service payments on the old and new debt) of approximately $1,261,300.

During the year ended June 30, 2015, the Utilities entered into an escrow agreement whereby the proceeds from the refunding capital loan notes were converted into U.S. Securities. These securities and additional cash were placed in an escrow account for the express purpose of paying the principal and interest on the refunded revenue bonds and notes as they become due. After the principal and interest on all the outstanding bonds and notes have been paid, the remaining funds in the escrow account, together with any interest thereon, shall be returned to the Utilities. The transactions, balances and liabilities of the escrow account are not recorded by the Utilities. The amount of the refunded bonds and notes was considered extinguished and, therefore, excluded from long-term debt was $7,960,000 at June 30, 2105.

The reacquisition price exceeded the net carrying amount of the old debt by $556,481. This amount, the deferred outflows on advanced refunding of debt, is being amortized over the remaining life of the new debt issued, which is equal to the life of the refunded debt.

6. REVENUE CAPITAL LOAN NOTES AND BONDS PAYABLE- Continued

The Utilities have pledged future electric customer receipts, net of specified operating disbursements, to repay $7,241,000 of Electric Revenue Refunding Capital Loan Notes issued in March 2015. Proceeds from the notes refunded $6,490,000 of Electric Revenue Capital Loan Notes issued in June 2010 and $1,470,000 of Electric Revenue Bonds issued in December 2011. The notes are payable solely from electric net revenues, as defined, and are payable through 2025. Annual principal and interest payments on the notes are expected to require less than 100% of net revenues. The total principal and interest remaining to be paid on the notes is $7,889,246. For the current year, principal and interest paid and total net loss were $318,304 and $1,192,962, respectively.

The resolution providing for the issuance of the revenue refunding 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 electric 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 electric system, or to pay or redeem any notes or bonds, and then can be used for any lawful purpose.

Revenue capital loan note and bond debt service requirements are as follows as of June 30, 2015:

Year Ending June 30,	Principal	Interest	Total
2016	$ 683,000	180,466	863,466
2017	700,000	162,708	862,708
2018	718,000	144,508	862,508
2019	737,000	125,840	862,840
2020	756,000	106,678	862,678
2021-2025	3,347,000	228,046	3,575,046
	$ 6,941,000	948,246	7,889,246

6. REVENUE CAPITAL LOAN NOTES AND BONDS PAYABLE- Continued

In December 2011 the Utilities 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 Utilities 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 Utilities 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 net revenues, as defined, 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 $551,848. For the current year, principal and interest paid and total net revenues were $277,760 and $474,244, 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.

6. REVENUE CAPITAL LOAN NOTES AND BONDS PAYABLE- Continued

Revenue refunding bond debt service requirements were as follows as of June 30, 2015:

Year ending June 30,	Principal	Interest	Total
2016	$ 270,000	5,060	300,617
2017	275,000	1,788	298,030
	$ 545,000	6,848	551,848

7. 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.

7. REVENUE CAPITAL LOAN NOTES AND BONDS PAYABLE- Continued

The Municipal Water Utility portion of general obligation bond debt service requirements are as follows as of June 30, 2015:

Year ending June 30,	Principal	Interest	Total
2016	$ 155,000	14,900	169,900
2017	145,800	12,300	158,100
2018	146,600	9,800	156,400
2019	47,300	6,700	54,000
2020	48,000	6,000	54,000
2021-2025	239,600	15,700	255,300
	$ 782,300	65,400	847,700

8. 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, 2015 and 2014. Accrued sick leave benefits as of June 30, 2015 of approximately $283,048 (2014 - $333,727) are payable only when used and have not been accrued.

9. PENSION PLAN

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

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

9. PENSION PLAN - Continued

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

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

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

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

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

9. PENSION PLAN - Continued

Contributions - Effective July 1, 2012, as a result of a 2010 law change, the contribution rates are established by IPERS following the annual actuarial valuation, which applies IPERS' Contribution Rate Funding Policy and Actuarial Amortization Method. Statute limits the amount rates can increase or decrease each year to 1 percentage point. IPERS Contribution Rate Funding Policy requires that the actuarial contribution rate be determined using the "entry age normal" actuarial cost method and the actuarial assumptions and methods approved by the IPERS Investment Board. The actuarial contribution rate covers normal cost plus the unfunded actuarial liability payment based on a 30-year amortization period. The payment to amortize the unfunded actuarial liability is determined as a level percentage of payroll, based on the Actuarial Amortization Method adopted by the Investment Board.

In fiscal year 2015, pursuant to the required rate, Regular members contributed 5.95 percent of pay and the Utilities contributed 8.93 percent for a total rate of 14.88 percent.

The City's contributions to IPERS for the year ended June 30, 2015 were $134,100.

Collective Net Pension Liabilities, Collective Pension Expense, and Collective Deferred Outflows of Resources and Collective Deferred Inflows of Resources Related to Pensions – At June 30, 2015, the Utilities' liability for its proportionate share of the collective net pension liability totaled $769,238. The collective net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the collective net pension liability was determined by an actuarial valuation as of that date. The Utilities' proportion of the collective net pension liability was based on the Utilities' share of contributions to the pension plan relative to the contributions of all IPERS participating employers. At June 30, 2014, the Utilities' proportion was .0193963 percent, which was an increase of .0006896 from its proportion measured as of June 30, 2013.

For the year ended June 30, 2015, the Utilities recognized pension expense of $57,951. At June 30, 2015, the Utilities reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

9. PENSION PLAN - Continued

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 8,360	-
Changes of assumptions	33,948	-
Deferred outflows of resources from proportion change	1,609	-
Net difference between projected and actual earnings on pension plan investments	-	293,366
Utilities' contributions subsequent to the measurement date	134,473	-
Total	$ 178,390	293,366

$134,473 reported as deferred outflows of resources related to pensions resulting from the Utilities contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30,	
2016	$ (63,081)
2017	(63,081)
2018	(63,080)
2019	(63,080)
2020	2,873
	$ (249,449)

There were no non-employer contributing entities at IPERS.

9. PENSION PLAN - Continued

Actuarial Assumptions - The total pension liability in the June 30, 2014 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Rate of inflation (effective June 30, 2014)	3.00 percent per annum
Rates of salary increase (effective June 30, 2010)	4.00 to 17.00 percent, average, including inflation. Rates vary by membership group.
Long-term investment rate of return (effective June 30, 1996)	7.50 percent, compounded annually, net of investment expense, including inflation

The actuarial assumptions used in the June 30, 1014 valuation were based on the results of actuarial experience studies with dates corresponding to those listed above.

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

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Asset Allocation	Long-Term Expected Real Rate of Return
US Equity	23%	6.31
Non US Equity	15	6.76
Private Equity	13	11.34
Real Estate	8	3.52
Core Plus Fixed Income	28	2.06
Credit Opportunities	5	3.67
TIPS	5	1.92
Other Real Assets	2	6.27
Cash	1	(0.69)
Total	100%	

9. PENSION PLAN - Continued

Discount Rate - The discount rate used to measure the total pension liability was 7.5 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the contractually required rate and that contributions from the Utilities will be made at contractually required rates, actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Utilities' Proportionate Share of the Net Pension Liability to Changes in the Discount Rate - The following presents the Utilities' proportionate share of the net pension liability calculated using the discount rate of 7.5 percent, as well as what the Utilities' proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.5 percent) or 1-percentage-point higher (8.5 percent) than the current rate.

	1% Decrease (6.5%)	Discount Rate (7.5%)	1% Increase (8.5%)
Utilities' proportionate share of the net pension liability	$1,453,453	$769,238	$ 191,689

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

10. 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 727 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.

10. RISK MANAGEMENT - Continued

Each member's annual casualty contributions to the Pool fund current operations and provide capital. Annual casualty 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 estimated for the fiscal 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 basis rate.

The Pool also provides property coverage. Members who elect such coverage make annual property operating contributions which are necessary to fund, on a cash basis, the Pool's general and administrative expenses, reinsurance premiums, losses and loss expenses for property risks estimated for the fiscal 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, 2015 were $78,569 (2014 - $123,969).

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 through reinsurance and excess risk-sharing agreements up to the amount of risk-sharing protection provided by the City's risk-sharing certificate. Property and automobile physical damage risks are retained by the Pool up to $250,000 each occurrence, each location. Property risks exceeding $250,000 are reinsured through reinsurance and excess risk-sharing agreements up to the amount of risk-sharing protection provided by the City's risk-sharing certificate.

The Pool's intergovernmental contract with its members provides that in the event a casualty claim, property loss or series of claims or losses exceeds the amount of risk-sharing protection provided by the member's risk-sharing certificate, or in the event that a casualty claim, property loss or series of claims or losses exhausts the Pool's funds and any excess risk-sharing recoveries, then payment of such claims shall be the obligation of the respective individual member against whom the claim was made or the loss was incurred.

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, 2015, no liability has been recorded in the Utilities financial statements. As of June 30, 2015, settled claims have not exceeded the risk pool or reinsurance company coverage since the Pool's inception.

10. 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 casualty 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. Upon withdrawal, a formula set forth in the Pool's intergovernmental contract with its members is applied to determine the amount (if any) to be refunded to the refunded to the withdrawing member.

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, 2015 and has authorized the Association to issue general obligation bonds to provide funds with which to pay claims. During the year ended June 30, 2015, Indianola Municipal Utilities paid workers' compensation insurance premiums of $36,561 (2014 - $31,312) to the Association.

11. 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.

11. JOINTLY GOVERNED ORGANIZATIONS - Continued

IMU's pro-rata share of net at-risk annual costs borne by Schedule M participants is approximately 9.5% in 2014 (2013 – 9.3%), 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.

12. COMMITMENTS

The Indianola Municipal Utilities have entered into contracts for transmission line relocation, electric underground conversion, a water main improvement project and other projects totaling approximately $2,160,000. The remaining commitment on these contracts at June 30, 2015 is approximately $430,700.

13. ACCOUNTING CHANGE/RESTATEMENT

Governmental Accounting Standards Board Statement No. 68, Accounting and Financial Reporting for Pensions – an Amendment of GASB No. 27 was implemented during fiscal year 2015. The revised requirements establish new financial reporting requirements for state and local governments which provide their employees with pension benefits, including additional note disclosures and required supplementary information. In addition, GASB No. 68 requires a state or local government employer to recognize a net pension liability and changes in the net pension liability, deferred outflows of resources and deferred inflows of resources which arise from other types of events related to pensions. During the transition year, as permitted, beginning balances for deferred outflows of resources and deferred inflows of resources will not be reported, except for deferred outflows of resources related to contributions made after the

13. ACCOUNTING CHANGE/RESTATEMENT - Continued

measurement date of the beginning net pension liability which is required to be reported by Governmental Accounting Standards Board Statement No. 71, Pension Transition for Contributions Made Subsequent to the Measurement Date. Beginning net position for governmental activities was restated to retroactively report the beginning net pension liability and deferred outflows of resources related to contributions made after the measurement date, as follows:

		Net Position
Net position June 30, 2014, as previously reported	$	47,479,953
Net pension liability at June 30, 2014		(1,074,074)
Change outflows of resources related contributions made after the June 30, 2013 measurement date		113,339
Net position July 1, 2014, as restated	$	46,519,218

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES
Budgetary Comparison Schedule of Receipts, Disbursements
And Changes in Balances – Budget and Actual (Cash Basis)
Required Supplementary Information
Year Ended June 30, 2015

	Actual	Budget Amounts Original	Budget Amounts Final	Final to Actual Variance
Receipts				
Use of money and property	$ 187,872	486,100	472,000	(284,128)
Intergovernmental	-	20,000	20,000	(20,000)
Charges for service	16,280,561	15,723,200	15,550,200	730,361
Special assessments	2,832	-	-	2,832
Miscellaneous	2,091,667	494,100	2,929,300	(837,633)
Total receipts	18,562,932	16,723,400	18,971,500	(408,568)
Disbursements				
Business type activities	18,759,535	15,475,950	19,493,250	733,715
Excess of receipts over (under) disbursements	(196,603)	1,247,450	(521,750)	325,147
Other financing sources (uses)				
Proceeds of debt	-	-	-	-
Sale of capital assets	20,000	-	-	20,000
Operating transfers in (out)	(1,166,028)	(1,219,100)	(1,219,100)	53,072
Total other financing sources (uses)	(1,146,028)	(1,219,100)	(1,219,100)	73,072
Excess of receipts and other financing sources over (under) disbursements and other financing uses	(1,342,631)	28,350	(1,740,850)	398,219
Balances, beginning of year	8,685,834	8,685,834	8,685,834	-
Balances, end of year	$ 7,343,203	8,714,184	6,944,984	398,219

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES
Notes to Required Supplementary Information –
Budgetary Reporting
Year Ended June 30, 2015

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 classes of disbursements known as functions not by fund. The Utilities' disbursements are budgeted in the business type activities function. During the year, two budget amendments increased budgeted disbursements by $4,017,300. The budget amendments are reflected in the final budgeted amounts.

During the year ended June 30, 2015, disbursements did not exceed the amount budgeted.

