

NOTICE OF PUBLIC MEETING

TO THE PUBLIC AND RESIDENTS OF VERNAL CITY: Notice is hereby given that the **VERNAL CITY COUNCIL** will hold a regular meeting on **Wednesday, March 18, 2020 at 7:00 p.m.** in the Vernal City Council Chambers at 374 East Main St, Vernal, Utah.

A G E N D A

7:00 p.m.

OPENING CEREMONY

1. Invocation or Uplifting Thought
2. Pledge of Allegiance

STANDING BUSINESS

1. Approval of the Minutes of March 4, 2020 Regular Meeting

PUBLIC BUSINESS

1. Request for Sponsorship of New Freedom Fest, 4th of July events - Samantha Scott
2. Request for Sponsorship of Dinosaur Roundup Rodeo & Special Needs Rodeo - Mike Karren
3. Report from City Auditor for FY2019 - Doug Rasmussen

POLICY & LEGISLATION

1. Request for Approval of Amended Interlocal Cooperative Agreement with Uintah Basin Agencies for the Uintah Basin Narcotics Strike Force - Resolution No. 2020- 01 - Dylan Rooks
2. Request to Authorize the Mayor to Declare Local Emergency at appropriate time due to Outbreak of COVID-19 - Quinn Bennion
3. Request to Amend the Vernal City Municipal Code - Section 15.01.010 - Adoption - Fees - Ordinance No. 2020-02- Quinn Bennion
4. Discussion on Future Public Meetings

ADMINISTRATIVE REPORTS

STAFF REPORTS

- | | |
|----------------------------|-------------------------|
| 1. Accounts Payable Report | 4. Investment Report |
| 2. Building Permit Report | 5. Justice Court Report |
| 3. Business License Report | 6. Financial Reports |

CLOSED SESSION

1. Strategy Sessions to Discuss the Purchase, Exchange, or Lease of Real Property, Including Any Form of a Water Right or Water Shares

ADJOURN

NOTE: In compliance with the Americans with Disabilities Act, individuals needing special accommodations during this meeting should notify Quinn Bennion, 374 East Main, Vernal, Utah 84078 or phone (435) 789-2255 at least three days before the meeting.

MEMORANDUM

TO: Mayor & City Council

FROM: Quinn Bennion, City Manager

RE: *Agenda Items for March 18, 2020 Council Meeting*

PUBLIC BUSINESS

1. **Request for Sponsorship for the new Freedom Fest on July 4th** – Samantha Scott. A resident committee is organizing the first Freedom Fest to occur in the community park from 3pm to 10:30pm on 4th of July. The events include bounce houses, Midway games, tournaments, live music, patriotic flag field, food trucks, fireworks etc. The request is for \$1,000 in funding for this new event. This event is not included specifically in the 2020 budget as it is a new event. In addition, the City has \$3,000 in the 2020 budget for the annual fireworks show.
2. **Request for Sponsorship of Dinosaur Roundup Rodeo and Special Needs Rodeo** – Mike Karren. This event is listed in the 2020 budget for \$22,500. The 2019 rodeo committee sponsored an impressive rodeo event with high attendance and solid revenue. The Special Needs Rodeo is listed in the 2020 budget for \$1,500.
3. **Report from City Auditor for FY 2019** – Doug Rasmussen.

POLICY & LEGISLATION

1. **Request for approval of amended Interlocal Cooperative Agreement with Uintah Basin Agencies for the Uintah Basin Narcotics Strike Force – Resolution No. 2020-01** - Dylan Rooks. Vernal City manages and participates in the area's narcotics strike force. This agreement among the agencies is due for renewal.
2. **Request to authorize the Mayor to Declare Local Emergency (at the appropriate time) due to the outbreak of COVID-19 virus** – Quinn Bennion. The packet includes basic information about a local declaration of emergency. City staff is in frequent contact with Uintah County officials, Tri-County Health officials regarding the COVID19 outbreak and will help determine if and when the best time will be to declare a local emergency. The primary reason for a local declaration is to be able to receive future state/federal resources and financial assistance as well as assistance for small business administration loans to help in economic recovery.
3. **Request to amend the Vernal City Municipal Code – Section 15.01.010 – Adoption – Fees – Ordinance No. 2020-02** – Quinn Bennion. The State of Utah adopts and amends the construction and fire codes. The City updates the building codes regularly to match the new

State codes. This ordinance was prepared by our City Attorney to adopt the current and future construction and fire codes as amended by the State of Utah.

4. Discussion regarding future public meetings – Quinn Bennion

CLOSED SESSION

**MINUTES OF THE VERNAL CITY COUNCIL REGULAR MEETING HELD
MARCH 4, 2020** at 7:00 p.m. in the Vernal City Council room, 374 East Main, Vernal,
Utah 84078.

PRESENT: Councilmembers Nicholas Porter, Dave Everett, Ted Munford, Bert Clark and Travis Allan and Mayor Doug Hammond.

WELCOME: Mayor Doug Hammond welcomed everyone to the meeting.

INVOCATION OR UPLIFTING THOUGHT: The invocation was given by Councilmember Bert Clark.

PLEDGE OF ALLEGIANCE: The Pledge of Allegiance was led by Councilmember Ted Munford.

APPROVAL OF CITY COUNCIL REGULAR MEETING MINUTES OF FEBRUARY 19, 2020: Councilmember Ted Munford moved to approve the minutes of February 19, 2020. Councilmember Nicholas Porter seconded the motion. The motion passed with Councilmembers Everett, Munford, Porter, Allan and Clark voting in favor.

REQUEST FOR SPONSORSHIP OF DINO-SAUR DAYS - BECCA SUMMERS: Becca Summers reported that the Dino-Saur Days event is scheduled for Mother's Day weekend and they have 28 hot air balloons confirmed for the event this year. The main goal is to attract visitors and support the local economy. She asked the Council to consider sponsoring this event. The night glow is scheduled for Friday night, then Saturday night a candlestick will be done on South Vernal Avenue. Councilmember Ted Munford asked for the dates of the event. Becca Summers answered it is scheduled for May 8th, 9th and 10th. Mayor Hammond asked if this event is in the budget. Quinn Bennion stated that there is \$1000 in the budget and he serves on this committee to coordinate the street closures etc. After further discussion, Councilmember Ted Munford moved to sponsor Dino-Saur Days in the amount of \$1000. Councilmember Travis Allan seconded the motion. The motion passed with the following roll call vote:

Councilmember Munford.....aye;
Councilmember Allanaye;
Councilmember Everettaye;
Councilmember Porteraye;
Councilmember Clark.....aye.

REQUEST FOR SPONSORSHIP OF THE STORYTELLING FESTIVAL - VERNIE HEENEY: Quinn Bennion reported that Vernie Heeney was invited to the meeting and must have decided not to attend. Mayor Doug Hammond asked if this event was in the in budget. Quinn Bennion answered no it was not budgeted and Ms. Heeney was aware of that. Councilmember Dave Everett moved to politely deny this request for sponsorship. Councilmember Travis Allan

**MINUTES OF THE VERNAL CITY COUNCIL REGULAR MEETING HELD
FEBRUARY 5, 2020**

seconded the motion. The motion passed with Councilmembers Everett, Allan, Porter, Munford and Clark voting in favor.

CONSIDER APPROVAL OF THE BID FOR WAYFINDING PROJECT AND SIGNS: Quinn Bennion explained that this project has been ongoing for two years and now the next phase is to actually build the signs. A request for proposals we sent out and the committee selected a design company. There will be 75 signs that point to all different areas. These will be very unique rural highway signs that have been approved by UDOT. The committee recommends Intermountain Traffic Safety (ITS) to design and build the signs as they are the only company who bid who is also able to provide the poles and brackets. UDOT has indicated that they will also participate financially. Each entity that has signs in their jurisdiction will be responsible to maintain the signs. Councilmember Ted Munford asked what that will take. Quinn Bennion stated that the hope is the signs will last twenty years and the signs will have a coating to help take off graffiti and stickers; however they are not bullet proof. Councilmember Ted Munford asked what the replacement cost is. Quinn Bennion stated it will depend on the size of the sign and could cost anywhere from \$200 to \$500. *Councilmember Ted Munford moved to approve the bid from ITS as the preferred vendor and directed the staff to keep working with them for the final sign design. Councilmember Bert Clark seconded the motion. The motion passed with the following roll call vote:*

Councilmember Munford.....aye;
Councilmember Allanaye;
Councilmember Everettaye;
Councilmember Porteraye;
Councilmember Clark.....aye.

REQUEST FOR APPROVAL OF CONTRACT WITH CRS ENGINEERING FOR SAFE ROUTES TO SCHOOL PROJECT FOR 500 WEST SIDEWALK : Quinn Bennion explained that the Council approved the contract with UDOT for the safe routes to school project slated for 500 West. Now the Council needs to approve the engineering to move forward with this project. Councilmember Bert Clark asked if the contract has a not to exceed amount. Quinn Bennion answered yes, that amount is \$24,000. *Councilmember Bert Clark moved to approve the contract with CRS Engineering for the Safe Routes to school program not to exceed \$24,000. Councilmember Nicholas Porter seconded the motion. The motion passed with the following roll call vote:*

Councilmember Munford.....aye;
Councilmember Allanaye;
Councilmember Everettaye;
Councilmember Porteraye;
Councilmember Clark.....aye.

ADMINISTRATIVE REPORTS

Rural Water Conference:

**MINUTES OF THE VERNAL CITY COUNCIL REGULAR MEETING HELD
FEBRUARY 5, 2020**

Councilmember Bert Clark reported that he attended the Rural Water Conference in St. George and the classes were very informative.

CLOSED SESSION: *Councilmember Bert Clark moved to go into closed session to hold a strategy sessions to discuss the purchase, exchange, or lease of real property, including any form of a water right or water shares and discussion of the character, professional competence, or physical or mental health of an individual and return to regular session once the discussion is completed. Councilmember Ted Munford seconded the motion. The motion passed with the following roll call vote:*

Councilmember Munford.....	aye;
Councilmember Allan	aye;
Councilmember Everett	aye;
Councilmember Porter	aye;
Councilmember Clark.....	aye.

RECONVENE INTO OPEN SESSION AND ADJOURN: The Council reconvened into open session. There being no further business; *Councilmember Bert Clark moved to adjourn. Councilmember Ted Munford seconded the motion. The motion passed with a unanimous vote and the meeting was declared adjourned.*

Mayor Doug Hammond

ATTEST:

Roxanne Behunin, Deputy Recorder

(S E A L)



Vernal City Event Funding Application Form

Application Date: 3/13/2020 Date(s) of Event: __July 4th, 2020__

Amount Requested: __\$1000__

Applicant/Organization: __Freedom Fest Committee__

Type of Organization:

- ☒ Not-for-profit (Charitable Friends of AV)
☐ For profit

- ☐ Government agency / district
☐ Other: _____

Contact Person / Title: __Samantha Scott, Committee member

Mailing Address: __95 S 200 W Vernal UT 84078__

Email: spoofs_coffee@yahoo.com Phone: 435-650-7938

Description of Event: __Community Festival for the Fourth of July. The committee wants to create a vibrant, hometown traditional celebration. Events and activities include 5k; patriotic field of flags at the walking park; games, live entertainment, food trucks, potential eating contests; vendor booths; volleyball tournament; spikeball tournament; horseshoe tournament; cornhole tournament, fun for the whole family.

Besides funding, what other city services / personnel are requested to help with the event?

__Some police personnel to help with street crossing for the 5k and the closure of the street between the park and the walking park. _____

How will city funds be used? To help the event get started _____

Total budget for the event: __\$ 40,000__

Total event funds remaining after last year's event __\$ NA (first year)_____

Other sources of funding for this event: Local businesses and private citizens; Including USU; MACU; BHI; Eastern Utah Insurance; Morts Gas Station; Plus potentially the other nearly 100 places the committee has reached out to. _____

Have you approached other public entities for funds for this event? Which entity and how much was granted?

__Uintah County Travel and Tourism \$1000 _____

Estimated number of event attendees: __5,000+_____

Number of hotel room nights anticipated to be used by attendees / visitors: __??_____

Do you plan to run this event next year? __x__ yes _____ no;

Other Comments: __We hope this event will grow and become a staple in our community and draw people from the surrounding areas. _____

Priority will be given to community events that attract visitors to Vernal. The City does not generally support charity fundraisers. City funds cannot be used to benefit individual people. I agree the information provided is true and accurate. I agree to make a presentation to the Vernal City Council summarizing the event and explaining how the city's fund will be used.

__Samantha Scott__

Event Director / Contact Person

_____3/13/2020_____

Date

The Event Funding Application Form should be submitted at least 10 days prior to the City Council meeting at which the request is reviewed.

Your event may require permits or applications such as a special event permit (sales tax), temporary food vendor or street closure. Visit with City Staff if you need help with these processes.

(Accounting code- Internal use only)

Amount in City budget for this event: __\$_____ Last year's funded amount: __\$_____



Vernal City Event Funding Application Form

Application Date: January 24, 2020 Date(s) of Event: July 9-11, 2020

Amount Requested: \$ 22,500

Applicant/Organization: Dinosaur Roundup Rodeo Association

Type of Organization:

☒ Not-for-profit

☐ For profit

☐ Government agency / district

☐ Other: _____

Contact Person / Title: Carson Young / Vice President

Mailing Address: PO Box 1501 Vernal, UT 84078

Email: vernalrodeo@gmail.com Phone: 435-828-1568

Description of Event: Professional rodeo and freestyle bullfighting event that are part of elite national tours. 70th year as a member of the Professional Rodeo Cowboys Association.

Besides funding, what other city services / personnel are requested to help with the event?

Police escort for one night to deposit cash. Assistance to replace billboard signs in town.

How will city funds be used? City funds will be paid to the PRCA for prize money necessary to be a ProRodeo Tour event to attract the top PRCA contestants.

Total budget for the event: \$ 315,000

Total event funds remaining after last year's event \$ 51,826

Other sources of funding for this event: Corporate sponsorships, ticket sales, alcohol sales, concession sales, merchandise sales, and other donations.

Have you approached other public entities for funds for this event? Which entity and how much was granted?

Yes - Uintah County (\$25,000 in 2019) and Naples City (\$1,000 in 2019)

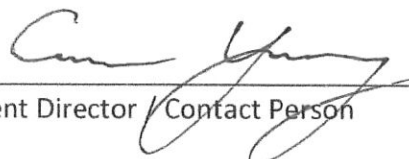
Estimated number of event attendees: 500 participants and over 10,000 attendees

Number of hotel room nights anticipated to be used by attendees / visitors: 100

Do you plan to run this event next year? X yes no;

Other Comments: This event also aims to preserve the western heritage and patriotic values
that have created our community. We will also hold a junior rodeo during rodeo week.

Priority will be given to community events that attract visitors to Vernal. The City does not generally support charity fundraisers. City funds cannot be used to benefit individual people. I agree the information provided is true and accurate. I agree to make a presentation to the Vernal City Council summarizing the event and explaining how the city's fund will be used.



Event Director / Contact Person

1/29/2020

Date

The Event Funding Application Form should be submitted at least 10 days prior to the City Council meeting at which the request is reviewed.

Your event may require permits or applications such as a special event permit (sales tax), temporary food vendor or street closure. Visit with City Staff if you need help with these processes.

(Accounting code- Internal use only)

Amount in City budget for this event: \$ Last year's funded amount: \$



Vernal City Event Funding Application Form

Application Date: January 24, 2020 Date(s) of Event: July 8, 2020

Amount Requested: \$ 1,500

Applicant/Organization: Dinosaur Roundup Rodeo - Special Needs Rodeo

Type of Organization:

☒ Not-for-profit

☐ For profit

☐ Government agency / district

☐ Other: _____

Contact Person / Title: Carson Young / Vice President

Mailing Address: PO Box 1501 Vernal, UT 84078

Email: vernalrodeo@gmail.com Phone: 435-828-1568

Description of Event: A free event for community members with special needs and/or disabilities
that allows them to experience rodeo and the western heritage.

Besides funding, what other city services / personnel are requested to help with the event?

Elected officials are welcome to volunteer at the event.

How will city funds be used? Funds will be used to provide the free rodeo entertainment for participants
such as the mechanical bull, roping supplies, and prizes.

Total budget for the event: \$ 8,000

Total event funds remaining after last year's event \$ 0

Other sources of funding for this event: Corporate sponsorships and donations.

Have you approached other public entities for funds for this event? Which entity and how much was granted?

No.

Estimated number of event attendees: 150

Number of hotel room nights anticipated to be used by attendees / visitors: 5

Do you plan to run this event next year? X yes no;

Other Comments: In addition to this event, all participants and a companion are given free admission to one rodeo performance in a reserved seating section.

Priority will be given to community events that attract visitors to Vernal. The City does not generally support charity fundraisers. City funds cannot be used to benefit individual people. I agree the information provided is true and accurate. I agree to make a presentation to the Vernal City Council summarizing the event and explaining how the city's fund will be used.



Event Director / Contact Person

1/29/2020

Date

The Event Funding Application Form should be submitted at least 10 days prior to the City Council meeting at which the request is reviewed.

Your event may require permits or applications such as a special event permit (sales tax), temporary food vendor or street closure. Visit with City Staff if you need help with these processes.

(Accounting code- Internal use only)

Amount in City budget for this event: \$ Last year's funded amount: \$

VERNAL CITY CORPORATION
FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2019

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INDEPENDENT AUDITORS' REPORT

Honorable Mayor and Members of the City Council
Vernal City Corporation
Vernal, Utah 84078

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Vernal City Corporation, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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

We did not audit the financial statements supporting the City's investment in a joint venture, Ashley Valley Sewer Management Board, stated at \$7,217,062 on June 30, 2019, or its equity in the gain of that entity of \$76,432, which is included in net income for the year then ended as described in Note 16 to the financial statements. Those statements were audited by other auditor's whose report has been furnished to us and in our opinion, insofar as it relates to the amounts included for Ashley Valley Sewer Management Board, is based solely on the report of other auditors.

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Vernal City Corporation as of June 30, 2019, and the respective changes in financial position, and where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 4 through 19 and 73 through 75 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated December 28, 2019, on our consideration of Vernal City Corporation's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the City's internal control over financial reporting and compliance.

SMUIN, RICH & MARSING

A handwritten signature in cursive script that reads "Smuin, Rich & Marsing".

Price, Utah

December 28, 2019

**VERNAL CITY CORPORATION
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2019**

As management of Vernal City, we offer readers of Vernal City's financial statements this narrative overview and analysis of the financial activities of Vernal City for the fiscal year ended June 30, 2019.

Financial Highlights

- ❖ The assets of Vernal City exceeded its liabilities at the close of the most recent fiscal year by \$48,619,842 (*net position*). Of this amount, \$3,255,343 (*unrestricted net position*) may be used to meet both Governmental and Utility type obligations to citizens and creditors.
- ❖ The government's total net position decreased by \$760,016 in the current fiscal year, compared to a net decrease of \$690,000 in the prior year.
- ❖ As of the close of the current fiscal year, Vernal City's governmental activities reported combined ending net position of \$26,801,670 a decrease of \$973,748 in comparison with the prior year. Of this total amount the unrestricted net position balance is \$5,112,734, which indicates *available funds for spending* at the government's discretion (*unrestricted net position*).
- ❖ At the end of the current fiscal year, unassigned fund balance for the general fund was \$3,127,555 or 31.82% of total general fund revenues and financial uses. General Fund Total balance is \$3,195,644 or 32.5% of total Budget.
- ❖ Sales Tax decreased by \$116,096 or a negative 3.2%. This is a sign that the economy is still in an up and down cycle. The City will need to pay close attention to the Economy.
- ❖ Vernal City's total debt payment was \$800,908 during the current fiscal year.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to Vernal City's basic financial statements. Basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements: The *government wide financial statements* are designed to provide readers with a broad overview of Vernal City's finances, in a manner similar to a private-sector business.

- ❖ The *statement of net position* presents information on all of Vernal City's assets and liabilities, with the difference between the two reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of Vernal City is improving or deteriorating.

Overview of the Financial Statements (continued)

- ❖ The *statement of activities* presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of Vernal City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of Vernal City include general government, public safety, public works, and parks and recreation. The business-type activities of Vernal City include the Water, Sewer and Solid Waste Fund and a Golf Course fund.

The government-wide financial statements include Vernal City itself (known as the *primary government*). The Municipal Building Authority, although also legally separate, functions for all practical purposes as a department of Vernal City, and therefore has been included as an integral part of the primary government and is included in the governmental activities of Vernal City.

The government-wide financial statements can be found on pages 20-22 of this report.

Fund Financial Statements:

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Vernal City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Vernal City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

❖ *Governmental funds.*

Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements, however, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

- Because the focus of governmental funds is narrower, than that of the government-wide financial statements, it is useful to compare the information presented for government funds with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

Fund Financial Statements (continued)

- Vernal City maintains many individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General fund, which is considered to be the only major fund. The Municipal Building Authority fund, and the debt service fund are also presented separately, but are considered non-major governmental funds. Data from other governmental funds are combined into a single aggregated presentation. Individual fund data for each of these other non-major governmental funds are provided in the form of *combining statements* elsewhere in this report.
- Vernal City adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the General fund to demonstrate compliance with this budget.
- The basic governmental fund financial statements can be found on pages 23-26 of this report.

❖ *Proprietary funds.*

- Vernal City maintains one type of proprietary fund called an enterprise fund. Enterprise funds are used to report the same functions presented as *business-type activities* in the government wide financial statements.
- Vernal City uses enterprise funds to account for its Water and Sewer and Solid Waste distribution and collection operation, and for its golf course, which accounts government buildings and other assets within Vernal City.
- Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water and Sewer and Solid Waste operation, which is considered to be a major fund of Vernal City.
- The basic proprietary fund financial statements can be found on pages 27-31 of this report.

Vernal City as Trustee

Vernal City is a trustee—it is responsible for other assets that—because of a trust arrangement—can be used only for the trust beneficiaries. All of Vernal City’s fiduciary activities are reported in separate Statements of Fiduciary Net Position and Changes in Fiduciary Net Position on pages 32 and 33. We exclude these activities from Vernal City’s other financial statements because Vernal City cannot use these assets to finance its operations. Vernal City is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

Notes to the financial statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 34-72 of this report.

Other information

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found on pages 78-86 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Vernal City, assets exceeded liabilities by \$48,619,842 at the close of the most recent fiscal year.

By far the largest portion of Vernal City's net assets 80.1% reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment) less any related debt used to acquire those assets that is still outstanding. Vernal City uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although Vernal City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of Vernal City's net position 2.14% represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net position* 17.76% may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, Vernal City reported positive balances in all categories of net position.

The government's net position decreased \$760,016 during the current fiscal year. Governmental change in net position decreased \$973,748. Business-type activities increased \$213,732. Capital investments increased and City Council commenced on projects to further strengthen the infrastructure of Vernal City.

