

MCCOOK CITY COUNCIL

REGULAR MEETING

Monday, March 21, 2022
5:30 PM - City Council Chambers

Roll Call.

Excuse Absences.

Open Meetings Act Announcement.

Pledge of Allegiance.

Call to Order.

Items.

1. Announcements & Recognitions.
2. Presentations.
 - A. Receive and file the Annual Cashflow Analysis for the Water and Sewer Utility Funds, as prepared by PFM Financial Advisory, LLC.
 - B. Introduce and approve on its first reading Ordinance No. 2022-3036 providing for the amendment of Chapter 38: Fee Schedule - Appendix E, Water Department Rates and Fees.
 1. Chairperson asks Clerk to read Ordinance by title.
 2. Consider approval of Ordinance No. 2022-3036 upon its first reading.
 - C. Introduce and approve on its first reading Ordinance No. 2022-3037 providing for the amendment of Chapter 38: Appendix D, Sewer Department Rates and Fees.
 1. Chairperson asks Clerk to read Ordinance by title.
 2. Consider approval of Ordinance No. 2022-3037 upon its first reading.
3. Consent Agenda.
 - A. Approve the minutes of the March 7, 2022 regular City Council meeting.
 - B. Receive and file the minutes of the January 12, 2022 Library Advisory Board meeting.
 - C. Receive and file the Financial Report for the period ending February 28, 2022.
 - D. Receive and file the claims for the month of January 2022, published February 11, 2022 and the month of February 2022, published March 15, 2022.
 - E. Appoint Gene Weedin, Jared Muhlenkamp, Jeff Crick, Sean Wolfe, Steve Renner, Kevin Hodgson, Lilia Dimas, Lea Ann Doak, and Nate Schneider to the health insurance brokerage consultant committee.
 - F. Terminate agreement with Quick Med Claims (QMC) and enter into an agreement with One Billing Solutions for ambulance billing.

- G. Approve the bid from Shelco Construction of Elsie, Nebraska, in the amount of \$558,400.35 for the North Cherokee Paving Project and the Alter Bid in the amount of \$269,951.55 for the East 1st Street Overlay.
 - H. Receive and file the minutes of the March 15, 2022 Parks Advisory Board meeting.
4. Regular Agenda.
- A. Discuss and determine a date setting a pool town hall meeting.
 - B. Council Comments.
- Adjournment.

**CITY MANAGER'S REPORT
MARCH 21, 2022 CITY COUNCIL MEETING**

ITEM: 2.A.

RECOMMENDATION:

RECEIVE AND FILE THE ANNUAL CASHFLOW ANALYSIS FOR THE WATER AND SEWER UTILITY FUNDS, AS PREPARED BY PFM FINANCIAL ADVISORS LLC

BACKGROUND:

Since 2005, the Water and Sewer Enterprise Funds have used the services of PFM Financial Advisors LLC to aid in determining the "health" of both the Water and Sewer Utility Funds. *The Financial & Capital Cashflow Analyses* has been a valuable tool that places a bundle of information in one place. The document allows the reader to see usage, revenues, expenditures (capital and operating), debt and cash balances for both the Water and Sewer Enterprise Funds.

The Cashflow Analyses also provides a look forward, showing what rates will do several years out based on current trends. In the past, the report has been a corner stone to getting loans and selling bonds. In 2016, the PFM Cash Flow Analyses was one of the tools used to get Standard & Poor's Global Rating of A+.

Over the next couple of years both water and sewer utilities will be seeking funding for projects using the State Revolving Loan Fund (SRF). Again the PFM Cashflow model will be a tool used by the city to show our debt coverage ratio (our ability to repay loans).

The 2020/21 budget year Financial & Cashflow Analyses will be presented by Matthew R. Stoffel, CFA at PFM Financial Advisors LLC. Matt's presentation will be via Zoom.

FISCAL IMPACT: None

APPROVALS:



Jesse Dutcher, Utilities Director

March 14, 2022

Date



Lea Ann Doak, Clerk/Treasurer

3/14/2022

Date



Nate Schneider, City Manager

3-15-22

Date



City of McCook, Nebraska

Financial & Capital Cashflow Analyses: FY 2022 Budget

Prepared by: PFM Financial Advisors LLC

Presented by: Matthew Stoffel, CFA

March 21, 2022

PFM Financial
Advisors LLC

801 Grand Avenue
Suite 3300
Des Moines, IA

www.pfm.com



Water Utility Fund



March 21, 2022

Mr. Nate Schneider, City Manager
City of McCook, Nebraska
505 West C Street
McCook, NE 69001

Dear Nate,

Attached for your review is an update to the Water Enterprise Fund Financial and Capital Planning Model which was previously presented to the McCook City Council on January 18, 2021. Based on this analysis PFM recommends implementing a 6.00% rate increase to all rate categories in May 2022. This recommendation represents a increase from our projected 3.50% rate increase listed in the prior year's analysis – the result of additional capital projects and higher than budgeted operating expenses. As an alternative option, the City could choose to do a 4.50% increase in May of 2022 but then we need higher increases for future years.

pfm

801 Grand
Suite 3300
Des Moines, IA 50309
515.243.2600

pfm.com

In updating this model, PFM Financial Advisors LLC ("PFM") has reviewed and incorporated information from the City's FY 2020 Audited Financial Statements, FY 2021 Audited Financial , and the FY 2022 Budget. In addition, we have incorporated the current capital improvement plan for the Water Enterprise Fund. The important points of the update are summarized below.

(i) Usage

- a. Total water sales increased by 7.55% in FY 2021 after increasing by 22.5% in FY 2020. Actual usage has been up and down from year-to-year, and FY 2021 represents the most water sales since FY 2012 and the second highest in 14 years. This is likely attributed to the weather during FY 2021 more than a change in customer behaviors.
- b. PFM & City staff have used the assumption that future usage will be approximately 70 million cubic feet and remain flat from at that level.
- c. We have stress tested the cash flow between the range of selling 60 million cubic feet and to 80 million cubic feet. We observe that usage regularly fluctuates between 10% to 15% depending on the weather.

(ii) Revenues

- a. FY 2021 operating revenues were up 0.8% from the prior fiscal year after increasing 20.8% in FY 2020.
- b. On average, operating revenues have increased approximately 3.6% annually over the last 4 years and have exhibited volatility year to year.

(iii) Expenditures

- a. FY 2021 operating expenditures (excluding depreciation and sales tax) increased by 10.2% from the prior fiscal year after an 8.10% increase in FY 2020. Both years were above the budgeted increase of 7.0%.



- b. The FY 2022 budget includes a 7.5% estimated growth in total operating expenditures which is just slightly above our long-term assumption.
 - c. In FY 2023 and thereafter, this analysis assumes a moderate 7.0% annual growth rate for all operating expenditures.
- (iv) Capital & Debt Service
 - a. The City is in the final stages of securing a NDES loan for \$1,253,000 to fund several larger capital projects. The loan has 0% interest and is expected to have a debt service payment of \$102,000 paid semi-annually.
- (v) Debt service coverage
 - a. Coverage of 2.03 times in FY 2021 and budgeted 2.13 times FY 2022, is strong for a water system of this size.
 - b. In FY 2023 and future years, PFM is projecting adequate coverage of above approximately 1.88 times annually. The projected decrease in coverage is a result of the proposed SRF loan for the budgeted water main replacements. Coverage is expected to return to above 2.00 times in FY 2026.
- (vi) Other Considerations
 - a. The Water Enterprise Fund loaned \$450,000 money to the Self-Health Insurance Fund from its Debt Fund (Reserve) in FY 2018. This internal loan was paid back over a 5-year period with payments of approximately \$95,000 per year with FY 2022 as the final year.
 - b. Pursuant to City staff's recommendation, for Fiscal Years 2023 through 2027, we have assumed capital costs in the future will be \$250,000 per year. In addition, we have assumed \$120,000 will be transferred each year into the Water Plant Replacement Fund for future improvements, and \$200,000 into the Capital Replacement.
 - c. In order to mitigate the impact to operating cash from the City's planned water capital expenditures of \$2.4 million in FY 2022, PFM has assumed that the Water Plant Replacement Fund will be drawn down by approximately \$550,000 and the Capital Replacement Fund will be drawn down by \$100,000 in FY 2022.
- (vii) Annual Surplus/Deficit
 - a. FY 2021 ended with an operating cash surplus of \$260,344 versus a projected deficit of <\$848,543> from our analysis last year.
 - b. The primary difference in FY 2021 was the delay of capital expenditures. The financial projection model had included \$1,696,692 compared with the actual audited capital expenditures of \$524,409. Most of the planned capital expenditures that were not completed were moved forward into the FY 2022 budget.



c. Projected future operating deficits in FY 2023 – FY 2026 are expected due to conservative growth assumptions. This projection includes annual transfers totaling \$320,000 to build the cash balances in the Water Plant Replacement Fund and Capital Replacement Fund.

(viii) Cash Balance

- a. Ending operating cash balance on September 30, 2021 was \$2,262,739 which represents 156%, or approximately eighteen (18) months, of operating expenditures.
- b. Overall, total cash in the Water Enterprise Fund is expected to decrease to \$4.97 million in FY 2022 from \$6.08 million in FY 2021 after capital expenditures of \$2.41 million, partially funded by loan proceeds.
- c. Operating cash is expected to trend moderate downward over the six-year planning period ending FY 2027 to approximately \$1.6 million. During that time total cash balance is expected to increase to \$5.6 million even after expending \$3.7 million on capital projects over that time period.
- d. Through conservative financial management the \$120,000 annual set-aside to the Water Plant Replacement Fund will build this fund's cash balance to \$1.16 million in FY 2027, and the \$200,000 annual set-aside to the Capital Replacement Fund will help build this fund's cash balance to \$1.55 million in FY 2027.

(ix) Recommended Future Rate Increases

- a. Based on the assumptions listed above, PFM is recommending a higher rate increase during FY 2022 and higher increases for planning purposes in the coming years. This assumption is heavily reliant on trends in future water usage, realized growth in future operating expenditures, and planned capital expenditures for water system improvements and repairs.
- b. In the table below, we have incorporated the following rate adjustments as compared to the prior rate adjustments suggested in the January 18, 2021 study.

| Applicable Fiscal Year | January 18, 2021 Analysis | March 21, 2022 Analysis – Option A | March 21, 2022 Analysis – Option B |
|-------------------------------|----------------------------------|---|---|
| FY 2021-22 | 3.50% (all rates) | 6.00% (all rates) | 4.50% (all rates) |
| FY 2022-23 | 3.50% (all rates) | 6.50% (all rates) | 6.75% (all rates) |
| FY 2023-24 | 3.50% (all rates) | 6.50% (all rates) | 6.75% (all rates) |
| FY 2024-25 | 3.50% (all rates) | 6.50% (all rates) | 6.75% (all rates) |
| FY 2025-26 | 3.50% (all rates) | 6.50% (all rates) | 6.75% (all rates) |
| FY 2026-27 | N/A | 6.50% (all rates) | 6.75% (all rates) |



The Water Enterprise Fund is planning to accommodate future capital improvements while maintaining sufficient cash balances. Through continued strong management practices, coverage is remaining at a level that is adequate to make debt service payments, cover estimated capital expenditures, and maintain on average approximately \$5.0M of total cash. If total water sales to customers should decrease meaningfully or if expenses increase at a rate greater than 7.0%, larger rate adjustments may be needed in future years.

Please feel free to contact me with any questions regarding PFM's analysis and summary review. I look forward to presenting this Water Enterprise Fund Financial and Capital Planning Model to the City Council at its upcoming meeting.

Sincerely,

Matthew R. Stoffel, CFA
Sr. Managing Consultant

PFM Financial Advisors LLC
stoffelm@pfm.com | 515 724 5737 **OFFICE** | 515 201 0772 **CELL**
801 Grand Ave, Suite 3300 | Des Moines, IA 50309



Option A – 6% Rate Increase

City of McCook, Nebraska
Water Enterprise Fund

EXHIBIT 1

| Growth Assumptions | |
|-------------------------------|-------|
| Water Sales & Customer Growth | 0.00% |
| Operating Expenses | 7.00% |
| Interest Earnings | 1.00% |

| Water Rate Adjustments | | | | | |
|------------------------|-------|----------|-------|----------|-------|
| 1-Oct-17 | 0.00% | 1-May-22 | 6.00% | 1-May-26 | 6.50% |
| 1-Dec-18 | 3.00% | 1-May-23 | 6.50% | | |
| 1-Jan-20 | 6.00% | 1-May-24 | 6.50% | | |
| 1-May-21 | 2.50% | 1-May-25 | 6.50% | | |

| | | Audited | Audited | Audited | Budget | Projected | Projected | Projected | Projected | Projected |
|------------------------------------|----|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| | | FY 2018-19 | FY 2019-20 | FY 2020-21 | FY 2021-22 | FY 2022-23 | FY 2023-24 | FY 2024-25 | FY 2025-26 | FY 2026-27 |
| Water Rates: | | 12/1/2018 | 1/1/2020 | 5/1/2021 | 5/1/2022 | 10/1/2022 | 10/1/2023 | 10/1/2024 | 10/1/2025 | 10/1/2026 |
| First 5,000 cu. ft. | 1 | \$1.767 | \$1.873 | \$1.920 | \$2.035 | \$2.167 | \$2.308 | \$2.458 | \$2.618 | \$2.788 |
| Over 5,000 cu. ft. | 2 | \$1.309 | \$1.388 | \$1.423 | \$1.508 | \$1.606 | \$1.710 | \$1.822 | \$1.940 | \$2.066 |
| Ready-to-Serve Monthly Fee | 3 | \$17.320 | \$18.360 | \$18.820 | \$19.949 | \$21.246 | \$22.627 | \$24.098 | \$25.664 | \$27.332 |
| Avg. Number of Water Customers | 4 | 3,616 | 3,608 | 3,618 | 3,618 | 3,618 | 3,618 | 3,618 | 3,618 | 3,618 |
| Ave. \$ / 100 Cubic Ft. (w/o Base) | 5 | \$1.7502 | \$1.8698 | \$1.8671 | \$1.9791 | \$2.1078 | \$2.2448 | \$2.3907 | \$2.5461 | \$2.7116 |
| Ave. \$ / 100 Cubic Ft. (w/ Base) | 6 | \$2.9875 | \$2.8782 | \$2.8742 | \$3.2165 | \$3.4255 | \$3.6482 | \$3.8853 | \$4.1379 | \$4.4068 |
| Total Water Sales (Cubic Feet) | 7 | 60,709,016 | 74,364,513 | 79,981,869 | 70,000,000 | 70,000,000 | 70,000,000 | 70,000,000 | 70,000,000 | 70,000,000 |
| Operating Revenues | 8 | (1.8%) | 20.8% | 0.8% | (0.7%) | 6.3% | 6.3% | 6.3% | 6.3% | 6.3% |
| Retail Sales to Customers | 9 | \$1,062,546 | \$1,390,496 | \$1,493,335 | \$1,385,388 | \$1,475,438 | \$1,571,342 | \$1,673,479 | \$1,782,255 | \$1,898,102 |
| Ready-to-Serve Fee | 10 | 751,134 | 749,852 | 805,536 | 866,134 | 922,433 | 982,391 | 1,046,247 | 1,114,253 | 1,186,679 |
| Sales Tax | 11 | 101,089 | 112,598 | 119,673 | 146,349 | 155,862 | 165,993 | 176,782 | 188,273 | 200,511 |
| Other Misc. Operating Revenues | 12 | 148,598 | 238,933 | 92,072 | 94,250 | 94,250 | 94,250 | 94,250 | 94,250 | 94,250 |
| Total Operating Revenues | 13 | \$2,063,366 | \$2,491,879 | \$2,510,616 | \$2,492,122 | \$2,647,983 | \$2,813,976 | \$2,990,758 | \$3,179,031 | \$3,379,542 |
| Operating Expenses | | (2.9%) | 8.1% | 10.2% | 7.5% | 7.0% | 7.0% | 7.0% | 7.0% | 7.0% |
| Personal Services | 14 | \$464,378 | \$485,985 | \$510,153 | \$664,072 | \$710,557 | \$760,296 | \$813,517 | \$870,463 | \$931,395 |
| Plant Chemicals | 15 | 207,500 | 232,177 | 253,717 | 220,000 | 235,400 | 251,878 | 269,509 | 288,375 | 308,561 |
| Pumping Power | 16 | 140,000 | 142,197 | 144,486 | 155,000 | 165,850 | 177,460 | 189,882 | 203,173 | 217,396 |
| Other Services & Charges | 17 | 183,396 | 224,768 | 290,212 | 259,109 | 277,247 | 296,654 | 317,420 | 339,639 | 363,414 |
| Supplies | 18 | 13,950 | 12,525 | 12,986 | 14,100 | 15,087 | 16,143 | 17,273 | 18,482 | 19,776 |
| Repairs & Maintenance | 19 | 108,720 | 110,688 | 120,123 | 119,400 | 127,758 | 136,701 | 146,270 | 156,509 | 167,465 |
| Sales Tax | 20 | 110,000 | 113,263 | 117,428 | 115,000 | 155,862 | 165,993 | 176,782 | 188,273 | 200,511 |
| Depreciation/Amortization | 21 | 845,544 | 830,264 | 836,781 | 895,356 | 958,031 | 1,025,093 | 1,096,849 | 1,173,629 | 1,255,783 |
| Total Operating Expenses | 22 | \$2,073,488 | \$2,151,867 | \$2,285,886 | \$2,442,037 | \$2,645,791 | \$2,830,217 | \$3,027,502 | \$3,238,543 | \$3,464,300 |
| Net Operating Income | 23 | (\$10,122) | \$340,012 | \$224,730 | \$50,085 | \$2,192 | (\$16,241) | (\$36,744) | (\$59,512) | (\$84,758) |
| Non-Operating Items | | | | | | | | | | |
| Interest on Reserves | 24 | \$139,625 | \$66,975 | \$15,023 | \$4,000 | \$4,000 | \$4,000 | \$4,000 | \$4,000 | \$4,000 |
| Add Back: Depreciation | 25 | 845,544 | 830,264 | 836,781 | 895,356 | 958,031 | 1,025,093 | 1,096,849 | 1,173,629 | 1,255,783 |
| Revenue Available for Debt | 26 | \$975,047 | \$1,237,251 | \$1,076,534 | \$949,441 | \$964,223 | \$1,012,852 | \$1,064,105 | \$1,118,116 | \$1,175,024 |

City of McCook, Nebraska
Water Enterprise Fund

EXHIBIT 1

| Growth Assumptions | |
|-------------------------------|-------|
| Water Sales & Customer Growth | 0.00% |
| Operating Expenses | 7.00% |
| Interest Earnings | 1.00% |

| Water Rate Adjustments | | | | | |
|------------------------|-------|----------|-------|----------|-------|
| 1-Oct-17 | 0.00% | 1-May-22 | 6.00% | 1-May-26 | 6.50% |
| 1-Dec-18 | 3.00% | 1-May-23 | 6.50% | | |
| 1-Jan-20 | 6.00% | 1-May-24 | 6.50% | | |
| 1-May-21 | 2.50% | 1-May-25 | 6.50% | | |

| | | Audited | Audited | Audited | Budget | Projected | Projected | Projected | Projected | Projected |
|-------------------------------------|----|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | | FY 2018-19 | FY 2019-20 | FY 2020-21 | FY 2021-22 | FY 2022-23 | FY 2023-24 | FY 2024-25 | FY 2025-26 | FY 2026-27 |
| Revenue Available for Debt | 27 | \$975,047 | \$1,237,251 | \$1,076,534 | \$949,441 | \$964,223 | \$1,012,852 | \$1,064,105 | \$1,118,116 | \$1,175,024 |
| Parity Debt Obligations | | | | | | | | | | |
| 2006 SRF Loan - D311039 | 28 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 2013 SRF Loan - D311560 | 29 | 93,126 | 69,440 | 95,968 | 45,148 | 44,813 | 44,472 | 44,124 | 43,769 | 43,407 |
| Series 2016 Refunding Bonds | 30 | 442,173 | 438,873 | 435,273 | 0 | 0 | 0 | 0 | 0 | 0 |
| Series 2021 Refunding Bonds | 31 | 0 | 0 | 0 | 399,915 | 395,525 | 389,185 | 392,535 | 385,525 | 383,215 |
| Proposed Series 2022 SRF Loan | 32 | 0 | 0 | 0 | 0 | 0 | 101,845 | 101,845 | 101,845 | 101,845 |
| Total Parity Debt Service | 33 | \$535,298 | \$508,312 | \$531,241 | \$445,062 | \$440,338 | \$535,502 | \$538,504 | \$531,139 | \$528,467 |
| Debt Coverage Ratios | | | | | | | | | | |
| Parity Debt Coverage | 34 | 1.82 | 2.43 | 2.03 | 2.13 | 2.19 | 1.89 | 1.98 | 2.11 | 2.22 |
| Cashflow After Debt | 35 | \$439,749 | \$728,939 | \$545,293 | \$504,378 | \$523,885 | \$477,350 | \$525,601 | \$586,978 | \$646,558 |
| Total Capital Expenditures | 36 | (\$150,143) | (\$231,346) | (\$524,409) | (\$2,406,658) | (\$250,000) | (\$250,000) | (\$250,000) | (\$250,000) | (\$250,000) |
| Administrative Fee | 37 | (60,000) | (60,000) | (60,000) | (60,000) | (60,000) | (60,000) | (60,000) | (60,000) | (60,000) |
| Transfers In / (Out) | 38 | 5,624 | 10,501 | 49,820 | 0 | 0 | 0 | 0 | 0 | 0 |
| Loan to Self-Health Insurance | 39 | 88,354 | 89,970 | 91,617 | 93,293 | 0 | 0 | 0 | 0 | 0 |
| Loan to General Fund | 40 | 57,464 | 57,464 | 57,464 | 0 | 0 | 0 | 0 | 0 | 0 |
| Bond Proceeds | 41 | 0 | 0 | 0 | 1,253,000 | 0 | 0 | 0 | 0 | 0 |
| Other Cash Adjustments | 42 | (15,326) | (225,697) | (57,557) | 0 | 0 | 0 | 0 | 0 | 0 |
| SRF Loans/Construction Loans | 43 | 0 | (500,000) | (96,462) | 0 | 0 | 0 | 0 | 0 | 0 |
| Loan Forgiveness | 44 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total Trans. From / (To) Restricted | 45 | (299,438) | 152,703 | 260,344 | 356,723 | (323,200) | (323,200) | (323,200) | (323,200) | (323,200) |
| Annual Surplus / (Deficit) | 46 | \$66,284 | \$22,534 | \$266,110 | (\$259,264) | (\$109,315) | (\$155,850) | (\$107,599) | (\$46,222) | \$13,358 |
| Beginning Cash Balance | 47 | \$1,907,899 | \$1,974,183 | \$1,996,717 | \$2,262,827 | \$2,003,563 | \$1,894,247 | \$1,738,397 | \$1,630,798 | \$1,584,576 |
| Annual Surplus / (Deficit) | 48 | 66,284 | 22,534 | 266,110 | (259,264) | (109,315) | (155,850) | (107,599) | (46,222) | 13,358 |
| Ending Cash Balance | 49 | \$1,974,183 | \$1,996,717 | \$2,262,827 | \$2,003,563 | \$1,894,247 | \$1,738,397 | \$1,630,798 | \$1,584,576 | \$1,597,934 |
| Cash Balance as % O&M | 50 | 160.8% | 151.1% | 156.2% | 129.5% | 112.2% | 96.3% | 84.5% | 76.7% | 72.4% |

City of McCook, Nebraska
Water Enterprise Fund

EXHIBIT 1

| Growth Assumptions | |
|-------------------------------|-------|
| Water Sales & Customer Growth | 0.00% |
| Operating Expenses | 7.00% |
| Interest Earnings | 1.00% |

| Water Rate Adjustments | | | | | |
|------------------------|-------|----------|-------|----------|-------|
| 1-Oct-17 | 0.00% | 1-May-22 | 6.00% | 1-May-26 | 6.50% |
| 1-Dec-18 | 3.00% | 1-May-23 | 6.50% | | |
| 1-Jan-20 | 6.00% | 1-May-24 | 6.50% | | |
| 1-May-21 | 2.50% | 1-May-25 | 6.50% | | |

| | | Audited | Audited | Audited | Budget | Projected | Projected | Projected | Projected | Projected |
|--|----|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| | | FY 2018-19 | FY 2019-20 | FY 2020-21 | FY 2021-22 | FY 2022-23 | FY 2023-24 | FY 2024-25 | FY 2025-26 | FY 2026-27 |
| Transfers From / (To) Other Funds | | | | | | | | | | |
| Water Quality Solution Fund | 51 | (\$200) | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Debt Service Sinking Fund | 52 | 1,140 | 14,645 | 67,553 | 0 | 0 | 0 | 0 | 0 | 0 |
| Debt Reserve Fund | 53 | 0 | 0 | 0 | (184,068) | 0 | 0 | 0 | 0 | 0 |
| Debt Fund (Reserve) | 54 | (88,354) | (89,970) | (91,617) | (93,293) | 0 | 0 | 0 | 0 | 0 |
| Debt Fund (Bond Proceeds) | 55 | 35,653 | 511,968 | 38,504 | (12,316) | 0 | 0 | 0 | 0 | 0 |
| Deep Injection Well Closing Costs | 56 | (4,408) | (230) | (1,258) | 0 | 0 | 0 | 0 | 0 | 0 |
| Repermitting Fund | 57 | (3,200) | (3,200) | (3,200) | (3,200) | (3,200) | (3,200) | (3,200) | (3,200) | (3,200) |
| Capital Replacement Fund | 58 | (120,069) | (160,510) | 301,300 | 95,800 | (200,000) | (200,000) | (200,000) | (200,000) | (200,000) |
| Water Plant Replacement Fund | 59 | (120,000) | (120,000) | (50,938) | 553,800 | (120,000) | (120,000) | (120,000) | (120,000) | (120,000) |
| Total Restricted Transfers | 60 | (\$299,438) | \$152,703 | \$260,344 | \$356,723 | (\$323,200) | (\$323,200) | (\$323,200) | (\$323,200) | (\$323,200) |
| Restricted Cash | | | | | | | | | | |
| Debt Service Sinking Fund | 61 | \$155,030 | \$140,385 | \$72,832 | \$36,695 | \$44,625 | \$44,875 | \$44,262 | \$44,039 | \$44,039 |
| Debt Reserve Fund | 62 | 534,068 | 534,068 | 534,068 | 350,000 | 350,000 | 350,000 | 350,000 | 350,000 | 350,000 |
| Customer Deposits | 63 | 0 | 92,103 | 86,157 | 0 | 0 | 0 | 0 | 0 | 0 |
| Deep Injection Well Closing Costs | 64 | 82,077 | 82,307 | 83,565 | 83,565 | 83,565 | 83,565 | 83,565 | 83,565 | 83,565 |
| Total Restricted Cash | 65 | \$771,175 | \$848,863 | \$776,622 | \$470,260 | \$478,190 | \$478,440 | \$477,827 | \$477,604 | \$477,604 |
| Designated Cash | | | | | | | | | | |
| Water Quality Solution Fund | 66 | \$87,063 | \$87,063 | \$86,975 | \$86,975 | \$86,975 | \$86,975 | \$86,975 | \$86,975 | \$86,975 |
| Debt Fund (Reserve) | 67 | 225,120 | 315,091 | 406,708 | 500,000 | 500,000 | 500,000 | 500,000 | 500,000 | 500,000 |
| Debt Fund (SRF Reserve) | 68 | 766,723 | 254,755 | 216,251 | 228,567 | 228,567 | 228,567 | 228,567 | 228,567 | 228,567 |
| Repermitting Fund | 69 | 5,975 | 9,175 | 12,375 | 15,575 | 18,775 | 21,975 | 25,175 | 28,375 | 31,575 |
| Capital Replacement Fund | 70 | 790,292 | 950,802 | 649,502 | 553,702 | 753,702 | 953,702 | 1,153,702 | 1,353,702 | 1,553,702 |
| Water Plant Replacement Fund | 71 | 1,500,000 | 1,620,000 | 1,670,938 | 1,117,138 | 682,138 | 802,138 | 922,138 | 1,042,138 | 1,162,138 |
| Total Designated | 72 | \$3,375,173 | \$3,236,886 | \$3,042,749 | \$2,501,957 | \$2,270,157 | \$2,593,357 | \$2,916,557 | \$3,239,757 | \$3,562,957 |
| Total Cash Balance | 73 | \$6,120,531 | \$6,082,466 | \$6,082,198 | \$4,975,780 | \$4,642,594 | \$4,810,194 | \$5,025,182 | \$5,301,937 | \$5,638,495 |