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES

Schedule of the Utilities' Proportionate Share of the Net Pension Liability

Last Fiscal Year*

Required Supplementary Information

Iowa Public Employees' Retirement System	2015
Utilities' proportion of the net pension liability	0.0193963%
Utilities' proportionate share of the net pension liability	$ 769,238
Utilities' covered-employee payroll	$ 1,501,680
Utilities' proportionate share of the net pension liability as a percentage of its covered-employee payroll	51.23%
Plan fiduciary net position as a percentage of the total pension liability	87.61%

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

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES

Schedule of Utilities Contributions

Last 10 Fiscal Years

Required Supplementary Information

Iowa Public Employees' Retirement System

	2015	2014	2013	2012
Statutorily required contribution	$ 134,100	131,492	124,568	111,898
Contributions in relation to the statutorily required contribution	(134,100)	(131,492)	(124,568)	(111,898)
Contribution deficiency (excess)	$ -	-	-	-
City's covered-employee payroll	$1,501,680	1,472,475	1,436,770	1,386,592
Contributions as a percentage of covered-employee payroll	8.93%	8.93%	8.67%	8.07%

2011	2010	2009	2008	2007	2006
93,113	84,649	77,736	69,948	62,106	64,462
(93,113)	(84,649)	(77,736)	(69,948)	(62,106)	(64,462)
-	-	-	-	-	-
1,339,755	1,272,917	1,224,189	1,156,165	1,080,104	1,121,078
6.95%	6.65%	6.35%	6.05%	5.75%	5.75%

Notes to Required Supplementary Information –
Pension Liability

Year Ended June 30, 2015

Iowa Public Employees' Retirement System

Changes of benefit terms:

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

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

Benefit provisions for sheriffs and deputies were changed in the 2004 legislative session. The eligibility for unreduced retirement benefits was lowered from age 55 by one year each July 1 (beginning in 2004) until it reached age 50 on July 1, 2008. The years of service requirement remained at 22 or more. Their contribution rates were also changed to be shared 50-50 by the employee and employer, instead of the previous 40-60 split.

Changes of assumptions:

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

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

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

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

Notes to Required Supplementary Information –
Pension Liability

Year Ended June 30, 2015

The 2007 valuation adjusted the application of the entry age normal cost method to better match projected contributions to the projected salary stream in the future years. It also included in the calculation of the UAL amortization payments the one-year lag between the valuation date and the effective date of the annual actuarial contribution rate.

The 2006 valuation implemented the following refinements as a result of a quadrennial experience study:

- Adjusted salary increase assumptions to service based assumptions.
- Decreased the assumed interest rate credited on employee contributions from 4.25 percent to 4.00 percent.
- Lowered the inflation assumption from 3.50 percent to 3.25 percent.
- Lowered disability rates for sheriffs and deputies and protection occupation members.

Shull, Schrum, McClaflin & Co., Inc.
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, 2015, and the related Notes to Financial Statements, and have issued our report thereon dated February 19, 2016.

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.

1111 North Jefferson
Indianola, Iowa 50125
515-961-2571 • Fax 515-961-4253

133 W. Washington
Osceola, Iowa 50213
641-342-2611 • Fax 641-342-2746

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, 2015 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, Schrum, McClaflin & Co., Inc.

February 19, 2016

CITY OF INDIANOLA, IOWA
INDIANOLA MUNICIPAL UTILITIES
Schedule of Findings

Year ended June 30, 2015

Part I: Findings Related to the Financial Statements:

None

Part II: Other Findings Related to Required Statutory Reporting:

II-A-15 Certified Budget - Disbursements during the year ended June 30, 2015, did not exceed the amounts budgeted.

II-B-15 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-15 Travel Expense - No expenditures of Utilities money for travel expenses of spouses of Utilities officials or employees were noted.

II-D-15 Business Transactions – No business transactions between the Indianola Municipal Utilities officials or employees were noted.

II-E-15 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-15 Trustee Minutes - No transactions were found that we believe should have been approved in the Trustee minutes but were not.

II-G-15 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-15 Revenue Bonds and Notes –The requirements of the electric revenue bonds and notes resolutions were met during the year ended June 30, 2015.

II-I-15 Telecommunications Services –No instances of non-compliance with Chapter 388.10 of the Code of Iowa were noted.

City Council Regular 2nd Mtg **6. C.**

Meeting Date: 03/21/2016

Information

Subject

WCEDC Report - Executive Director Hollie Askey

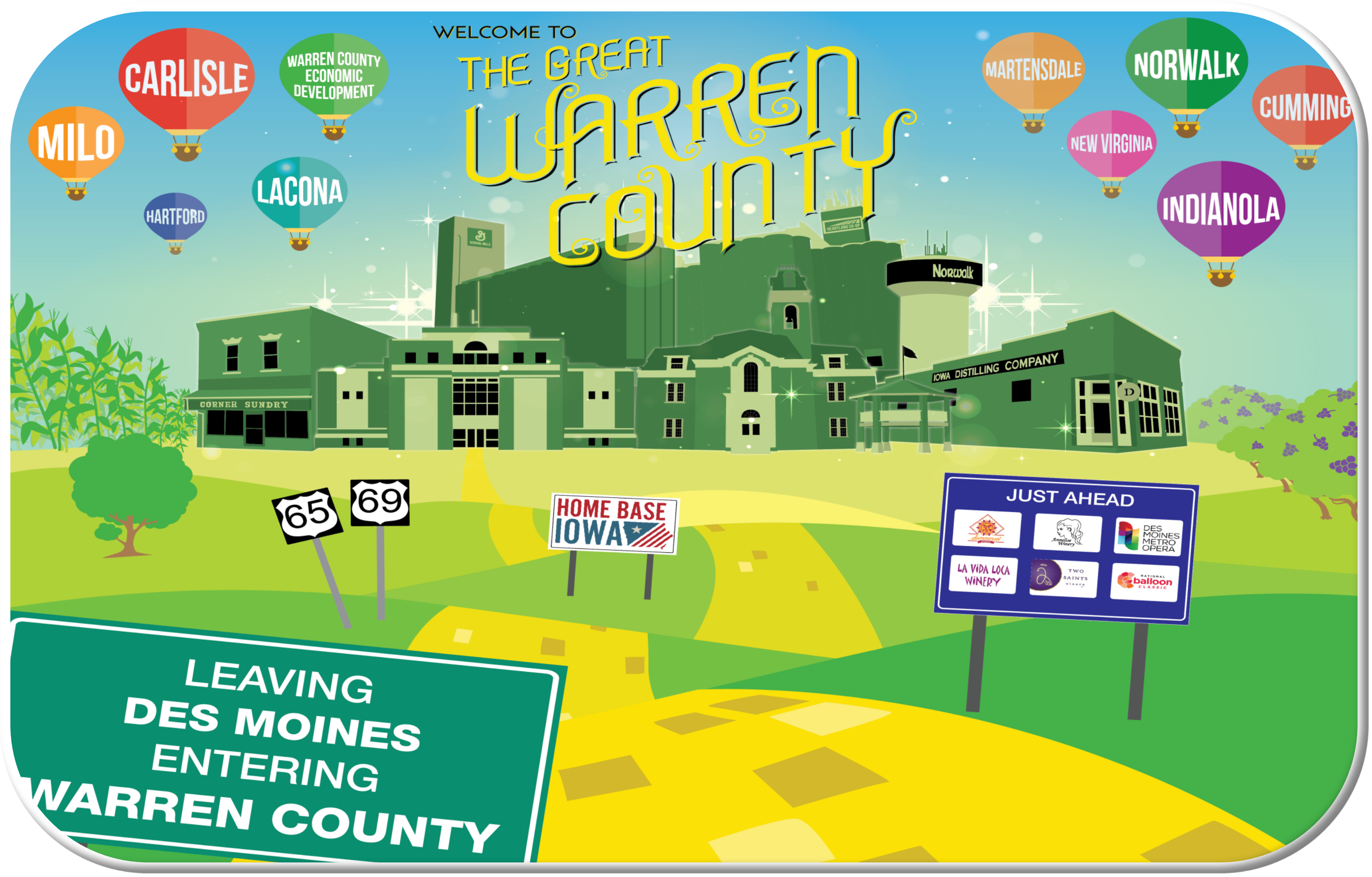
Information

Executive Director Hollie Askey will present the WCEDC report (packet).

Attachments

WCEDC Report

WCEDC– Indianola
Economic Development Update
March 21, 2016



CITY OF INDIANOLA EST. 1849

GROWARRENOW
WARREN COUNTY ECONOMIC DEVELOPMENT CORP.

WCEDC-Indianola Council Update Outline- 3/21/16

I. **Summary of WCEDC Goals in Partnership with the City**

II. **WCEDC Monetary Contributions**

   A. Monies contributed to Indianola initiatives by WCEDC

   B. Available Funds through WCEDC

III. **Current Indianola-WCEDC Projects**

IV. **Completed/Recent Indianola-WCEDC Projects**

V. **Current and Upcoming Events /Classes in Indianola**

VI. **Marketing and Media Coverage of Indianola**

VII. **Indianola Research and Reports Provided by WCEDC**

VIII. **Indianola Google Maps Project**

IX. **Q&A**

***Full packet to be provided to Council at meeting. Additional attachments as requested by Council included.**

INDIANOLA IOWA

CITY OF INDIANOLA EST. 1849

FACT SHEET

Population: 15,305
Source: US Census Fact Finder 2014 estimates

Median Household Income: $52,779
Source: US Census Fact Finder 2014 estimates

Median Age: 33.4
Source: US Census Fact Finder 2014 estimates

Potential Labor Force Total: 323,694
Source: Iowa Workforce Development Indianola Laborshed 2014

Traffic counts

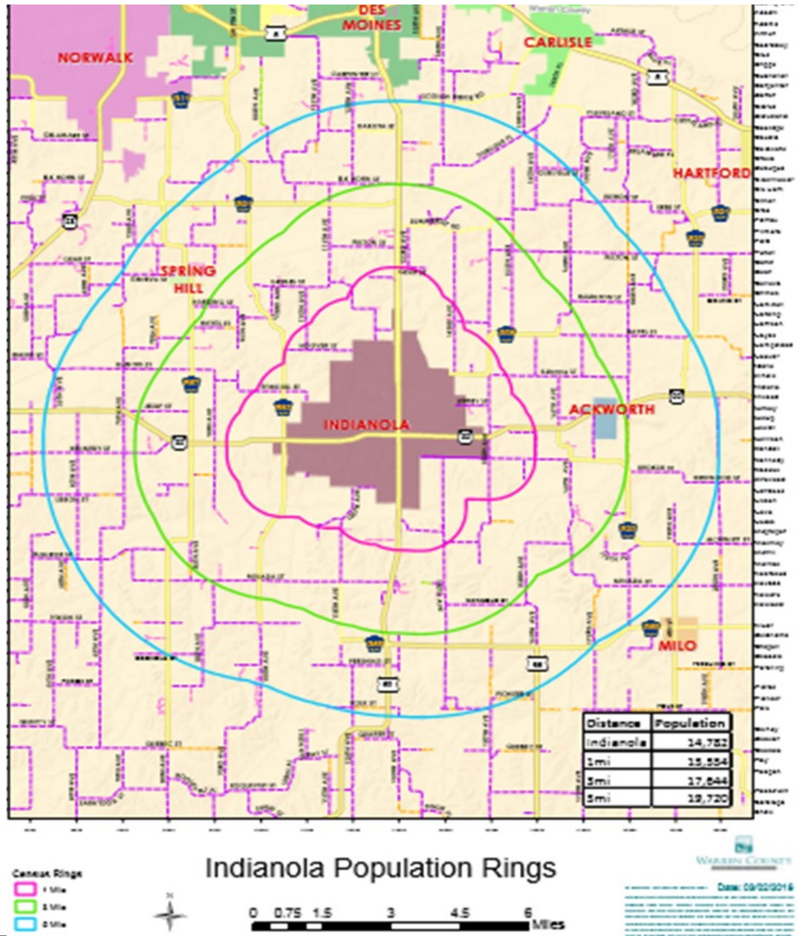
Daily traffic counts as high as 21,400 along the Highway 65/69 and 12,600 along Highway 92 (as of 2012).
Source: Iowa DOT Traffic Counts 2012

Abatement policy

Each project is considered on a case by case basis. If minimum requirements are met, a 4 year sliding scale tax abatement schedule would be as follows:
1st Year - 80%
2nd Year - 60%
3rd Year - 40%
4th Year - 20%

New build & architectural/façade standards

Indianola requires 100% stone or brick façade on walls facing Hwy 65/69 and Hwy 92. Adjoining walls are required to have a minimum of 30% stone or brick.



Warren County

Important features about locating in Warren County:

- Development sites located outside of floodplain areas
- Less than 20 minutes from the Des Moines International Airport and downtown Des Moines
- Financial assistance with tax abatement, Tax Increment Financing, and USDA Rural Development
- Builders committed to expedited construction process
- Traffic counts as high as 24,100 cars per day according to 2012 DOT data

WARREN COUNTY
COMMUNITIES OF CHOICE

Population: 47,956
Source: US Census Fact Finder 2014 estimates

Median Income: $62,535
Source: US Census Fact Finder 2014 estimates

Median Age: 38.3
Source: US Census Fact Finder 2014 estimates

Potential Labor Force: 323,694
Source: Iowa Workforce Development Laborshed 2014

GROW WARREN NOW
WARREN COUNTY ECONOMIC DEVELOPMENT CORP.