Table 1
Net Position

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2018	2019	2018	2019	2018	2019
Current assets	\$ 8,874,043	\$ 9,277,023	\$ 4,629,606	\$ 4,705,817	\$ 13,503,649	\$ 13,982,840
Capital assets	32,244,486	30,721,061	25,448,057	24,920,300	57,692,543	55,641,361
Net pension asset	1,122		133		1,255	
Deferred outflows of res.	1,690,764	1,588,033	174,408	170,371	1,865,172	1,758,404
Total assets	<u>\$ 42,810,415</u>	<u>\$ 41,586,117</u>	<u>\$ 30,252,204</u>	<u>\$ 29,796,488</u>	<u>\$ 73,062,619</u>	<u>\$ 71,382,605</u>
LTD outstanding	\$ 10,294,268	\$ 9,577,793	\$ 6,976,959	\$ 6,516,898	\$ 17,271,227	\$ 16,094,691
Other liabilities	895,958	970,812	814,508	679,855	1,710,466	1,650,667
Net pension liability	1,875,441	3,201,463	221,675	394,328	2,097,116	3,595,791
Deferred inflows of res.	1,969,330	1,034,379	679,482	387,235	2,648,812	1,421,614
Total liabilities	<u>\$ 15,034,997</u>	<u>\$ 14,784,447</u>	<u>\$ 8,692,624</u>	<u>\$ 7,978,316</u>	<u>\$ 23,727,621</u>	<u>\$ 22,762,763</u>
Net position:						
Invested in capital						
assets, net of debt	\$ 22,057,486	\$ 20,900,061	\$ 18,069,799	\$ 18,021,810	\$ 40,127,285	\$ 38,921,871
Restricted	848,282	788,875	1,083,352	891,873	1,931,634	1,680,748
Unrestricted	4,869,650	5,112,734	2,406,429	2,904,489	7,276,079	8,017,223
Total net position	<u>\$ 27,775,418</u>	<u>\$ 26,801,670</u>	<u>\$ 21,559,580</u>	<u>\$ 21,818,172</u>	<u>\$ 49,334,998</u>	<u>\$ 48,619,842</u>

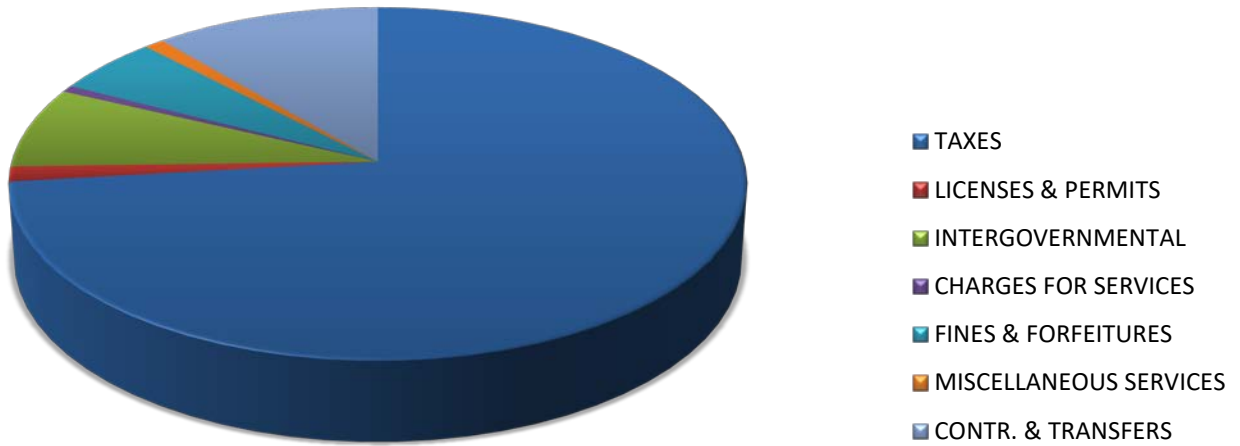
Governmental activities: Governmental activities decreased Vernal City's net position and increased business-type activities. Key elements of the Statement of Activities are as follows:

Table 2
Change of Activities

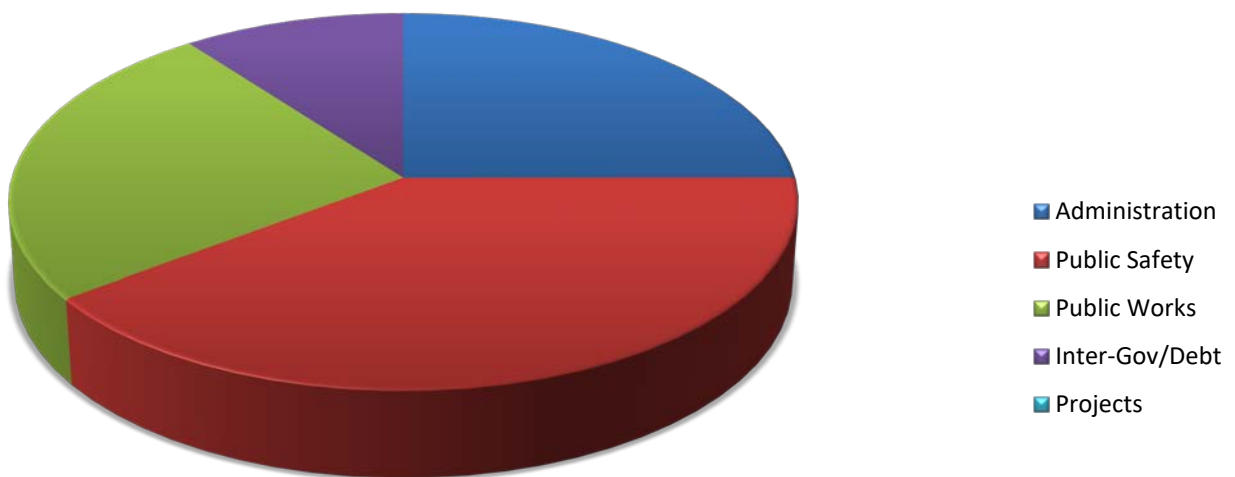
	Governmental Activities		Business-Type Activities		Total Primary Government	
	2018	2019	2018	2019	2018	2019
Revenues						
Program Revenues:						
Charges for services	\$ 1,055,497	\$ 919,450	\$ 5,052,647	\$ 5,001,814	\$ 6,108,144	\$ 5,921,264
Operating grants/contributions	613,136	724,335			613,136	724,335
Capital grants/contributions	191,623	176,415			191,623	176,415
General Revenues:						
Property taxes	426,583	490,273			426,583	490,273
Sales and franchise taxes	6,971,814	6,702,448			6,971,814	6,702,448
Grants/contrib. not restricted	75,354	92,100	195,956	159,216	271,310	251,316
Unrestricted interest income	122,195	203,643	51,400	81,579	173,595	285,222
Business-type cost sharing	1,002,000	1,002,000			1,002,000	1,002,000
Other general revenues	149,075	91,421	21,200	6,690	170,275	98,111
Transfers in (out)						
Joint venture gain (loss)			37,401	76,432	37,401	76,432
Interest expense			(17,926)	(10,960)	(17,926)	(10,960)
Impact fee's			22,750	26,000	22,750	26,000
Total revenues	\$ 10,607,277	\$ 10,402,085	\$ 5,363,428	\$ 5,340,771	\$ 15,970,705	\$ 15,742,856
Program Expenses						
General government	\$ 3,334,326	\$ 3,267,310			\$ 3,334,326	\$ 3,267,310
Public safety	3,651,800	4,033,683			3,651,800	4,033,683
Public works	3,011,418	2,896,448			3,011,418	2,896,448
Parks and recreation	582,692	564,549			582,692	564,549
Intergovernmental	459,805	450,247			459,805	450,247
Capital Outlay						
Interest on long-term debt	257,236	163,596			257,236	163,596
Utility fund			\$ 5,074,514	\$ 5,127,039	5,074,514	5,127,039
Total expenses	\$ 11,297,277	\$ 11,375,833	\$ 5,074,514	\$ 5,127,039	\$ 16,371,791	\$ 16,502,872
Change in net position	\$ (690,000)	\$ (973,748)	\$ 288,914	\$ 213,732	\$ (401,086)	\$ (760,016)
Net position - begin	28,531,881	27,775,418	21,278,820	21,559,580	49,810,701	49,334,998
Prior period adjustment	(66,463)		(8,154)	44,860	(74,617)	44,860
Net position - ending	\$ 27,775,418	\$ 26,801,670	\$ 21,559,580	\$ 21,818,172	\$ 49,334,998	\$ 48,619,842

Below are charts of actual Revenues vs. Expense for General Fund:

General Fund Revenues



General Fund Expenditure



Prior Year Comparison:

- ❖ Sales Tax collected decreased \$116,096.
- ❖ Innkeeper room tax collected increased \$25,126.
- ❖ Highway Tax decreased \$75,448.
- ❖ Franchise Taxes collected decreased by \$30,193.
- ❖ Building permits increased \$6,814.
- ❖ Justice Court fines increased \$43,562.
- ❖ Class “C” Roads Funds increased \$19,109.
- ❖ Capital Purchases were minimal.
- ❖ A.D.A. Sidewalks.
- ❖ Lease of old City Building.
- ❖ Vernal Excitement / Holly Days going on for community.

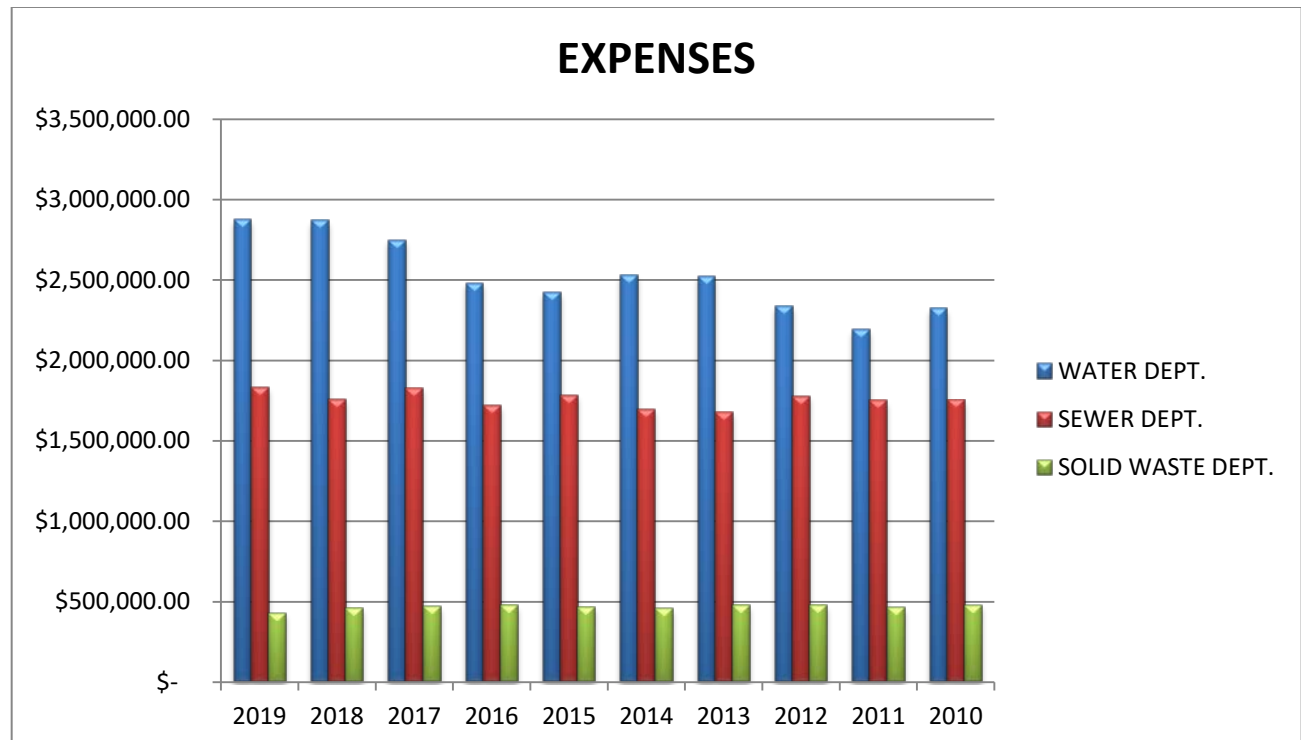
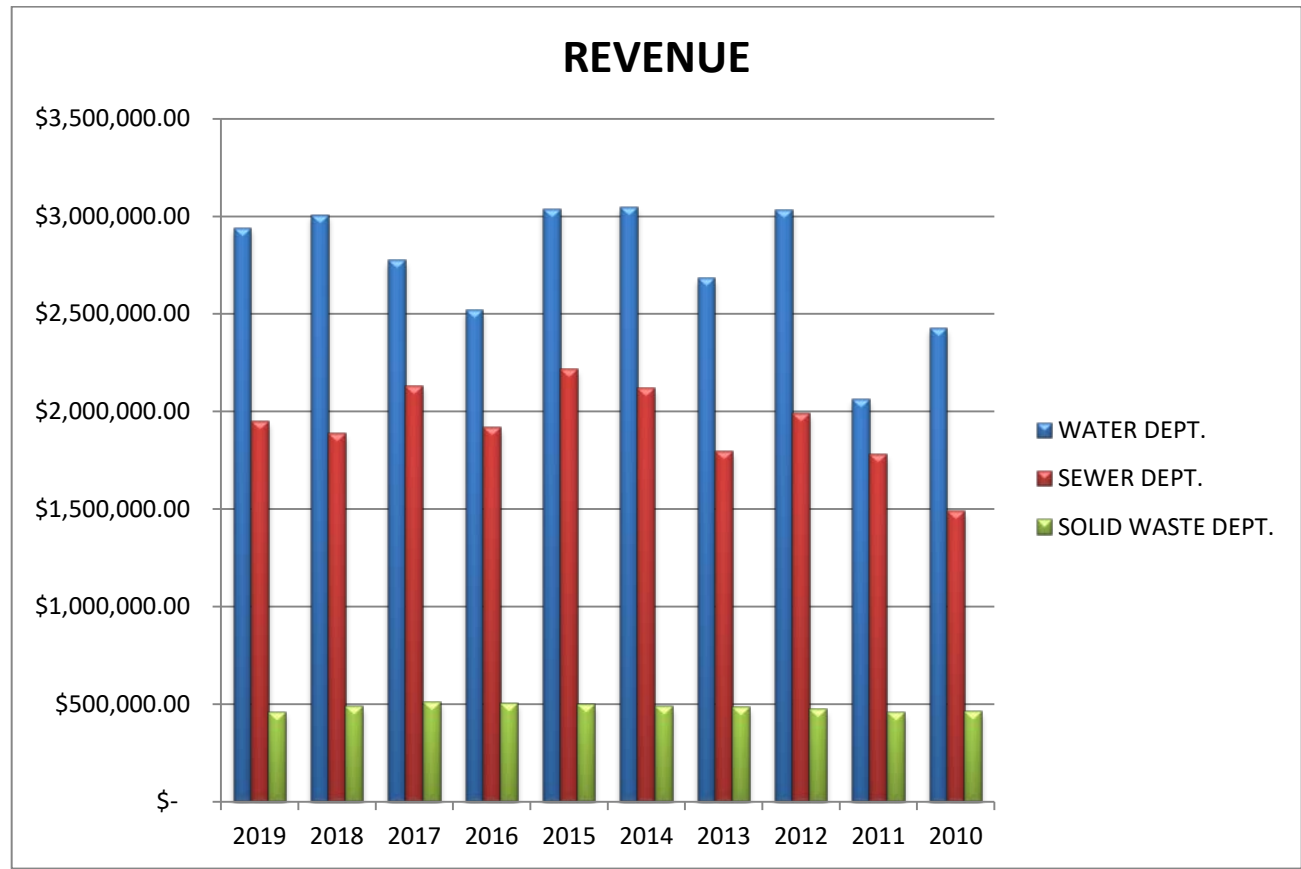
Business-type activities: Business-Type activities comprise of Utility Fund and Golf Course (record keeping only). Business-type activities increased Vernal City’s net position by \$213,732 accounting for 100% of the total growth in the government's net position. Key elements of this increase are as follows:

- ❖ Utility Fund is separated into 3 departments Water, Sewer, and Solid Waste. The following is a breakdown of the increase to net profit per department as of net position:

1) Water-	\$ 65,779
2) Sewer-	\$ 118,740
3) Solid Waste-	\$ 29,213

- ❖ Utility Fund total revenue decreased \$29,623 from prior year. Due mainly from Water sales being down. AVSMB showed a gain of \$76,432 (Vernal’s Share). That is an increase from last year. Water residential and commercial water sales were down from prior year. Sewer residential had an increase in sales and commercial was up. Net water decreased, sewer increased and solid waste increased compared to the prior year. Expenses increased by \$45,559. Water expenses were up and sewer expenses increase compared to prior year.
- ❖ Water sales decreased \$65,093. Expenses increased \$5,163.
- ❖ Water impact fees increased by \$250
- ❖ Sewer charges increased \$21,540.
- ❖ Sewer impact fees increased by \$3,000.
- ❖ Treated water costs increased and sewer costs stayed similar to prior year.

Water Charts:



Financial Analysis of the Government's Funds

As noted earlier, Vernal City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental fund: The focus of Vernal City's governmental funds is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing Vernal City's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

- ❖ As of the end of the current fiscal year, Vernal City's governmental funds reported total fund balance of \$8,465,940. Approximately 34% of this total amount \$2,847,096 constitutes *unassigned fund balance*, which is available for spending at the government's discretion. The remainder of the fund or 66% balance is *reserved/committed/assigned* to indicate that it is not available for new spending because it has already been committed; (1) Pre-Paid expenditures \$12,943, (2) Highway Sales Tax \$55,146, (3) to pay for earned but unused compensated absences of City employees \$280,459, (4) special revenue funds \$1,399,034, (5) debt service funds \$711,872, and (6) capital projects funds \$3,159,390.
- ❖ The General fund is the chief operating fund of Vernal City. At the end of the current fiscal year, unassigned balance of the general fund was \$3,127,555, while total fund revenue reached \$9,827,505. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund Revenues. Unreserved fund balance represents 32% of total general fund Revenues.
- ❖ The fund balance of Vernal City's general fund increased by \$332,551 during the current fiscal year. Key factors are as follows:
 - Total Revenue decreased from previous year. Total Taxes decreased 2.80%.
 - Sales Tax decreased 3.2% and Street and Highway sales tax decreased 5.65%.
 - Franchise revenue was lower than last year.
 - Revenue was down 4.3% of original Budget. Total Expenditures for General Fund were 7.5% under original Budget.
 - Use of prior year's funds was not needed in budget.
 - Total of Other Financing Resources or Transfers increased. Money was not set aside in any funds and capital purchases were minimal, if any. There were no capital projects. Spending was very tight.
- ❖ The Municipal Building Authority of Vernal City, Utah (the "Issuer's MBA"), was created to acquire projects for the Issuer pursuant to the Utah Municipal Building Authority Act. The Issuer's MBA has no assets, except for those purchased with the lease revenue bonds. The Issuer's MBA debt does not constitute legal debt within the meaning of any constitutional or statutory limitation of the Issuer. The Issuer's MBA entered into annual lease with the Issuer that may be terminated by the Issuer in any year and lease payments by the Issuer may be made only from funds that are annually budgeted and appropriated by the Issuer for such purposes. The lease revenue bonds of the Issuer's MBA are secured by an assignment of the Issuer's lease payments and a security interest in the project financed by such bonds.

Proprietary funds: Vernal City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. The Proprietary Fund is made up of Utility Fund (Water, Sewer and Solid Waste) and Golf Course.

- ❖ Net position for the Utility Fund are \$21,818,172. Unrestricted fund balance at the end of the year amounted to \$2,904,489, or 13.3% of total net position. This amount is available for use in the Utility fund. Restricted net position of the Utility Fund at the end of the year amounted to \$891,873 or 4.09% of total net assets. The remainder of the net position \$18,021,810 or 82.61% is invested in capital assets, net of related debt.
- ❖ The total growth in net position for all business-type funds was \$213,732. Other factors concerning the finances of these funds have already been addressed in the discussion of Vernal City's business-type activities.

General Fund Budgetary Highlights FY-2019

Difference between the original budget and the final amended budget was decreased by \$96,850 and can be briefly summarized as follows:

	<u>2019 Budget</u>		
	Original Budget	Final Budget	Difference
Taxes	\$ 7,358,938	\$ 7,358,938	
Licenses & permits	133,000	140,000	\$ 7,000
Intergovernmental	734,000	748,000	14,000
Charges for services	1,072,100	1,059,200	(12,900)
Fines & forfeitures	465,500	505,500	40,000
Miscellaneous services	26,500	101,100	74,600
Contr. & transfers	60,200	93,900	33,700
	<u>\$ 9,850,238</u>	<u>\$ 10,006,638</u>	<u>\$ 156,400</u>
Mayor & Council	\$ 459,450	\$ 460,000	\$ 550
Finance	523,550	522,750	(800)
City Attorney	164,700	222,450	57,750
Non-department	572,850	603,500	30,650
Govt. buildings	771,550	518,350	(253,200)
Planning	521,300	469,400	(51,900)
I.T. department	140,500	148,700	8,200
Justice Court	382,300	388,800	6,500
Police	3,335,550	3,280,500	(55,050)
Fire	5,000	6,100	1,100
Victims Advocate	122,100	175,500	53,400
Streets	1,689,000	1,939,800	250,800
Motor pool	213,100	183,000	(30,100)
City parks	323,800	370,750	46,950
Transfer & contr.	1,048,600	1,080,600	32,000
	<u>\$ 10,273,350</u>	<u>\$ 10,370,200</u>	<u>\$ 96,850</u>
Profit/(Loss)	\$ (423,112)	\$ (363,562)	\$ 59,550

Capital Project Highlights FY-2019

- ❖ The Debt Service fund is dedicated to the payments of outstanding debt.
- ❖ Police vehicles purchased on lease.
- ❖ ADA sidewalk repair and improvement.
- ❖ Projects are still on-going.

Capital Asset and Debt Administration

Capital assets: Vernal City's investment in capital assets for its governmental and Business-type activities as of June 30, 2019, amounts of \$30,721,061 Governmental and \$17,703,238 for Business-type activities, net of depreciation. This investment in capital assets includes land, buildings and system improvements, machinery and equipment, park facilities, roads and highways. The total decrease in Vernal City's investment in capital assets for the current fiscal year was \$1,523,425 decrease for governmental activities and a \$604,189 decrease for business-type activities.

Major capital asset events during the current fiscal year included the following:

- Impact Fee Projects
- Storm Drain Projects
- ADA Improvements
- Water and sewer line improvements.

Table 3
Vernal City's Capital Assets
Net of Depreciation

	Beginning Balance	Increases	Decreases	Ending Balance
Primary Government				
Governmental activities:				
Capital assets not being depreciated:				
Land and easements	\$ 3,408,921			\$ 3,408,921
Water stock	23,195			23,195
Total capital assets not being depreciated	\$ 3,432,116	\$...	\$...	\$ 3,432,116
Capital assets being depreciated:				
Buildings	\$ 18,419,843			\$ 18,419,843
Improvements other than buildings	5,119,499			5,119,499
Machinery and equipment	5,194,434			5,194,434
Automotive equipment	2,333,319	\$ 28,427		2,361,746
Infrastructure	23,606,886	171,495		23,778,381
Total capital assets being depreciated:	\$ 54,673,981	\$ 199,922	\$...	\$ 54,873,903

Table 3 (Cont'd)
Vernal City's Capital Assets
Net of Depreciation

	Beginning Balance	Increases	Decreases	Ending Balance
Primary Government				
Governmental activities:				
Less accumulated depreciation for:				
Buildings	\$ 4,410,460	\$ 482,923		\$ 4,893,383
Improvements other than buildings	2,683,290	158,965		2,842,255
Machinery and equipment	4,578,020	246,267		4,824,287
Automotive equipment	2,197,039	43,458		2,240,497
Infrastructure	11,992,802	791,734		12,784,536
Total accumulated depreciation	<u>\$ 25,861,611</u>	<u>\$ 1,723,347</u>	<u>\$...</u>	<u>\$ 27,584,958</u>
Total capital assets being depreciated, net	<u>\$ 28,812,370</u>	<u>\$ (1,523,425)</u>	<u>\$...</u>	<u>\$ 27,288,945</u>
Governmental activities capital assets, net	<u><u>\$ 32,244,486</u></u>	<u><u>\$ (1,523,425)</u></u>	<u><u>\$...</u></u>	<u><u>\$ 30,721,061</u></u>

Table 3 (Cont'd)
Vernal City's Capital Assets
Net of Depreciation

	Beginning Balance	Increases	Decreases	Ending Balance
Business-Type Activities:				
Capital assets not being depreciated:				
Land and easements	\$ 375,284			\$ 375,284
Water Stock	54,956			54,956
Work in progress				
Total capital assets not being depreciated	<u>\$ 430,240</u>	<u>\$...</u>	<u>\$...</u>	<u>\$ 430,240</u>
Capital assets being depreciated:				
Buildings	\$ 135,030			\$ 135,030
Improvements other than buildings	28,770,524	\$ 232,999		29,003,523
Machinery and equipment	578,284			578,284
Automotive equipment	<u>1,217,102</u>			<u>1,217,102</u>
Total capital assets being depreciated	<u>\$ 30,700,940</u>	<u>\$ 232,999</u>	<u>\$...</u>	<u>\$ 30,933,939</u>
Less accumulated depreciation for:				
Buildings	\$ 115,919	\$ 1,878		\$ 117,797
Improvements other than buildings	11,372,983	764,415		12,137,398
Machinery and equipment	452,984	22,833		475,817
Automotive equipment	<u>881,867</u>	<u>48,062</u>		<u>929,929</u>
Total accumulated depreciation	<u>\$ 12,823,753</u>	<u>\$ 837,188</u>	<u>\$...</u>	<u>\$ 13,660,941</u>
Total capital assets being depreciated, net	<u>\$ 17,877,187</u>	<u>\$ (837,188)</u>	<u>\$...</u>	<u>\$ 17,272,998</u>
Business-type activities capital assets, net	<u><u>\$ 18,307,427</u></u>	<u><u>\$ (604,189)</u></u>	<u><u>\$...</u></u>	<u><u>\$ 17,703,238</u></u>

Additional information on Vernal City's capital assets can be found in note 5 on pages 47-50 of this report.