City of McCook, Nebraska
Water Enterprise Fund

EXHIBIT 1

| Growth Assumptions | |
|-------------------------------|-------|
| Water Sales & Customer Growth | 0.00% |
| Operating Expenses | 7.00% |
| Interest Earnings | 1.00% |

| Water Rate Adjustments | | | | | |
|------------------------|-------|----------|-------|----------|-------|
| 1-Oct-17 | 0.00% | 1-May-22 | 6.00% | 1-May-26 | 6.50% |
| 1-Dec-18 | 3.00% | 1-May-23 | 6.50% | | |
| 1-Jan-20 | 6.00% | 1-May-24 | 6.50% | | |
| 1-May-21 | 2.50% | 1-May-25 | 6.50% | | |

| | Audited FY 2018-19 | Audited FY 2019-20 | Audited FY 2020-21 | Budget FY 2021-22 | Projected FY 2022-23 | Projected FY 2023-24 | Projected FY 2024-25 | Projected FY 2025-26 | Projected FY 2026-27 |
|--|-----------------------|-----------------------|-----------------------|----------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| Operating & Maintenance Cap. Ex. (70-050-56040) | | | | | | | | | |
| Future Replacement Cap. Ex. Placeholder | | | | \$0 | \$50,000 | \$50,000 | \$50,000 | \$50,000 | \$50,000 |
| Metal Cutting Band Saw | | | | 1,650 | 0 | 0 | 0 | 0 | 0 |
| Drill Press & Bits | | | | 2,100 | 0 | 0 | 0 | 0 | 0 |
| Plasma Cutter | | | | 1,850 | 0 | 0 | 0 | 0 | 0 |
| Side by Side Utility Vehicle | | | | 13,000 | 0 | 0 | 0 | 0 | 0 |
| Flat Bed Utility Box | | | | 2,500 | 0 | 0 | 0 | 0 | 0 |
| Hydral Piper Saw & Power | | | | 12,300 | 0 | 0 | 0 | 0 | 0 |
| Used Utility Tractor | | | | 18,000 | 0 | 0 | 0 | 0 | 0 |
| Dirt Conver Orbit Dirt | | | | 12,000 | 0 | 0 | 0 | 0 | 0 |
| Tool Boxes for 2009 Che | | | | 1,400 | 0 | 0 | 0 | 0 | 0 |
| Replacement Seats | | | | 1,400 | 0 | 0 | 0 | 0 | 0 |
| Rehab West 5th Pump 1 | | | | 16,000 | 0 | 0 | 0 | 0 | 0 |
| Replace Tires Pickup 4 | | | | 2,000 | 0 | 0 | 0 | 0 | 0 |
| Miscellaneous | | | | 0 | 0 | 0 | 0 | 0 | 0 |
| Total O & M Projects | | | | \$84,200 | \$50,000 | \$50,000 | \$50,000 | \$50,000 | \$50,000 |
| Replacement Cap. Ex. (70-053-56030) | | | | | | | | | |
| Future Replacement Cap. Ex. Placeholder | | | | \$0 | \$200,000 | \$200,000 | \$200,000 | \$200,000 | \$200,000 |
| Automatic Water Sales Man | | | | 20,258 | 0 | 0 | 0 | 0 | 0 |
| Rain Gutter Wells 9 & 1 | | | | 2,000 | 0 | 0 | 0 | 0 | 0 |
| Carport Water Shop | | | | 3,200 | 0 | 0 | 0 | 0 | 0 |
| Replace 750 Water Meters | | | | 300,000 | 0 | 0 | 0 | 0 | 0 |
| Water Shop Roof Replacement | | | | 43,000 | 0 | 0 | 0 | 0 | 0 |
| Uncommitted Emergency Reserve | | | | 0 | 0 | 0 | 0 | 0 | 0 |
| Total Replacement Projects | | | | \$368,458 | \$200,000 | \$200,000 | \$200,000 | \$200,000 | \$200,000 |
| Water SRF Projects (70-053-56032) | | | | | | | | | |
| Replace 12" Main South Street | | | | 447,000 | 0 | 0 | 0 | 0 | 0 |
| South Street Water Main Shop | | | | 336,000 | 0 | 0 | 0 | 0 | 0 |
| Replace Main South Street Hwy 83 | | | | 185,000 | 0 | 0 | 0 | 0 | 0 |
| Replace Main on Hwy 83 | | | | 285,000 | 0 | 0 | 0 | 0 | 0 |
| Total Replacement Projects | | | | \$1,253,000 | \$0 | \$0 | \$0 | \$0 | \$0 |

City of McCook, Nebraska
Water Enterprise Fund

EXHIBIT 1

| Growth Assumptions | |
|-------------------------------|-------|
| Water Sales & Customer Growth | 0.00% |
| Operating Expenses | 7.00% |
| Interest Earnings | 1.00% |

| Water Rate Adjustments | | | | | |
|------------------------|-------|----------|-------|----------|-------|
| 1-Oct-17 | 0.00% | 1-May-22 | 6.00% | 1-May-26 | 6.50% |
| 1-Dec-18 | 3.00% | 1-May-23 | 6.50% | | |
| 1-Jan-20 | 6.00% | 1-May-24 | 6.50% | | |
| 1-May-21 | 2.50% | 1-May-25 | 6.50% | | |

| Audited | Audited | Audited | Budget | Projected | Projected | Projected | Projected | Projected |
|------------|------------|------------|------------|------------|------------|------------|------------|------------|
| FY 2018-19 | FY 2019-20 | FY 2020-21 | FY 2021-22 | FY 2022-23 | FY 2023-24 | FY 2024-25 | FY 2025-26 | FY 2026-27 |

WTP Replacement Reserve Cap. Ex. (70-053-54685)

| | | | | | | | | |
|-------------------------------------|------------------|------------|------------|------------|------------|------------|------------|------------|
| Replese Salt Building Overhead Door | \$9,000 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Rebuild HSB Pump 1 | 6,500 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Replace Cation and Anion | 555,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Ton System Controls | 45,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Upgrade Well/Pump SCADA | 70,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Aparae Modulating Actuator | 12,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| WTP Generator Maintenance | 3,500 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Uncommitted | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total Replacement Projects | \$701,000 | \$0 |



Option B – 4.5% Rate Increase With Higher Future Increases

City of McCook, Nebraska
Water Enterprise Fund

EXHIBIT 1

| Growth Assumptions | |
|-------------------------------|-------|
| Water Sales & Customer Growth | 0.00% |
| Operating Expenses | 7.00% |
| Interest Earnings | 1.00% |

| Water Rate Adjustments | | | | | |
|------------------------|-------|----------|-------|----------|-------|
| 1-Oct-17 | 0.00% | 1-May-22 | 4.50% | 1-May-26 | 6.75% |
| 1-Dec-18 | 3.00% | 1-May-23 | 6.75% | | |
| 1-Jan-20 | 6.00% | 1-May-24 | 6.75% | | |
| 1-May-21 | 2.50% | 1-May-25 | 6.75% | | |

| | | Audited | Audited | Audited | Budget | Projected | Projected | Projected | Projected | Projected |
|------------------------------------|----|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| | | FY 2018-19 | FY 2019-20 | FY 2020-21 | FY 2021-22 | FY 2022-23 | FY 2023-24 | FY 2024-25 | FY 2025-26 | FY 2026-27 |
| Water Rates: | | 12/1/2018 | 1/1/2020 | 5/1/2021 | 5/1/2022 | 10/1/2022 | 10/1/2023 | 10/1/2024 | 10/1/2025 | 10/1/2026 |
| First 5,000 cu. ft. | 1 | \$1.767 | \$1.873 | \$1.920 | \$2.006 | \$2.142 | \$2.286 | \$2.441 | \$2.605 | \$2.781 |
| Over 5,000 cu. ft. | 2 | \$1.309 | \$1.388 | \$1.423 | \$1.487 | \$1.587 | \$1.694 | \$1.809 | \$1.931 | \$2.061 |
| Ready-to-Serve Monthly Fee | 3 | \$17.320 | \$18.360 | \$18.820 | \$19.667 | \$20.994 | \$22.412 | \$23.924 | \$25.539 | \$27.263 |
| Avg. Number of Water Customers | 4 | 3,616 | 3,608 | 3,618 | 3,618 | 3,618 | 3,618 | 3,618 | 3,618 | 3,618 |
| Ave. \$ / 100 Cubic Ft. (w/o Base) | 5 | \$1.7502 | \$1.8698 | \$1.8671 | \$1.9511 | \$2.0828 | \$2.2234 | \$2.3735 | \$2.5337 | \$2.7047 |
| Ave. \$ / 100 Cubic Ft. (w/ Base) | 6 | \$2.9875 | \$2.8782 | \$2.8742 | \$3.1709 | \$3.3850 | \$3.6135 | \$3.8574 | \$4.1178 | \$4.3957 |
| Total Water Sales (Cubic Feet) | 7 | 60,709,016 | 74,364,513 | 79,981,869 | 70,000,000 | 70,000,000 | 70,000,000 | 70,000,000 | 70,000,000 | 70,000,000 |
| Operating Revenues | 8 | (1.8%) | 20.8% | 0.8% | (2.1%) | 6.5% | 6.5% | 6.5% | 6.5% | 6.5% |
| Retail Sales to Customers | 9 | \$1,062,546 | \$1,390,496 | \$1,493,335 | \$1,365,784 | \$1,457,974 | \$1,556,387 | \$1,661,443 | \$1,773,591 | \$1,893,308 |
| Ready-to-Serve Fee | 10 | 751,134 | 749,852 | 805,536 | 853,878 | 911,515 | 973,042 | 1,038,722 | 1,108,836 | 1,183,682 |
| Sales Tax | 11 | 101,089 | 112,598 | 119,673 | 144,278 | 154,017 | 164,413 | 175,511 | 187,358 | 200,004 |
| Other Misc. Operating Revenues | 12 | 148,598 | 238,933 | 92,072 | 94,250 | 94,250 | 94,250 | 94,250 | 94,250 | 94,250 |
| Total Operating Revenues | 13 | \$2,063,366 | \$2,491,879 | \$2,510,616 | \$2,458,189 | \$2,617,755 | \$2,788,092 | \$2,969,926 | \$3,164,034 | \$3,371,245 |
| Operating Expenses | | (2.9%) | 8.1% | 10.2% | 7.5% | 7.0% | 7.0% | 7.0% | 7.0% | 7.0% |
| Personal Services | 14 | \$464,378 | \$485,985 | \$510,153 | \$664,072 | \$710,557 | \$760,296 | \$813,517 | \$870,463 | \$931,395 |
| Plant Chemicals | 15 | 207,500 | 232,177 | 253,717 | 220,000 | 235,400 | 251,878 | 269,509 | 288,375 | 308,561 |
| Pumping Power | 16 | 140,000 | 142,197 | 144,486 | 155,000 | 165,850 | 177,460 | 189,882 | 203,173 | 217,396 |
| Other Services & Charges | 17 | 183,396 | 224,768 | 290,212 | 259,109 | 277,247 | 296,654 | 317,420 | 339,639 | 363,414 |
| Supplies | 18 | 13,950 | 12,525 | 12,986 | 14,100 | 15,087 | 16,143 | 17,273 | 18,482 | 19,776 |
| Repairs & Maintenance | 19 | 108,720 | 110,688 | 120,123 | 119,400 | 127,758 | 136,701 | 146,270 | 156,509 | 167,465 |
| Sales Tax | 20 | 110,000 | 113,263 | 117,428 | 115,000 | 154,017 | 164,413 | 175,511 | 187,358 | 200,004 |
| Depreciation/Amortization | 21 | 845,544 | 830,264 | 836,781 | 895,356 | 958,031 | 1,025,093 | 1,096,849 | 1,173,629 | 1,255,783 |
| Total Operating Expenses | 22 | \$2,073,488 | \$2,151,867 | \$2,285,886 | \$2,442,037 | \$2,643,946 | \$2,828,637 | \$3,026,231 | \$3,237,628 | \$3,463,794 |
| Net Operating Income | 23 | (\$10,122) | \$340,012 | \$224,730 | \$16,153 | (\$26,191) | (\$40,545) | (\$56,304) | (\$73,594) | (\$92,549) |
| Non-Operating Items | | | | | | | | | | |
| Interest on Reserves | 24 | \$139,625 | \$66,975 | \$15,023 | \$4,000 | \$4,000 | \$4,000 | \$4,000 | \$4,000 | \$4,000 |
| Add Back: Depreciation | 25 | 845,544 | 830,264 | 836,781 | 895,356 | 958,031 | 1,025,093 | 1,096,849 | 1,173,629 | 1,255,783 |
| Revenue Available for Debt | 26 | \$975,047 | \$1,237,251 | \$1,076,534 | \$915,508 | \$935,840 | \$988,547 | \$1,044,545 | \$1,104,035 | \$1,167,234 |

City of McCook, Nebraska
Water Enterprise Fund

EXHIBIT 1

| Growth Assumptions | |
|-------------------------------|-------|
| Water Sales & Customer Growth | 0.00% |
| Operating Expenses | 7.00% |
| Interest Earnings | 1.00% |

| Water Rate Adjustments | | | | | |
|------------------------|-------|----------|-------|----------|-------|
| 1-Oct-17 | 0.00% | 1-May-22 | 4.50% | 1-May-26 | 6.75% |
| 1-Dec-18 | 3.00% | 1-May-23 | 6.75% | | |
| 1-Jan-20 | 6.00% | 1-May-24 | 6.75% | | |
| 1-May-21 | 2.50% | 1-May-25 | 6.75% | | |

| | | Audited | Audited | Audited | Budget | Projected | Projected | Projected | Projected | Projected |
|-------------------------------------|----|-------------|-------------|-------------|---------------|-------------|-------------|-------------|-------------|-------------|
| | | FY 2018-19 | FY 2019-20 | FY 2020-21 | FY 2021-22 | FY 2022-23 | FY 2023-24 | FY 2024-25 | FY 2025-26 | FY 2026-27 |
| Revenue Available for Debt | 27 | \$975,047 | \$1,237,251 | \$1,076,534 | \$915,508 | \$935,840 | \$988,547 | \$1,044,545 | \$1,104,035 | \$1,167,234 |
| Parity Debt Obligations | | | | | | | | | | |
| 2006 SRF Loan - D311039 | 28 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 2013 SRF Loan - D311560 | 29 | 93,126 | 69,440 | 95,968 | 45,148 | 44,813 | 44,472 | 44,124 | 43,769 | 43,407 |
| Series 2016 Refunding Bonds | 30 | 442,173 | 438,873 | 435,273 | 0 | 0 | 0 | 0 | 0 | 0 |
| Series 2021 Refunding Bonds | 31 | 0 | 0 | 0 | 399,915 | 395,525 | 389,185 | 392,535 | 385,525 | 383,215 |
| Proposed Series 2022 SRF Loan | 32 | 0 | 0 | 0 | 0 | 0 | 101,845 | 101,845 | 101,845 | 101,845 |
| Total Parity Debt Service | 33 | \$535,298 | \$508,312 | \$531,241 | \$445,062 | \$440,338 | \$535,502 | \$538,504 | \$531,139 | \$528,467 |
| Debt Coverage Ratios | | | | | | | | | | |
| Parity Debt Coverage | 34 | 1.82 | 2.43 | 2.03 | 2.06 | 2.13 | 1.85 | 1.94 | 2.08 | 2.21 |
| Cashflow After Debt | | | | | | | | | | |
| Total Capital Expenditures | 35 | \$439,749 | \$728,939 | \$545,293 | \$470,446 | \$495,502 | \$453,045 | \$506,041 | \$572,896 | \$638,767 |
| Administrative Fee | 36 | (\$150,143) | (\$231,346) | (\$524,409) | (\$2,406,658) | (\$250,000) | (\$250,000) | (\$250,000) | (\$250,000) | (\$250,000) |
| Transfers In / (Out) | 37 | (60,000) | (60,000) | (60,000) | (60,000) | (60,000) | (60,000) | (60,000) | (60,000) | (60,000) |
| Loan to Self-Health Insurance | 38 | 5,624 | 10,501 | 49,820 | 0 | 0 | 0 | 0 | 0 | 0 |
| Loan to General Fund | 39 | 88,354 | 89,970 | 91,617 | 93,293 | 0 | 0 | 0 | 0 | 0 |
| Bond Proceeds | 40 | 57,464 | 57,464 | 57,464 | 0 | 0 | 0 | 0 | 0 | 0 |
| Other Cash Adjustments | 41 | 0 | 0 | 0 | 1,253,000 | 0 | 0 | 0 | 0 | 0 |
| SRF Loans/Construction Loans | 42 | (15,326) | (225,697) | (57,557) | 0 | 0 | 0 | 0 | 0 | 0 |
| Loan Forgiveness | 43 | 0 | (500,000) | (96,462) | 0 | 0 | 0 | 0 | 0 | 0 |
| Total Trans. From / (To) Restricted | 44 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Annual Surplus / (Deficit) | 45 | (299,438) | 152,703 | 260,344 | 356,723 | (323,200) | (323,200) | (323,200) | (323,200) | (323,200) |
| | 46 | \$66,284 | \$22,534 | \$266,110 | (\$293,196) | (\$137,698) | (\$180,155) | (\$127,159) | (\$60,304) | \$5,567 |
| Beginning Cash Balance | 47 | \$1,907,899 | \$1,974,183 | \$1,996,717 | \$2,262,827 | \$1,969,631 | \$1,831,932 | \$1,651,778 | \$1,524,619 | \$1,464,315 |
| Annual Surplus / (Deficit) | 48 | 66,284 | 22,534 | 266,110 | (293,196) | (137,698) | (180,155) | (127,159) | (60,304) | 5,567 |
| Ending Cash Balance | 49 | \$1,974,183 | \$1,996,717 | \$2,262,827 | \$1,969,631 | \$1,831,932 | \$1,651,778 | \$1,524,619 | \$1,464,315 | \$1,469,882 |
| Cash Balance as % O&M | 50 | 160.8% | 151.1% | 156.2% | 127.3% | 108.7% | 91.6% | 79.0% | 70.9% | 66.6% |

City of McCook, Nebraska
Water Enterprise Fund

EXHIBIT 1

| Growth Assumptions | |
|-------------------------------|-------|
| Water Sales & Customer Growth | 0.00% |
| Operating Expenses | 7.00% |
| Interest Earnings | 1.00% |

| Water Rate Adjustments | | | | | |
|------------------------|-------|----------|-------|----------|-------|
| 1-Oct-17 | 0.00% | 1-May-22 | 4.50% | 1-May-26 | 6.75% |
| 1-Dec-18 | 3.00% | 1-May-23 | 6.75% | | |
| 1-Jan-20 | 6.00% | 1-May-24 | 6.75% | | |
| 1-May-21 | 2.50% | 1-May-25 | 6.75% | | |

| | Audited | Audited | Audited | Budget | Projected | Projected | Projected | Projected | Projected |
|--|------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| | FY 2018-19 | FY 2019-20 | FY 2020-21 | FY 2021-22 | FY 2022-23 | FY 2023-24 | FY 2024-25 | FY 2025-26 | FY 2026-27 |
| Transfers From / (To) Other Funds | | | | | | | | | |
| Water Quality Solution Fund | 51 | (\$200) | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Debt Service Sinking Fund | 52 | 1,140 | 14,645 | 67,553 | 0 | 0 | 0 | 0 | 0 |
| Debt Reserve Fund | 53 | 0 | 0 | 0 | (184,068) | 0 | 0 | 0 | 0 |
| Debt Fund (Reserve) | 54 | (88,354) | (89,970) | (91,617) | (93,293) | 0 | 0 | 0 | 0 |
| Debt Fund (Bond Proceeds) | 55 | 35,653 | 511,968 | 38,504 | (12,316) | 0 | 0 | 0 | 0 |
| Deep Injection Well Closing Costs | 56 | (4,408) | (230) | (1,258) | 0 | 0 | 0 | 0 | 0 |
| Repermitting Fund | 57 | (3,200) | (3,200) | (3,200) | (3,200) | (3,200) | (3,200) | (3,200) | (3,200) |
| Capital Replacement Fund | 58 | (120,069) | (160,510) | 301,300 | 95,800 | (200,000) | (200,000) | (200,000) | (200,000) |
| Water Plant Replacement Fund | 59 | (120,000) | (120,000) | (50,938) | 553,800 | (120,000) | (120,000) | (120,000) | (120,000) |
| Total Restricted Transfers | 60 | (\$299,438) | \$152,703 | \$260,344 | \$356,723 | (\$323,200) | (\$323,200) | (\$323,200) | (\$323,200) |
| Restricted Cash | | | | | | | | | |
| Debt Service Sinking Fund | 61 | \$155,030 | \$140,385 | \$72,832 | \$36,695 | \$44,625 | \$44,875 | \$44,262 | \$44,039 |
| Debt Reserve Fund | 62 | 534,068 | 534,068 | 534,068 | 350,000 | 350,000 | 350,000 | 350,000 | 350,000 |
| Customer Deposits | 63 | 0 | 92,103 | 86,157 | 0 | 0 | 0 | 0 | 0 |
| Deep Injection Well Closing Costs | 64 | 82,077 | 82,307 | 83,565 | 83,565 | 83,565 | 83,565 | 83,565 | 83,565 |
| Total Restricted Cash | 65 | \$771,175 | \$848,863 | \$776,622 | \$470,260 | \$478,190 | \$478,440 | \$477,827 | \$477,604 |
| Designated Cash | | | | | | | | | |
| Water Quality Solution Fund | 66 | \$87,063 | \$87,063 | \$86,975 | \$86,975 | \$86,975 | \$86,975 | \$86,975 | \$86,975 |
| Debt Fund (Reserve) | 67 | 225,120 | 315,091 | 406,708 | 500,000 | 500,000 | 500,000 | 500,000 | 500,000 |
| Debt Fund (SRF Reserve) | 68 | 766,723 | 254,755 | 216,251 | 228,567 | 228,567 | 228,567 | 228,567 | 228,567 |
| Repermitting Fund | 69 | 5,975 | 9,175 | 12,375 | 15,575 | 18,775 | 21,975 | 25,175 | 28,375 |
| Capital Replacement Fund | 70 | 790,292 | 950,802 | 649,502 | 553,702 | 753,702 | 953,702 | 1,153,702 | 1,353,702 |
| Water Plant Replacement Fund | 71 | 1,500,000 | 1,620,000 | 1,670,938 | 1,117,138 | 682,138 | 802,138 | 922,138 | 1,042,138 |
| Total Designated | 72 | \$3,375,173 | \$3,236,886 | \$3,042,749 | \$2,501,957 | \$2,270,157 | \$2,593,357 | \$2,916,557 | \$3,239,757 |
| Total Cash Balance | 73 | \$6,120,531 | \$6,082,466 | \$6,082,198 | \$4,941,847 | \$4,580,279 | \$4,723,575 | \$4,919,002 | \$5,181,676 |

City of McCook, Nebraska
Water Enterprise Fund

EXHIBIT 1

| Growth Assumptions | |
|-------------------------------|-------|
| Water Sales & Customer Growth | 0.00% |
| Operating Expenses | 7.00% |
| Interest Earnings | 1.00% |

| Water Rate Adjustments | | | | | |
|------------------------|-------|----------|-------|----------|-------|
| 1-Oct-17 | 0.00% | 1-May-22 | 4.50% | 1-May-26 | 6.75% |
| 1-Dec-18 | 3.00% | 1-May-23 | 6.75% | | |
| 1-Jan-20 | 6.00% | 1-May-24 | 6.75% | | |
| 1-May-21 | 2.50% | 1-May-25 | 6.75% | | |

| | Audited FY 2018-19 | Audited FY 2019-20 | Audited FY 2020-21 | Budget FY 2021-22 | Projected FY 2022-23 | Projected FY 2023-24 | Projected FY 2024-25 | Projected FY 2025-26 | Projected FY 2026-27 |
|---|-----------------------|-----------------------|-----------------------|----------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| <u>Operating & Maintenance Cap. Ex. (70-050-56040)</u> | | | | | | | | | |
| Future Replacement Cap. Ex. Placeholder | | | | \$0 | \$50,000 | \$50,000 | \$50,000 | \$50,000 | \$50,000 |
| Metal Cutting Band Saw | | | | 1,650 | 0 | 0 | 0 | 0 | 0 |
| Drill Press & Bits | | | | 2,100 | 0 | 0 | 0 | 0 | 0 |
| Plasma Cutter | | | | 1,850 | 0 | 0 | 0 | 0 | 0 |
| Side by Side Utility Vehicle | | | | 13,000 | 0 | 0 | 0 | 0 | 0 |
| Flat Bed Utility Box | | | | 2,500 | 0 | 0 | 0 | 0 | 0 |
| Hydral Piper Saw & Power | | | | 12,300 | 0 | 0 | 0 | 0 | 0 |
| Used Utility Tractor | | | | 18,000 | 0 | 0 | 0 | 0 | 0 |
| Dirt Conver Orbit Dirt | | | | 12,000 | 0 | 0 | 0 | 0 | 0 |
| Tool Boxes for 2009 Che | | | | 1,400 | 0 | 0 | 0 | 0 | 0 |
| Replacement Seats | | | | 1,400 | 0 | 0 | 0 | 0 | 0 |
| Rehab West 5th Pump 1 | | | | 16,000 | 0 | 0 | 0 | 0 | 0 |
| Replace Tires Pickup 4 | | | | 2,000 | 0 | 0 | 0 | 0 | 0 |
| Miscellaneous | | | | 0 | 0 | 0 | 0 | 0 | 0 |
| Total O & M Projects | | | | \$84,200 | \$50,000 | \$50,000 | \$50,000 | \$50,000 | \$50,000 |
| <u>Replacement Cap. Ex. (70-053-56030)</u> | | | | | | | | | |
| Future Replacement Cap. Ex. Placeholder | | | | \$0 | \$200,000 | \$200,000 | \$200,000 | \$200,000 | \$200,000 |
| Automatic Water Sales Man | | | | 20,258 | 0 | 0 | 0 | 0 | 0 |
| Rain Gutter Wells 9 & 1 | | | | 2,000 | 0 | 0 | 0 | 0 | 0 |
| Carport Water Shop | | | | 3,200 | 0 | 0 | 0 | 0 | 0 |
| Replace 750 Water Meters | | | | 300,000 | 0 | 0 | 0 | 0 | 0 |
| Water Shop Roof Replacement | | | | 43,000 | 0 | 0 | 0 | 0 | 0 |
| Uncommitted Emergency Reserve | | | | 0 | 0 | 0 | 0 | 0 | 0 |
| Total Replacement Projects | | | | \$368,458 | \$200,000 | \$200,000 | \$200,000 | \$200,000 | \$200,000 |
| <u>Water SRF Projects (70-053-56032)</u> | | | | | | | | | |
| Replace 12" Main South Street | | | | 447,000 | 0 | 0 | 0 | 0 | 0 |
| South Street Water Main Shop | | | | 336,000 | 0 | 0 | 0 | 0 | 0 |
| Replace Main South Street Hwy 83 | | | | 185,000 | 0 | 0 | 0 | 0 | 0 |
| Replace Main on Hwy 83 | | | | 285,000 | 0 | 0 | 0 | 0 | 0 |
| Total Replacement Projects | | | | \$1,253,000 | \$0 | \$0 | \$0 | \$0 | \$0 |

City of McCook, Nebraska
Water Enterprise Fund

EXHIBIT 1

| Growth Assumptions | |
|-------------------------------|-------|
| Water Sales & Customer Growth | 0.00% |
| Operating Expenses | 7.00% |
| Interest Earnings | 1.00% |

| Water Rate Adjustments | | | | | |
|------------------------|-------|----------|-------|----------|-------|
| 1-Oct-17 | 0.00% | 1-May-22 | 4.50% | 1-May-26 | 6.75% |
| 1-Dec-18 | 3.00% | 1-May-23 | 6.75% | | |
| 1-Jan-20 | 6.00% | 1-May-24 | 6.75% | | |
| 1-May-21 | 2.50% | 1-May-25 | 6.75% | | |

| Audited | Audited | Audited | Budget | Projected | Projected | Projected | Projected | Projected |
|------------|------------|------------|------------|------------|------------|------------|------------|------------|
| FY 2018-19 | FY 2019-20 | FY 2020-21 | FY 2021-22 | FY 2022-23 | FY 2023-24 | FY 2024-25 | FY 2025-26 | FY 2026-27 |

WTP Replacement Reserve Cap. Ex. (70-053-54685)

| | | | | | | | | |
|-------------------------------------|------------------|------------|------------|------------|------------|------------|------------|------------|
| Replese Salt Building Overhead Door | \$9,000 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Rebuild HSB Pump 1 | 6,500 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Replace Cation and Anion | 555,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Ton System Controls | 45,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Upgrade Well/Pump SCADA | 70,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Aparae Modulating Actuator | 12,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| WTP Generator Maintenance | 3,500 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Uncommitted | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| Total Replacement Projects | \$701,000 | \$0 |



Sewer Utility Fund



March 21, 2022

Mr. Nate Schneider, City Manager
City of McCook, Nebraska
505 West C Street
McCook, NE 69001

Dear Nate,

Attached for your review is an update to the Sewer Enterprise Fund Financial and Capital Planning Model which was previously presented to the McCook City Council on January 18, 2021. Based on this analysis PFM recommends implementing a 3.00% rate increase to all rate categories in May 2022. This recommendation is in line with the projected 3.00% rate increase listed in the prior year's analysis.

