



City of Vermillion Council Agenda

7:00 p.m. Regular Meeting

Monday, March 4, 2013

City Council Chambers

25 Center Street

Vermillion, South Dakota 57069

1. **Roll Call**
2. **Pledge of Allegiance**
3. **Minutes**
 - a. February 19, 2013 Special Session; February 19, 2013 Regular Session.
4. **Adoption of the Agenda**
5. **Visitors To Be Heard**
 - a. Proclamation Observing March 2013 as Developmental Disabilities Awareness Month.
6. **Public Hearings**
 - a. Special daily malt beverage and wine license on or about March 16, 2013 for the Vermillion Area Arts Council at 202 Washington Street.
7. **Old Business**
8. **New Business**
 - a. Resolution to modify the name of the Vermillion Public Library.
 - b. Fireworks Permit for Dance Marathon.
 - c. Resolution authorizing the purchase of a motor grader.
 - d. Presentation of the 2012 Annual Financial Report.
9. **Bid Openings**
 - a. Fuel Quotes
10. **City Manager's Report**
11. **Invoices Payable**
12. **Consensus Agenda**
13. **Adjourn**

Access the City Council Agenda on the web – www.vermillion.us

Addressing the Council: Persons addressing the Council shall use the microphone at the podium. Please raise your hand to be recognized, go to the podium and state your name and address.

.. **Items Not on the Agenda** Members of the public may speak under Visitors to Be Heard on any topic NOT on the agenda. Remarks are limited to 5 minutes and no decision will be made at this time.

b. Agenda Items: Public testimony will be taken at the beginning of each agenda item, after the subject has been announced by the Mayor and explained by staff. Any citizen who wishes may speak one time for 5 minutes on each agenda item. Public testimony will then be closed and the topic will be given to the governing body for possible action. At this point, only City Council members and staff may discuss the current agenda item unless a Council member moves to allow another person to speak and there is unanimous consent from the Council. Questions from Council members, however, may be directed to staff or a member of the public through the presiding officer at any time.

Meeting Assistance: The City of Vermillion fully subscribes to the provisions of the Americans with Disabilities Act of 1990. If you desire to attend this public meeting and are in need of special accommodations, please notify the City Manager's Office at 677-7050 at least 3 working days prior to the meeting so appropriate auxiliary aids and services can be made available.

Council Meetings: City Council regular meetings are held the first and third Monday of each month at 7:00 p.m. If a meeting falls on a City holiday, the meeting will be scheduled for the following Tuesday.

Live Broadcasts of Council Meetings on Cable Channel: Regular City Council meetings are broadcast live on Cable Channel 3.

As a courtesy to others, we ask that cellular phones and pagers be turned off during the meeting.

Vermillion City Council's Values and Vision

This community values its people, its services, its vitality and growth, and its quality of life and sees itself reinforcing and promoting these ideals to a consistently increasing populace.





Special Meeting Agenda

City Council

12:00 p.m. (noon) Special Meeting
Monday, March 4th 2013
Large Conference Room
City Hall – 25 Center Street
Vermillion, South Dakota 57069

1. **Roll Call**
2. **Educational Session –GIS Program – Jose Dominguez & Todd Nordyke.**
3. **Educational Session—Distracted Driving/Texting Ban Discussion—Chief Matt Betzen.**
4. **Briefing on the March 4, 2013 City Council Regular Meeting Agenda-** Briefings are intended to be informational only and no deliberation or decision will occur on this item.
5. **Adjourn**

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Addressing the Council: Persons addressing the Council shall use the microphone at the podium. Please state your name and address. Presentations are limited to 5 minutes. For those who do not appear on the agenda, no decision is to be expected at this time.

Meeting Assistance: If you require assistance, alternative formats and/or accessible locations consistent with the Americans with Disabilities Act, please contact the City Manager's Office at 677-7050 at least 3 working days prior to the meeting.

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Unapproved Minutes
Council Special Session
February 19, 2013
Tuesday 12:00 noon

The special session of the City Council, City of Vermillion, South Dakota was held on Tuesday, February 19, 2013 at 12:00 noon in the City Hall large conference room.

1. Roll Call

Present: Collier-Wise (arrived at 12:11 p.m.), Davies, Grayson, Osborne, Ward, Willson, Zimmerman, Mayor Powell

Absent: Meins

2. Educational Session - Fire Department Inspection Program - Fire Chief Shannon Draper

John Prescott, City Manager, introduced Richard (Shannon) Draper, Fire Chief, and reminded the Council members of the open house for Shannon on Monday, February 25th from 2:00 p.m. to 3:30 p.m. at City Hall. John noted that Shannon has information on a property inspection program along with Knox box key systems for business and rental property.

Richard Shannon Draper, Fire Chief, stated that fire prevention is made up of education, inspection and plan review. He noted that education is ongoing and that plan review is done on construction but where we may be lacking is in inspection. Shannon noted that the City does not have a business registry program that would list all businesses along with type of use to see that it is compatible with all ordinances. Shannon reviewed the State statutes on inspection noting that he would like to do inspections of all assembly, educational, day care, health care, rental and business establishments at least every other year noting that some of the high occupancy property should be done annually.

Alderman Collier-Wise arrived at 12:11 p.m.

Shannon stated that he would propose that owners be sent notices at the beginning of the month scheduled for inspection to allow time to schedule the inspection. The inspection would be provided free of charge and if any corrected items required a return trip there would be no charge but, if the corrective action was not taken and another inspection was required, he suggested a \$25 fee be charged and if another trip was required the fee increased to \$100. Shannon stated

that if this was something that the City Council wanted to proceed with an ordinance update may be needed and education put in place to start the program. Shannon stated that he would like to offer free home safety surveys as time allotted.

Shannon also provided information on a Knox box for business occupancy and rental buildings where keys would be in the Knox box that the fire fighters could access without needing to force entry or delay waiting for someone to provide access. He noted that the boxes cost \$150 and he stated that they are to be installed within 15 feet of the main entrance of the facility. He noted it would require an ordinance change to implement this program. Shannon answered questions of the City Council on the Knox box and inspection program.

3. Informational Session - Street Department Motor Grader Purchase - Jason Anderson

Jason Anderson, Assistant City Engineer, reported that the replacement of the 1998 Caterpillar 120H motor grader with a similar size machine was presented during the budget session last August. In talking to the equipment dealer about the replacement, it was noted that Spink County bid a one size larger motor grader being a Caterpillar 140 M2 with minimal hours that includes a warranty for 7 years or 7500 hours for \$258,240. The 120H is estimated to cost \$232,565 but there is not a market demand for this size machine. The difference in original purchase price should be more than made up in resale value. The 140 would be the same size as the other motor grader owned by the City. As to the increased purchase price, Jason recommended that the general fund transfer funds to the equipment replacement fund similar to what the electric fund did when it requested a larger truck. Jason recommended the replacement of the 1998 Caterpillar 120H motor grader with a larger Caterpillar 140M2 motor grader. Discussion followed with Jason and Pete Jahn answering questions of the City Council.

The consensus of the City Council was to bring the purchase recommendation forward at the March 4th Council meeting for consideration.

4. Briefing on the February 19, 2013 City Council Regular Meeting Agenda

Council reviewed items on the agenda with City staff. No action was taken.

5. Adjourn

045-13

Alderman Osborne moved to adjourn the Council special session at 12:57 p.m. Alderman Ward seconded the motion. Motion carried 8 to 0. Mayor Powell declared the motion adopted.

Dated at Vermillion, South Dakota this 19th day of February, 2013.

THE GOVERNING BODY OF THE CITY
OF VERMILLION, SOUTH DAKOTA

BY

John E (Jack) Powell, Mayor

ATTEST:

BY

Michael D. Carlson, Finance Officer

Unapproved Minutes
City Council Regular Session
February 19, 2013
Tuesday 7:00 p.m.

The regular session of the City Council, City of Vermillion, South Dakota was called to order on February 19, 2013 at 7:00 p.m. by Mayor Powell.

1. Roll Call

Present: Collier-Wise, Davies, Grayson, Meins, Osborne, Willson, Zimmerman, Mayor Powell, Student Representative Wilson

Absent: Ward

2. Pledge of Allegiance

3. Minutes

A. February 4, 2013 Special Session; February 4, 2013 Regular Session

046-13

Alderman Willson moved approval of the February 4, 2013 special session minutes and the February 4, 2013 regular session minutes. Alderman Meins seconded the motion. Motion carried 8 to 0. Mayor Powell declared the motion adopted.

4. Adoption of Agenda

047-13

Alderman Willson moved approval of the agenda. Alderman Meins seconded the motion. Motion carried 8 to 0. Mayor Powell declared the motion adopted.

5. Visitors to be Heard

Glynis Erickson, owner of Dakota Realty, requested to be included on the next City Council agenda for the creation of a task force to review items included in the 2009 International Property Maintenance Code adopted by the City which is impacting the rental property owners. She stated that in reading the code there are issues that conflict and areas that need further review. She requested that, until the task force can review these issues, required repairs be tabled or the properties grandfathered. She stated that the ordinances conflict on which board hears the appeals, that fraternities and sororities are included in the maintenance code but are not required to have separate heating and ventilation systems and noted that there are a lot of questions and concerns that could be addressed by the task force.

Marty Gilbertson, rental property owner, stated that, in his experience working for a heating control company, there are ways to address air quality without separate systems for each unit.

Greg Card, resident of 208 S. Crawford Road and rental property owner, stated that he purchased a rental property in 2009 and made a sizable investment to bring the property into compliance with the City Code and now the City adopts another code that will require considerable additional investment in separating the heating and ventilation systems. He requested that the City establish a task force to study the issue and see if there are alternatives.

Woody Houser, rental property owner, was concerned about the adoption of the property maintenance code noting that when the zoning ordinance was changed the impact on property owners whose zoning was changed was not projected. Mr. Houser stated that requiring landlords to install hard wired smoke detectors in these older units is causing an expense to the landlords and the tenants still remove the batteries. He noted that the rental housing fees are the highest in the area stating that Sioux Falls does not have the fee. He stated that the idea of a task force to address these issues is a good idea.

Bonnie Rowland, business and rental property owner, stated that business and property owners are being taxed out of business. She stated that Sioux Falls has no property inspection fees and requested that the City be kinder to business and property owners. She stated that as a property owner she was frustrated by the rules and inspections.

Arlen Veen, rental property owner, stated that in 2005 he started investing in property in Vermillion and reviewed the improvements made to a duplex noting that the tenants have no problems with sharing a heating and air conditioning system. He felt that his property should be grandfathered in as it met the code when it was last remodeled. He respectfully requested the City Council reconsider the ordinance and to grandfather the existing units.

Mike Manning, realtor with Dakota Realty, requested the establishment of the task force and requested the realtors be included. He noted that we all want to work together for the same goal which is what is best for the community.

Kris Abrahamson, rental property owner, stated that he also owns property in Omaha and questioned the requirement to have a registered agent within 100 miles noting that living in Omaha he can be in Vermillion in a shorter time period than others that were closer. He has not heard of the rental inspection fee in other communities and felt that students should be asked what they want in rental property as these costs are for overprotection. He noted that hearing landlords and realtors that are unhappy does not promote others to invest in the community.

Mayor Powell thanked the citizens for their input.

6. Public Hearings

A. Retail on-off sale wine license for Sunset Oil, Inc for Pump N Pak at 629 Stanford Street

Mike Carlson, Finance Officer, reported that an application was received for a retail on-off sale wine license from Sunset Oil, Inc for Pump N Pak at 629 Stanford Street. Sunset Oil, Inc currently has two on-off sale malt beverage licenses for the location so a background check was not requested. As a compliance check was failed on August 17, 2012, a management plan was included in the packet along with the Police Chief's report. The retail on-off sale wine license will allow for the sale of wine by glass or bottle and the license will allow up to ten additional video lottery machines.

048-13

Alderman Osborne moved approval of the on-off sale wine license for Sunset Oil, Inc for Pump N Pak at 629 Stanford Street. Alderman Zimmerman seconded the motion. Discussion followed noting that the business has failed 5 of 10 compliance checks since 2008. Discussion continued on the reporting of compliance check violations and how to implement a progressive enforcement plan for repeat offenders. Motion carried 7 to 1. Mayor Powell declared the motion adopted.

B. Special Assessment Roll for sidewalk repairs in the City of Vermillion (southeast quadrant)

Jose Dominguez, City Engineer, reported on August 15, 2012 that the City Council approved a resolution adopting the resolution of necessity for sidewalk repair in the southeast quadrant of the community. The work has been completed and the assessment roll has been calculated and filed with the Finance Office. The resolution setting the public hearing was adopted January 21, 2013 and notices were sent to the properties listed. Jose stated that the City Council should receive the public input then may approve, equalize, amend or reject the assessment roll.

Bill Brunick, 2111 E Main, representing 15 owners of townhouses, noted that the sidewalk in front of their property is classified as a bike path and reported that Harold Holoch stated that the maintenance of a bike path was the City's responsibility. Now it appears that the City is stating that maintenance is the property owner's responsibility. Bill requested clarification as to who is the owner and who is liable if someone falls and gets hurt. Mayor Powell requested staff review and report on the request of Mr. Brunick.

Jose answered questions of the City Council on the assessment roll.

049-13

After reading the same once, Alderman Collier-Wise moved adoption of the following:

RESOLUTION APPROVING THE SPECIAL ASSESSMENT ROLLS
AND NOTICE OF SPECIAL ASSESSMENTS
FOR SIDEWALK REPAIRS
IN THE CITY OF VERMILLION, SOUTH DAKOTA

WHEREAS, the Governing Body of the City of Vermillion, Clay County, South Dakota has established special assessment rolls for defraying the cost of construction of sidewalks and related improvements

against the several tracts of real property fronting and abutting upon:

PARCEL NUMBER	PROPERTY ADDRESS	LEGAL DESCRIPTION	AMOUNT
15230-00000-040-00	10 S University	Lot 4 East End	\$231.94
15570-00100-030-00	100 Catalina	LOT 3 BLK 1 PARK VIEW ACRES 2ND	\$175.52
15570-00200-010-00	100 Sycamore	LOT 1 BLK 2 PARK VIEW ACRES 2ND	\$285.22
15600-00300-100-00	1004 Ridgecrest	LOT 10 BLK 3 RIDGECREST	\$197.19
15260-00600-020-00	1018 Crestview	LOT 2 BLK 6 EASTGATE MANOR 3RD	\$122.06
15170-00200-180-00	103 Linden	N 17' OF 17 & ALL OF 18 BLK 2 COLLEGE PARK	\$138.70
15600-00400-050-00	1030 Valley View	LOT 5 BLK 4 RIDGECREST	\$122.06
15600-00300-090-00	1031 Valley View	LOT 8A REPLAT OF LOTS 8 & 9 BLK 3 RIDGECREST ADDN	\$175.76
15710-07700-100-00	104 S Harvard	LOTS 9 & 10 BLK 77 SMITHS	\$401.77
15570-00200-030-03	107 Catalina	S 65' OF LOT 3 BLK 2 PARK VIEW ACRES 2ND	\$218.62
15290-00100-190-00	109 S Pine	LOTS 18 & 19 EAST VIEW	\$80.51
15710-07500-050-00	110 Forest	LOTS 3, 4 & 5 BLK 75 SMITHS	\$0.00
15170-00200-040-00	110 S University	S 38' OF LOT 3 & ALL OF LOT 4 BLK 2 COLLEGE PARK ADDN	\$1,448.01
15260-00700-070-03	1119 Crestview	LOT 6 & W 5' OF LOT 7 BLK 7 EASTGATE MANOR 3RD	\$122.06
15570-00200-040-00	113 Catalina	LOT 4 BLK 2 PARK VIEW ACRES 2ND	\$144.77
15170-00200-160-00	113 Linden	N 27' OF LOT 15 & S 16' OF LOT 16 BLK 2 COLLEGE PARK	\$186.10
15630-00400-220-00	1132 Valley View	LOT 22 BLK 4 RIDGECREST 4TH	\$158.68
15170-00200-150-00	115 Linden	N 20' OF LOT 14 & S 23' OF LOT 15 BLK 2 COLLEGE PARK	\$220.53
15270-00100-090-00	116 Linden	LOT 9 BLK 1 EASTSIDE	\$158.55
15270-00100-110-00	122 Linden	Lots 10 & 11 BLK 1 EASTSIDE	\$155.36
15630-00400-260-00	1226 Valley View	LOT 26 BLK 4 RIDGECREST 4TH	\$479.79
15260-00700-100-00	1234 Valley View	E 40' OF LOT 9 & ALL OF 10 BLK 7 EASTGATE MANOR 3RD ADDN	\$271.90
15310-00400-030-00	127 S Yale	LOT 3 BLK 4 ADDN TO HANSONS	\$155.36
15710-07600-130-00	17 S Yale	LOT 13 BLK 76 SMITHS	\$338.50
15710-07400-070-09	18 forest	N 1/2 OF W 1/2 LOT 7 BLK 74 SMITHS	\$155.36
15300-00200-020-00	200 Forest	S 25' OF 1 & ALL OF 2 BLK 2 HANSONS	\$155.36
15310-00400-040-00	203 S Yale	LOT 4 BLK 4 ADDN TO HANSONS	\$155.36
15270-00300-010-00	202 S Pine	LOT 1 BLK 3 EASTSIDE	\$828.25
15270-00300-030-00	206 S Pine	LOT 2 & N 44' OF LOT 3	\$158.68

15300-00100-050-00	207 Forest	BLK 3 EASTSIDE S 40' OF LOT 4 & E 150' OF N 10' OF LOT 5 BLK 1 HANSONS	\$155.36
15310-00400-050-00	207 S Yale	N 57' LOT 5 BLK 4 ADD TO HANSONS	\$50.00
15300-00200-040-00	208 Forest	LOTS 3 & 4 BLK 2 HANSONS	\$155.36
15310-00500-080-00	208 S Yale	LOTS 7 & 8 BLK 5 ADDN TO HANSONS (2 HOUSES)	\$50.00
15715-00500-090-00	2105 E Main	LOT 9 BLK 5 SMITH-QUAM	\$210.39
15715-00500-110-00	2111 E Main	LOT 11 BLK 5 SMITH- QUAM	\$205.34
15270-00300-050-00	212 S Pine	S 6' LOT OF 3, ALL OF LOT 4 & N 30' OF LOT 5 BLK 3 EASTSIDE	\$185.33
15470-00400-040-00	220 Walker	LOT 4 BLK 4 MEISENHOLDERS 3RD	\$320.79
15710-07400-060-00	221 E Main	LOTS 4, 5 & 6 BLK 74 SMITHS	\$1,264.59
15270-00300-080-00	222 S Pine	LOT 7 & N 1/2 OF LOT 8 BLK 3 EASTSIDE	\$1,350.91
15870-09252-241-03	225 S Yale	S-1 IN NE 1/4 NE 1/4 24-92-52 UNPLATTED S YALE	\$248.59
15170-00100-050-00	23 Linden	S 8' OF 4 & N 42' OF 5 BLK 1 COLLEGE PARK	\$517.20
15710-07300-100-00	23 Forest	LOT 9 & 10 BLK 73 SMITHS	\$345.02
15270-00300-090-00	234 S Pine	S 1/2 OF 8 & ALL OF 9 BLK 3 EASTSIDE	\$371.79
15060-00100-020-00	25 S University	LOT 2 BLK 1 BIGELOW'S UNIVERSITY	\$325.19
15280-07800-110-00	301 Lewis	LOTS 10 & 11 BLK 78 EAST VERMILLION	\$50.00
15130-00100-200-00	303 Linden	N 75' OF LOT 20 & E 1/2 VACATED ALLEY BRUYERS	\$348.50
15530-01100-060-00	305 Forest	LOTS 1 TO 14 BLK 11 & VACATED ALLEY EXC LOT H1 LOT 8 & LOT H2 LOT 14~ BLK 11 ORIGINAL TOWN~	\$248.59
15280-07800-120-00	309 Lewis	LOT 12 & W 1/2 OF 13 BLK 78 EAST VERMILLION	\$186.10
15280-08000-070-00	311 Forest	N 1/2 OF W 14' OF 3 & N 1/2 OF 4, 5, 6 & 7 BLK 80 EAST VERMILLION	\$155.36
15280-08100-040-00	312 Lewis	W 7' OF LOT 3 & ALL OF LOT 4 BLK 81 EAST VERMILLION	\$305.20
15280-07800-140-00	315 Lewis	E 1/2 OF 13 & ALL OF 14 BLK 78 EAST VERMILLION	\$182.00
15280-08200-030-00	315 S University	N 1/2 OF LOTS 1, 2 & 3 BLK 82 EAST VERMILLION	\$228.61
15280-07800-020-00	322 Canby	LOTS 1 & 2 BLK 78 EAST VERMILLION ADDN	\$2,492.78
15280-08000-020-00; 15280-08100-090-00	322 Forest	S 1/2 OF VAC 5TH ST & S 1/2 OF LOTS 1 & 2 BLK 80 EAST VERMILLION ; S 1/2	\$215.29