Long-term debt: At the end of the current fiscal year, Vernal City has no General Obligation debt outstanding. Vernal City had total bonded debt outstanding of \$16,719,490. All of this debt represents bonds secured solely by specified revenue sources (i.e. revenue bonds). Vernal City also has special assessment debt for which the government is liable in the event of default by the property owners subject to the assessment.

Year Ending June 30,	Governmental Activities			Business-type Activities		
	Principal	Interest	Total	Principal	Interest	Total
2020	\$ 547,000	\$ 199,300	\$ 746,300	\$ 415,000	\$ 10,362	\$ 425,362
2021	659,000	191,700	850,700	417,000	8,052	425,052
2022	448,000	181,750	629,750	402,000	6,400	408,400
2023	442,000	173,900	615,900	403,000	4,950	407,950
2024	450,000	165,875	615,875	394,000	3,475	397,475
2025-2029	2,192,000	689,175	2,881,175	1,691,000	3,475	1,694,475
2030-2034	2,084,000	459,900	2,543,900	1,240,787		1,240,787
2035-2039	2,303,000	206,325	2,509,325	1,129,000		1,129,000
2040-2044	696,000	19,850	715,850	692,703		692,703
2045-2048				114,000		114,000
Total	\$ 9,821,000	\$ 2,287,775	\$ 12,108,775	\$ 6,898,490	\$ 36,714	\$ 6,935,204

- ❖ State statutes limit the amount of general obligation debt a governmental entity may issue to 4% of the value of the taxable property in the City \$583,735,685. The current debt limitation for Vernal City is \$23,349,427 plus an additional 8% \$46,698,854 for water, artificial lights and sewers.

Additional information on Vernal City's long-term debt can be found in note 7 on pages 60-64 of this report.

Economic Factors and Next Year's Budgets and Rates

- \$ The unemployment rate for Vernal City/Uintah County is currently 3.80%. Compared to the state's current unemployment rate of 2.80% percent and the national rate of 3.70%.
- \$ Employment rate for Vernal City from the previous year was 4.60%
- \$ The current job market is down and still in economic slowdown.
- \$ The Dwelling permits are down from the previous year.
- \$ Sales have started to increase.

Economic Factors and Next Year's Budgets and Rates (continued)

\$ The largest employers in the Vernal City/Uintah County area are:

<u>Company</u>	<u>Industry</u>	<u>Employment</u>
1. Uintah School District	Public Education	500-999
2. Uintah County	Local Government	250-499
3. Ute Indian Tribe	Tribal Government	250-499
4. Wal-Mart	Discount Department Store	250-499
5. Patterson UTI Drilling	Oil & Gas	250-499

\$ Inflationary trends in the region compare favorably to national indices.

All of these factors were considered in preparing Vernal City's budget for the 2019 fiscal year.

The general fund unrestricted fund balance \$3,127,555 at the end of this year. The current economy has leveled off and the City will maintain its Budget to be fiscally responsible.

The combined original budget proposed for the FY – 06/30/2020 is \$15,758,269. All other changes in the budget for next year are based primarily on normal inflationary cost of goods and services. Revenue projected on same basis with marginal growth.

Requests for Information

This financial report is designed to provide a general overview of Vernal City's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Finance Director, 374 East Main, Vernal City, Utah, 84078



VERNAL CITY CORPORATION
STATEMENT OF NET POSITION
JUNE 30, 2019

	PRIMARY GOVERNMENT		
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
<u>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</u>			
Current assets			
Cash and cash equivalents	\$ 5,112,617	\$ 3,171,298	\$ 8,283,915
Restricted: cash and cash equivalents	2,181,796	891,873	3,073,669
Taxes receivable	408,598		408,598
Accounts receivable (net)		587,788	587,788
Assessments receivable	140,095		140,095
Miscellaneous receivable	65,873	1,355	67,228
Due from other governmental units	1,355,101	8,037	1,363,138
Prepaid expenses	12,943		12,943
Inventory of supplies		45,466	45,466
Non-Current assets			
Capital assets (net of accumulated depreciation):			
Water stock	23,195	54,956	78,151
Land and easements	3,408,921	375,284	3,784,205
Buildings	13,526,460	17,233	13,543,693
Improvements other than buildings	2,277,244	16,866,125	19,143,369
Machinery and equipment	370,147	102,467	472,614
Infrastructure	10,993,845		10,993,845
Automotive equipment	121,249	287,173	408,422
Investment in joint venture		7,217,062	7,217,062
Total assets	\$ 39,998,084	\$ 29,626,117	\$ 69,624,201
Deferred outflows of resources - refunding bonds	\$ 204,827		\$ 204,827
Deferred outflows of resources - related to pensions	1,383,206	\$ 170,371	1,553,577
Total assets and deferred outflows of resources	\$ 41,586,117	\$ 29,796,488	\$ 71,382,605
<u>LIABILITIES AND DEFERRED INFLOWS OF RESOURCES</u>			
Current liabilities			
Accounts payable	\$ 224,239	\$ 204,283	\$ 428,522
Accrued liabilities	59,178	6,598	65,776
Utility deposits		50,410	50,410
Escrow deposit payable	45,466		45,466
Accrued interest payable	72,390	3,564	75,954
Due to other governmental units	22,539		22,539
Revenue bonds payable - Due within one year	547,000	415,000	962,000
Long-Term liabilities			
Noncurrent liabilities:			
Revenue bonds payable - Due in more than one year	9,274,000	6,483,490	15,757,490
Net pension liability	3,201,463	394,328	3,595,791
Compensated absences	303,793	33,408	337,201
Total liabilities	\$ 13,750,068	\$ 7,591,081	\$ 21,341,149
Deferred inflows of resources:			
Related to pensions	\$ 237,440	\$ 29,246	\$ 266,686
Related to property taxes and governmental resources	796,939	357,989	1,154,928
Total liabilities and deferred inflows of resources	\$ 14,784,447	\$ 7,978,316	\$ 22,762,763

"The notes to the financial statements are an integral part of this statement."

VERNAL CITY CORPORATION
STATEMENT OF NET POSITION
JUNE 30, 2019

	PRIMARY GOVERNMENT		TOTAL
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	
<u>NET POSITION</u>			
Net investment in capital assets	\$ 20,900,061	\$ 18,021,810	\$ 38,921,871
Restricted for:			
Capital projects	77,003		77,003
Debt Service	711,872		711,872
Utility fund restrictions		891,873	891,873
Unrestricted	5,112,734	2,904,489	8,017,223
Total net position	\$ 26,801,670	\$ 21,818,172	\$ 48,619,842

"The notes to the financial statements are an integral part of this statement."

**VERNAL CITY CORPORATION
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2019**

FUNCTION/PROGRAMS	PROGRAM REVENUES				NET (EXPENSE) REVENUE AND CHANGE IN NET POSITION		
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	PRIMARY GOVERNMENT		
					GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
Primary government:							
Governmental activities:							
General government	\$ 3,267,310	\$ 166,568	\$ 20,000		\$ (3,080,742)		\$ (3,080,742)
Public safety	4,033,683	663,272	231,150	\$ 166,757	(2,972,504)		(2,972,504)
Highways and public improvements	2,896,448	4,610	473,185	9,658	(2,408,995)		(2,408,995)
Parks and recreation	564,549	85,000			(479,549)		(479,549)
Intergovernmental	450,247				(450,247)		(450,247)
Capital outlay							
Interest on long-term debt	163,596				(163,596)		(163,596)
Total governmental activities	\$ 11,375,833	\$ 919,450	\$ 724,335	\$ 176,415	\$ (9,555,633)		\$ (9,555,633)
Business-type activities:							
Utility fund	\$ 5,127,039	\$ 5,001,814				\$ (125,225)	\$ (125,225)
Total business-type activities	\$ 5,127,039	\$ 5,001,814	\$...	\$...	\$...	\$ (125,225)	\$ (125,225)
Total primary government	\$ 16,502,872	\$ 5,921,264	\$ 724,335	\$ 176,415	\$ (9,555,633)	\$ (125,225)	\$ (9,680,858)
General revenues:							
Property taxes					\$ 490,273		\$ 490,273
Sales and franchise taxes					6,702,448		6,702,448
Unrestricted investment earnings					203,643	\$ 81,579	285,222
BTA's cost sharing allocation					1,002,000		1,002,000
Assessment revenues					7,433		7,433
Federal/State grants					92,100	159,216	251,316
Rents					37,518		37,518
Joint venture gain (loss)						76,432	76,432
Interest expense						(10,960)	(10,960)
Impact fees						26,000	26,000
Miscellaneous					46,470	6,690	53,160
Total general revenues and transfers					\$ 8,581,885	\$ 338,957	\$ 8,920,842
Change in net position					\$ (973,748)	\$ 213,732	\$ (760,016)
Net position - beginning					27,775,418	21,559,580	49,334,998
Prior period adjustment						44,860	44,860
Net position - ending					\$ 26,801,670	\$ 21,818,172	\$ 48,619,842

"The notes to the financial statements are an integral part of this statement."

VERNAL CITY CORPORATION
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2019

		NON-MAJOR FUNDS			
	GENERAL FUND	SPECIAL REVENUE MBA	DEBT SERVICE FUND	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
<u>ASSETS</u>					
Cash and cash equivalents	\$ 2,045,354			\$ 3,067,263	\$ 5,112,617
Restricted: cash and cash equivalents	55,146	\$ 1,202,298	\$ 620,630	303,722	2,181,796
Receivables (net):					
Taxes	408,598				408,598
Assessments			140,095		140,095
Accounts	65,873				65,873
Due from other governmental units	1,292,101			63,000	1,355,101
Prepaid expenses	12,943				12,943
Total assets	<u>\$ 3,880,015</u>	<u>\$ 1,202,298</u>	<u>\$ 760,725</u>	<u>\$ 3,433,985</u>	<u>\$ 9,277,023</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>					
Liabilities:					
Accounts payable	\$ 175,063	\$ 750		\$ 48,426	\$ 224,239
Due to other governmental units		22,539			22,539
Escrow and retainage payable	45,466				45,466
Accrued liabilities	53,034			6,144	59,178
Deferred revenue	12,100		\$ 48,853		60,953
Total liabilities	<u>\$ 285,663</u>	<u>\$ 23,289</u>	<u>\$ 48,853</u>	<u>\$ 54,570</u>	<u>\$ 412,375</u>
Deferred inflows of resources	<u>\$ 398,708</u>				<u>\$ 398,708</u>
Total liabilities and deferred inflows of resources	<u>\$ 684,371</u>	<u>\$ 23,289</u>	<u>\$ 48,853</u>	<u>\$ 54,570</u>	<u>\$ 811,083</u>
Fund balances:					
Nonspendable:					
Prepaid expenditures	\$ 12,943				\$ 12,943
Restricted:					
Highway sales tax	55,146				55,146
Debt service fund			\$ 711,872		711,872
Capital projects fund				\$ 77,003	77,003
Committed:					
Compensated absences	280,459				280,459
Special revenue funds		\$ 1,179,009			1,179,009
Assigned:					
Special revenue funds				220,025	220,025
Capital projects fund				3,082,387	3,082,387
Unassigned:					
General fund	2,847,096				2,847,096
Total fund balances	<u>\$ 3,195,644</u>	<u>\$ 1,179,009</u>	<u>\$ 711,872</u>	<u>\$ 3,379,415</u>	<u>\$ 8,465,940</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 3,880,015</u>	<u>\$ 1,202,298</u>	<u>\$ 760,725</u>	<u>\$ 3,433,985</u>	<u>\$ 9,277,023</u>

"The notes to the financial statements are an integral part of this statement."

VERNAL CITY CORPORATION
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2019

Total fund balances - governmental fund types: \$ 8,465,940

Capital assets used in governmental activities are not financial resources and, therefore,
are not reported in the funds.

Land and easements	\$	3,408,921	
Water stock		23,195	
Buildings		13,526,460	
Improvements other than buildings		2,277,244	
Machinery and equipment		370,147	
Automotive equipment		121,249	
Infrastructure		<u>10,993,845</u>	30,721,061

Long-term liabilities, including bonds payable, are not due and payable in the current
period and therefore are not reported in the funds.

Bond interest payable	\$	(72,390)	
Deferred charge on bonds		204,827	
Revenue bonds payable - current portion		(547,000)	
Revenue bonds payable - one year		(9,611,278)	
Compensated absences		<u>(303,793)</u>	(10,329,634)

To recognize resources associated with pension assets and deferred outflows of pension resources

Deferred outflows of resources - pensions	\$	<u>1,383,206</u>	1,383,206
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To recognize obligation associated with pension liabilities which are not current obligations
and not recorded in the fund statements

Net pension liability	\$	(3,201,463)	
Deferred inflows of resources - pensions		<u>(237,440)</u>	<u>(3,438,903)</u>

Net position of governmental activities	\$	<u><u>26,801,670</u></u>
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"The notes to the financial statements are an integral part of this statement."

VERNAL CITY CORPORATION
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	NON-MAJOR FUNDS				
	GENERAL FUND	SPECIAL REVENUE MBA	DEBT SERVICE FUND	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
REVENUES:					
Taxes	\$ 7,192,721				\$ 7,192,721
Licenses and permits	134,730				134,730
Intergovernmental	731,728			\$ 167,231	898,959
Charges for services	1,061,493			34,151	1,095,644
Fines and forfeitures	514,555				514,555
Investment earnings	66,024	\$ 29,288	\$ 15,439	92,892	203,643
Assessment revenues			7,433		7,433
Contributions	95,310	20,000			115,310
Miscellaneous revenue	30,944	17,988		6,537	55,469
Total revenues	\$ 9,827,505	\$ 67,276	\$ 22,872	\$ 300,811	\$ 10,218,464
EXPENDITURES:					
Current:					
General government	\$ 3,197,426				\$ 3,197,426
Public safety	3,390,520				3,390,520
Highways and public improvements	1,586,542			273,843	1,860,385
Parks, recreation, and public property	343,665	\$ 2,994		12,651	359,310
Intergovernmental expenditures	450,247			75,137	525,384
Capital outlay				171,495	171,495
Debt service:					
Principal retirement		155,000	\$ 211,000		366,000
Interest and fiscal charges		129,450	27,175		156,625
Total expenditures	\$ 8,968,400	\$ 287,444	\$ 238,175	\$ 533,126	\$ 10,027,145
Excess revenues over (under) expenditures	\$ 859,105	\$ (220,168)	\$ (215,303)	\$ (232,315)	\$ 191,319
OTHER FINANCING SOURCES (USES):					
Transfers in		\$ 291,454	\$ 235,100	\$ 479,933	\$ 1,006,487
Transfers out	\$ (526,554)			(479,933)	(1,006,487)
Proceeds from capital lease				166,757	166,757
Total other financing sources (uses)	\$ (526,554)	\$ 291,454	\$ 235,100	\$ 166,757	\$ 166,757
Excess of revenues and other sources over (under) expenditures and other uses	\$ 332,551	\$ 71,286	\$ 19,797	\$ (65,558)	\$ 358,076
FUND BALANCES - beginning of year	2,863,093	1,107,723	692,075	3,444,973	8,107,864
FUND BALANCES - end of year	\$ 3,195,644	\$ 1,179,009	\$ 711,872	\$ 3,379,415	\$ 8,465,940

"The notes to the financial statements are an integral part of this statement."

VERNAL CITY CORPORATION
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2019

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

Net changes in fund balances - total governmental funds	\$ 358,076
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period.	(1,523,425)
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. This amount is the net effect of these differences in the treatment of long-term debt and related items.	369,420
The Governmental funds report pension expense on the modified cash basis. Actual cash paid on benefits which government wide financial statements record pension expenditures is on the accrual basis. This is the net amount of increase to pension expenses during the year on the accrual basis.	(172,625)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	<u>(5,194)</u>
Change in net position of governmental activities	<u><u>\$ (973,748)</u></u>

"The notes to the financial statements are an integral part of this statement."

VERNAL CITY CORPORATION
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2019

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		
	NONMAJOR		
	UTILITY	FUND	
	FUND	GOLF	
		COURSE	TOTAL
<u>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</u>			
Current assets:			
Cash and cash equivalents	\$ 3,171,298		\$ 3,171,298
Restricted: cash and cash equivalents	891,873		891,873
Receivables - net			
Utilities	587,788		587,788
Miscellaneous	1,355		1,355
Due from other governments	8,037		8,037
Inventory supplies	45,466		45,466
Total current assets	\$ 4,705,817	\$...	\$ 4,705,817
Noncurrent assets:			
Water stock	\$ 54,956		\$ 54,956
Land	7,950	\$ 300,711	308,661
Land easements	66,623		66,623
Buildings	76,731	58,299	135,030
Improvements	28,908,859	94,663	29,003,522
Machinery and equipment	578,284		578,284
Automotive equipment	1,217,102		1,217,102
Less: Accumulated depreciation	(13,507,978)	(152,962)	(13,660,940)
Investment in joint venture	7,217,062		7,217,062
Total noncurrent assets	\$ 24,619,589	\$ 300,711	\$ 24,920,300
Total assets	\$ 29,325,406	\$ 300,711	\$ 29,626,117
Deferred outflows of resources - pensions	\$ 170,371		\$ 170,371
Total assets and deferred outflows of resources	\$ 29,495,777	\$ 300,711	\$ 29,796,488

"The notes to the financial statements are an integral part of this statement."

VERNAL CITY CORPORATION
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2019

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		
	NONMAJOR		
	UTILITY	FUND	
	FUND	GOLF	
		COURSE	TOTAL
<u>LIABILITIES AND DEFERRED INFLOWS OF RESOURCES</u>			
Current liabilities:			
Accounts payable	\$ 204,283		\$ 204,283
Accrued liabilities	6,598		6,598
Utility deposits	50,410		50,410
Accrued interest payable	3,564		3,564
Current portion of long-term debt	415,000		415,000
Total current liabilities	\$ 679,855	\$...	\$ 679,855
Noncurrent liabilities:			
Revenue bonds payable	\$ 6,483,490		\$ 6,483,490
Compensated absences	33,408		33,408
Net pension liability	394,328		394,328
Total noncurrent liabilities	\$ 6,911,226	\$...	\$ 6,911,226
Total liabilities	\$ 7,591,081	\$...	\$ 7,591,081
Deferred inflows of resources:			
Related to grants/loans	\$ 357,989		\$ 357,989
Related to pensions	29,246		29,246
Total liabilities and deferred inflows of resources	\$ 7,978,316	\$...	\$ 7,978,316
Net Position:			
Net investment in capital assets	\$ 17,721,099	\$ 300,711	\$ 18,021,810
Restricted	891,873		891,873
Unrestricted	2,904,489		2,904,489
Total net position	\$ 21,517,461	\$ 300,711	\$ 21,818,172

"The notes to the financial statements are an integral part of this statement."

VERNAL CITY CORPORATION
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2019

	BUSINESS-TYPE ACTIVITIES - ENTERPRISES FUNDS		
	UTILITY FUND	NONMAJOR FUND GOLF COURSE	TOTAL
Operating revenues:			
Charges for sales and services	\$ 5,001,814		\$ 5,001,814
Total operating revenues	\$ 5,001,814	\$...	\$ 5,001,814
Operating expenses:			
Wages and benefits	\$ 777,076		\$ 777,076
Services and supplies	3,512,775		3,512,775
Depreciation	837,188		837,188
Total operating expenses	\$ 5,127,039	\$...	\$ 5,127,039
Operating income (loss)	\$ (125,225)	\$...	\$ (125,225)
Nonoperating revenues (expenses):			
Interest revenue	\$ 81,579		\$ 81,579
Interest expense and fiscal charges	(10,960)		(10,960)
Miscellaneous	6,690		6,690
Federal/State grants	159,216		159,216
Impact fees	26,000		26,000
Joint venture income (loss)	76,432		76,432
Total nonoperating revenues (expenses)	\$ 338,957	\$...	\$ 338,957
Income (loss) before transfers	\$ 213,732	\$...	\$ 213,732
Transfers In (Out):			
Transfers in (out)			
Total transfers in (out)	\$...	\$...	\$...
Change in net position	\$ 213,732		\$ 213,732
Total net position - beginning	21,258,869	\$ 300,711	21,559,580
Prior period adjustment	44,860		44,860
Total net position - ending	\$ 21,517,461	\$ 300,711	\$ 21,818,172

"The notes to the financial statements are an integral part of this statement."

VERNAL CITY CORPORATION
STATEMENT OF CASH FLOWS
PROPERETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	BUSINESS TYPE ACTIVITIES - ENTERPRISE FUNDS		
	UTILITY FUND	NONMAJOR FUND GOLF COURSE	TOTAL
Cash Flows From Operating Activities:			
Cash receipts from customers	\$ 5,093,918		\$ 5,093,918
Cash payments to suppliers	(3,630,253)		(3,630,253)
Cash payments to employees	(746,505)		(746,505)
Net cash provided (used) by operating activities	<u>\$ 717,160</u>	<u>\$...</u>	<u>\$ 717,160</u>
Cash Flows From Noncapital Financing Activities:			
Impact fees	\$ 26,000		\$ 26,000
Net cash provided (used) by noncapital financing activities	<u>\$ 26,000</u>	<u>\$...</u>	<u>\$ 26,000</u>
Cash Flows From Capital and Related Financing Activities:			
Acquisition of capital assets	\$ (232,999)		\$ (232,999)
Interest paid on revenue bonds	(11,467)		(11,467)
Principal paid on revenue bonds	(434,908)		(434,908)
Grants and contributions	13,166		13,166
Miscellaneous	6,690		6,690
Net cash provided (used) by capital and related financing activities	<u>\$ (659,518)</u>	<u>\$...</u>	<u>\$ (659,518)</u>
Cash Flows From Investing Activities:			
Interest and dividends received	\$ 81,579		\$ 81,579
Net cash provided (used) by investing activities	<u>\$ 81,579</u>	<u>\$...</u>	<u>\$ 81,579</u>
Net increase (decrease) in cash and cash equivalents	\$ 165,221		\$ 165,221
Cash and cash equivalents, July 1	<u>3,897,950</u>		<u>3,897,950</u>
Cash and cash equivalents, June 30	<u><u>\$ 4,063,171</u></u>	<u><u>\$...</u></u>	<u><u>\$ 4,063,171</u></u>

"The notes to the financial statements are an integral part of this statement."