In updating this model, PFM Financial Advisors LLC ("PFM") has reviewed and incorporated information from the City's FY 2020 and FY 2021 Audited Financial Statements and the FY 2022 Budget. In addition, we have incorporated the current capital improvement plan for the Sewer Enterprise Fund. The important points of the update are summarized below.

pfm

801 Grand
Suite 3300
Des Moines, IA 50309
515.243.2600

pfm.com

- (i) Usage
 - a. Sewer usage increased by 12.76% in FY 2021 after an increase of 0.7% in FY 2020.
 - b. Usage has been on a slow downward trend since 2001 but has recently stabilize at approximately 30 million cubic feet. The FY 2021 usage is was a welcomed increase. We have projected future usage at 31 million cubic feet based on the three-year average, but we will want to watch this closely as it is a key input for the revenues of Sewer Enterprise Fund.
- (ii) Revenues
 - a. FY 2021 operating revenue increased by 6.8% over the prior fiscal year to \$1.53M, prior to FY 2021 revenues have been relatively flat at \$1.42M over the past four years.
 - b. FY 2022 operating revenues are projected to decrease slightly by <1.3%> compared to FY 2021 due to a combination of the assumed billed consumption of 31 million cubic feet, the 3% rate increase implemented on May 1, 2021 and the proposed 3% increase on May 1, 2022.
- (iii) Expenditures
 - a. FY 2021 operating expenditures (excluding depreciation and sales tax) increased by 1.4% from the prior fiscal year.
 - b. The FY 2022 budget includes a 25.6% estimated growth in total operating expenditures which is higher than our long-term expectations. Budgeting for a fully staffed department is a primary factor in this increase.
 - c. In FY 2023 and thereafter, this analysis assumes a 6.0% annual growth rate for all operating expenditures.



- (iv) Debt service coverage
 - a. Coverage of 2.97 times in FY 2020 and 3.29 times in FY 2021, is strong for a sewer system of this size.
 - b. The FY 2022 budget implies a sufficient projected coverage of 2.48 times.
 - c. In FY 2023 through FY 2027, PFM is projecting coverage to decrease annually until FY 2026 when the Sewer portion of the Series 2021 Refunding Bonds are paid. Projected coverage also includes a \$1,400,000 proposed SRF loan to be issued in calendar year 2022.
 - d. FY 2026 is the final debt payment on Series 2021 refunding bonds and has a larger principal payment due to the release of the debt service reserve fund causing coverage to drop to 1.41 times.
- (v) Other Considerations
 - a. The City is planning to use \$500,000 of the American Rescue Plan Act (“ARPA”) for the capital projects planned for FY 2022.
 - b. In addition to using the ARPA funds, the City has planned to fund a portion of the \$2.4M of sewer capital expenditures in FY 2022 with a \$1,400,000 loan issued for the new Sewer main on S Street, the sludge fan press, the Headworks rehabilitation and to replace the sludge heat exchanger.
 - c. As part of the Series 2021 refunding bond issuance the City reduced the debt service reserve fund requirement from \$166,257 to \$150,000. This reserve fund will be used to pay the higher final payment in FY 2026.
- (vi) Annual Surplus/Deficit
 - a. FY 2021 ended with an operating cash deficit of <\$108,320> versus a projected deficit of <\$234,780> from our analysis last year.
 - b. FY 2022 budget indicated a surplus of \$165,941. The primary driver of the surplus is the use of \$400,000 from the Capital Replacement Fund to help fund the capital projects not funded by the SRF loan proceeds or the ARPA funds.
 - c. Projected future operating results in FY 2023 – FY 2027 are expected to be a deficit of around <\$133,000> until the Series 2021 bond pays off in FY 2026. This includes annual transfers totaling \$85,000 to build back up the cash balances in the Capital Replacement Fund and Equipment Reserve Fund.
- (vii) Cash Balance
 - a. Ending operating cash balance on September 30, 2021 was \$993,483 per the audited financial statements which represents 127.6%, or over fifteen months, of operating expenditures.
 - b. Overall, total cash in the Sewer Enterprise Fund increased by \$109,948 to \$1,888,508 in FY 2021.
 - c. Operating cash is expected to increase in FY 2022 and decrease annually until period ending FY 2026 when the sewer portion of the Series 2021 bonds mature. Operating cash is expected to stabilize at \$671,680 in FY 2027. However, this projection is heavily dependent on actual future usage.
 - d. During the same six years total cash balance is expected to decrease in annually until FY 2026 and then grow modestly slightly to \$1.4 million in FY 2027. A primary driver of the overall cash position is the approximately \$3.4 million planned for capital projects over the planning horizon.



- e. Through conservative financial management the \$15,000 annual set-aside to the new Equipment Reserve Fund will help build this fund's cash balance to \$120,000 by FY 2027.
- (viii) Recommended Future Rate Increases
 - a. Based on the assumptions listed above, PFM is recommending a slightly higher rate increase in the coming years. This assumption is heavily reliant on trends in future sewer usage, realized growth in future operating expenditures, and planned capital expenditures for sewer system improvements and repairs.
 - b. In the table below, we have incorporated the following rate adjustments as compared to the prior rate adjustments suggested in the January 18, 2021 study.

| <u>Applicable Fiscal Year</u> | <u>January 18, 2021 Analysis</u> | <u>March 21, 2022 Analysis</u> |
|--------------------------------------|---|---------------------------------------|
| FY 2021-22 | 3.00% (all rates) | 3.00% (all rates) |
| FY 2022-23 | 3.00% (all rates) | 3.50% (all rates) |
| FY 2023-24 | 3.00% (all rates) | 3.50% (all rates) |
| FY 2024-25 | 3.00% (all rates) | 3.50% (all rates) |
| FY 2025-26 | 3.00% (all rates) | 3.50% (all rates) |
| FY 2026-27 | N/A | 3.50% (all rates) |

The Sewer Enterprise Fund is positioned to accommodate future capital improvements while maintaining healthy cash balances. Through continued strong management practices, coverage is expected to remain at adequate levels through FY 2026 and then return to a strong position once sewer portion of the Series 2021 is paid off. The utility is in a position to absorb some of the inflationary cost pressures and still make debt service payments, cover estimated capital expenditures, with only a modest operating cash deficit. If total usage should decrease meaningfully or if operating expenses increase at a rate greater than 6.0%, larger rate adjustments may be needed in future years.

Please feel free to contact me with any questions regarding PFM's analysis and summary. I look forward to presenting this Sewer Enterprise Fund Financial and Capital Planning Model to the City Council at its upcoming meeting.

Respectfully,

Matthew Stoffel, CFA
Sr. Managing Consultant

PFM Financial Advisors LLC
stoffelm@pfm.com | 515 724 5737 OFFICE | 515 201 0772 CELL
 801 Grand Ave, Suite 3300 | Des Moines, IA 50309



City of McCook, Nebraska
Sewer Enterprise Fund

EXHIBIT 1

| Growth Assumptions | |
|-------------------------------|-------|
| Water Sales & Customer Growth | 0.00% |
| Operating Expenses | 6.00% |
| Interest Earnings | 1.00% |

| Sewer Rate Adjustments | | | |
|------------------------|-------|----------|-------|
| 1-Oct-18 | 2.00% | 1-May-23 | 3.50% |
| 1-Jan-20 | 3.00% | 1-May-24 | 3.50% |
| 1-May-21 | 3.00% | 1-May-25 | 3.50% |
| 1-May-22 | 3.00% | 1-May-26 | 3.50% |

| | | Audited | Audited | Audited | Budget | Projected | Projected | Projected | Projected | Projected |
|-----------------------------------|----|-----------------------|----------------------|----------------------|-------------|-------------|-------------|-------------|-------------|-------------|
| | | FY 2018-19 | FY 2019-20 | FY 2020-21 | FY 2021-22 | FY 2022-23 | FY 2023-24 | FY 2024-25 | FY 2025-26 | FY 2026-27 |
| Residential: | | | | | | | | | | |
| First 333 cu. ft. | 1 | 12/1/2018 \$16.050 | 1/1/2020 \$16.530 | 5/1/2021 \$17.030 | \$17.541 | \$18.155 | \$18.790 | \$19.448 | \$20.129 | \$20.834 |
| Additional 100 cu. ft. | 2 | \$3.466 | \$3.570 | \$3.677 | \$3.787 | \$3.920 | \$4.057 | \$4.199 | \$4.346 | \$4.498 |
| Commercial: | | | | | | | | | | |
| First 333 cu. ft. | 3 | \$23.390 | \$24.090 | \$24.810 | \$25.554 | \$26.448 | \$27.374 | \$28.332 | \$29.324 | \$30.350 |
| Additional 100 cu. ft. | 4 | \$3.466 | \$3.570 | \$3.677 | \$3.787 | \$3.920 | \$4.057 | \$4.199 | \$4.346 | \$4.498 |
| Avg. # Residential Customers | 5 | 2,930 | 2,921 | 2,931 | 2,931 | 2,931 | 2,931 | 2,931 | 2,931 | 2,931 |
| Avg. # Commercial Customers | 6 | 417 | 422 | 422 | 422 | 422 | 422 | 422 | 422 | 422 |
| Avg \$ / 100 Cubic Ft. (w/o Base) | 7 | \$2.107 | \$2.064 | \$2.074 | \$2.100 | \$2.131 | \$2.162 | \$2.193 | \$2.225 | \$2.225 |
| Avg \$ / 100 Cubic Ft. (w/ Base) | 8 | \$4.377 | \$4.376 | \$4.172 | \$4.508 | \$4.623 | \$4.742 | \$4.863 | \$4.988 | \$5.085 |
| Total Sales (Cubic Feet) | 9 | 29,900,704 | 30,108,982 | 33,950,523 | 31,000,000 | 31,000,000 | 31,000,000 | 31,000,000 | 31,000,000 | 31,000,000 |
| Operating Revenues | | 0.0% | 0.6% | 6.8% | (1.3%) | 2.5% | 2.5% | 2.5% | 2.5% | 1.9% |
| Retail Sales to Customers | 10 | \$629,896 | \$621,324 | \$704,103 | \$651,000 | \$660,610 | \$670,220 | \$679,830 | \$689,750 | \$689,750 |
| Base Charge (Residential) | 11 | 561,197 | 575,254 | 588,806 | 617,040 | 638,638 | 660,976 | 684,122 | 708,078 | 732,878 |
| Base Charge (Commercial) | 12 | 117,612 | 121,033 | 123,599 | 129,482 | 134,012 | 138,704 | 143,558 | 148,585 | 153,783 |
| Sales Tax | 13 | 82,539 | 83,447 | 89,956 | 88,603 | 90,869 | 93,192 | 95,576 | 98,043 | 99,944 |
| Other Misc. Operating Rev. | 14 | 28,665 | 27,866 | 20,235 | 21,450 | 21,450 | 21,450 | 21,450 | 21,450 | 21,450 |
| Total Operating Revenues | 15 | \$1,419,909 | \$1,428,924 | \$1,526,698 | \$1,507,575 | \$1,545,579 | \$1,584,542 | \$1,624,537 | \$1,665,905 | \$1,697,806 |
| Operating Expenses | | 3.0% | (5.9%) | 1.4% | 25.6% | 6.0% | 6.0% | 6.0% | 6.0% | 6.0% |
| Personal Services | 16 | \$414,099 | \$426,331 | \$345,694 | \$462,467 | \$490,215 | \$519,628 | \$550,806 | \$583,854 | \$618,885 |
| Other Services & Charges | 17 | 144,296 | 98,906 | 193,029 | 225,027 | 238,529 | 252,840 | 268,011 | 284,091 | 301,137 |
| Pumping Power | 18 | 88,661 | 85,763 | 85,785 | 94,000 | 99,640 | 105,618 | 111,956 | 118,673 | 125,793 |
| Supplies | 19 | 16,921 | 15,355 | 14,301 | 20,550 | 21,783 | 23,090 | 24,475 | 25,944 | 27,501 |
| Repairs & Maintenance | 20 | 56,120 | 51,085 | 48,409 | 61,200 | 64,872 | 68,764 | 72,890 | 77,264 | 81,899 |
| Sales Tax | 21 | 81,697 | 83,305 | 91,075 | 87,000 | 90,869 | 93,192 | 95,576 | 98,043 | 99,944 |
| Depreciation/Amortization | 22 | 382,998 | 396,292 | 407,400 | 407,400 | 431,844 | 457,755 | 485,220 | 514,333 | 545,193 |
| Total Operating Expenses | 23 | \$1,184,792 | \$1,157,037 | \$1,185,693 | \$1,357,644 | \$1,437,751 | \$1,520,887 | \$1,608,934 | \$1,702,201 | \$1,800,353 |
| Net Operating Income | 24 | \$235,117 | \$271,887 | \$341,005 | \$149,931 | \$107,828 | \$63,654 | \$15,603 | (\$36,296) | (\$102,547) |

City of McCook, Nebraska
Sewer Enterprise Fund

EXHIBIT 1

| Growth Assumptions | |
|-------------------------------|-------|
| Water Sales & Customer Growth | 0.00% |
| Operating Expenses | 6.00% |
| Interest Earnings | 1.00% |

| Sewer Rate Adjustments | | | |
|------------------------|-------|----------|-------|
| 1-Oct-18 | 2.00% | 1-May-23 | 3.50% |
| 1-Jan-20 | 3.00% | 1-May-24 | 3.50% |
| 1-May-21 | 3.00% | 1-May-25 | 3.50% |
| 1-May-22 | 3.00% | 1-May-26 | 3.50% |

| | | Audited | Audited | Audited | Budget | Projected | Projected | Projected | Projected | Projected |
|--------------------------------------|----|------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| | | FY 2018-19 | FY 2019-20 | FY 2020-21 | FY 2021-22 | FY 2022-23 | FY 2023-24 | FY 2024-25 | FY 2025-26 | FY 2026-27 |
| Net Operating Income | 25 | \$235,117 | \$271,887 | \$341,005 | \$149,931 | \$107,828 | \$63,654 | \$15,603 | (\$36,296) | (\$102,547) |
| Non-Operating Items | | | | | | | | | | |
| Interest on Reserves | 26 | \$33,998 | \$17,081 | \$3,110 | \$1,500 | \$1,500 | \$1,500 | \$1,500 | \$1,500 | \$1,500 |
| Add Back: Depreciation | 27 | 382,998 | 396,292 | 407,400 | 407,400 | 431,844 | 457,755 | 485,220 | 514,333 | 545,193 |
| Revenue Available for Debt | 28 | \$652,113 | \$685,260 | \$751,515 | \$558,831 | \$541,172 | \$522,909 | \$502,323 | \$479,537 | \$444,146 |
| Parity Debt Obligations | | | | | | | | | | |
| Series 2016 Refunding Bonds | 29 | \$227,843 | \$230,643 | \$228,683 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Series 2021 Refunding Bonds | 30 | 0 | 0 | 0 | 225,165 | 220,620 | 214,760 | 213,710 | 352,450 | 0 |
| Proposed SRF 2022 Loan | 31 | 0 | 0 | 0 | 0 | 95,223 | 94,603 | 93,959 | 93,393 | 92,703 |
| Total Parity Debt Service | 32 | \$227,843 | \$230,643 | \$228,683 | \$225,165 | \$315,843 | \$309,364 | \$307,671 | \$445,845 | \$92,705 |
| Debt Coverage Ratios | | | | | | | | | | |
| Parity Debt Coverage | 33 | 2.86 | 2.97 | 3.29 | 2.48 | 1.71 | 1.69 | 1.63 | 1.41 | 4.79 |
| Cashflow After Debt | | | | | | | | | | |
| Total Capital Expenditures | 34 | \$424,270 | \$454,617 | \$522,833 | \$333,666 | \$225,329 | \$213,545 | \$194,652 | \$33,692 | \$351,441 |
| Total Capital Expenditures | 35 | (380,635) | (112,785) | (275,085) | (2,416,400) | (190,000) | (190,000) | (190,000) | (190,000) | (190,000) |
| Transfers to General Fund | 36 | (60,000) | (64,642) | (92,093) | (60,000) | (60,000) | (60,000) | (60,000) | (60,000) | (60,000) |
| Other Transfers In / (Out) | 37 | 920 | 0 | 0 | 500,000 | 0 | 0 | 0 | 0 | 0 |
| Loan to Solid Waste Fund | 38 | 19,229 | 19,613 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Bond Proceeds | 39 | 0 | 0 | 0 | 1,400,000 | 0 | 0 | 0 | 0 | 0 |
| Transfer From / (To) Designated Cash | 40 | 50,742 | (21,542) | (251,082) | 385,000 | (85,000) | (85,000) | (85,000) | (85,000) | (85,000) |
| Transfer From / (To) Restricted Cash | 41 | (817) | 718 | 32,814 | 23,676 | 540 | 141 | (11,514) | 179,428 | 0 |
| Misc Sources / (Uses) of Cash | 42 | 554 | (27,059) | (45,706) | 0 | 0 | 0 | 0 | 0 | 0 |
| Annual Surplus / (Deficit) | 43 | \$54,263 | \$248,920 | (\$108,320) | \$165,941 | (\$109,131) | (\$121,314) | (\$151,862) | (\$121,879) | \$16,441 |
| Beginning Cash Balance | 44 | \$798,620 | \$852,883 | \$1,101,803 | \$993,483 | \$1,159,425 | \$1,050,294 | \$928,980 | \$777,118 | \$655,239 |
| Annual Surplus / (Deficit) | 45 | 54,263 | 248,920 | (108,320) | 165,941 | (109,131) | (121,314) | (151,862) | (121,879) | 16,441 |
| Ending Cash Balance | 46 | \$852,883 | \$1,101,803 | \$993,483 | \$1,159,425 | \$1,050,294 | \$928,980 | \$777,118 | \$655,239 | \$671,680 |
| Cash Balance as % O&M | 47 | 106.4% | 144.8% | 127.6% | 122.0% | 104.4% | 87.4% | 69.2% | 55.2% | 53.5% |
| Restricted Cash | | | | | | | | | | |
| Debt Service Reserve Fund | 48 | \$166,257 | \$166,257 | \$166,257 | \$150,000 | \$150,000 | \$150,000 | \$150,000 | \$0 | \$0 |
| Debt Service Sinking Fund | 49 | 67,271 | 66,553 | 33,739 | 26,320 | 25,780 | 25,639 | 37,154 | 7,725 | 7,725 |
| Total Restricted Cash | 50 | \$233,528 | \$232,810 | \$199,996 | \$176,320 | \$175,780 | \$175,639 | \$187,154 | \$7,725 | \$7,725 |

City of McCook, Nebraska
Sewer Enterprise Fund

EXHIBIT 1

| Growth Assumptions | |
|-------------------------------|-------|
| Water Sales & Customer Growth | 0.00% |
| Operating Expenses | 6.00% |
| Interest Earnings | 1.00% |

| Sewer Rate Adjustments | | | |
|------------------------|-------|----------|-------|
| 1-Oct-18 | 2.00% | 1-May-23 | 3.50% |
| 1-Jan-20 | 3.00% | 1-May-24 | 3.50% |
| 1-May-21 | 3.00% | 1-May-25 | 3.50% |
| 1-May-22 | 3.00% | 1-May-26 | 3.50% |

| | Audited | Audited | Audited | Budget | Projected | Projected | Projected | Projected | Projected | |
|--|------------|-------------|-------------|--------------------|------------------|------------------|------------------|------------------|------------------|------------------|
| | FY 2018-19 | FY 2019-20 | FY 2020-21 | FY 2021-22 | FY 2022-23 | FY 2023-24 | FY 2024-25 | FY 2025-26 | FY 2026-27 | |
| Designated Cash | | | | | | | | | | |
| Capital Replacement Fund | 51 | 421,068 | 427,596 | 663,673 | 263,673 | 333,673 | 403,673 | 473,673 | 543,673 | 613,673 |
| Equipment Reserve Fund | 52 | 0 | 15,000 | 30,000 | 45,000 | 60,000 | 75,000 | 90,000 | 105,000 | 120,000 |
| Capital Development Fund | 53 | 1,337 | 1,351 | 1,356 | 1,356 | 1,356 | 1,356 | 1,356 | 1,356 | 1,356 |
| Total Designated Cash | 54 | \$422,405 | \$443,947 | \$695,029 | \$310,029 | \$395,029 | \$480,029 | \$565,029 | \$650,029 | \$735,029 |
| Total Cash Balance | 55 | \$1,508,816 | \$1,778,560 | \$1,888,508 | \$1,645,774 | \$1,621,103 | \$1,584,649 | \$1,529,301 | \$1,312,993 | \$1,414,435 |
| Operating & Maintenance Cap. Ex. | | | | | | | | | | |
| Hot Water Pressure Wash | | | | \$4,500 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Snow Blower | | | | 500 | 0 | 0 | 0 | 0 | 0 | 0 |
| Drill Press Floor Model | | | | 2,100 | 0 | 0 | 0 | 0 | 0 | 0 |
| Side by Side Utility Vehicle | | | | 13,000 | 0 | 0 | 0 | 0 | 0 | 0 |
| Lifstations Wireless | | | | 17,500 | 0 | 0 | 0 | 0 | 0 | 0 |
| SCADA Upgrade (BAF/WWTP) | | | | 35,000 | 0 | 0 | 0 | 0 | 0 | 0 |
| ISCO Auto Sampler | | | | 8,200 | 0 | 0 | 0 | 0 | 0 | 0 |
| Miscellaneous Capital Equipment | | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Future O&M Cap. Ex. Placeholder | | | | 0 | 45,000 | 45,000 | 45,000 | 45,000 | 45,000 | 45,000 |
| Total O&M Projects | | | | \$80,800 | \$45,000 | \$45,000 | \$45,000 | \$45,000 | \$45,000 | \$45,000 |
| Replacement Cap. Ex. (70-061-56030) | | | | | | | | | | |
| Rehab Digesters | | | | \$100,000 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Rebab/Replace Outfall | | | | 165,000 | 0 | 0 | 0 | 0 | 0 | 0 |
| Rebab East Final Clarifiers | | | | 135,000 | 0 | 0 | 0 | 0 | 0 | 0 |
| Replace Dry Storage Building | | | | 35,600 | 0 | 0 | 0 | 0 | 0 | 0 |
| Uncommitted | | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Future Replacement Cap. Ex. Placeholder | | | | 0 | 145,000 | 145,000 | 145,000 | 145,000 | 145,000 | 145,000 |
| Total Replacement Projects | | | | \$435,600 | \$145,000 | \$145,000 | \$145,000 | \$145,000 | \$145,000 | \$145,000 |
| Other Improvements (SRF) (70-061-5603003) | | | | | | | | | | |
| S Street Main Extension | | | | \$400,000 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Sludge Fan Press | | | | 700,000 | 0 | 0 | 0 | 0 | 0 | 0 |
| Headworks Rehab | | | | 450,000 | 0 | 0 | 0 | 0 | 0 | 0 |
| Replace Sludge Heat Exchange | | | | 350,000 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total Replacement Projects | | | | \$1,900,000 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Total Capital | | | | 2,416,400 | 190,000 | 190,000 | 190,000 | 190,000 | 190,000 | 190,000 |

CITY MANAGER'S REPORT
MARCH 21, 2022 CITY COUNCIL MEETING

ITEM: 2.B.

RECOMMENDATION:

INTRODUCE AND APPROVE ON FIRST READING ORDINANCE NO. 2022-3036 PROVIDING FOR THE AMENDMENT TO CHAPTER 38: APPENDIX E. SETTING THE RATE TO BE CHARGED FOR WATER BY THE MCCOOK WATER DEPARTMENT

BACKGROUND:

Based on data in the 2022 Water Enterprise Fund Cashflow Model, as prepared by Public Financial Management (PFM), City Staff is recommending that the current water rate be increased by six percent (6%). The rate increase provides funds to cover inflation, staff wages and pay for capital projects. The current rates have been in place since May of 2021. The Ready to Serve fee is \$18.82, first 5,000 cu. ft. is \$1.92 per 100 cu. ft. and over 5,000 cu ft costs \$1.423 per 100 cu. ft.