15280-08100-020-03; 15870-09252-240-06	311 S Yale	OF W 35' OF LOT 9 BLK 81 EAST VERMILLION LOT C-1 BLK 81 EAST VERMILLION; LOT C-2 & S 8' & W 20' OF L-1 24-92-52 UNPLATTED S YALE S 103' 7.5" OF LOTS 1 & 2 BLK 81 EAST VERMILLION ADDN	\$348.50 \$305.20
15280-08100-020-00	324 Lewis	LOT 9 BLK 3 EASTGATE MANOR 3RD	\$50.00
15260-00300-090-00	401 Sharpe	W 130' OF N 216' OF BLK 78 SMITHS	\$2,401.01
15710-07800-000-21	403 E Main	N 75' OF LOT 18 & E 1/2 VACATED ALLEY BRUYERS	\$865.41
15130-00100-180-02	403 Linden	S 132' OF W 30' LOT 8 & S 132' OF E 25' LOT 9 BLK 82 EAST VERMILLION	\$122.06
15280-08200-090-00	408 Lewis	S 65' OF LOT 2 BLK 2 AUD TRACT B OF S 1/2 LOT 2 NW 1/4 19-92-51	\$0.00
15850-00200-020-03	408 S Pine	N 1/2 OF LOT 17 & S 25' OF LOT 18 & E 1/2 VACATED ALLEY BRUYERS	\$122.06
15130-00100-180-00	409 Linden	W 40' OF 3 & ALL 4 & 5 BLK 75 EXC LOT H2 EAST VERMILLION; LOTS 16, 17 & W 40' OF LOT 18 BLK 75 EAST VERMILLION; W 40' OF 3 & ALL OF 4 BLK 76 & VAC PARK AVE EAST VERMILLION	\$807.87
15280-07500-050-00; 15280-07500-180-00; 15280-07600-040-00	419 Park Lane	S 1/2 OF 1,2,3 & 4 BLK 77 EAST VERMILLION	\$1,167.50
15280-07700-040-03	421 S University	LOT 4 & E 10' OF 5 BLK 82 EAST VERMILLION	\$244.64
15280-08200-050-00	424 Lewis	LOT 5 BLK 5 EASTGATE MANOR 3RD ADDN	\$238.60
15260-00500-050-00	501 S Norbeck	S 1/2 OF LOT 16 & LOT 17 & N 1/2 OF 18 BLOCK 9 EASTGATE MANOR 3RD	\$50.00
15260-00900-170-00	509 Lee	S 10' OF LOT 4 & LOT 5 BLK 3 EASTGATE MANOR 3RD	\$254.97
15260-00300-050-00	510 Catalina	LOT 6 BLK 12 EASTGATE MANOR 3RD	\$50.00
15260-01200-060-00	511 Mickelson	LOT 5 BLK 9 EASTGATE MANOR 3RD	\$155.10
15260-00900-050-00	514 S Norbeck	N 132' OF LOT 2 BLK 1 COLLEGE PARK	\$886.98
15170-00100-020-00	515 E Main	LOT 6A BLK 3 VALLEY VIEW	\$374.30
15800-00300-060-03	521 Valley View	LOT 5 BLK 1 VALLEY VIEW	\$125.38
15800-00100-050-00	526 Poplar	LOT 4 BLK 9 EASTGATE MANOR 3RD	\$50.00
15260-00900-040-00	600 S Norbeck	LOT 17 BLK 6 EASTGATE	\$50.00
15260-00600-170-00	605 Sharpe		

15260-01100-010-00	618 Lee	MANOR 3RD ADDN LOT 1 BLK 11 EASTGATE MANOR 3RD	\$50.00
15850-00100-030-03; 15860-09251-190-30	620 Canby	W 20' OF LOTS 2 & 3 BLK 1 AUD TRACT B; LOTS 7 & 8 & E 20' OF 9 REPLAT OF AUD TRACT A S 1/2 LOT 2 NW 1/4 19-~92-51 AUD TRACT 19-92-51~	\$244.64
15190-00000-060-00	624 Lewis	LOT 6 COVERDALES	\$122.06
15860-09251-190-15	627 Lewis	LOT 6 REPLAT OF AUD TRACT A S 1/2 LOT 2 NW 1/4 19-92-51 AUD TRACT 19-92-51	\$50.00
15190-00000-070-00	630 Lewis	LOT 7 COVERDALES	\$122.06
15850-00200-020-00	701 Lewis	LOT 1 & N 10' OF LOT 2 BLK 2 AUD TRACT B	\$478.35
15850-00200-030-00	707 Lewis	LOT 3 BLK 2 AUD TRACT B S 1/2 OF LOT 2 NW 1/4 19-92-51	\$98.76
15270-00300-130-00	716 Maple	E 77.7' OF 11, 12 & E 77.7' OF S 1/2 OF 13 BLK 3 EASTSIDE	\$524.98
15470-00800-070-03; 15600-00200-010-00	806 Valley View	LOT 7A REPLAT OF S 25' OF LOT 7 BLK 8 MEISENHOLDERS 3RD; LOT 1A REPLAT LOT 1 BLK 2 RIDGECREST LOT 3 BLK 1 EXC WESTERLY 13.8'	\$347.30
15600-00100-030-00; 15650-00100-030-00	833 Valley View	RIDGECREST; LOT 3A BLK 1 EXC WESTERLY 75' RIDGECREST 6TH S 30.5' OF E 15' OF LOT 3 & S 30.5' OF LOTS 4, 5 & 6 BLK 73 & N 1/2 VAC ALLEY SMITHS	\$145.37
15710-07300-060-00	9 Forest	LOT 8 BLK 2 RIDGECREST REPLAT OF BLK 1 (CHURCH & SCHOOL) ST AGNES CHURCH	\$158.55
15600-00200-080-00	902 Valley View	LOT 7 BLK 1 RIDGECREST; LOT 7A BLK 1 RIDGECREST 6TH	\$122.06
15740-00100-000-00	909 Lewis	LOT 1 BLK 2 PARK VIEW ACRES 2ND	\$238.60
15600-00100-070-00; 15650-00100-070-00	917 Ridgecrest	E 32' OF 5 & W 60' OF 6 BLK 2 EASTGATE MANOR 2ND LOT 4 BLK 1 PARK VIEW ACRES	\$351.82
15570-00200-010-00	935 Sunset	E 76' OF LOT 12 BLK 1 EASTGATE MANOR; E 76' OF LOT 5 REPLAT BLK 1 & 2 BLK 2 ST AGNES CHURCH	\$199.86
15250-00200-060-00	941 Crestview	LOT 1 BLK 1 PARK VIEW ACRES 2ND	\$124.11
15560-00100-040-00	943 E Main	LOT 6 BLK 1 PARK VIEW	\$164.01
15240-00100-120-03; 15740-00200-050-02	948 Eastgate		\$314.25
15570-00100-010-00	948 Sunset		\$217.09
15560-00100-060-00	949 E Main		\$468.31

		ACRES	
15570-00100-020-00	952 Sunset	LOT 2 BLK 1 PARK VIEW ACRES 2ND	\$237.89
15740-00100-000-00	416 Walker	REPLAT OF BLK 1 ST AGNES CHURCH	\$122.06
15170-00200-020-00	102 S University	LOT 1 & N 18' OF LOT 2 BLK 2 COLLEGE PARK	\$155.36
15640-00400-060-00	1114 Ridgecrest	LOT 6 BLK 4 RIDGECREST 5TH ADDN	\$124.11
15610-00100-270-00	1215 Valley View	LOT 27 BLK 1 RIDGECREST 2ND	\$124.11
15260-00900-220-00	1318 Crestview	LOT 22 BLK 9 EASTGATE MANOR 3RD	\$255.26
15710-07600-020-00	303 E Main	LOTS 1 & 2 BLK 76 SMITHS ADDN	\$732.35
15260-00900-140-00	415 Lee	LOT 14 BLK 9 EASTGATE MANOR 3RD	\$251.92
15800-00200-140-00	514 Valley View	LOT 14 BLK 2 VALLEY VIEW	\$328.51
15260-01500-010-00	519 S Crawford	LOT 1A BLK 15 EASTGATE MANOR 3RD	\$122.06
15670-00100-030-00	915 E Main	N 100' OF LOT 3 BLK 1 RUSSOS 1ST	\$271.90
15250-00100-070-00	952 Crestview	E 72' OF LOT 7 BLK 1 EASTGATE MANOR 2ND ADDN	\$50.00
15840-00300-070-00	1722 Baylor	LOTS 7 & 8 BLK 3 WESTGATE	\$1,477.31
15570-00100-130-03	220 Catalina	S 67' OF LOT 13 BLK 1 PARK VIEW ACRES 2ND ADDN	\$50.00
15460-00200-050-00	812 Canby	LOT 5 BLK 2 MEISENHOLDERS	\$182.00
15365-00100-040-00	409 N Crawford	LOT 4 BLK 1 LACROIX	\$167.92

in the City of Vermillion, Clay County, South Dakota. The assessment rolls were filed in the office of the City Finance Officer of the City of Vermillion, South Dakota on the 14th day of January 2013.

WHEREAS, said Governing Body, by resolution, fixed this time and place for hearing, upon the assessment rolls, and directed the City Finance Officer, of the City of Vermillion, Clay County, South Dakota, to publish a Resolution and Notice for such hearing in the official newspaper of Vermillion, South Dakota, one week prior to the date set for said hearing. Said Resolution and Notice described, in general terms, the improvement for which the special assessment is levied, the date of filing of the assessment rolls, and the time and place for the hearing that the assessment rolls would be open for public inspection at the office of the City Finance Officer of Vermillion, South Dakota, and referred to the assessment rolls for further particulars. The Finance Officer was further directed to mail a copy of the Resolution and Notice, by first-class mail, postage thereon fully prepaid, addressed to the property owners of any property to be assessed for such improvement at their address,

as shown by the records of the Director of Equalization, at least one week prior to the date set for the hearing.

WHEREAS, it now appears that the Finance Officer has caused notice of the hearing to be given in the manner provided by the aforementioned Resolution and Notice, and by law.

WHEREAS, all persons interested have been given an opportunity to appear and show cause why the Governing Body should not approve the assessment rolls, and the assessments against the respective premises of the owners, and the Governing Body has determined that the assessment rolls are, in all respects, true and correct and according to law.

NOW, THEREFORE, IT IS RESOLVED, by the Governing Body of the City of Vermillion, Clay County, South Dakota that the special assessment rolls are hereby approved without amendment or change.

BE IT FURTHER RESOLVED, that the approved assessment rolls be filed in the office of the City Finance Officer the day after approval of the assessment rolls. The City Finance Officer shall publish once in the official newspaper of Vermillion, South Dakota, and a copy of this Resolution and Notice, along with the approved assessment rolls.

BE IT FURTHER RESOLVED, that the City Finance Officer shall immediately mail to the owner, or owners, of each lot, parcel or piece of ground, as shown by the assessment rolls, a copy of this Resolution and Notice, along with the approved assessment roll for that location.

NOTICE IS HEREBY GIVEN, that the assessments mentioned in the assessment rolls will be payable according to the provisions of Plan One, as set forth in Sections 9-43-30 to 9-43-41, inclusive of the Codified Laws of 1967 of the State of South Dakota, unless superseded by a deferred assessments agreement.

NOTICE IS FURTHER GIVEN, that any assessment under Plan One, or any installment thereof, may be paid without interest to the City Finance Officer whose office is located in City Hall at 25 Center Street in the City of Vermillion, South Dakota, at any time, within thirty days after the filing of the approved assessment rolls in the office of said City Finance Officer. Thereafter, and prior to the due date of the first installment, the entire assessment remaining, or any number of installments thereof, plus interest thereon, from the filing date to the date of payment, may be paid to the said City Finance Officer. After the due date of the first installment,

provided that the installments, which are due together with interest included thereon, have been paid, any or all of the remaining installments not yet due may be paid without additional interest to the said City Finance Officer. All installments paid prior to their respective due dates shall be paid in inverse order of their due dates. No installment, under Plan One, shall be paid to the said City Finance Officer on or after its due date, and on and after said date such installment shall be paid only to the County Treasurer with interest.

NOTICE IS FURTHER GIVEN, that the approved assessment rolls, will be filed with the City Finance Officer on February 20, 2013. The assessment is payable in two (2) installments at ten percent (10%), per annum, interest on unpaid installments as stipulated in the assessment roll for each location. The first installment due date is January 1, 2014. Subsequent installments are due January 1st of each succeeding year until the entire assessment is paid.

The assessment rolls herein referred to are attached.

Dated at Vermillion, South Dakota, this 19th day of February, 2013.

THE GOVERNING BODY OF THE CITY
OF VERMILLION, SOUTH DAKOTA

By _____
John E. (Jack) Powell, Mayor

ATTEST:

Michael D. Carlson, Finance Officer

The motion was seconded by Alderman Grayson. Discussion followed and the question of the adoption of the Resolution was presented for a vote of the Governing Body. 8 members voted in favor of and 0 members voted in opposition to the Resolution. Mayor Powell declared that the Resolution was adopted.

7. Old Business - None

8. New Business

A. Joint Powers Advisory Board appointment

Mayor Powell noted that two expression of interest forms were received for the City representative to the Joint Powers Board. Mayor Powell reported that, from the feedback he received from the Council members, he is recommending the appointment of Nicholas

Willan as the City representative to the Joint Powers Board for the term ending July 2015.

050-13

Alderman Willson moved approval of the appointment of Nicholas Willan as the City of Vermillion representative to the Joint Powers Board to fill the term ending July 2015. Alderman Grayson seconded the motion. Motion carried 8 to 0. Mayor Powell declared the motion adopted.

Mayor Powell also thanked Samantha O'Kelly for her interest in this position.

B. First Reading of Ordinance No. 1296 - Amending Chapter 3, A-1: Agricultural District, Section 3.03, Lot and yard Regulations of Appendix A, 2012 Joint Zoning Regulations for Clay County and the City of Vermillion

Jose Dominguez, City Engineer, reported in December 2012 that the County Commission and City Council met in a joint meeting to consider a zone change request in the joint jurisdictional area from A-1 to R-1 for Mr. Jahn. After discussion, the zone change request was tabled to allow the joint Planning Commissions time to review other options. The joint Planning Commissions met on February 11, 2013 and forwarded a unanimous recommendation to reduce the minimum lot size in the A-1 District to one acre. Jose noted the proposed ordinance presented is based upon that recommendation. The first reading of this ordinance is by the individual governing body and second reading will be a joint meeting of the County Commission and the City Council scheduled for March 5, 2013 at 6:00 p.m.

051-13

Mayor Powell read the title to the above mentioned Ordinance and Alderman Zimmerman moved adoption of the following Resolution:

BE IT RESOLVED that the minutes of this meeting shall show that the title to proposed Ordinance No. 1296 entitled An Ordinance Amending Chapter 3, A-1: Agricultural District, Section 3.03, Lot and yard Regulations of Appendix A, 2012 Joint Zoning Regulations for Clay County and the City of Vermillion of the City of Vermillion, South Dakota has been read and the Ordinance has been considered for the first time in its present form and content at this meeting being a regularly called meeting of the Governing Body of the City on this 19th day of February, 2013 at the Council Chambers in City Hall in the manner prescribed by SDCL 9-19-7 as amended.

The motion was seconded by Alderman Willson. After discussion, the question of adoption of the Resolution was put to a vote of the Governing Body and 8 members voted in favor of and 0 members voted in opposition to the motion. Mayor Powell declared the motion adopted.

C. Resolution Authorizing the Purchase of Electric Padmount Switches

Jason Anderson, Assistant City Engineer, reported that the City is in need of three switches for the electric system and the City of Watertown has awarded a bid on six switches meeting our standards to Stuart C. Irby Co. Stuart Irby Co. has agreed to sell the City three switches at the City of Watertown bid price. Jason recommended adoption of the resolution to purchase the three switches from Stuart C. Irby Co. based on the City of Watertown's bid price totaling \$42,415.

052-13

After reading the same once, Alderman Davies moved adoption of the following:

RESOLUTION
AUTHORIZING PURCHASE OF
PADMOUNT SWITCHES

WHEREAS, SDCL 5-18A-22 authorizes a governmental entity to purchase necessary supplies from the lowest responsible bidder of another governmental entity or State or United States at the accepted bid price and the concurrence of said bidder, and;

WHEREAS, the City of Vermillion has reviewed and determined that the bid awarded by the City of Watertown, South Dakota for pad-mount switches from Stuart C. Irby Co. in the amount of \$13,765 each for S&C PME-9 and \$14,325 each for S&C PME-11 pad-mount switchgear offers an advantageous price to the City for said items, and;

WHEREAS, the City has contacted Stuart C. Irby Co. and they have agreed to allow the City to purchase one S&C PME-9 and two S&C PME-11 pad-mount switches for the awarded prices and terms as they have contracted with the City of Watertown, South Dakota.

NOW, THEREFORE BE IT RESOLVED, by the Governing Body of the City of Vermillion that the City Finance Officer is hereby authorized to purchase one S&C PME-9 and two S&C PME-11 pad-mount switches at the awarded prices and under the same terms as the City of Watertown, South Dakota for a total amount of \$42,415.

Dated at Vermillion, South Dakota this 19th day of February 2013.

THE GOVERNING BODY OF THE CITY
OF VERMILLION, SOUTH DAKOTA

By _____
John E. (Jack) Powell, Mayor

ATTEST:

By _____
Michael D. Carlson, Finance Officer

The motion was seconded by Alderman Zimmerman. Discussion followed and the question of the adoption of the Resolution was presented for a vote of the Governing Body. 8 members voted in favor of and 0 members voted in opposition to the Resolution. Mayor Powell declared that the Resolution was adopted.

D. Declaration of Surplus Golf Course Equipment

Jason Anderson, Assistant City Engineer, reported that new mowers were received and now the existing mowers need to be declared surplus and appraised by the Surplus Property Appraisal Committee to be sold by sealed bids. Jason stated that a March 28th bid opening date has been included on the Consensus Agenda.

053-13

Alderman Willson moved approval of declaring the 2005 Toro 5200 D fairway mower and the 2002 Toro 3200 greens reel mower surplus and authorize the appraisal by the Surplus Property Appraisal Committee to be sold by sealed bids. Alderman Davies seconded the motion. Motion carried 8 to 0. Mayor Powell declared the motion adopted.

E. Commercial Collector's License - Waste Management of Sioux Falls

Mike Carlson, Finance Officer, reported that a commercial collector's license application was received from Waste Management of Sioux Falls along with the certificate of insurance. A check was made with the Police Chief noting that no incidents were reported in the local records check. Discussion followed.

054-13

Alderman Willson moved approval of the commercial collector's license for Waste Management of Sioux Falls. Alderman Grayson seconded the motion. Motion carried 8 to 0. Mayor Powell declared the motion adopted.

9. Bid Openings - None

10. City Manager's Report

A. John reported on the receipt of a raffle notification from the Knights of Columbus who will be selling \$20 booklets with cash prizes ranging from \$50 to \$150 awarded based on the score of NCAA Mens Basketball tournament games. Proceeds not awarded are going to the project to replace a church sign.

B. John reminded citizens of the need to clear sidewalks within 24 hours after the end of a snow event. He stated that snow should be stored on your property not across the street on a neighbor's property without permission. If snow is moved across the street, that snow should not be left on the street.

C. John reported that the County Commission and City Council will be meeting in a joint meeting to consider second reading of the ordinance to reduce the lot area from 2 acres to 1 acre on Tuesday, March 5th at 6:00 p.m. in City Hall Council chambers.

PAYROLL ADDITIONS & CHANGES

Police: Mark Foley \$19.19/hr, Anthoney Klunder \$20.66/hr; Library: Dawna Ofstengage \$7.54/hr

11. Invoices Payable

055-13

Alderman Davies moved approval of the following invoices:

AGATI, INC	LIBRARY FURNISHINGS	5,257.00
AMERICAN LEGAL PUBLISHING	ORDINANCE PAGES	341.45
ARCHITECTURE INC.	PROFESSIONAL SERVICES	4,597.00
BROADCASTER PRESS	ADVERTISING	692.15
BRUNICKS SERVICE INC	FUEL	4,046.97
BUREAU OF ADMINISTRATION	TELEPHONE	261.67
CANON FINANCIAL SERVICES	COPIER LEASE	196.27
CENTURYLINK	TELEPHONE	1,485.99
CITY OF VERMILLION	LANDFILL	82.00
CLAY-UNION ELECTRIC CORP	ELECTRICITY	974.71
DEPT. ENVIRONMENT NATL RES	LANDFILL OPERATIONS FEE	2,476.83
GEOTEK ENGINEERING	PROFESSIONAL SERVICES	60.00
GREGG PETERS	MANAGERS FEE	5,375.00
KAIROI, INC	WEBSITE HOSTING/MAINTENANCE	275.00
KNOLOGY	DIAL-UP SERVICE	49.95
LOREN FISCHER DISPOSAL	HAUL CARDBOARD	140.00

MATHESON TRI-GAS, INC	OXYGEN	408.93
MIDAMERICAN	GAS USAGE	9,817.92
MIDCONTINENT COMMUNICATION	CABLE/INTERNET SERVICE	116.45
PCC, INC	COMMISSION AMBULANCE	1,354.29
RESERVE ACCOUNT	POSTAGE FOR METER	950.00
SD DEPT OF TRANSPORTATION	REGISTRATION	60.00
SPRINT	CELL PHONES	1,315.17
STERN OIL CO.	FUEL USAGE	11,362.08
THE EQUALIZER	ADVERTISING	108.00
UMR	REFUND DUPLICATE AMB PAYMENT	472.00
UNITED PARCEL SERVICE	SHIPPING	17.63
US POSTMASTER	UTILITY POSTAGE/PERMIT	1,050.00
VISA/FIRST BANK & TRUST	FUEL/LODGING/SUPPLIES	806.04
JADEEN NEMEC	BRIGHT ENERGY REBATE	250.00

Alderman Meins seconded the motion. Motion carried 8 to 0. Mayor Powell declared the motion adopted.