VERNAL CITY CORPORATION
STATEMENT OF CASH FLOWS
PROPERETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	BUSINESS TYPE ACTIVITIES - ENTERPRISE FUNDS		
	UTILITY FUND	NONMAJOR FUND GOLF COURSE	TOTAL
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:			
Operating income (loss)	\$ (125,225)	\$...	\$ (125,225)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation expense	\$ 837,188		\$ 837,188
(Increase) Decrease in accounts receivable	84,674		84,674
(Increase) Decrease in net pension asset	133		133
(Increase) Decrease in deferred outflows - pensions	4,037		4,037
(Increase) Decrease in miscellaneous receivables	2,225		2,225
(Increase) Decrease in due from other governments	2,245		2,245
(Increase) Decrease in inventory	(134)		(134)
Increase (Decrease) in accounts payable	(117,344)		(117,344)
Increase (Decrease) in utility deposits	2,960		2,960
Increase (Decrease) in net pension liability	172,653		172,653
Increase (Decrease) in accrued liabilities	146		146
Increase (Decrease) in compensated absences	(201)		(201)
Increase (Decrease) in deferred inflows - pensions	(146,197)		(146,197)
Total adjustments	\$ 842,385	\$...	\$ 842,385
Net cash provided (used) by operating activities	<u>\$ 717,160</u>	<u>\$...</u>	<u>\$ 717,160</u>

"The notes to the financial statements are an integral part of this statement."

VERNAL CITY CORPORATION
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2019

	<u>PAYROLL FUND</u>	<u>TRUST AND AGENCY</u>
<u>ASSETS</u>		
Restricted: cash and cash equivalents	\$ 31,883	\$ 9,435
Miscellaneous receivable	<u>1,050</u>	
Total assets	<u>\$ 32,933</u>	<u>\$ 9,435</u>
<u>LIABILITIES</u>		
Accrued liabilities	\$ 32,933	
Due to court and other agencies		<u>\$ 9,435</u>
Total liabilities	<u>\$ 32,933</u>	<u>\$ 9,435</u>
<u>NET POSITION</u>		
Net positions balances	<u>\$...</u>	<u>\$...</u>

"The notes to the financial statements are an integral part of this statement."

VERNAL CITY CORPORATION
STATEMENT OF CHANGES IN FIDUCIARY NET POSTION
FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	<u>PAYROLL FUND</u>	<u>TRUST AND AGENCY</u>
ADDITIONS:		
Payroll withholdings and deductions	\$ 2,166,941	
Court receipts		\$ 115,336
Miscellaneous		31,245
	<u> </u>	<u> </u>
Total additions	<u>\$ 2,166,941</u>	<u>\$ 146,581</u>
DEDUCTIONS:		
Payments to other governments	\$ 2,166,941	
Court funds disbursed		\$ 115,336
Miscellaneous		31,245
	<u> </u>	<u> </u>
Total deductions	<u>\$ 2,166,941</u>	<u>\$ 146,581</u>
Change in net position		
Net position - Beginning of year	<u> </u>	<u> </u>
Net position - End of year	<u><u>\$...</u></u>	<u><u>\$...</u></u>

"The notes to the financial statements are an integral part of this statement."

VERNAL CITY CORPORATION
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICES

The financial statements of the Vernal City Corporation has been prepared in conformity with accounting principles generally accepted in the United States of America (GASB) as applied to local governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant accounting policies of the City are described below.

In June 1999, the Governmental Accounting Standards Board (GASB) unanimously approved Statement No. 34, Basic Financial Statements-and Management's Discussion and Analysis- for State and Local Governments. Certain significant changes in the Statement include the following: 1) For the first time, the financial statements include a Management's Discussion and Analysis (MD&A) providing an analysis of the City's overall financial position and results of operations. Financial statements prepared using full-accrual accounting for all of the City's activities. 2) A change in the fund financial statements to focus on the major funds.

These and other changes are reflected in the accompanying financial statements (including notes to financial statements).

A. Reporting Entity

Vernal City Corporation is a municipal corporation governed by an elected mayor and five-member council. The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended Component Units, although legally separate entities, are in substance, part of the government's operations.

Blended component unit. The Municipal Building Authority of Vernal City is included in this report as the Municipal Building Authority (MBA), a special revenue fund, which is a component unit, blended in the City's financial statements. Although the MBA is clearly established as a separate entity under state law, it is included due to financial accountability and the extensive oversight provided by the City. Members of the City Council serve as the Board of Directors of the MBA.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) report information on all of the non-fiduciary activities of the primary government and its component units. For the most part, the effect of inter-fund activity has been removed from these statements. Government activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICES (Continued)**

B. **Government-Wide and Fund Financial Statements (Continued)**

The statement of activities demonstrates the degree to which the direct expense of a given function or segment, are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment- program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirement of a particular function

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C. **Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenue are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICES (Continued)**

C. **Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)**

The government reports the following major governmental funds:

The General Fund is the government's primary operating fund. It accounts for all financial resources of the general government, except those that are required to be accounted for in another fund.

The government also reports the following funds as non-major governmental funds:

The MBA (Municipal Building Authority) Fund, Debt Service Fund, and combined Special Revenue Funds and combined Capital Projects Funds shown in a combining schedule as Schedule 5 and Schedule 6.

The government reports the following major proprietary fund:

The Water, Sewer & Solid Waste Utility Fund accounts for the operation of and maintenance of the City water distribution system, sewage collection system and residential solid waste collection.

Additionally, the government reports the following fund types:

1. The Vernal City Trust & Agency Fund (a fiduciary fund) accounts for the Vernal City Justice Court Trust Account, The Vernal City Employees Sec 125 Medical Reimbursement Plan Trust Account, the Friends of the Museum Trust Account, and payroll taxes and related liabilities.

As a general rule, the effect of inter-fund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the government's water and sewer and sold waste function and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Proprietary funds distinguish operating revenues and expense from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Water, Sewer and Solid Waste Fund, are charges to customers for sales and services. Operating expenses for enterprise funds include wages and benefits, operating maintenance cost, depreciation and other general and administrative expenses. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the government's policy to first use restricted resources and then unrestricted resources, as they are needed.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICES (Continued)**

D. Budgetary Data

Budgets are presented on the modified accrual basis of accounting for all governmental funds and on the accrual basis for proprietary funds. Budgets are not adopted for the Vernal City Trust and Agency Fund. All annual appropriations lapse at fiscal year-end. The following procedures are used in establishing the budgetary data reflected in the financial statements.

1. In January of each year, each department of the City prepares requests for capital equipment and capital projects and operating supplies as well as requests for changes in personnel to the City Manager. During April, all department requests are then presented for review to a budget committee made up of two members of the City Council assigned to that particular department, the City Manager, the Finance Director. The committee recommended budgets are then presented to the Mayor and City Council as the Tentative Budget on the first city council meeting in May. During May the Mayor and City Council review the tentative budget with the Department Heads, prepare a final operating budget for the next fiscal year including the means of financing that budget.
2. Copies of the proposed budget are made available for public inspection and by review of the citizens of the city.
3. If the City does not exceed the certified tax rate, a public hearing is held prior to June 22 at which the budget is legally adopted by resolution of the City Council after obtaining taxpayer input. If the City exceeds the certified tax rate, the budget is adopted in August when data is available to set the rates.
4. Once adopted, the budget can be amended by subsequent city council action. The city council upon recommendations can approve reductions in appropriations, but increases in appropriations by fund require a public hearing prior to amending the budget. In accordance with Utah State law, interim adjustments may be made by the administrative transfer of money from one appropriation to another within any given fund.
5. Minor interim adjustments in estimated revenue and appropriations during the year ended June 30, 2019 have been included in the final budget approved by the city council, as presented in the financial statements.
6. Expenditures may not legally exceed budgeted appropriations at the fund level.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICES (Continued)**

E. **Cash and Cash Equivalents**

Cash and Cash Equivalents are generally considered short-term, highly liquid investments with a maturity of three months or less from the purchase date.

Investments are recorded at fair value in accordance with GASB Statement No. 72, *Fair Value Measurement and Application*. Accordingly, the change in fair value of investments is recognized as an increase or decrease to investment assets and investment income.

F. **Receivables and Payables**

Activity between funds, that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as, "due to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

G. **Inventories**

All inventories are valued at cost using the first-in-first-out method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

H. **Capital Assets**

Capital assets, which include land, water stock, buildings and improvements, and furniture and equipment, and infrastructure assets (e.g., roads, curb, gutter: sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The government defines Capital Assets as assets with an initial individual cost of \$5,000 or more and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during construction is not capitalized.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICES (Continued)**

H. **Capital Assets (Continued)**

Buildings, improvements, furniture and equipment and infrastructure assets of the City are depreciated using the straight-line method over the following estimated lives:

<u>Assets</u>	<u>Years</u>
Buildings	10-50
Improvements	10-40
Office equipment	5-20
Machinery and equipment	5-10
Automotive equipment	5-20
Infrastructure	30-50

I. **Compensated Absences**

Under terms of the Vernal City Personnel Policy, all regular full-time and probationary employees, upon completion of one (1) year of continuous service, shall be eligible to take vacation leave. Employees earn vacation and sick leave in amounts varying with tenure and classification. In the event of termination or death, an employee is reimbursed for accumulated vacation days to a maximum of 240 hours. No reimbursement or accrual is made for unused sick leave. Employees also can accumulate comp time hours. Employees are paid for unused comp time if they are terminated or retire.

All vacation and comp time pay is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in the governmental funds as they are incurred.

J. **Long-Term Obligations**

In the government-wide financial statements, and proprietary fund types, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets.

K. **Fund Balance Classifications**

In February 2009, the Governmental Accounting Standard Board (GASB) issued Statement No. 54 *Fund Balance Reporting and Governmental Fund Type Definitions*, effective for fiscal years beginning after June 15, 2010. Fund balance classification changes apply only to governmental fund types; thus, only fund financial statements are affected. Below, the different classifications of fund balances have been listed with any policies or procedures that apply to them:

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICES (Continued)**

K. **Fund Balance Classifications (Continued)**

Nonspendable Fund Balance - Fund balances are reported as nonspendable when they cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact.

Restricted Fund Balance – Fund balances are reported as restricted when constraints placed on the use of resources are either (a) externally imposed through legal restrictions, or (b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance – Fund balances that can only be used for specific purposes pursuant to constraints imposed by formal action of the government’s highest level of decision making authority should be reported as committed fund balances. Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of action (for example legislation, resolution, ordinance) it employed to previously commit those amounts. As of June 30, 2019, the City had not adopted a written policy indicating what the highest level of decision-making authority is or the formal action that is required to be taken to establish (and modify or rescind) a fund balance commitment. Although no formal written policy has been adopted it has been the procedures of the City to use the City Council as the highest level of decision making authority. If commitments have been made this body would be the authorized body to commit, modify or rescind any action.

Assigned Fund Balance – Fund balances are reported as assigned when the City intends to use funds, which are neither restricted nor committed, for a specific purpose. Additionally, funds in special revenue, debt service, and capital project funds are by their nature assigned to the purpose of those respective funds. The City has not officially adopted a policy designating the body or official authorized to assign amounts to a specific purpose. Although no formal policy has been adopted it has been the practice of the City under the action of the City Council to assign the use of funds for specific purposes after consulting with the Mayor and finance department of the City.

Unassigned Fund Balance – Fund balances in the general fund, are reported as unassigned, when they are neither restricted, committed, nor assigned. They may be used for any governmental purpose. In other governmental funds, the unassigned classification is only used to report a negative fund balance.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, it is the unwritten policy and practice of the City to consider restricted amounts to have been spent first. When an expenditure is incurred for purposes for which amounts in any of the unrestricted fund balance classifications, could be used, it is the practice of the City that committed amounts will be spent first, followed by assigned amounts, and then unassigned amounts.

The City also has not adopted a formal policy regarding a minimum fund balance, but follows Utah State law which requires all City’s to maintain a minimum general fund balance equal to 5% of total revenues of the general fund.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICES (Continued)**

L. Pensions

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

M. Deferred Inflow/Outflow of Resources

Deferred outflows/inflows of resources. In addition to assets, financial statements will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the financial statements will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and will not be recognized as an inflow of resources (revenue) until that time.

2. **DEPOSITS AND INVESTMENTS**

It is the City's policy to follow the requirements of the Utah Money Management Act (Utah Code Annotated 1953, Section 51, Chapter 7) (the Act) in handling its depository and investment transactions. The Act creates the Utah Money Management Council (the "Council"), a five-member body, appointed by the Governor of the State, which exercises oversight of public deposits and investments.

The City maintains a cash and investment pool that is used by all funds. Each major fund's portion of this pool, and the aggregate portion of the pool relating to non-major funds are displayed on the Balance Sheet for Governmental Funds and the Statement of Net Position for proprietary funds, respectively, a "cash and cash equivalents." Total non-fiduciary cash and investments are also reflected on the government-wide Statement of Net Position. The fiduciary fund's portion is found on the Statement of Fiduciary Assets and Liabilities. Income from the investment of the pooled cash is allocated based on each fund's balance in the pool. In addition, cash is separately held by several funds.

Custodial Credit Risk-Deposits

Custodial credit risk is the risk that, in the event of a bank failure, the City's deposits may not be returned to it. The City's deposits are insured up to \$250,000, per account by the Federal Deposit Insurance Corporation. The deposits in the bank in excess of the insured amount are uninsured and uncollateralized. Uninsured deposits are not collateralized nor are they required to be by State statute. The City does not have a formal deposit policy for custodial credit risk. As of June 30, 2019, \$239,529 of the City's bank balances of \$798,365 was uninsured and uncollateralized.

2. **DEPOSITS AND INVESTMENTS (Continued)**

Investments

The State Money Management Council has the responsibility to advise the State Treasurer about investment policies, promote measures and rules that will assist in strengthening the banking and credit structure of the state, and review the rules adopted under the authority of the State of Utah Money Management Act that relate to the deposit and investment of public funds.

The City follows the requirements of the Utah Money Management Act (Utah Code, Title 51, Chapter 7) in handling its depository and investment transactions. The Act requires the depositing of City funds in a qualified depository. The Act defines a qualified depository as any financial institution whose deposits are insured by an agency of the Federal Government and which has been certified by the State Commissioner of Financial Institutions as meeting the requirements of the Act and adhering to the rules of the Utah Money Management Council.

The Money Management Act defines the types of securities authorized as appropriate investments for the City's funds and the conditions for making investment transactions. Investment transactions may be conducted only through qualified depositories, certified dealers, or directly with issuers of the investment securities.

Statutes authorize the City to invest in negotiable or nonnegotiable deposits of qualified depositories and permitted negotiable depositories; repurchase and reverse repurchase agreements; commercial paper that is classified as "first tier" by two nationally recognized statistical rating organizations; bankers' acceptances; obligations of the United States Treasury including bills, notes, and bonds; obligations, other than mortgage derivative products, issued by U.S. government sponsored enterprises (U.S. Agencies) such as the Federal Home Loan Bank System, Federal Home Loan Mortgage Corporation (Freddie Mac), and Federal National Mortgage Association (Fannie Mae); bonds, notes, and other evidence of indebtedness of political subdivisions of the State; fixed rate obligations and variable rate securities rated "A" or higher, or the equivalent of "A" or higher, by two nationally recognized statistical rating organizations; shares or certificates in a money market mutual fund as defined in the Money Management Act; and the Utah State Public Treasurer's Investment Fund.

The Utah State Treasurer's Office operates the Public Treasurer's Investment Fund (PTIF). The PTIF is available for investment of funds administered by any Utah public treasurer. The PTIF is not registered with the SEC as an investment company. The PTIF is authorized and regulated by the Money Management Act, Section 51-7, and Utah Code Annotated, 1953, as amended. The Act established the Money Management Council, which oversees the activities of the State Treasurer and the PTIF and details the types of authorized investments. Deposits in the PTIF are not insured or otherwise guaranteed by the State of Utah, and participants share proportionally in any realized gains or losses on investments.

The PTIF operates and reports to participants on an amortized cost basis. The income, gains, and losses of the PTIF, net of administration fees, are allocated based upon the participant's average daily balance. The fair value of the PTIF investment pool is approximately equal to the value of the pool shares.

2. DEPOSITS AND INVESTMENTS (Continued)

Fair Value of Investments

The City measures and records its investments using fair value measurement guidelines established by generally accepted accounting principles. These guidelines recognize a three-tiered fair value hierarchy, as follows:

- *Level 1:* Quoted prices for identical investments in active markets;
- *Level 2:* Observable inputs other than quoted market prices; and,
- *Level 3:* Unobservable inputs.

At June 30, 2019, the City had the following recurring fair value measurements:

<u>Investments by fair value level</u>	<u>6/30/2019</u>	<u>Fair Value Measurements Using</u>		
		<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Debt Securities:				
Utah Public Investment Fund	<u>\$ 10,722,981</u>		<u>\$ 10,722,981</u>	
Total investments	<u>\$ 10,722,981</u>	<u>\$...</u>	<u>\$ 10,722,981</u>	<u>\$...</u>

Debt and equity securities classified in Level 1 are valued using prices quoted in active markets for those securities. Debt and equity securities classified in Level 2 are valued using the following approaches:

- U.S. Treasuries, U.S. Agencies, and Commercial Paper: quoted prices for identical securities in markets that are not active;
- Corporate and Municipal Bonds: quoted prices for similar securities in active markets.
- Repurchase Agreements, Negotiable Certificates of Deposit, and Collateralized Debt Obligations: matrix pricing based on the securities' relationship to benchmark quoted prices;
- Money Market, Bond, and Equity Mutual Funds: published fair value per share (unit) for each fund;
- Utah Public Treasurers' Investment Fund: application of the June 30, 2019 fair value factor, as calculated by the Utah State Treasurer, to the District's average daily balance in the fund; and,
- Donated Real Estate: recent appraisals of the real estate's value.

2. DEPOSITS AND INVESTMENTS (Continued)

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The City's policy for managing its exposure to fair value loss arising from increasing interest rates is to comply with the State's Money Management Act. Section 51-7-11 of the Money Management Act requires that the remaining term to maturity of investments may not exceed the period of availability of the funds to be invested. The Act further limits the remaining term to maturity on all investments in commercial paper, bankers' acceptances, fixed rate negotiable deposits, and fixed rate corporate obligations to 270 days – 15 months or less. The Act further limits the remaining term to maturity on all investments in obligations of the United States Treasury; obligations issued by U.S. government sponsored enterprises; and bonds, notes, and other evidence of indebtedness of political subdivisions of the State to 5 years. In addition, variable rate negotiable deposits and variable rate securities may not have a remaining term to final maturity exceeding 3 years.

As of June 30, 2019, the City's investments had the following maturities:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Investment Maturities (in Years)</u>			
		<u>Less than 1</u>	<u>1-5</u>	<u>6-10</u>	<u>More than 10</u>
State of Utah Public					
Treasurers' Investment Fund	\$ 10,722,981	\$ 10,722,981			
Total	<u>\$ 10,722,981</u>	<u>\$ 10,722,981</u>	<u>\$...</u>	<u>\$...</u>	<u>\$...</u>

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The City policy for reducing its exposure to credit risk is to comply with the State's Money Management Act, as previously discussed.

At June 30, 2019 the City's investments had the following quality ratings:

<u>Investment Type</u>	<u>6/30/2019 Fair Value</u>	<u>Quality Rating</u>
State of Utah Public		
Treasurers' Investment Fund	\$ 10,722,981	Unrated
Total	<u>\$ 10,722,981</u>	

2. **DEPOSITS AND INVESTMENTS (Continued)**

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The City's policy for reducing this risk of loss is to comply with the Rules of the Money Management Council. Rule 17 of the Money Management Council limits investments in a single issuer of commercial paper and corporate obligations to 5-10% depending upon the total dollar amount held in the portfolio.

Custodial Credit Risk

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City complies with the custody requirements of the Utah Money Management Act and Rules of the Money Management Council. All investment securities are required to be held by the public treasurer, in safekeeping by a bank or trust company, or in a book-entry-only record maintained by a securities depository, in the Federal Book Entry system or in the book-entry records of the issuer of the security in the name of the public entity. All investment securities are held in the qualified depository certified by the Commissioner of Financial Institutions as adhering to the rules of the Utah Money Management Council or in the book entry records of the issuer of the security.

The City's investments at June 30, 2019 were held by the City or in the City's name by the City's custodial banks with qualified depositories totaling \$10,722,981 where the underlying securities were uninsured and held by the investment's counterparty, the Utah Public Treasurer's Investment Fund.

3. **RESTRICTED CASH**

In connection with bond agreements between Vernal City and Utah Permanent Community Impact Fund Board, Utah Board of Water Resources and Utah Drinking Water Board, the City has agreed to set aside money into sinking funds and a reserve accounts. These funds are to assure that adequate money is available to service debt payments as they come due. The amount to be set aside into the sinking fund is established by each individual bond document. This amount is to be added to the sinking fund on an annual basis until an amount equal to the annual payment of principal and interest is set aside.

3. **RESTRICTED CASH (Continued)**

In prior years, the City also issued other bonds requiring bond sinking funds and bond reserve funds. Actual payments into these sinking and reserve funds are deposited annually until reserves are equal to that required by the individual bond document. These reserved amounts are shown below along with other restricted funds.

Business-type Activities - Enterprise Funds

<u>Utility Fund</u>	\$ 891,873
<u>Municipal Building Authority</u>	\$ 1,202,298
<u>Special Revenue Funds</u>	
Narcotics Strike Force	\$ 226,719
<u>Debt Service Fund</u>	
Bond Guarantee	\$ 620,630
<u>Storm Drain Project</u>	\$ 77,003
<u>General Fund</u>	\$ 55,146

4. **PROPERTY TAXES**

The property tax revenue of the City is collected and distributed by the Uintah County Treasurer as an agent of the City. Utah statutes establish the process by which taxes are levied and collected. The county assessor is required to assess real property as of January and complete the tax rolls by May 15. By July 21, the county auditor is to mail assessed value and tax notices to property owners. A taxpayer may then petition the County Board of Equalization between August 1 and August 15 for a revision of the assessed value. The county auditor makes approved changes in assessed value by November 1 and on this same date the county auditor is to deliver the completed assessment rolls to the county treasurer. Tax notices are mailed with a due date of November 30. Delinquent taxes are subject to a 2% penalty, with a \$10 minimum penalty. If delinquent taxes and penalties are not paid by January 15 of the following year, these delinquent taxes, including penalties, are subject to an interest charge at an annual rate equal to the federal discount rate plus 6%; the interest period is from January 1 until date paid. It is expected that all delinquencies plus accrued interest and penalties will be collected within a five-year period, during which time, the county treasurer may force the sale of property to collect the delinquent portion. Only the portion of property taxes receivable that meets the revenue recognition criteria is reported as revenue in the fund financial statements.

4. **PROPERTY TAXES (Continued)**

Beginning January 1, 1992, there was levied in lieu of the ad valorem tax, an annual uniform fee based on the value of motor vehicles. The uniform fee was 1.5% of the fair market statewide value of the property, as established by the State Tax Commission. On January 1, 1999, legislation became effective which made motor vehicles weighing 12,000 pounds or less subject to an "age-based" fee that is due each time the vehicle is registered. The revenues collected in each county from the uniform fee is distributed by the county to each taxing entity in which the property is located in the same proportion in which revenue collected from ad valorem real property tax is distributed. The City recognizes age-based fee as revenue when the County collects it.