Prepared by:
Warren County Economic Development Corp.
111 N. Buxton Street - Indianola, IA 50125 | (515) 961-1067 | www.wcedc.com


Warren County

WARREN COUNTY
- IOWA -

#3 Wealthiest county in Iowa

$4M+ leveraged for local businesses & communities by WCEDC since 2013

303 Warren County Companies have annual sales of **$1,000,000+**

1 of 4 counties with median income of over **$60,000**

$1.5M+ in grants & incentives have been given to local companies by WCEDC & Warren County since 2013

Warren County offers the highest **CASH** incentive package to Home Base Iowa Veterans

Warren County: **Highest** average **$** value per acre in South Central Iowa

Norwalk - **#1** best affordable suburb in Iowa *by Businessweek*

Indianola - **97%** High School Graduation Rate

Carlisle - **#1** Best financial incentives for new business & residential since 2013

Warren County Economic Development Corp.
www.wcedc.com

Welcome Package for Veterans Relocating to

Warren County

Veterans, Welcome to Warren County!

Welcome to Warren County

In addition to having high quality of life standards and easy access to highways and interstates, our communities are just minutes from the Des Moines metro. This locational advantage gives Warren County residents the best of both worlds by providing short commutes, virtually no crime, fantastic schools, and affordable housing. In order to make your transition to Warren County even more rewarding, we have identified a few incentives that might be of interest to you. The following offers are preliminary and will continue to be revised and improved in the near future.

Home Base Iowa

Warren County is ecstatic to announce their partnership with Home Base Iowa and the State of Iowa to assist veterans in returning home and transitioning a civilian life. Warren County has partnered with Home Base Iowa in order to better assist our veterans and provide comprehensive resources to fit their needs. Home Base Iowa helps veterans pursue positions in Iowa companies, continue their service through the National Guard and/or Reserves, and continue their education. Warren County lauds our nation's veterans and welcomes them to our community.

Warren County, Iowa Veterans Welcome Package

Warren County

Warren County is offering a welcome package for veterans moving to, or currently living in Warren County. The County will provide $1,000 to up to ten veterans per year who purchase their first home in Warren County, Iowa.

WARREN COUNTY
Veterans Welcome Package
INCENTIVES

City of Indianola

The first ten veterans who purchase a home as their primary residence in Indianola will receive a $1,500 incentive for doing so.

City of Milo

The first ten veterans who purchase a home as their primary residence in Milo will receive a $500 incentive for doing so.

City of Norwalk

Norwalk new home incentive: Abatement of 1/3 of the value of the home, up to $75,000, for 5 years.

City of Carlisle

Five year one hundred percent tax abatement for new construction houses.

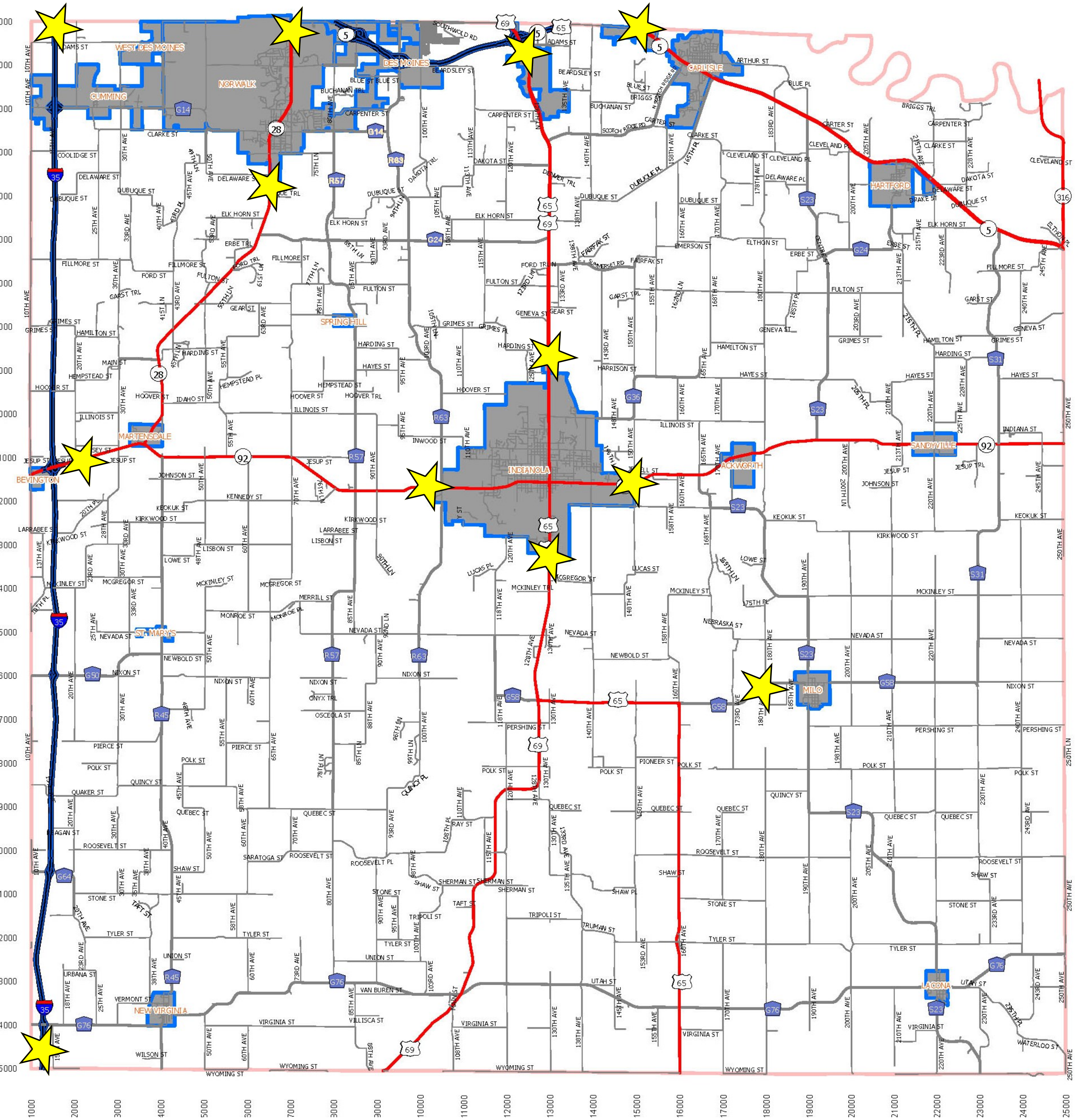
Warren County Economic Development

WCEDC will be offering a $1000 incentive to any veteran who opens a new business, or any existing veteran owned business that is expanding. The funds will be available to the first ten veterans per year.

Home Base Iowa Participating Businesses

- Alliant Energy
- Capital City Fruit
- Casey's General Stores
- Cemen Tech
- City of Carlisle
- City of Cumming
- City of Indianola
- City of Milo
- City of Norwalk
- City State Bank
  (Albrecht Financial Services)
- City State Bank (Indianola)
- Des Moines Truck Brokers
- Downey Construction
- Exit Realty
- Fareway, Inc.
- General Mills
- Good Samaritan Society
- Great Western Bank- Carlisle
- Heartland Co-op
- Hy-Vee Indianola
- I-35 Schools
- Indianola School District
- James Oil
- Marketlink
- Mercy Clinics
- MidAmerican Energy
- Peoples Company
- Quality Plumbing
- SE Warren School District
- Simpson College
- The Village Care Center
- Vintage Hills
- Walmart
- Alamo

The following map displays the locations of the Home Base Iowa signs



WEST DES MOINES
DES MOINES
NORWALK
CUMMING
CARLISLE
HARTFORD
SPRING HILL
MARTENSDALE
BEVINGTON
INDIANOLA
ACKWORTH
SANDYVILLE
ST. MARYS
MILO
LACONA
NEW VIRGINIA
1000
2000
3000
4000
5000
6000
7000
8000
9000
10000
11000
12000
13000
14000
15000
16000
17000
18000
19000
20000
21000
22000
23000
24000
25000

WARREN COUNTY
BUSINESS WORKSHOP
CALENDAR

Start-Up Business Workshop

How to *Get the Most Help for Your New Business*

Tuesday, March 29th, 2016 | 6:00-8:00pm
Warren County Economic Development Conference Room
111 N. Buxton Street – Indianola, IA 50125

A workshop for start-up businesses that deals with finding funding & business resources as well as communicating effectively to get what you need.

Existing Business Workshop

How to *Get the Most out of Your Customers*

Tuesday, April 19th, 2016 | 6:00-8:00pm
Warren County Economic Development Conference Room
111 N. Buxton Street – Indianola, IA 50125

A workshop for small businesses that provides insight from your customer's perspective on how to attract them and keep them coming back for more.

Free SBDC Appointments offered in Indianola

Warren County Economic Development has partnered with the Small Business Development Center (SBDC) to offer free one-on-one appointments with SBDC business advisors on the 2nd Thursday of Each Month in Indianola. Scheduling appointments now for the following upcoming advisor days: March 10th, April 14th and May 12th

To schedule a time to meet with an SBDC advisor or to sign up for a business workshop contact Rachel Gocken at rgocken@wcedc.com or 515-961-1067

For more information visit
www.wcedc.com

Warren County Economic Development Corp.
111 N. Buxton St. - Indianola, IA 50125 | 515-961-1067

WARREN COUNTY
BUSINESS WORKSHOP
CALENDAR

Start-Up Business Workshop

How to Get the Most Help for Your New Business

Tuesday, March 29th, 2016 | 6:00-8:00pm
Warren County Economic Development Conference Room
111 N. Buxton Street – Indianola, IA 50125

A workshop for start-up businesses that deals with finding funding & business resources as well as communicating effectively to get what you need.

Existing Business Workshop

How to Get the Most out of Your Customers

Tuesday, April 19th, 2016 | 6:00-8:00pm
Warren County Economic Development Conference Room
111 N. Buxton Street – Indianola, IA 50125

A workshop for small businesses that provides insight from your customer's perspective on how to attract them and keep them coming back for more.

Free SBDC Appointments offered in Indianola

Warren County Economic Development has partnered with the Small Business Development Center (SBDC) to offer free one-on-one appointments with SBDC business advisors on the 2nd Thursday of Each Month in Indianola. Scheduling appointments now for the following upcoming advisor days: March 10th, April 14th and May 12th

To schedule a time to meet with an SBDC advisor or to sign up for a business workshop contact Rachel Gocken at rgocken@wcedc.com or 515-961-1067

For more information visit
www.wcedc.com

Warren County Economic Development Corp.
111 N. Buxton St. - Indianola, IA 50125 | 515-961-1067

City Council Regular 2nd Mtg **6. D.**

Meeting Date: 03/21/2016

Information

Subject

Police Department Annual Report - Dave Button

Information

Police Chief Button will present the police department's annual report.

City Council Regular 2nd Mtg **6. F.**

Meeting Date: 03/21/2016

Information

Subject

Metro Advisory - Mayor Shaw and Shirley Clark

Information

In your packet is Tax Increment Finance information Shirley received from the Metro Advisory meeting.

Attachments

TIF Report

TIF Fact Sheet

Snapshot of Tax Increment Finance

Iowa League of Cities

2015

(Revised in August 2014 with FY13 data, unless otherwise indicated)

Tax Increment Finance (TIF)

is an important and flexible tool used to help augment urban renewal efforts in Iowa communities. Its use promotes not only economic development growth but also addresses slum and blight.

In 2012, new reporting procedures were adopted by the Iowa Legislature. Data from this reporting has generated useful information about local government TIF use. The League created this report for our membership to help educate and share analysis from the available 2012 and 2013 data.

- *Appendix A highlights a handful of TIF projects and their successes.*

Quick Stats: TIF in Cities

347 of 946 cities in Iowa use TIF. There are 851 active urban renewal areas and 3,170 TIF districts among all local governments. Of these, 58 percent had a statutory end date reported. 516 had a slum or blight designation.

TIF increment (not discounting for increment returned) accounts for 6.4 percent of total taxable property valuation. 9.2 percent of city taxable property valuation is derived from TIF sources.

54 percent of TIF increment is returned to all tax authorities. This equates to about $10B in valuation, or roughly $380M in unused increment.