12. Consensus Agenda

A. Set a bid opening of March 28, 2013 for the Sale of Surplus Greens Mower and Fairway Mower

B. Set a public hearing date of March 4, 2013 for a special daily malt beverage and wine license on or about March 16, 2013 for the Vermillion Area Arts Council at 202 Washington Street

056-13

Alderman Willson moved approval of the consensus agenda. Alderman Zimmerman seconded the motion. Motion carried 8 to 0. Mayor Powell declared the motion adopted.

13. Adjourn

057-13

Alderman Osborne moved to adjourn the Council Meeting at 8:13 p.m. Alderman Zimmerman seconded the motion. Motion carried 8 to 0. Mayor Powell declared the motion adopted.

Dated at Vermillion, South Dakota this 19th day of February, 2013.

THE GOVERNING BODY OF THE CITY
OF VERMILLION, SOUTH DAKOTA
BY

John E. (Jack) Powell, Mayor

ATTEST:

BY

Michael D. Carlson, Finance Officer

Published once at the approximate cost of _____.

**PROCLAMATION
DEVELOPMENTAL DISABILITIES AWARENESS MONTH**

WHEREAS, individuals whose disabilities occur during their developmental years frequently have severe disabilities that are likely to continue indefinitely; and,

WHEREAS, disabilities are a natural part of the human experience that does not diminish the rights of individuals with developmental disabilities to enjoy the opportunity to live independently, enjoy self-determination, make choices, contribute to society, and experience full integration and inclusion in the economic, political, social, cultural, and educational mainstream of American society; and

WHEREAS, family members, friends, and members of the community can play an important role in enhancing the lives of individuals with developmental disabilities, especially when the family and community are provided with necessary services and support; and

WHEREAS, the goals of the nation, state and community properly include the goal of providing individuals with developmental disabilities with the opportunities and support to achieve full integration and inclusion in society, in an individualized manner, consistent with unique strengths, resources, priorities, concerns, abilities, and capabilities of each individual; and

WHEREAS, through increased community, state, and national awareness of programs and activities, the public will better understand the potential and needs of individuals with developmental disabilities.

NOW, THEREFORE, we, the Governing Body of the City of Vermillion, do hereby proclaim March 2013 "Developmental Disabilities Awareness Month" in Vermillion, and encourage all citizens to participate in this observance.

Dated this 4th day of March, 2013.

THE GOVERNING BODY OF THE
CITY OF VERMILLION, SOUTH DAKOTA

John E. (Jack) Powell, Mayor

Attest:

Michael D. Carlson, Finance Officer

Council Agenda Memo

From: Mike Carlson, Finance Officer
Meeting: March 4, 2013
Subject: Special Daily Malt Beverage License for the Vermillion Area Arts Council on or about March 16, 2013 at 202 Washington Street
Presenter: Mike Carlson

Background: The Vermillion Area Arts Council has submitted an application for a special daily malt beverage and wine license for their St. Patrick's Day Celebration on March 16, 2013 at 202 Washington Street.

Our city ordinance on special daily licenses reads as follows:

112.18 SPECIAL LICENSES FOR SALES OF MALT BEVERAGES AND/OR WINE.

The City Council may recommend to the State Department of Revenue that a special malt beverage and/or wine license may be granted to a civic, charitable, educational or fraternal organization in conjunction with a special event. The granting of the special license shall be subject to such conditions and restrictions, as the City Council may deem appropriate and consistent with state law. The fee for such license shall be set by resolution of the City Council.

State Statute for the special daily licenses is as follows:

35-4-124. Special alcoholic beverage licenses issued in conjunction with special events. Any municipality or county may issue:

- (1) A special malt beverage retailers license in conjunction with a special event within the municipality or county to any civic, charitable, educational, fraternal, or veterans organization or any licensee licensed pursuant to subdivision 35-4-2(4), (6), or (16) in addition to any other licenses held by the special events license applicant;
- (2) A special on-sale wine retailers license in conjunction with a special event within the municipality or county to any civic, charitable, educational, fraternal, or veterans organization or any licensee licensed pursuant to subdivision 35-4-2(4), (6), or (12) or chapter 35-12 in addition to any other licenses held by the special events license applicant;
- (3) A special on-sale license in conjunction with a special event within the municipality or county to any civic, charitable, educational, fraternal, or veterans organization or any licensee licensed pursuant to subdivision 35-4-2(4), (6), or (16) in addition to any other licenses held by the special events license applicant; or
- (4) A special off-sale package wine dealers license in conjunction with a special event within the municipality or county to any civic, charitable, educational, fraternal, or veterans organization or any licensee licensed pursuant to subdivision 35-4-2(3), (5), (12), (17A), or (19) or chapter 35-12 in addition to any other licenses held by the special events license applicant. A special off-sale package wine dealer's licensee may only sell wine manufactured by a farm winery that is licensed pursuant to chapter 35-12.

6. Public Hearing; item a

Any license issued pursuant to this section may be issued for a period of time established by the municipality or county. However, no period of time may exceed fifteen consecutive days. The local governing body may establish rules to regulate and restrict the operation of the special license.

Discussion: The notice of public hearing is attached, along with the Police Chief's memo. The routine Police Department records check of the parties involved, with the special daily license, revealed no alcohol related violations or felony convictions in reference to this application. City staff is not aware of any problems with previous special daily licenses granted to the Vermillion Area Arts Council. Susan Heggstad, President of VAAC, has indicated that she will be attending the meeting.

Financial Consideration: The City has received the \$15 per day license fee and \$15 advertising fee from the applicant.

Conclusion/Recommendations: Administration recommends approving the issuance of the special daily malt beverage license unless further information is provided at the public hearing.

NOTICE OF PUBLIC HEARING OF APPLICATIONS
FOR SALE OF ALCOHOLIC BEVERAGES

NOTICE IS HEREBY GIVEN THAT the Vermillion City Council on the 4th day of March, 2013 at the hour of 7:00 P.M. in the City Hall Council Chambers, 25 Center Street, will meet in regular session to consider the following application for an alcoholic beverage license to operate within the municipality for the licensing period stated below, which has been presented to the City Council and filed in the Finance Officer's Office:

Special Daily License (On-Sale) Malt Beverage and Wine License:

Vermillion Area Arts Council on or about March 16, 2013 at 202 Washington Street.

NOTICE IS FURTHER GIVEN THAT any person, persons, or their attorney may appear and be heard at said scheduled public hearing who are interested in the approval or rejection of any such application.

Dated at Vermillion, South Dakota this 15th day of February, 2013.

Michael D. Carlson, Finance Officer

Publish: February 22, 2013

Published once at the approximate cost of _____.

City of Vermillion
Police Department
15 Washington Street
Vermillion, SD 57069
Phone: (605)677-7070
FAX: (605)677-7166
www.vermillionpd.org



MEMORANDUM

To: Vermillion City Council

Date: February 19, 2013

From: Matt Betzen 
Chief of Police

Subject: Application for Special Daily License (On-Sale) Malt Beverage and Wine License

Reference: Vermillion Area Arts Council, Inc.

I have reviewed the application submitted by the Vermillion Area Arts Council regarding a special daily malt and wine license for events occurring on or about March 16, 2013, at 202 Washington Street.

An examination of the Vermillion Police Department's Records Management System revealed no alcohol related violations or felony convictions in reference to this application. This is an annual event and the Vermillion Police Records do not show any issues with this event in the past.

Council Agenda Memo

From: John Prescott, City Manager

Meeting: March 4, 2013

Subject: Resolution to modify the name of the Vermillion Public Library

Presenter: John Prescott

Background: The Vermillion Public Library is in the final month of construction of an addition and renovation project. Funding for the \$2.4 million construction contract, architectural services, and related construction costs has come from \$1.4 million of 2nd Penny Sales tax money, a \$200,000 CDBG award, Library Board funds and a nearly \$1 million gift from the late Edith B. Siegrist. The Library Foundation has also raised \$200,000 for furnishings.

Discussion: The Library Board has submitted the attached letter requesting the modification of the library name to “Edith B. Siegrist Vermillion Public Library.” The naming is requested at this time so that the appropriate signage can be ordered for the addition and renovation space.

This naming request surfaced about the time the City Council naming policy was being developed and adopted. The naming policy requires all naming requests go to the Policies and Procedures Committee for review prior to a recommendation coming to the City Council for action. At the time the gift was made in 2011, the naming policy was not in place. Determining the name for the Library at this time will allow proper signage to be ordered and installed for a building dedication that is tentatively being planned for May 2013. It is also worth noting that Ms. Siegrist did not request the naming of the facility on her behalf. It was suggested as recognition for her sizable gift to the community which allowed the project to happen and as a reflection of her work as a librarian.

The naming policy includes four guidelines that are to be considered when the name for a facility is suggested. The guidelines include:

- Contribution of a minimum of 50% of the capital construction costs associated with developing the City facility, room or public space.
- Provision of a long term endowment for the continued maintenance and/or programming of the City facility, room or public space on a case by case basis.

- Land for the majority of the City facility, room or public space was deeded to the City.
- Reflect the priorities of the governing body to enhance the community.

Her gift of nearly \$1 million is approximately 40% of the capital construction cost. City staff understanding is that Ms. Siegrist has provided for an endowment that will provide an annual allocation to the Library Foundation for approximately 20 years. Expansion and renovation of the Library was a goal of the City Council for many years to enhance the community.

Financial Consideration: The construction contract includes an allowance for signage.

Conclusion/Recommendations: Administration recommends the City Council adoption of the resolution modifying the library name of the facility to “Edith B. Siegrist Vermillion Public Library.” The naming policy guidelines are met and the project would not be near completion without her generous contribution.

Vermillion Public Library

18 Church Street • Vermillion, SD 57069
Phone: 605.677.7060 • Fax: 605.677.7160 • Website: <http://vpl.sdln.net>

February 22, 2013

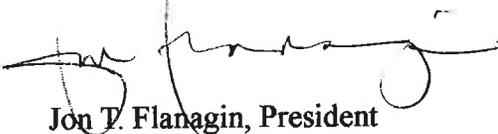
Mayor Jack Powell
Vermillion City Council
25 Center Street
Vermillion SD 57069

Dear Mayor Powell and City Council members:

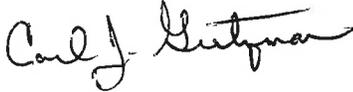
Without the contribution of Edith B. Siegrist, the addition to the Vermillion Public Library and the renovation of the existing space would not have happened in the manner it has. Her generous gift made possible the work which is now approaching completion and for that reason the Board of Trustees for the Vermillion Public Library and the Vermillion Public Library Foundation join in respectfully requesting that her crucial gift to the people of Vermillion be recognized by naming the facility the "Edith B. Siegrist Vermillion Public Library."

Thank you very much for your thoughtful consideration of our request and your support of the Vermillion Public Library.

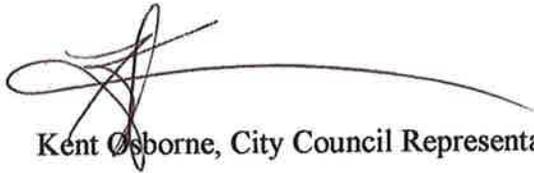
Cordially,



Jon T. Flanagin, President



Carl Gutzman, Vice-President



Kent Osborne, City Council Representative



Cyndy Chaney, Trustee



Fern Kaufman, Trustee



Janet Hoff, Trustee

**RESOLUTION DESIGNATING THE NAME OF
THE VERMILLION PUBLIC LIBRARY AS THE
EDITH B. SIEGRIST VERMILLION PUBLIC LIBRARY**

WHEREAS, the Vermillion Library Board has been planning the expansion and renovation of the Vermillion Public Library for a number of years; and

WHEREAS, the expansion and renovation project designed by the Vermillion Library Board exceeded the funds available for the project and as such the project was put on hold pending securing adequate funding to proceed; and

WHEREAS, the generous contribution from Edith B. Siegrist bridged the funding gap to allow the construction and renovation project to proceed; and

WHEREAS, the Board of Trustees of the Vermillion Public Library Board and the Vermillion Public Library Foundation have requested the modification of the library name to recognize the gift made by Edith B. Siegrist; and

WHEREAS, the modification to the library name proposed by the two organizations meets with the content of the naming policy adopted by the City Council.

NOW THEREFORE BE IT RESOLVED, we, the Governing Body of the City of Vermillion, do hereby designate the name of the Vermillion Public Library building as the "EDITH B. SIEGRIST VERMILLION PUBLIC LIBRARY".

Dated at Vermillion, South Dakota this 4th day of March, 2013.

THE GOVERNING BODY OF THE
CITY OF VERMILLION, SOUTH DAKOTA

By _____
John E. (Jack) Powell, Mayor

ATTEST:

By _____
Michael D. Carlson, Finance Officer

(SEAL)

Council Agenda Memo

From: Mike Carlson, Finance Officer
Meeting: March 4, 2013
Subject: Fireworks Public Display Permit
Presenter: Mike Carlson

Background: The USD Dance Marathon Committee is requesting City Council approval for a fireworks public display permit, to be held as part of the Dance Marathon activities at the Vermillion High School. Jacob Parsons, representing the Dance Marathon, has notified the City that Tom Taylor will be conducting the fireworks show, which will be between 9:45 – 10:15 p.m. on Saturday, March 23, 2013. Jacob is unable to attend the City Council meeting but Ashley Nelson will be representing the Dance Marathon Committee at the meeting. The permit from Mr. Taylor is attached.

Discussion: State law requires approval from the governing body of the municipality where the public display is to be fired.

SDCL: 34-37-13. Public display of fireworks. Nothing in this chapter prohibits the use of public display of fireworks. However, any person, association, organization, municipality, county, firm, partnership, or corporation, before making such public display of fireworks, shall secure a written permit from the governing board of the municipality, township, or county where the public display is to be fired, and shall have purchased fireworks for the display from a licensed wholesaler under this chapter. Any public display shall comply with the National Fire Protection Association Standard 1123, 1995 edition.

City staff verified, with Jason Huska at the High School, that the school had authorized the use of the facility, including the fireworks display. The display will be south of the high school in the same location that was used last year and for the high school homecoming fireworks display. Jacob was informed that as the display area adjoins residential property and the time this year is later than previous years, Ashley may want to address the later time during her presentation.

Chief Draper met with Mr. Taylor on Thursday to review the site.

John will send emails to the local Veterans groups to inform them of the permit date and time.

Financial Consideration: None.

Conclusion/Recommendations: Administration recommends the City Council authorize the Mayor to sign the Fireworks Public Display permit for March 23, 2013 as submitted by the USD Dance Marathon Committee for the display at the Vermillion High School if the time of the event is acceptable.

Council Agenda Memo

From: Jason Anderson, Asst. City Engineer
Meeting: March 4, 2013
Subject: Resolution Authorizing the Purchase of a Motor Grader
Presenter: José Domínguez

Background: At the budget sessions in August of 2012 the City Council approved the 2013 equipment replacement schedule. As part of the 2013 schedule, a 1998 CAT 120H motor grader was scheduled for replacement this year.

Discussion: In speaking with Butler Machinery, a local CAT dealer, it was suggested that the City may choose to purchase a motor grader that is one size larger, a CAT 140M2, off an October 16, 2012 Spink County bid. Butler Machinery bid a 2013 CAT 140M2 motor grader that was leased to the City of Sioux Falls for one winter season of snow removal. The purchase price of \$258,240 includes a full warranty for 7500 hours or 7 years, whichever comes first. This warranty began when Sioux Falls put the motor grader into service at the beginning of snow removal season.

The main driver behind replacing our 1998 CAT 120 with a 2013 CAT 140 is the market. Since 2008, Butler Machinery has sold only one CAT 120 motor grader, while selling over 300 CAT 140 motor graders. By purchasing from the Spink County bid, the City will benefit from an advantageous price on a lightly used machine that will better meet our snow removal needs and command more attention in resale. Purchasing off of the Spink County bid will also save the staff time and costs related to advertising for bids.

Financial Consideration: The purchase is budgeted in the 2013 equipment replacement fund. The fund has \$235,000 budgeted for this purchase and \$70,000 budgeted for receipt upon the sale of the 1998 motor grader. To keep the system equitable, it is recommended that the Street Department budget pay the fund for any shortage in funding due to the upsize in equipment.

Conclusion/Recommendations: Administration recommends purchase of a 2013 CAT 140M2 AWD motor grader off a October 2012 Spink County, South Dakota bid.

**RESOLUTION
AUTHORIZING THE PURCHASE OF
A MOTOR GRADER**

WHEREAS, SDCL 5-18-18 authorizes a governmental entity to purchase necessary supplies from the lowest responsible bidder of another governmental entity or State at the accepted bid price and the concurrence of said bidder, and;

WHEREAS, the City of Vermillion has reviewed and determined that the 2012 bid awarded by Spink County, South Dakota for a motor grader from Butler Machinery Company for the base bid of \$258,240 offers an advantageous price to the City for said item, and;

WHEREAS, the City has contacted Butler Machinery Company and they have agreed to allow the City to purchase a motor grader for the awarded price and terms as they have contracted with Spink County, South Dakota in October 2012.

NOW, THEREFORE BE IT RESOLVED, by the Governing Body of the City of Vermillion, that the City Finance Officer is hereby authorized to purchase a 2013 Caterpillar 140M2 AWD motor grader from Butler Machinery Company of Sioux Falls, South Dakota at the above stated price and under the same terms as the Spink County, South Dakota 2012 bid to be delivered after April 2013.

Dated at Vermillion, South Dakota this 4th day of March, 2013.

THE GOVERNING BODY OF THE
CITY OF VERMILLION, SOUTH DAKOTA

By _____
John E. (Jack) Powell, Mayor

ATTEST:

By _____
Michael D. Carlson, Finance Officer

(SEAL)

Council Agenda Memo

From: Mike Carlson, Finance Officer
Meeting: March 4, 2013
Subject: Presentation of 2012 Annual Financial Report
Presenter: Mike Carlson

Background: The annual financial report is required to be presented to the City Council by the first meeting in March. The following state statute is applicable:

9-22-21. Annual financial report--Publication--Filing--Extension of time. The auditor, financial officer, or clerk shall report to the governing body at the first regular meeting of March of each year, the receipts, expenses and financial condition of the municipality, including the amount of funds in the treasury at the time of making the report and where and in what amounts the funds are deposited or invested. The report shall be published within thirty days thereafter or upon completion of an annual audit in the official newspaper, or other newspaper as the governing body may direct. Immediately after the report to the governing body, the auditor, financial officer, or clerk, of municipalities of the first and second class, shall file a copy of the report with the State Department of Legislative Audit. The auditor-general, upon the request of the auditor, financial officer or clerk, with the approval of the local governing body, may grant a thirty day extension of the reporting and filing dates provided by this section.

Discussion: The report, as presented, is unaudited and contains only the financial section. For the annual audit, the introductory, management discussion and analysis, footnotes and statistical sections contained in the comprehensive annual financial report will be completed and included in the audited report. Upon acknowledgement of receipt by the City Council, the required exhibits will be published and a copy will be sent to the Department of Legislative Audit. The City Council approved the contract with Williams & Company, P.C. to audit the financial statements that will be performed in May or June.

In the past, there have been questions on what is included in the report so attached is a more detailed explanation of the unaudited financial statements.

Financial Consideration: The cost will be the publication of Exhibits I and II.

Conclusion/Recommendations: Administration recommends that the City Council acknowledge receipt of the 2012 Annual Financial Report in the official minutes.

From: Mike Carlson, Finance Officer
Meeting: March 4, 2013
Subject: 2012 Annual Financial Report additional information
Presenter: Mike Carlson

Mayor and City Council

The 2012 unaudited annual financial report was included in your packets. The annual report is required to be presented to the City Council by the first meeting in March. The report, as presented, is unaudited and the City has contracted with the firm of Williams & Company to audit the financial statements. Prior to the audit, we will complete the introductory section, management discussion and analysis, footnotes to the financial statements and statistical sections which are all required for the comprehensive annual financial report.

There is a lot of information consolidated into this report and the following is provided as an explanation of the individual statements contained in the report.