5. **CAPITAL ASSETS**

Capital asset activity for the year ended June 30, 2019 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Primary Government				
Governmental activities:				
Capital assets not being depreciated:				
Land and easements	\$ 3,408,921			\$ 3,408,921
Water stock	23,195			23,195
Total capital assets not being depreciated	<u>\$ 3,432,116</u>	<u>\$...</u>	<u>\$...</u>	<u>\$ 3,432,116</u>
Capital assets being depreciated:				
Buildings	\$ 18,419,843			\$ 18,419,843
Improvements other than buildings	5,119,499			5,119,499
Machinery and equipment	5,194,434			5,194,434
Automotive equipment	2,333,319	\$ 28,427		2,361,746
Infrastructure	23,606,886	171,495		23,778,381
Total capital assets being depreciated:	<u>\$ 54,673,981</u>	<u>\$ 199,922</u>	<u>\$...</u>	<u>\$ 54,873,903</u>

5. **CAPITAL ASSETS (Continued)**

	Beginning Balance	Increases	Decreases	Ending Balance
Primary Government				
Governmental activities:				
Less accumulated depreciation for:				
Buildings	\$ 4,410,460	\$ 482,923		\$ 4,893,383
Improvements other than buildings	2,683,290	158,965		2,842,255
Machinery and equipment	4,578,020	246,267		4,824,287
Automotive equipment	2,197,039	43,458		2,240,497
Infrastructure	11,992,802	791,734		12,784,536
Total accumulated depreciation	<u>\$ 25,861,611</u>	<u>\$ 1,723,347</u>	<u>\$...</u>	<u>\$ 27,584,958</u>
Total capital assets being depreciated, net	<u>\$ 28,812,370</u>	<u>\$ (1,523,425)</u>	<u>\$...</u>	<u>\$ 27,288,945</u>
Governmental activities capital assets, net	<u><u>\$ 32,244,486</u></u>	<u><u>\$ (1,523,425)</u></u>	<u><u>\$...</u></u>	<u><u>\$ 30,721,061</u></u>

5. **CAPITAL ASSETS (Continued)**

	Beginning Balance	Increases	Decreases	Ending Balance
Business-type Activities:				
Capital assets not being depreciated:				
Land and easements	\$ 375,284			\$ 375,284
Water stock	54,956			54,956
Work in progress				
Total capital assets not being depreciated	<u>\$ 430,240</u>	<u>\$...</u>	<u>\$...</u>	<u>\$ 430,240</u>
Capital assets being depreciated:				
Buildings	\$ 135,030			\$ 135,030
Improvements other than buildings	28,770,524	\$ 232,999		29,003,523
Machinery and equipment	578,284			578,284
Automotive equipment	<u>1,217,102</u>			<u>1,217,102</u>
Total capital assets being depreciated	<u>\$ 30,700,940</u>	<u>\$ 232,999</u>	<u>\$...</u>	<u>\$ 30,933,939</u>
Less accumulated depreciation for:				
Buildings	\$ 115,919	\$ 1,878		\$ 117,797
Improvements other than buildings	11,372,984	764,415		12,137,399
Machinery and equipment	452,984	22,833		475,817
Automotive equipment	<u>881,866</u>	<u>48,062</u>		<u>929,928</u>
Total accumulated depreciation	<u>\$ 12,823,753</u>	<u>\$ 837,188</u>	<u>\$...</u>	<u>\$ 13,660,941</u>
Total capital assets being depreciated, net	<u>\$ 17,877,187</u>	<u>\$ (837,188)</u>	<u>\$...</u>	<u>\$ 17,272,998</u>
Business-type activities capital assets, net	<u><u>\$ 18,307,427</u></u>	<u><u>\$ (604,189)</u></u>	<u><u>\$...</u></u>	<u><u>\$ 17,703,238</u></u>

5. **CAPITAL ASSETS (Continued)**

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental Activities:

General government	\$ 50,390
Public safety	255,395
Highways and public improvements	1,274,388
Parks and recreation	<u>143,174</u>

Total depreciation expense - governmental activities	<u>\$ 1,723,347</u>
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Business-type Activities:

Utility	<u>\$ 837,188</u>
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Total depreciation expense - business-type activities	<u>\$ 837,188</u>
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Total depreciation expense	<u><u>\$ 2,560,535</u></u>
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6. **PENSION PLANS**

General Information about the Pension Plan

Plan Description – Eligible plan participants are provided with pensions through the Utah Retirement Systems. The Utah Retirement Systems are comprised of the following pension trust funds:

- Public Employees Noncontributory Retirement System (Noncontributory System)
- Public Employees Contributory Retirement System (Contributory System); are multiple employer, cost sharing, retirement systems.
- The Public Safety Retirement System (Public Safety System) is a mixed agent and cost sharing, multiple public employee retirement system.
- Tier 2 Public Employees Contributory Retirement System (Tier 2 Public Employees System) is a multiple employer, cost sharing, public employee retirement system
- Tier 2 Public Safety and Firefighter Contributory Retirement System (Tier 2 Public Safety and Firefighters System) is a multiple employer, cost sharing, public employee retirement system

The Tier 2 Public Employees System became effective July 1, 2011. All eligible employees beginning on or after July 1, 2011, who have no previous service credit with any of the Utah Retirement Systems, are members of the Tier 2 Retirement System.

The Utah Retirement Systems (Systems) are established and governed by the respective sections of Title 49 of the Utah Code Annotated 1953, as amended. The Systems' defined benefit plans are amended statutorily by the State Legislature. The Utah State Retirement Office Act in Title 49 provides for the administration of the Systems under the direction of the Board, whose members are appointed by the Governor. The Systems are fiduciary funds defined as pension (and other employee benefit) trust funds. URS is a component unit of the State of Utah. Title 49 of the Utah Code grants the authority to establish and amend the benefit terms.

URS issues a publicly available financial report that can be obtained by writing Utah Retirement Systems, 560 E. 200 S, Salt Lake City, Utah 84102 or visiting the website: www.urs.org.

6. PENSION PLANS (Continued)

Benefits provided: URS provides retirement, disability, and death benefits. Retirement benefits are as follows:

Summary of Benefits by System

System	Final Average Salary	Years of Service Required and/or Age Eligible for Benefit	Benefit Percent Per Year of Service	COLA**
Noncontributory System	Highest 3 years	30 years any age 25 years any age* 20 years age 60* 10 years age 62* 4 years age 65	2.0% per year all years	Up to 4%
Contributory System	Highest 5 years	30 years any age 25 years any age* 20 years age 60* 10 years age 62* 4 years age 65	1.25% per year to June 1975; 2.00% per year July 1975 to present	Up to 4%
Public Safety System	Highest 3 years	20 years any age 10 years age 60 4 years age 65	2.5% per year up to 20 years; 2.0% per year over 20 years	Up to 2.5% to 4% depending on the employer
Tier 2 Public Employees System	Highest 5 years	35 years any age 20 years age 60* 10 years age 62* 4 years age 65	1.5% per year all years	Up to 2.5%
Tier 2 Public Safety and Firefighter System	Highest 5 years	25 years any age 20 years age 60* 10 years age 62* 4 years age 65	1.5% per year all years	Up to 2.5%

*with actuarial reductions

**All post-retirement cost-of-living adjustments non-compounding and are based on the original benefit except for Judges, which is a compounding benefit. The cost-of-living adjustments are also limited to the actual Consumer Price Index (CPI) increase for the year, although unused CPI increases not met may be carried forward to subsequent years.

6. **PENSION PLANS (Continued)**

Contributions – As a condition of participation in the Systems, employers and/or employees are required to contribute certain percentages of salary and wages as authorized by statute and specified by the URS Board. Contributions are actuarially determined as an amount that, when combined with employee contributions (where applicable) is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded actuarial accrued liability. Contribution rates are as follows:

Utah State Retirement Systems

	Employee	Employer	Employer 401(k)
Contributory System			
11 - Local Governmental Division Tier 1	6.00%	14.46%	N/A
111 - Local Governmental Division Tier 2	N/A	15.54%	1.15%
Noncontributory System			
15 - Local Governmental Division Tier 1	N/A	18.47%	N/A
Public Safety System			
Contributory			
122 - Tier 2 DB Hybrid Public Safety	N/A	24.25%	0.74%
Noncontributory			
75 - Other Division A with 4% COLA	N/A	35.71%	N/A
Tier 2 DC Only			
211 - Local Government	N/A	6.69%	10.00%
222 - Public Safety	N/A	12.99%	12.00%

6. **PENSION PLANS (Continued)**

For fiscal year ended June 30, 2019, the employer and employee contributions to the Systems were as follows:

<u>System</u>	<u>Employer Contributions</u>	<u>Employee Contributions</u>
Noncontributory System	\$ 314,469	N/A
Contributory System	23,876	\$ 9,894
Public Safety System	318,767	
Tier 2 Public Employees System	79,548	
Tier 2 Public Safety and Firefighter	41,067	
Tier 2 DC Only System	5,886	N/A
Tier 2 DC Public Safety/Firefighter	2,554	N/A
Total Net Pension Asset/Liability	<u>\$ 786,167</u>	<u>\$ 9,894</u>

Contributions reported are the URS Board approved required contributions by System. Contributions in the tier 2 Systems are used to finance the unfunded liabilities in the Tier 1 Systems.

Pension Assets, Liabilities, Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2019, we reported a net pension asset of \$0 and a net pension liability of \$3,595,791.

<u>(Measurement Date): December 31, 2018</u>					
	<u>Net Pension Asset</u>	<u>Net Pension Liability</u>	<u>Proportionate Share</u>	<u>Proportionate Share 31-Dec-17</u>	<u>Change (Decrease)</u>
Noncontributory System		\$ 1,498,516	0.2034997%	0.2161302%	(0.0126305)%
Contributory System		348,045	0.8576699%	0.7940805%	.0635894%
Public Safety System		1,730,684	0.6727411%	0.6898284%	(.0170873)%
Tier 2 Public Employees System		16,336	0.0381441%	0.0392637%	(.0011195)%
Tier 2 Public Safety and Firefighter		<u>2210</u>	0.0882044%	0.1084463%	(.0202419)%
Total Net Pension Asset/Liability	<u>\$ -</u>	<u>\$ 3,595,791</u>			

6. **PENSION PLANS (Continued)**

The net pension asset and liability were measured as of December 31, 2018, and the total pension liability used to calculate the net pension asset and liability was determined by an actuarial valuation as of January 1, 2018, and rolled forward using generally accepted actuarial procedures. The proportion of the net pension asset and liability is equal to the ratio of the employer's actual contributions to the Systems during the plan year over the total of all employer contributions to the System during the plan year.

For the year ended June 30, 2019, we recognized pension expense of \$990,533.

At June 30, 2019, we reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 20,404	\$ 113,692
Changes in assumptions	405,877	374
Net difference between projected and actual earnings on pension plan investments	731,740	
Changes in proportion and differences between contributions and proportionate share of contributions	7,643	152,620
Contributions subsequent to the measurement date	387,913	
Total	<u>\$ 1,553,577</u>	<u>\$ 266,686</u>

\$387,912 reported as deferred outflows of resources related to pensions results from contributions made by the City prior to our fiscal year end, but subsequent to the measurement date of December 31, 2018. These contributions will be recognized as a reduction of the net pension liability in the upcoming fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended December 31,</u>	<u>Net Deferred Outflows (inflows) of Resources</u>
2019	\$ 400,056
2020	69,437
2021	76,011
2022	347,783
2023	631
Thereafter	5,060

6. PENSION PLANS (Continued)

Actuarial assumptions - The total pension liability in the December 31, 2018, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50 percent
Salary increases	3.25 - 9.75 percent, average, including inflation
Investment rate of return	6.95 percent, net of pension plan investment expense, including inflation

Mortality rates were developed from actual experience and mortality tables, based on gender, occupation and age, as appropriate, with adjustments for future improvement in mortality based on Scale AA, a model developed by the Society of Actuaries.

The actuarial assumptions used in the January 1, 2018, valuation were based on the results of an actuarial experience study for the five year period ending December 31, 2016.

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

Asset Class	Expected Return Arithmetic Basis		
	Target Asset Allocation	Real Return Arithmetic Basis	Long-Term Expected Portfolio Real Rate of Return
Equity securities	40%	6.15%	2.46%
Debt securities	20%	0.40%	0.08%
Real assets	15%	5.75%	0.86%
Private equity	9%	9.95%	0.89%
Absolute return	16%	2.85%	0.46%
Cash and cash equivalents	0%	0.00%	0.00%
Totals	100%		4.75%
		Inflation	2.50%
		Expected arithmetic nominal return	7.25%

6. PENSION PLANS (Continued)

The 6.95 percent assumed investment rate of return is comprised of an inflation rate of 2.50 percent, a real return of 4.45 percent that is net of investment expense.

Discount rate: The discount rate used to measure the total pension liability was 6.95 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that contributions from all participating employers will be made at contractually required rates that are actuarially determined and certified by the URS Board. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The discount rate does not use the Municipal Bond Index Rate. The discount rate remained unchanged at 6.95 percent.

Sensitivity of the Proportionate Share of the Net Pension Asset and Liability to Changes in the Discount Rate: The following presents the proportionate share of the net pension liability calculated using the discount rate of 6.95 percent, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (5.95 percent) or one-percentage point higher (7.95 percent) than the current rate:

	1% Decrease (5.95%)	Discount Rate (6.95%)	1% Increase (7.95%)
System			
Noncontributory System	\$ 3,071,148	\$ 1,498,516	\$ 188,928
Contributory System	738,842	348,045	19,074
Public Safety System	3,392,445	1,730,684	381,698
Tier 2 Public Employees System	65,447	16,336	(21,564)
Tier 2 Public Safety and Firefighter System	16,669	2,210	(8,855)
Total	<u>\$ 7,284,551</u>	<u>\$ 3,595,791</u>	<u>\$ 559,281</u>

Pension plan fiduciary net position: Detailed information about the pension plan's fiduciary net position is available in the separately issued URS financial report.

6. **PENSION PLANS (Continued)**

Defined Contribution Savings Plan

The Defined Contribution Savings Plans are administered by the Utah Retirement Systems Board and are generally supplemental plans to the basic retirement benefits of the Retirement Systems, but may also be used as a primary retirement plan. These plans are voluntary tax-advantage retirement savings programs authorized under sections 401(k), 457(b) and 408 of the Internal Revenue code. Detailed information regarding plan provisions is available in the separately issued URS financial report.

Vernal City participates in the following Defined Contribution Savings Plans with Utah Retirement Systems:

- *401(k) Plan
- *457(b) Plan
- *Roth IRA Plan

Employee and employer contributions to the Utah Retirement Defined Contribution Savings Plans for fiscal year ended June 30, were as follows:

	2019		2018		2017	
401(k) Plan						
Employer Contributions	\$	51,609	\$	59,530	\$	60,427
Employee Contributions		23,581		23,173		12,338
457 Plan						
Employer Contributions						
Employee Contributions	\$	7,001	\$	8,656	\$	10,616
Roth IRA Plan						
Employer Contributions		N/A		N/A		N/A
Employee Contributions	\$	525	\$	1,075	\$	1,495

6. PENSION PLANS (Continued)

GASB 68 schedule	Beginning values			Ending values		
	NPL/(NPA)	Asset	Liability	NPL/(NPA)	Asset	Liability
Noncontributory	\$ 946,931		\$ 946,931	\$ 1,498,515		\$ 1,498,515
Contributory	64,618		64,618	348,045		348,045
Public Safety	1,082,105		1,082,105	1,730,684		1,730,684
Firefighters						
Judges						
Governors & Legislators						
Tier 2 Public Employees	3,462		3,462	16,336		16,336
Tier 2 Public Safety & Fire	(1,255)	1,255		2,210		2,210
Total	\$ 2,095,861	\$ 1,255	\$ 2,097,116	\$ 3,595,790	\$ -	\$ 3,595,790

Retirement System	Net Pension Liability/(Asset)			Net Pension Liability/(Asset)		
	at 12-31-2017			at 12-31-2018		
	System Total NPL/(NPA)	Proportionate Share	Beginning Values	System Total NPL/(NPA)	Proportionate Share	Ending Values
Noncontributory						
Local Government	\$ 438,129,988	0.2161302%	\$ 946,931	\$ 736,372,374	0.2035000%	\$ 1,498,515
Contributory						
Local Government	8,137,414	0.7940805%	64,618	40,580,280	0.8576700%	348,045
Public Safety						
Other DIV A	156,865,824	0.6898284%	1,082,105	257,258,503	0.6727410%	1,730,684
Tier 2 Public employees	8,816,731	0.0392637%	3,462	42,827,859	0.0381440%	16,336
Tier 2 PS and Firefighter	(1,157,070)	0.1084463%	(1,255)	2,505,563	0.0882040%	2,210
Total	\$ 610,792,887		\$ 2,095,861	\$ 1,079,544,579		\$ 3,595,790

7. LONG-TERM DEBT

Annual debt service requirements to maturity for revenue bonds are as follows:

Year Ending June 30,	Governmental Activities			Business-type Activities		
	Principal	Interest	Total	Principal	Interest	Total
2020	\$ 547,000	\$ 199,300	\$ 746,300	\$ 415,000	\$ 10,362	\$ 425,362
2021	659,000	191,700	850,700	417,000	8,052	425,052
2022	448,000	181,750	629,750	402,000	6,400	408,400
2023	442,000	173,900	615,900	403,000	4,950	407,950
2024	450,000	165,875	615,875	394,000	3,475	397,475
2025-2029	2,192,000	689,175	2,881,175	1,691,000	3,475	1,694,475
2030-2034	2,084,000	459,900	2,543,900	1,240,787		1,240,787
2035-2039	2,303,000	206,325	2,509,325	1,129,000		1,129,000
2040-2044	696,000	19,850	715,850	692,703		692,703
2045-2048				114,000		114,000
Total	\$ 9,821,000	\$ 2,287,775	\$ 12,108,775	\$ 6,898,490	\$ 36,714	\$ 6,935,204

7. **LONG-TERM DEBT (Continued)**

Long-term liability activity for the year ended June 30, 2019, was as follows:

	Beginning Balance 06-30-18	Additions	Reductions	Ending Balance 06-30-19	Due Within One Year
Governmental activities:					
Bonds payable:					
Revenue bonds CIB	\$ 1,927,000		\$ 211,000	\$ 1,716,000	\$ 214,000
Special assessment bonds					
Compensated absences	292,126	\$ 11,667		303,793	
Net pension liability	1,875,441	1,326,022		3,201,463	
MBA Fund:					
Revenue bonds CIB	8,220,000		105,000	8,115,000	333,000
Revenue bonds-Public	40,000		10,000	30,000	
Governmental activity long-term liabilities	<u>\$ 12,354,567</u>	<u>\$ 1,337,689</u>	<u>\$ 326,000</u>	<u>\$ 13,366,256</u>	<u>\$ 547,000</u>
Business-type activities:					
Bonds payable:					
Utility Fund:					
Revenue bonds CIB	\$ 7,196,471		\$ 449,768	\$ 6,746,703	\$ 384,000
Special assessment bonds	86,787		6,000	80,787	6,000
Revenue bonds DWB	49,000		16,000	33,000	16,000
Revenue bonds WQB	46,000		8,000	38,000	9,000
Compensated liability	33,609		201	33,408	
Net pension liability	221,675	\$ 172,653		394,328	
Business-type activity long-term liabilities	<u>\$ 7,633,542</u>	<u>\$ 172,653</u>	<u>\$ 479,969</u>	<u>\$ 7,326,226</u>	<u>\$ 415,000</u>

Revenue Bonds - Revenue bonds payable at June 30, 2019, with their outstanding balances are comprised of the following individual issues:

Governmental Activities:

\$1,200,000 Vernal City, Uintah County, Utah Limited Obligation Sale Tax Highway Bonds, Series 2003, due in annual principal installments of \$46,976 To \$75,102, beginning September 1, 2008 through September 1, 2027, interest per annum. \$ 614,000

\$1,000,000 Vernal City, Limited Obligation Sales Tax Highway Bond, Series 2001A, due in annual principal installments of \$42,000 to \$119,000, beginning September 1, 2003 through September 1, 2020, interest 2.50% per annum. 182,000

7. **LONG-TERM DEBT (Continued)**

\$1,000,000 Vernal City, Taxable Limited Obligation Sales Tax Bond, Series 2001B, due in annual principal installments of \$52,000 to \$100,000, beginning September 1, 2003 through September 1, 2020, interest 2.50% per annum	\$ 153,000
\$1,100,000 Vernal City, Taxable Sales Tax Revenue Bonds, Series 2009B, Due in annual principal installments of \$37,000, beginning September 1, 2010, non-interest bearing.	767,000
\$200,000 Municipal Building Authority of Vernal City, Utah, Taxable Lease Revenue Bond, Series 2001, due in annual principal installments of \$10,000, Beginning September 1, 2002 through September 1, 2011, non-interest bearing.	30,000
\$250,000 Municipal Building Authority of Vernal City, Utah Taxable Lease Revenue Bond, Series 2006, due in annual principal installments of \$16,000, beginning October 1, 2008 through October 1, 2032, non interest bearing.	140,000
\$3,000,000 Municipal Building Authority of Vernal City, Utah, Taxable Lease Revenue Bonds Series 2009A, due in annual installments of \$100,000, beginning April 1, 2011 through April 1, 2040. Non-interest bearing	2,358,000
\$3,575,000 Municipal Building Authority of Vernal City, Uintah County, Sales Tax Revenue Bonds, Series 2017, refunding bonds to be used to advance refund sales tax revenue bonds, series 2003 and 2009. The proceeds from the series 2017 sales tax revenue bonds were placed into an escrow account to advance refund the bonds. Principal debt payments are due in annual principal installments in varying amounts from \$135,000 to \$235,000, beginning September 1, 2018 through September 1, 2038. Variable interest rates from 2.00% to 4.000%	3,440,000
\$2,500,000 Municipal Building Authority of Vernal City, Utah, Taxable Lease Revenue Bonds Series 2009B, annual principal installments in varying amounts from \$62,500 to \$119,000 plus interest at 2.50% .	<u>2,137,000</u>
Total Governmental Activities Bond Debt	<u>\$9,821,000</u>
On December 1, 2017, Vernal City issued \$3,575,000 of Sales Tax Revenue Bonds refunding bonds at a premium of \$354,142. This premium is to be amortized over the life of the new bonds, which is twenty one years. Each year, \$16,864 will be amortized and taken into interest income. The Premium is reported with debt. The balance at June 30, 2019 is	<u>\$ 337,278</u>
Total reported as debt obligations on financial Statements Governmental Activities	<u>\$10,158,278</u>

7. **LONG-TERM DEBT (Continued)**

Business-type Activities:

\$270,000 Vernal City Water Revenue Bond, Series 2000, due in annual principal installments of \$11,000 to \$17,000, beginning March 1, 2002 through March 1, 2021, interest rate 2.18 per annum.	\$ 33,000
\$510,000 Vernal City Taxable Water Revenue Bond Series 2009B, due in annual Principal installments of \$26,000, beginning March 1, 2010 through March 1, 2029 non-interest bearing.	250,000
\$144,000 Vernal City, Uintah County Utah Sewer Revenue Bond, Series 2002A, due in annual principal installments of \$5,000 to \$10,000, beginning December 1, 2002 through December 1, 2022, interest rate 3.5% per annum.	38,000
\$691,000 Vernal City, Uintah County Utah Taxable Sewer Revenue Bond, series 2002B, due in annual principal installments of \$34,000 to \$36,000, beginning December 1, 2006 through December 1, 2025, non-interest bearing.	246,000
\$780,534 Vernal City, Uintah County, Utah Water Revenue Bond, Series 2002, due in annual principal installments of \$30,534 to \$46,000, beginning March 1, 2007 through March 1, 2026, interest rate 2.50% per annum.	313,000
\$707,000 Vernal City, Taxable Sewer Revenue Bonds, Series 2006, due in annual principal installments of \$35,000, beginning December 1, 2008 through December 1, 2027, non-interest bearing. Proceeds received as of June 30, 2007.	322,000
\$340,000 Vernal City, Taxable Water Revenue Bond Series 2009, due in annual installments of \$14,000, Beginning March 1, 2010 through March 1, 2034. Non-interest bearing.	200,000
\$5,216,000 Vernal City, Taxable Water Revenue Bond Series 2013, due in annual installments of \$174,000, Beginning March 1, 2015 through March 1, 2044, with the last payment due of \$170,000. The entire amount of the loan has not been issued as of June 30, 2014. Non-interest bearing.	3,958,563
\$114,787 Vernal City, Taxable Special Assessment Bonds, 2014 due in annual installments of \$6,000, Beginning December 1, 2014 through December 1, 2033, a final payment due of \$787. Non-interest bearing.	80,787
\$282,000 Vernal City, Taxable Sewer Revenue Bond Series 2009, due in annual installments of \$11,000, beginning December 1, 2010 through December 1, 2034. Non-interest bearing.	183,000

7. **LONG-TERM DEBT (Continued)**

Business-type Activities: (continued)

\$490,000 Vernal City, Taxable Water Revenue Bond Series 2014, due in annual installments of \$16,000 to \$17,000, beginning March 1, 2016 through March 1, 2045. Non-interest bearing. \$ 381,140

\$280,000 Vernal City, Taxable Water Revenue Bond Series 2016, due in annual installments of \$9,000 to \$10,000, beginning March 1, 2018 through March 1, 2047. Non-interest bearing. 262,000

\$653,000 Vernal City, Taxable Sewer Revenue Bond Series 2016, due in annual installments of \$21,000 to \$22,000, beginning December 1, 2018 through December 1, 2047. Non-interest bearing. 631,000

TOTAL \$6,898,490

8. **CONTINGENT LIABILITIES**

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the state and federal governments. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the government expects such amounts, if any, to be immaterial.