The proposed increase would see the ready-to-serve fee increase by \$1.129 to **\$19.949 per month**. The price per 100 cubic feet (748 gallons) would also increase. The first 5,000 cubic feet will cost **\$2.035** per 100 cubic feet an increase of 11.5 cents. Usage above 5,000 cubic feet will increase to **\$1.508** per 100 cubic feet an increase of 8.5 cents.

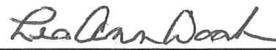
The PFM recommendation of an annual inflationary increases is to avoid larger increase in future years. This year over all inflation is running at (US Bureau of Labor Statistics Jan 22) 7.5% with energy prices going up 27%.

The attached spreadsheet shows the per month increase to customers using various amounts of water. The row listing 2,289 cubic feet of usage demonstrates a customer that uses 557 cubic feet in the home and 1,732 cubic feet of water to irrigate the lawn. Based on applying 1 inch of water per week to 5,000 square feet of lawn, the customer will see an increase of **\$4.03** per month during the watering season. See attached sheet showing cost to various usage amounts.

PFM's model uses annual water production of 70,000,000 cubic feet of water sales. This is less than the nearly 80 million cubic feet in 2021 but a fair estimate based on conservation and annual averages. If forecasted drought conditions continue in the midwestern states water restrictions may also effect annual production.

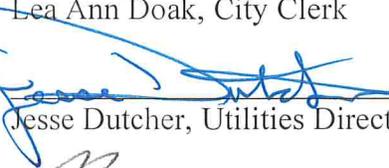
FISCAL IMPACT: based on a 6% rate increase and water sales at 70 million cu. ft. revenue should be \$2.4 million dollars. Slightly less than the \$2.5 million dollars during the 20/21 budget when 79.9 million cu. ft. were sold.

APPROVALS:



Lea Ann Doak, City Clerk

Date



Jesse Dutcher, Utilities Director

March 14, 2022

Date



Nate Schneider, City Manager

3-15-22

Date

ORDINANCE NO. 2022-3036

AN ORDINANCE PROVIDING FOR THE AMENDMENT OF CHAPTER 38: FEE SCHEDULE - APPENDIX E, WATER DEPARTMENT RATES AND FEES; OF THE CITY OF MCCOOK CODE OF ORDINANCES; PROVIDING FOR A RATE TO BE CHARGED FOR WATER BY THE MCCOOK WATER DEPARTMENT; PROVIDING FOR THE REPEAL OF ORDINANCE NO. 2021-3014 AND ANY AND ALL ORDINANCES IN CONFLICT HEREWITH; AND PROVIDING FOR A TIME AND DATE FROM AND AFTER WHICH THIS ORDINANCE SHALL TAKE EFFECT AND BE IN FORCE.

NOW, THEREFORE BE IT ORDAINED BY THE MAYOR AND COUNCIL OF THE CITY OF MCCOOK, NEBRASKA:

SECTION 1. That Chapter 38: Fee Schedule - Appendix E, Water Department Rates and Fees; Section A - Water Rates, of the City of McCook Code of Ordinances, shall be and is hereby amended to read as follows:

A. Water Rates. The following rates for water have been set by the City Council in accordance with the provisions of Section 52.01 of this Code.

1. CUSTOMERS WITHIN THE CITY. The rates for water used by customers within the City shall be as follows:

(A) 2.035 dollars per one hundred cubic feet for the first five thousand (5,000) cubic feet of water used;

(B) 1.508 dollars per one hundred cubic feet for all water used over five thousand (5,000) cubic feet.

In addition to the above, a ready-to-serve fee of nineteen and 95/100 dollars (\$19.95) per month shall be charged to each customer.

2. CUSTOMERS OUTSIDE THE CITY. The amount to be charged for water used by customers outside the city boundaries shall be computed by taking the water consumption of the customer times the rates fixed in division (A)(1) above, plus additional charges as specified therein, and multiplying the final sum times the factor of one and one-half to get the total charge to be billed the customer.

3. BULK WATER. The rate for bulk water purchases shall be \$5.00 per one hundred cubic feet.

4. FIRE HYDRANT METER. Fire hydrant meter rent shall be \$50.00 per week, plus water usage charged at the rate for bulk water. The deposit required for a fire hydrant meter is set at \$250.00

SECTION 2. Ordinance No. 2021-3014 and any and all other ordinances or parts of ordinances in conflict herewith shall be and are hereby repealed and abrogated.

SECTION 3. This ordinance shall take effect with the bills dated May 1, 2022 and be in full force from and after its passage, approval and publication as required by law in its entirety or in pamphlet form, as the case may be.

PASSED AND APPROVED THIS _____ day of _____, 2022.

-s- Michael D. Gonzales
Mayor

ATTEST:

-s- Lea Ann Doak
City Clerk

| | | (May 2021) Current Rate | | | | 6 % | | May, 2022 Rate Increase | | | | 0.06 | |
|---------------|-----------|-------------------------|-----------------|-----------|----------|-----------|-------------|-------------------------|-----------|----------|------------------|------|--|
| Rate \$\$\$\$ | R-T-S fee | Cubic Feet over 5,000 | | Sales Tax | Total | R-T-S Fee | First 5,000 | Over 5,000 | Sales Tax | Total | Per Mo. Increase | | |
| Usage Cu Ft | \$18.82 | Cubic Feet | \$1.920 \$1.423 | 7% | | \$19.95 | Cubic Feet | \$2.035 \$1.508 | 7% | | | | |
| 557 | \$18.82 | \$10.69 | \$0.00 | \$2.07 | \$31.58 | \$19.95 | \$11.34 | \$0.00 | \$2.19 | \$33.48 | \$1.89 | | |
| 1,802 | \$18.82 | \$34.60 | \$0.00 | \$3.74 | \$57.16 | \$19.95 | \$36.67 | \$0.00 | \$3.96 | \$60.59 | \$3.43 | | |
| 2,289 | \$18.82 | \$43.95 | \$0.00 | \$4.39 | \$67.16 | \$19.95 | \$46.59 | \$0.00 | \$4.66 | \$71.19 | \$4.03 | | |
| 3,768 | \$18.82 | \$72.35 | \$0.00 | \$6.38 | \$97.55 | \$19.95 | \$76.69 | \$0.00 | \$6.76 | \$103.40 | \$5.85 | | |
| 5,306 | \$18.82 | \$96.00 | \$4.35 | \$8.34 | \$127.52 | \$19.95 | \$101.76 | \$4.62 | \$8.52 | \$134.84 | \$7.33 | | |
| 13,651 | \$18.82 | \$96.00 | \$123.10 | \$16.65 | \$254.58 | \$19.95 | \$101.76 | \$130.49 | \$17.65 | \$269.85 | \$15.27 | | |
| 25,300 | \$18.82 | \$96.00 | \$288.87 | \$28.26 | \$431.95 | \$19.95 | \$101.76 | \$306.20 | \$29.95 | \$457.86 | \$25.92 | | |

Lot Size 7,000 sq ft 50 ft X 140 ft Lot
 Home Size 2,000 sq ft minus sq. ft of home
 Area of Lawn 5,000 sq ft lawn area to receive 1 inch per week

1inch water 400 cu ft/5,000 sq ft of lawn

1 inch/week 1,732 cu ft/Month 1 inch of water on lawn per week for 1 month.
 domestic use 557 cu ft/Month water used in home
Total use **2,289 cu ft/Month** total usage irrigation and domestic for 1 month
 \$4.03 amount of increase for 1 month with irrigation

CITY MANAGER'S REPORT
MARCH 21, 2022 CITY COUNCIL MEETING

ITEM: 2.C.

RECOMMENDATION:

INTRODUCE AND APPROVE ON FIRST READING ORDINANCE NO. 2022-3037 PROVIDING FOR THE AMENDMENT TO CHAPTER 38: APPENDIX D. SEWER DEPARTMENT RATES AND FEES

BACKGROUND:

Based on the Sewer Enterprise Fund Cashflow Model prepared by Public Financial Management (PFM), City Staff is recommending that the current sewer rate be increased by three percent (3%). The rate increase provides the funds to cover inflation, pay for capital projects and maintain a healthy bottom line.

The proposed increase would see the base fee for residential customers go from \$17.03 to **\$17.541** per month (51 cents). The commercial base fee will go from \$24.81 to **\$25.554** per month (74 cents). Both residential and commercial monthly base fees include 333 cubic feet of usage. The fee for usage above 333 cubic feet (2,490 gallons) would also increase by 3% from the current \$3.677 per 100 cubic feet (748 gallons) to **\$3.787** per 100 cubic feet of usage (11 cents). See attached sheet showing cost to various customers.

Using the PFM model as the guide, a 3% increase will not generate additional revenue for FY 21/22. What the increase does do is maintain a steady revenue stream if cubic feet sales drops back to the anticipated 31 million cu. ft range. If sales were to remain at or near 33.9 million cubic feet revenue could increase as much as \$45,000.

The higher than normal cubic feet sales for FY 20/21 can be attributed to industrial and commercial usage which has seen declines during the 4th quarter of 21 and 1st quarter of 22.

FISCAL IMPACT: None, maintain current revenue for FY 21/22 based on sales at or near 31,000,000 cubic feet.

APPROVALS:



Lea Ann Doak, City Clerk

3/14/2022

Date



Jesse Dutcher, Utilities Director

March 14, 2022

Date



Nate Schneider, City Manager

3-15-22

Date

ORDINANCE NO. 2022-3037

AN ORDINANCE PROVIDING FOR THE AMENDMENT OF CHAPTER 38: FEE SCHEDULE - APPENDIX D, SEWER DEPARTMENT RATES AND FEES, OF THE CITY OF MCCOOK CODE OF ORDINANCES; PROVIDING FOR THE REPEAL OF ORDINANCE NO. 2021-3015 AND ANY AND ALL ORDINANCES IN CONFLICT HEREWITH; AND PROVIDING A TIME AND DATE FROM AND AFTER WHICH THIS ORDINANCE SHALL TAKE EFFECT AND BE ENFORCED.

NOW, THEREFORE, BE IT ORDAINED BY THE MAYOR AND CITY COUNCIL OF THE CITY OF MCCOOK, NEBRASKA:

SECTION 1. That Chapter 38: Fee Schedule - Appendix D, Sewer Department Rates and Fees; shall be amended to read as follows:

- A. Sewer connection permit. The fee required for the obtaining of a sewer connection permit as required by § 51.020 is hereby set at \$500.
- B. Sewer connection fees. The fees required by § 51.022 pertaining to sewer connections are hereby set as follows:
 1. Where connection to an existing sewer main is requested, a sewer connection fee of \$150 will be required.
 2. In certain cases, where a larger than normal service connection is required, a fee will be charged to the applicant based on labor and material charges involved in installing the sewer connection.
 3. All fees required by this section are due and payable in advance of the inspection or sewer connection.
- C. Private sewage disposal permit. The fee required by § 51.055 pertaining to private sewage disposal permits is hereby set at \$10.
- D. Sewer Use Charges.
 1. Residential. The residential sewer use charges provided for in Section 51.072 are as follows:

Minimum Charges of \$17.54 per month based on the first 333 cubic feet of water usage.

Residential Rate - \$3.787 per 100 cubic feet for everything over 333 cubic feet water usage.
 2. Commercial. The commercial sewer use charges provided for in Section 51.072 are as follows:

Minimum Charge of \$25.55 per month based on the first 333 cubic feet of water usage.

Commercial Rate - \$3.787 per 100 cubic feet for everything over 333 cubic feet water usage.

3. Sewage Disposal at the Treatment Plant. All sewage that is transported by truck or any vehicle to the plant for disposal will be assessed a fee of \$0.10 per gallon during regular business hours. Non-business hours will be assessed an additional \$35.00 per load.

SECTION 2. Ordinance No. 2021-3015 and any and all other ordinances or parts of ordinances in conflict herewith shall be and are hereby repealed.

SECTION 3. This ordinance shall take effect with the bills dated May 1, 2022 and be in full force from and after its passage, approval, and publication as required by law in its entirety or in pamphlet form, as the case may be.

PASSED AND APPROVED this _____ day of _____, 2022.

- s - Michael D. Gonzales, Mayor

ATTEST:

-s- Lea Ann Doak, City Clerk

21/22

SEWER RATES

3/21/22

| | | | | | | |
|-------------------------|----------------------|------------------------------|-------------------|-----------------|----------------|----------------|
| Sewer Only Residential | SMALL user | 20/21 | 2 persons | Current Amount | | Increase |
| | | Rate | Usage | | Rate | 3.00% |
| Winter usage De, Ja, Fe | RTS Fee | | | \$17.030 | | \$17.54 |
| | / 100 cu ft fee | \$3.677 | 356 cu. ft | \$0.85 | \$3.787 | \$0.87 |
| | Sales Tax | 7% | | \$1.25 | | \$1.29 |
| | Monthly Total | | | \$19.13 | | \$19.70 |
| | | Average Residential (Small) | | | Mo. Increase | \$0.57 |
| | | | | | | |
| Sewer Only Residential | Medium user | 2018 | 4 persons | Current Amount | | Increase |
| | | Rate | Usage | | Rate | 3.00% |
| Winter usage De Ja Fe | RTS Fee | | | \$17.030 | | \$17.54 |
| | inc first 333 cu Ft. | | | | | |
| | / 100 cuft fee | \$3.677 | 532 cu. ft | \$7.32 | \$3.787 | \$7.54 |
| | Sales Tax | | | \$1.70 | | \$1.76 |
| | Monthly Total | | | \$26.05 | | \$26.83 |
| | | Average Residential (Medium) | | | Mo. Increase | \$0.78 |
| | | | | | | |
| Sewer Only Residential | Large user | 2018 | 6 persons | Current Amount | | Increase |
| | | Rate | Usage | | Rate | 3.00% |
| Winter usage De Ja Fe | RTS Fee | | | \$17.030 | | \$17.54 |
| | inc first 333 cu ft | | | | | |
| | / 100 cu. ft fee | \$3.677 | 830 cu. ft | \$18.27 | \$3.787 | \$18.82 |
| | Sales Tax | | | \$2.47 | | \$2.55 |
| | Monthly Total | | | \$37.78 | | \$38.91 |
| | | Average Residential (Large) | | | Mo. Increase | \$1.13 |
| | | | | | | |
| Sewer Only Commercial | Small user | 2018 | | Current Amount | | Increase |
| | | Rate | Usage | | Rate | 3.00% |
| Winter usage De, Ja, Fe | RTS Fee | | | \$24.81 | | \$25.55 |
| | inc first 333 cu ft | | | | | |
| | / 100 cuft fee | \$3.677 | 234 cu. ft | \$0.00 | \$3.787 | \$0.00 |
| | Sales Tax | 7% | | \$1.74 | | \$1.79 |
| | Monthly Total | | | \$26.55 | | \$27.34 |
| | | Average Commercial (small) | | | Mo. Increase | \$0.80 |

21/22

SEWER RATES

3/21/22

| Sewer Only | | 2018 | | Current | Increase | |
|--------------|----------------------|----------------|----------------------|-----------------------------|----------------|-----------------|
| Commercial | Medium user | Rate | Usage | Amount | Rate | 3.00% |
| Winter usage | RTS Fee | | | \$24.81 | | \$25.55 |
| De, Ja, Fe | inc first 333 cuft | | | \$182.86 | \$3.787 | \$188.34 |
| | / 100 cuft fee | \$3.677 | 5,306 cu. ft | \$1.74 | | \$1.79 |
| | Sales Tax | 7% | | | | |
| | Monthly Total | | | \$209.40 | | \$215.69 |
| | | | | Average Commercial (Medium) | Mo. Increase | \$6.28 |
| | | | | | | |
| Sewer Only | | 2018 | | Current | Increase | |
| Commercial | Large user | Rate | Usage | Amount | Rate | 3.00% |
| Winter usage | RTS Fee | | | \$24.81 | | \$25.55 |
| De, Ja, Fe | inc first 333 cu ft | | | \$489.70 | \$3.787 | \$504.39 |
| | / 100 cuft fee | \$3.677 | 13,651 cu. ft | \$1.74 | | \$1.79 |
| | Sales Tax | 7% | | | | |
| | Monthly Total | | | \$516.25 | | \$531.74 |
| | | | | Average Commercial (Large) | Mo. Increase | \$15.49 |
| | | | | | | |
| Sewer Only | | 2018 | | Current | Increase | |
| Industrial | Industrial | Rate | Usage | Amount | Rate | 3.00% |
| Winter usage | RTS Fee | | | \$24.81 | | \$25.55 |
| De, Ja, Fe | inc first 333 cu ft | | | \$918.04 | \$3.787 | \$945.58 |
| | / 100 cuft fee | \$3.677 | 25,300 cu. ft | \$1.74 | | \$1.79 |
| | Sales Tax | 7% | | | | |
| | Monthly Total | | | \$944.58 | | \$972.92 |
| | | | | Average Industrial | Mo. Increase | \$28.34 |

3 % rate increase

RTS & 333 Cu Ft

Commerical
\$0.74

Residential 100 cuft
\$0.51 \$0.110

**CITY MANAGER'S REPORT
MARCH 21, 2022 CITY COUNCIL MEETING**

ITEM: 3.A.

Approve the minutes of the March 7, 2022 regular City Council meeting.

BACKGROUND:

Receive and approve the minutes.

**FISCAL
IMPACT:** None.

APPROVALS:



Lea Ann Doak, City Clerk

March 14, 2022

McCook City Council
March 7, 2022
5:30 P.M. Central

A MEETING OF THE MAYOR AND COUNCIL OF THE CITY OF MCCOOK, NEBRASKA convened in open, regular, and public session at 5:30 o'clock P.M. in the City Council Chambers.

Present: Mayor Gonzales, Councilmembers Calvin, Weedon, Muehlenkamp, Rambali.

Absent: None.

City Officials present: City Manager Schneider, City Attorney Mustion, City Clerk Doak, Library Director Crocker, Public Works Director Potthoff, Senior Services Director Siegfried, and Police Chief Smith.

Notice of the meeting was given in advance thereof by publication in the McCook Daily Gazette on March 3, 2022, the designated method of giving notice, a copy of the proof of publication being attached to these minutes. Advance notice of the meeting was also given to the Mayor and members of the City Council and a copy of the Acknowledgement of Receipt of such notice is attached to these minutes. Availability of the agenda was communicated in the advance notice to the Mayor and Council. All proceedings hereafter shown were taken while the meeting was open to the attendance of the public.

Mayor Gonzales announced that a copy of the Open Meetings Act was posted by the entrance to the Council Chambers and available for public review. Following the Pledge of Allegiance to the flag of the United States of America, Mayor Gonzales called the meeting to order.

1. Announcements & Recognitions.

City Manager Schneider announced that a Parks Advisory Board meeting is scheduled for March 15 at noon at the Heritage Senior Center and Pool Town Hall meeting is scheduled for March 15 at the Municipal Auditorium at 7:00 P.M.

2. Consent Agenda.

Councilmember Calvin requested that Item C be removed from the Consent Agenda and placed on the Regular Agenda.

Motion to approve remaining Consent Agenda. This motion, made by Muehlenkamp and seconded by Weedon, passed.

Gonzales: YEA, Calvin: YEA, Weedon: YEA, Muehlenkamp: YEA, Rambali: YEA
YEA: 5, NAY: 0

2.A. Approve the minutes of the February 21, 2022 regular City Council meeting.

2.B. Approve the application for a Special Designated Liquor License submitted by the City of McCook for the Employee Recognition Banquet to be held at the McCook Municipal Auditorium, 302 West 5th Street, on April 22, 2022 from 8:00 A.M. to 11:59 P.M.

3. Regular Agenda.

2.C. Receive and file information regarding Waste Water Treatment Plant Outfall Line improvements.

In the absence of Utility Director Dutcher, City Manager Schneider reviewed the following information presented in the report prepared for the March 7, 2022 council meeting: "The 2021/2022 budget allocates funds to replace the outfall line at the Waste Water Treatment Plant. The 18 inch outfall line/discharge pipe extends 330 feet from the plant to a point near the Republican River. The pipe is original to the plant and is assumed to predate the 1978 improvements."

"Over the past several years the pipe has become clogged with roots restricting the flow of treated waste water (effluent). Staff, using city equipment attempted to keep the roots out of the pipe using a root cutter and on occasion root control chemicals. These efforts achieved very limited success. Usually within a couple of months effluent would start backing up in the pipe."

"Plans to replace the pipe ran into permitting issues because of being in a flood plain and the need to do dewatering to keep the groundwater out of project. The unstable sandy soil in the area would also result in a larger construction zone. All of this drove the estimated cost to \$165,000."

"Johnson Service Company of Kearney, NE was hired to attempt to remove the roots using a larger root cutter so the pipe could be examined. They were successful except for a couple of very large roots. Using a camera it was determined that the pipe was a good candidate for lining. Roots were entering the pipe in a few place and spreading through the pipe. The team felt that if the last couple of large roots could be removed the pipe could be lined using a cured in place seamless liner."

"Johnson brought in an even larger cutter and working for several days were able to cut the last of the roots out and install the liner. The seamless liner is actually stronger than the original pipe and seals directly to the existing pipe making it leak proof. This should be a permanent solution that will keep the roots out and the water flowing."

Councilmember Calvin thanked city staff for continuing to work on this project, which ended up being a savings \$120,000 for the City.

Motion to receive and file information regarding Waste Water Treatment Plant Outfall Line improvements. This motion, made by Calvin and seconded by Gonzales, passed.

Gonzales: YEA, Calvin: YEA, Weedon: YEA, Muehlenkamp: YEA, Rambali: YEA

YEA: 5, NAY: 0

3.A. Receive and file a report from the McCook Economic Development Corporation regarding the kickoff of a community survey to be used as a part of a McCook Community Housing

Study.

Troy Bruntz, representing the LB840 Citizen's Economic Advisory Committee, and Jerry Calvin, representing the McCook Economic Development Corporation, addressed the Council regarding the housing study to be completed by Hanna:Keelan Associates. McCook's most recent study was conducted in 2012. Best practice dictates that housing studies should be updated every 10 years. It is time to update McCook's housing study. Community feedback is an important component of housing studies. The MEDC is kicking off the development of a new study by conducting two separate surveys. One survey is entitled *Citizen Housing Survey* for McCook, Nebraska. The other survey is entitled *Workforce Housing Needs Survey*. It is important to get good community survey response and survey completion in order to paint a clear picture of McCook's housing needs to current and potential stakeholders.

- 3.B. Review and file a statistical recap of the pool survey and a pool committee synopsis for publication purposes and set the pool town hall meeting on March 15, 2022 at 7:00 P.M. at the McCook City Auditorium.

Grant Norgaard, Pool Committee Chairman, was present to address the pool survey recap and synopsis from the pool committee.

Motion to accept and file a statistical recap of the pool survey and a pool committee synopsis for publication purposes and set the pool town hall meeting on March 15, 2022 at 7:00 P.M. at the McCook City Auditorium. This motion, made by Weedon and seconded by Muehlenkamp, passed. Gonzales: YEA, Calvin: YEA, Weedon: YEA, Muehlenkamp: YEA, Rambali: YEA
YEA: 5, NAY: 0

- 3.C. Approve the creation of a health insurance brokerage consultant committee and appoint the committee members including two council members.

Motion to approve the creation of a health insurance brokerage consultant committee. This motion, made by Gonzales and seconded by Calvin, passed.
Gonzales: YEA, Calvin: YEA, Weedon: YEA, Muehlenkamp: YEA, Rambali: YEA
YEA: 5, NAY: 0

- 3.D. Ordinance No. 2022-3035 amending City of McCook Code of Ordinances, Chapter 38: Fee Schedule, Appendix M: Building Regulation and Zoning Fees.

Mayor Gonzales asked the Clerk to read Ordinance No. 2022-3035 by title.

AN ORDINANCE OF THE CITY OF MCCOOK, NEBRASKA AMENDING CHAPTER 38: FEE SCHEDULE, APPENDIX M: BUILDING REGULATION AND ZONING APPLICATION FEES, OF THE MUNICIPAL CODE OF THE CITY OF MCCOOK, NEBRASKA; TO PROVIDE FOR THE REPEAL OF ANY OTHER CONFLICTING ORDINANCES; AND PROVIDING A TIME AND DATE FROM AND AFTER WHICH THIS ORDINANCE SHALL TAKE EFFECT AND BE ENFORCED.

Ordinance No. 2022-3035 has been read by title and I move to approve upon its third and final reading. This motion, made by Calvin and seconded by Muehlenkamp, passed.

Gonzales: YEA, Calvin: YEA, Weedon: YEA, Muehlenkamp: YEA, Rambali: YEA
YEA: 5, NAY: 0

Mayor Gonzales stated for the record that Ordinance No. 2022-3035 is declared lawfully passed and adopted upon publication as required by law.

3.E. Council Comments.

Councilmember Weedon recognized City Attorney Mustion and partner Lisa Shifflet for all that they have done for the creation of a Land Bank for McCook and the surrounding area. This past week Mr. Mustion gave a Land Bank presentation at the League of Nebraska's Mid-Winter Conference. It was an excellent presentation and he was proud to have Nate represent McCook.

Adjournment.

There being no further business to come before the Council, Mayor Gonzales declared the meeting adjourned at 6:11 P.M.

Michael D. Gonzales, Mayor

ATTEST:

Lea Ann Doak, City Clerk-Treasurer

NOTICE OF MEETING

NOTICE IS HEREBY GIVEN that a regular meeting of the City Council of the City of McCook, Nebraska will be held at 5:30 P.M. on the 21st day of March, 2022 in the City Council Chambers, which meeting will be open to the public. An agenda for such meeting, kept continuously current, is available for public inspection at the office of the City Clerk, during normal business hours. Except for items of an emergency nature, the agenda shall not be altered later than 24 hours before the scheduled commencement of the meeting. The City Council shall have the right to modify the agenda to include items of an emergency nature only at such public meeting. Individuals with disabilities may request auxiliary aids and services necessary for participation by contacting the City Clerk's office at (308)345-2022 by March 18, 2022.

-s- Lea Ann Doak
City Clerk

Publish: March 17, 2022.

**CITY MANAGER'S REPORT
MARCH 21, 2022 CITY COUNCIL MEETING**

ITEM: 3.B.

RECOMMENDATION:

Receive and file the minutes of the January 12, 2022 Library Advisory Board meeting.

BACKGROUND:

Receive minutes from the various board and commission meetings.

**FISCAL
IMPACT:** None.

APPROVALS:



Lea Ann Doak, City Clerk

March 14, 2022

McCook Public Library Advisory Board Meeting Minutes
January 12, 2022 at 4:00 PM CDT

1. **Call to order / attendance:** Staci Blomstedt called the meeting to order with Jody Crocker, Sharon Bohling, and Pam Wolford in attendance.
→ Kevin Cochran
2. **Opportunity for Comments from the Public:** Tucker Gillespie was in attendance; he is a McCook Senior High student who is a member of Youth Change Reaction and the Birdella Nelson Account.
3. Notice of the meeting was given in advance thereof by publication in the *McCook Gazette* on January 7, 2022, the designated method of giving notice, a copy of the proof of publication being attached to these minutes. Advance notice of the meeting was also given to all members of the Library Board. Availability of the agenda was communicated in the advance notice. All proceedings hereafter shown were taken while the meeting was open to the attendance of the public.
4. **Read and Approve November 2021 meeting minutes:** Kevin made the motion to approve the minutes with a second by Staci. The minutes were accepted 4-0.
5. **Open discussion from board members on items not on the agenda:** None
6. **Unfinished Business:**

Innovation Studio: Jody reported that the Studio is wrapped up. The laser cutter, a vacuum, and a fire extinguisher were donated to the library. They also left us a variety of supplies for future use. The library will receive a bill later for consumables used by patrons; however, patrons paid for materials used, so it is a pass-through amount.