Exhibits 1 and 2, contained on pages 5 and 7, are the government-wide financial statements. These two exhibits report the City operations similar to financial reports of business entities by including all assets, depreciation, receivables, payables and debt. Reported on page 5 is the net position of the City separated into columns for governmental activities, business-type activities and total for the City. The last column is the information of Housing and Redevelopment Authority that is considered to be a component unit of the City as the City Council created the entity and appoints the board members, thus requiring their information be included in the City's annual report. The information reported for the Housing and Redevelopment Authority is taken from their audited financial statements.

Exhibit 1, on page 5, the Statement of Net Position, reports that the City has over \$93 million of assets (\$93,908,748) and over \$26 million of liabilities (\$26,126,924) leaving net position of over \$67 million (\$67,781,824). Last year we had over \$63 million of net position (\$63,476,467), thus an increase of over \$4.4 million (\$4,411,073) in net position for 2012.

Exhibit 2, on Page 7, the Statement of Activities, lists in the first column the expenses, followed by columns for charges for goods and services, operating and capital grants that are received for the corresponding expenditures. This exhibit shows the revenue and expense by activity and the changes in net position for governmental activities and business type activities and a total for the City. Governmental activities net position increased by \$2.4 million (\$2,446,782) while business activities net position increased by over \$1.9 million (\$1,964,291) for a total increase in net position of just over \$4.4 million (\$4,411,073) for the year. If the City was a private business, this would be the net income for 2012. The Prior Period Adjustment of \$105,716 reported at the bottom of Exhibit 2 is recording the implementation of GASB 65 that removed the capitalizing of bond issuance costs in governmental funds for the statement of net position. Again, as in Exhibit 1, the last column is the activities of the Housing and Redevelopment Authority. Reported in the Business-Type Activities column is the extraordinary item for the insurance

recovery net of fire loss for the landfill fire of October 22, 2012 reporting a gain of \$543,744. This calculation was based upon estimates currently available noting as the replacement process progresses the amounts may change.

Exhibit 3, on page 8, reports the Governmental Funds Balance Sheet for the individual major funds (General Fund, Second Penny Sales Tax Fund, and Library capital projects fund) and a total column for all other governmental funds. The General Fund is considered a major fund as well as any other fund that has over 10% of the total governmental fund assets, liabilities, revenues or expenditures or 5% of the entity total assets, liabilities, revenues or expenditures. This year, the other major funds would be the Second Penny Sales Tax Fund and the Library capital projects fund. The total other governmental funds are made up of the 14 remaining governmental funds whose individual fund balance sheets are reported on Exhibit A-1 on pages 24 & 25.

Exhibit 3A, on page 9, is a reconciliation of the Governmental Fund Balance Sheet with a fund balance shown on page 8 of \$6,142,429 to the total net assets reported on the Statement of Net Position shown on page 5 of \$33,049,771. The reconciliation adds in capital assets that are not reported in governmental funds, receivables that are not available to pay current period expenditures, prepaid expenses that are expenditures in governmental fund when paid and net assets of internal service funds that provide services to city funds. Reductions are long term liabilities, accrued leave payable and accrued interest payable.

Exhibit 4, on page 10, reports the Governmental Fund Revenues, Expenditures and Changes in Fund Balance for the individual major funds (General Fund, Second Penny Sales Tax Fund and Library capital projects fund) and a total column for all other governmental funds. The total other governmental funds is made up of the 14 remaining governmental funds whose individual fund statement of revenues, expenditures and changes in fund balance are reported on Exhibit A-2 on pages 26 & 27.

Exhibit 4A, on page 11, is a reconciliation of the change in fund balance from page 10 of (\$861,035) to the changes in net assets shown on page 7 of \$2,446,782. The reconciliation adjusts for inventory, expenditures for capital assets, contributions and donations of capital assets, depreciation, the sale of capital assets reported as revenue, payment on long term debt, change in prepaid expenses, change in accrued interest and net revenue of internal service funds.

Exhibit 5, 6 & 7, on pages 12, 13 & 14, are the statements of net position, revenues and expenses and changes in net position and statement of cash flows for the business type funds, electric, water, wastewater, liquor, golf, Joint Powers and curbside recycling. The last column is the total of the internal service funds made up of the copier, fax, postage fund, unemployment insurance fund, equipment replacement fund and custodial fund (the individual internal service fund activity is reported on page 34, 35 & 36).

Exhibit 5, on page 12, titled Statement of Net Position, reports for the individual proprietary funds (business-type funds) the fund assets, liabilities and net position.

8. New Business: item d

Exhibit 6, on page 13, Statement of Revenues, Expenses and Changes in Net Position, reported an operating income for all funds except the golf course and Joint Powers. The golf course has increased rates for 2013. The Joint Powers did increase landfill rates in October 2011 which was offset by the decline in recycling markets in 2012. Each fund reported an increase in net position, with the exception of the liquor store. The liquor fund reported a (\$19,156) decrease that is attributed to the transfer to general fund of more than the income for the year.

Exhibit 7, on page 14, Statement of Cash Flows reports for the proprietary funds (business type funds) the individual fund cash flows. An item to note are in the total column the city acquired \$1,890,640 of capital assets and retired \$1,776,056 of debt.

Exhibit 8, on pages 17, reports the general fund revenues and expenditures compared to budget and the variance from budget. The general fund revenues were below the budget by (\$116,707) and expenses are below budget by \$487,237. To balance the 2012 budget, it was projected to use \$228,514 of general fund reserves. We ended 2012 adding to the general fund reserve \$158,032. The 2013 budget included using \$215,396 of the general fund reserves thus the increase from 2012 will address part of the reserve needs for 2013.

Exhibit 9, on page 18, reports the second penny sales tax fund revenues and expenditures compared to budget and the variance from budget. Revenues are (\$5,416) below budget, expenditures are \$193,161 under budget and transfers were \$496,685 under budget for a net decrease to second penny sales tax reserves of \$299,477. It should be noted that items budgeted but not expended in 2012 were street department equipment \$16,602, fire department equipment \$10,437, city share of airport improvements \$39,592, city share of bike path improvements \$47,705, library improvements \$395,527 and Vermillion NOW! funding \$114,053.

Exhibit 10, on page 19, lists the City Deposit accounts. The City maintains change funds at the City Hall Utility Office, Landfill, Recycling Center, Golf Course and Police Department. The operating checking account is at CorTrust Bank. City reserve funds are invested in certificates of deposit at local banks and SD Public Funds Investment Trust by comparing yield rates. Investments are with the SD Public Funds Investment Trust for bond reserves, bond payments and landfill closure reserve. The investments at First National Bank are the City Hall bond reserves and the electric transmission line bond reserve. As trustee, for the bonds, they hold the reserve funds. The Library Board operations are reported as a governmental special revenue fund and, as such, their depositories are listed.

Exhibit A-1 and A-2, on page 24-27, contain the combining balance sheet for non major governmental funds and the combining statement of revenues and expenditures. The total from Exhibit A-1 move forward to page 8 and totals from Exhibit A-2 move forward to page 10. Exhibit A-3, on pages 28-29, report the budget vs. actual for the non major governmental funds and Exhibit A-4, on pages 30-31, report the budget vs. actual for the capital projects funds.

Exhibit B-1, B-2 and B-3, on pages 34, 35 & 36, report the activities from the internal service funds. These funds provide goods and services to other funds within the City. The copier, fax, postage fund, unemployment fund and custodial fund reported operating losses for the year on page 35. While not large, we will monitor to see that charges for services meet the costs of

8. New Business: item d

providing the services. The totals on these exhibits move forward to Exhibits 5, 6 & 7 on pages 12-14.



Unaudited Annual Financial Report

Prepared by THE CITY FINANCE OFFICE-----Michael Carlson, Finance Officer
FISCAL YEAR: January 1, 2012----December 31, 2012

CITY OF VERMILLION
UNAUDITED FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2012
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25 Center Street • Vermillion, SD 57069

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Info@cityofvermillion.com

www.vermillion.us

February 25, 2013

Honorable Mayor and Members of the City Council
City of Vermillion
Vermillion, South Dakota 57069

The unaudited annual financial report of the City of Vermillion for the fiscal year ended December 31, 2012 is submitted here with. The City's Finance Office prepared this report, which is responsible for both the accuracy of the information presented and the completeness and fairness of the presentation. Contained herein are the unaudited financial statements which will become part of the comprehensive annual financial report after it is audited by Williams & Company, PC later this year. By the time of the annual audit the introductory section, management discussion and analysis, footnotes to the financial statements and the statistical sections to be contained in the comprehensive annual financial report will be completed.

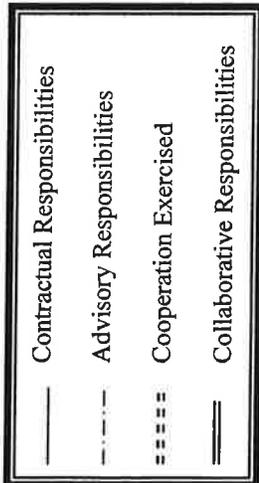
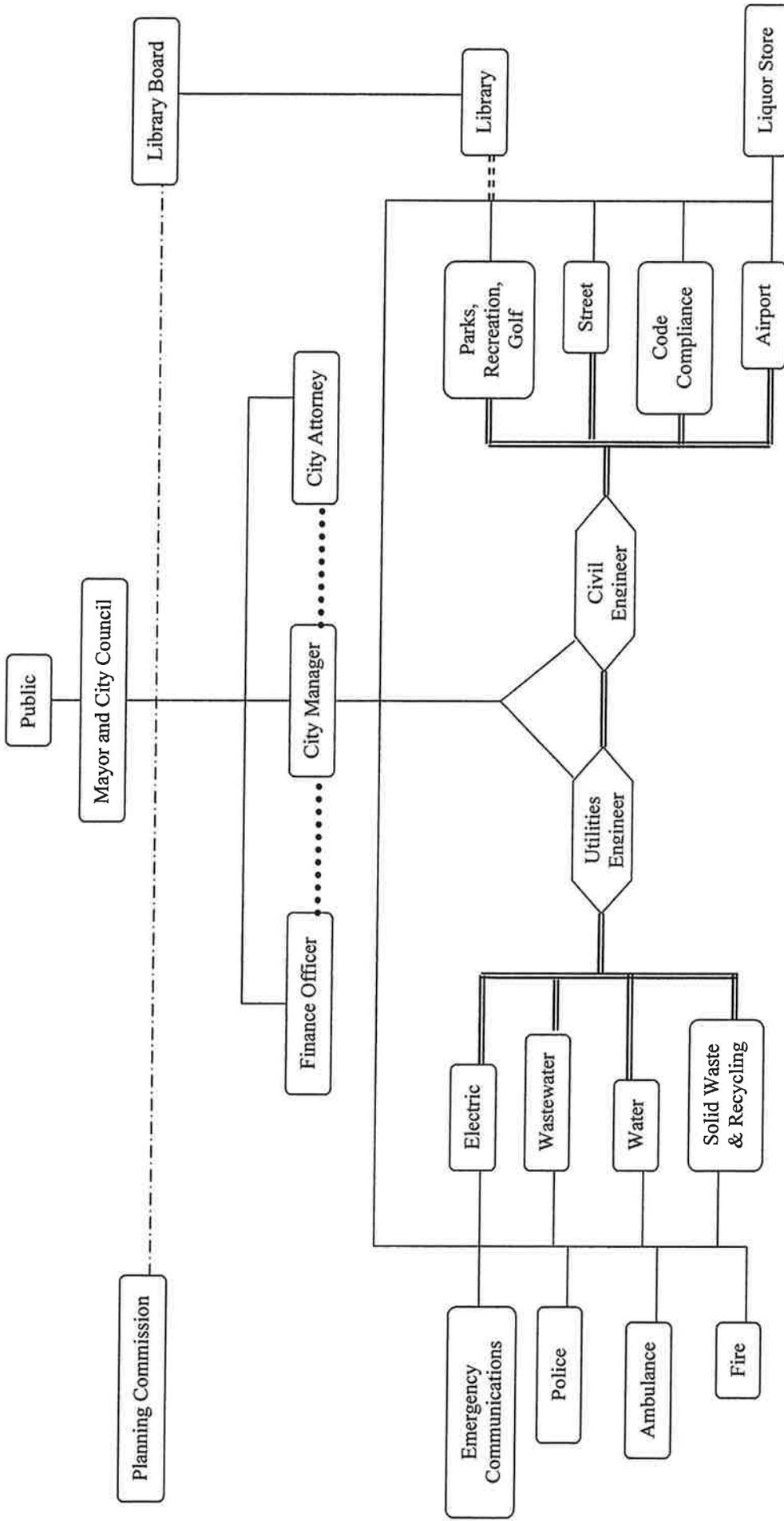
The unaudited financial statements contained within are prepared using the GASB 34 reporting model. It requires the consolidated government wide financial statements accompany the more traditional fund based financial reports. Although the focus of the new government wide financial statements will be on the government as a whole, those statements will still distinguish governmental activities from business type activities.

The annual report is required by SDCL 9-22-21 to be presented to the City Council by the first meeting in March. The City Council needs to acknowledge receipt of the report in its official minutes. Then as required Exhibit I and II will be published in the official newspaper and a copy of the report is sent to the Department of Legislative Audit.

Respectfully Submitted,

A handwritten signature in black ink that reads "Michael D. Carlson".

Michael D. Carlson
Finance Officer



CITY OF VERMILLION MUNICIPAL OFFICIALS

For the Period January 1, 2012 through December 31, 2012

Mayor

John E. (Jack) Powell

Alderman Central Ward

John Grayson

Kelsey Collier-Wise Beginning July 3

Jennifer French Ending July 3

Alderman Northeast Ward

Clarene Meins

Kent Osborne

Alderman Northwest Ward

Howard Willson

Tom Davies

Alderman Southeast Ward

Steve Ward

Dennis Zimmerman

City Manager

John Prescott

**CITY OF VERMILLION
BASIC FINANCIAL STATEMENTS**

CITY OF VERMILLION
STATEMENT OF NET POSITION
DECEMBER 31, 2012

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Housing & Redevelopment
ASSETS				
Cash & cash equivalents	\$ 300,659	\$ 515,566	\$ 816,225	\$ 9,405
Investments	5,725,000	7,475,000	13,200,000	-
Receivables (net, where applicable, of allowance for uncollectibles)				
Taxes receivables	58,470	-	58,470	-
Accounts receivable	151,010	892,244	1,043,254	1,512
Unbilled accounts receivable	-	393,204	393,204	-
Special assessments receivable	228,118	8,972	237,090	-
Interest receivable	21,490	29,243	50,733	-
Due from insurance company	-	1,216,924	1,216,924	-
Due from other governments	1,051,323	67,329	1,118,652	-
Internal balances	(759,112)	759,112	-	-
Inventories	42,566	1,064,291	1,106,857	-
Prepaid expenses	72,019	60,829	132,848	1,901
Deposits	158,699	-	158,699	-
Restricted assets:				
Cash	311,181	1,321,528	1,632,709	127,052
Investments	615,426	580,134	1,195,560	-
Interest receivable	4,848	11,209	16,057	-
Deferred charges:				
Bond issuance costs net	-	131,421	131,421	-
Capital assets:				
Land and construction in progress	5,816,309	3,311,344	9,127,653	-
Other capital assets, net of depreciation	24,558,414	37,713,978	62,272,392	127
Total capital assets	<u>30,374,723</u>	<u>41,025,322</u>	<u>71,400,045</u>	<u>127</u>
Total assets	<u>38,356,420</u>	<u>55,552,328</u>	<u>93,908,748</u>	<u>139,997</u>
LIABILITIES				
Accounts payable	\$ 920,796	\$ 1,130,754	\$ 2,051,550	\$ 6,393
Customer deposits	-	78,908	78,908	-
Accrued interest payable	7,806	40,022	47,828	-
Revenue collected in advance	17,212	2,924	20,136	-
Noncurrent liabilities:				
Due within one year:				
Bonds payable	35,000	1,268,953	1,303,953	-
Notes payable	-	119,400	119,400	-
Capital lease	192,355	-	192,355	-
Accrued leave payable	149,002	149,633	298,635	-
Due in more than one year:				
Bonds payable	320,000	16,922,443	17,242,443	-
Notes payable	-	451,008	451,008	-
Capital lease	3,448,141	229,670	3,677,811	-
Closure - postclosure liability	-	209,309	209,309	-
Accrued leave payable	216,337	217,251	433,588	-
Total liabilities	<u>5,306,649</u>	<u>20,820,275</u>	<u>26,126,924</u>	<u>6,393</u>
NET POSITION				
Net investment in capital assets	26,379,227	22,033,848	48,413,075	127
Restricted for:				
BBB tax	166,623	-	166,623	-
Debt service	854,491	1,828,624	2,683,115	-
Stormwater	821,349	-	821,349	-
Library	21,397	-	21,397	-
Landfill closure postclosure	-	186,161	186,161	-
Cumulative reserve-SDPAA	158,060	-	158,060	-
Other purposes	-	-	-	127,892
Unrestricted	4,648,624	10,683,420	15,332,044	5,585
Total Net Position	<u>\$ 33,049,771</u>	<u>\$ 34,732,053</u>	<u>\$ 67,781,824</u>	<u>\$ 133,604</u>

Unaudited Financial Statements



CITY OF VERMILLION
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2012

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position			Component Unit Housing & Redevelopment
		Charges for Services	Operating Grants & Contributions	Capital Grants & Contributions	Governmental Activities	Primary Government		
						Business-Type Activities	Total	
Primary government								
Governmental activities:								
General government	\$ 1,325,411	\$ 211,495	\$ 12,966	\$ -	\$ (1,100,950)	\$ -	\$ (1,100,950)	\$ -
Public safety	2,211,445	36,694	52,932	16,868	(2,104,951)	-	(2,104,951)	-
Public works	1,630,835	604,736	10,000	1,439,990	423,891	-	423,891	-
Health & welfare	443,581	321,131	-	7,648	(114,802)	-	(114,802)	-
Culture & recreation	1,146,227	75,728	10,534	516,810	(543,155)	-	(543,155)	-
Conservation & development	498,825	-	24,850	-	(473,975)	-	(473,975)	-
Interest on long-term debt	202,154	-	-	-	(202,154)	-	(202,154)	-
Total governmental activities	<u>7,458,478</u>	<u>1,249,784</u>	<u>111,282</u>	<u>1,981,316</u>	<u>(4,116,096)</u>	<u>-</u>	<u>(4,116,096)</u>	<u>-</u>
Business-type activities:								
Electric	5,056,441	6,187,213	-	-	-	1,130,772	1,130,772	-
Water	1,438,363	1,772,353	-	60,065	-	394,055	394,055	-
Wastewater	1,694,154	1,737,914	-	55,450	-	99,210	99,210	-
Liquor	1,043,401	1,217,013	-	-	-	173,612	173,612	-
Golf	844,791	654,510	-	3,455	-	(186,826)	(186,826)	-
Joint powers landfill	1,242,491	1,151,985	100	-	-	(90,406)	(90,406)	-
Curbside recycling	99,467	110,249	-	-	-	10,782	10,782	-
Total business-type activities	<u>11,419,108</u>	<u>12,831,237</u>	<u>100</u>	<u>118,970</u>	<u>-</u>	<u>1,531,199</u>	<u>1,531,199</u>	<u>-</u>
Total primary government	<u>\$ 18,877,586</u>	<u>\$ 14,081,021</u>	<u>\$ 111,382</u>	<u>\$ 2,100,286</u>	<u>\$ (4,116,096)</u>	<u>\$ 1,531,199</u>	<u>\$ (2,584,897)</u>	<u>\$ -</u>
Component Unit								
Housing & redevelopment	866,552	-	905,998	-	-	-	-	39,446
Total component unit	<u>\$ 866,552</u>	<u>\$ -</u>	<u>\$ 905,998</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 39,446</u>
General revenues:								
Taxes:								
Property taxes - levied for general purposes					1,724,502	-	1,724,502	-
Property taxes - levied for debt service					254,684	501,007	755,691	-
Sales taxes					3,094,409	-	3,094,409	-
Sales taxes for special revenues					312,641	-	312,641	-
Unrestricted state/county shared revenue					72,704	-	72,704	-
Unrestricted investment earnings					77,802	227,946	305,748	826
Miscellaneous revenue					83,276	61,736	145,012	14,341
Gain on sale of capital assets					11,274	30,245	41,519	-
Insurance recovery net of fire loss					-	543,744	543,744	-
Transfers					931,586	(931,586)	-	-
Total general revenues & transfers					<u>6,562,878</u>	<u>433,092</u>	<u>6,995,970</u>	<u>15,167</u>
Change in net position					2,446,782	1,964,291	4,411,073	54,613
Net position - beginning					30,708,705	32,767,762	63,476,467	78,991
Prior period adjustment					(105,716)	-	(105,716)	-
Adjusted net position-beginning					<u>30,602,989</u>	<u>32,767,762</u>	<u>63,370,751</u>	<u>78,991</u>
Net position - ending					<u>\$ 33,049,771</u>	<u>\$ 34,732,053</u>	<u>\$ 67,781,824</u>	<u>\$ 133,604</u>