Vernal City Corporation has a few pending lawsuits and notice of claims filed by different individuals and entities. The information presented by attorneys indicated that most of the outcomes of lawsuits are undeterminable at the date of audit, but the City is aggressively fighting these claims.

9. **PROPERTY TAX CALENDAR**

The City adopts, by June 22, the proposed tax rates as part of its budget for the current year, which begins July 1. If the proposed rates exceed a certified tax rate, a special public hearing must be held before the final rate is adopted. The final tax rate is assessed by the county assessor on property in the County as of July 1. The taxes are payable to the City treasurer by the end of November and are remitted to the City by the county treasurer as collected.

10. SEGMENT INFORMATION

All Enterprise Funds as presented in the financial statements are comprised of the Utility Fund, Golf Fund, and Municipal Building Authority. The Utility Fund accounts for the activities involved with providing water, sewer and refuse collection services. The Golf Fund has very limited transactions and basically owns assets involved with the operation of the golf course. The Golf Course is operated by another governmental organization. The Municipal Building Authority owns and rents real estate. Segment information for each fund is presented below:

CONDENSED STATEMENT OF NET POSITION

	Utility Fund	Golf Course
Assets:		
Current assets	\$ 4,705,817	
Capital assets	24,619,589	\$ 300,711
Deferred outflows of res.	170,371	
Total assets	\$ 29,495,777	\$ 300,711
Liabilities:		
Current liabilities	\$ 679,855	
Noncurrent liabilities	6,516,898	
Net pension liability	394,328	
Deferred inflows of res.	387,235	
Total liabilities	\$ 7,978,316	\$...
Net Position:		
Net investment in capital assets	\$ 17,721,099	\$ 300,711
Restricted	891,873	
Unrestricted	2,904,489	
Total net position	\$ 21,517,461	\$ 300,711

10. SEGMENT INFORMATION (Continued)

**CONDENSED STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION**

	Utility Fund	Golf Course
Operating revenues	\$ 5,001,814	
Depreciation expense	(837,188)	
Other operating expenses	(4,289,851)	
Operating income	\$ (125,225)	\$...
Nonoperating revenue (expenses):		
Investment earnings	\$ 81,579	
Impact fees	26,000	
Interest expense and fiscal charges	(10,960)	
Miscellaneous	6,690	
Grants	159,216	
Joint venture income (loss)	76,432	
Total nonoperating revenue (expense)	\$ 338,957	\$...
Income (loss) before transfers	\$ 213,732	\$...
Transfers in (out):		
Transfers		
Total transfers	\$...	\$...
Change in net position	\$ 213,732	
Beginning net position	21,258,869	\$ 300,711
Prior period adjustment	44,860	
Ending net position	<u>\$ 21,517,461</u>	<u>\$ 300,711</u>

10. SEGMENT INFORMATION (Continued)

CONDENSED STATEMENT OF CASH FLOWS

	Utility Fund	Golf Course
Net cash provided (used) by:		
Operating activities	\$ 717,160	
Noncapital financing activities	26,000	
Capital and related financing activities	(659,518)	
Investing activities	81,579	
Net increase (decrease)	\$ 165,221	
Beginning cash and cash equivalents	3,897,950	
Ending cash and cash equivalents	\$ 4,063,171	\$...

OTHER FINANCIAL DATA

	Utility Fund	Golf Course
Operating revenues:		
Charges for services	\$ 5,001,814	
Depreciation expense	(837,188)	
Operating income (loss)	(125,225)	
Operating transfers in (out)		
Change in net position	213,732	
Property, plant, and equipment:		
Additions	232,999	
Net working capital	3,381,362	
Total assets	29,495,777	\$ 300,711
Bonds payable	6,898,490	
Total net position	21,517,461	300,711

11. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City pays an annual premium to Utah Local Governments Trust for its health insurance coverage, general liability and property coverage. At June 30, 2019, the City had no claims or judgments filed against it related to the risks mentioned above.

12. RECEIVABLES

Receivables as of year-end for the government's individual funds including the applicable allowances for uncollectible accounts are as follows:

	General Fund	Special Revenue MBA	Debt Service Fund	Other Governmental Funds	Business Type Activities	Total
Receivables:						
Taxes	\$ 408,598					\$ 408,598
Miscellaneous					\$ 1,355	1,355
Assessment			\$ 140,095			140,095
Accounts	65,873				596,487	662,360
Due from other governments	1,292,101			\$ 63,000	8,037	1,363,138
Gross receivables	\$ 1,766,572		\$ 140,095	\$ 63,000	\$ 605,879	\$ 2,166,948
Less: allowance for uncollectibles					(8,699)	(8,699)
Net receivables	<u>\$ 1,766,572</u>	<u>\$...</u>	<u>\$ 140,095</u>	<u>\$ 63,000</u>	<u>\$ 597,180</u>	<u>\$ 2,158,249</u>

13. PRIOR PERIOD ADJUSTMENT

A prior period adjustment has been recorded for the Utility fund. The prior period adjustment is necessary to adjust prior balances for a payment (credit) towards CIB Water Bonds that was not included in a prior year financial statement. The amount of the prior period adjustment for the Utility Fund is \$44,860. A reduction of this bond payable has been recorded to reflect the proper balance, with a corresponding adjustment to the Retained Earnings in the Utility fund.

14. **INTERFUND BALANCE AND TRANSFERS**

Transfers- The following table provides a reconciliation of all interfund transfers:

<u>TRANSFERS</u>		
<u>Fund</u>	<u>In</u>	<u>(Out)</u>
General		\$ (526,554)
Debt Service	\$ 235,100	
Municipal Building Authority	291,454	
Capital Project Fund		(261,224)
UCVC Interlocal Fund		(4,000)
CDA/Vitalization Fund		(28,000)
Equipment Replacement Fund	479,933	
Emergency Preparedness Fund		(175,000)
Housing Rehabilitation Fund		(11,709)
Totals	<u>\$ 1,006,487</u>	<u>\$ (1,006,487)</u>

15. **JOINT OPERATING AGREEMENTS WITH OTHER GOVERNMENTAL ENTITIES**

Vernal City has entered into joint operating agreements with Uintah County to provide services to the residents of Vernal City in the most economical manner to all of the residents of the City. These joint operations include the Vernal City/Uintah County Airport, Vernal City/Uintah County Cemetery, Vernal City/Uintah County Fire Department. Policy for the administration and operation of these joint ventures is established jointly by the Uintah County Commission and Vernal City Council. The entities have agreed to share the net cost after deducting applicable revenues of maintenance and operation, capital outlay and any other approved expenditure according to the following percentages:

- ❖ **Vernal City/Uintah County Airport.**
 - Uintah County 75%
 - Vernal City 25%
- ❖ **Vernal City/Uintah County Cemetery:**
 - Uintah County 50%
 - Vernal City 50%
- ❖ **Vernal City/Uintah County Fire Department**
 - Uintah County 50%
 - Vernal City 50%

15. **JOINT OPERATING AGREEMENTS WITH OTHER GOVERNMENTAL ENTITIES**
(Continued)

There is also a joint operating agreement between Vernal City, Uintah County, Duchesne County, Roosevelt City, Naples City and the State of Utah to operate the Uintah Basin Communications Center. Policy for the administration and operation of the Uintah Basin Communications Center is established jointly by a Governing Board, made up of one member each, from Uintah County Commission, Duchesne County Commission, Vernal City Council, Roosevelt City Council, and the State of Utah Public Safety Communications Director. The State of Utah is responsible for the payment of all operating expenditures, capital expenditures and wages and benefits. The various entities have agreed to share the cost of maintenance and operations, capital outlay and any other approved expenditure. Estimated revenue sources are as follows:

a. Utah Dept of Public Safety	25.0%
b. Uintah County	13.3%
c. Duchesne County	8.1%
d. Vernal City	12.9%
e. Roosevelt City	6.1%
f. Sale of services	34.6%

The Uintah Recreation District was established by Uintah County Commission in October of 1996. The board of directors shall consist of ten (10) members. Seven (7) shall be appointed by the Uintah County Commission; one (1) member appointed by Vernal City; one (1) member appointed by Naples City and one (1) member by Ballard Town. The Recreation District is currently responsible for operating several of the Joint Operating Agreements in which Vernal City Participates.

Following is a description of each joint operation:

1. Golf Course

- ❖ Ownership of Facilities. The land and all of the golf course buildings and improvements is owned by Vernal City and The Municipal Building Authority of Vernal City.
- ❖ Administration of facilities. Policy for the administration and operation of the Golf Course Complex is established by the Recreation District Board.

2. City County Parks

- ❖ Ownership of Facilities. The City/County park complex located at 1000 West 300 North. The land and all of the buildings are owned jointly by Uintah County and Vernal City. Each entity owns 50% of the assets.
- ❖ Administration of facilities. Policy for the administration and operation of the City/County Park Complex is established by the Recreation District.

There is a joint operating agreement dated January 24, 2001 between Vernal City, Naples City and Uintah County to construct and operate the Uintah Animal Shelter located at 1387 East 335 South, Vernal, UT. The project is to be administered by Vernal City.

The facility shall be owned by the Municipal Building Authority of Vernal City and the permanent Community Impact Board of the State of Utah.

15. **JOINT OPERATING AGREEMENTS WITH OTHER GOVERNMENTAL ENTITIES**
(Continued)

Cost sharing of all operation and maintenance expenses and capital expenditures shall be shared by Vernal City, Naples City and Uintah County on the basis of actual use of the shelter as measured by the number of animals housed at the shelter during the fiscal year preceding the fiscal year (July, 1 – June, 30) in which the expenses are to be paid.

CIB loan repayment shall be shared by Vernal City, Naples City and Uintah County on the basis of actual use of the shelter as measured by the number of animals housed at the shelter during the fiscal year preceding the fiscal year (July 1 – June 30) in which the expenses are to be paid.

16. **JOINT VENTURE**

The Ashley Valley Sewer Management Board is a joint venture formed to provide sewage disposal service to the residence of the Ashley Valley. The participants in the joint venture are Vernal City, Maeser Water and Sewer Improvement District and Ashley Valley Water and Sewer Improvement District. The Governing Board is comprised of two (2) members from each of the participating entities. The Board makes all the decisions relating to operations, budgeting, etc. A condensed audited financial statement is outlined as follows:

ASHLEY VALLEY SEWER MANAGEMENT BOARD
BALANCE SHEET
DECEMBER 31, 2018
(AUDITED)

Assets

Current assets	\$ 4,637,183
Property and equipment (net)	15,632,341
Restricted assets	658,657
Long-term investments	<u>4,286,192</u>
Total assets	<u><u>\$ 25,214,373</u></u>

Liabilities and Fund Equity

Current liabilities	\$ 676,210
Long-term liabilities	2,886,978
Fund equity	<u>21,651,185</u>
Total liabilities and fund equity	<u><u>\$ 25,214,373</u></u>

16. JOINT VENTURE (Continued)

Each of the participants has a 1/3 interest in the joint venture. The City's activity for the year ended June 30, 2019 is presented below:

Ending Balance, 6-30-18	\$ 7,140,630
Vernal City's operating loss (Total income 229,295 x 1/3)	76,432
Capital Contribution	
Ending Balance, 6-30-19	<u><u>\$ 7,217,062</u></u>

All of the financial information presented above, and the information as reported in the accompanying financial statements, is taken from audited financial statements prepared by Eastern Utah CPA's, PLLC, Certified Public Accountants, Vernal, Utah 84078.

17. BUDGET VARIANCE

For the year ended June 30, 2019, the City had no unfavorable budget variances in any of the Funds.

18. DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

In addition to assets and liabilities, the statement of financial position and balance sheet reports a separate section for deferred outflows/inflows of resources. The separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and will not be recognized as an outflow of resources (expense/expenditure) until then. The City recognizes one of these outflows, dealing with pension. The separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and will not be recognized as an inflow of resources (revenue) until that time. The City reports three of these items. One item, unavailable revenue, reports unavailable revenues from grantors/contributors when the only eligibility criterion that has not been met by the recipient is a timing requirement. The second item, property taxes, is reported as deferred inflows of resources since they are recognized as receivables before the period for which the taxes are levied. The third item deals with pension.

19. ADVANCE REFUNDING DEBT OBLIGATION

On December 1, 2017, Vernal City issued \$3,575,000 of sales revenue refunding bonds, which will mature on September 1, 2038, with a premium of \$354,142 and a deferred outflow of \$215,218. These amounts will be amortized over the next 21 years, which has resulted in an increase in interest income of \$16,864 and an increase in interest expense of \$10,391 in the current year. The yearly bond payment was made, which brings the advance refunding debt obligation balance to \$3,375,000. The trust escrow agent is current with this defeased debt obligation.

VERNAL CITY

Required Supplementary Information

Schedule 1	Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual – General Fund
Schedule 2	Schedule of the Proportionate Share of the Net Pension Liability
Schedule 3	Schedule of Contributions
	Notes to Required Supplementary Information

VERNAL CITY CORPORATION
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2019

	BUDGET AMOUNTS			VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)
	ORIGINAL	FINAL	ACTUAL AMOUNTS	
REVENUES:				
Taxes:				
Property taxes	\$ 469,938	\$ 469,938	\$ 490,273	\$ 20,335
General sales and use tax	4,470,000	4,470,000	4,358,557	(111,443)
Franchise tax	828,000	828,000	796,169	(31,831)
Transient room tax	96,000	96,000	100,421	4,421
Sales tax streets	1,315,000	1,315,000	1,259,014	(55,986)
Municipal telecomm tax	180,000	180,000	188,287	8,287
Licenses and permits	133,000	140,000	134,730	(5,270)
Intergovernmental	734,000	748,000	731,728	(16,272)
Charges for services	1,072,100	1,059,200	1,061,493	2,293
Fines and forfeitures	465,500	505,500	514,555	9,055
Investment earnings	20,000	70,000	66,024	(3,976)
Contributions	60,200	93,900	95,310	1,410
Miscellaneous revenue	6,500	31,100	30,944	(156)
Total revenues	\$ 9,850,238	\$ 10,006,638	\$ 9,827,505	\$ (179,133)
EXPENDITURES:				
Current:				
General government:				
Mayor and council	\$ 459,450	\$ 460,000	\$ 442,965	\$ 17,035
City administration	572,850	603,500	587,389	16,111
Finance	523,550	522,750	510,605	12,145
Attorney	164,700	222,450	222,888	(438)
Government facilities	771,550	518,350	462,746	55,604
Planning and community development	521,300	469,400	445,479	23,921
Justice court	382,300	388,800	380,089	8,711
I.T. Department	140,500	148,700	145,265	3,435
Total general government	\$ 3,536,200	\$ 3,333,950	\$ 3,197,426	\$ 136,524
Public safety:				
Police	\$ 3,335,550	\$ 3,280,500	\$ 3,222,583	\$ 57,917
Fire	5,000	6,100	6,048	52
Victims advocate	122,100	175,500	161,889	13,611
Total public safety	\$ 3,462,650	\$ 3,462,100	\$ 3,390,520	\$ 71,580

"The notes to the financial statements are an integral part of this statement."

VERNAL CITY CORPORATION
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2019

	BUDGET AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)
	ORIGINAL	FINAL		
Highways and public improvements:				
Streets department	\$ 1,689,000	\$ 1,939,800	\$ 1,418,625	\$ 521,175
Motor pool	213,100	183,000	167,917	15,083
Total highways and public improvements	\$ 1,902,100	\$ 2,122,800	\$ 1,586,542	\$ 536,258
Parks, recreation, and public property:				
Parks	\$ 323,800	\$ 370,750	\$ 343,665	\$ 27,085
Total parks, recreation and public property	\$ 323,800	\$ 370,750	\$ 343,665	\$ 27,085
Intergovernmental expenditures:				
Contributions to other governmental units	\$ 483,500	\$ 508,500	\$ 450,247	\$ 58,253
Total intergovernmental expenditures	\$ 483,500	\$ 508,500	\$ 450,247	\$ 58,253
Total expenditures	\$ 9,708,250	\$ 9,798,100	\$ 8,968,400	\$ 829,700
Excess of revenue over (under) expenditures	\$ 141,988	\$ 208,538	\$ 859,105	\$ 650,567
OTHER FINANCING SOURCES (USES):				
Transfers (out)	\$ (500,100)	\$ (527,100)	\$ (526,554)	\$ 546
Transfers in				
CDA - sales tax distribution	(65,000)	(45,000)		45,000
Sale of assets				
Total other financing sources (uses)	\$ (565,100)	\$ (572,100)	\$ (526,554)	\$ 45,546
Excess of revenues and other sources over (under) expenditures and other uses	\$ (423,112)	\$ (363,562)	\$ 332,551	\$ 696,113
Fund balances - beginning of year	423,112	363,562	2,863,093	2,499,531
Fund balances - end of year	\$...	\$...	\$ 3,195,644	\$ 3,195,644

"The notes to the financial statements are an integral part of this statement."

VERNAL CITY
SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
AS OF JUNE 30, 2019

	Year ended December 31,	Proportion of the net pension liability (asset)	Proportionate share of the net pension liability (asset)	Covered- employee payroll	Proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	Plan fiduciary net position as a percentage of its covered-employee payroll
Noncontributory Retirement System	2014	0.2380721%	\$1,033,765	\$1,912,584	54.10%	90.2%
	2015	0.2427067%	1,373,353	1,974,213	69.56%	87.8%
	2016	0.2343813%	1,505,015	1,972,804	76.29%	87.3%
	2017	0.2161302%	946,931	1,804,826	52.47%	91.9%
	2018	0.2034997%	1,498,516	1,722,130	87.02%	87.0%
Contributory Retirement System	2014	0.5044382%	\$145,502	\$269,543	54.00%	94.0%
	2015	0.5149740%	361,828	219,348	164.96%	85.7%
	2016	0.6532980%	218,302	159,639	136.75%	92.9%
	2017	0.7940805%	64,618	161,131	40.10%	98.2%
	2018	0.8576699%	348,045	160,530	216.81%	91.2%
Public Safety System	2014	0.8140777%	\$1,023,770	\$1,297,143	78.90%	90.5%
	2015	0.7540264%	1,350,651	1,224,907	110.27%	87.1%
	2016	0.7226660%	1,466,489	1,183,433	123.92%	86.5%
	2017	0.6898284%	1,082,105	1,140,479	94.88%	90.2%
	2018	0.6727411%	1,730,684	1,109,681	155.96%	84.7%
Tier 2 Public Employees Retirement System	2014	0.0801578%	(\$2,429)	\$392,678	-0.60%	103.5%
	2015	0.5298860%	(116)	342,333	-0.30%	100.2%
	2016	0.0407486%	4,545	334,173	1.36%	95.1%
	2017	0.0392637%	3,462	384,281	0.90%	97.4%
	2018	0.0381442%	16,336	444,765	3.67%	90.8%
Tier 2 Public Safety and Firefighters Retirement	2015	0.7396150%	(\$1,081)	\$43,996	-2.46%	110.7%
	2016	0.0937729%	(814)	77,478	-1.05%	103.6%
	2017	0.1084463%	(1,255)	114,528	-1.10%	103.0%
	2018	0.0882044%	2,210	117,692	1.88%	95.6%

* In accordance with paragraph 81.a GASB 68, employers will need to disclose a 10-year history of their proportionate share of the net pension liability (asset) in their RSI.

"The accompanying notes are an integral part of these financial statements."

VERNAL CITY
SCHEDULE OF CONTRIBUTIONS
AS OF JUNE 30, 2019

	As of Fiscal Year Ended June 30,	Actuarial Determined Contributions	Contributions in Relation to the Contractually Required Contribution	Contribution Deficiency (Excess)	Covered Employee Payroll	Contributions as a Percentage of Covered Employee Payroll
Noncontributory System	2014	\$ 337,084	\$ 337,084		\$ 1,949,587	17.29%
	2015	360,186	360,186		1,950,116	18.47%
	2016	369,167	369,167		1,998,742	18.47%
	2017	352,041	352,041		1,906,001	18.47%
	2018	320,204	320,204		1,733,642	18.47%
	2019	314,469	314,469		1,704,406	18.45%
Contributory System	2014	\$ 35,573	\$ 35,573		\$ 267,868	13.28%
	2015	36,160	36,160		250,068	14.46%
	2016	27,158	27,158		187,816	14.46%
	2017	23,259	23,259		160,854	14.46%
	2018	22,863	22,863		158,112	14.46%
	2019	23,876	23,876		165,116	14.46%
Public Safety System	2014	\$ 384,231	\$ 384,231		\$ 1,270,980	30.23%
	2015	399,587	399,587		1,271,776	31.42%
	2016	383,314	383,314		1,228,039	31.21%
	2017	356,823	356,823		1,153,832	30.93%
	2018	347,882	347,882		1,129,080	30.81%
	2019	318,767	318,767		1,050,022	30.36%
Tier 2 Public Employees System*	2014	\$ 62,346	\$ 62,346		\$ 445,644	13.99%
	2015	51,534	51,534		344,936	14.94%
	2016	51,318	51,318		344,188	14.91%
	2017	52,681	52,681		353,326	14.91%
	2018	60,906	60,906		403,291	15.10%
	2019	79,548	79,548		503,258	15.81%
Tier 2 Public and Firefighters System*	2014					
	2015	\$ 4,897	\$ 4,897		\$ 20,655	23.71%
	2016	9,652	9,652		40,795	23.66%
	2017	28,238	28,238		119,348	23.66%
	2018	24,617	24,617		103,747	23.73%
	2019	41,067	41,067		169,350	24.25%
Tier 2 Public Employees DC Only System*	2014	\$ 3,333	\$ 3,333		\$ 59,722	5.58%
	2015	11,566	11,566		172,110	6.72%
	2016	12,768	12,768		190,856	6.69%
	2017	12,382	12,382		185,084	6.69%
	2018	12,257	12,257		183,208	6.69%
	2019	5,886	5,886		87,981	6.69%
Tier 2 Public Safety and Firefighter DC Only System*	2014	\$ -	\$ -		\$ -	0.00%
	2015	-	-		-	0.00%
	2016	-	-		-	0.00%
	2017	-	-		-	0.00%
	2018	177	177		1,364	12.99%
	2019	2,554	2,554		19,664	12.99%

* Contributions in Tier 2 include an amortization rate to help fund the unfunded liabilities in the Tier 1 systems.
Tier 2 systems were created effective July 1, 2011.