Birdella Nelson Technology Center update: The signage will need to be paid for by the endowment. A date for the dedication is still not set. A list of technology to be purchased will be generated before the next meeting.
7. **Director's Report and update on upcoming activities:**
 1. Lois retired so we are hiring a part-time person. We will still not be open on Saturdays until someone is hired.
 2. The library is preparing for our ILS change over. No one was able to attend a meeting in Arapahoe due to illness, but Jody will watch a Zoom on Monday to get the library up to speed.
 3. Innovation Studios have predetermined recommended ages for use of Studio equipment. This is a suggestion set up by the Library Commission. When we get our machines, we will examine ages appropriate for using the machines.
 4. "1000 Bookers" met in November for a Turkey Stuffing which was a hit. Then the staff handed out Christmas bags and new books to this group in December.
 5. Jody ordered AWE computers for the children's side of the library. They are not connected to internet but have 1500 educational activities for children to try. These were purchased with a portion of the grant

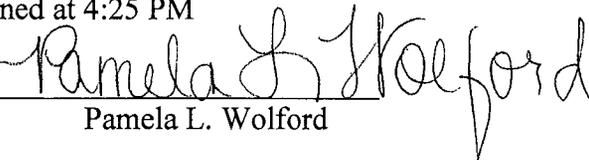
recently received. 6. If anyone has ideas for uses of the upcoming Nelson Endowment money, please let Jody know. 7. Darin Samway donated four dining room tables for use in the future technology center. 8. Staci Blomstedt led a lighted Christmas card craft for the holidays. The kids enjoyed the activity. 9. Jody has been drafted to do more "Make and Take" demonstrations for summer reading. She will present in Broken Bow on Jan. 26. We will host librarians on March 10. She shares ideas with over 100 librarians. 11. Mary Dueland and Pam Wolford represented the Library Board at the Board Master's training on November 11, 2021.

8. **New Business:** None

9. **Set date for next board meeting:** The next meeting will be Wednesday, March 9, 2022 at 4 PM.

10. **Meeting adjournment:** The motion was made by Staci to adjourn, and the meeting was adjourned at 4:25 PM

Secretary:


Pamela L. Wolford

**CITY MANAGER'S REPORT
MARCH 21, 2022 CITY COUNCIL MEETING**

ITEM: 3.C.

Receive and file the Financial Report for the period ending February 28, 2022.

BACKGROUND:

The Treasurer's Report (Attachment A) gives the beginning cash balances as of October 1, 2021, plus Total (YTD) Receipts, minus Total (YTD) Disbursements, giving the ending cash balance on February 28, 2022.

Per the Banking Services Agreement with McCook National Bank, all funds are deposited into the Public Funds Account at a higher rate of interest. The bank then sweeps in increments of \$100,000 to the Primary Operating Account to cover disbursements as they clear the bank. The Payroll Account is also a sweep account and maintains a \$1,000 balance.

All of the bank accounts are interest bearing, except the Payroll Account and the Purchase Account. The Purchase Account is our VISA credit card.

Attachment B gives the ending cash balances by fund as of February 28, 2022.

Attachment C is a Financial Summary of Revenue and Expense by Fund for the quarter ending February 28, 2022.

Staff is always available to address any questions that the Council may have. The Department Heads receive monthly financial reports and it is their responsibility to monitor their individual budgets. It is the bottom-line per department that is monitored. If they go over on a line item, that must adjust for it in another line item.

**FISCAL
IMPACT:** None.

APPROVALS:



Lea Ann Doak, City Clerk-Treasurer

March 7, 2022



Nathan A. Schneider, City Manager

March 7, 2022

ATTACHMENT

A

City of McCook, Nebraska
 TREASURER'S REPORT
 Period Ending February 28, 2022 (unaudited)

| | | | |
|--|-----------|----------------------|-------------------------|
| Beginning Cash on Hand, October 1, 2021 | | | |
| McCook National Bank - Public Funds | \$ | 17,042,616.65 | |
| McCook National Bank - Primary Operating | \$ | (279,443.92) | |
| McCook National Bank - LB840 Funds | \$ | 879,312.54 | |
| McCook National Bank - Payroll | \$ | 1,000.00 | |
| McCook National Bank - CRA | \$ | 57.93 | |
| Purchases Account | \$ | 9,630.65 | |
| Petty Cash | \$ | 1,000.00 | |
| NDEQ Irrevocable Escrow | \$ | 83,564.97 | |
| McCook National Bank - Pension | \$ | 5,212.19 | |
| TOTAL BEGINNING CASH | | | \$ 17,742,951.01 |
| Receipts: | | | |
| Taxes | \$ | 1,919,749.65 | |
| Fees, Permits and Licenses | \$ | 188,820.05 | |
| Intergovernmental Services | \$ | 654,582.11 | |
| Charges - Current Services | \$ | 793,758.46 | |
| Public Utilities | \$ | 1,654,459.42 | |
| Use of Money & Property | \$ | 807,580.69 | |
| Interfund Transfers | \$ | 1,995,925.67 | |
| Other Revenue | \$ | 500,902.56 | |
| Unapplied/Accounts Payable | \$ | 2,634.66 | |
| PLUS TOTAL RECEIPTS | | | \$ 8,518,413.27 |
| Disbursements: | | | |
| Personal Services | \$ | 2,697,022.38 | |
| Supplies | \$ | 575,125.59 | |
| Services & Charges | \$ | 2,476,324.58 | |
| Budget Transfers | \$ | 1,472,615.17 | |
| Capital Outlay | \$ | 1,199,575.38 | |
| Unapplied/Accounts Payable | \$ | - | |
| MINUS TOTAL DISBURSEMENTS | | | \$ 8,420,663.10 |
| Ending Cash Balance February 28, 2022 | | | |
| McCook National Bank - Public Funds | \$ | 16,552,942.66 | |
| McCook National Bank - Primary Operating | \$ | 243,449.29 | |
| McCook National Bank - LB840 Funds | \$ | 934,230.46 | |
| McCook National Bank - Payroll | \$ | 1,000.00 | |
| McCook National Bank - CRA | \$ | 57.93 | |
| Petty Cash | \$ | 1,150.00 | |
| Purchase Account | \$ | 10,000.00 | |
| NDEQ Irrevocable Escrow | \$ | 84,520.63 | |
| McCook National Bank - Pension | \$ | 13,350.21 | |
| TOTAL ENDING CASH | \$ | 17,840,701.18 | \$ 17,840,701.18 |

Dated: February 28, 2022

-s- Lea Ann Doak, City Clerk

ATTACHMENT B

City of McCook, Nebraska
 TREASURER'S REPORT
 CASH BALANCE BY FUNDS
 Period Ending February 28, 2022 (unaudited)

| Beginning Cash on Hand, October 1, 2020 | Beginning Cash | YTD Revenue | YTD Expenditures | Ending Cash |
|--|-------------------------|------------------------|------------------------|-------------------------|
| General Fund - 10 | \$ 3,166,009.66 | \$ 2,916,944.00 | \$ 3,145,486.05 | \$ 2,937,467.61 |
| General Fund Unapplied/Accts. Payable | \$ 6,930.00 | \$ 1,117.00 | \$ - | \$ 8,047.00 |
| Street Fund - 15 | \$ 562,460.09 | \$ 334.00 | \$ - | \$ 562,794.09 |
| Special Revenue - 20 | \$ 2,225,074.50 | \$ 89,308.04 | \$ 616,928.78 | \$ 1,697,453.76 |
| Special Revenue Unapplied/Accts. Payable | \$ - | | \$ - | \$ - |
| Debt Service - 30 | \$ 395,909.07 | \$ 272.00 | \$ 122.84 | \$ 396,058.23 |
| Community Redevelopment Authority - 40 | \$ 72,402.36 | \$ 2,154.02 | \$ 2,104.02 | \$ 72,452.36 |
| Economic Development Fund - 45 | \$ 879,312.54 | \$ 246,557.32 | \$ 191,639.40 | \$ 934,230.46 |
| Pension Trust - 50 | \$ 5,212.19 | \$ 16,001.64 | \$ 7,863.62 | \$ 13,350.21 |
| Trust & Agency - 60 | \$ 331,559.78 | \$ 72,704.29 | \$ 56,935.25 | \$ 347,328.82 |
| Internal Service Fund - 65 | \$ 361,345.20 | \$ 1,142,591.86 | \$ 860,459.44 | \$ 643,477.62 |
| Enterprise Fund - 70 | \$ 8,899,188.10 | \$ 3,761,634.79 | \$ 3,491,961.51 | \$ 9,168,861.38 |
| Enterprise Fund Unapplied/Accts. Payable | \$ - | \$ 1,517.66 | \$ - | \$ 1,517.66 |
| Capital Improvement - 80 | \$ 837,547.52 | \$ 267,276.65 | \$ 47,162.19 | \$ 1,057,661.98 |
| BALANCES | \$ 17,742,951.01 | \$ 8,518,413.27 | \$ 8,420,663.10 | \$ 17,840,701.18 |
| | | | | |

Dated: February 28, 2022

-s- Lea Ann Doak, City Clerk

ATTACHMENT C

CITY OF MCCOOK
 STATEMENT OF REVENUES - BUDGET VS. ACTUAL
 AS OF: FEBRUARY 28TH, 2022

10 -GENERAL FUND
 FINANCIAL SUMMARY

% OF YEAR COMPLETED: 41.67

| | ORIGINAL BUDGET | CURRENT BUDGET | MONTHLY REVENUE | YEAR-TO-DATE REVENUE | PRIOR YEAR YEAR-TO-DATE | BUDGET REMAINING | % BUDGET REMAINING |
|---|--------------------|-------------------|-------------------------|------------------------------|----------------------------|---------------------|-----------------------|
| REVENUE SUMMARY | | | | | | | |
| GENERAL REVENUE | 9,439,695 | 9,439,695 | 572,386.04 | 2,860,797.00 | 2,951,686.42 | 6,578,898.00 | 69.69 |
| RESERVES/CO TREASURER BAL | <u>1,756,659</u> | <u>1,756,659</u> | <u>11,229.00</u> | <u>56,147.00</u> | <u>52,500.00</u> | <u>1,700,512.00</u> | <u>96.80</u> |
| TOTAL REVENUES | 11,196,354 | 11,196,354 | 583,615.04 | 2,916,944.00 | 3,004,186.42 | 8,279,410.00 | 73.95 |
| | ===== | ===== | ===== | ===== | ===== | ===== | ===== |
| | ORIGINAL BUDGET | CURRENT BUDGET | MONTHLY EXPENDITURES | YEAR-TO-DATE EXPENDITURES | PRIOR YEAR YEAR-TO-DATE | BUDGET REMAINING | % BUDGET REMAINING |
| ADMINISTRATION | 762,814 | 762,814 | 51,974.85 | 227,962.53 | 217,478.24 | 534,851.47 | 70.12 |
| PUBLICITY | 8,750 | 8,750 | 204.03 | 2,181.55 | 1,718.87 | 6,568.45 | 75.07 |
| AUDITORIUM | 50,056 | 50,056 | 2,895.95 | 16,441.02 | 17,563.93 | 33,614.98 | 67.15 |
| COUNCIL | 562,228 | 562,228 | 17,796.83 | 98,056.86 | 199,952.19 | 464,171.14 | 82.56 |
| POLICE | 2,188,434 | 2,188,434 | 123,398.99 | 695,561.95 | 668,342.09 | 1,492,872.05 | 68.22 |
| MUNICIPAL CENTER | 117,179 | 117,179 | 4,518.59 | 49,257.78 | 46,321.40 | 67,921.22 | 57.96 |
| FIRE | 1,609,965 | 1,609,965 | 86,801.86 | 531,304.48 | 656,998.27 | 1,078,660.52 | 67.00 |
| AMBULANCE | 174,880 | 174,880 | 7,827.35 | 48,883.42 | 44,084.50 | 125,996.58 | 72.05 |
| CIVIL DEFENSE | 10,075 | 10,075 | 31.58 | 396.90 | 463.05 | 9,678.10 | 96.06 |
| BUILDING & ZONING | 99,604 | 99,604 | 6,652.08 | 36,993.10 | 31,933.28 | 62,610.90 | 62.86 |
| LIBRARY | 361,567 | 361,567 | 23,450.20 | 125,308.34 | 133,661.84 | 236,258.66 | 65.34 |
| STREET | 1,050,567 | 1,050,567 | 72,436.19 | 424,282.13 | 397,992.05 | 626,284.87 | 59.61 |
| CEMETERY | 236,078 | 236,078 | 9,862.41 | 88,270.88 | 69,236.04 | 147,807.12 | 62.61 |
| PARKS | 281,264 | 281,264 | 10,279.65 | 90,283.61 | 64,997.98 | 190,980.39 | 67.90 |
| BALL PARKS | 156,669 | 156,669 | 6,082.30 | 39,813.99 | 38,328.56 | 116,855.01 | 74.59 |
| POOL | 99,232 | 99,232 | 126.60 | 1,939.54 | 2,339.54 | 97,292.46 | 98.05 |
| AIRPORT | 173,619 | 173,619 | 9,177.33 | 55,217.30 | 59,316.47 | 118,401.70 | 68.20 |
| UNEMPLOYMENT | 10,000 | 10,000 | 0.00 | 0.00 | 0.00 | 10,000.00 | 100.00 |
| UNCOLLECTABLE TAX | 15,000 | 15,000 | 619.35 | 3,395.33 | 3,518.31 | 11,604.67 | 77.36 |
| SENIOR CENTER | 447,304 | 447,304 | 34,088.63 | 164,628.48 | 146,869.07 | 282,675.52 | 63.20 |
| PUBLIC TRANSPORTATION | 177,330 | 177,330 | 14,077.40 | 71,611.36 | 62,323.49 | 105,718.64 | 59.62 |
| HEALTH OPERATING | 787,075 | 787,075 | 65,589.50 | 327,947.50 | 294,165.00 | 459,127.50 | 58.33 |
| RESERVES/CO TREASURER BAL | <u>656,659</u> | <u>656,659</u> | <u>0.00</u> | <u>45,748.00</u> | <u>4,810.00</u> | <u>610,911.00</u> | <u>93.03</u> |
| TOTAL EXPENDITURES | 10,036,349 | 10,036,349 | 547,891.67 | 3,145,486.05 | 3,162,414.17 | 6,890,862.95 | 68.66 |
| | ===== | ===== | ===== | ===== | ===== | ===== | ===== |
| REVENUES OVER/(UNDER) EXPENDITURES | 1,160,005 | 1,160,005 | 35,723.37 | (228,542.05) | (158,227.75) | 1,388,547.05 | 119.70 |

CITY OF MCCOOK
 STATEMENT OF REVENUES - BUDGET VS. ACTUAL
 AS OF: FEBRUARY 28TH, 2022

15 -STREET FUND
 FINANCIAL SUMMARY

% OF YEAR COMPLETED: 41.67

| | ORIGINAL BUDGET | CURRENT BUDGET | MONTHLY REVENUE | YEAR-TO-DATE REVENUE | PRIOR YEAR YEAR-TO-DATE | BUDGET REMAINING | % BUDGET REMAINING |
|------------------------------------|--------------------|-------------------|-------------------------|------------------------------|----------------------------|---------------------|-----------------------|
| REVENUE SUMMARY | | | | | | | |
| STREET IMPROVEMENTS | 522,367 | 522,367 | 71.00 | 334.00 | 147.00 | 522,033.00 | 99.94 |
| TOTAL REVENUES | 522,367 | 522,367 | 71.00 | 334.00 | 147.00 | 522,033.00 | 99.94 |
| | ORIGINAL BUDGET | CURRENT BUDGET | MONTHLY EXPENDITURES | YEAR-TO-DATE EXPENDITURES | PRIOR YEAR YEAR-TO-DATE | BUDGET REMAINING | % BUDGET REMAINING |
| STREET IMPROVEMENTS | 522,367 | 522,367 | 0.00 | 0.00 | 0.00 | 522,367.00 | 100.00 |
| TOTAL EXPENDITURES | 522,367 | 522,367 | 0.00 | 0.00 | 0.00 | 522,367.00 | 100.00 |
| REVENUES OVER/(UNDER) EXPENDITURES | 0 | 0 | 71.00 | 334.00 | 147.00 (| 334.00) | 0.00 |

CITY OF MCCOOK
 STATEMENT OF REVENUES - BUDGET VS. ACTUAL
 AS OF: FEBRUARY 28TH, 2022

20 -SPECIAL REVENUE
 FINANCIAL SUMMARY

% OF YEAR COMPLETED: 41.67

| | ORIGINAL BUDGET | CURRENT BUDGET | MONTHLY REVENUE | YEAR-TO-DATE REVENUE | PRIOR YEAR YEAR-TO-DATE | BUDGET REMAINING | % BUDGET REMAINING |
|----------------------------|------------------|------------------|------------------|----------------------|-------------------------|---------------------|--------------------|
| REVENUE SUMMARY | | | | | | | |
| FAA GRANTS | 7,262 | 7,262 | 0.00 | 0.00 | 0.00 | 7,262.00 | 100.00 |
| PUBLIC TRANSIT GRANTS | 66,000 | 66,000 | 0.00 | 0.00 | 0.00 | 66,000.00 | 100.00 |
| ACE REVENUE SHARING | 30,961 | 30,961 | 9,080.00 | 9,096.00 | 19,691.00 | 21,865.00 | 70.62 |
| MCCOOK RECREATIONAL TRAIL | 53,979 | 53,979 | 7.00 | 38.00 | 38.00 | 53,941.00 | 99.93 |
| CCCCFF GRANT-SWIMMING POOL | 25,000 | 25,000 | 0.00 | 0.00 | 0.00 | 25,000.00 | 100.00 |
| MCCOOK COMM FOUNDATION | 0 | 0 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| COVID-19 CARES ACT | 718,337 | 718,337 | 65.00 | 441.00 | 729,039.12 | 717,896.00 | 99.94 |
| ENHANCED E911 | 166,497 | 166,497 | 1,793.70 | 12,499.49 | 11,074.81 | 153,997.51 | 92.49 |
| RAVENSWOOD RD PROJECT | 0 | 0 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| INSURANCE REIMBURSEMENT | 426,233 | 426,233 | 11,120.25 | 11,380.25 | 7,093.40 | 414,852.75 | 97.33 |
| PSAP FUNDS | 117,992 | 117,992 | 4,686.06 | 23,428.30 | 23,439.30 | 94,563.70 | 80.14 |
| MUNICIPAL FACILITY CONST | 34,785 | 34,785 | 0.00 | 0.00 | 0.00 | 34,785.00 | 100.00 |
| SKATE PARK IMPROVEMENTS | 4,642 | 4,642 | 0.00 | 0.00 | 0.00 | 4,642.00 | 100.00 |
| AUD/CONVEN CTR FEASIBILI | 0 | 0 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| AME RESCUE PLAN ACT-ARPA | 1,338,028 | 1,338,028 | 70.00 | 32,425.00 | 0.00 | 1,305,603.00 | 97.58 |
| TOTAL REVENUES | 2,989,716 | 2,989,716 | 26,822.01 | 89,308.04 | 790,375.63 | 2,900,407.96 | 97.01 |

| | ORIGINAL BUDGET | CURRENT BUDGET | MONTHLY EXPENDITURES | YEAR-TO-DATE EXPENDITURES | PRIOR YEAR YEAR-TO-DATE | BUDGET REMAINING | % BUDGET REMAINING |
|---|------------------|------------------|----------------------|---------------------------|-------------------------|---------------------|--------------------|
| FAA GRANTS | 7,262 | 7,262 | 33,139.10 | 78,775.83 | 66.00 (| 71,513.83) | 984.77- |
| PUBLIC TRANSIT GRANTS | 66,000 | 66,000 | 18,709.70 | 18,709.70 | 0.00 | 47,290.30 | 71.65 |
| ACE REVENUE SHARING | 30,961 | 30,961 | 0.00 | 17,096.00 | 1,117.80 | 13,865.00 | 44.78 |
| MCCOOK RECREATIONAL TRAIL | 53,979 | 53,979 | 0.00 | 0.00 | 0.00 | 53,979.00 | 100.00 |
| CCCCFF GRANT-SWIMMING POOL | 25,000 | 25,000 | 0.00 | 7,031.80 | 0.00 | 17,968.20 | 71.87 |
| MCCOOK COMM FOUNDATION | 0 | 0 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| COVID-19 CARES ACT | 718,337 | 718,337 | 16,666.50 | 228,952.62 | 4,532.34 | 489,384.38 | 68.13 |
| ENHANCED E911 | 166,497 | 166,497 | 655.22 | 108,114.71 | 65,496.67 | 58,382.29 | 35.07 |
| RAVENSWOOD RD PROJECT | 0 | 0 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| INSURANCE REIMBURSEMENT | 426,233 | 426,233 | 100.00 | 100.00 | 6,793.40 | 426,133.00 | 99.98 |
| PSAP FUNDS | 117,992 | 117,992 | 1,216.84 | 11,727.17 | 11,001.03 | 106,264.83 | 90.06 |
| MUNICIPAL FACILITY CONST | 34,785 | 34,785 | 0.00 | 0.00 | 0.00 | 34,785.00 | 100.00 |
| SKATE PARK IMPROVEMENTS | 4,642 | 4,642 | 0.00 | 0.00 | 0.00 | 4,642.00 | 100.00 |
| AUD/CONVEN CTR FEASIBILI | 0 | 0 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| AME RESCUE PLAN ACT-ARPA | 1,338,028 | 1,338,028 | 0.00 | 146,420.95 | 0.00 | 1,191,607.05 | 89.06 |
| TOTAL EXPENDITURES | 2,989,716 | 2,989,716 | 70,487.36 | 616,928.78 | 89,007.24 | 2,372,787.22 | 79.36 |
| REVENUES OVER/(UNDER) EXPENDITURES | 0 | 0 (| 43,665.35)(| 527,620.74) | 701,368.39 | 527,620.74 | 0.00 |

CITY OF MCCOOK
 STATEMENT OF REVENUES - BUDGET VS. ACTUAL
 AS OF: FEBRUARY 28TH, 2022

30 -DEBT SERVICE
 FINANCIAL SUMMARY

% OF YEAR COMPLETED: 41.67

| | ORIGINAL BUDGET | CURRENT BUDGET | MONTHLY REVENUE | YEAR-TO-DATE REVENUE | PRIOR YEAR YEAR-TO-DATE | BUDGET REMAINING | % BUDGET REMAINING |
|------------------------------------|--------------------|-------------------|-------------------------|------------------------------|----------------------------|---------------------|-----------------------|
| <u>REVENUE SUMMARY</u> | | | | | | | |
| GENERAL OBLIGATION | 0 | 0 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| AIRBASE JUDGEMENT | 0 | 0 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| SPECIAL ASSESSMENTS | 395,856 | 395,856 | 50.00 | 272.00 | 36,415.82 | 395,584.00 | 99.93 |
| BOND RESERVE | 0 | 0 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| TOTAL REVENUES | 395,856 | 395,856 | 50.00 | 272.00 | 36,415.82 | 395,584.00 | 99.93 |
| <hr/> | | | | | | | |
| | ORIGINAL BUDGET | CURRENT BUDGET | MONTHLY EXPENDITURES | YEAR-TO-DATE EXPENDITURES | PRIOR YEAR YEAR-TO-DATE | BUDGET REMAINING | % BUDGET REMAINING |
| GENERAL OBLIGATION | 0 | 0 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| AIRBASE JUDGEMENT | 0 | 0 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| SPECIAL ASSESSMENTS | 395,856 | 395,856 | 122.84 | 122.84 | 0.00 | 395,733.16 | 99.97 |
| BOND RESERVE | 0 | 0 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| TOTAL EXPENDITURES | 395,856 | 395,856 | 122.84 | 122.84 | 0.00 | 395,733.16 | 99.97 |
| <hr/> | | | | | | | |
| REVENUES OVER/(UNDER) EXPENDITURES | 0 | 0 | (72.84) | 149.16 | 36,415.82 | (149.16) | 0.00 |

CITY OF MCCOOK
 STATEMENT OF REVENUES - BUDGET VS. ACTUAL
 AS OF: FEBRUARY 28TH, 2022

40 -COMMUNITY DEVELOPMENT
 FINANCIAL SUMMARY

% OF YEAR COMPLETED: 41.67

| | ORIGINAL BUDGET | CURRENT BUDGET | MONTHLY REVENUE | YEAR-TO-DATE REVENUE | PRIOR YEAR YEAR-TO-DATE | BUDGET REMAINING | % BUDGET REMAINING |
|---|--------------------|-------------------|-------------------------|------------------------------|----------------------------|---------------------|-----------------------|
| REVENUE SUMMARY | | | | | | | |
| KEYSTONE BUS CENTER PROJ | 31,000 | 31,000 | 0.00 | 0.00 | 0.00 | 31,000.00 | 100.00 |
| CITY INVESTMENTS | 72,489 | 72,489 | 9.00 | 50.00 | 5,941.00 | 72,439.00 | 99.93 |
| NORTH POINTE | 30,000 | 30,000 | 0.00 | 0.00 | 4,095.12 | 30,000.00 | 100.00 |
| CLARY VILLAGE LLC | 9,500 | 9,500 | 0.00 | 0.00 | 0.00 | 9,500.00 | 100.00 |
| MCCOOK HOTEL GROUP/COBBL | 60,000 | 60,000 | 0.00 | 0.00 | 0.00 | 60,000.00 | 100.00 |
| QUILLAN COURTS | 15,000 | 15,000 | 0.00 | 2,104.02 | 10,850.94 | 12,895.98 | 85.97 |
| MCCOOK LODGING/HOLIDAY I | 134,000 | 134,000 | 0.00 | 0.00 | 0.00 | 134,000.00 | 100.00 |
| NEXT GENERATION | 200,000 | 200,000 | 0.00 | 0.00 | 0.00 | 200,000.00 | 100.00 |
| N-STANT CONVENIENCE | 20,000 | 20,000 | 0.00 | 0.00 | 0.00 | 20,000.00 | 100.00 |
| BLACKWOOD ENTERPRISES | 200,000 | 200,000 | 0.00 | 0.00 | 0.00 | 200,000.00 | 100.00 |
| TOTAL REVENUES | 771,989 | 771,989 | 9.00 | 2,154.02 | 20,887.06 | 769,834.98 | 99.72 |
| <hr/> | | | | | | | |
| | ORIGINAL BUDGET | CURRENT BUDGET | MONTHLY EXPENDITURES | YEAR-TO-DATE EXPENDITURES | PRIOR YEAR YEAR-TO-DATE | BUDGET REMAINING | % BUDGET REMAINING |
| KEYSTONE BUS CENTER PROJ | 31,000 | 31,000 | 0.00 | 0.00 | 0.00 | 31,000.00 | 100.00 |
| CITY INVESTMENTS | 72,489 | 72,489 | 0.00 | 0.00 | 0.00 | 72,489.00 | 100.00 |
| NORTH POINTE | 30,000 | 30,000 | 0.00 | 0.00 | 0.00 | 30,000.00 | 100.00 |
| CLARY VILLAGE LLC | 9,500 | 9,500 | 0.00 | 0.00 | 0.00 | 9,500.00 | 100.00 |
| MCCOOK HOTEL GROUP/COBBL | 60,000 | 60,000 | 0.00 | 0.00 | 0.00 | 60,000.00 | 100.00 |
| QUILLAN COURTS | 15,000 | 15,000 | 0.00 | 2,104.02 | 10,850.94 | 12,895.98 | 85.97 |
| MCCOOK LODGING/HOLIDAY I | 134,000 | 134,000 | 0.00 | 0.00 | 0.00 | 134,000.00 | 100.00 |
| NEXT GENERATION | 200,000 | 200,000 | 0.00 | 0.00 | 0.00 | 200,000.00 | 100.00 |
| N-STANT CONVENIENCE | 20,000 | 20,000 | 0.00 | 0.00 | 0.00 | 20,000.00 | 100.00 |
| BLACKWOOD ENTERPRISES | 200,000 | 200,000 | 0.00 | 0.00 | 0.00 | 200,000.00 | 100.00 |
| TOTAL EXPENDITURES | 771,989 | 771,989 | 0.00 | 2,104.02 | 10,850.94 | 769,884.98 | 99.73 |
| <hr/> | | | | | | | |
| REVENUES OVER/(UNDER) EXPENDITURES | 0 | 0 | 9.00 | 50.00 | 10,036.12 (| 50.00) | 0.00 |