CITY OF VERMILLION
GOVERNMENTAL FUNDS
BALANCE SHEET
DECEMBER 31, 2012

	General	Sales Tax	Library Renovation	Other Governmental Funds	2012 Total
ASSETS					
Cash and cash equivalents	\$ 11,690	\$ 1,392	\$ -	\$ 248,258	\$ 261,340
Investments	2,350,000	1,945,000	-	900,000	5,195,000
Receivables (net, where applicable, of allowance for uncollectibles)					
Property taxes: delinquent	58,470	-	-	-	58,470
Accounts receivable	142,980	-	-	5,695	148,675
Special assessment receivable	-	-	-	228,118	228,118
Interest receivable	4,924	5,522	-	9,902	20,348
Due from other governments	324,326	238,636	-	488,361	1,051,323
Due from other funds	-	22,000	-	-	22,000
Inventory of supplies	33,357	-	-	-	33,357
Inventory of stores purchased for resale	9,209	-	-	-	9,209
Deposits	158,699	-	-	-	158,699
Restricted assets:					
Cash and cash equivalents	-	-	-	311,181	311,181
Investments	-	-	-	615,426	615,426
Interest receivable	-	-	-	4,848	4,848
Total assets	\$ 3,093,655	\$ 2,212,550	\$ -	\$ 2,811,789	\$ 8,117,994
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 190,897	\$ 83,010	\$ 298,615	\$ 346,276	\$ 918,798
Due to other funds	-	-	-	542,710	542,710
Deferred revenue	29,852	30,370	-	239,480	299,702
Revenue collected in advance	4,900	-	-	12,312	17,212
Advance from other funds	-	-	-	197,143	197,143
Total liabilities	225,649	113,380	298,615	1,337,921	1,975,565
Fund balances:					
Nonspendable:					
Inventory	42,566	-	-	-	42,566
Cumulative Reserve-SDPAA	158,060	-	-	-	158,060
Restricted:					
BBB Purposes	-	-	-	166,623	166,623
Stormwater	-	-	-	821,349	821,349
Library	-	-	-	21,397	21,397
Debt Service Funds	-	-	-	636,661	636,661
Committed					
Sales Tax Purposes	-	2,099,170	-	-	2,099,170
Capital Projects	-	-	(298,615)	364	(298,251)
Assigned:					
Parks Capital	-	-	-	8,255	8,255
Next Year's Budget	215,396	-	-	-	215,396
Unassigned	2,451,984	-	-	(180,781)	2,271,203
Total fund balances	2,868,006	2,099,170	(298,615)	1,473,868	6,142,429
Total liabilities and fund balances	\$ 3,093,655	\$ 2,212,550	\$ -	\$ 2,811,789	\$ 8,117,994

Unaudited Financial Statements

CITY OF VERMILLION
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2012

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

Total fund balance - governmental Funds (page 8)		\$ 6,142,429
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		27,994,656
Long-term liabilities, including bonds payable and accrued leave payable are not due and payables in the current period and therefore are not reported in the funds.		
	Bonds payable (3,995,496)	
	Accrued leave payable <u>(359,119)</u>	(4,354,615)
Assets such as taxes receivable (delinquent) and special assessment receivables (current, delinquent and deferred) are not available to pay for current period expenditures and therefore are deferred in the funds.		299,702
Prepaid expenses are reported in the governmental activities but are not reported in the funds as they do not provide current economic resources.		72,019
Accrued interest expense from the balance sheet that require current financial resources from governmental activities.		(7,806)
Internal service funds are used by management to charge the costs of activities, such as insurance, to individual funds. The assets and liabilities of internal service funds are included in governmental activities in the statement of net assets.		<u>2,903,386</u>
Total net position - governmental activities (page 5)		<u>\$ 33,049,771</u>

CITY OF VERMILLION
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED DECEMBER 31, 2012

	General	Sales Tax	Library Renovation	Other Governmental Funds	2012 Total
Revenue:					
Taxes:					
General property taxes	\$ 1,721,715	\$ -	\$ -	\$ 254,436	\$ 1,976,151
General sales & use taxes	1,522,677	1,522,097	-	298,761	3,343,535
Stormwater fees	-	-	-	175,585	175,585
Penalties & interest on delinquent taxes	2,787	-	-	248	3,035
Licenses & permits	230,068	-	-	-	230,068
Intergovernmental revenue	418,156	-	200,000	1,811,670	2,429,826
Charges for goods & services	376,651	-	-	3,721	380,372
Fines & forfeits	33,496	-	-	2,048	35,544
Public payments for improvements	-	-	-	10,408	10,408
Investment earnings	22,322	19,237	2,350	13,680	57,589
Rentals	15,207	-	-	-	15,207
Special assessments	80	-	-	157,872	157,952
Contributions & donations from private sources	29,209	-	150,000	34,046	213,255
Other	42,370	-	-	4,024	46,394
Total revenue	<u>4,414,738</u>	<u>1,541,334</u>	<u>352,350</u>	<u>2,766,499</u>	<u>9,074,921</u>
Expenditures:					
Current:					
General government	1,109,699	22,281	-	-	1,131,980
Public safety	1,646,243	237	-	449,148	2,095,628
Public works	802,407	29,907	-	56,843	889,157
Health and welfare	418,653	-	-	-	418,653
Culture-recreation	1,000,565	20,000	-	11,158	1,031,723
Conservation and development	66,298	133,947	-	298,580	498,825
Debt service:					
Principal	1,570	-	-	225,000	226,570
Interest	-	-	-	202,154	202,154
Capital outlay:					
General government	5,235	21,708	-	-	26,943
Public safety	14,589	18,606	-	2,685	35,880
Public works	1,520	25,765	-	1,721,006	1,748,291
Health and welfare	26,334	-	-	-	26,334
Culture-recreation	78,212	92,438	2,189,139	181,441	2,541,230
Total expenditures	<u>5,171,325</u>	<u>364,889</u>	<u>2,189,139</u>	<u>3,148,015</u>	<u>10,873,368</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(756,587)</u>	<u>1,176,445</u>	<u>(1,836,789)</u>	<u>(381,516)</u>	<u>(1,798,447)</u>
Other financing sources (uses):					
Transfers in	1,140,536	25,640	841,959	793,224	2,801,359
Transfers out	(225,917)	(1,501,562)	-	(136,468)	(1,863,947)
Total other financing sources (uses)	<u>914,619</u>	<u>(1,475,922)</u>	<u>841,959</u>	<u>656,756</u>	<u>937,412</u>
Net change in fund balances	158,032	(299,477)	(994,830)	275,240	(861,035)
Fund balance - beginning	2,710,714	2,398,647	696,215	1,198,628	7,004,204
Change in inventory	(740)	-	-	-	(740)
Fund balance - ending	<u>\$ 2,868,006</u>	<u>\$ 2,099,170</u>	<u>\$ (298,615)</u>	<u>\$ 1,473,868</u>	<u>\$ 6,142,429</u>

Unaudited Financial Statements

CITY OF VERMILLION
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED DECEMBER 31, 2012

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

Net change in fund balances - total governmental funds (page 10) \$ (861,035)

Inventories in the governmental funds have been recorded as expenditures when paid. However, the statement of activities will report these items as expenditures in the period that the corresponding asset is exhausted. (740)

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

Expenditures for capital assets	\$ 4,385,744	
Contribution & Donations of Capital Assets	24,516	
Depreciation expense	<u>(1,241,923)</u>	3,168,337

Governmental funds report the proceeds from the sale of fixed assets as revenue whereas the statement of activities reports the gain on the sale of fixed assets. This is the effect on the change in net assets on the statement of activities. (12,299)

The repayment of the principal of long term debt consumes the current financial resources of governmental funds, however, has no effect on net assets. The amount by which proceeds exceeded repayments in the year is as follows"

Repayments of long-term debts	\$ 226,570	
Proceeds from issuance of long-term debt	<u>(7,066)</u>	219,504

Governmental funds report special assessments as revenue when it becomes available, but the statement of activities includes special assessments as revenue when levied. (115,484)

Governmental funds do not reflect the change in accrued leave as it does not consume current financial resources. The Statement of Activities reflects the change in accrued leave through expenditures. 32,698

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues. (24,535)

The effect of the change in prepaid insurance which is not reported in the governmental funds as it is not available to provide current financial resources. 1,826

Accrued interest expense reported in the Statement of Activities does not require the use of current financial resources and, therefore, is not reported as expenditures in governmental funds. 466

Internal service funds are used by management to charge the costs of certain activities, such as insurance to individual funds. The net revenue (expense) of the internal service funds is reported with governmental activities. 38,044

Change in net position of governmental activities (page 7) \$ 2,446,782

CITY OF VERMILLION
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2012

	Business-Type Activities-Enterprise Funds							Totals	Governmental Activities- Internal Service Funds
	Electric	Water	Wastewater	Liquor	Golf Course	Joint Powers Landfill	Non-Major Curbside Recycling		
ASSETS									
Current assets:									
Cash	\$ 19,774	\$ 5,554	\$ 9,008	\$ 111,579	\$ 83,773	\$ 227,378	\$ 58,500	\$ 515,566	\$ 39,319
Investments	4,275,000	700,000	925,000	125,000	400,000	1,050,000	-	7,475,000	530,000
Receivables (net of allowance for uncollectibles of \$68,325)									
Accounts	477,805	139,642	152,201	109	1,741	111,219	9,527	892,244	2,335
Unbilled	253,948	61,221	73,749	-	-	-	4,286	393,204	-
Special assessments	-	5,804	3,168	-	-	-	-	8,972	-
Interest	20,474	3,473	2,470	333	1,163	1,330	-	29,243	1,142
Due from other governments	-	48,729	-	-	301	18,299	-	67,329	-
Due from insurance company	-	-	-	-	-	1,216,924	-	1,216,924	-
Inventory of supplies	615,211	184,048	32,068	-	8,205	183	-	839,715	-
Inventory of stores purchased for resale	-	-	-	180,748	43,828	-	-	224,576	-
Prepaid expenses	27,596	8,123	10,843	5,970	2,481	5,200	616	60,829	-
Due from other funds	405,886	101,869	45,525	-	-	-	-	553,280	-
Total current assets	6,095,694	1,258,463	1,254,032	423,739	541,492	2,630,533	72,929	12,276,882	572,796
Noncurrent assets:									
Advance to other funds	197,143	-	-	-	-	-	-	197,143	-
Restricted assets:									
Bonds payable:									
- Cash	47,448	179,953	55,612	-	632,740	10,305	-	926,058	-
- Investments	580,134	-	-	-	-	-	-	580,134	-
- Interest receivable	11,209	-	-	-	-	-	-	11,209	-
Landfill- closure & postclosure - Cash	-	-	-	-	-	395,470	-	395,470	-
Total noncurrent assets	835,934	179,953	55,612	-	632,740	405,775	-	2,110,014	-
Deferred Charges:									
Bond issuance costs net	129,150	-	-	-	2,271	-	-	131,421	2,271
Capital assets									
Land & improvements	1,311	100,663	96,429	-	2,201,152	57,992	-	2,457,547	-
Buildings	5,474,714	9,357,780	14,148,800	6,410	963,372	740,114	-	29,691,190	-
Improvements other than buildings	11,805,273	3,385,167	3,808,988	-	-	1,751,266	-	20,750,694	-
Furniture & equipment	526,521	146,471	2,527,365	57,689	610,901	1,447,865	54,434	5,371,246	4,587,755
Construction in progress	181,462	480,207	-	-	43,973	148,155	-	853,797	-
Less: accumulated depreciation	(4,581,542)	(3,306,623)	(7,030,297)	(37,989)	(819,121)	(2,297,898)	(25,682)	(18,099,152)	(2,207,688)
Total capital assets (net depreciation)	13,407,739	9,163,665	13,551,285	26,110	3,000,277	1,847,494	28,752	41,025,322	2,380,067
Total noncurrent assets	14,372,823	9,343,618	13,606,897	26,110	3,635,288	2,253,269	28,752	43,266,757	2,380,067
Total assets	\$ 20,468,517	\$ 10,602,081	\$ 14,860,929	\$ 449,849	\$ 4,178,780	\$ 4,883,802	\$ 101,681	\$ 55,543,639	\$ 2,952,863
LIABILITIES									
Current liabilities:									
Accounts payable	\$ 400,040	\$ 454,138	\$ 39,630	\$ 112,516	\$ 66,110	\$ 56,947	\$ 1,373	\$ 1,130,754	\$ 1,998
Customer deposits	52,605	26,303	-	-	-	-	-	78,908	-
Accrued interest payable	31,613	-	535	-	6,764	1,044	66	40,022	-
Due to other funds	-	6,864	3,706	-	22,000	-	-	32,570	-
Bonds payable - current	190,000	175,606	256,360	-	646,987	-	-	1,268,953	-
Notes payable - current	-	-	-	-	-	111,740	7,660	119,400	-
Revenue collected in advance	-	-	-	-	1,252	-	1,672	2,924	-
Accrued leave payable	51,533	29,256	24,869	-	16,434	25,428	2,113	149,633	2,537
Total current liabilities	725,791	692,167	325,100	112,516	759,547	195,159	12,884	2,823,164	4,535
Noncurrent liabilities:									
Revenue bonds	6,655,000	3,755,442	6,512,001	-	-	-	-	16,922,443	-
Notes payable	-	-	-	-	-	428,853	24,155	451,008	-
Capital lease payable	-	-	-	-	-	229,670	-	229,670	-
Closure-postclosure liability	-	-	-	-	-	209,309	-	209,309	-
Accrued leave payable	74,820	42,474	36,107	-	23,862	36,920	3,068	217,251	3,683
Total noncurrent liabilities	6,729,820	3,797,916	6,548,108	-	23,862	902,752	27,223	18,029,681	3,683
Total liabilities	7,455,611	4,490,083	6,873,208	112,516	783,409	1,097,911	40,107	20,852,845	8,218
NET POSITION									
Net investment in capital assets	6,562,739	5,232,617	6,782,924	26,110	2,353,290	1,079,231	(3,063)	22,033,848	2,380,067
Restricted for:									
Restricted for debt service	638,791	179,953	55,612	311,223	632,740	10,305	-	1,828,624	-
Restricted for landfill closure & postclosure	-	-	-	-	-	186,161	-	186,161	-
Unrestricted	5,811,376	699,428	1,149,185	-	407,341	2,510,194	64,637	10,642,161	564,578
Total net position	\$ 13,012,906	\$ 6,111,998	\$ 7,987,721	\$ 337,333	\$ 3,393,371	\$ 3,785,891	\$ 61,574	\$ 34,690,794	\$ 2,944,645
Adjustment to reflect the consolidation of internal service fund activities related to enterprise activities								41,259	
Net Position of Business-type Activities								\$ 34,732,053	

CITY OF VERMILLION
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2012

	Business-Type Activities-Enterprise Funds							Governmental Activities- Internal Service Funds	
	Electric	Water	Wastewater	Liquor	Golf Course	Joint Powers Landfill	Non-Major Curbside Recycling		Totals
Operating revenue:									
Charges for goods and services	\$ 5,363,234	\$ 1,480,051	\$ 1,383,666	\$ 1,217,013	\$ 654,510	\$ 866,663	\$ 110,249	\$ 11,075,386	\$ 449,002
Surcharge as security for debt	743,301	264,576	321,140	-	-	-	-	1,329,017	-
Miscellaneous	80,678	27,726	33,108	-	-	285,322	-	426,834	-
Total operating revenue	<u>6,187,213</u>	<u>1,772,353</u>	<u>1,737,914</u>	<u>1,217,013</u>	<u>654,510</u>	<u>1,151,985</u>	<u>110,249</u>	<u>12,831,237</u>	<u>449,002</u>
Operating expenses:									
Personal services	781,407	513,706	411,904	-	352,177	479,050	83,480	2,621,724	73,310
Other current expense	249,070	102,563	460,124	223,621	245,583	424,547	7,728	1,713,236	18,950
Materials (cost of goods sold)	3,086,924	452,233	-	816,173	151,991	11,340	-	4,518,661	-
Depreciation/amortization	527,774	253,966	592,300	3,607	58,977	308,920	7,338	1,752,882	308,757
Total operating expenses	<u>4,645,175</u>	<u>1,322,468</u>	<u>1,464,328</u>	<u>1,043,401</u>	<u>808,728</u>	<u>1,223,857</u>	<u>98,546</u>	<u>10,606,503</u>	<u>399,017</u>
Operating income (loss)	<u>1,542,038</u>	<u>449,885</u>	<u>273,586</u>	<u>173,612</u>	<u>(154,218)</u>	<u>(71,872)</u>	<u>11,703</u>	<u>2,224,734</u>	<u>49,985</u>
Nonoperating revenue (expense):									
Interest earned	201,887	8,081	7,888	1,432	3,378	5,280	-	227,946	2,516
Rental revenue	-	10,070	-	-	51,666	-	-	61,736	-
Incremental property taxes	-	-	-	-	501,007	-	-	501,007	-
Interest expense and fiscal charges	(386,724)	(117,554)	(226,848)	-	(40,596)	(18,526)	(921)	(791,169)	-
Insurance recovery net fire loss	-	-	-	-	-	543,744	-	543,744	-
Gain(loss) on discarded equipment	(33,280)	-	(7,872)	-	(189)	30,245	-	(11,096)	11,274
Total nonoperating revenue (expense)	<u>(218,117)</u>	<u>(99,403)</u>	<u>(226,832)</u>	<u>1,432</u>	<u>515,266</u>	<u>560,743</u>	<u>(921)</u>	<u>532,168</u>	<u>13,790</u>
Income before contributions and transfers	1,323,921	350,482	46,754	175,044	361,048	488,871	10,782	2,756,902	63,775
Capital contributions & grants	-	60,065	55,450	-	3,455	100	-	119,070	-
Transfer in	9,000	-	-	-	200,000	7,000	-	216,000	1,174
Transfer out	(884,950)	(38,583)	(28,679)	(194,200)	-	(1,174)	-	(1,147,586)	(7,000)
Change in net position	<u>447,971</u>	<u>371,964</u>	<u>73,525</u>	<u>(19,156)</u>	<u>564,503</u>	<u>494,797</u>	<u>10,782</u>	<u>1,944,386</u>	<u>57,949</u>
Total net position - beginning	<u>12,564,935</u>	<u>5,740,034</u>	<u>7,914,196</u>	<u>356,489</u>	<u>2,828,868</u>	<u>3,291,094</u>	<u>50,792</u>		<u>2,886,696</u>
Total net position - ending	<u>\$ 13,012,906</u>	<u>\$ 6,111,998</u>	<u>\$ 7,987,721</u>	<u>\$ 337,333</u>	<u>\$ 3,393,371</u>	<u>\$ 3,785,891</u>	<u>\$ 61,574</u>		<u>\$ 2,944,645</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise activities Change in Net Position of Business-type Activities (page 7).								<u>19,905</u>	
								<u>\$ 1,964,291</u>	