Note: Paragraph 81.b of GASB 68 requires employers to disclose a 10-year history of contribution in RSI. Contributions as a percentage of covered-payroll may be different than the board certified rate due to rounding and other administrative issues.

"The accompanying notes are an integral part of these financial statements."

VERNAL CITY
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR FISCAL YEAR ENDED JUNE 30, 2019

CHANGES IN ASSUMPTIONS:

As a result of an experience study conducted as of December 31, 2016, the Board adopted recommended changes to several economic and demographic assumptions that are used in the actuarial valuation. The assumption changes that had the largest impact on the Total Pension Liability (and actuarial accrued liability) include a decrease in the investment return assumption from 7.20% to 6.95%, a reduction in the price inflation assumption from 2.60% to 2.50% (which also resulted in a corresponding decrease in the cost-of-living-adjustment assumption for the funds with a 4.00% annual COLA max), and the adoption of an updated retiree mortality table that is developed using URS's actual retiree mortality experience. There were changes to several other demographic assumptions, but those changes had a minimal impact on the Total Pension Liability (and actuarial accrued liability).

VERNAL CITY
Supplementary Information

SCHEDULE 4
(Continued)

VERNAL CITY CORPORATION
COMBINING BALANCE SHEET -
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2019

	EMERGENCY PREPAREDNESS FUND	MUNICIPAL BUILDING PROJECT	CITY STORM DRAIN PROJECT	CAPITAL PROJECT FUND	TOTAL NONMAJOR GOVERNMENTAL FUNDS
Cash and cash equivalents	\$ 78,379	\$ 1,713,786	\$ 178,675	\$ 11,239	\$ 3,067,263
Restricted: Cash and cash equivalents			77,003		303,722
Due from other governments					63,000
Accounts receivable					
Total assets	\$ 78,379	\$ 1,713,786	\$ 255,678	\$ 11,239	\$ 3,433,985
<u>LIABILITIES AND FUND BALANCES</u>					
Liabilities:					
Accounts payable					\$ 48,426
Accrued liabilities					6,144
Total liabilities	\$...	\$...	\$...	\$...	\$ 54,570
Fund balances:					
Restricted:			\$ 77,003		\$ 77,003
Capital projects fund					
Assigned:					220,025
Special revenue funds	\$ 78,379	\$ 1,713,786	178,675	\$ 11,239	3,082,387
Capital project funds					
Total fund balances	\$ 78,379	\$ 1,713,786	\$ 255,678	\$ 11,239	\$ 3,379,415
Total liabilities and fund balance	\$ 78,379	\$ 1,713,786	\$ 255,678	\$ 11,239	\$ 3,433,985

VERNAL CITY CORPORATION
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES -
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	SPECIAL REVENUE FUND			CAPITAL PROJECTS FUND				
	NARCOTICS STRIKE FORCE	UCVC INTERLOCAL AGENCY	PARKING DEVELOPMENT	CITY PARK GREEN SPACE	EQUIPMENT REPLACEMENT	VITALIZATION FUND	STREET CONSTRUCTION FUND	
REVENUES:								
Taxes								
Intergovernmental revenue	\$ 104,231			\$ 63,000				
Charges for services		\$ 2,493		22,000				
Miscellaneous	6,537							
Investment earnings	4,917	709	\$ 7,591	1,826	\$ 4,121	\$ 112	\$ 6,103	
Total revenues	\$ 115,685	\$ 3,202	\$ 7,591	\$ 86,826	\$ 4,121	\$ 112	\$ 6,103	
EXPENDITURES:								
Public safety	\$ 104,196				\$ 169,647			
Highways and public improvements			\$ 125,140				\$ 54,736	
Parks, recreation, and public property		\$ 2,493		\$ 72,644				
Capital outlay								
Total expenditures	\$ 104,196	\$ 2,493	\$ 125,140	\$ 72,644	\$ 169,647	\$...	\$ 54,736	
Excess of revenues over (under) expenditures	\$ 11,489	\$ 709	\$ (117,549)	\$ 14,182	\$ (165,526)	\$ 112	\$ (48,633)	
Other financing sources (uses):								
Transfers in					\$ 479,933			
Transfers (out)		\$ (4,000)				\$ (28,000)		
Capital lease proceeds					166,757			
Total other financing sources (uses)	\$...	\$ (4,000)	\$...	\$...	\$ 646,690	\$ (28,000)	\$...	
Excess of revenues and other sources over (under) expenditures and other uses	\$ 11,489	\$ (3,291)	\$ (117,549)	\$ 14,182	\$ 481,164	\$ (27,888)	\$ (48,633)	
Fund Balances - Beginning of year	207,340	4,487	276,314	177,760	104,297	28,399	212,262	
Fund Balances - End of year	\$ 218,829	\$ 1,196	\$ 158,765	\$ 191,942	\$ 585,461	\$ 511	\$ 163,629	

VERNAL CITY CORPORATION
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES -
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	EMERGENCY PREPAREDNESS FUND	MUNICIPAL BUILDING PROJECT	HOUSING REHAB	CITY STORM DRAIN PROJECT	CAPITAL PROJECTS FUND	TOTAL NONMAJOR GOVERNMENTAL FUNDS
REVENUES:						
Taxes						\$ -
Intergovernmental revenue						167,231
Charges for services					\$ 9,658	34,151
Miscellaneous						6,537
Investment earnings	\$ 6,528	\$ 47,256	267	\$ 7,052	6,410	92,892
Total revenues	\$ 6,528	\$ 47,256	\$ 267	\$ 7,052	\$ 16,068	\$ 300,811
EXPENDITURES:						
Public safety						
Highways and public improvements						\$ 273,843
Parks, recreation, and public property				\$ 4,270		184,146
Intergovernmental expenditures						75,137
Capital outlay						
Total expenditures	\$...	\$...	\$...	\$ 4,270	\$...	\$ 533,126
Excess of revenues over (under) expenditures	\$ 6,528	\$ 47,256	\$ 267	\$ 2,782	\$ 16,068	\$ (232,315)
Other financing sources (uses):						
Transfers in						
Transfers (out)	\$ (175,000)		\$ (11,709)		\$ (261,224)	\$ 479,933
Capital lease proceeds						(479,933)
						166,757
Total other financing sources (uses)	\$ (175,000)	\$...	\$ (11,709)	\$...	\$ (261,224)	\$ 166,757
Excess of revenues and other sources over (under) expenditures and other uses	\$ (168,472)	\$ 47,256	\$ (11,442)	\$ 2,782	\$ (245,156)	\$ (65,558)
Fund Balances - Beginning of year	246,851	1,666,530	11,442	252,896	256,395	3,444,973
Fund Balances - End of year	\$ 78,379	\$ 1,713,786	\$...	\$ 255,678	\$ 11,239	\$ 3,379,415

VERNAL CITY CORPORATION
COMBINING SCHEDULE OF REVENUES AND EXPENSES
UTILITY FUND
FOR THE YEAR ENDED JUNE 30, 2019

				TOTALS	
	WATER DEPT.	SEWER DEPT.	SOLID WASTE DEPT.	JUNE 30, 2019	JUNE 30, 2018
OPERATING REVENUES:					
Charges for services	\$ 2,684,638	\$ 1,858,117	\$ 459,059	\$ 5,001,814	\$ 5,052,647
Total revenues	\$ 2,684,638	\$ 1,858,117	\$ 459,059	\$ 5,001,814	\$ 5,052,647
OPERATING EXPENSES:					
Wages and benefits	\$ 589,982	\$ 187,094		\$ 777,076	\$ 751,201
Services and supplies	1,663,414	1,418,054	\$ 431,307	3,512,775	3,594,916
Depreciation	613,243	223,945		837,188	728,397
Total operating expenses	\$ 2,866,639	\$ 1,829,093	\$ 431,307	\$ 5,127,039	\$ 5,074,514
Net income (loss) from operations	\$ (182,001)	\$ 29,024	\$ 27,752	\$ (125,225)	\$ (21,867)
NON-OPERATING REVENUES (EXPENSES):					
Interest earnings	\$ 81,579			\$ 81,579	\$ 51,400
Impact fees	11,000	\$ 15,000		26,000	22,750
Miscellaneous	5,230		\$ 1,460	6,690	21,200
Joint venture income (loss)		76,432		76,432	37,401
Grant	159,216			159,216	195,956
Interest expense	(9,587)	(1,373)		(10,960)	(17,926)
Total non-operating revenue (expenses)	\$ 247,438	\$ 90,059	\$ 1,460	\$ 338,957	\$ 310,781
NET INCOME (LOSS)	\$ 65,437	\$ 119,083	\$ 29,212	\$ 213,732	\$ 288,914

VERNAL CITY CORPORATION
COMPARATIVE BALANCE SHEET
GENERAL FUND
FOR THE YEARS ENDED JUNE 30, 2019 AND 2018

	<u>JUNE 30,</u> 2019	<u>JUNE 30,</u> 2018
<u>ASSETS</u>		
Cash and cash equivalents	\$ 2,045,354	\$ 1,576,982
Restricted: cash and cash equivalents	55,146	65,174
Accounts receivable	65,873	71,817
Due from other governmental units	1,292,101	1,381,961
Taxes receivable	408,598	420,155
Prepaid expense	12,943	12,776
Total assets	<u>\$ 3,880,015</u>	<u>\$ 3,528,865</u>
 <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES</u> <u>AND FUND BALANCE</u>		
Liabilities:		
Accounts payable	\$ 175,063	\$ 134,978
Accrued liabilities	53,034	55,204
Escrow and retainage	45,466	48,527
Deferred revenue	12,100	13,125
Total liabilities	<u>\$ 285,663</u>	<u>\$ 251,834</u>
Deferred inflows of resources	<u>\$ 398,708</u>	<u>\$ 413,938</u>
Total liabilities and deferred inflows of resources	<u>\$ 684,371</u>	<u>\$ 665,772</u>
Fund Balances:		
Nonspendable:		
Prepaid expenditures	\$ 12,943	\$ 12,776
Restricted:		
Reserved for Class "C" Road		81,320
Highway sales tax	55,146	
Committed:		
Compensated absences	280,459	292,126
Unassigned:		
General fund	2,847,096	2,476,871
Total fund equity	<u>\$ 3,195,644</u>	<u>\$ 2,863,093</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 3,880,015</u>	<u>\$ 3,528,865</u>

VERNAL CITY CORPORATION
COMPARATIVE SCHEDULE OF REVENUES AND EXPENSES
WATER DEPARTMENT
FOR THE YEARS ENDED JUNE 30, 2019 AND 2018

	JUNE 30, 2019	JUNE 30, 2018
OPERATING REVENUES:		
Charges for service	\$ 2,684,638	\$ 2,733,719
Total operating revenues	\$ 2,684,638	\$ 2,733,719
OPERATING EXPENSES:		
Wages and benefits	\$ 589,982	\$ 576,666
Services and supplies	1,663,414	1,730,159
Depreciation	613,243	547,086
Total operating expenses	\$ 2,866,639	\$ 2,853,911
NET INCOME (LOSS) FROM OPERATIONS	\$ (182,001)	\$ (120,192)
NON-OPERATING REVENUES (EXPENSES):		
Interest expense	\$ (9,587)	\$ (16,809)
Grant	159,216	195,956
Interest earnings	81,579	51,400
Impact fees	11,000	10,750
Miscellaneous	5,230	14,930
Total non-operating revenues	\$ 247,438	\$ 256,227
NET INCOME (LOSS)	\$ 65,437	\$ 136,035

VERNAL CITY CORPORATION
COMPARATIVE SCHEDULE OF REVENUES AND EXPENSES
SEWER DEPARTMENT
FOR THE YEARS ENDED JUNE 30, 2019 AND 2018

	JUNE 30, 2019	JUNE 30, 2018
OPERATING REVENUES:		
Charges for service	\$ 1,858,117	\$ 1,830,306
Total operating revenues	\$ 1,858,117	\$ 1,830,306
OPERATING EXPENSES:		
Wages and benefits	\$ 187,094	\$ 174,535
Services and supplies	1,418,054	1,403,771
Depreciation	223,945	181,311
Total operating expenses	\$ 1,829,093	\$ 1,759,617
NET INCOME (LOSS) FROM OPERATIONS	\$ 29,024	\$ 70,689
NON-OPERATING REVENUES (EXPENSES):		
Interest earnings		
Impact fees	\$ 15,000	12,000
Joint venture income (loss)	76,432	37,401
Interest expense	(1,373)	(1,117)
Miscellaneous	6,270	6,270
Total non-operating revenues (expenses)	\$ 90,059	\$ 54,554
NET INCOME (LOSS)	\$ 119,083	\$ 125,243

VERNAL CITY CORPORATION
COMPARATIVE SCHEDULE OF REVENUES AND EXPENSES
SOLID WASTE DEPARTMENT
FOR THE YEARS ENDED JUNE 30, 2019 AND 2018

	JUNE 30, 2019	JUNE 30, 2018
OPERATING REVENUES:		
Charges for service	\$ 459,059	\$ 488,622
Total operating revenues	\$ 459,059	\$ 488,622
OPERATING EXPENSES:		
Services and supplies	\$ 431,307	\$ 460,986
Total operating expenses	\$ 431,307	\$ 460,986
NET INCOME (LOSS) FROM OPERATIONS	\$ 27,752	\$ 27,636
NON-OPERATING REVENUES:		
Miscellaneous	\$ 1,460	
Total non-operating revenues	\$ 1,460	
NET INCOME (LOSS)	\$ 29,212	\$ 27,636

SMUIN, RICH & MARSING

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UTAH ASSOCIATION OF CERTIFIED PUBLIC ACCOUNTANTS

Honorable Mayor and Members of the City Council
Vernal City Corporation
Vernal, Utah 84078

RE: Independent Auditor's Report on Compliance
and Report on Internal Controls Over Compliance
as Required by the State Compliance Audit Guide

Report On Compliance

We have audited Vernal City Corporation's compliance with the applicable state compliance requirements described in the *State Compliance Audit Guide*, issued by the Office of the Utah State Auditor, that could have a direct and material effect on the City for the year ended June 30, 2019.

State compliance requirements were tested for the year ended June 30, 2019 in the following areas:

Cash Management
Utah Retirement System
Open and Public Meetings Act
Utah Public Finance Website
Treasurer's Bond
Fund Balance

Justice Courts
Restricted Taxes and Related Revenues
Budgetary Compliance
Enterprise Fund Transfers –
Reimbursements, Loans and Services
Impact Fees

Management's Responsibility

Management is responsible for compliance with the general state requirements referred to above.

Auditor's Responsibility

Our responsibility is to express an opinion on the City's compliance based on our audit of the compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *State Compliance Audit Guide*. Those standards and the *State Compliance Audit Guide* require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the state compliance requirements referred to above that could have a direct and material effect on a state compliance requirement occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we consider necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each state compliance requirement referred to above. However, our audit does not provide a legal determination of the City's compliance with those requirements.

Opinion on State Compliance Requirements

In our opinion, Vernal City Corporation, complied, in all material respects, with the state compliance requirements referred to above for the year ended June 30, 2019.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the *State Compliance Audit Guide* and which are described in the accompanying schedule of findings and responses and in the letter to management as items 2019-1, 2019-2, and 2019-3. Our opinion on compliance is not modified with respect to these matters.

The City's responses to the noncompliance findings identified in our audit is described in the accompanying schedule of findings and responses and in the letter to management. The City's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

Report on Internal Control Over Compliance

Management of Vernal City Corporation is responsible for establishing and maintaining effective internal control over compliance with the compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the state compliance requirements referred to above to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance with those state compliance requirements and to test and report on internal control over compliance in accordance with the *State Compliance Audit Guide*, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a state compliance requirement on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a state compliance requirement will not be prevented, or detected and corrected on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a state compliance requirement that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified certain deficiencies in internal control over compliance as described in the accompanying schedule of findings and responses as item 2019-1 that we consider to be a significant deficiency.

The City's response to the internal control over compliance finding identified in our audit is described in the accompanying schedule of findings and questioned costs. The City's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Purpose of Report

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control and compliance and the results of that testing based on the requirements of the *State Compliance Audit Guide*. Accordingly, this report is not suitable for any other purpose.

SMUIN, RICH & MARSING

A handwritten signature in cursive script that reads "Samin, Rich & Marsing".

Price, Utah

December 28, 2019

SMUIN, RICH & MARSING

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UTAH ASSOCIATION OF CERTIFIED PUBLIC ACCOUNTANTS

Honorable Mayor and Members of the City Council
Vernal City Corporation
Vernal, Utah 84078

RE: Independent Auditor's Report on Internal Control
Over Financial Reporting and on Compliance and
Other Matters Based on an Audit of Financial
Statements Performed in Accordance With
Government Auditing Standards

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standard issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Vernal City Corporation as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise Vernal City Corporation's basic financial statements and have issued our report thereon dated December 28, 2019. Our report includes a reference to other auditors who audited the financial statements of Ashley Valley Sewer Management Board, which the City has a one third equity position, as described in our report on the City's financial statements. This report does not include the results of the other auditor's testing of internal control over financial reporting or compliance and other matters that are reported on solely by those auditors.

Internal Control Over Financial Reporting

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the City's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify certain deficiencies in internal control described in the accompanying schedule of findings and responses that we considered to be a significant deficiency, listed as item 2019-1.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*, and which are described as items 2019-2 and 2019-3 in the schedule of findings and recommendations, which is our letter to management.

Vernal City's Response to Findings

Vernal City's responses to the findings identified in our audit are described in the schedule of findings and responses and in the letter to management. Vernal City's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

Purpose of this Report

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

SMUIN, RICH & MARSING

A handwritten signature in black ink, appearing to read "Samin, Rich & Marsing", written in a cursive style.

Price, Utah

December 28, 2019

**VERNAL CITY
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED JUNE 30, 2019**

A. FINDINGS-FINANCIAL STATEMENTS/GOVERNMENTAL AUDITING STANDARDS

There has been one finding relating to Vernal City's financial statements that is considered to be a significant deficiency. This finding is reported in the financial audit report for the fiscal year ending June 30, 2019. Following the finding, is the criteria, statement of condition, cause of condition, effect or possible effect of condition, recommendation and the City's response.

**FINDING 2019-1 UNRESTRICTED (COMMITTED, ASSIGNED AND UNASSIGNED)
GENERAL FUND BALANCE EXCEEDS LIMITATIONS - (Significant deficiency)**

Criteria:

Governmental compliance requirements state that the General Fund of the Municipality can not exceed 25% of total revenue for the General Fund.

Statement of Condition:

During the year ended June 30, 2019, the City added \$332,551 to the unrestricted General Fund balance, which brought the unrestricted General Fund balance to \$3,127,555. According to State of Utah code section 10-6-116-(2), this calculated amount may not currently exceed \$2,456,876. (an excess of \$670,679)

Cause of Condition:

During the fiscal year, the City's adopted budget for the General Fund anticipated spending in excess of revenues, which would have decreased the General Fund's unrestricted fund balance. Because of adjustments in expenditures, the City's expenditures were significantly under budget, which created the addition to the fund balance. The City was striving to be fiscally responsible, which has created the scenario.

Effect or Possible Effect of Condition:

The City's excess unrestricted General Fund balance will need to be budgeted in the current fiscal year to avoid future non-compliance issues. The possible effect of this condition could have an impact on the City's overall budget process and increase in General Fund expenditures.

Recommendation:

We recommend the City analyze the expenditures in the General Fund. Make appropriate adjustments and/or changes to expenditures, which will reduce the unrestricted General Fund balance in the current fiscal year.

City's Response:

The City has been striving to be fiscally responsible with the funds provided by the residents of the City. The City continues to monitor and evaluate the needs of the residents and tries to calculate the anticipated funds necessary to achieve those needs. We will adjust our budgeted expenditures in the current year to comply with State Code, but will do it in a manner that will be most beneficial for our City residents and in the best interest of the goals of the City.

VERNAL CITY CORPORATION
SCHEDULE OF PRIOR YEAR FINDINGS
AUDIT JUNE 30, 2019

Vernal City reported an audit finding in the previous audit report, identified as:

Finding 2018-1 Expenditures in excess of budget

The City has corrected this audit finding in the current year.

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Honorable Mayor and Members of the City Council
Vernal City Corporation
Vernal, Utah 84078

Ladies/Gentlemen:

The following comments and recommendations are a result of our review of the accounting procedures and internal controls, and State compliance in connection with our examination of the financial statements of Vernal City Corporation for the year ended June 30, 2019. Since our review was made primarily to determine the scope of our auditing procedures and was not intended as a comprehensive study or evaluation of the systems and procedures, this memorandum should not be considered all inclusive. We welcome the opportunity to discuss any items mentioned in this memorandum or any other accounting or procedural questions.

2019-2 Presentation of Financial Statements to the City Council

Criteria:

Utah State Code 10-6-148 requires the City Recorder or other delegated person shall prepare and present, to the governing body, monthly summary financial reports and quarterly detail financial reports, prepared in the manner prescribed in the Uniform Accounting Manual for Utah Cities. This includes a Balance Sheet report, along with an Income and Expense report.

Statement of Condition:

During the year ended June 30, 2019, the City provided the City Council with financial reports on a regular basis, which only included the revenues and expenditures of the City. A Balance Sheet was not provided and a detailed financial report was not prepared on a quarterly basis.

Cause of Condition:

The City Recorder was unaware of the criteria to provide a Balance Sheet as well as Revenues and Expenditures to the City Council on a monthly basis. The City Recorder was also unaware of the quarterly detail financial reporting as well.

Effect or Possible Effect of Condition:

Without proper financial reports provided to the governing board, which includes a Balance Sheet and Revenues and Expenditures, the governing board may not have all of the resources available to them when making financial decisions. Also, detail reporting of financial information allows the governing body to see the flow of information on a regular basis and will assist in providing a better understanding of the City's finances, when making financial decisions.

Recommendation:

We recommend the City implement procedures and processes that will provide the City Council with monthly financial statements, which include both the Balance Sheet and Revenues and Expenditures. Additional, on a quarterly basis, the financial information provided will be detailed financial reports.

City's Response

The City Recorder will begin to provide the Balance Sheet on a monthly basis and will ensure a detailed financial report will be provided to the City Council on a quarterly basis.

2019-3 Open and Public Meetings Act

Criteria:

State law (Code section 52-4-104) requires that the presiding officer of a governing body shall ensure that members of the governing body be provided with annual training on the requirements of the Open and Public Meetings Act.

Statement of Condition:

During the year ended June 30, 2019, some members of the governing body failed to have the annual training for the audit year under review.

Cause of Condition:

This requirement has been met in the past, but during the audit year, some of the governing body did not recognize nor did they devote the time necessary to fulfill the requirement.

Effect or Possible Effect of Condition:

Without proper training on the requirements of open and public meetings, the City might be unaware of their legal responsibility and not comply with the requirements. The presiding officer and City Council may not be fully informed on what actions or processes are necessary for compliance.

Recommendations:

We recommend all members of the governing body, including the Mayor and City Council have their annual training as required on the Open and Public Meetings Act.

Clients Response

The training will be taken in the current year and evidence provided by those attending.

SUMMARY

We feel the accounting procedures and internal control item mentioned above is an area where Vernal City Corporation can make changes so as to further improve their internal control structure to safeguard the assets, check the accuracy and reliability of accounting data and promote operating efficiency.