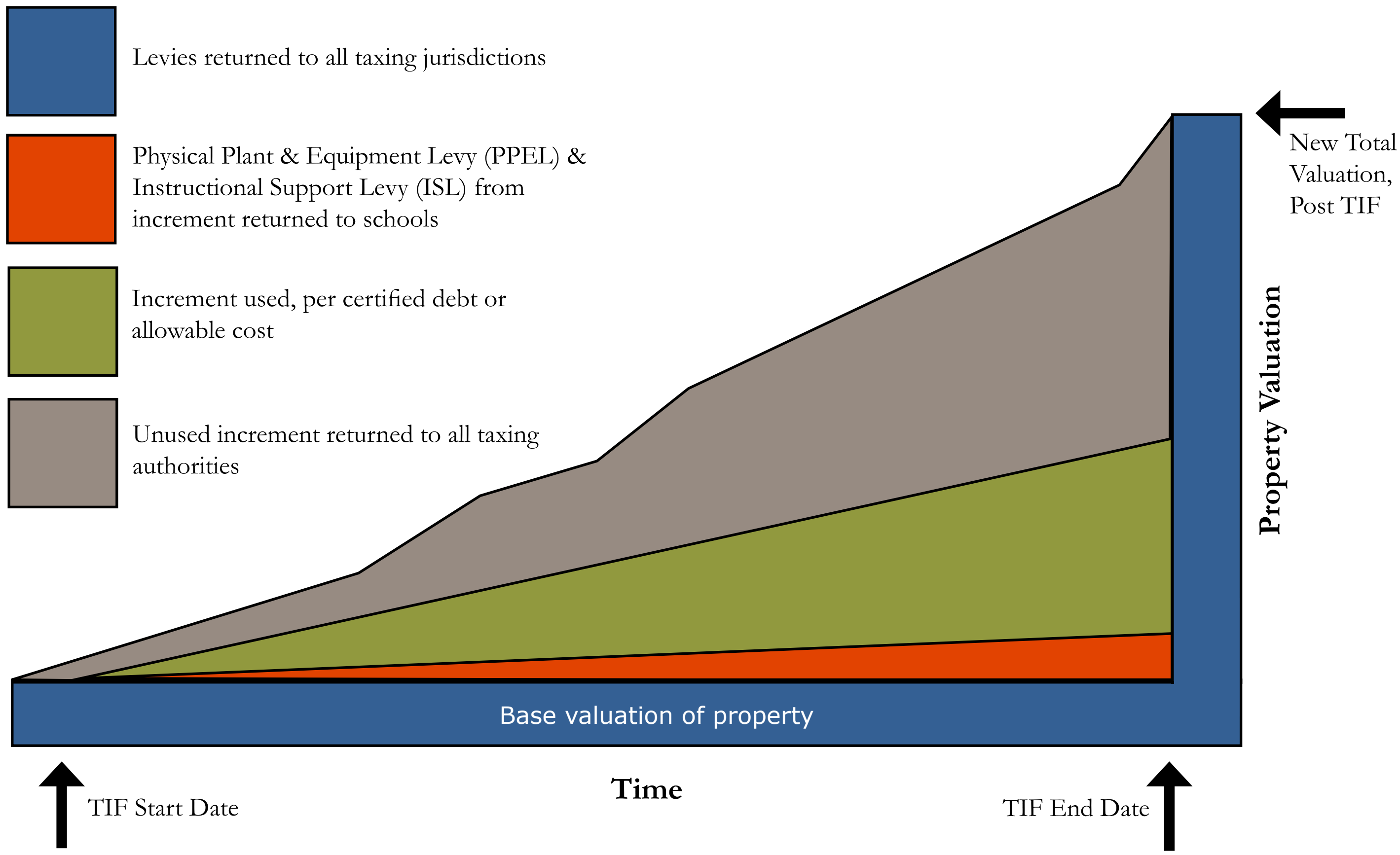
TIF Mechanics in Brief

Tax increment finance (TIF) is a method to promote urban renewal efforts in an area by directing the property tax revenues generated from property value increases within a designated TIF district to finance the costs of improvements made in the district.

In Iowa, local government authorities, including cities, counties and community colleges may establish TIF districts. Although the terms urban renewal areas and TIF are often used interchangeably, TIF districts are established within approved urban renewal area. As such, urban renewal areas often contain a larger geographic area than the TIF district that is established; urban renewal areas (URA) can contain more than one TIF district.

When a TIF district is created, a "base" valuation of the property value is established. The base valuation accounts for assessed values prior to the TIF designation. The tax revenue from this base value remains with all taxing authorities. Increases in the assessed value over time over and above the base are called the "increment." The TIF authority may access the tax revenue generated by the increment, or may choose to release some or all of this revenue back to the traditional taxing authorities. In fact, in fiscal year 2012, around 54 percent of total TIF increment was released. A city may not use more of the TIF increment than is tied to certified debt and other allowable costs according to *Code of Iowa* 403.19. Debt levies, the school Physical Plant and Equipment Levy (PPEL), and beginning in fiscal year 2014, the Instructional Support Levy (ISL) are not included in the division of revenue.

Once a TIF area is designated a TIF authority may amend the geographic area of the TIF. An urban renewal area may have TIF districts with different designations, or even more than one designation per district. However, once designated, it cannot be re-determined through the duration of the district. Those districts designated for economic development purposes only are subject to 20 years' duration as of 1995. When an URA expires the base and the increment are released to all taxing authorities. Although TIF districts established for slum and blight or both slum and blight and economic development are not limited to the 20 year timeframe, some choose to voluntarily expire these districts.



Perception: The use of TIF by cities decreases county and school revenues.

Reality: Counties and schools continue to receive tax revenues calculated on the base value of the TIF property. When a TIF district expires, all incremental growth also benefits all traditional taxing authorities. The school PPEL and ISL levies are excluded from TIF increment. Unused TIF increment is also released to all taxing authorities, including school districts. Schools receive the same amount per the state school aid formula.

What is the Notification Process for a City to Designate an Urban Renewal Area (URA)?

Cities must have a city comprehensive planning and zoning plan in place prior to establishing an URA and must review it to be certain that an urban renewal plan will fit with its existing city plan. The local planning and zoning commission will review its conformity. Then the city may proceed with its hearing on the proposed urban renewal plan. Prior to formal approval, the city must provide notice and consultation with the other affecting taxing entities. If the project includes a potential public building, additional analysis is now required to be submitted of the alternative development options and funding and why they would be less feasible than the proposed urban renewal plan or project. Cities must also hold a public hearing on its urban renewal plan after proper newspaper notification has been made. Although there are several financing alternatives related to TIF, those TIF projects financed with general obligation bonds are typically subject to reverse referendum.

As also noted, on the next page, in the “TIF Timeline,” TIF authorities are also required to submit an annual TIF Report to the Iowa Department of Management (DOM) by December 1 of each year. It is imperative that cities comply with this requirement, because city budgets cannot be certified until this report is received and approved by DOM. The fiscal year 2012 and 2013 annual urban renewal reports are available on the DOM Web site: https://solr.legis.iowa.gov/tif/public. Municipalities have also noted that the reporting lacks an opportunity to sufficiently input information to characterize measurable outcomes and benefits of TIF in their communities. As of 2012, only 140 characters are allotted to help characterize slum and blight revitalizations, affordable housing development, economic development, job creation, growth and tax base expansion, and public improvement.

Legislative Timeline

Urban renewal laws were first passed in 1969; several modifications and expansions from the Iowa Legislature have taken place since that time. A timeline of related legislative actions and the historic use of TIF is below, followed by more detail for the various TIF designation and legislative intent.

1957
Legislature authorized urban renewal *(SF184)*

1969
TIF was authorized under urban renewal law *(HF562)*

1985
TIF law was expanded in 1985 to include allowable economic development purposes.

1995
Urban renewal areas designated as economic development areas are limited to 20 years' duration, if not also designated as slum or blight. Those URAs designated prior to 1995 are not limited in duration.

1999
Legislature required annual reporting about TIF activity annually, including information on each TIF area and its projects *(HF776)*.

2003
The 1999 TIF reporting requirements were removed and instead required a semi-annual report on outstanding TIF obligations, to begin in 2003.

2006
HF2777 required more detailed reporting and accounting of TIF revenue and expenditure, to be included in the annual budget process, replacing the 1999 and 2003 reporting requirements.

2012
HF2460 replaced the 2006 requirement, with a more detailed reporting process due December 1 of each year. Cities and counties must submit a compliant report to the State prior to annual budget certification.

Policy Goals & TIF Designations

Code Section 403.2 provides the Declaration of Policy for TIF. Under this Declaration of Policy the purpose of TIF related to slum and blight as well as economic development areas are specifically addressed. Some projects can address both slum and blight, and economic development related issues.

The following definitions are offered for each type, followed by a breakdown by TIF designation.

Slum and Blight

The stated purpose, according to *Code* Section 403.2, for slum and blight projects is to address issues related to:

- the safety, health, and welfare of an area
- areas experiencing impaired growth
- housing challenges
- rapid spread of disease
- increasing criminal activity
- increased economic and social liability resulting in onerous municipal burdens, to include diminishing tax base and municipal revenues
- traffic problems or hazards
- juvenile delinquency
- consuming excessive state revenues due to public safety concerns

Slum area: URA is designed to eliminate conditions that meet the *Code* definition of slum.

> *"Slum area" shall mean an area in which there is a predominance of buildings or improvements, whether residential or nonresidential, which: by reason of dilapidation, deterioration, age or obsolescence; by reason of inadequate provision for ventilation, light, air, sanitation, or open spaces; by reason of high density of population and overcrowding; by reason of the existence of conditions which endanger life or property by fire and other causes; or which by any combination of such factors, is conducive to ill health, transmission of disease, infant mortality, juvenile delinquency, or crime, and which is detrimental to the public health, safety, morals, or welfare. "Slum area" does not include real property assessed as agricultural property for purposes of property taxation.*

Blight area: URA is designed to eliminate conditions that meet the *Code* definition of blight.

> *"Blighted area" means an area of a municipality within which the local governing body of the municipality determines that the presence of a substantial number of slum, deteriorated, or deteriorating structures; defective or inadequate street layout; faulty lot layout in relation to size, adequacy, accessibility, or usefulness; insanitary or unsafe conditions; deterioration of site or other improvements; diversity of ownership, tax or special assessment delinquency exceeding the fair value of the land; defective or unusual conditions of title; or the existence of conditions which endanger life or property by fire and other causes; or any combination of these factors; substantially impairs or arrests the sound growth of a municipality, retards the provision of housing accommodations, or constitutes an economic or social liability and is a menace to the public health, safety, or welfare in its present condition and use. A disaster area referred to in section 403.5, subsection 7, constitutes a "blighted area". "Blighted area" does not include real property assessed as agricultural property for purposes of property taxation.*

The anticipated measurable performance of a slum or blight TIF district can be very different than those of an economic development TIF. An example of a goal of a slum or blight TIF may be to remediate dangers to public health and safety, and prevent further deterioration of physical and economic conditions.

■ *See Appendix A for an example of a slum and blight TIF area that has accomplished this purpose.*

Economic Development

The stated purpose, according to *Code* Section 403.2, for economic development projects is to address the need for TIF in:

- creating economic development partnerships
- strengthening and revitalizing the economy of the state and municipalities
- providing jobs and housing (including low and moderate income (LMI))
- improving or constructing necessary infrastructure
- competing with other states who use TIF (all except Arizona)
- assisting industrial and commercial enterprises in locating, purchasing, constructing, reconstructing and modernizing, improving, maintaining, repairing, furnishing, equipping and expanding in Iowa

■ *See Appendix A for examples of economic development TIF areas that have accomplished this purpose.*

Other Historic Uses of TIF:

- Rural Improvement Zones (RIZ) are an area designated by a county around a private development lake. TIF may be connected and utilized for development projects within the zone.
- Community College Job Training – allows a community college, in conjunction with an employer, to utilize income tax withholding to finance job training for the employer.
- Local Option Sales Tax TIF (LOST-TIF) – allows some cities to utilize income tax withholding from qualified jobs within an URA to finance development activities.

The following is a breakdown of the various types of TIF by count and percentage (data from DOM):

Designation	Count	Percentage
Slum or Blight, but not Economic Development (ED)	198	69%
Slum or Blight, with or without ED	516	16%
ED, with or without Slum or Blight	2441	77%
ED only	2123	67%
Slum or Blight AND ED	318	10%
Total Districts Reported = 3170		

**Note: State data contains some TIF districts (active and inactive) with no recorded designation.*

Perception: TIF districts have unlimited duration.

Reality: While some TIF districts are unlimited in duration, TIF districts established after 1995 and designated for economic development are limited to a 20-year life span. Most are shorter in duration. Upon expiration of the district, all taxing authorities enjoy the benefit of the increased valuation generated by the district. The chart below shows a summary of current reported TIF districts statutory end dates.

There were 3,170 total TIF districts reported to DOM for 2013.

- Of these, 1,632, or 51 percent, had a statutory end date reported.
- 516 had a slum or blight designation

2,015 TIF districts, or 64 percent, had a base year after 1995.

- Of these, 1,390, or 69 percent, had a statutory end date reported.
- Of these, 625, or 31 percent, had no reported statutory end date.

Non-revenue Producing Projects

1,413, or 45% of total TIF projects are in the caegory of roads, bridges and utilities.

Public buildings can lead to economic growth or stabilization in a slum or blight area. An example of a public building that receives TIF funds is a building for public safety that will serve a TIF area.