CITY OF MCCOOK
 STATEMENT OF REVENUES - BUDGET VS. ACTUAL
 AS OF: FEBRUARY 28TH, 2022

45 -ECONOMIC DEVELOPMENT FUND
 FINANCIAL SUMMARY

% OF YEAR COMPLETED: 41.67

| | ORIGINAL BUDGET | CURRENT BUDGET | MONTHLY REVENUE | YEAR-TO-DATE REVENUE | PRIOR YEAR YEAR-TO-DATE | BUDGET REMAINING | % BUDGET REMAINING |
|------------------------------------|--------------------|-------------------|-------------------------|------------------------------|----------------------------|---------------------|-----------------------|
| REVENUE SUMMARY | | | | | | | |
| ECONOMIC DEVELOPMENT FUN | 1,268,739 | 1,268,739 | 55,095.42 | 246,557.32 | 215,924.09 | 1,022,181.68 | 80.57 |
| KEYSTONE BOND RESERVE | 0 | 0 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| KEYSTONE BOND REDEMPTION | 0 | 0 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| TOTAL REVENUES | 1,268,739 | 1,268,739 | 55,095.42 | 246,557.32 | 215,924.09 | 1,022,181.68 | 80.57 |
| <hr/> | | | | | | | |
| | ORIGINAL BUDGET | CURRENT BUDGET | MONTHLY EXPENDITURES | YEAR-TO-DATE EXPENDITURES | PRIOR YEAR YEAR-TO-DATE | BUDGET REMAINING | % BUDGET REMAINING |
| ECONOMIC DEVELOPMENT FUN | 1,268,739 | 1,268,739 | 11,330.00 | 191,639.40 | 67,050.20 | 1,077,099.60 | 84.90 |
| KEYSTONE BOND RESERVE | 0 | 0 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| KEYSTONE BOND REDEMPTION | 0 | 0 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| TOTAL EXPENDITURES | 1,268,739 | 1,268,739 | 11,330.00 | 191,639.40 | 67,050.20 | 1,077,099.60 | 84.90 |
| <hr/> | | | | | | | |
| REVENUES OVER/(UNDER) EXPENDITURES | 0 | 0 | 43,765.42 | 54,917.92 | 148,873.89 | (54,917.92) | 0.00 |

CITY OF MCCOOK
 STATEMENT OF REVENUES - BUDGET VS. ACTUAL
 AS OF: FEBRUARY 28TH, 2022

50 -PENSION TRUST
 FINANCIAL SUMMARY

% OF YEAR COMPLETED: 41.67

| | ORIGINAL BUDGET | CURRENT BUDGET | MONTHLY REVENUE | YEAR-TO-DATE REVENUE | PRIOR YEAR YEAR-TO-DATE | BUDGET REMAINING | % BUDGET REMAINING |
|------------------------------------|--------------------|-------------------|-------------------------|------------------------------|----------------------------|---------------------|-----------------------|
| REVENUE SUMMARY | | | | | | | |
| POLICE OFFICER DISABILIT | <u>21,213</u> | <u>21,213</u> | <u>0.56</u> | <u>16,001.64</u> | <u>15,002.75</u> | <u>5,211.36</u> | <u>24.57</u> |
| TOTAL REVENUES | <u>21,213</u> | <u>21,213</u> | <u>0.56</u> | <u>16,001.64</u> | <u>15,002.75</u> | <u>5,211.36</u> | <u>24.57</u> |
| | ===== | ===== | ===== | ===== | ===== | ===== | ===== |
| | ORIGINAL BUDGET | CURRENT BUDGET | MONTHLY EXPENDITURES | YEAR-TO-DATE EXPENDITURES | PRIOR YEAR YEAR-TO-DATE | BUDGET REMAINING | % BUDGET REMAINING |
| POLICE OFFICER DISABILIT | <u>21,213</u> | <u>21,213</u> | <u>1,572.83</u> | <u>7,863.62</u> | <u>7,864.15</u> | <u>13,349.38</u> | <u>62.93</u> |
| TOTAL EXPENDITURES | <u>21,213</u> | <u>21,213</u> | <u>1,572.83</u> | <u>7,863.62</u> | <u>7,864.15</u> | <u>13,349.38</u> | <u>62.93</u> |
| | ===== | ===== | ===== | ===== | ===== | ===== | ===== |
| REVENUES OVER/(UNDER) EXPENDITURES | 0 | 0 | (1,572.27) | 8,138.02 | 7,138.60 | (8,138.02) | 0.00 |

CITY OF MCCOOK
 STATEMENT OF REVENUES - BUDGET VS. ACTUAL
 AS OF: FEBRUARY 28TH, 2022

60 -AGENCY FUND
 FINANCIAL SUMMARY

% OF YEAR COMPLETED: 41.67

| | ORIGINAL BUDGET | CURRENT BUDGET | MONTHLY REVENUE | YEAR-TO-DATE REVENUE | PRIOR YEAR YEAR-TO-DATE | BUDGET REMAINING | % BUDGET REMAINING |
|---|--------------------|-------------------|-------------------------|------------------------------|----------------------------|---------------------|-----------------------|
| REVENUE SUMMARY | | | | | | | |
| PERPETUAL CARE | 157,271 | 157,271 | 20.00 | 3,256.00 | 2,204.00 | 154,015.00 | 97.93 |
| SENIOR CENTER CONTRIBUTIO | 65,064 | 65,064 | 9.00 | 6,177.25 (| 1,569.75) | 58,886.75 | 90.51 |
| SCHOOL | 8,050 | 8,050 | 75.00 | 1,425.00 | 740.00 | 6,625.00 | 82.30 |
| FIRE CONTRIBUTIONS | 5,228 | 5,228 | 0.00 | 3,983.55 | 100.00 | 1,244.45 | 23.80 |
| LIBRARY MEMORIAL | 38,714 | 38,714 | 3,668.00 | 15,145.00 | 1,020.00 | 23,569.00 | 60.88 |
| COMMUNITY BETTERMENT | 141,634 | 141,634 | 9,042.47 | 39,763.50 | 35,932.34 | 101,870.50 | 71.93 |
| DARE CONTRIBUTIONS | 3,152 | 3,152 | 0.00 | 434.66 | 400.00 | 2,717.34 | 86.21 |
| PUBLIC WORKS CONTRIBUTION | 6,365 | 6,365 | 0.00 | 0.00 | 0.00 | 6,365.00 | 100.00 |
| AMBULANCE CONTRIBUTIONS | 9,246 | 9,246 | 0.00 | 0.00 | 1,590.00 | 9,246.00 | 100.00 |
| COMMUNITY PARAMEDIC PROG | 4,316 | 4,316 | 0.00 | 0.00 | 0.00 | 4,316.00 | 100.00 |
| POLICE CONTRIBUTIONS | 2,771 | 2,771 | 1,474.39 | 2,519.33 | 20.00 | 251.67 | 9.08 |
| TOTAL REVENUES | 441,811 | 441,811 | 14,288.86 | 72,704.29 | 40,436.59 | 369,106.71 | 83.54 |
| | | | | | | | |
| | ORIGINAL BUDGET | CURRENT BUDGET | MONTHLY EXPENDITURES | YEAR-TO-DATE EXPENDITURES | PRIOR YEAR YEAR-TO-DATE | BUDGET REMAINING | % BUDGET REMAINING |
| PERPETUAL CARE | 157,271 | 157,271 | 0.00 | 0.00 | 0.00 | 157,271.00 | 100.00 |
| SENIOR CENTER CONTRIBUTIO | 65,064 | 65,064 | 0.00 | 725.10 | 1,895.88 | 64,338.90 | 98.89 |
| SCHOOL | 8,050 | 8,050 | 325.00 | 1,350.00 | 740.00 | 6,700.00 | 83.23 |
| FIRE CONTRIBUTIONS | 5,228 | 5,228 | 497.61 | 497.61 | 0.00 | 4,730.39 | 90.48 |
| LIBRARY MEMORIAL | 38,714 | 38,714 | 8,585.83 | 9,335.23 | 14,131.15 | 29,378.77 | 75.89 |
| COMMUNITY BETTERMENT | 141,634 | 141,634 | 8,833.00 | 44,044.00 | 32,045.00 | 97,590.00 | 68.90 |
| DARE CONTRIBUTIONS | 3,152 | 3,152 | 69.79 | 983.31 | 1,061.04 | 2,168.69 | 68.80 |
| PUBLIC WORKS CONTRIBUTION | 6,365 | 6,365 | 0.00 | 0.00 | 0.00 | 6,365.00 | 100.00 |
| AMBULANCE CONTRIBUTIONS | 9,246 | 9,246 | 0.00 | 0.00 | 0.00 | 9,246.00 | 100.00 |
| COMMUNITY PARAMEDIC PROG | 4,316 | 4,316 | 0.00 | 0.00 | 0.00 | 4,316.00 | 100.00 |
| POLICE CONTRIBUTIONS | 2,771 | 2,771 | 0.00 | 0.00 | 183.99 | 2,771.00 | 100.00 |
| TOTAL EXPENDITURES | 441,811 | 441,811 | 18,311.23 | 56,935.25 | 50,057.06 | 384,875.75 | 87.11 |
| | | | | | | | |
| REVENUES OVER/(UNDER) EXPENDITURES | 0 | 0 (| 4,022.37) | 15,769.04 (| 9,620.47)(| 15,769.04) | 0.00 |

CITY OF MCCOOK
 STATEMENT OF REVENUES - BUDGET VS. ACTUAL
 AS OF: FEBRUARY 28TH, 2022

65 -INTERNAL SERVICE FUND
 FINANCIAL SUMMARY

% OF YEAR COMPLETED: 41.67

| | ORIGINAL BUDGET | CURRENT BUDGET | MONTHLY REVENUE | YEAR-TO-DATE REVENUE | PRIOR YEAR YEAR-TO-DATE | BUDGET REMAINING | % BUDGET REMAINING |
|------------------------------------|--------------------|-------------------|-------------------------|------------------------------|----------------------------|---------------------|-----------------------|
| REVENUE SUMMARY | | | | | | | |
| FLEX DEPENDENT CARE | 11,994 | 11,994 | 384.00 | 1,460.34 | 1,615.42 | 10,533.66 | 87.82 |
| FLEX - MEDICAL | 65,297 | 65,297 | 2,966.92 | 13,782.98 | 13,138.42 | 51,514.02 | 78.89 |
| SELF INSURED HEALTH INSUR | <u>2,588,281</u> | <u>2,588,281</u> | <u>190,078.08</u> | <u>1,127,348.54</u> | <u>915,244.20</u> | <u>1,460,932.46</u> | <u>56.44</u> |
| TOTAL REVENUES | <u>2,665,572</u> | <u>2,665,572</u> | <u>193,429.00</u> | <u>1,142,591.86</u> | <u>929,998.04</u> | <u>1,522,980.14</u> | <u>57.14</u> |
| | ORIGINAL BUDGET | CURRENT BUDGET | MONTHLY EXPENDITURES | YEAR-TO-DATE EXPENDITURES | PRIOR YEAR YEAR-TO-DATE | BUDGET REMAINING | % BUDGET REMAINING |
| FLEX DEPENDENT CARE | 11,994 | 11,994 | 0.00 | 1,038.42 | 2,524.89 | 10,955.58 | 91.34 |
| FLEX - MEDICAL | 65,297 | 65,297 | 5,382.50 | 14,991.38 | 10,910.33 | 50,305.62 | 77.04 |
| SELF INSURED HEALTH INSUR | <u>2,588,281</u> | <u>2,588,281</u> | <u>128,554.66</u> | <u>844,429.64</u> | <u>852,593.21</u> | <u>1,743,851.36</u> | <u>67.37</u> |
| TOTAL EXPENDITURES | <u>2,665,572</u> | <u>2,665,572</u> | <u>133,937.16</u> | <u>860,459.44</u> | <u>866,028.43</u> | <u>1,805,112.56</u> | <u>67.72</u> |
| REVENUES OVER/(UNDER) EXPENDITURES | 0 | 0 | 59,491.84 | 282,132.42 | 63,969.61 (| 282,132.42) | 0.00 |

STATEMENT OF EXPENDITURES - BUDGET vs ACTUAL
AS OF: FEBRUARY 28TH, 2022

10 -GENERAL FUND
MUNICIPAL CENTER

% OF YEAR COMPLETED: 41.67

| DEPARTMENTAL EXPENDITURES | ORIGINAL BUDGET | CURRENT BUDGET | MONTHLY EXPENDITURES | YEAR-TO-DATE EXPENDITURES | PRIOR YEAR YEAR-TO-DATE | BUDGET REMAINING | % BUDGET REMAINING |
|-------------------------------------|-----------------|----------------|----------------------|---------------------------|-------------------------|------------------|--------------------|
| SUPPLIES | | | | | | | |
| 10-006-52250 PLANT/GENERATOR FUEL | 500 | 500 | 0.00 | 0.00 | 0.00 | 500.00 | 100.00 |
| 10-006-52260 BUILDING MAINTENANCE | 45,000 | 45,000 | 1,404.73 | 25,521.28 | 19,898.19 | 19,478.72 | 43.29 |
| 10-006-52270 GROUNDS MAINTENANCE | <u>1,000</u> | <u>1,000</u> | <u>0.00</u> | <u>0.00</u> | <u>0.00</u> | <u>1,000.00</u> | <u>100.00</u> |
| TOTAL SUPPLIES | 46,500 | 46,500 | 1,404.73 | 25,521.28 | 19,898.19 | 20,978.72 | 45.12 |
| OTHER SERVICES & CHARGES | | | | | | | |
| 10-006-54210 INSURANCE | 24,679 | 24,679 | 0.00 | 9,838.00 | 10,521.00 | 14,841.00 | 60.14 |
| 10-006-54250 NATURAL GAS | 7,500 | 7,500 | 661.97 | 2,189.41 | 2,615.80 | 5,310.59 | 70.81 |
| 10-006-54260 ELECTRICITY | 31,000 | 31,000 | 2,186.38 | 9,571.33 | 11,217.66 | 21,428.67 | 69.12 |
| 10-006-54270 WATER & SEWER | <u>7,500</u> | <u>7,500</u> | <u>265.51</u> | <u>2,137.76</u> | <u>2,068.75</u> | <u>5,362.24</u> | <u>71.50</u> |
| TOTAL OTHER SERVICES & CHARGES | 70,679 | 70,679 | 3,113.86 | 23,736.50 | 26,423.21 | 46,942.50 | 66.42 |
| CAPITAL OUTLAY | | | | | | | |
| 10-006-56040 MACHINERY & EQUIPMENT | <u>0</u> | <u>0</u> | <u>0.00</u> | <u>0.00</u> | <u>0.00</u> | <u>0.00</u> | <u>0.00</u> |
| TOTAL CAPITAL OUTLAY | <u>0</u> | <u>0</u> | <u>0.00</u> | <u>0.00</u> | <u>0.00</u> | <u>0.00</u> | <u>0.00</u> |
| TOTAL MUNICIPAL CENTER | 117,179 | 117,179 | 4,518.59 | 49,257.78 | 46,321.40 | 67,921.22 | 57.96 |

STATESTATEMENT OF EXPENDITURES - BUDGET vs ACTUAL
AS OF: FEBRUARY 28TH, 2022

80 -CAPITAL IMPROVEMENTS FUND
CAPITAL IMPROVE 2018

% OF YEAR COMPLETED: 41.67

| DEPARTMENTAL EXPENDITURES | ORIGINAL BUDGET | CURRENT BUDGET | MONTHLY EXPENDITURES | YEAR-TO-DATE EXPENDITURES | PRIOR YEAR YEAR-TO-DATE | BUDGET REMAINING | % BUDGET REMAINING |
|-------------------------------------|------------------|------------------|----------------------|---------------------------|-------------------------|---------------------|--------------------|
| <u>OTHER SERVICES & CHARGES</u> | | | | | | | |
| 80-012-54671 STR ANNUAL CAP IMPRO | 0 | 0 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| TOTAL OTHER SERVICES & CHARGES | 0 | 0 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| <u>CAPITAL OUTLAY</u> | | | | | | | |
| 80-012-56000 CAPITAL OUTLAY | 104,315 | 104,315 | 0.00 | 0.00 | 0.00 | 104,315.00 | 100.00 |
| 80-012-56100 STREET/HWY IMPROVEMEN | 652,760 | 652,760 | 0.00 | 0.00 | 78,504.55 | 652,760.00 | 100.00 |
| 80-012-56250 POOL IMPROVEMENTS | 0 | 0 | 0.00 | 955.70 | 0.00 | (955.70) | 0.00 |
| 80-012-56410 AIRPORT IMPROVEMENTS | 50,000 | 50,000 | 0.00 | 0.00 | 0.00 | 50,000.00 | 100.00 |
| 80-012-56420 STREET MAINTENANCE | 188,707 | 188,707 | 1,195.00 | 2,715.00 | 0.00 | 185,992.00 | 98.56 |
| 80-012-56430 DRAINAGE MAINTENANCE | 40,000 | 40,000 | 0.00 | 28,475.92 | 0.00 | 11,524.08 | 28.81 |
| 80-012-56510 AUDITORIUM ROOF REPLA | 0 | 0 | 0.00 | 0.00 | 72,000.00 | 0.00 | 0.00 |
| TOTAL CAPITAL OUTLAY | <u>1,035,782</u> | <u>1,035,782</u> | <u>1,195.00</u> | <u>32,146.62</u> | <u>150,504.55</u> | <u>1,003,635.38</u> | <u>96.90</u> |
| TOTAL CAPITAL IMPROVE 2018 | 1,035,782 | 1,035,782 | 1,195.00 | 32,146.62 | 150,504.55 | 1,003,635.38 | 96.90 |

**CITY MANAGER'S REPORT
MARCH 21, 2022 CITY COUNCIL MEETING**

ITEM: 3.D.

Receive and file the claims for the month of January 2022, published February 11, 2022 and the month of February 2022, published March 15, 2022.

BACKGROUND:

Claims are presented to the Council and published each month as outlined in the City Code of Ordinances.

Staff is always available to address any questions that the Council may have regarding a specific claim.

**FISCAL
IMPACT:** None.

APPROVALS:



Lea Ann Doak, City Clerk

March 14, 2022

CITY OF MCCOOK
CLAIMS FOR JANUARY 2022

ABBREVIATIONS FOR LEGALS: PS - PERSONAL SERVICES; S- SUPPLIES; SC - SERVICES & CHARGES; CO - CAPITAL OUTLAY; BT - BUDGET TRANSFERS

20/20 TECHS-SC 3300.00; 7-D LOCKSHOP-S 123.60; ACE-S 566.42; AKRS-S 20616.47; AMERICAN AGLAB-SC 2090.50; AMERICAN ELECTRIC-S 761.13; AMERITAS-DENTAL-SC 365.56; AMERITAS-CLAIMS-SC 5037.90; ANYTIME TRI-STATE TOWING-SC 165.00; APPLIED CONNECTIVE TECH-SC 75.00; ARROW CAR WASH-S 13.50; BG&S-SC 1900.00, S 2236.00; BICYCLING MAG-S 29.99; BLACK HILLS ENERGY-SC 7467.57; BLAKE'S SERVICE-S 726.70; BOBCAT OF OMAHA-SC 2065.91; BW TELCOM-SC 144.14; C&K-S 241.47; CAMBRIDGE TELEPHONE-SC 235.87; CAROLINA SOFTWARE-S 200.00; CARQUEST-S 2503.19; CASH WA-S 12500.41; CDW-G-SC 209.00; CENTURY LINK-SC 1190.92; CITY OF GRAND ISLAND-SC 100.00; CITY OF MCCOOK-PS 384015.17; CITY SELF INS-BT 173258.00; UTILITIES-SC 2115.52; COLLABORATIVE-SC 628.29; CONSOLIDATED MGMT-SC 59.57; CULLIGAN-S 22.77; D & L PEST CONTROL-S 282.50; D & S HARDWARE-S 147.97; DEMCO, INC-S 339.49; DEVENY-S 936.09; J. DUTCHER-SC 320.96; EAKES-S 1207.67; ELLERBROCK-NORRIS AGENCY-SC 2500.00; EMBASSY SUITES-SC 1112.00; ESC ENGINEERING-SC 3640.00; FASTENAL-S 3547.21; P. FAWVER-SC 60.00; FICA-PS 19043.25; FRENCHMAN VALLEY COOP-S 21423.59; FRENCHMAN VALLEY MUTUAL AID-SC 100.00; FRONTIER COMMUNICATIONS-SC 34.19; FUSION CLOUD-SC 89.24; GALLS-S 319.38; GLASS EXPRESS-S 301.00; GOOGLE SVCS-SC 486.00; GPM-S 1965.93; GRAINGER-S 159.18; GREAT PLAINS COMM-SC 2490.67; HENNING BROS-SC 59.00; HERITAGE SENIOR CENTER-SC 102.50; HIGH PLAINS RADIO-SC 108.00; HISTORY NE-S 35.00; HOMETOWN LEASING-SC 1340.64; IDEAL-S 91.53; INDUSTRIAL PROCESS-CO 4956.00; INTERNATIONAL CODE-SC 145.00; J BAR J LANDFILL-SC 39878.75; JERRY'S TRANSMISSION-S 860.10; JETCO-S 1474.23; JUNIOR LIBRARY-S 866.60; K & C GRAIN-S 7931.39; K-C MOTOR-CO 203.93; T. KALINSKI-SC 320.96; KOHL'S AUTO-S 270.97; KOHLER TRAILER-SC 1455.45; LEAGUE OF NE MUN-UTILITIES-SC 2064.00; LIFE-ASSIST-S 2309.41; LINCOLN WINWATER-S 385.20; MARIS GENERAL CONT-S 230.98; MATHESON-LINWELD-S 99.89; MATT PARROTT SC 297.13; MBSM&S-SC 5409.00; MC2-S

3160.96; MC CHAMBER-SC 505.00; MC GAZETTE-SC 1564.80; MC HUMANE SOCIETY-S 3531.35; MCCOOK MECHANICAL-SC 1889.19; MPPD-SC 1242.47; MC NET-SC 69.95; MCKESSON MEDICAL-S 447.22; MEDICARE-PS 5355.98; MERCHANT SRVS-SC 1252.44; MICROMARKETING-S 2073.71; MIDLAND'S TOXICOLOGY-SC 70.00; MIDWEST CONNECT-S 210.00; MOTOROLA-CO 173944.20; MUNICIPAL SUPPLY-S 3123.30; MUTUAL OF OMAHA-SC 1271.79; NE DEPT OF HEALTH LABS-SC 178.00; NE DEPT REVENUE-SC 6483.37; NE DEPT OF REV-LOTTERY-SC 5407.00; NE SAFETY AND FIRE-S 210.00; NE STATE FIRE MARSHALL-S 120.00; NE TRUCK CENTER-S 524.19; NEBRASKALAND TIRE-S 96.63; NICK'S DIST-S 1150.36; NE MACHINERY-SC 3812.66; NPPD-SC 22936.43; S 26666.97; NUTRI-SYSTEM-S 221.41; O'REILLY-S 442.91; ON THE SPOT-S 5017.00; PAULSEN INC-S 285.37; PLATTE VALLEY COMM-S 310.00; K. POTTHOFF-SC 320.96; PROTEX CENTRAL-S 415.25; QUADIENT FINANCE-SC 1000.00; QUADIENT LEASING-SC 600.00; QUICK MED-SC 2629.12; QUILL-S 288.64; RED WILLOW CO COURT-SC 17.00; RED WILLOW COUNTY HEALTH-SC 300.00; RUGGLES-SC 120.00; SANDRY FIRE-CO 31712.00; SOUTHWEST FARM & AUTO-S 716.81; SPARQ DATA-SC 3100.00; STATE OF NE-SC 60.00; C STEVENS-SC 60.98; SUNSET LAW-S 4969.00; SWANSON SIGN CO-SC 212.70; TELEFLEX-S 22.50; THE PIT CREW-S 212.00; TITAN MACHINERY-S 2622.38; TRAVELERS-SC 117337.75; TRI COUNTY GLASS-S 887.14; TYLER TECH-SC 52.80; UMR-SC 167808.71; US FOODS-S 1810.90; N VARGAS-SC 163.52; VERIZON-SC 2279.24; VOLZ-S 1331.28; WAGNER CHEVY-S 86.08; WALMART-S 1477.89; ZOLL-S 312.80.