Unaudited Financial Statements

CITY OF VERMILLION
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2012

	Business-Type Activities-Enterprise Funds							Totals	Governmental Activities- Internal Service Funds
	Electric	Water	Wastewater	Liquor	Golf Course	Joint Powers Landfill	Non-Major Curbside Recycling		
CASH FLOWS FROM OPERATING ACTIVITIES									
Cash received from customers	\$ 5,844,194	\$ 1,749,895	\$ 1,725,709	\$ 1,224,998	\$ 712,324	\$ 1,121,065	\$ 110,047	\$ 12,488,232	\$ -
Cash received from interfund services provided	377,466	36,779	10,724	-	-	-	-	424,969	436,273
Cash paid for personal services	(772,551)	(508,010)	(410,656)	-	(350,516)	(471,780)	(81,709)	(2,595,222)	(70,182)
Cash paid for interfund services	(866)	(82,069)	(96,656)	(7,292)	(29,770)	(7,302)	-	(223,955)	-
Cash paid to suppliers	(3,364,799)	(472,039)	(377,368)	(1,041,340)	(359,799)	(335,173)	(7,695)	(5,958,212)	(39,548)
Net cash provided by operating activities	2,083,444	724,556	851,753	176,366	(27,760)	306,810	20,643	4,135,812	326,543
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES									
Acquisition and construction of capital assets	(604,224)	(297,448)	(202,627)	-	(42,375)	(743,966)	-	(1,890,640)	(402,379)
Grants	-	11,336	-	-	-	100	-	11,436	-
Insurance proceeds net of expenses	-	-	-	-	-	671,418	-	671,418	-
Proceeds from sale of assets	1,703	-	-	-	-	82,650	-	84,353	106,790
Proceeds from sale of bonds	-	-	45,030	-	-	253,282	-	298,312	-
Principal paid on bonds and capital leases	(190,000)	(683,527)	(337,322)	-	(445,000)	(132,735)	(7,472)	(1,776,056)	-
Interest paid on bonds and capital leases	(366,985)	(117,554)	(226,903)	-	(23,550)	(18,739)	(938)	(774,687)	-
Net cash (used for) capital and related financing activities	(1,179,506)	(1,067,193)	(721,822)	-	(510,925)	112,010	(8,408)	(3,375,844)	(295,589)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES									
Incremental property taxes	-	-	-	-	501,380	-	-	501,380	-
Due from other funds	(91,069)	(101,869)	(45,525)	-	-	-	-	(238,463)	-
Advances to Other Funds	385,847	(19,637)	(13,113)	-	-	-	-	353,097	-
Transfer in	9,000	-	-	-	200,000	7,000	-	216,000	12,894
Transfer (out)	(884,950)	(38,583)	(28,679)	(194,200)	-	-	-	(1,146,412)	-
Net cash provided by (used for) non-capital financing activities	(581,172)	(160,089)	(87,317)	(194,200)	701,380	7,000	-	(314,398)	12,894
CASH FLOWS FROM INVESTING ACTIVITIES									
Interest on investments	203,317	17,412	10,200	3,202	3,728	9,065	-	246,924	3,167
Purchase of investments	(825,000)	-	(125,000)	-	-	(425,000)	-	(1,375,000)	(70,000)
Sale of investments	10	400,000	-	100,000	86,000	-	-	586,010	-
Net cash provided by (used for) investing activities	(621,673)	417,412	(114,800)	103,202	89,728	(415,935)	-	(542,066)	(66,833)
Net increase (decrease) in cash and cash equivalents	(298,907)	(85,314)	(72,186)	85,368	252,423	9,885	12,235	(96,496)	(22,985)
Cash and cash equivalents beginning of year	366,129	270,821	136,806	26,211	464,090	623,268	46,265	1,933,590	53,437
Cash and cash equivalents end of year	\$ 67,222	\$ 185,507	\$ 64,620	\$ 111,579	\$ 716,513	\$ 633,153	\$ 58,500	\$ 1,837,094	\$ 30,452
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES									
Operating income (loss)	\$ 1,542,038	\$ 449,885	\$ 273,586	\$ 173,612	\$ (154,218)	\$ (74,622)	\$ 11,703	\$ 2,221,984	\$ 15,309
Adjustments to reconcile net operating income (loss) to net cash provided by operating activities:									
Depreciation	522,374	253,966	592,300	3,607	52,585	306,869	7,338	1,739,039	314,545
Amortization	5,400	-	-	-	6,392	2,051	-	13,843	-
Rental revenue	-	10,070	-	-	51,666	-	-	61,736	-
(Increase) decrease in assets and increase (decrease) in liabilities:									
Accounts receivable	34,801	4,292	(1,481)	7,985	5,561	(35,937)	(202)	15,019	725
Due from other governments	-	-	-	-	-	5,017	-	5,017	-
Inventory	(42,111)	(11,475)	4,461	(9,838)	(9,007)	88,071	-	20,103	-
Prepaid expenses	(196)	(17)	(1,711)	36	(104)	(272)	3	(2,261)	-
Accounts payable	12,636	12,180	(16,650)	962	17,117	(12,256)	30	14,019	(5,671)
Revenue collected in advance	-	-	-	-	587	-	-	587	-
Leave liability	8,856	5,696	1,248	-	1,661	7,270	1,771	26,502	1,635
Closure liability	-	-	-	-	-	17,869	-	17,869	-
Customer deposits	(354)	(41)	-	-	-	-	-	(395)	-
Net cash provided by operating activities	\$ 2,083,444	\$ 724,556	\$ 851,753	\$ 176,366	\$ (27,760)	\$ 304,060	\$ 20,643	\$ 4,133,062	\$ 326,543
Noncash investing, capital and financing activities:									
Capital contributions	-	-	55,450	-	-	-	-	55,450	-
Exchange of payables for capital assets	-	401,500	-	-	34,778	-	-	436,278	24,427
Gain(loss) on disposal of capital assets not affecting operating income	-	-	-	-	-	310,260	-	310,260	-
Total noncash investing, capital and financing activities	\$ -	\$ 401,500	\$ 55,450	\$ -	\$ 34,778	\$ 310,260	\$ -	\$ 801,988	\$ 24,427
Reconciliation of cash and cash equivalents:									
Unrestricted	\$ 19,774	\$ 5,554	\$ 9,008	\$ 111,579	\$ 83,773	\$ 227,378	\$ 58,500	\$ 515,566	\$ 30,452
Restricted	47,448	179,953	55,612	-	632,740	405,775	-	1,321,528	-
Total reconciliation of cash & cash equivalents	\$ 67,222	\$ 185,507	\$ 64,620	\$ 111,579	\$ 716,513	\$ 633,153	\$ 58,500	\$ 1,837,094	\$ 30,452

REQUIRED SUPPLEMENTARY INFORMATION
(unaudited)

In accordance with the Governmental Accounting Standards Statements No. 25, No. 27 and No. 34, the following information is a required part of the general purpose financial statements.



CITY OF VERMILLION
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2012

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance
	Original	Final		Amended Budget Favorable (Unfavorable)
Revenue:				
Taxes:				
General property taxes	\$ 1,713,040	\$ 1,708,228	\$ 1,721,715	\$ 13,487
General sales & use taxes	1,576,000	1,528,500	1,522,677	(5,823)
Penalties & interest on delinquent taxes	4,000	4,000	2,787	(1,213)
Licenses & permits	240,200	232,525	230,068	(2,457)
Intergovernmental revenue	633,179	440,250	418,156	(22,094)
Charges for goods & services	496,700	447,665	376,651	(71,014)
Fines & forfeits	44,050	41,050	33,496	(7,554)
Special assessments	-	110	80	(30)
Investment earnings	29,000	22,700	22,322	(378)
Rentals	13,850	15,207	15,207	-
Contributions & donations from private sources	-	30,585	29,209	(1,376)
Other	58,100	60,625	42,370	(18,255)
Total revenue	<u>4,808,119</u>	<u>4,531,445</u>	<u>4,414,738</u>	<u>(116,707)</u>
Expenditures:				
General government:				
Executive	506,227	505,544	468,226	37,318
Financial administration	158,855	159,057	157,249	1,808
Other	513,311	519,582	489,459	30,123
Total general government	<u>1,178,393</u>	<u>1,184,183</u>	<u>1,114,934</u>	<u>69,249</u>
Public safety:				
Police	2,102,105	1,605,093	1,503,900	101,193
Fire	178,077	192,544	155,615	36,929
Other protection	3,100	3,100	1,317	1,783
Total public safety	<u>2,283,282</u>	<u>1,800,737</u>	<u>1,660,832</u>	<u>139,905</u>
Public works:				
Highways & streets	775,489	751,630	641,662	109,968
Sanitation	105,534	105,187	100,197	4,990
Airport	124,297	68,697	62,068	6,629
Total public works	<u>1,005,320</u>	<u>925,514</u>	<u>803,927</u>	<u>121,587</u>
Health and welfare:				
Health	187,283	187,966	155,172	32,794
Ambulance	266,947	300,288	289,815	10,473
Total health and welfare	<u>454,230</u>	<u>488,254</u>	<u>444,987</u>	<u>43,267</u>
Culture-recreation:				
Recreation	290,103	288,852	244,114	44,738
Parks	285,328	300,811	270,408	30,403
Libraries	527,602	530,933	512,798	18,135
Armory	56,708	56,708	51,457	5,251
Total culture-recreation	<u>1,159,741</u>	<u>1,177,304</u>	<u>1,078,777</u>	<u>98,527</u>
Conservation and development:				
Conservation and development:	47,500	81,000	66,298	14,702
Total expenditures	<u>6,128,466</u>	<u>5,656,992</u>	<u>5,169,755</u>	<u>487,237</u>
Debt Service				
Principal	-	1,800	1,570	230
Other financing sources (uses):				
Operating transfers in	1,142,212	1,140,536	1,140,536	-
Operating Transfers Out	-	(241,703)	(225,917)	15,786
Total other financing sources (uses)	<u>1,142,212</u>	<u>898,833</u>	<u>914,619</u>	<u>15,786</u>
Net change in fund balances	(178,135)	(228,514)	158,032	386,546
Fund balance - beginning	2,710,714	2,710,714	2,710,714	-
Change in inventory	-	-	(740)	(740)
Fund balance - ending	<u>\$ 2,532,579</u>	<u>\$ 2,482,200</u>	<u>\$ 2,868,006</u>	<u>\$ 385,806</u>

Unaudited Financial Statements

CITY OF VERMILLION
MAJOR SPECIAL REVENUE FUNDS
SALES TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2012

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance Favorable (Unfavorable)
	Original	Final		
REVENUES				
Taxes:				
General sales & use taxes	\$ 1,558,560	\$ 1,527,500	\$ 1,522,097	\$ (5,403)
Miscellaneous revenue:				
Interest earned	24,000	19,250	19,237	(13)
Total revenue	<u>1,582,560</u>	<u>1,546,750</u>	<u>1,541,334</u>	<u>(5,416)</u>
EXPENDITURES				
Current:				
General	26,500	47,500	43,989	3,511
Public safety	29,300	30,100	18,843	11,257
Public works	101,700	81,950	55,672	26,278
Conservation & development	118,000	248,000	133,947	114,053
Culture-recreation	190,000	150,500	112,438	38,062
Total expenditures	<u>465,500</u>	<u>558,050</u>	<u>364,889</u>	<u>193,161</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	25,000	25,640	25,640	-
Transfers out	(2,426,608)	(1,998,247)	(1,501,562)	496,685
Total other financing sources (uses)	<u>(2,401,608)</u>	<u>(1,972,607)</u>	<u>(1,475,922)</u>	<u>496,685</u>
Net change in fund balance	(1,284,548)	(983,907)	(299,477)	684,430
Fund balance - beginning	2,398,647	2,398,647	2,398,647	-
Fund balance - ending	<u>\$ 1,114,099</u>	<u>\$ 1,414,740</u>	<u>\$ 2,099,170</u>	<u>\$ 684,430</u>

Unaudited Financial Statements

CITY OF VERMILLION
 Depository Disclosure
 December 31, 2012

Funds in Treasury

Change Funds	9,875
Checking Account - CorTrust Bank	491,191
Savings - First Bank & Trust	9,536
- First National Bank- Electric Revenue Bond	47,448
Certificates of Deposit	
-First Dakota National Bank	800,000
-CorTrust	12,650,000
Library	
Checking - Bank of the West	9,668
Savings - First Bank & Trust	11,729
Investments	
SD Public Funds Investment Trust	1,900,157
First National Bank- City Hall Reserve	365,426
First National Bank- Electric Revenue Bond A&B	574,968



**CITY OF VERMILLION
OTHER SUPPLEMENTARY INFORMATION**

**CITY OF VERMILLION
COMBINING AND INDIVIDUAL FUND STATEMENTS
GOVERNMENTAL FUNDS**

SPECIAL REVENUE FUNDS - Special Revenue Funds are used to account for revenues derived from special tax levies and other earmarked revenue sources. These funds are utilized to finance allowable functions, which may be for either capital outlays or current expenditures, or both.

The following funds included in this fund type and their purposes are as follows:

Major Funds:

Sales Tax Fund - Any revenue received in excess of the amount received if the rate of tax is one percent (1%) may be used only for capital improvement, land acquisition, the funding of public ambulances and medical emergency response vehicles, nonprofit hospitals with fifty or fewer licensed beds, and other public care facilities or nonprofit health care facilities with fifty or fewer licensed beds, the transfer to the special 911 fund authorized by SDCL § 34-45-12, the purchasing of fire fighting vehicles and equipment, debt retirement, major building repair projects, capital project planning, feasibility studies, and the minor rehabilitation, major rehabilitation, or reconstruction of streets. (Reported in Exhibit 3 and Exhibit 4)

Non-Major Funds:

Liquor, Lodging and Dining Tax - This fund is used to account for the revenues and expenditures of the additional one percent (1%) city sales tax on lodgings, alcoholic beverages, prepared food and admissions. All revenues received from the collection of the tax are used only for the purpose of land acquisition, architectural fees, construction costs, payment for civic center, auditorium or athletic facility buildings, including the maintenance, staffing and operation of such facilities and the promotion and advertising of the city, its facilities, attractions and activities.

911 Fund - This special revenue fund is used to account for the revenues and expenditures for the operation of the Public Safety Answering Point (PSAP) as required by the South Dakota 911 Coordination Board. Clay County and the City of Vermillion created the Clay Area Emergency Services Communications Center through an Intergovernmental Agreement in 1994 to consolidate public safety communications. The operations were previously reported in the General Fund until the creation of the special revenue fund in 2012. Clay County and the City of Vermillion share the costs of operating the emergency communications center as outlined in the Intergovernmental Agreement.

Stormwater Fee Fund - This fund was established during the 1993 budget process as a funding source for new Stormwater construction and maintenance of the existing Stormwater system. The fee is charged to every parcel of property based upon the area and the use. The fee is collected by the county treasurer with the property taxes and remitted to the city with the tax receipts.

Parks Capital Fund - This fund is used to account for contributions received for capital improvements to be made in the City's parks.

Library Fund - This fund is used to account for fines, gift moneys and interest received by the library and is expended at the direction of the Library Board.

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

The following funds included in this fund type and their purposes are as follows:

Major Funds:

Library Renovation - This fund is used to account for the receipts and disbursements of monies used for the expansion and renovation of the library. A major gift was received during 2011 and with the award of a \$200,000 Community Development Block Grant, City Council commitment of \$1,400,000 of second penny sales tax, the Library Board and Library Foundation donations the project bid was awarded in February, 2012. The project completion is scheduled for April 2013. (Reported in Exhibit 3 and Exhibit 4)

Non-Major Funds:

Special Assessment Project Funds - This fund is used to account for receipt and disbursements of monies used for the construction of capital improvements, which are to be assessed to property owners. The projects are financed by the sale of special assessment bonds reported as a transfer in from the debt service fund and payments received from the property owners.

Streetscape Fund - This fund is used to account for private contributions, federal grant proceeds and expenditures for the implementation of the downtown streetscape plan.

Bike Path Fund - This fund is used to account for the receipts and disbursements of monies used for the construction of bike paths with the use of the federal matching funds. Construction was completed along the south side of HWY 50 during 2012. Engineering and easement acquisition for bike path extension long the east side of HWY 19 between Cherry and HWY 50 continue and the project is anticipated to be bid and constructed in 2013.

Stanford Street Fund - This fund is used to account for the receipts and disbursement for the reconstruction of Stanford Street from Main Street to Cherry Street. This street is on the city's State Transportation Improvement Program with the bidding and construction under the oversight of the SD Department of Transportation. The funding is from the state allotment of highway funds, second penny sales tax and special assessment. The water and wastewater utility systems were improved as part of the project that were funded from the respective utility funds.

Airport Fund - This fund is used to account for receipts and disbursements of monies from federal, state and local matching for taxiway and fuel system at Harold Davidson Field.

DEBT SERVICE FUNDS: Debt Service Funds account for the accumulation of resources and payment of general long-term obligation bond principal and interest from governmental resources.

The following funds included in this fund type and their purposes are as follows:

Non-Major Funds:

Special Assessment Bonds - This fund accounts for the accumulation of monies for payment of special assessment bonds. The collection of the special assessments levied against the properties benefiting from the improvements from 2001 through 2010 is recorded in this fund. As the special assessment bonds were purchased by the electric utility the current portion of the inter fund loan is reported as "Due to other funds" and the long term portion is reported as "Advance from other funds". The principal payment for the inter fund loan reduces the liability and the interest is reported as a fund expenditure. The transfer out is the 8% fiscal fee for engineering services transferred to the general fund. No bonds were issued during 2012. The deficit fund balance is for sidewalk improvements and Stanford Street improvements completed in late 2012 and with the adoption of the resolution of necessity adopted in February, 2013 for the sidewalks.

TIF District No 3 Bonds - This fund accounts for the accumulation of monies for payment of tax incremental financing bonds principal and interest and funds advanced from the electric utility. The final payment on this bond is July 1, 2011 with City Council action to repay the advances made by the electric utility in prior years to meet the bond payments. Based upon current tax collections the \$108,394 advance will be repaid in 2013.

TIF District No 4 Bonds - This fund accounts for the accumulation of monies for payment of tax incremental financing bonds principal and interest. The tax incremental financing bonds were issued June 1, 2005 with the bond reserve and capitalized interest being recorded in this fund. The final payment on this bond is scheduled for December 1, 2020.

City Hall Bonds - This fund accounts for the reserve and the accumulation of monies for payment of the principal and interest on the certificates of participation in a lease-purchase agreement issued to build the new city hall. The certificates of participation were issued September 15, 2007 with the reserve and capitalized interest being recorded in this fund. The city has pledged sales tax revenues for the principal and interest payments through December 15, 2026.

CITY OF VERMILLION
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 DECEMBER 31, 2012

	Special Revenue Funds						Capital Project Funds	
	Liquor Lodging, Dining Tax	911	Stormwater Fee	Parks Capital	Library	Total	Special Assessment Projects	Streetscape
ASSETS								
Cash and cash equivalents	\$ 26,485	\$ -	\$ 15,119	\$ 10,982	\$ 21,397	\$ 73,983	\$ -	\$ 364
Investments	100,000	-	800,000	-	-	900,000	-	-
Receivables (net, where applicable, of allowance for uncollectibles)								
Accounts receivable	-	-	5,671	-	-	5,671	-	-
Special assessment receivable	-	-	-	-	-	-	-	-
Interest receivable	141	-	1,796	-	-	1,937	-	-
Due from other governments	53,877	53,821	559	-	-	108,257	-	-
Restricted assets:								
Cash and cash equivalents	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-
Interest receivable	-	-	-	-	-	-	-	-
Total assets	\$ 180,503	\$ 53,821	\$ 823,145	\$ 10,982	\$ 21,397	\$ 1,089,848	\$ -	\$ 364
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable	\$ -	\$ 8,296	\$ -	\$ -	\$ -	\$ 8,296	\$ 97,409	\$ -
Due to other funds	-	45,525	-	-	-	45,525	22,205	-
Deferred revenue	13,880	-	1,796	-	-	15,676	-	-
Revenue collected in advance	-	-	-	2,727	-	2,727	-	-
Advance from other funds	-	-	-	-	-	-	-	-
Total liabilities	13,880	53,821	1,796	2,727	-	72,224	119,614	-
FUND BALANCES:								
Restricted	166,623	-	821,349	-	21,397	1,009,369	-	-
Committed	-	-	-	-	-	-	-	364
Assigned	-	-	-	8,255	-	8,255	-	-
Unassigned	-	-	-	-	-	-	(119,614)	-
Total fund balances	<u>166,623</u>	<u>-</u>	<u>821,349</u>	<u>8,255</u>	<u>21,397</u>	<u>1,017,624</u>	<u>(119,614)</u>	<u>364</u>
Total liabilities and fund balances	\$ 180,503	\$ 53,821	\$ 823,145	\$ 10,982	\$ 21,397	\$ 1,089,848	\$ -	\$ 364

Unaudited Financial Statements

Capital Project Funds				Debt Service Funds					Total
Bike Path	Stanford	Airport	Total	Special Assessment Bonds	TIF District No. 3 Bonds	TIF District No. 4 Bonds	City Hall Bonds	Total	Nonmajor Governmental Funds
\$ -	\$ 173,911	\$ -	\$ 174,275	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 248,258
-	-	-	-	-	-	-	-	-	900,000
-	-	-	-	-	-	24	-	24	5,695
-	-	-	-	228,118	-	-	-	228,118	228,118
-	-	-	-	7,965	-	-	-	7,965	9,902
111,454	-	268,650	380,104	-	-	-	-	-	488,361
-	-	-	-	39,970	-	271,211	-	311,181	311,181
-	-	-	-	250,000	-	-	365,426	615,426	615,426
-	-	-	-	351	-	-	4,497	4,848	4,848
<u>111,454</u>	<u>173,911</u>	<u>268,650</u>	<u>554,379</u>	<u>526,404</u>	<u>-</u>	<u>271,235</u>	<u>369,923</u>	<u>1,167,562</u>	<u>2,811,789</u>
-	173,911	66,660	337,980	-	-	-	-	-	346,276
101,869	-	201,990	326,064	62,727	108,394	-	-	171,121	542,710
-	-	-	-	219,307	-	-	4,497	223,804	239,400
9,585	-	-	9,585	-	-	-	-	-	12,312
-	-	-	-	197,143	-	-	-	197,143	197,143
<u>111,454</u>	<u>173,911</u>	<u>268,650</u>	<u>673,629</u>	<u>479,177</u>	<u>108,394</u>	<u>-</u>	<u>4,497</u>	<u>592,068</u>	<u>1,337,921</u>
-	-	-	364	-	-	271,235	365,426	636,661	1,646,030
-	-	-	-	-	-	-	-	-	364
-	-	-	-	-	-	-	-	-	8,255
-	-	-	(119,614)	47,227	(108,394)	-	-	(61,167)	(180,781)
-	-	-	(119,250)	47,227	(108,394)	271,235	365,426	575,494	1,473,868
<u>111,454</u>	<u>173,911</u>	<u>268,650</u>	<u>554,379</u>	<u>526,404</u>	<u>-</u>	<u>271,235</u>	<u>369,923</u>	<u>1,167,562</u>	<u>2,811,789</u>