Partnering with IEDA

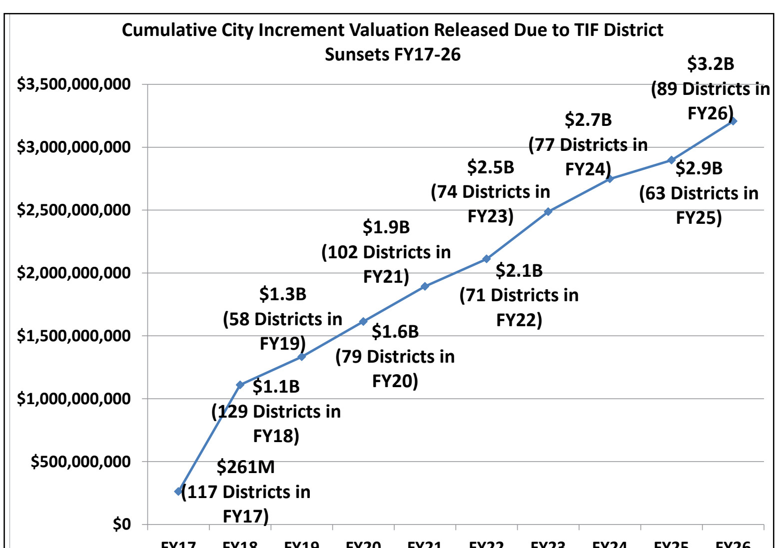
Local governments have partnered with the Iowa Economic Development Authority (IEDA) to promote business development projects in their communities.

From January 2011 through December 2013 IEDA awarded direct financial assistance and/or state tax incentives to 189 projects that are expected to result in $7.5 billion in capital investment. Of the 189 projects, 64.6% also received either TIF, tax abatement, or a tax exemption from the local communities in which they are planning to locate. TIF, tax abatements and tax exemptions are often used to provide "local match" and are essential economic development tools for Iowa's communities, helping them to attract job creation projects to their area.

Data provided by IEDA

Sunsetting TIF Districts: Increment Valuation Returned to All Tax Authorities

Many TIF districts will be expiring over the coming years, and valuations will return to all tax authorities. Of those established after 1995, 69 percent reported a statutory end date. Up to $6.3B in increment valuation could return to all tax authorities over FY17-26. Note that this is based on maximum increment, and communities often return a percentage of increment annually. The chart shows this trend over the next 10 years:



TIF Sources /Debt Types

There several general categories of TIF debt sources:

- Rebates: debt owed as a part of a property tax rebate or development agreement between the municipality and the property owners. This type of agreement gives more responsibility to the developer to make improvements, because the city agrees to annually return a portion of the increment attributable to the improvements.
- Internal Loans: an option that allows the municipality to advance funds toward an urban renewal project and then pay back the original funding source debt with TIF reimbursement. The *Code* also allows for general fund loans, with restrictions.
- General Obligation (GO) Bonds: bonds issued and backed by the municipality. For GO bonds reverse referendum rules apply.
- TIF Revenue Bonds: bonds backed by the local government but that can only be paid from the specific TIF revenue pledged to the bonds. The debt may not be fully repaid if the specific TIF revenue does not fund the debt.
- "Other" Debt: bank loans or other non-bond debt owed privately may be used as TIF debt. The *Code* also allows cites and counties to acquire improvements and property through a lease-purchase process, with restrictions.

The chart below shows the type of breakdown debt for all TIF projects that reported for FY2013. Note that in most cases, TIF debt counts against a municipality's debt limit. The constitutional debt limit is the amount of debt that can be incurred by a municipality. Most obligations count against the limit, with a few exceptions. The limit is calculated by taking the 100 percent valuation for the local government (before rollback but after military exemption) and multiplying it times .05.

Debt Type	# of Projects
Rebates	1,043
Internal Loans	880
General Obligation Bonds	1,076
TIF Revenue Bonds/Notes	128
Other	261

Those agreements structured to be subject to annual appropriation may not count against this limit (check with bond attorneys for more detail). According to DOM data for FY2013, about 26 percent of agreements are configured with annual appropriation. This is about 34 percent of TIF debt statewide (by dollars).

Cities may elect to use TIF to bolster community betterment. The data and analysis available from the recent requirement adopted in 2012 by the Iowa Legislature illustrate some of the benefits of TIF use in recent years. There are important TIF stories to tell beyond what can be collected in raw form in the new report, however. Cities are encouraged to share with their legislators some of the highlights and positive TIF stories in their communities. The examples in the following Appendix highlight a few.

For more information, contact Erin Mullenix, Research and Fiscal Analyst at the League, at 515-244-7282.

Ankeny

→ ***According to the 2010 census***

- population was 45,582
- 68% increase in population from 2000

Manufacturing / Biosciences Firm / Lauridsen Group

The Lauridsen Group is a biosciences firm in Ankeny.

- TIF used in the form of 7-year property tax rebate and industrial property tax exemption
- Will support a $4.1M expansion investment at the world-wide headquarters in Ankeny (office building anticipated to be valued around $1.5M)
- Project will include a 21k square foot office building expansion
- Project to create 40 (high paying) jobs within 3 years
- The total estimated property tax on the improvement is around $65,000 annually, and the average of the total incentives over the 7-year period is around $54,000 annually. After the 7-year period of incentives, the total of increased property tax revenues would flow to all traditional tax authorities.

Manufacturing / NorthStar Power

NorthStar Power is an engine and equipment manufacturing and distribution firm in Ankeny.

- TIF used in form of 5-year graduated property tax exemption, and 6-year conditional property tax rebate
- Will support a $5.2M investment, including a 85k square foot office/manufacturing/warehouse facility
- This is the third expansion in the past 20 years, all within Ankeny
- The total estimated property tax on the improvement is around $190,000 annually, and the average of the total incentives over the 6-year period is around $162,000 annually. After the 6-year period of incentives, the total of increased property tax revenues would flow to all traditional tax authorities.

Ankeny

Des Moines

According to the 2010 census

- population was 203,433
- 2.4% increase in population from 2000
- Des Moines returned approx. 50% of TIF increment to all taxing authorities in FY12

Nationwide Home Office Project Before

Nationwide Home Office Project After

Slum & Blight and Economic Development / Western Gateway Area Office Developments

Some examples of TIF projects included in this area are:

Project	Private Investment	New Building Sq. Ft.	Number of Jobs
Equitable/ING	$21.5M	224,000	1,000
Meredith Publishing	$25M	187,700	400
Nationwide/Allied I	$137M	500,000	1,650
Nationwide/Allied II	$141M	600,000	1,570
Wells Fargo Financial I	$75M	336,000	1,110
Wells Fargo Financial II	$60M	360,000	1,000
Wellmark	$194M	500,000	1,500

**All except the Wellmark project had minimum assessment agreements to 'guarantee' tax revenues*
***Total maximum value of incentives if all requirements (including jobs agreements and incentives, and LEED incentive for Wellmark) is about $73.5M for all projects listed above.*

More detailed example of one of the above projects:

Retention and Growth / Nationwide/Allied Project

The Nationwide Home Office Project included:

- 500,000 square foot office, with 2,500 space parking garage available to the public after work hours
- Would employ 1,250 at occupancy, and 400 within one year of occupancy
- Executes a minimum assessment agreement of $66M
- Economic development grants paid solely from TIF revenues generated by the project
- Included a possible Phase II, which was executed
- Incentive package included:
  - City of Des Moines Economic Development Grant of $26M over 20 years (NPV $14.9)
  - City of Des Moines Land Acquisition Buydown of $6M
  - Polk County Economic Development Grant of $10M
  - State of Iowa Enterprise Zone Benefits of $10.8M
  - State of Iowa Economic Development Grant of $1M
  - Equivalent of 10-year 100 percent tax abatement on the parking garage

Dubuque

According to the 2010 census

- population was 57,637
- 0.1% decrease in population from 2000

Manufacturing / Technical Services Delivery / IBM

- Utilized a TIF rebate agreement in order to revitalize a 1930's building with a $40M historic rehabilitation, creating a 250,000 square foot facility to house offices for IBM and other local firms.
- Attracted over 1,300 new jobs to Dubuque during the economic downturn.
- Incorporated LEED platinum and other sustainable or historic design elements.

Manufacturing / Furniture / Flexsteel

- TIF used in the form of a 10-year agreement to expand their global corporate offices in Dubuque by relocating from an out-of-date building to a downtown location.
- $9M in private investment made to develop new corporate offices, and incorporate sustainable design elements.
- Created an additional 13 jobs.

Industrial & Distribution / Theisen Supply Inc.

- Theisens has used TIF twice, in 1996 and 2012, for two critical expansions of their local business. Both agreements were in the form of 5-year TIF rebates. Together, the two new distribution facilities were a $4.8M investment.
- Outside consultants advised the company to relocate. According to the city, Theisen's President and CEO credits programs like TIF with helping make the decision to stay local.
- 80 quality jobs were created as a result.

Dubuque

Garner

According to the 2010 census

- population was 3,129
- 7% increase in population from 2000

Economic Development/Hotel

Garner Inn & Suites

Garner Inn & Suites was built in 2012, and received a 10-year property tax rebate on a $1.8M investment. The rebate reimbursement will be around $24,000 per year for the 10-year period (total around $240,000). After the 10-year rebate period, the hotel valuation will return to all tax authorities.

Garner

Muscatine

→ *According to the 2010 census*

- population was 22,886
- 0.8% increase in population from 2000

Manufacturing / Grain and Corn Wet Milling / Kent Corporation

Wal-View constructed two facilities under two separate agreements with the City of Muscatine, with an exclusive contract with Kent Corporation to operate and provide space to support their operations. Kent Corporation is grain and corn wet milling company, manufacturing food products and animal feeds in Muscatine.

Agreement 1:

- TIF used in the form on a 10-year agreement, with years 1-5 receiving full rebate, and years 6-10 at 50 percent. Payments have a maximum at $5M, and are subject to annual appropriation pending achievement of agreed upon performance measures.
- Will support the construction of a 567,000 square foot warehouse facility, with required annual documentation of its use and planned continued use in ongoing operations.
- The agreement included the establishment and sustained employment of at least 25 employees with a set payroll level or higher. Since its implementation, the original project has created about 45 new jobs.

Agreement 2:

- TIF used in the form of a 10-year agreement with a declining scale.
- Will support a retention and expansion of this business, with a 300,000 square foot warehouse facility adjacent to the current 577,000 square foot facility.
- The expansion has a minimum assessed value of $9M, with an average of the total incentives over the 10-year period around $194,000 annually. This is structured using annual appropriation as means to ensure performance as described in its contract. After the 10-year TIF agreement period, the total of increased property tax revenues would flow to all traditional tax authorities.
- This expansion includes the required creation of 12 additional jobs.

New Hampton

According to the 2010 census

- population was 3,571

- For more than 20 years TIFs in New Hampton have typically been limited as 10-year rebates
- A rough estimate of 56 projects have released more than $425k in tax revenue back to all taxing authorities in 2014.
- From 2015-2025, an additional $432k is estimated to return to all taxing authorities as their TIF project rebates expire.
- The rebate agreements made in recent years range from $500 per year to about $45k per year.

New Hampton

Parkersburg

According to the 2010 census

- population was 1,870

City circumstances: A devastating tornado hit the city of Parkersburg in May 2008, destroying, among other things, 288 homes and 22 businesses in this small community.

Recovery Assisted by TIF

- In addition to the damage and tragic losses, the city and surrounding local government authorities would lose taxable valuation unless recovery and rebuilding processes were begun.
- More than 234 homes were rebuilt, and more than 20 new businesses have since started up or moved their operations to Parkersburg since the tornado.
- The community and its valuation are growing. In fact, the total 100 percent assessed valuations of property in Parkersburg today exceeds the previous valuations of residential, commercial and industrial, and agricultural property before the tornado by more than $26M.
- Most of the businesses that rebuilt are within Parkersburg's URA that was established prior to the storm.
- Some of the businesses assisted in recovery or built since the tornado with the use of TIF include:
  - Brother's Market – the town and surrounding area's only grocery store
  - Parkersburg Dental
  - Taylor Physical Therapy
  - US Cellular
  - Hansel Construction
  - New Directions Counseling
  - Highway 57 Auto
  - Channel Seeds
  - Monsanto
  - Parkersburg Tire & Alignment

"Using TIF dollars to assist these businesses was the only economic development tool at Parkersburg's disposal, especially when considering the devastation that occurred here in Parkersburg and throughout Butler County and Iowa in 2008. It was a tool used not only to encourage business owners to rebuild or start up, but to encourage them to rebuild more quickly, larger, with more energy efficient building standards, and of much better quality. As a direct result, the valuations of the properties increased resulting in a win-win situation for the business owners and their customers, the city of Parkersburg, the Aplington-Parkersburg School District, Butler County and the State of Iowa. Today, Parkersburg is one of the fastest growing cities our size in the State of Iowa according to the U.S. Census Bureau. TIF has been one of the main factors that have allowed us to be successful."

- Chris Luhring, Parkersburg City Administrator, and
Janice Johnson, Parkersburg Economic Development

Parkersburg

Sheldon

According to the 2010 census

- population was 5,188
- 68% increase in population from 2000

Housing / Schemper & Sunshine Additions

The Schemper Addition and the Sunshine Additions were two residential developments in Sheldon that applied TIF.

- The city of Sheldon purchased about 70 acres of ground for two residential developments in 2000. The Schemper Addition was about 50 acres, and the Sunshine Addition was about 20 acres, in two separate locations in Sheldon. Smaller and more affordable homes were included in this project.
- The city used TIF to put in the infrastructure, and developed in phases with strong demand.
- 95 lots have been sold, and 6 remain for sale currently.
- In 2010 the TIF area was retired, and more than $11M in taxable revenue was released to all tax authorities.
  - This included a 56-room assisted living facility which is now working on a $3.5M addition to the existing facility. This will also add to the taxable valuation.
- This project was kept to 10-years, and now the city, as well as the Sheldon Community School District, O'Brien County and Northwest Iowa Community College, will benefit from the tax growth.