-s- Lea Ann Doak
City Clerk

Publish: February 11, 2022

CITY OF MCCOOK
CLAIMS FOR FEBRUARY 2022

ABBREVIATIONS FOR LEGALS: PS - PERSONAL SERVICES; S- SUPPLIES; SC - SERVICES & CHARGES; CO - CAPITAL OUTLAY; BT - BUDGET TRANSFERS

20/20 TECHS-SC 3300.00; ACE-S 1363.66; ACME-S 228.75; AKRS-S 6567.54; ALMQUIST, MALTZAHN, GALLOWAY & LUTH-SC 22400.00; AMERICAN AG LAB-SC 2236.55; AMERICAN ELECTRIC-S 566.82; AMERITAS-DENTAL-SC 444.60; AMERITAS-CLAIMS-SC 7935.00; ANYTIME TRI-STATE TOWING-SC 675.00; ARROW CAR WASH-S 22.95; ATCO INT'L-S 282.00; AWE ACQUISTIION-S 6936.00; AXON ENT-S 1873.56; B STREET AUTO-S 20.40; BEAR'S CUSTOMS-S 125.00, CO 1211.86; BENEFIT PLANS-S 100.00; BETTER HOMES & GARDENS-S 34.15; BLACK HILLS ENERGY-SC 8310.59; BLAKE'S SERVICE-S 290.00; BW TELCOM-SC 144.14; C&K-S 570.97; J. CALVIN-SC 327.61; CAMBRIDGE TELEPHONE-SC 234.12; CARQUEST-S 2733.43; CASH WA-S 13405.55; CENTURY LINK-SC 1189.96; CITTA' DELI-S 104.00; CITY OF MCCOOK-PS 354991.38; CITY SELF INS-BT 173258.00; UTILITIES-SC 2121.67; CONSOLIDATED MGMT-SC 411.36; J. CROCKER-SC 95.00; CTS SOFTWARE-SC 18709.70; CULLIGAN-S 55.65; D & L PEST CONTROL-S 53.00; D & S HARDWARE-S 439.75; DAS STATE ACCTG-SC 448.00, S 22.00; DEVENY-S 492.38; DIAMOND LAKE BOOKS-S 175.56; DIVERSIFIED INSPECTION-SC 1678.77; L DOAK-SC 342.61; DOWNEY DRILLING-CO 38038.11; EAKES-S 1468.74; ENGINEERED CONTROLS-S 195.02; ENVIRONMENTAL ANALYSIS-SC 698.00; FASTENAL-S 999.89; FBI NAT'L-SC 375.00; FICA-PS 17715.43; FRENCHHMAN VALLEY COOP-S 21235.57; FUSION CLOUD-SC 89.24; GALLS-S 694.15; GARDEN GATE-S 41.00; GARDNER MEDIA, LLC-169.06; GARRISONS-S 1189.00; GARVER, LLC-SC 33139.10; GLASS EXPRESS-S 305.57; GOOGLE SVCS-SC 486.00; GREAT PLAINS COMM-SC 2523.65; HENNING BROS-SC 59.00; HERITAGE SENIOR CENTER-SC 52.50; HIGH PLAINS RADIO-SC 108.00; HOMETOWN FAMILY RADIO-S 150.00; HOMETOWN LEASING-SC 1340.64; HOTSY EQUIP-S 282.59; IACP-INT'L-SC 190.00; IDEAL-S 178.80; INTERNATIONAL SOCIETY OF FIRE-SC 125.00; J BAR J LANDFILL-SC 37678.27; K & C GRAIN-S 4224.59; KOHL'S AUTO-S 177.00; KOHLER TRAILER-SC 719.75; D. KORTE-SC 366.38; LIFE-ASSIST-S 1346.37; LINCOLN WINWATER-S 583.15; MALLECK OIL-S 1394.90; MARC-S 1007.51; MARIS GENERAL

CONT-S 581.03; MATHESON-LINWELD-S 100.89; MBSM&S-SC 4425.84; MC CLINIC-SC 252.78; MC GAZETTE-SC 2398.04; MC HUMANE SOCIETY-S 3549.24; MPPD-SC 879.05; MPS-SC 325.00; MC NET-SC 69.95; MCKESSON MEDICAL-S 741.73; MEAD-S 44.13; MEDICARE-PS 4934.99; MELLEN & ASSOC-S 1116.00; MERCHANT SRVS-SC 1000.58; MICROMARKETING-S 3064.03; MID-STATE ORGANIZED CRIME-SC 150.00; MIDAMERICAN BOOKS-S 691.24; MIDLAND'S TOXICOLOGY-SC 35.00; MIDWEST CONNECT-S 77.00; MILCO-SC 3885.08; MILLER & ASSOC-CO 2005.20, SC 6307.15; M. WILCOX-S 150.00; MNB INS-SC 100.00; MUNICIPAL SUPPLY-S 26627.67; MUTUAL OF OMAHA-SC 1766.45; NE DEPT OF CORR-S 161.00; NE DEPT REVENUE-SC 11191.07; NE LIBRARY COMM-S 1649.83; NE RURAL WATER-SC 275.00; NE STATE FIRE MARSHALL-S 400.00; NE SUPREME CRT-SC 210.45; NE LAW ENFORCEMENT-SC 175.00; NE SALT & GRAIN-S 1678.65; NEBRASKALAND TIRE-S 1393.80; NAT'L FIRE PROTECTION-SC 1670.00; NICK'S DIST-S 1455.63; NE MACHINERY-SC 57.37; NPPD-SC 24045.71; O'REILLY-S 16.99; ODEY'S INC-S 921.15; ONE CALL-SC 48.48; PAVEMENT REPAIR-CO 1195.00; PLATTE VALLEY COMM-S 310.00; POLICE CHIEFS ASSOC-SC 50.00; K. POTTHOFF-SC 322.61; QUADIENT FINANCE-SC 1054.86; QUALITY URGENT CARE-SC 186.00; QUICK MED-SC 2396.94; QUILL-S 564.51; RAILROAD MGMT-SC 2300.98; RAVENSWOOD ELEC-S 615.90; RESOURCE MGMT-SC 1855.00; RHOMAR IND-SC 855.65; T. RIGGS-SC 32.93; ROCHESTER MIDLAND-S 350.00; RUGGLES-SC 115.00; SANDRY FIRE-CO 2263.80, S 984.60; M. SCHOENEMANN-SC 32.00; SCOTTIES POTTIES-S 194.00; B SIEGFRIED-SC 140.41, S 5.00; S SMITH-SC 32.00; SOLID WASTE ASSOC-SC 223.00; SOUTHWEST FARM & AUTO-S 900.18; SWANSON SIGN-SC 105.00; TASTE OF HOME-S 27.80; TELEFLEX-S 677.50; TITAN MACHINERY-S 6220.68; TK ELEVATOR-SC 338.01; TRI AIR TESTING-SC 218.00; UMR-SC 123791.11; UNIVERSITY OF NE-SC 50.00; US FOODS-S 636.91; UTILITY REFUNDS-330.18; T. VANELT-SC 32.93; VERIZON-SC 2279.20; VOLZ-S 285.42; WAGNER CHEVY-CO 7637.38; WAGNER FORD-S 58.58; WALMART-S 2842.89; WEATHERCRAFT-S 47.00; G. WEEDIN-SC 327.61; WINDY PRAIRIE-S 500.00; WPCI-SC 59.00; S. YAGER-SC 21.32; YOUNGS AUCTION-CO 10400.00; YOURMEMBERSHIP.COM-SC 199.00.

-s- Lea Ann Doak
City Clerk

Publish: March 15, 2022

CITY MANAGER'S REPORT
MARCH 21, 2022 MCCOOK CITY COUNCIL MEETING

ITEM NO. ____ Appoint Gene Weedon, Jared Muhlenkamp, Jeff Crick, Sean Wolfe, Steve Renner, Kevin Hodgson, Lilia Dimas, Lea Ann Doak, and Nate Schneider to the health insurance brokerage consultant committee.

BACKGROUND:

At the March 7, 2022 McCook City Council meeting, a health insurance brokerage consultant committee was created. The committee must be filled in order to begin reviewing the RFQ's. After the RFQ's are reviewed, interviews will occur and a recommendation will be made to the City Council for ultimate approval.

APPROVALS:



Nathan A. Schneider, City Manager

March 18, 2022



Lea Ann Doak, City Clerk

March 18, 2022

**CITY MANAGER'S REPORT
MARCH 21, 2022 CITY COUNCIL MEETING**

ITEM # 3.F.

RECOMMENDATION:

Terminate agreement with Quick Med Claims (QMC) and enter into an agreement with One Billing Solutions for ambulance billing.

BACKGROUND:

On August 7, 2000, the City of McCook entered into an agreement with EMS Billing Services, Inc. to provide third party ambulance billing services. EMS Billing was located in Omaha, Nebraska and provided ambulance billing services to several communities in Nebraska.

On August 1, 2019, EMS Billing Services, Inc. was acquired by Quick Med Claims (QMC). QMC is located in Pittsburgh, Pennsylvania. QMC has been a leader in EMS billing and revenue cycle management for over 28 years.

QMC is focused on providing services to larger accounts across the United States and the smaller accounts, such as McCook, don't get the attention and customer service that was provided by EMS Billing Services, Inc.

One Billing Solutions contacted the City of McCook recently and expressed interest in providing third party ambulance billing for McCook. One Billing Solutions is operated by many of the previous employees from EMS Billing Services, Inc. They are located in Omaha, Nebraska and their priority is to serve the smaller squads in Nebraska.

The Billing Services Agreement is the contractual agreement between the city and One Billing Solutions. The Business Associate Agreement is an agreement that assures the protection of confidential information and HIPAA compliance.

All the terms of the Billing Services Agreement from One Billing Solutions are the same as the current agreement with QMC. QMC requires a sixty-day written notice of our intent to terminate the agreement. One Billing Solutions has agreed to guide us through the process of switching from QMC to One Billing Solutions to make the switch as seamless as possible for our patients.

**FISCAL
IMPACT: None**

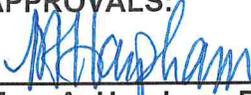
RECOMMENDATION:

Terminate agreement with Quick Med Claims (QMC) and enter into an agreement with One Billing Solutions for ambulance billing.

CITY MANAGER'S REPORT
MARCH 21, 2022 CITY COUNCIL MEETING

PAGE 2

APPROVALS:



Marc A. Harpham, Fire Chief

15 MARCH 2022
Date



Lea Ann Doak, City Clerk

Date



Nate Schneider City Manager

3-15-22
Date



One Billing Solutions

YOUR ONE STOP SOLUTION, FOR MEDICAL BILLING

BUSINESS ASSOCIATE AGREEMENT

This Agreement is made effective March 14, 2022 by and between City of McCook hereinafter referred to as “Covered Entity”, and One Billing Services, LLC hereinafter referred to as “Business Associate”, (individually a “Party” and collectively the “Parties”).

WITNESSETH:

WHEREAS, Sections 261 -264 of the Federal Health Insurance Portability and Accountability Act of 1996, Public Law 104-191, known as “The Administrative Simplification provisions, “direct the Department of health and Human Services to develop standards to protect the security, confidentiality, and integrity of health information; and

WHEREAS, pursuant to the Administrative Simplification provisions, the Secretary of health and Human Services has issued regulations modifying 45 CFR Parts 160 and 164 (the HIPAA Privacy Rule” and the “HIPAA Security Rule”); and

WHEREAS, Title XIII of the American Recovery and Reinvestment Act, known as “the HITECH Act” has amended the HIPAA and the HIPAA regulations, including HIPAA’s Administrative Simplification provisions; and

WHEREAS, the Parties wish to enter into or have entered into an arrangement whereby Business Associate may be considered a “business associate” of Covered Entity as defined in the HIPAA Privacy Rule; and

WHEREAS, Business Associate may have access to protected health Information (as defined below) in fulfilling its responsibilities under such arrangement.

THEREFORE, in consideration of the Parties’ continuing obligations under the HIPAA Privacy Rule and Security Rule, and other good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, the Parties agree to the provisions of this Agreement in order to address the requirements of the HIPAA Privacy Rule and Security Rule and to protect the interests of both Parties.

I. DEFINITIONS

Except as otherwise defined herein, any and all capitalized terms in this Section shall have the definitions set forth in the HIPAA Privacy Rule and the HIPAA Security Rule. In the event of an inconsistency between the provisions of this Agreement and mandatory provisions of the HIPAA Privacy Rule and Security Rule, as amended, the HIPAA Privacy Rule and Security Rules shall control. Where provisions of this Agreement are different than those mandated in the HIPAA Privacy Rule and Security Rule, but are nonetheless permitted by the HIPAA Privacy Rule and/or Security Rule, the provisions of this Agreement shall control.

The term “Protected Health Information (abbreviated as “PHI”) means individually identifiable health information, including, without limitation, all information, data, documentation, and materials, including without limitation, demographic, medical and financial information, that relates to the past, present, or

future physical or mental health or condition of an individual; the provision of health to an individual; and information that can be used to identify the individual.

Business Associate acknowledges and agrees that all Protected Health Information that is created or received by Covered Entity and disclosed or made available in any form; including paper record, oral communication, audio recording, and electronic display by Covered Entity or its operating units to Business Associate or is created or received by Business Associate on Covered Entity's behalf shall be subject to this Agreement.

II. CONFIDENTIALITY REQUIREMENTS

(A) Business Associate agrees:

(i) to use or disclose any Protected Health information solely: (1) for meeting its obligations as set forth in any agreements between the Parties evidencing their business relationship, or (2) as required by applicable law, rule, or regulation, or by accrediting or credentialing organization to whom Covered Entity is required to disclose such information or as otherwise permitted under this Agreement, or the HIPAA Privacy Rule or Security Rule;

(ii) at termination of this Agreement, or any similar documentation of the business relationship of the Parties, or upon request of Covered Entity, whichever occurs first, if feasible, Business Associate will return or destroy all Protected Health Information received from or created or received by Business Associate on behalf of Covered Entity that Business Associate still maintains in any form and retain no copies of such information, or if such return or destruction is not feasible, Business Associate will extend the protections of this Agreement to the information in perpetuity and limit further uses and disclosures to those purposes that make the return or destruction of the information not feasible; and (iii) to ensure that its agents, including a subcontractor, to whom it provides Protected Health Information received from or created by Business Associate on behalf of Covered Entity, agrees to the same restrictions and conditions that apply to Business Associate with respect to such information. In addition, business Associate agrees to take reasonable steps to ensure that its employees' actions or omissions do not cause Business Associate to breach the terms of this Agreement or the mandatory requirements of the HIPAA privacy Rule and Security Rule that may apply to Business Associate.

(B) Notwithstanding the prohibitions set forth in this Agreement, Business Associate or to carry out the legal responsibilities of Business Associate, provided that as to any such disclosure, the following requirements are met:

(i) If necessary, for the proper management and administration of Business Associate or to carry out the legal responsibilities of Business Associate, provided that as to any such disclosure, the following requirements are met:

(a) The disclosure is required by law, not merely permitted by law; or

(b) Business Associate obtains reasonable written assurances from the person or party to whom the information is disclosed that it will be held confidentially and used or further disclosed only as required by law or for the purpose for which it was disclosed to the person or party, and the person or party notifies Business Associate of any instances of which it is aware in which the confidentiality of the information has been breached;

(ii) for data aggregation services, if to be provided by Business Associate for the health care operations of Covered Entity pursuant to any agreements between the Parties

evidencing their business relationship. For purposes of this Agreement, data, aggregation with the Protected Health Information received by Business Associate in its capacity as a business associate of another covered entity, to permit data analyses that relate to the health care operations of the respective covered entities.

- (C) Business Associate will implement appropriate safeguards to prevent use or disclosure of Protected health Information other than as permitted in this Agreement. The Secretary of Health and Human Services shall have the right to audit Business Associate's records and practices related to the uses and disclosures of Protected Health Information to ensure Covered Entity's compliance with the terms of the HIPAA Privacy Rule and Security Rule. Business Associate shall timely report to Covered Entity any use or disclosure of Protected Health Information which is not in compliance with the terms of this Agreement of which it becomes aware.

III. OBLIGATIONS AND ACTIVITIES OF BUSINESS ASSOCIATE

- (A) Business Associate agrees that it is required under the amended HIPAA regulations to comply with, and shall comply with, the HIPAA Security Rule, including the Security Rule's Administrative Physical and Technical safeguard and requirements.
- (B) Business Associate agrees that it is required under the amended HIPAA regulations to comply with, and shall comply with, the use and disclosure provisions of the HIPAA Privacy Rule.
- (C) Business Associate agrees not to use or disclose Protected Health Information other than as permitted or required by the Agreement or as required by law.
- (D) Business Associate agrees to use appropriate safeguards and comply, where applicable, with the HIPAA Security Rule with respect to electronic Protected Health Information ("ePHI"), to prevent use or disclosure other than as provided for by this Agreement.
- (E) Business Associate agrees to use appropriate safeguards to prevent use or disclosure of the Protected Health Information other than as provided for by this Agreement.
- (F) Business Associate agrees to mitigate, to the extent practicable, any harmful effect that is known to Business Associate of a use or disclosure of Protected Health Information by Business Associate in violation of the requirements of this Agreement.
- (G) Breach Disclosures to Covered Entity. Business Associate agrees to immediately report to Covered Entity any use or disclosure of Protected Health Information not provided for by this Agreement of which it becomes aware. Further Business Associate agrees to notify the Covered Entity of any individual whose Protected Health Information has been inappropriately or unlawfully released, accessed, or obtained. Business Associate agrees that such notification will meet the requirements of Section 13402 of the HITECH Act and § 164.410 of the amended HIPAA regulations. Specifically, the following shall apply:
 - (i). A breach is considered discovered on the first day the Business Associate knows or should have known about it.
 - (ii). In no case shall the Business Associate notify the Covered Entity of any breach later than five (5) days after breach is discovered.

(iii). Business Associate shall notify the Covered Entity of any and all breaches of Protected Health Information and provide detailed information to the Covered Entity about the breach, along with the names and contact information of all individuals whose Protected Health Information was involved.

For breaches determined to be caused by the Business Associate, where such breaches require notifications to patients or consumers, the cost of such breach notifications shall be borne by the Business Associate.

- (H) Business Associate agrees to ensure that any agent, including a subcontractor, to whom it provides Protected Health Information received from, or created or received by Business Associate on behalf of Covered Entity, agrees to the same restrictions and conditions that apply through this Agreement to Business Associate with respect to such information.
- (I) Business Associate agrees to provide access, at the request of Covered Entity, and in the time and manner, within 3 days, to Protected Health Information in a Designated Record Set, to Covered Entity or, as directed by Covered Entity, to an Individual in order to meet the requirements under 45 CFR § 164.5.
 - (i) Business Associate agrees to make any amendment(s) to Protected Health Information in a Designated Record Set that the Covered Entity directs or agrees to pursuant to 45 CFR § 164.526 at the request of Covered Entity or an Individual, and in the time and manner, within 3 days.
- (J) Business Associate agrees to make internal practices, books, and records, including policies and procedures and Protected Health Information, relating to the use and disclosure of Protected Health information received from, or created or received by Business Associate on behalf of, Covered Entity available to the Covered Entity or to the Secretary-, in a time and manner or designated by the Secretary, for purposes of the Secretary determining Covered Entity's compliance with the HIPAA Privacy Rule and Security Rule.
- (K) Business Associate agrees to document such disclosures of Protected Health Information and Information related to such disclosures as would be required for Covered Entity to respond to a request by an individual for an accounting of disclosures of Protected Health Information in accordance with 45 CFR § 164.528.
- (L) Business Associate agrees to provide to Covered Entity or an Individual, in time and manner information collected in accordance with Section (i) of this Agreement, to permit Covered Entity to respond to a request by an Individual for an accounting of disclosures of Protected Health Information in accordance with 45 CFR § 164.528.
- (M) Business Associate agrees to comply with the requirements of the 'Red Flags' Rule and implement a compliant identity theft prevention program by or before the required "Red Flags" Rule compliance date.

IV. AVAILABILITY OF PHI

- (a) Business Associate agrees to make available Protected Health Information to the extent and in the manner required by Section 164.524 of the HIPAA Privacy Rule.

(b) Business Associate agrees to make Protected Health Information available for amendment and incorporate any amendments to Protected Health Information in accordance with the requirements of Section 164.526 of the HIPAA Privacy Rule.

(c) In addition, Business Associate agrees to make Protected Health Information available for purposes of accounting of disclosures, as required by Section 164.528 of the HIPAA Privacy Rule.

V. TERM AND TERMINATION

- (A) Term. The Term of this Agreement shall be for the same duration as the Billing Services Agreement.
- (B) Termination By Covered Entity. Covered Entity may terminate this Agreement if Covered Entity determines that Business Associate has violated a material term of the Agreement.
- (C) Termination By Either Party. Notwithstanding any other provisions of this Agreement, if either party knows of a pattern of activity or practice of the other party that constitutes a material breach or violation of the other party's obligations under this Agreement, that party shall take reasonable steps to cure the breach or end the violation, as applicable, and, if such steps were unsuccessful either: terminate the Agreement, if feasible.
- (D) Return or Destruction of PHI. Return or Destruction of PHI. At the termination of this Agreement, Business Associate shall return or destroy all PHI received from, or created or received by Business Associate on behalf of Covered Entity and retain no copies of such PHI. If return or destruction is infeasible, the protections of this Agreement will extend to such PHI.

VI. MISCELLANEOUS

Except as expressly stated herein or in the HIPAA Privacy Rule or Security Rule, the parties to this Agreement do not intend to create any rights in any third parties. The obligations of Business Associate under this Section shall survive the expiration, termination, or cancellation of this Agreement, and/or the business relationship of the parties, and shall continue to bind Business Associate, its agents, employees, contractors, successors, and assigns as set forth herein.

This Agreement may be amended or modified only in a writing signed by the Parties. No Party may assign its respective rights and obligations under this Agreement without the prior written consent of the other Party. None of the provisions of this Agreement are intended to create, nor will they be deemed to create any relationship between the Parties other than that of independent parties contracting with each other solely for the purposes of effecting the provisions of this Agreement and any other agreements between the Parties evidencing their business relationship. This Agreement shall be governed by the laws of the State of Nebraska. No change, waiver or discharge of any liability or obligation hereunder .on any one or more occasions shall be deemed a waiver of performance of any continuing or other obligation, or shall prohibit enforcement of any obligation, on any other occasion. The parties agree that, in the event that any documentation of the arrangement pursuant to which Business Associate provides services to Covered Entity contains provisions relating to the use or disclosure of Protected Health Information, which are more restrictive than the provisions of this Agreement, the provisions of the more restrictive documentation will control The provisions of this Agreement are intended to establish the minimum requirements regarding Business Associate's use and disclosure of Protected Health Information.

In the event that any provision of this Agreement is held by a court of competent jurisdiction to be invalid or unenforceable, the remainder of the provisions of this Agreement will remain in full force and Effect. In addition, in the event a party believes in good faith that any provision of this Agreement fails to comply with the then-current requirements of the HIPAA Privacy Rule or Security Rule, such party shall notify the other party in writing, For a period of up to thirty days, the parties shall address in faith such concern and amend the terms of this Agreement, if necessary to bring it into compliance. If, after such thirty-day period, the Agreement fails to comply with the requirements of the HIPAA Privacy Rule and Security Rule, then either party has the right to terminate upon written notice to the other party.

IN WITNESS WHEREOF, the Parties have executed this Agreement on this ____ day of _____, 2022 to become effective as of the day and year of the effective date set forth above.

One Billing Solution, LLC
("Business Associate")

**City of McCook dba McCook City and
Volunteer Fire Dept**
("Covered Entity")

Signature

Signature

By: Beth Grassau

By: _____

Title: Director of Operations

Title: _____

Date: 03/14/2022

Date: _____





One Billing Solutions

YOUR ONE STOP SOLUTION, FOR MEDICAL BILLING

BILLING SERVICES AGREEMENT

This Agreement is made effective March 14, 2022 by and between One Billing Solution, Inc., hereafter referred to as “OBS”, and City of McCook, hereinafter referred to as “Medical Service Provider”, (individually a “Party” and collectively the “Parties”).

WHEREAS, OBS is engaged in the business of providing billing and collection services for public and private ambulance and rescue squad entities; and

WHEREAS, Medical Service Provider, is a public and/or private provider of rescue squad and ambulance services in the area commonly known as McCook City and

WHEREAS, Medical Service Provider is compensated for its ambulance and rescue services by its patients through private payments, private insurance, public insurance, including Medicare and Medicaid, or a combination thereof; and

WHEREAS, Medical Service Provider desires to engage and retain the billing services of OBS:

IT IS THEREFORE, AGREED, IN CONSIDERATION OF THE MUTUAL PROMISES, COVENANTS, AND CONDITIONS SET FORTH HEREIN AS FOLLOWS:

1. **TERM OF AGREEMENT.** OBS shall provide Medical Service Provider billing services as set forth in detail below, commencing on the effective date stated above and shall continue for a period of one (1) year thereafter unless terminated earlier as provided in this agreement. This Agreement shall be automatically renewed for successive one (1) year terms unless and until terminated as provided herein, or modified in writing and agreed to be both parties.
2. **BILLING SERVICES TO BE PROVIDED.** OBS will provide the following billing services on behalf of Medical Service Provider as follows:
 - A. Verify all billing information;
 - B. Invoice all private payment patients and all insurance carriers including, but not limited to, public, and private health insurance, Medicare, Medicaid, automobile liability carriers, workers’ compensation carriers, and homeowner insurances;
 - C. Provide all appropriate HCPCS, ICD10, and condition codes (symptom/diagnosis codes);
 - D. Prepare and mail invoices to private patients and complete and submit claim forms to public and/or private insurance carriers or other responsible party (via postal service or electronically through contracted clearinghouse);
 - E. Provide follow-up billing at least two times after initial written billing to private patients;
 - F. Coordinate, correspond, and reply to all inquiries from private patients, and public and/or private insurance carriers;

- G. Obtain status reports on claim processing from all public and/or private insurance carriers;
 - H. Provide customer service access during normal business hours, weekends and holidays excluded;
 - I. Provide contract completion for participating agreements with insurance companies; and act as authorized representative;
 - J. Provide cash posting services;
 - K. Provide to Medical Service Provider monthly accounts receivable, transactions, and itemized payment and write-off summaries, all to be provided to Medical Service Provider no later than the 10th business day of the following month. Any write-offs on unpaid invoices or balances after payment by public and private insurance carriers or other third-party payors shall be at the direction of the Medical Service Provider pursuant to its policies and procedures in accordance with all state and federal regulations regarding billing and write-offs for medical services.
3. **COMPENSATION.** Medical Service Provider agrees to compensate OBS for its billing services provided above on a monthly basis in an amount equal to fifteen percent (15%) of amounts actually collected by OBS and/or Medical Service Provider and/or any collection or recovery agency acting on behalf of Medical Service Provider in the previous month. OBS shall invoice Medical Service Provider for its compensation no later than the 10th day of the following month in which payments or insurance proceeds are received, and Medical Service Provider agrees to pay said invoices within 30 days.
4. **INFORMATION PROVIDED BY MEDICAL SERVICE PROVIDER.** Medical Service Provider agrees to provide to OBS for each rescue squad or ambulance call the information required on these three forms:
- (1) a signed medical necessity form, a sample copy of which is attached hereto and fully incorporated herein, together with
 - (2) the demographic sheet from each hospital or medical care facility to which the patient has been transported, and
 - (3) a completed run report.
- Any changes to personnel or squad licensing or equipment must be reported to OBS. Any discrepancy in deposit amount, receipt of deposit, direct payments reported or other questions regarding the squad's monies or invoice must be reported in writing to OBS within 60 days of the date of the report. OBS is not liable or responsible for discrepancies not reported in a timely manner.
5. **PAYMENT COLLECTION AND PROCESSING PROCEDURES.** Unless otherwise agreed to in writing by the Parties, OBS shall collect and process payment collections according to the following:
- a. OBS shall provide that payments on all claims shall be made in the name of the Medical Service Provider and claims payments forwarded to OBS.
 - b. Medical Service Provider shall provide OBS with all relevant and necessary banking information in order to process and complete any depository transactions related to this agreement.
 - c. Medical Service Provider shall provide OBS with a "Deposit Only" Stamp and bank deposit slips;
 - d. If applicable, OBS will endorse claims payments "For Deposit Only" to Medical Service Provider's bank and cause these claim payments to be deposited in Medical Service Provider's account not less than once a month.