CITY OF VERMILLION
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2012

	Special Revenue Funds					Capital Project Funds		
	Liquor Lodging, Dining Tax	911	Stormwater Fee	Parks Capital	Library	Total	Special Assessment Projects	Streetscape
REVENUES								
Taxes:								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
General sales & use	298,761	-	-	-	-	298,761	-	-
Stormwater fees	-	-	175,585	-	-	175,585	-	-
Penalties & interest	-	-	248	-	-	248	-	-
Intergovernmental:								
Federal grant	-	-	-	-	-	-	-	-
State grant	-	-	-	-	-	-	-	-
County shared revenue	-	225,916	-	-	3,000	228,916	-	-
Charges for goods & services								
Culture & recreation	-	-	-	3,721	-	3,721	-	-
Fines & forfeits:								
Library	-	-	-	-	2,048	2,048	-	-
Miscellaneous:								
Public payments for improvements	-	-	-	-	-	-	10,408	-
Interest earned	487	-	7,031	23	920	8,461	-	-
Contributions & donations from private sources	-	-	10,000	19,902	4,144	34,046	-	-
Special assessments (principal & interest)	-	-	-	-	-	-	-	-
Other	-	-	-	-	4,024	4,024	-	-
Total revenue	<u>299,248</u>	<u>225,916</u>	<u>192,864</u>	<u>23,646</u>	<u>14,136</u>	<u>755,810</u>	<u>10,408</u>	<u>-</u>
EXPENDITURES								
Current								
Public safety	-	449,148	-	-	-	449,148	-	-
Public works	-	-	26,369	-	-	26,369	30,474	-
Culture-recreation	-	-	-	4,863	6,295	11,158	-	-
Conservation & development	298,580	-	-	-	-	298,580	-	-
Capital outlay:								
Public safety	-	2,685	-	-	-	2,685	-	-
Public works	-	-	-	-	-	-	96,874	-
Culture & recreation	-	-	-	7,232	-	7,232	-	-
Debt service:								
Principal	-	-	-	-	-	-	-	-
Interest & fiscal charges	-	-	-	-	-	-	-	-
Total expenditures	<u>298,580</u>	<u>451,833</u>	<u>26,369</u>	<u>12,095</u>	<u>6,295</u>	<u>795,172</u>	<u>127,148</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>668</u>	<u>(225,917)</u>	<u>166,495</u>	<u>11,551</u>	<u>7,841</u>	<u>(39,362)</u>	<u>(116,740)</u>	<u>-</u>
OTHER FINANCING SOURCES(USES)								
Transfer in	-	225,917	-	-	-	225,917	15,862	-
Transfer out	-	-	-	(25,640)	(92,092)	(117,732)	(2,874)	-
Total other financing sources(uses)	<u>-</u>	<u>225,917</u>	<u>-</u>	<u>(25,640)</u>	<u>(92,092)</u>	<u>108,185</u>	<u>12,988</u>	<u>-</u>
Net change in fund balances	668	-	166,495	(14,089)	(84,251)	68,823	(103,752)	-
Fund balances - beginning	165,955	-	654,854	22,344	105,648	948,801	(15,862)	364
Prior period adjustment	-	-	-	-	-	-	-	-
Adjusted fund balances - beginning	<u>165,955</u>	<u>-</u>	<u>654,854</u>	<u>22,344</u>	<u>105,648</u>	<u>948,801</u>	<u>(15,862)</u>	<u>364</u>
Fund balances - ending	<u>\$ 166,623</u>	<u>\$ -</u>	<u>\$ 821,349</u>	<u>\$ 8,255</u>	<u>\$ 21,397</u>	<u>\$ 1,017,624</u>	<u>\$ (119,614)</u>	<u>\$ 364</u>

Unaudited Financial Statements

Capital Project Funds				Debt Service Funds					Total Nonmajor Funds
Bike Path	Stanford	Airport	Total	Special Assessment Bonds	TIF District No. 3 Bonds	TIF District No. 4 Bonds	City Hall Bonds	Total	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 137,880	\$ 116,556	\$ -	\$ 254,436	\$ 254,436
-	-	-	-	-	-	-	-	-	298,761
-	-	-	-	-	-	-	-	-	175,585
-	-	-	-	-	-	-	-	-	248
142,764	-	420,499	563,263	-	-	-	-	-	563,263
-	984,482	35,009	1,019,491	-	-	-	-	-	1,019,491
-	-	-	-	-	-	-	-	-	228,916
-	-	-	-	-	-	-	-	-	3,721
-	-	-	-	-	-	-	-	-	2,048
-	-	-	10,408	-	-	-	-	-	10,408
-	-	-	-	3,554	143	78	1,444	5,219	13,680
-	-	-	-	-	-	-	-	-	34,046
-	-	-	-	157,872	-	-	-	157,872	157,872
-	-	-	-	-	-	-	-	-	4,024
<u>142,764</u>	<u>984,482</u>	<u>455,508</u>	<u>1,593,162</u>	<u>161,426</u>	<u>138,023</u>	<u>116,634</u>	<u>1,444</u>	<u>417,527</u>	<u>2,766,499</u>
-	-	-	-	-	-	-	-	-	449,148
-	-	-	30,474	-	-	-	-	-	56,843
-	-	-	-	-	-	-	-	-	11,158
-	-	-	-	-	-	-	-	-	298,580
-	-	-	-	-	-	-	-	-	2,685
-	1,159,528	464,804	1,721,006	-	-	-	-	-	1,721,006
174,209	-	-	174,209	-	-	-	-	-	181,441
-	-	-	-	-	-	35,000	190,000	225,000	225,000
-	-	-	-	23,225	-	17,075	161,854	202,154	202,154
<u>174,209</u>	<u>1,159,528</u>	<u>464,804</u>	<u>1,925,689</u>	<u>23,225</u>	<u>-</u>	<u>52,075</u>	<u>351,854</u>	<u>427,154</u>	<u>3,148,015</u>
(31,445)	(175,046)	(9,296)	(332,527)	138,201	138,023	64,559	(350,410)	(9,827)	(381,516)
31,445	175,046	6,475	228,828	-	-	-	338,479	338,479	793,224
-	-	-	(2,874)	(15,862)	-	-	-	(15,862)	(136,468)
<u>31,445</u>	<u>175,046</u>	<u>6,475</u>	<u>225,954</u>	<u>(15,862)</u>	<u>-</u>	<u>-</u>	<u>338,479</u>	<u>322,617</u>	<u>656,756</u>
-	-	(2,821)	(106,573)	122,339	138,023	64,559	(11,931)	312,990	275,240
-	-	2,821	(12,677)	(75,112)	(246,417)	206,676	377,357	262,504	1,198,628
-	-	-	-	-	-	-	-	-	-
-	-	2,821	(12,677)	(75,112)	(246,417)	206,676	377,357	262,504	1,198,628
-	-	-	<u>(119,250)</u>	<u>47,227</u>	<u>(108,394)</u>	<u>271,235</u>	<u>365,426</u>	<u>575,494</u>	<u>1,473,868</u>

Unaudited Financial Statements

CITY OF VERMILLION
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2012

	Liquor, Lodging, Dining Tax			911		
	Final Budgeted	Actual	Variance Favorable (Unfavorable)	Final Budgeted	Actual	Variance Favorable (Unfavorable)
REVENUES						
Taxes:						
General sales & use	\$ 310,800	\$ 298,761	\$ (12,039)	\$ -	\$ -	\$ -
Stormwater fees	-	-	-	-	-	-
Penalties & interest	-	-	-	-	-	-
Intergovernmental :						
County shared revenue	-	-	-	241,703	225,916	(15,787)
Charges for goods & services						
Culture & recreation	-	-	-	-	-	-
Fines & forfeits:						
Library	-	-	-	-	-	-
Miscellaneous:						
Grants	-	-	-	-	-	-
Interest earned	500	487	(13)	-	-	-
Contributions & donations from private sources	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total revenue	<u>311,300</u>	<u>299,248</u>	<u>(12,052)</u>	<u>241,703</u>	<u>225,916</u>	<u>(15,787)</u>
EXPENDITURES						
Current						
Public safety	-	-	-	483,406	451,833	31,573
Public works	-	-	-	-	-	-
Culture-recreation	-	-	-	-	-	-
Conservation & development	299,400	298,580	820	-	-	-
Total expenditures	<u>299,400</u>	<u>298,580</u>	<u>820</u>	<u>483,406</u>	<u>451,833</u>	<u>31,573</u>
Excess (deficiency) of revenues over (under) expenditures	<u>11,900</u>	<u>668</u>	<u>(11,232)</u>	<u>(241,703)</u>	<u>(225,917)</u>	<u>15,786</u>
OTHER FINANCING SOURCES (USES)						
Operating Transfers In	-	-	-	241,703	225,917	(15,786)
Operating Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>241,703</u>	<u>225,917</u>	<u>(15,786)</u>
Net change in fund balances	<u>11,900</u>	<u>668</u>	<u>(11,232)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances - beginning		<u>165,955</u>			<u>-</u>	
Fund balances - ending		<u>\$ 166,623</u>			<u>\$ -</u>	

Unaudited Financial Statements

Stormwater Fee			Parks Capital			Library		
Final Budgeted	Actual	Variance Favorable (Unfavorable)	Final Budgeted	Actual	Variance Favorable (Unfavorable)	Final Budgeted	Actual	Variance Favorable (Unfavorable)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
173,990	175,585	1,595	-	-	-	-	-	-
100	248	148	-	-	-	-	-	-
-	-	-	-	-	-	3,000	3,000	-
-	-	-	9,000	3,721	(5,279)	-	-	-
-	-	-	-	-	-	3,100	2,048	(1,052)
10,000	10,000	-	-	-	-	-	-	-
7,041	7,031	(10)	40	23	(17)	1,000	920	(80)
-	-	-	17,000	19,902	2,902	3,000	4,144	1,144
-	-	-	-	-	-	2,500	4,024	1,524
<u>191,131</u>	<u>192,864</u>	<u>1,733</u>	<u>26,040</u>	<u>23,646</u>	<u>(2,394)</u>	<u>12,600</u>	<u>14,136</u>	<u>1,536</u>
105,000	26,369	78,631	-	-	-	-	-	-
-	-	-	13,260	12,095	1,165	9,000	6,295	2,705
<u>105,000</u>	<u>26,369</u>	<u>78,631</u>	<u>13,260</u>	<u>12,095</u>	<u>1,165</u>	<u>9,000</u>	<u>6,295</u>	<u>2,705</u>
<u>86,131</u>	<u>166,495</u>	<u>80,364</u>	<u>12,780</u>	<u>11,551</u>	<u>(1,229)</u>	<u>3,600</u>	<u>7,841</u>	<u>4,241</u>
-	-	-	(25,640)	(25,640)	-	(90,268)	(92,092)	1,824
-	-	-	(25,640)	(25,640)	-	(90,268)	(92,092)	1,824
<u>86,131</u>	<u>166,495</u>	<u>80,364</u>	<u>12,780</u>	<u>(14,089)</u>	<u>(1,229)</u>	<u>(86,668)</u>	<u>(84,251)</u>	<u>4,241</u>
	<u>654,854</u>			<u>22,344</u>			<u>105,648</u>	
	<u>\$ 821,349</u>			<u>\$ 8,255</u>			<u>\$ 21,397</u>	

CITY OF VERMILLION
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
CAPITAL PROJECT FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2012

	Special Assessments			Streetscape			Bike Path		
	Final Budgeted	Actual	Variance Favorable (Unfavorable)	Final Budgeted	Actual	Variance Favorable (Unfavorable)	Final Budgeted	Actual	Variance Favorable (Unfavorable)
REVENUES									
Intergovernmental:									
Federal grant	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 339,000	\$ 142,764	\$ (196,236)
State grant	-	-	-	-	-	-	1,150	-	(1,150)
Miscellaneous:									
Public payments for improvements	9,407	10,408	1,001	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Contributions and donations from private sources	-	-	-	-	-	-	-	-	-
Total revenue	<u>9,407</u>	<u>10,408</u>	<u>1,001</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>340,150</u>	<u>142,764</u>	<u>(197,386)</u>
EXPENDITURES									
Current									
Public works	510,000	127,148	382,852	-	-	-	-	-	-
Culture & recreation	-	-	-	-	-	-	419,300	174,209	245,091
Total expenditures	<u>510,000</u>	<u>127,148</u>	<u>382,852</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>419,300</u>	<u>174,209</u>	<u>245,091</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(500,593)</u>	<u>(116,740)</u>	<u>383,853</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(79,150)</u>	<u>(31,445)</u>	<u>47,705</u>
OTHER FINANCING SOURCES(USES)									
Transfer in	236,129	15,862	(220,267)	-	-	-	79,150	31,445	(47,705)
Transfer out	(2,874)	(2,874)	-	-	-	-	-	-	-
Total other financing sources(uses)	<u>233,255</u>	<u>12,988</u>	<u>(220,267)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>79,150</u>	<u>31,445</u>	<u>(47,705)</u>
Net change in fund balances	<u>(267,338)</u>	<u>(103,752)</u>	<u>163,586</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances - beginning		<u>(15,862)</u>			<u>364</u>				
Fund balances - ending		<u>\$ (119,614)</u>		<u>\$ 364</u>			<u>\$ -</u>		

Unaudited Financial Statements

Stanford			Library Renovation			Airport		
Final Budgeted	Actual	Variance Favorable (Unfavorable)	Final Budgeted	Actual	Variance Favorable (Unfavorable)	Final Budgeted	Actual	Variance Favorable (Unfavorable)
\$ 1,018,000	\$ 984,482	\$ (33,518)	\$ 200,000	\$ 200,000	\$ -	\$ 614,991	\$ 420,499	\$ (194,492)
-	-	-	-	-	-	23,017	35,009	11,992
-	-	-	1,850	2,350	500	-	-	-
-	-	-	150,000	150,000	-	-	-	-
<u>1,018,000</u>	<u>984,482</u>	<u>(33,518)</u>	<u>351,850</u>	<u>352,350</u>	<u>500</u>	<u>638,008</u>	<u>455,508</u>	<u>(182,500)</u>
1,198,000	1,159,528	38,472	-	-	-	684,078	464,804	219,272
-	-	-	2,285,282	2,189,139	96,143	-	-	-
<u>1,198,000</u>	<u>1,159,528</u>	<u>38,472</u>	<u>2,285,282</u>	<u>2,189,139</u>	<u>96,143</u>	<u>684,078</u>	<u>464,804</u>	<u>219,272</u>
(180,000)	(175,046)	4,954	(1,933,432)	(1,836,789)	96,643	(46,068)	(9,296)	36,772
180,000	175,046	(4,954)	1,237,217	841,959	(395,258)	46,068	6,475	(39,593)
-	-	-	-	-	-	-	-	-
180,000	175,046	(4,954)	1,237,217	841,959	(395,258)	46,068	6,475	(39,593)
-	-	-	(696,215)	(994,830)	(298,615)	-	(2,821)	(2,821)
-	-	-	-	696,215	-	-	2,821	-
\$ -	\$ -	\$ -	\$ (298,615)	\$ -	\$ -	\$ -	\$ -	\$ -



**CITY OF VERMILLION
COMBINING STATEMENTS
INTERNAL SERVICE FUNDS**

INTERNAL SERVICE FUNDS - Internal Service Funds are established to account for the financing of goods or services provided by one department to other departments of the governmental unit, or to other governmental units, on a cost reimbursement basis.

The following funds included in this fund type and their purposes are as follows:

Copier-Fax-Postage Fund - The copier-fax fund is used to account for all the operating cost and replacement of the central copier and fax machine in city hall. All departments are billed for copies, postage and faxes used at a cost plus depreciation

Unemployment Insurance Fund – This fund has been established to account for the City self-insurance for unemployment insurance claims.

Equipment Replacement Fund - The equipment replacement fund is used to account for rental of equipment used by all City departments and to provide the means to purchase replacement equipment when needed. All the major items of the city's rolling stock are contained in this fund. Each department on a quarterly basis pays the rental amounts.

Custodial Services Fund – The custodial services fund is used to account for the costs associated with providing janitorial services for all City buildings.

CITY OF VERMILLION
 COMBINING STATEMENT OF NET POSITION
 INTERNAL SERVICE FUNDS
 DECEMBER 31, 2012

	Copier- Fax- Postage	Unemployment Insurance	Equipment Replacement	Custodial Services	Totals
ASSETS:					
Current assets:					
Cash	\$ 14,210	\$ 723	\$ 17,616	\$ 6,770	\$ 39,319
Investments	-	12,000	518,000	-	530,000
Accounts receivable	2,335	-	-	-	2,335
Interest receivable	-	31	1,111	-	1,142
Total current assets	<u>16,545</u>	<u>12,754</u>	<u>536,727</u>	<u>6,770</u>	<u>572,796</u>
Capital assets:					
Machinery & equipment	12,797	-	4,572,642	2,316	4,587,755
less accumulated depreciation	(11,197)	-	(2,195,390)	(1,101)	(2,207,688)
Total capital assets	<u>1,600</u>	<u>-</u>	<u>2,377,252</u>	<u>1,215</u>	<u>2,380,067</u>
Total assets	<u>18,145</u>	<u>12,754</u>	<u>2,913,979</u>	<u>7,985</u>	<u>2,952,863</u>
LIABILITIES					
Current liabilities:					
Accounts payable	680	435	-	883	1,998
Accrued leave payable	-	-	-	2,537	2,537
Total current liabilities	<u>680</u>	<u>435</u>	<u>-</u>	<u>3,420</u>	<u>4,535</u>
Noncurrent liabilities:					
Accrued leave payable	-	-	-	3,683	3,683
Total non current liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,683</u>	<u>3,683</u>
Total liabilities	<u>680</u>	<u>435</u>	<u>-</u>	<u>7,103</u>	<u>8,218</u>
NET POSITION					
Invested in capital assets, net of related debt	1,600	-	2,377,252	1,215	2,380,067
Unrestricted	15,865	12,319	536,727	(333)	564,578
Total net position	<u>\$ 17,465</u>	<u>\$ 12,319</u>	<u>\$ 2,913,979</u>	<u>\$ 882</u>	<u>\$ 2,944,645</u>

CITY OF VERMILLION
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES
EXPENSES, AND CHANGES IN FUND NET POSITION
FOR THE YEAR ENDED DECEMBER 31, 2012

	Copier- Fax- Postage	Unemployment Insurance	Equipment Replacement	Custodial Services	Totals
Operating Revenues:					
Charges for goods and services	\$ 17,438	\$ -	\$ 359,564	\$ 72,000	\$ 449,002
Total operating revenue	<u>17,438</u>	<u>-</u>	<u>359,564</u>	<u>72,000</u>	<u>449,002</u>
Operating expenses:					
Personnel services	-	-	-	73,310	73,310
Other current expenses	16,797	435	-	1,718	18,950
Depreciation	3,199	-	303,379	179	306,757
Total operating expenses	<u>19,996</u>	<u>435</u>	<u>303,379</u>	<u>75,207</u>	<u>399,017</u>
operating income(loss)	<u>(2,558)</u>	<u>(435)</u>	<u>56,185</u>	<u>(3,207)</u>	<u>49,985</u>
Nonoperating revenue:					
Interest earned	-	90	2,426	-	2,516
Gain(loss) on disposition of assets	-	-	11,274	-	11,274
Total nonoperating revenue	<u>-</u>	<u>90</u>	<u>13,700</u>	<u>-</u>	<u>13,790</u>
Income before contributions and transfers	<u>(2,558)</u>	<u>(345)</u>	<u>69,885</u>	<u>(3,207)</u>	<u>63,775</u>
Transfer in	-	-	1,174	-	1,174
Transfer Out	-	-	(7,000)	-	(7,000)
Change in net position	<u>(2,558)</u>	<u>(345)</u>	<u>64,059</u>	<u>(3,207)</u>	<u>57,949</u>
Net position - beginning	20,023	12,664	2,849,920	4,089	2,886,696
Net position - ending	<u>\$ 17,465</u>	<u>\$ 12,319</u>	<u>\$ 2,913,979</u>	<u>\$ 882</u>	<u>\$ 2,944,645</u>

CITY OF VERMILLION
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2012

	Copier- Fax- Postage	Unemployment Insurance	Equipment Replacement	Custodial Services	Totals
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash received from customers	\$ 17,442	\$ -	\$ 359,564	\$ 72,000	\$ 449,006
Cash paid for personal services	-	-	-	(72,141)	(72,141)
Cash paid to suppliers	(16,458)	(652)	-	(1,954)	(19,064)
Net cash provided (used for) operating activities	984	(652)	359,564	(2,095)	357,801
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Acquisition and construction of capital assets	-	-	(125,636)	-	(125,636)
Proceeds from sale of assets	-	-	21,161	-	21,161
Net cash (used for) capital and related financing activities	-	-	(104,475)	-	(104,475)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES					
Transfers Out	-	-	(7,000)	-	(7,000)
Net cash provided by non-capital financing activities	-	-	(7,000)	-	(7,000)
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest on investments	-	111	2,430	-	2,541
Purchase and sale of investments	-	1,000	(241,000)	-	(240,000)
Net cash provided (used for) investing activities	-	1,111	(238,570)	-	(237,459)
Net increase (decrease) in cash and cash equivalents	984	459	9,519	(2,095)	8,867
Cash and cash equivalents beginning of year	13,226	264	8,097	8,865	30,452
Cash and cash equivalents end of year	\$ 14,210	\$ 723	\$ 17,616	\$ 6,770	\$ 39,319
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES					
Operating income (loss)	\$ (2,558)	\$ (435)	\$ 56,185	\$ (3,208)	\$ 49,984
Adjustments to reconcile net operating income (loss) to net cash provided by operating activities:					
Depreciation	3,199	-	303,379	179	306,757
(Increase) decrease in assets and increase (decrease) in liabilities:					
Accounts receivable	4	-	-	-	4
Accounts payable	339	(217)	-	(235)	(119)
Accrued leave payable	-	-	-	1,169	1,169
Net cash provided by (used for) operating activities	\$ 984	\$ (652)	\$ 359,564	\$ (2,095)	\$ 357,801
Noncash investing, capital and financing activities:					
Transfer in of capital assets	-	-	1,174	-	1,174
Gain(loss) on disposal of fixed assets	-	-	11,274	-	11,274
Total noncash investing, capital and financing activities	\$ -	\$ -	\$ 12,448	\$ -	\$ 12,448

Council Informational Memo

From: John Prescott, City Manager
Subject: Rental Housing Code Review Committee Charge
Presenter: John Prescott

Background: At the last City Council meeting, it was suggested that a committee be developed to examine the HVAC requirements as stipulated in the City's Rental Housing Code. State statute for the Council-Manager form of government provides that all members of boards and commissions, except as otherwise provided by law, shall be appointed by the manager and may be removed by him.