St. Ansgar

According to the 2010 census

- population was 1,107
- 7% increase in population from 2000

Housing/Seasons Development

"Seasons" Development: 3-phase housing development

Currently, the last home in phase 3 is under construction. All homes in the first and second addition are sold and occupied. Around half of the third additions are sold. The Seasons projects included LMI requirements and several also participated in the First Time Homebuyer Assistance Program.

2013 Assessed Value of buildings only are:	
1st addition	$2.1M
2nd addition	$1.6M
3rd addition	(under development, assessments pending)

Manufacturing/Oatmeal Producer

The original TIF in St. Ansgar was to support a new factory that began as a provider of race horse feed. This project started after the local elevator burned to the ground. Over the years it has developed into one of, if not the largest, U.S. producer of oatmeal (Grain Millers). The value of buildings is in excess of $10M, and the company employs more than 200 people.

Manufacturing/Wheel Rim & Welding Producer

A local business that also received TIF started as a filling station, but turned into manufacturing for a specialty welded wheel rim for farmers (Wold Rim & Wheel). They employ 40 to 50 people, and the company will have buildings valued in the $2M range on the next assessment.

St. Ansgar

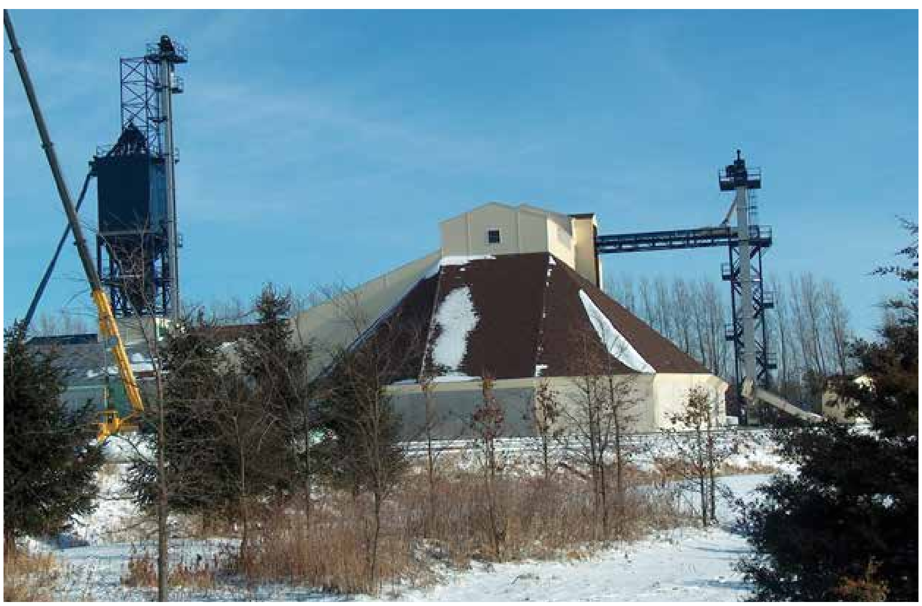
Stacyville

According to the 2010 census

- population was 494
- 5% increase in population from 2000

Manufacturing/Fertilizer Plant – Northern Country Cooperative

Stacyville is using TIF to assist in constructing a new fertilizer plant project built in late 2013, with a preliminary taxable valuation at $1.5M. This equates to about 12 percent of the total city taxable valuation. It created about 2 jobs in the community. It will replace other aging fertilizer plants in Minnesota that were in need of extensive repairs and will be used for storage. The new facility will be mostly automated.



West Des Moines

According to the 2010 census

- population was 56,609
- 22% increase in population from 2000
- 5.9% of valuation is captured by an active TIF
- 11.8% of city area is in an active TIF district

Economic Development, Road Infrastructure and Public Building / Westown Parkway Urban Renewal Areas

- The Westown Parkway I District was formed in 1991 due to limited fire protection and emergency services coverage in a rapidly-developing area of the City located roughly north and west of the Interstate 80 & 35 mixmaster.
- The City issued TIF Revenue Bonds in November 1992 to pay for the City's share of constructing a new fire station to serve this area – a station which continues to be jointly owned-and-operated by the Cities of West Des Moines and Clive as Station #22.
- Due to anticipated rapid growth in valuation, these TIF bonds were sold as five year bonds – however due to the growth in valuation, the City was able to retire them on June 1, 1995.
- Subsequent amendments to the Westown Parkway URA and creation of four additional districts in the Westown Parkway area allowed for numerous improvements in roadways, trails, traffic signals, and most notably construction of the Westown Parkway bridge over Interstate 80/35. Two series of bonds were issued for construction of this bridge (in 1995 and 1997), and the City was also able to retire these bonds early (in 1999).

Economic Development, Road Infrastructure and Public Building / Mills Civic Urban Renewal Area

- The Mills Parkway District was formed in July 1999 due to limited fire protection and emergency services coverage in another rapidly-developing area of the City roughly along the I-35 corridor south of the Interstate 80 & 35 mixmaster. The area also was created to rectify inadequacies of the infrastructure system in the area and promote optimal growth of the tax base. Construction of a new interchange on I-35 at Mills Parkway was major objective of this district, as well as widening and improving the Mills Civic Parkway corridor from EP True Parkway to South 60th Street.
- The City issued TIF Revenue Bonds in June 2002 to finance construction of a new fire station #18, the interchange, and the Mills Parkway improvements.
- Construction of these improvements has led to significant retail, office, hotel, and restaurant development in and around the Mills corridor and the district will be allowed to expire on schedule in 2014. Incremental valuation of $507 million was created within the original Mills Parkway District over its existence. Upon its expiration at the end of FY 2014, all of the resulting tax revenue will be allocated to each of the respective taxing bodies. It should also be noted that a majority of the increment was in fact returned to these entities throughout the life of the district – for example, by FY 13-14 the City was only capturing incremental valuation of $160 million, the amount needed to pay the underlying bond obligations.

continues on the next page

West Des Moines

West Des Moines

continued from previous page

Mills Parkway Amendment

- The Mills Parkway District was amended in 2003 to address additional inadequate infrastructure within the district. The amendment created several sub-district areas which, among other purposes, allowed for the construction of street and other infrastructure improvements around the corporate campuses of Wells Fargo Home Mortgage, Aviva, and Microsoft.
- Incremental revenues from each area are also being used to pay economic incentives to these respective companies. In return, Wells Fargo was obligated to create a minimum of 3,300 jobs and agree to a minimum assessed value of $118 million, Aviva was obligated to create a minimum of 600 additional jobs and agreed to a minimum assessed value of $55 million, and Microsoft agreed to a minimum assessed value of $18 million for the first phase of its data center property.
- It is worth noting that in 2013 Wells Fargo Home Mortgage began construction of a $100 million addition to its Mills Parkway campus, for which they did not request any additional state or local assistance.

Economic Development / Fuller Road Urban Renewal Area

- The Fuller Road District was created in 2010 with a sole purpose of promoting economic development and growth by providing tax rebates to property owners with new taxable growth attributable to new construction.
- In January 2011 the City entered into a development agreement with Chow, Inc. (dba Chow's Gymnastics) to allow for rebates to the developer of a portion of incremental tax revenues generated by construction of a new gymnasium facility in the district.
- While this is a smaller project in scope and incremental tax revenue generated, the City believed it was very important to use TIF in order to retain Chow's Gymnastics in the State of Iowa following Coach Chow's tremendous Olympic success.

West Des Moines

Tax Increment Finance: Important Statistics

All raw data obtained from Iowa DOM for FY13 unless otherwise indicated.

Non-revenue Producing Projects

45% of 1,413 of total TIF projects are in the category of roads, bridges and utilities.

Public buildings can lead to economic growth or stabilization in a slum or blight area. An example of a public building that receives TIF funds is a building for public safety that will serve a TIF area.

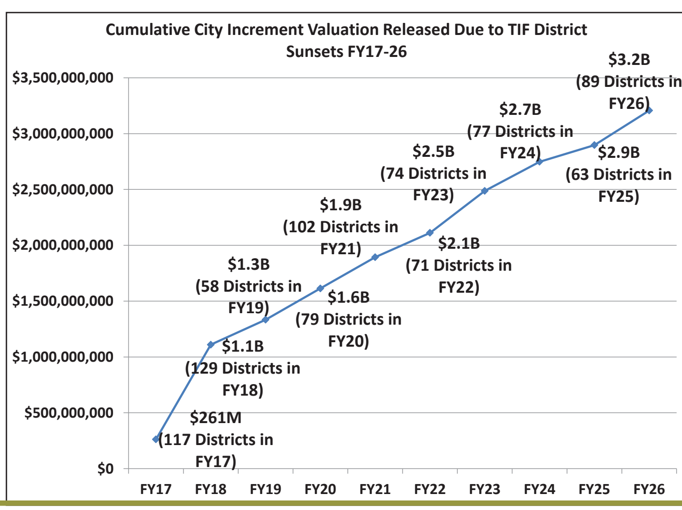
347 of 946 cities in Iowa use TIF. There are 851 active urban renewal areas and 3,170 TIF districts among all local governments. Of these, 58% had a statutory end date reported. 516 had a slum or blight designation.

TIF increment (not discounting for increment returned) accounts for 6.4% of total taxable property valuation. 9.2% of city taxable property valuation is derived from TIF sources.

54% of TIF increment is returned to all tax authorities. This equates to about $10B valuation, or roughly $380M in unused increment.

Sunsetting TIF Districts: Increment Valuation Returned to All Tax Authorities

Many TIF districts will be expiring over time, and valuations will return to all tax authorities. Of those established after 1995, 69% reported a statutory end date. Up to $3.2 billion in increment valuation may return to all tax authorities over FY17-26, representing those with a recorded end date during that time. Note that this is based on actual increment data from 2013, and is not based on maximum increment which would be substantially greater. The chart below shows the sunsetting trend over the next 10 years, as reported in Iowa DOM FY13 data.



Partnering with IEDA

Local governments have partnered with the Iowa Economic Development Authority (IEDA) to promote business development projects in their communities.

From January 2011 through December 2013, IEDA awarded direct financial assistance and/or state tax incentives to 189 projects that are expected to result in $7.5 billion in capital investment. Of the 189 projects, 64.6% also received either TIF, tax abatement, or a tax exemption from the local communities in which they are planning to locate. TIF, tax abatements and tax exemptions are often used to provide "local match" and are essential economic development tools for Iowa's communities, helping them to attract job creation projects to their area.

Data provided by IEDA

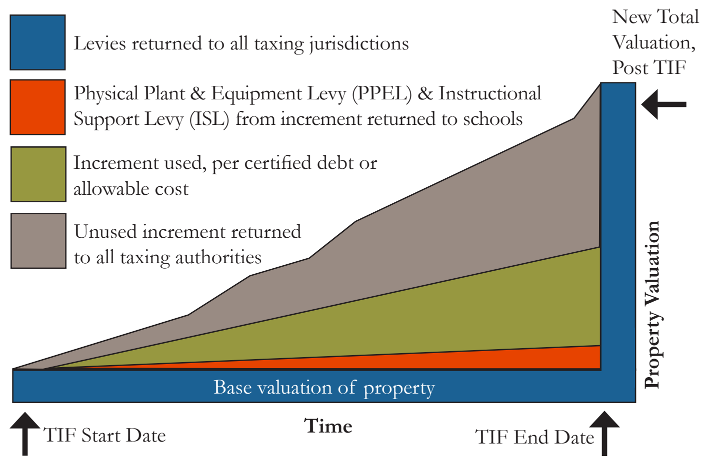
Tax Increment Finance 101

TIF Mechanics in Brief

Tax increment finance (TIF) is a method to promote urban renewal efforts in an area by directing the property tax revenues generated from property value increases within a designated TIF district to finance the costs of improvements made in the district. TIF addresses a lack of state and federal programs.

Iowa cities, counties and community colleges may establish TIF districts. Although the terms urban renewal area and TIF are often used interchangeably, TIF districts are established within approved urban renewal areas (URA). URAs often contain a larger geographic area than the TIF district that is established; URAs can contain more than one TIF district.

When a TIF district is created, a "base" valuation of the property value is established. The base valuation accounts for assessed values prior to the TIF designation. The tax revenue from this base value remains with all taxing authorities. Increases in the assessed value over time over and above the base are called the "increment." The TIF authority may access the tax revenue generated by the increment, or may choose to release some or all of this revenue back to the traditional taxing authorities.



TIF Goals

TIF districts can be created to accomplish different goals, per *Code* Section 403.2. Success may look different depending upon whether a TIF was set up to address slum and blight, or economic development.