- e. If applicable, Medical Service Provider has the option to sign a Direct Deposit Authorization Form to allow OBS to direct deposit claim payments directly into the Medical Service Provider's bank account, not less than once a week following the receipt of claims payments.
 - f. In the event Medical Service Provider receives direct payment on any claims processed by OBS, it shall immediately notify and mail/fax a copy of direct payment along with any coordinating documentation to OBS for proper posting.
 - g. Alternative payment processing procedures may be arranged by the parties, but must be in writing, signed by both parties, and added to this agreement as an addendum.
6. **TERMINATION.** This agreement may be terminated according to the following provisions:
- A. Termination Without Cause. Either party may terminate this Agreement at any time by giving the other party sixty (60) days written notice of its intent to terminate. During said 60-day period, this agreement shall continue in full force and effect and OBS shall be entitled to compensation at the rate set forth above for all billing services provided during that time and for amounts collected by MEDICAL SERVICE PROVIDER as a result of the billing services provided by OBS after the effective date of termination of this agreement.
 - B. Terminate for Cause. A party shall have the right to terminate this Agreement upon written notice of such termination to the other party in the event:
 - i. the business of the other party is terminated or suspended;
 - ii. a petition for bankruptcy is filed by or against the other party;
 - iii. a receiver is appointed on account of the other party's insolvency;
 - C. Termination or Amendment as a Result of Government Regulation. A party shall have the right to terminate or unilaterally amend this Agreement, without liability, upon written notice to the other party, in order to comply with any legal order, ruling, opinion, procedure, policy, or other guidance issued by any federal or state agency, or to comply with any provision of law, regulation, or any requirement of accreditation, tax-exemption, federally-funded health care program participation or licensure which:
 - i. invalidates or is inconsistent with the provisions of this Agreement;
 - ii. would cause a party to be in violation of the law;
 - iii. jeopardizes the tax-exempt status of the terminating or amending party or any affiliate of such party, if applicable;
 - iv. jeopardizes the tax-exempt status of any bonds issues for the benefit of the terminating or amending party or any affiliate of such party, if applicable, or
 - v. jeopardizes the good standing status of licensure, accreditation or participation in any federally-funded health care program, including the Medicare and Medicaid programs, of the terminating or amending party or any affiliate of such party, if applicable. If either party deems it necessary to amend this Agreement as provided in this Section and the amendment is unacceptable to the other party, the unaccepting party may choose to terminate this Agreement immediately without cause or liability upon notice to the other party.

D. Payment of Fees After Termination. Upon any termination of this Agreement, CONTRACTOR shall be entitled to receive the fees accrued and unpaid through the effective date of termination.

7. **MODIFICATION AND ASSIGNMENT.** This agreement shall not be modified by either party unless the terms of modification of this agreement are reduced to writing and signed by both parties. Neither party may assign their right, obligations, or benefits under the terms of this agreement without first obtaining the written consent of the other party, which consent shall not be unreasonably withheld.
8. **NOTICES.** All notices and other communications required or permitted to be given hereunder shall be made in writing and shall be considered given and received when (a) personally delivered to the other party, (b) delivered by courier, (c) delivered by facsimile or (d) certified mail receipt is executed by an authorized representative of the party intended to receive the communication.

| If to OBS: | If to MEDICAL SERVICES PROVIDER: |
|---|--|
| One Billing Solutions, LLC 11718 Nicholas Street Suite 100 Omaha, NE 68154 ATTN: Beth Grassau | _____ ATTN: _____ _____ _____ |
| With a copy, by regular United States mail, postage prepaid, to: | With a copy, by regular United States mail, postage prepaid, to: |
| Erickson Sederstrom ATTN: Andrew Collins 10330 Regency Dr., Suite 100 Omaha, NE 68114 | _____ _____ _____ |

9. **INDEPENDENT CONTRACTOR RELATIONSHIP.** Agreement is not intended to create any relationship between the parties beyond that of an independent entity contracting with each other solely for the purpose of effecting the provisions of this Agreement and its incorporated Attachments. Neither of the parties nor any of their authorized representatives, shall have the authority to bind the other in contract or quasi-contract or shall be deemed or construed to be the agent, employee or representative of the other.
10. **AUTHORITY; EFFECT.** By executing this Agreement and its incorporated Attachments on behalf of OBS, the undersigned individual represents that he or she is duly authorized by OBS to make and enter into this Agreement and its incorporated Attachments on behalf of OBS, and represents that this Agreement and its incorporated Attachments constitutes the valid and binding obligation of OBS generally enforceable in accordance with its terms. By executing this Agreement and its incorporated Attachments on behalf of Medical Service Provider, the undersigned individual represents that he or she is duly authorized by Medical Service Provider to make and enter into this Agreement and its incorporated Attachments on behalf of Medical Service Provider, and represents further that this

Agreement and its incorporated Attachments constitutes the valid and binding obligation of Medical Service Provider and is generally enforceable in accordance with its terms. This Agreement and its incorporated Attachments shall be binding on OBS and Medical Service Provider and on their respective successor organizations. The obligations of each party hereto may not be delegated without the other party's prior written consent.

11. INDEMNIFICATION. OBS agrees to defend, indemnify, and hold harmless the Medical Service Provider (including its officers, agents and employees) from and against any and all claims, demands, liabilities and costs incurred by the Medical Service Provider party, including reasonable attorney's fees, arising out of any claims for damages directly caused by an act or omission made by the Medical Service Provider or any claims for Social Security benefits, workers' compensation benefits, disability benefits, or any other cause of action which may directly arise out of the OBS's performance of its obligations under this Agreement and the incorporated Attachments. To the extent permitted by Nebraska law and Constitution, Medical Service Provider agrees to defend, indemnify, and hold harmless OBS (including its officers, agents, employees, and subcontractors) from and against any and all claims, demands, liabilities and costs incurred by OBS, including reasonable attorney's fees, arising out of any claims for damages directly or indirectly caused by an act or omission made by the Medical Service Provider which may directly or indirectly arise out of the Medical Service Provider's performance of its obligations under this Agreement and the incorporated Attachments. Furthermore, the Medical Service Provider agrees to defend, indemnify, and hold harmless OBS (including its officers, agents, employees, and subcontractors) from and against any and all claims, demands, liabilities and costs incurred by the OBS, including reasonable attorney's fees, arising out of any claims for negligence or any other cause of action for damages directly or indirectly related to the accuracy or substance of the work product transmitted from the OBS to the Medical Service Provider.
12. INSURANCE. Medical Service Provider agrees to provide general liability and medical negligence insurance for Medical Service Provider, its agents and employees. OBS agrees to provide general liability insurance for OBS, its agents and employees. Upon request, the parties agree to furnish to the other appropriate certificates of insurance. Both Medical Service Provider and OBS agree that such insurance may not be changed in any material way without at least thirty (30) days advance written notice to the other party
13. EXCLUDED PROVIDER WARRANTY. Neither party is now and at no time has been excluded from participation in any federally funded health care program, including Medicare and Medicaid. Each party hereby agrees to immediately notify the other party of any threatened, proposed or actual exclusion from any federally funded health care program, including Medicare and Medicaid. Each party further represents and warrants that none of its employees are now and at no time have been excluded from participation in any federally funded health care program, including Medicare and Medicaid, and that if an employee of a party becomes so excluded, such employee shall be terminated. In the event either party is excluded from participation in any federally funded health care program during the Term of this Agreement, this Agreement and its incorporated Attachments shall, as of the effective date of such exclusion or breach, automatically terminate. Each party shall indemnify the other for any and all damages resulting from such party's exclusion from any federally funded health care program, including Medicare and Medicaid.

14. ACCESS TO BOOKS AND RECORDS. Until the expiration of four (4) years after the furnishing of the services under this Agreement, each party shall make available to the Secretary of the United States Department of Health and Human Services, and the United States Comptroller General, and their representatives, a copy of this Agreement and its incorporated Attachments and such books, documents and records of that party that are necessary to certify the nature and extent of any cost incurred by either party. If a party carries out the duties of the Agreement through a subcontract worth Ten Thousand and 00/100 Dollars (\$10,000.00) or more over a twelve (12) month period with a related organization, the subcontract shall contain a clause placing the same obligations on the subcontractor as this clause places on that party. In the event this Agreement is not subject to the provisions of 42 U.S.C. 1395x (v)(1)(I) and 42 C.F.R. 420.300, et. seq. or relevant regulations, this paragraph shall be of no effect.

15. CONFIDENTIALITY. The parties shall maintain the confidentiality of patient medical records in accordance with state and federal laws. Each party further acknowledges that information regarding the other party and its business operations, including, but not limited to, procedures, policies, programs, billing codes and systems, reimbursement and fee schedules, contracts, business plans and such other business records is proprietary and confidential. Each party agrees to hold such information in strict confidence and not disclose or make available such information to any third party, except as required by law. This provision shall survive any termination of this Agreement.

16. HIPAA BUSINESS ASSOCIATE ASSURANCES.
 - A. Privacy Rule
 1. OBS, in its capacity as a Business Associate, shall carry out its obligations under this Agreement in compliance with the Privacy Regulations pursuant to Public Law 104-191 of August 21, 1996, known as the Health Insurance Portability and Accountability Act of 1996, Subtitle F – Administrative Simplification, Section 261, et seq., as amended (“HIPAA”), to protect the privacy of any personally identifiable protected health information (“PHI”) that is collected, processed or learned as a result of the Services provided hereunder. In conformity therewith, OBS agrees that it will:
 - (a) Not use or further disclose PHI except as permitted under this Agreement or required by law;
 - (b) Use appropriate safeguards to prevent use or disclosure of PHI except as permitted by this Agreement
 - (c) Mitigate, to the extent practicable, any harmful effect that is known to OBS of a use or disclosure of PHI by OBS in violation of this Agreement.
 - (d) Report to Medical Service Provider any use or disclosure of PHI by OBS in violation of this Agreement.
 - (e) Ensure that any agents or subcontractors to whom OBS provides PHI, or who have access to PHI, agree to the same restrictions and conditions that apply to OBS with respect to such PHI;
 - (f) Make PHI available to Medical Service Provider and to the individual who has a right to access as required under HIPAA within 30 days of the request by Medical Service Provider regarding the individual;
 - (g) Incorporate any amendments to PHI when notified to do so by Medical Service Provider;
 - (h) Provide an accounting of all uses or disclosures of PHI made by OBS as required under the HIPAA privacy rule within 60 days;

- (i) Make its internal practices, books and records relating to the use and disclosure of PHI available to the Secretary of the Department of Health and Human Services for purposes of determining Medical Service Provider's compliance with HIPAA; and
 - (j) At the termination of this Agreement, return or destroy all PHI received by OBS on behalf of, Medical Service Provider and if return is infeasible, the protections of this Agreement will extend to such PHI.
2. The specific uses and disclosures of PHI that may be made by OBS on behalf of Medical Service Provider include:
- (a) The preparation of invoices to patients, carriers, insurers and Others responsible for payment or reimbursement of the services provided by Medical Service Provider to its patients;
 - (b) Preparation of reminder notices and documents pertaining to collections of overdue accounts;
 - (c) The submission of supporting documentation to carriers, insurers and other payers to substantiate the health care services provided by Medical Service Provider to its patients or to appeal denials of payment for same.
 - (d) Uses required for the proper management of OBS as a business associate.
 - (e) Other uses and disclosures of PHI that are enumerated within this Agreement.
 - (f) Other uses or disclosures of PHI as permitted by the HIPAA Privacy Rule.

B. Security Rule

1. OBS, in its capacity as a Business Associate, shall carry out its obligations under this Agreement in compliance with the Security Regulations pursuant to Public Law 104-191 of August 21, 1996, known as the Health Insurance Portability and Accountability Act of 1996, Subtitle F – Administrative Simplification, Sections 261, et seq., as amended (“HIPAA”), regarding the security of electronic protected health information (e-PHI) that is received as a result of the Services provided hereunder. In conformity therewith, OBS agrees that it will:
- (a) Implement administrative, physical, and technical safeguards that reasonably and appropriately protect the confidentiality, integrity, and availability of the electronic protected health information that it creates, receives, maintains, or transmits on behalf of the covered entity as required in the regulations;
 - (b) Ensure that any agent of OBS, including a subcontractor, to whom it provides such information, agrees to implement reasonable and appropriate safeguards to protect protected health information; and
 - (c) Report to the Medical Service Provider any security incident of which it becomes aware. Notwithstanding any other provisions of this Agreement, this Agreement may be terminated by Medical Service Provider, in its sole discretion, if Medical Service Provider determines that OBS has violated a term or provision of this Paragraph pertaining to OBS's obligation as a Business Associate of Medical Service Provider, or if OBS engages in conduct which would, if committed by Medical Service Provider, result in a violation of the HIPAA privacy rule or HIPAA security rule by Medical Service Provider.

17. COMPLIANCE

- A. OBS will conduct its activities and operations in compliance with all state and federal statutes, rules and regulations applicable to billing activities.
- B. Medical Service Provider shall conduct its activities, operations and documentation in compliance with all applicable state and federal statutes, rules and regulations. Medical

Service Provider expressly represents and warrants that it is under no legal impediment to billing or receiving reimbursement for its services.

- C. Each party is responsible for monitoring and ensuring its own compliance with all applicable state and federal laws and regulations pertaining to billing and reimbursement for its services. However, either party which becomes aware of a violation of any such state or federal laws or regulations or a questionable claim or claim practice agrees to notify the other party within thirty (30) days so the other party may appropriately address the matter.
 - D. The parties represent that they are not the subject of any actions or investigations pertaining to its participation in or standing with any state or federal health care program, are not subject to exclusion from any state and/or federal health care program, and that no persons providing services for which reimbursement is sought were at the time such services were rendered excluded from any state or federal health care program.
 - E. The parties recognize that this Agreement is at all times subject to applicable state, local, and federal laws and shall be construed accordingly. The parties further recognize that this Agreement may become subject to or be affected by amendments un such laws and regulations or to new legislation or regulations. Any provisions of law that invalidate, or are otherwise inconsistent with, the material terms and conditions of this Agreement, or that would cause one or both of the parties hereto to be in violation of law, shall be deemed to have superseded the terms of this Agreement and, in such event, the parties agree to utilize their best efforts to modify the terms and conditions if this Agreement to be consistent with the requirements of such law(s) in order to effectuate the purposes and intent of this Agreement. In the event that any such laws or regulations affecting this Agreement are enacted, amended or promulgated either party may propose to the other a written amendment to this Agreement to be consistent with the provisions of such laws or regulations. In the event that the parties do not agree on such written amendments within thirty (30) days of receipt of the proposed written amendments, then either party may terminate this Agreement without further notice, unless this Agreement would expire earlier by its terms.
18. SEVERABILITY. If any section, portion, or clause of this agreement is deemed to be legally unenforceable, such unenforceability shall not invalidate the remaining provisions of this agreement and such provisions shall remain valid and enforceable against either party.
19. GOVERNING LAW. This Agreement and any incorporated Attachments shall be construed under and shall be governed by the substantive laws of the State of Nebraska and applicable federal laws.
20. AMENDMENT. This Agreement or its incorporated Attachments may not be amended except upon written agreement signed by both parties.
21. HEADINGS. The headings to the various sections of this Agreement or its incorporated Attachments have been inserted for convenience only and shall not modify, define, limit, or expand the express provisions of this Agreement or its incorporated Attachments.
22. WAIVER. The waiver of a breach of or default under any term or provision of this Agreement or its incorporated Attachments by either party, by course of dealing or

otherwise, shall not be deemed a waiver of any other or subsequent breach of or default under the same or a different provision of this Agreement or its incorporated Attachments.

23. ENTIRE AGREEMENT. This Agreement or its incorporated Attachments constitutes the entire understanding and agreement between the parties with respect to the subject matter hereof and supersedes all prior agreements, whether oral or written, concerning the subject matter hereof.

IN WITNESS WHEREOF, the Parties have executed this Agreement on this 14th day of March , 2022 to become effective as of the day and year of the effective date set forth above.

One Billing Solutions, LLC

**City of McCook dba McCook City
And Volunteer Fire Dept
("Medical Service Provider")**

Signature

Signature

By: Beth Grassau

By: _____

Title: Director of Operations

Title: _____

Date: 03/14/2022

Date: _____



**SIGN
HERE**

**CITY MANAGER'S REPORT
MARCH 21, 2022 CITY COUNCIL MEETING**

ITEM: 3.G.

RECOMMENDATION:

APPROVE THE BID FROM SHELCO CONSTRUCTION OF ELSIE, NE IN THE AMOUNT OF \$558,400.35 FOR THE NORTH CHEROKEE PAVING PROJECT AND THE ALTERNATE BID IN THE AMOUNT OF \$269,951.55 FOR THE EAST 1ST STREET OVERLAY.

BACKGROUND

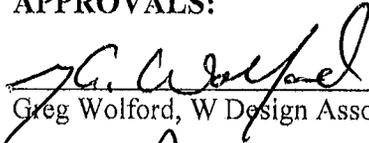
This project involves the reconstruction of North Cherokee from Norris Ave. to Seminole and the overlay of East 1st Street from B to J Street. While advertisements for bid were sent to multiple contractors, only one bid was received. The estimates for these projects completed last year with the One and Six Year Plan were \$518,000 for North Cherokee and \$227,000 for East 1st. The cost increase is directly related to the inflation we are now experiencing plus the fact that we added handicap ramp improvements on several of the intersections on East 1st.

Attached is the detailed price breakdown for this bid. The concrete handicap ramps and curb repair on this project will be done under subcontract by Gerih Construction of McCook.

These projects are the two paving projects listed on the One Year Plan approved last fall.

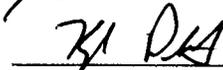
FISCAL IMPACT: None.

APPROVALS:



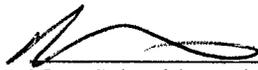
Greg WOLFORD, W Design Associates

Date: 15 Mar 22



Kyle POTTHOFF, Public Works Director

Date: 3/15/22



Nate SCHNEIDER, City Manager

Date: 3-15-22

Detailed Bid Tabulation
City of McCook
North Cherokee Drive Asphalt Paving Project
Bid Date: March 15, 2022 @ 2:30 P.M.

| | | | | Shelco Construction P.O. Box 53 Elise, NE 69134 | | | |
|---|---------------|-------|-------------|---|------------|-------------|-------------|
| BASE BID | | | | | | | |
| Item | Est. Quantity | Units | Unit Price | Total Price | Unit Price | Total Price | |
| 1. Mobilization | 1 | L.S. | \$16,500.00 | \$ 16,500.00 | | | \$ - |
| 2. Cold Milling Class 4 | 9,733 | S.Y. | \$ 3.25 | \$ 31,632.25 | | | \$ - |
| 3. Remove Concrete Pavement | 109 | S.Y. | \$ 18.00 | \$ 1,962.00 | | | \$ - |
| 4. Remove Concrete Sidewalk | 220 | S.Y. | \$ 18.00 | \$ 3,960.00 | | | \$ - |
| 5. Remove Concrete Curb & Gutter | 393 | L.F. | \$ 6.50 | \$ 2,554.50 | | | \$ - |
| 6. Build 4" Asphaltic Concrete SPR | 2,276 | TONS | \$ 158.00 | \$ 359,608.00 | | | \$ - |
| 7. Build 36" Curb and Gutter-6" Thick | 415 | L.F. | \$ 31.75 | \$ 13,176.25 | | | \$ - |
| 8. Build 4" Sidewalk - 5'0" Wide | 182 | S.Y. | \$ 74.50 | \$ 13,559.00 | | | \$ - |
| 9. Build 4" Barrier Curb | 235 | L.F. | \$ 46.75 | \$ 10,986.25 | | | \$ - |
| 10. Build 6" Concrete Pavement | 95 | S.Y. | \$ 48.50 | \$ 4,607.50 | | | \$ - |
| 11. Detectable Warning Insert | 120 | S.F. | \$ 20.75 | \$ 2,490.00 | | | \$ - |
| 12. Adjust Manhole to Grade | 3 | Each | \$ 2,150.00 | \$ 6,450.00 | | | \$ - |
| 13. Adjust Water Valve Riser to Grade | 3 | Each | \$ 1,350.00 | \$ 4,050.00 | | | \$ - |
| 14. Millings | 9,756 | S.Y. | \$ 2.75 | \$ 26,829.00 | | | \$ - |
| 15. Subgrade Preparation | 9,756 | S.Y. | \$ 4.10 | \$ 39,999.60 | | | \$ - |
| 16. Saw Cut Pavement | 366 | L.F. | \$ 4.00 | \$ 1,464.00 | | | \$ - |
| 17. Signs and Barricades | 1 | L.S. | \$18,500.00 | \$ 18,500.00 | | | \$ - |
| 18. Over Excavation- Remove and Replace | 1 | C.Y. | \$ 72.00 | \$ 72.00 | | | \$ - |
| Total Base Bid | | | | \$ 558,400.35 | | | \$ - |
| * denotes math error | | | | | | | |
| ALTERNATE BID #1 | | | | | | | |
| Item | Est. Quantity | Units | Unit Price | Total Price | Unit Price | Total Price | |
| 1. Cold Milling Class 4 | 9,072 | S.Y. | \$ 2.65 | \$ 24,040.80 | | | \$ - |
| 2. Build 1-1/2" Asphaltic Concrete SPR | 1,058 | TONS | \$ 158.00 | \$ 167,164.00 | | | \$ - |
| 3. Remove Concrete | 555 | S.Y. | \$ 18.00 | \$ 9,990.00 | | | \$ - |
| 4. Remove Asphalt | 41 | S.Y. | \$ 16.00 | \$ 656.00 | | | \$ - |
| 5. Curb & Gutter | 526 | L.F. | \$ 31.75 | \$ 16,700.50 | | | \$ - |
| 6. 4" Sidewalk | 334 | S.Y. | \$ 74.50 | \$ 24,883.00 | | | \$ - |
| 7. 6" Concrete | 46 | S.Y. | \$ 48.50 | \$ 2,231.00 | | | \$ - |
| 8. 4" Barrier Curb | 81 | L.F. | \$ 46.75 | \$ 3,786.75 | | | \$ - |
| 9. Detectable Warning Insert | 306 | S.F. | \$ 20.75 | \$ 6,349.50 | | | \$ - |
| 10. Adjust MG | 6 | Ea. | \$ 2,150.00 | \$ 12,900.00 | | | \$ - |
| 11. Adjust Valve Riser | 1 | Ea. | \$ 1,250.00 | \$ 1,250.00 | | | \$ - |
| Total Alternate Bid | | | | \$ 269,951.55 | | | \$ - |
| * denotes math error | | | | | | | |
| Combined Total of Base Bid & Alternate Bid | | | | \$ 828,351.90 | | | \$ - |

**CITY MANAGER'S REPORT
MARCH 21, 2022 CITY COUNCIL MEETING**

ITEM: 3.H.

RECOMMENDATION:

**RECEIVE AND FILE THE MINUTES OF THE MARCH 15, 2022 PARKS
ADVISORY BOARD MEETING.**

BACKGROUND:

Attached are the minutes of the March 15, 2022 Parks Advisory Board meeting. At this meeting we heard a presentation from Mariah Pierson and Emily Young concerning the installation of an all inclusive playground. A formal recommendation for the location of this playground will be brought to the City Council once they have gathered some additional information.

The Parks Board also discussed the installation of a new splash pad in Kelley Park. A formal recommendation of a specific location will be presented to the City Council once additional information is obtained.

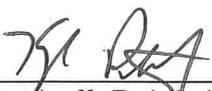
FISCAL

IMPACT: None.

RECOMMENDATION:

**RECEIVE AND FILE THE MINUTES OF THE MARCH 15, 2022 PARKS
ADVISORY BOARD MEETING.**

APPROVALS:



Kyle Potthoff, Public Works Director

March 15, 2022



Nate Schneider, City Manager

March 15, 2022

**PARK ADVISORY BOARD
MINUTES
Tuesday, March 15th
12:00 P.M.
Heritage Senior Center**

Present: Caitlin Whitehead, Natalie Smith, Mark Friehe, Tom Bredvick and Jeremy Labrie

Absent:

Others Present: Nate Schneider, City Manager, Kyle Potthoff, Public Works Director, Mike Gonzalez, Mayor, Mariah Pierson with Elevate Wellness, Emily Young with Elevate Wellness and Debbie Thorpe, Recording Secretary

Meeting called to order by Kyle Potthoff, Public Works Director.

ITEM NO. 1 Approval of February 2022 minutes

- Minutes approved by all in attendance

ITEM NO. 2 Elevate Wellness All-inclusive playground

- Mariah and Emily presented pictures/plans of all-inclusive playgrounds that they have started fundraising for
 - The images presented are not quite what they are looking for, they wanted to share some of what they are envisioning
 - Their wants are sensory equipment to include musical area, a sensory panel and even a communication board for non-verbal children and adults
 - They have spoken with 3 contractors, Crouch (cannot use them as a contractor until January 2023 due to a non-compete), Creative Sites and Landscape Structures
 - Waiting to get plans from Landscape Structures and will then share those with the Parks Advisory Committee
- Must be ADA compliant
- Their ideal location they'd like to put the all-inclusive playground is Kelley Park as they feel having an all-inclusive playground side by side with a possible new splash pad and pool would be a great attraction not only for our community but the outlying communities as well

- Motion made by Tom: The Parks Advisory Committee recommends to City Council that the preferred location of the all-inclusive playground be Kelley Park to replace the existing play grounds.
 - Mark 2nd the motion
 - All in favor, no nays
- Mariah and Emily will let the Parks Advisory Committee know once they receive the plans from Landscape Structures as well as let us know what City Council meeting, they will be able to attend in April as the Parks Advisory Committee would like for them to present their vision to City Council
- Emily did mention that they will be going through a 3rd party for the 501C3 funding, but are applying for non-profit status as well, but that can possibly take up to 12 months
- Mariah and Emily closed and left the meeting around 1:00pm

ITEM NO. 3 **Splash Pad discussion**

- Preferred Splash Pad location discussed
 - Mark: likes the south end of the shelter house for a new splash pad
 - Natalie: would prefer the north side of the shelter house
 - Tom: stated he prefers the north side of the shelter house
 - Jeremy: feels good with either the north or south end of the shelter house, not tied to a specific location
 - Caitlin: not fond of taking out any trees, so she'd prefer the north side of the shelter house, but is not opposed to south end of the shelter house either
- Was decided that Kyle call Crouch out to look at the 2 proposed locations and see what would be better in the long run
 - That information will then be brought back to the Parks Committee and a location will be decided on so it can be brought to the City Council
- Tom did bring up the question of: Will the splash pad be shut down when the city is under water restrictions? Kyle and Nate answered stating that all recreational water would be shut down if water restrictions were to happen in the city
- Mike Gonzalez Thanked the Parks Advisory Committee, stating he appreciates their hard work and efforts, and the City Council couldn't do this without them
 - Mike then left the meeting around 1:25pm
- The pool was brought up
 - If the pool is approved, we'd be looking at a up and running time frame of summer 2024
 - Nate mentioned wanting to have the pool question on the ballot November 2022

ITEM NO. 4 **ADJOURN MEETING**

- Motion by Mark Friehe to adjourn

- Meeting adjourned at 1:52pm

Debbie Thorpe, Recording Secretary

**CITY MANAGER'S REPORT
MARCH 21, 2022 MCCOOK CITY COUNCIL MEETING**

ITEM NO. 4.B. Discussion and determine a date setting a pool town hall meeting.

BACKGROUND:

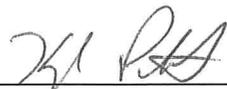
The pool town hall meeting originally set for March 15th was postponed. A new date must be selected. Staff is working with Kyle McCawley of Lamp Rynearson to select potential dates that will work.

APPROVALS:



Nathan A. Schneider, City Manager

March 15, 2022



Kyle Potthoff, Public Works Director

March 15, 2022



Lea Ann Doak, City Clerk

March 15, 2022