Discussion: Administration proposes to appoint a committee of individuals to develop a plan for communicating and explaining the city's Rental Housing Code Requirements as it pertains to HVAC along with no more than two other topics of the code. The charge for the committee is as follows:

The City Code of Ordinances as it pertains to the requirement for separated HVAC systems to serve dwellings on the rental registry. The review shall be conducted with the consideration of the health, safety, and welfare of the occupants of the premises. The review shall include identifying how to communicate and explain code requirements to property owners, property managers, tenants, and the community. The report of the committee shall be provided to the City Manager for presentation to the City Council. If deemed appropriate by the City Manager and the committee is interested in doing so, up to two other topics will be addressed for committee review and report.

Financial Consideration: None

Conclusion/Recommendations: If the City Council is satisfied with the charge, staff will move forward with appointing the committee to complete the work over the next couple of months.

CITY OF VERMILLION
 INVOICES PAYABLE-MARCH 4, 2013

1 UNIVERSITY CLEANERS	PROFESSIONAL SERVICES	72.00
2 A & B BUSINESS, INC	MAINTENANCE CONTRACT	270.03
3 ANDY COLVIN	MEALS REIMBURSEMENT	23.00
4 ARAMARK UNIFORM SERVICES	UNIFORM CLEANING	244.25
5 ARGUS LEADER MEDIA #1085	SUBSCRIPTION	47.40
6 ATCO INTERNATIONAL	SUPPLIES	250.95
7 AUDIO GO	BOOKS	120.00
8 AUSTIN ANDERSON	SAFETY BOOTS REIMBURSEMENT	100.00
9 AUTOMATIC BUILDING CONTROL	INSPECTION	167.00
10 BAKER & TAYLOR BOOKS	BOOKS	1,072.68
11 BANNER ASSOCIATES, INC	PROFESSIONAL SERVICES	3,118.50
12 BARNES DISTRIBUTION	SUPPLIES	273.19
13 BATTERIES PLUS	BATTERY	30.95
14 BENCHMARK FOAM INC	PITCHING MOUND	1,880.00
15 BEST WESTERN RAMKOTA	LODGING	431.94
16 BEST WESTERN RAMKOTA HOTEL	LODGING	1,033.89
17 BETTER CONTAINERS MFG	SUPPLIES	253.34
18 BOBS SINCLAIR SERVICE	WASHER FLUID	6.00
19 BOMGAARS	SUPPLIES	490.93
20 BORDER STATES ELEC SUPPLY	PARTS	153.32
21 BOUND TREE MEDICAL, LLC	SUPPLIES	1,079.51
22 BROWN TRAFFIC PRODUCTS	REPAIRS	1,789.00
23 BRUNICK FURNITURE & FLOORING	CHAIRS	3,000.00
24 BUTLER MACHINERY CO.	PARTS	2,680.34
25 BW INSURANCE AGENCY, INC	NOTARY BOND	130.00
26 C&H DISTRIBUTORS, INC	ALUM DOCK BOARD	1,757.86
27 CAMPBELL SUPPLY	SUPPLIES	4,177.44
28 CANFIELD BUSINESS INTERIOR	TABLES	962.40
29 CASK & CORK	MERCHANDISE	397.10
30 CDW GOVERNMENT, INC	SUPPLIES	42.00
31 CENTER POINT LARGE PRINT	BOOKS	101.35
32 CENTRAL STATES WIRE PRODUCTS	SUPPLIES	1,729.00
33 CENTURY BUSINESS LEASING, INC	COPIERS LEASE	138.25
34 CENTURYLINK	TELEPHONE	737.11
35 CERTIFIED LABORATORIES	SUPPLIES	333.83
36 CHEMSEARCH	SUPPLIES	339.07
37 CITY OF VERMILLION	COPIES/POSTAGE/LANDFILL	3,743.24
38 CITY OF VERMILLION	UTILITY BILLS	37,608.93
39 CLAY RURAL WATER SYSTEM	WATER USAGE	37.10
40 COLONIAL LIFE ACC INS.	INSURANCE	2,924.19
41 CONTINENTAL RESEARCH CORP	SUPPLIES	1,453.59
42 CRYSTAL BRADY	GYM REIMBURSEMENT	170.31
43 CURT HAAKINSON	MEALS REIMBURSEMENT	52.00

44 CUSTOM UPHOLSTERY BY DIANNE	COVER CHAIRS/OTTOMAN	2,367.45
45 D-P TOOLS	SUPPLIES	162.94
46 DAKOTA BEVERAGE	MERCHANDISE	8,444.89
47 DAKOTA PC WAREHOUSE	SUPPLIES/REPAIRS	807.90
48 DAKOTA PUMP INC	PARTS	5,037.65
49 DAKOTA RIGGERS & TOOL SUPPLY	SUPPLIES	390.00
50 DAKOTA SUPPLY GROUP	SUPPLIES	164.15
51 DANKO EMERGENCY EQUIPMENT	REPAIRS	3,126.37
52 DELTA DENTAL PLAN	INSURANCE	5,831.44
53 DEMCO	SUPPLIES	385.88
54 DENNIS MARTENS	MAINTENANCE	833.34
55 DGR ENGINEERING	PROFESSIONAL SERVICES	8,577.45
56 DORSEY & WHITNEY	BOND COUNSEL REFUNDING	10,000.00
57 DRIVERS LICENSE GUIDE CO	ID CHECKING GUIDE	61.85
58 DUST TEX	SUPPLIES	56.75
59 EARTHSPIRITS.NET, INC	POLICE BIKE	694.00
60 ECHO ELECTRIC SUPPLY	SUPPLIES	798.75
61 ELECTRONIC ENGINEERING	SUPPLIES	582.90
62 EMERGENCY MEDICAL PRODUCTS	SUPPLIES	430.00
63 FARMER BROTHERS CO.	SUPPLIES	81.34
64 FEDEX.	SHIPPING	11.47
65 FIREGUARD INC	TESTING	278.00
66 FOREMAN MEDIA	COUNCIL MTGS	120.00
67 FRED HAAR CO, INC	REPAIRS	439.00
68 GALE	BOOKS	126.35
69 GEAR FOR SPORTS	MERCHANDISE	154.34
70 GRAINGER	PARTS	253.25
71 GREG SIGNS	WINDOW LETTERING	193.00
72 GREGG PETERS	FREIGHT	1,641.25
73 GREGG PETERS	RENT	937.50
74 HD SUPPLY WATERWORKS	SUPPLIES	7,833.23
75 HEIMAN, INC.	BUNKER GEAR	16,296.80
76 HEINE ELECTRIC & IRRIGATION	REPAIRS	8,492.00
77 HELMS & ASSOCIATES	AIRPORT TAXIWAY	13,067.15
78 HENDERSONS ULTIMATE CAR WASH	CAR WASHES	100.00
79 HERREN-SCHEMPP BUILDING	SUPPLIES	145.95
80 HILLYARD FLOOR CARE SUPPLY	SUPPLIES	61.14
81 HY VEE FOOD STORE	SUPPLIES	147.23
82 INDEPENDENCE WASTE	WASTE HAULING	747.00
83 INDEPENDENT VIKING GLASS	REPAIRS	213.27
84 INGRAM	BOOKS	2,661.75
85 JACKS UNIFORM & EQPT	UNIFORM	2,881.39
86 JASON ANDERSON	MEALS REIMBURSEMENT	23.00
87 JIM BALLEWEG	SAFETY BOOTS REIMBURSEMENT	100.00
88 JOHN A CONKLING DIST.	MERCHANDISE	5,779.80
89 JOHNSON BROTHERS FAMOUS BRANDS	MERCHANDISE	19,037.92
90 JOHNSON CONTROLS	REPAIRS	1,334.93

91 JOHNSON FEED, INC	TIRES	655.78
92 JONES FOOD CENTER	SUPPLIES	722.81
93 JOSE DOMINGUEZ	MEALS REIMBURSEMENT	23.00
94 KARSTEN MFG CORP	MERCHANDISE	686.80
95 KNOLOGY	911 CIRCUIT	1,365.50
96 LAKE REGION CONTRACTING, INC	HAUL SNOW	240.00
97 LAKESIDE EQUIPMENT	SUPPLIES	93.00
98 LARGE PRINT OVERSTOCKS	BOOKS	47.51
99 LAWSON PRODUCTS INC	SUPPLIES	311.62
100 LAYNES WORLD	AWARDS	253.98
101 LEGGETTE, BRASHEARS & GRAHAM	PROFESSIONAL SERVICES	1,497.36
102 LESSMAN ELEC. SUPPLY CO	SUPPLIES	513.25
103 LEXINGTON CORP	FURNITURE	230.00
104 LINCOLN MUTUAL LIFE	INSURANCE	452.99
105 LOCATORS AND SUPPLIES, INC	SUPPLIES	570.26
106 LONGS PROPANE INC	PROPANE	3,837.24
107 MARK CLARK	MEALS REIMBURSEMENT	151.00
108 MARKS MACHINERY	PARTS	41.42
109 MART AUTO BODY	TOWING	1,050.00
110 MATHESON TRI-GAS, INC	SUPPLIES	2,667.94
111 MATT PARROTT & SONS CO.	SUPPLIES	600.20
112 MC2, INC	PARTS	7,702.29
113 MCCULLOCH LAW OFFICE	PROFESSIONAL SERVICES	656.45
114 MEAD LUMBER	SUPPLIES	913.30
115 MEDICAL WASTE TRANSPORT, INC	HAUL MEDICAL WASTE	169.24
116 MICRO MARKETING ASSOC	BOOKS	90.12
117 MIDWEST ALARM CO	ALARM MONITORING	135.00
118 MIDWEST BUILDING MAINTENANCE	MAT SVC	537.25
119 MIDWEST READY MIX & EQUIP	EXCAVATOR RENT	700.00
120 MIDWEST TURF & IRRIGATION	PARTS/MOWERS	68,147.78
121 MIDWEST WHEEL COMPANIES	SUPPLIES	61.38
122 MISSOURI VALLEY MAINTENANCE	REPAIRS	961.90
123 MOORE WELDING & MFG	SUPPLIES	123.92
124 MOTION INDUSTRIES, INC	PARTS	914.41
125 NATHAN GOETTE	GYM REIMBURSEMENT	150.00
126 NATL FIRE PROTECTION ASSOC	SUBSCRIPTION	1,466.18
127 NCL OF WISCONSIN, INC	SUPPLIES	315.05
128 NETSYS+	PROFESSIONAL SERVICES	450.00
129 NEW YORK LIFE	INSURANCE	94.02
130 NORTH CENTRAL RENTAL & LEASING	EQUIP RENTAL	420.00
131 NORTHERN SAFETY CO. INC	SUPPLIES	105.21
132 OFFICE SYSTEMS CO	SUPPLIES	141.05
133 ORIENTAL TRADING CO	SUPPLIES	70.75
134 OVERHEAD DOOR OF YANKTON	REPAIRS	232.95
135 PARK GENEALOGICAL BOOKS	SUBSCRIPTION	25.00
136 PEARSON EDUCATION	SUPPLIES	328.68
137 PETE LIEN & SONS, INC	CHEMICALS	4,501.20

138 PLAIN TALK PUBLISHERS	SUBSCRIPTION	26.00
139 PNC EQUIPMENT FINANCE	DEFIBRILLATOR LEASE	741.27
140 POMPS TIRE SERVICE, INC.	TIRES	16,420.00
141 PRECISION PAINTING	INTERIOR PAINTING	552.84
142 PRESSING MATTERS	SUPPLIES	464.00
143 PRESTO-X-COMPANY	INSPECTION/TREATMENT	95.26
144 PRINT SOURCE	SUPPLIES	98.00
145 PROGRESSIVE MEDICAL INTERNATIONAL	BATTERIES	338.00
146 PUBLIC SAFETY GROUP	REGISTRATION ONLINE CLASS	338.00
147 PUMP N PAK	FUEL CHARGES	2,434.59
148 QUEEN CITY WHOLESALE	MERCHANDISE	277.13
149 QUILL	SUPPLIES	895.08
150 RACOM CORPORATION	MAINTENANCE CONTRACT	4,053.00
151 RANDOM HOUSE, INC	BOOKS	30.00
152 RANDY ISAACSON	MEALS REIMBURSEMENT	52.00
153 RASMUSSEN MOTORS, INC	PARTS	219.47
154 RECORDED BOOKS, INC	BOOKS	871.70
155 REPUBLIC NATIONAL DIST	MERCHANDISE	25,316.33
156 RESCO	ELECT DEPT SWITCH	32,357.00
157 ROBIN HOWER	MEALS REIMBURSEMENT	84.00
158 SANITATION PRODUCTS	PARTS	661.96
159 SD ENGINEERING SOCIETY	MEMBERSHIP DUES	115.00
160 SD PUBLIC ASSURANCE ALLIANCE	PROPERTY COVERAGE	100.00
161 SD RETIREMENT SYSTEM	CONTRIBUTION	47,184.84
162 SERVALL TOWEL & LINEN	SHOP TOWELS	29.40
163 SERVICES UNLIMITED INC	REPAIRS	1,126.38
164 SIOUX FALLS TWO WAY RADIO	REPAIRS	229.94
165 STANLEY SECURITY SOLUTIONS	SUPPLIES	727.19
166 STEFFEN	PARTS	53.56
167 STERN OIL CO.	SUPPLIES	1,978.28
168 STUART C. IRBY CO.	SUPPLIES	133.86
169 STURDEVANTS AUTO PARTS	PARTS	1,487.57
170 TAYLOR MADE	MERCHANDISE	42.82
171 THATCHER COMPANY	SODA ASH	14,247.20
172 THE EQUALIZER	ADVERTISING	121.60
173 THE NEW SIOUX CITY IRON CO	SUPPLIES	177.74
174 THE WALKING BILLBOARD	T-SHIRTS & UNIFORMS	787.25
175 TITAN ACCESS ACCOUNT	PARTS	1,164.11
176 TODAYS DISTRIBUTOR	REPAIRS	1,020.00
177 TOM KRUSE	MEALS REIMBURSEMENT	52.00
178 TRI-B-TRIM SHOP	REPAIRS	465.00
179 TRUE VALUE	SUPPLIES	329.20
180 TYLER TECHNOLOGIES	SOFTWARE MAINTENANCE	18,873.93
181 ULTRAMAX	SUPPLIES	597.00
182 UNITED WAY	CONTRIBUTIONS	365.20
183 UPSTART	SUPPLIES	1,342.80
184 US POSTAL SERVICE	STAMPED ENVELOPES	553.90

185 VALIANT VINEYARDS	MERCHANDISE	55.00
186 VERIZON WIRELESS	POLICE COMMUNICATION	223.80
187 VERMEER HIGH PLAINS	LOCATOR PACKAGE	20,500.00
188 VERMILLION ACE HARDWARE	SUPPLIES	454.89
189 VERMILLION FORD	PARTS	860.02
190 VETERANS OF FOREIGN WARS	AMERICAN FLAG	32.00
191 VISA/FIRST BANK & TRUST	FUEL/LODGING/SUPPLIES	7,397.30
192 WAL-MART COMMUNITY	SUPPLIES	735.17
193 WELFL CONSTRUCTION CO	LIBRARY EXP/REMODEL	90,365.00
194 WESCO DISTRIBUTION, INC	SUPPLIES	3,002.03
195 WH OVER MUSEUM	CONTRIBUTION	15,000.00
196 WILL'S DRYER & KILN, LLC	SUPPLIES	35.00
197 YANKTON COMMUNITY LIBRARY	BOOK REPLACEMENT	9.50
198 YANKTON JANITORIAL SUPPLY	SUPPLIES	289.55
199 ZEE MEDICAL SERVICE	SUPPLIES	250.70
200 ZUERCHER TECHNOLOGIES LLC	MAINTENANCE	2,425.00
201 MASABA INC	BRIGHT ENERGY REBATE	15,820.00
	GRAND TOTAL	\$649,845.91

City of Vermillion (See reverse side of form for state laws regarding raffles and lotteries)
RAFFLE AND LOTTERY NOTIFICATION FORM

Date: 2/20/13

1. Name of organization/group Delta Sigma Pi
Contact person: Name: Jeremy Jacques (856) 449-5689
2. Date(s) that tickets/chances will be sold: from 2/27/13 to 3/20/13
Cost of tickets/chances: \$5 tickets Maximum of 200 tickets will be sold
3. Date(s) of drawing(s): 3/21/13
4. Can anyone purchase tickets? University Students only
5. Will the prize winner(s) be selected at random? Yes No
6. Description and approximate value of top prize: Flat-screen TV ~\$250.00

In the space below, please provide a brief, general summary of the event. Be sure to include information such as the location and reason for the event.

We will purchase the TV from Dakota PC and raffle it off to student at a cost of \$5 per ticket in an effort to raise funds for our Fraternity.


Applicant's Signature

Approval: John Prescott 2-21-13
City Manager Date

SOUTH DAKOTA MUNICIPAL LEAGUE

You're Invited To The Annual District 3 Meeting!

Wednesday, March 27, 2013

The Grand Opera House
Dell Rapids, SD

All Mayors, Town Presidents, Councilmembers, City Officials and Guests are welcome to attend the Annual District 3 Meeting which begins with a social hour at 6:00 p.m. followed by a dinner at 7:00 p.m. and the meeting program will begin at 8:00 p.m.

So come and renew old acquaintances, make new ones, learn about new legislation and visit with various representatives from state agencies and other elected officials.

REGISTRATION FEE: \$20.00 per person, includes a herb crusted pork loin or lemon chicken buffet and dessert.

REGISTRATION DEADLINE: March 13th *No Refunds After This Date

Please Note: It is necessary for everyone to register by the deadline so that we can plan for enough meals, those that do not register by the deadline cannot be guaranteed a meal. You will be charged for either the number of attendees registered or the number that actually attend, whichever is greater.

**If you are unable to attend the meeting in your district, you are welcome to attend the meeting in another district. For details on other district meetings, please contact the SDML office or check out our website, www.sdmunicipalleague.org, for more information.*

***Auxiliary aids and reasonable accommodations shall be made upon request to ensure that all programs are fully accessible to all individuals. If you would like to request special accommodations, please contact the SDML office at 1-800-658-3633.*

SOUTH DAKOTA MUNICIPAL LEAGUE

DISTRICT 3 MEETING

REGISTRATION FORM

Wednesday, March 27, 2013

The Grand Opera House

Dell Rapids, SD

Municipality Represented: _____

Number attending _____ @ \$20.00 each = Amount Enclosed: _____

Please Note: *It is necessary that everyone registers by the deadline so that we may plan for enough meals, those that do not register on time cannot be guaranteed a meal. You will be charged for either the number of attendees registered or the number that actually attend, whichever is greater.*

Return Registration and Payment by March 13th To: South Dakota Municipal League
208 Island Drive
Ft. Pierre, SD 57532

***Registration Deadline: March 13th *No Refunds After This Date**

***Payment Must Accompany Registration**

OFFICE USE ONLY: DATE: _____ CHECK #: _____ AMOUNT: _____
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