Slum and Blight

Address issues related to:

- the safety, health and welfare of an area
- areas experiencing impaired growth
- housing challenges
- increasing criminal activity
- traffic problems or hazards

Economic Development

Address the need for:

- creating economic development partnerships
- strengthening and revitalizing the economy of the state and municipalities
- providing jobs and housing (including LMI)

TIF Legislative Timeline

1957
Legislature authorized urban renewal *(SF184)*

1969
TIF was authorized under urban renewal law *(HF562)*

1985
TIF law was expanded in 1985 to include allowable economic development purposes.

1995
Urban renewal areas designated as economic development areas are limited to 20 years' duration, if not also designated as slum or blight. Those URAs designated prior to 1995 are not limited in duration.

1999
Legislature required annual reporting about TIF activity annually, including information on each TIF area and its projects *(HF776)*.

2003
The 1999 TIF reporting requirements were removed and instead required a semi-annual report on outstanding TIF obligations, to begin in 2003.

2006
HF2777 required more detailed reporting and accounting of TIF revenue and expenditure, to be included in the annual budget process, replacing the 1999 and 2003 reporting requirements.

2012
HF2460 replaced the 2006 requirement, with a more detailed reporting process due December 1 of each year. Cities and counties must submit a compliant report to the State prior to annual budget certification.

(515) 244-7282 LegislativeStaff@iowaleague.org www.iowaleague.org
IOWA LEAGUE of CITIES

Information

Subject

Second consideration of a request from Greg Johansen and Mike Ohnemus to vacate and purchase the West ½ of east/west alley within Block 36 of College Addition (P&Z approved unanimously 2/9/16)

Information

Council needs hold the second consideration of a request from Greg Johansen and Mike Ohnemus to purchase an alley (see packet for map). For a resident to purchase an alley they receive an application from Community Development which requires the following:

1. An agreement to purchase between all property owners adjoining the alley.
2. Notification to all property owners within the same block.
3. Notification and review from applicable city department heads.
4. Review of existing utilities that may be present within the alley.
5. Ten days prior to the P&Z meeting, a notification letter from City to all property owners within the block informing them of the request to vacate and purchase the alley is mailed.
6. Planning and Zoning reviews the request and makes recommendation to Council.

Over the past 30 years the City has sold dozens of public alleys to adjacent property owners for multiple reasons. In this situation, the applicants owns the property on either side of the alley so a common access agreement is not required.

We have received no objections from police, fire or the street department regarding the request. However, there is a CenturyLink phone cable present which simply means the City will retain easement rights as part of the purchase. All the paperwork has been completed and notifications have been sent.

Chuck recommended and P&Z approved unanimously.

Simple motion for the second consideration is in order.

Attachments

P&Z Memo

P&Z Minutes 020916

Alley Information

Ordinance

Resolution

To: Planning and Zoning Commission
From: Chuck Burgin, Director of Community Development
Subject: February 9, 2016 Meeting

Item # 4 Welcome new Commission members Ron Fridley and Becky Needles. Ron and Becky's appointments are replacing Joe Gezel and Mary Donaghy.

Item # 5 Consider the Preliminary Plat of Prairie Glynn

In the January meeting, city staff recommended to table this plat until additional information regarding the development of the entire site was received. Commission agreed and upon request of the developer's engineer, action on the plat was delayed until the February 9th meeting.

The area being platted is located along the east side of North 15th Street and south of East Iowa Avenue. Planning and Zoning recommended and Council approved R-3 (Mixed Residential) zoning for the entire platted area late in 2015. The new preliminary plat indicates 56 single family lots via an extension of East Franklin Avenue and East Girard Avenue to the east and two outlots X and Y for future development to the north and east.

I have enclosed an aerial photo which will help show the existing development in the area. The aerial also identifies street extension from the Traffic Chapter of the 2003 Comprehensive Plan. The 2003 plan identifies five growth areas within the community and laid out anticipated street patterns in each area.

The purpose of the preliminary plat is to give the Planning and Zoning Commission, Council and neighborhood a view of how the owner intends to develop the entire site, approximately 37.8 acres. The use of the land does not need to be specifically identified, however street and utility extensions for the entire site should be indicated, particularly those streets that have been identified in the master street plan. Even though there are separate property owners on either side of East Euclid Avenue, the Master Street Plan of the 2003 Comprehensive Plan indicates the extension of Euclid Avenue as a major street. It is our hope that the two property owners will work together and jointly develop the lots on either side of East Euclid Avenue. I have again enclosed a copy of the preliminary plat of Ashton Park subdivision which lies directly to the south as an example. Listed below are recommended changes to the plat.

1. The plat indicates East Euclid Avenue transitioning off the section line to the north. I see no reason for this other than lot design on the adjacent property. The street extension should remain on the section line until confirmation with the adjoining developer has been agreed to.
2. The maximum length of a city block is 1250'. At this time the developer is indicating no thru street extensions other than East Euclid Avenue. The distance between East Iowa Avenue and East Euclid is 1320'. There are many areas in the community where this limit is exceeded. The developer will need to give a compelling argument to receive a variance for exceeding this requirement.
3. Stormwater review must be completed and approved by the city's consulting engineer.
4. Indicate on plat a 15' public utility easement in front of each lot within the development and along North 15th Street. Additional stormwater drainage and sanitary sewer easements will be determined during the final platting process.
5. Note #1 on the plan indicates lot development subject to City of Indianola participation. I do not disagree the city should discuss options with owners on either side of East Euclid Avenue on the best way to complete the improvement. However this developer cannot dictate via the platting process that the city is obligated to participate. This note should be removed.
6. Right-of-way width along North 15th Street should be indicated.
7. Proposed street grades are to be indicated on the plat.
8. Public sidewalks within the subdivided area as well as the extension of the 10' trail along 15th needs to be indicated on the plat.
9. Sanitary sewer, water main and storm sewer improvements will be reviewed for compliance with City and IMU regulations after construction documents are submitted.

The area identified as outlot "Y" is labeled future multi-family/townhome development. As I discussed with the Commission in January, I feel this type of use is needed for buffering the single family dwellings from the future industrial zoning that will in most likelihood occur on the north side of East Iowa Avenue. As for the individual lots indicated in outlot "X", the engineer had shown the extension of 18th Street ending in a cul-de-sac. I did suggest that the street be shown as a dead-end to the Glasscock property line for the time being. I feel it important the entire neighborhood to the south have connectivity to East Iowa Avenue sometime in the future. I further informed Polly Glascock of this suggestion and the reason for it prior to the meeting.

Because the plat was tabled in January, the Commission must take action by either approval or denial at the February 9th meeting. I recommend approval of the plat, subject to the items listed above.

Item # 6 Consider request from Greg Johansen and Mike Ohnemus to vacate and purchase the West ½ of east/west alley within Block 36 of College Addition

Enclosed is the request to purchase the alley as well as a map indicating the location of the alley. Many of you have not been through the process of purchasing an alley so I will briefly describe it for you.

Applicant receives an application from Community Development which requires the following:

1. An agreement to purchase between all property owners adjoining the alley.
2. Notification to all property owners within the same block.
3. Notification and review from applicable city department heads.
4. Review of existing utilities that may be present within the alley.
5. Ten days prior to the P&Z meeting, a notification letter from City to all property owners within the block informing them of the request to vacate and purchase the alley is mailed.
6. Planning and Zoning reviews the request and makes recommendation to Council.

Over the past 30 years the City has sold dozens of public alleys to adjacent property owners for multiple reasons. In this situation, the applicants own the property on either side of the alley so a common access agreement is not required.

We have received no objections from police, fire or the street department regarding the request. However, there is a CenturyLink phone cable present which simply means the City will retain easement rights as part of the purchase. All the paperwork has been completed and notifications have been sent. I recommend approval of the request.

INDIANOLA PLANNING AND ZONING COMMISSION
REGULAR MEETING
FEBRUARY 9, 2016
6:00 P.M.

The meeting was called to order by Chairperson Doug Opie and on roll call the following members were present:

Joe Butler
Tiffany Coleman
Al Farris (via phone)
Ron Fridley
Cindy Johnson
Becky Needles
Doug Opie
Bob Ormsby
Josh Rabe

Also present: Justin Cooper, Brad Cooper, Greg Johansen, Barb McMurry, Polly Glascock, Jeff Smith, Lori Smith, Miles Smith, Lindsey Offenburger, Chuck Burgin and Ryan Waller.

City Manager Ryan Waller gave a presentation of the proposed Local Option Sales Tax.

The minutes of the January 12, 2016 meeting were approved on a motion made by Butler and seconded by Coleman. Question was called for and on voice vote Chairperson Opie declared the motion carried unanimously.

The Board welcomed new Commission members Ron Fridley and Becky Needles.

Consider Preliminary Plat of Prairie Glynn

Chuck reviewed the proposed preliminary plat stating there are many items that need clarification or further indication prior to council approval including the following:

1. The plat indicates East Euclid Avenue transitioning off the section line to the north. I see no reason for this other than lot design on the adjacent property. The street extension should remain on the section line until confirmation with the adjoining developer has been agreed to.
2. The maximum length of a city block is 1250'. At this time the developer is indicating no thru street extensions other than East Euclid Avenue. The distance between East Iowa Avenue and East Euclid is 1320'. There are many areas in the community where this limit is exceeded. The developer will need to give a compelling argument to receive a variance for exceeding this requirement.
3. Stormwater review must be completed and approved by the city's consulting engineer.

4. Indicate on plat a 15’ public utility easement in front of each lot within the development and along North 15th Street. Additional stormwater drainage and sanitary sewer easements will be determined during the final platting process.
5. Note #1 on the plan indicates lot development subject to City of Indianola participation. I do not disagree the city should discuss options with owners on either side of East Euclid Avenue on the best way to complete the improvement. However this developer cannot dictate via the platting process that the city is obligated to participate. This note should be removed.
6. Right-of-way width along North 15th Street should be indicated.
7. Proposed street grades are to be indicated on the plat.
8. Public sidewalks within the subdivided area as well as the extension of the 10’ trail along 15th needs to be indicated on the plat.
9. Sanitary sewer, water main and storm sewer improvements will be reviewed for compliance with City and IMU regulations after construction documents are submitted.

Brad Cooper, Cooper Crawford and Associates, spoke regarding the preliminary plat of Prairie Glynn and stated all of the written comments made by Chuck Burgin with the exception of #2 have been addressed.

Those speaking included:
Polly Glascock, 1715 E. Iowa, wants to see 17th or 16th extended to Iowa instead of 18th or curve around her property

Miles Smith, 504 N. 15th, had concerns with the storm water detention area

Lori Smith, 1416 E. Franklin, had concerns with speed and traffic of 15th Street with the addition of 56 single family homes exiting onto 15th Street.

The Commission discussed a variance and concurred to the additional distance of a maximum length of block of 1,320’ from East Iowa Avenue and East Euclid Avenue.

Brad Cooper stated they would submit new plats to City Council indicating North 17th Street being extended north to East Iowa Avenue.

It was moved by Farris and seconded by Needles to approve the plat subject to the changes presented by Chuck Burgin and the extension of 17th north to Iowa Avenue. Question was called for and on voice vote Chairperson Opie declared the motion carried unanimously.

Consider request from Greg Johansen and Mike Ohnemus to vacate and purchase the West ½ of east/west alley within Block 36 of College Addition

Greg Johansen, 3650 Grand Avenue-Des Moines, Iowa, spoke in favor of his request. A motion was made by Rabe and seconded by Butler to approve this request subject to the city retaining easement right. Question was called for and on voice vote Chairperson Opie declared the motion carried unanimously.

Other Business

Election of officers will be held in March

Meeting adjourned on a motion by Coleman and seconded by Johnson.

Doug Opie, Chairperson | Mindi Robinson

CITY OF
INDIANOLA
EST. 1849

COMMUNITY DEVELOPMENT

Agreement to Purchase Alley

JOHANSEN & OHNEMAS requests to purchase the alley legally described as:

THE WEST 1/2 ALLEY LYING BETWEEN LOT 3 AND LOTS 9-10-11-12 IN BLOCK 36 COLLEGE ADDITION, INDIANOLA IA.

The undersigned owns property adjacent to the alley legally described above and agrees to purchase the alley.

Name	Address	Date
x [signature]	115 Phillips	1-4-16
Greg Johansen	3650 Grand Ave. WDM	1-4-16

CITY OF INDIANOLA EST. 1849

COMMUNITY DEVELOPMENT

Notice of Alley Closing

The undersigned acknowledges that the alley legally described as:

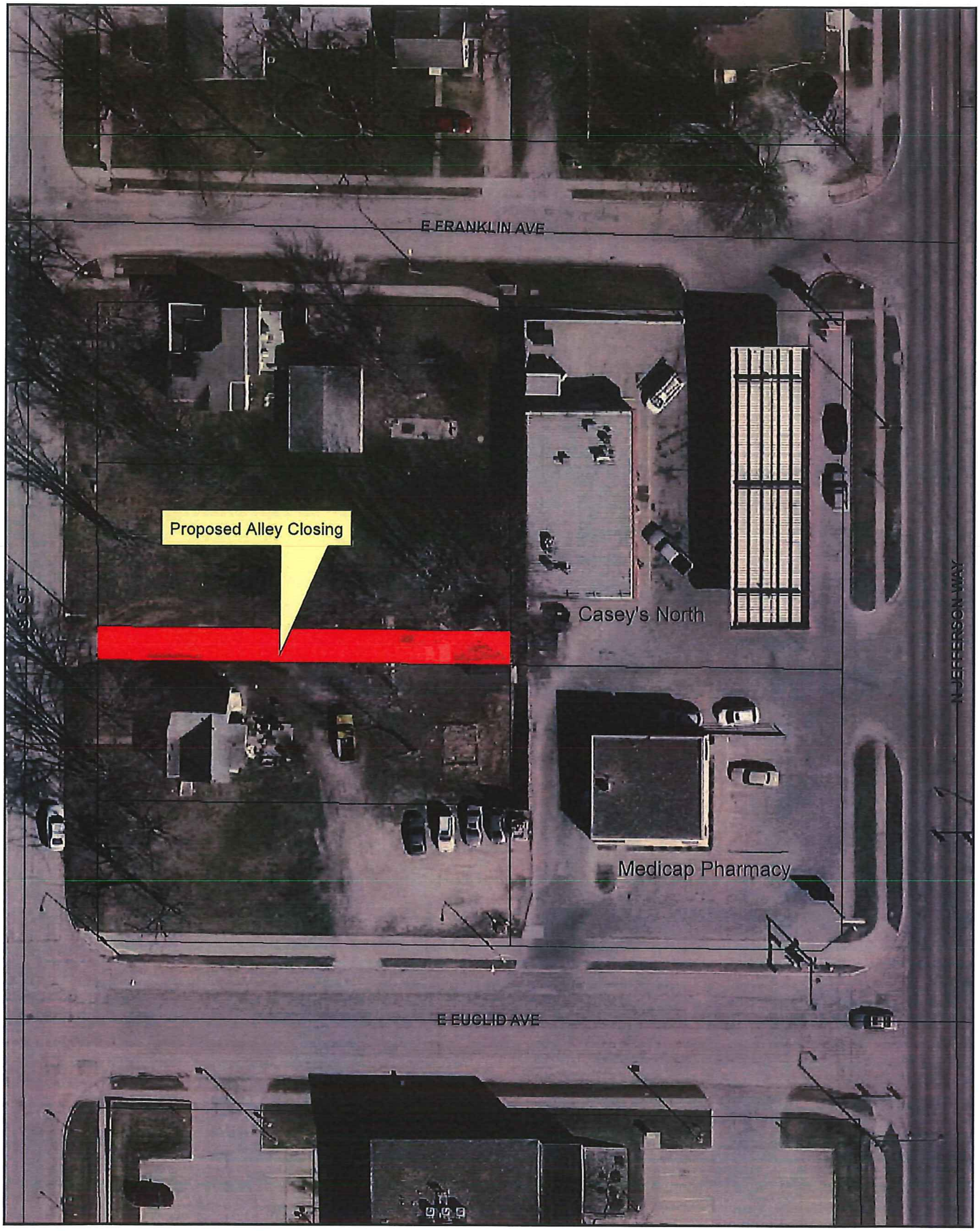
THE WEST 1/2 ALLEY LYING BETWEEN LOT 3 AND LOTS 9-10-11-12, BLOCK 36, COLLEGE ADDITION, INDIANOLA IA.

has been requested to be sold to the adjacent property owners an that the undersigned owns property within the same block and acknowledges notification.

Property owners within the block of proposed alley closing:

Name	Address	Date
	608 N. 1ST	
	607 N. JEFFERSON	

110 NORTH 1ST STREET • PO BOX 299 • INDIANOLA, IOWA 50125 • PHONE: (515) 961-9430 • INDIANOLAIOWA.GOV



N
W E
S

Johansen and Ohnemus Alley Closing Request
West 1/2 of E/W Alley Between Lot 3 & Lots 9-10-11-12,
Block 36, College Addition

1/2016

ORDINANCE NO. _______

ORDINANCE VACATING A PORTION OF REAL ESTATE DESCRIBED AS WEST ONE-HALF (1/2) OF EAST/WEST ALLEY WITHIN BLOCK 36 OF COLLEGE ADDITION, INDIANOLA, WARREN COUNTY, IOWA AND RETAINING EASEMENT RIGHTS

WHEREAS, on the 7th day of March 2016, pursuant to published notice as required by law, the City Council of the City of Indianola, Iowa held a public hearing on a proposal to vacate a portion of real estate owned by the City generally described as an alley and more specifically described as:

West One-Half (1/2) of East/West Alley within Block 36 of College Addition, Indianola, Warren County, Iowa; and

WHEREAS, the City Council of the City of Indianola, Iowa, has determined that it is in the best interests of the City to vacate said alley but retain any easement rights needed by the City.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF INDIANOLA, IOWA:

Section 1. The City of Indianola, Iowa, hereby vacates the following described real estate while retaining any easement rights needed by the City:

West One-Half (1/2) of East/West Alley within Block 36 of
College Addition, Indianola, Warren County, Iowa

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 effect upon its passage, approval and publication as provided by law.

PASSED AND APPROVED this ____ day of ______________ 2016.

____
Kelly B. Shaw, Mayor

ATTEST:

____
Diana Bowlin, City Clerk

First reading: _______________
Second reading: _______________
Third reading: _______________
Publication Date: _______________

RESOLUTION NO. ________

RESOLUTION APPROVING SALE OF AN ALLEY DESCRIBED AS WEST ONE-HALF (1/2) OF EAST/WEST ALLEY WITHIN BLOCK 36 OF COLLEGE ADDITION, INDIANOLA, WARREN COUNTY, IOWA TO ADJACENT PROPERTY OWNERS GREG JOHANSEN AND MIKE OHNEMUS

WHEREAS, the City of Indianola, Iowa owns property generally described as an alley, located and more particularly described as the West One-Half (1/2) of East/West Alley within Block 36 of College Addition, Indianola, Warren County, Iowa; and

WHEREAS, the City of Indianola, Iowa, recently received an offer by an adjacent property owners to vacate and sell said alley in accordance with law and city policy on transfer of unused alleys within the City; and

WHEREAS, the required application has been made, notice and consent of adjacent property owners secured, and Planning and Zoning recommended Council approval of the proposal on February 9, 2016; and

WHEREAS, in accordance with the Code of Iowa Section 364.7, notice and hearing as provided by law was held on March 7, 2016; and

WHEREAS, the City Council now deems it in the best interest of the City of Indianola, Iowa, to sell the vacated alley to the adjoining property owners as proposed.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Indianola, Iowa, that the sale of the alley to Greg Johansen and Mike Ohnemus is hereby approved.

NOW THEREOFRE BE IT FURTHER RESOLVED that the Mayor and City staff are authorized to do all things necessary to effectuate the sale.

Dated this ____ day of ____________ 2016.

____
Kelly B. Shaw, Mayor

ATTEST:

____
Diana Bowlin, City Clerk

City Council Regular 2nd Mtg **8. B. 1.**

Meeting Date: 03/21/2016

Information

Subject

Consider request to submit a SAFER Grant

Information

In your packet is Fire Chief Chia's memo requesting to submit a Staffing For Adequate Fire and Emergency Response (SAFER) Grant application. Authorization is requested because if awarded, departmental costs will be increased by $219,090 at the conclusion of the grant period (24 months).

The SAFER Grant was created to provide funding directly to fire departments and volunteer firefighter interested organizations to help them increase or maintain the number of trained, "front line" firefighters available in their communities. SAFER intends to improve or restore local fire departments' staffing and deployment capabilities so they may more effectively and safely respond to emergencies.

Indianola's application is a request for three additional positions for Firefighter/Paramedic. If awarded the Department will be able to add one employee per division and allow the staffing of an engine company or 1.5 medic units.

Simple motion is in order.

Attachments

Memo

Memo

TO: Mayor Kelly Shaw and City Council Members
CC: City Manager Ryan Waller
FROM: Fire Chief Gregory M. Chia
DATE March 1, 2016
RE: Request to Submit SAFER Grant

The purpose of this memorandum is a request to proceed with submission of a Staffing for Adequate Fire and Emergency Response (SAFER) Grant Application. Authorization is requested because if awarded, departmental costs will be increased by $219,090 at the conclusion of the grant period (24 months).

The SAFER Grant was created to provide funding directly to fire departments and volunteer firefighter interest organizations to help them increase or maintain the number of trained, "front line" firefighters available in their communities. The goal of SAFER is to enhance the local fire departments' abilities to comply with staffing, response and operational standards established by the NFPA (NFPA 1710 and/or NFPA 1720). SAFER intends to improve or restore local fire departments' staffing and deployment capabilities so they may more effectively and safely respond to emergencies.

The application period is currently open and will close at 5PM EDT on Friday March 25th, 2016. The department will be applying for a 24 month grant.

Indianola's application is a request for three additional positions of Firefighter/paramedic. This request is being pursued as a following to the presentation made at the January 19, 2016 Study Session. If awarded, the Department will be able to add one employee per division and allow the staffing of an engine company or 1.5 medic units.

City Council Regular 2nd Mtg **8. B. 2.**

Meeting Date: 03/21/2016

Information

Subject

Resolution approving salaries

Information

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

Joe Holaday, Seasonal Street Sweeper-Street Department, Range 19-3 $20.426/hour effective March 21, 2016 - this is Joe's third season with the City

Steven Nelson, Seasonal Horticultural Assistant, $10.25/hour effective March 22, 2016 - this is Steven's second season with the City

Roll call is in order.

Attachments

Resolution

RESOLUTION 2016-___
APPROVING SALARIES

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

Joe Holaday, Seasonal Street Sweeper-Street Department, Range 19-3 $20.426/hour effective March 21, 2016

Steven Nelson, Seasonal Horticultural Assistant, $10.25/hour effective March 22, 2016

Passed and approved on the 21st day of March, 2016.

____
Kelly B. Shaw, Mayor

ATTEST:

____
Diana Bowlin, City Clerk

City Council Regular 2nd Mtg **8. B. 3.**

Meeting Date: 03/21/2016

Information

Subject

Resolution authorizing the certification of liens to the Warren County Treasurer for purposes of assessing the cost of the nuisance abatement against property

Information

In your packet is the resolution and notice of filing of assessment of nuisance abatements.

The assessment term is for 10 years. The resolution authorizes publication/filing of the nuisance abatement and mailing of it to property owners.

Roll call is in order.

Per Iowa Code, property owners have the option to pay them (or any portion) within 30 days after the first publication (March 30, 2016) at the Clerk's Office.

Attachments

Resolution

List of Liens

RESOLUTION NO. 2016-____

A RESOLUTION AUTHORIZING THE CERTIFICATION OF LIENS TO THE WARREN COUNTY TREASURER FOR PURPOSES OF ASSESSING THE COST OF NUISANCE ABATEMENT AGAINST PROPERTY

WHEREAS, those properties listed on the attached Exhibit have unpaid nuisance abatement costs with the City of Indianola; and

WHEREAS, in the event that a property owner fails to make payment within the required notice period the Iowa law allows for a lien to be placed upon that property; and

WHEREAS, a notice has been sent to each property owner requesting payment within 30 days, the deadline for which has now expired; and

WHEREAS, the City now wishes to authorize assessment of a lien against the property for the cost of nuisance abatement.

NOW, THEREFORE, BE IT HEREBY RESOLVED that the City Council of the City of Indianola hereby authorizes the assessment of a lien against the property listed on the attached Exhibit.

BE IT FURTHER RESOLVED that the City Clerk is authorized to certify said list to the Warren County Treasurer and to publish the list as is required by law.

BE IT FURTHER RESOLVED that all assessments exceeding $500.00 may be paid in up to ten (10) annual installments, to be paid in the same manner and with the same interest rate provided for assessments against benefited property under state law.

Passed and approved the 21st day of March, 2016.

____

Kelly B. Shaw, Mayor

Attest:

____

Diana Bowlin, City Clerk

NOTICE OF FILING OF
ASSESSMENTS FOR NUISANCE ABATEMENT

To the person(s) owning land located within the City of Indianola, Warren County, Iowa, particularly described as follows:

Parcel #	Legal Description	Property Owner	Property Address	Amount	Admin Fee 001-1700-47100	Street 321-2100-47100	Reason	Amount Pd & Date	Receipt #	Amount Unpaid
48600000010	Lots 1 & 2 Park View Addition	Dunbar, Wesley and Rebecca	600 N G ST	$145.00	$20.00	$125.00	Snow/Ice removal – 01/04/2016 Notice			

You are hereby notified that the City of Indianola, on March 21, 2016, levied special assessments for the abatement of a public nuisance against each of the above described properties and that said assessments have been certified to the Warren County Treasurer for collection. Assessments of $500.00 or more are payable in ten (10) equal annual installments, with interest on the unpaid balance all as provided in Iowa Code Section 384.65.

You are further notified that assessments may be paid in full or in part without interest at the office of the City Clerk, at any time within thirty days after the date of the first publication of this notice of the filing of assessments for nuisance abatement with the City Clerk. Unless said assessments are paid in full within said thirty day period all unpaid assessments will be certified to the Warren County Treasurer for collection. Each installment will be delinquent on September 30th following its due date on July 1st in each year. Property owners may elect to pay any annual installment semiannually in advance.

This Notice given by direction of the Council of the City of Indianola, Iowa as prescribed by Code Section 384.60 of the Code of Iowa.

____

Diana Bowlin, City Clerk

Published in the Indianola Record Herald on both the March 30, 2016 and April 6, 2016.