Sincerely,

SMUIN, RICH & MARSING

A handwritten signature in cursive script that reads "Smuin, Rich & Marsing".

Price, Utah

December 28, 2019

VERNAL CITY

RESOLUTION NO. 2020- 01

**A RESOLUTION OF VERNAL CITY COUNCIL APPROVING AN AMENDED
INTERLOCAL AGREEMENT ESTABLISHING THE UINTAH BASIN NARCOTIC
STRIKE FORCE**

WHEREAS, Utah Code Ann. Section 11-13-101 et seq. permits governmental entities to enter into cooperation agreements with each other; and

WHEREAS, establishing a strike force develops expertise in combating illegal drug and narcotics crimes and provides for a cooperative effort to facilitate and providing necessary and needed service to Vernal City and surrounding communities; and

WHEREAS, Vernal City recognizes the importance of participating in efforts designed to jointly held each other in combating crimes related to illegal drugs that frequently cross jurisdictional boundaries; and

WHEREAS the Vernal City Council has fully reviewed the attached amended Interlocal Agreement between Vernal City and other surrounding communities or entities concerning a joint agreement for a strike force and strike for services and participation and agrees to all the terms and conditions contained therein.

NOW THEREFORE, the Vernal City Council hereby approves the attached Interlocal Agreement as written and amended and agrees to participate as outlined and authorizes the mayor to execute this agreement on behalf of Vernal City.

Adopted this _____ day of March, 2020.

Mayor Doug Hammond

Attest:

**Approved as to form and legal
review:**

Dennis L. Judd
Vernal City Attorney

**INTERLOCAL COOPERATIVE AGREEMENT
PROVIDING FOR THE UINTAH BASIN NARCOTICS STRIKE FORCE**

This Interlocal Agreement was made and entered into the ____ day of _____, 2014, pursuant to §11-13-101, et seq., UCA 1953, as amended, referred to as the Utah Interlocal Cooperation Act, by and between the cities of Roosevelt, Vernal and Naples, hereinafter referred to as “Cities”, and Duchesne and Uintah Counties, hereinafter referred to as “Counties”, all being public agencies of the State of Utah as defined by the Interlocal Cooperation Act. This agreement amends, replaces, and supercedes previous agreements on this subject, and is amended and restated effective March 12 , 2020.

RECITALS

WHEREAS, Counties and Cities have determined that it is in the best interest of each of the entities and of the citizens served by each entity to enter into a cooperative agreement for the purpose of enhancing drug enforcement services within the Uintah Basin area and providing said services without regard to territorial boundaries which shall benefit all the citizens of those agencies participating.

WHEREAS, the governing body of each member entity has approved this joint and cooperative effort outlined herein.

WHEREAS, each entity currently maintains and operates law enforcement services in relation to the investigation of drug trafficking, organized crime, and related criminal activity in an effort to enforce the law; and,

WHEREAS, it is to the mutual advantage of each entity to combine drug enforcement efforts

and activities in order to make efficient use of personnel and available resources, and provide the economy and benefit of scale; and,

WHEREAS, it is to the mutual advantage of the entities to join together and share resources in the operation and maintenance of a joint task force to provide drug enforcement and related activities to the entities within Uintah and Duchesne Counties; and,

WHEREAS, Title 11, Chapter 13, Utah Code Annotated (1953) as amended, authorizes the above local, entities to agree to create a separate legal entity to accomplish the purposes of this agreement and which becomes a political subdivision of the state; and,

NOW THEREFORE, for and in consideration of the above and mutual promises and covenants as are hereinafter stated, it is agreed as follows:

1. **Establish Entity/Name:** By this agreement the parties hereby create and establish a separate legal administrative entity for the purpose of investigating and prosecuting the illegal importation, manufacture, use, and sale of controlled substances and other related matters. This task force shall be known as the Uintah Basin Narcotics Strike Force (UBNSF).

2. **Purpose:** The intent of this agreement is to create a joint task force in order to provide continuity of investigative effort and economical, efficient, and effective drug enforcement within Uintah and Duchesne Counties.

3. **Drug Enforcement and Related Activity:** The term “drug enforcement and related activity” shall include the investigation and enforcement of all drug and liquor laws, organized crime and racketeering laws as related to illegal drug trafficking, vice and gambling activities which are drug related, asset forfeitures as provided by law, and the investigation and enforcement of any other law which stems from or is related to unlawful drug activity. The term shall also include the

investigation and enforcement of any other criminal activity assigned by the Management Board.

4. **Uintah Basin Narcotics Strike Force:** Drug Enforcement and Related Activity as defined herein, shall be provided through a joint group of law enforcement officers employed by the entities (hereinafter sometimes referred to as Strike Force) which shall be headquartered at the Vernal City Police Department, Vernal, Utah; with a substation maintained at Roosevelt City Police Department, Roosevelt, Utah.

5. **Management Board:** A Management Board is hereby created to implement the policies of the Governing Board in the management and supervision of the operation of the “Strike Force”. The board shall consist of five (5) members from the entities as follows:

- (1) Chief of Police of Vernal City
- (2) Chief of Police of Roosevelt City
- (3) Sheriff of Uintah County
- (4) Sheriff of Duchesne County
- (5) Chief of Police of Naples City

The Board shall in all cases act as a Board and may adopt such rules and regulations for the management of the Strike Force as they may deem proper, not inconsistent with this agreement. The Board shall meet on a regular basis to consider the affairs of the Strike Force and, in any event, shall meet together as a Board at least quarterly. Each Board member shall be given notice of all meetings of the Management Board. Special meetings may be called at the request of at least two Board members. A board member may designate a substitute to act in his behalf at any Board meeting. At any meeting of the Management Board, three (3) Board members shall constitute a quorum, and no action shall be taken at any Board meeting unless a quorum is present. A majority

vote of the members of the Management Board present shall be required to carry any issue, and each Board member shall have one vote on any issue presented to the Board for a decision.

The powers and responsibility of the Management Board shall include:

a) The supervision of the daily operation of the Strike Force including planning, scheduling, and conducting all business incidental to the operation of the Strike Force.

b) Hiring, firing, promoting and demoting personnel to staff the Strike Force. Setting salaries or contracting for personnel and defining the duties of officers employed by or assigned to the Strike Force.

c) Receiving funds from each entity (as applicable), from grants and programs, and from forfeitures and seizures as provided by law, and applying said funds according to the budget authorized by the board and as approved by the Governing Board, when the entities choose to provide funds.

d) Establishing operation policies and procedures.

6. **Utah Department of Public Safety:** The Strike Force shall work in close coordination with and seek participation with state and federal drug enforcement agencies through the participation of the Utah Department of Public Safety. The Director of Law Enforcement Services, Utah Department of Public Safety, or its designee, shall be an ad hoc member of the Management Board, and may be advised periodically of all Strike Force activities. In the event that the Utah Department of Public Safety shall decide not to participate on the board, the Strike Force shall follow professional courtesy and protocol by advising them periodically on task force activities, and solicit reciprocal action in order to maintain continuity of investigative efforts, prevent duplication and overlapping of activity, and any possible conflict in investigative efforts.

7. **County Attorneys:** The Duchesne County Attorney and the Uintah County Attorney, Vernal City Attorney, Naples City Attorney and Roosevelt City Attorney shall be ad hoc members of the Management Board and the board shall select one to act as the legal advisor of the Strike Force. They shall keep the other attorneys of each party to this agreement apprised of matters affecting that entity on a case by case basis, as requested.

8. **Governing Board:** A Governing Board is hereby created to set the administrative policies of the Management Board and to direct the affairs of the Strike Force as provided herein. The Board shall consist of five (5) members. Each entity shall appoint one elected official to the Governing Board and that member shall serve at the pleasure of the governing body that appointed him or her. The Board shall in all cases act as a Board. The Governing Board shall meet quarterly, or more often as necessary, in an open public meeting, to approve expenditures, receive reports of Strike Force activity, and conduct other scheduled board business. The annual Strike Force budget will be approved at a regularly scheduled quarterly meeting, or at a Special Meeting. The powers and responsibility of the Governing Board include:

a) Hearing, reviewing and settling any disputes or matters the Management Board is unable to settle or which the Management Board refers to the board for its decision.

b). Setting a budget for the Strike Force on a fiscal year basis: Said budget shall be set by June 15 of each year and shall govern expenditures for the following July 1 through June 30 period. Capital expenditures exceeding \$1,000.00 must be approved by the Governing Board.

c) The Governing Board may be called upon to approve funding or provide special funding for a major investigation or operation deemed necessary by the Management Board.

9. Strike Force Administration: The Strike Force shall primarily investigate crimes related to controlled substances . The strike force will notify individual jurisdictions of all crimes discovered in their geographic boundaries, provided such notification may be delayed if, in the discretion of the strike force Unit Commander, notification will hinder a current strike force investigation .

The Strike Force shall be headed by and administered by a Unit Commander.

The Unit Commander shall be a certified law enforcement officer selected by the Management Board to serve as the daily administrator;

The Unit Commander shall be in charge of directing the strike force activities, subject to approval of the Management Board;

The Unit Commander shall be responsible for the administrative activity of the Strike Force including maintaining financial records and reporting as required by the Management Board;

Develop and submit to the Board for approval procurement (Section 11-13-226) and financial and fiscal procedures (Title 11 Chapter 13 UCA) policies consistent with state law (as provided in Section 10 the policies of Vernal City shall be followed until specific policies are adopted by the Governing Board);

Issue an annual report of the preceding year's activities to the participants;

Issue or approve any press releases related to Strike Force operations;

Register the Strike Force as a separate political entity and maintain current registration information as required by statute (67-1a-15);

The Unit Commander shall perform such other duties as directed by the Management Board.

10. Funding: Funding for the Strike Force shall be accomplished by grants, seizures, and forfeitures, as authorized by law, and appropriations from the constituent entities. As authorized by

law, all seizures and forfeitures arising and/or resulting from the activities of the Strike Force shall be retained in a perpetual fund by the Strike Force for funding of projects, operations, and future budgets. (Those funds shall be specifically earmarked for funding the Strike Force or otherwise disposed of as required by law.) In the event the Strike Force fund exceeds \$150,000.00 in monies, not including the then current budget, resulting from forfeitures in any one year, the Governing Board may meet and decide to disburse the excess to the entities to be used by them for controlled substance law enforcement purposes only. In no case will monies received from grants or other sources be taken from the Strike force or the original intended use.

In the event the Strike Force fund is not sufficient to fund the Strike Force for the upcoming year, the Governing Board will meet and determine to cut or suspend operations, or to fund the Strike Force for the upcoming year.

11. Operations: The Strike Force shall be operated in accordance with applicable Federal and State laws, ordinances, rules and regulations. One entity will perform administrative functions relating to fiscal and personnel procedures for a period of time and at a fee to be determined by the Governing Board. Vernal City will provide this service during the initial year of this Agreement free of charge. Whichever entity continues to provide this service in following years, will be given an administrative fee as agreed to by the Governing Board. Where no specific policy or procedure of the Management Board exists, the personnel and fiscal policies and procedures of Vernal City and the Vernal City Police Department, insofar as is allowed by applicable law, shall be the personnel and fiscal policies and procedures of the Strike Force except as is herein provided as follows:

- a) The Certified Assurances, Grant Conditions, and regulations governing the Control

and Use of Confidential Funds of the Utah Commission on Criminal and Juvenile Justice, and Bureau of Justice Assistance shall be complied with in full regarding all monies received from them for operation of the Strike Force.

b) Until such time as the Management Board may adopt other policies, the Management Board shall act as a department head under the policies of Vernal City and Vernal City Police Department to include disciplinary action and grievances of personnel assigned or employed by the Strike Force, entering into contractual agreements and dismissal. The Governing Board shall have final action relevant to dismissal, appeals of disciplinary actions, or grievances.

c) The Management Board shall have final approval on all budget expenditures except as herein provided in compliance with state laws governing expenditures.

d) Emergency spending policies and budget re-openers shall be handled by the Management Board following the Governing Board policies. Said expenditures shall require the consent of the Governing Board. The Management Board shall fully reimburse any party for all costs and expenses incurred on behalf and at the request of the Management Board, including monies spent which are not from the Strike Force fund.

e) In the event a state or federal drug enforcement or organized crime agency commits resources and/or manpower to a Strike Force investigation, the investigation shall be considered a joint operation, and, unless otherwise agreed, the policies and procedures of the agency rendering the assistance shall govern the activity relevant to and limited to that specific aspect of the investigation, if the Strike Force through its Management Board agrees to accept the assistance.

f) For purposes of police powers and jurisdiction, all members of the Strike Force, including employees, officers temporarily assigned, and Management Board members, shall be

considered as officers of the entity in which the investigation is focused and operating. All Strike Force members shall be sworn in all constituent entities for that purpose, as authorized by law. A common police identification card so designating each member shall be issued. The badge of the respective agency employing the member assigned shall suffice for this purpose. The badge of any employee of the Strike Force who is not a pre-employed member of any one entity shall be determined by the Management Board on a case by case basis.

12. **Maintenance and Logistics:** The Strike Force agents employed by the constituent entities shall be equipped by the entities which assigned them and all care and maintenance of equipment shall be the responsibility of that entity. Any employee who is hired solely by the Strike Force shall be equipped by the Strike Force. Common equipment of the Strike Force shall be maintained by the Strike Force or as agreed by the entities, through the Management Board. Any equipment which is under warranty shall be covered by that warranty whenever practical at the discretion of the Management Board.

13. **Duration:** This agreement shall continue until terminated as herein provided or until fifty (50) years from the effective date of this agreement, whichever shall first occur. Any party to this agreement may terminate the agreement upon one (1) years' written notice to the remaining parties. The agreement may be terminated at any time upon the unanimous consent of the parties. Upon termination by unanimous consent, the debts of the Strike Force shall first be paid (using funds last received first), and the remaining assets shall be equally distributed among the remaining entities who were members of the Strike Force at the time such assets were acquired. All monies which are available which have been received from any grant or program shall be returned to the state, federal, or private agency that provided the funds. In the event that only one party desires to terminate this

agreement, the remaining parties may elect to continue under the terms and conditions of this agreement. Should the remaining entities elect to so continue, the withdrawing party shall be compensated for its share of equipment costing more than \$5,000.00, which was purchased jointly from Strike Force funds accrued after the date of that party's membership in the Strike Force, after deducting accumulated depreciation and liabilities. Any equipment purchased by grant shall remain in the possession and title of the remaining parties and no compensation is due the entity or entities terminating. Should the remaining parties elect not to continue, the assets shall be disposed of as provided above. Whenever assets are distributed, the party accepting or purchasing the asset shall be required to accept full and complete liability for any obligation or debt associated with the asset and shall hold the remaining parties harmless therefrom.

14. **Title to Assets:** Title to any equipment provided for the use of the Strike force by any party shall remain with the party or user that provided the equipment. Any equipment which is acquired by the Strike Force through grants shall be jointly owned by the Strike Force. Any equipment which is acquired jointly by the entities shall be jointly owned by the entities at the time of acquisition. Whenever equipment costing more than \$5,000.00 is purchased, the Management Board shall set a rate of depreciation for such equipment.

15. **Liabilities:** No term, provision, or condition of this agreement shall create any duty or responsibility to the public or any third person or entity relating to providing drug enforcement or any other service. It is not the intent of this agreement to create any duty or responsibility to the public, third person, or of any other entity. Liability of the Strike Force or of any party to this instrument shall not arise by reason of the terms and conditions of this instrument. Nothing in this instrument shall be interpreted as guaranteeing the availability of drug enforcement services to the

public, third parties, or any agency. Any defense in law or equity that is available to a party shall continue to be available to that entity and shall also be available to the Strike Force.

a) Strike Force shall indemnify and hold the Cities and Counties harmless from any liabilities, claims, and damages whatsoever which might occur or arise by reason of the actions/activities of Strike Force in performance of the terms of this agreement and the services provided by UBNSF, except any liabilities, claims, or damages which may arise or occur by reason of the acts or negligence of an officer, agent, or employee of any member or user agency, acting outside this agreement or in situations not related to UBNSF operations.

b) Each member or user entity or agency shall be responsible for and shall hold other agencies and entities harmless from claims, damages or awards resulting from the acts or negligence of its officers, agents, or employees when not engaged in UBNSF operations. This provision does not constitute waiver or release of any defenses or immunities that any party may lawfully raise or create any liability or obligation to any third party.

c) In the event that any claim, obligation, damages, or liability arises from the acts or negligence of officers, agents, or employees of more than one entity, this agreement shall not alter or affect any apportionment of liability which might occur pursuant to the provisions of Utah law, nor obligate any entity to assume any obligation or liability of another entity.

d) Neither this agreement nor any policies or procedures or practices of the UBNSF shall constitute or be construed to create any rights, liabilities, or obligations to any third parties.

16. Alienation of Interest: During the term of this agreement, no entity may assign or sell their interest in this agreement without the prior written consent of the remaining entities. Any party that attempts to alienate its interests in violation of this agreement shall forfeit all of its interest in this

agreement and any interest in property purchased jointly under this agreement, and any funds remaining in the Strike Force fund, at the election of the remaining parties.

17. **Modification:** The parties contemplate that problems may arise which necessitate modification of this agreement; however, no modification or amendments to this agreement shall be effective unless such modification or amendment is in writing and is signed by all parties.

18. **Neutrality:** The parties agree to cooperate with each other in creating an environment in the Strike Force respectful of all facets of public safety, and not favoring of any one party. Uniforms, patches, badges, and references to employees shall remain neutral as determined by the Management Board.

19. **Miscellaneous:** It is understood that this Agreement shall apply and bind any successors in interest and assigns of the respective parties. This instrument contains the whole agreement of the parties concerning the subject matter of the agreement and execution hereof has not been induced by any party, by any representation, promise, or understanding not expressed herein, and there are no collateral agreements, stipulations, promises, or understandings whatsoever which are not expressly contained in this instrument. Should any provision of this agreement require judicial interpretation, the Court, in interpreting or construing the same, shall not apply a presumption that the terms hereof shall be more strictly construed against one party, by reason of the rule of construction that a document is to be construed more strictly against the entity who prepared the same, it being acknowledged that the parties or the agents of the parties have equally participated in the preparation hereof.

IN WITNESS WHEREOF, the said entities and their attorneys have executed this Agreement
on the days written below.

DUCHESNE COUNTY

By _____
Its _____
_____ 2020

VERNAL CITY

By _____
Its _____
_____ 2020

UINTAH COUNTY

By _____
Its _____
_____ 2020

ROOSEVELT CITY

By _____
Its _____
_____ 2020

NAPLES CITY

By _____
Its _____
_____ 2020

APPROVED AS TO FORM

RECOMMENDED FOR APPROVAL

Vernal City Attorney
_____,2020

Vernal City Chief of Police
_____,2020

Roosevelt City Attorney
_____,2020

Roosevelt City Chief of Police
_____,2020

Duchesne County Attorney
_____,2020

Duchesne County Sheriff
_____,2020

Uintah County Attorney
_____,2020

Uintah County Sheriff
_____,2020

Naples City Attorney
_____,2020

Naples City Chief of Police
_____,2020

Department of Public Safety - Division of Emergency Management

Guidance for Local Declarations - COVID-19



Frequently Asked Questions:

- **Do local Tribes or Counties need to declare?**
 - The State Emergency Declaration the Governor signed on March 6, 2020 covers all jurisdictions within the State.
 - Any Tribe and/or County can still declare a local emergency.
 - There may be specific authorities a local declaration grants the chief executive officer.
 - There is no specific threshold to declare an emergency.
- **What benefits come from a declaration?**
 - We do not know what, if any, requirements will be attached to the Health and Human Services (HHS) funding allocated by Congress, but all indications are there will be no need for a local declaration.
 - Currently there is no State or FEMA funding available for COVID-19 response.
 - This includes the newly created State Disaster Recovery and Mitigation Account
 - There may be other funding options, or State/FEMA funding may become available in future, but it is not guaranteed.
 - If FEMA funding is made available, there would need to be a local declaration.
 - SBA LOANS - There is an opportunity for private and non-profit businesses to access Working Capital Loans through an SBA Economic Injury Declaration. Please see the *SBA Economic Injury Declaration* page included in this guidance for more information.
- **What language - 'damages', needs, statutes, etc - should be put into the declaration?**
 - Declaration templates are included with this guidance. You may use these or create your own. There are two examples -
 - Local State of Emergency (county/city/tribe)
 - Local Public Health Emergency (local health dept)
 - Reference any ordinances, statutes, or regulations that empower the local authority (public health officer, emergency manager, mayor, sheriff, etc.) to declare an emergency.
 - Include information about the local impacts or possible impacts that necessitate a declaration - i.e. # of positive or suspected cases, vulnerable local populations, strained or limited resources, etc.
 - Information about Federal declarations and international/national numbers and concerns are already included in the draft examples below. You may also use language from the state declaration about COVID-19 concerns.
 - Include gaps, and support you need
 - Include any directives the county or tribe puts into place

- Include any restrictions the county or tribe may have
- **Besides a declaration, what can we start doing?**
 - Set up a cost code and start tracking any costs associated with your response. Expect to cover the costs with local funds as federal or state funds are not available at this time.
 - Work with and maintain unified public messaging with your local health department.
 - Consider the unique challenges of, and local resources for, quarantine/isolation or sick patient transport for residents and visitors in your jurisdiction. Begin planning your approach to these issues for if/when you have positive cases.
- **Where can we get current information to help in our messaging and planning?**
 - For information and updates from DEM use the latest Situation Report
 - For information about COVID-19 and Public Health visit:
 - <https://coronavirus.utah.gov/>
 - <https://www.cdc.gov/coronavirus/2019-ncov/index.html>
 - For information on best practices and regulations regarding quarantine/isolation protocols visit:
 - <https://www.cdc.gov/quarantine/index.html>
- **How will we know if/when funding does become available for use with COVID-19?**
 - Utah Division of Emergency Management will continue to monitor new emergency funding options and current FEMA grant programs for changes in eligibility and availability of funds for COVID-19. We will notify local jurisdictions if funds become available.
 - Utah Department of Health will be working and communicating with your local health departments on the use and availability of public health funds and resources.

Declaration Templates/Examples

- **Templates for drafting a local State of Emergency (tribe/county) and/or a Public Health Emergency (local public health department) are included on the following pages.**
 - Many counties in other states have chosen to co-declare with their local health department and release local State of Emergency and Public Health Emergency declarations at the same time.
 - You may use the template directly, simply editing the necessary information highlighted in grey, or you may use the template as a starting point for creating your own local declaration form.

Draft Declaration - Local State of Emergency (by county/city)

WHEREAS, [Enter the local ordinance that authorizes you to make an emergency declaration, or use the language you have established for previous declarations.] and

WHEREAS, On January 21, 2020, the Utah Department of Health activated its Department Operations Center in response to the evolving COVID-19 global outbreak. The Utah Department of Health recognizes COVID-19 as an imminent threat to the health and safety of the residents of Utah; and

WHEREAS, On February 28, 2020, the State Emergency Operations Center raised its activation level to *Level 3 - Elevated Action*. The Utah Division of Emergency Management and The Utah Department of Health activated a Joint Information System for public information; and

WHEREAS, The CDC identifies the potential public health threat posed by COVID-19 both globally and in the United States as “high”, and has advised that person-to-person spread of COVID-19 will continue to occur globally, including within the United States; and

WHEREAS, The Utah Department of Health recognizes that confirmed community transmission in the United States significantly increases the risk of exposure and infection to the State of Utah’s general public and creating an extreme public health risk that may spread quickly; and

WHEREAS, Due to the identification of COVID-19 cases in Utah, including [local jurisdiction], COVID-19 has created conditions that are or are likely to be beyond the control of local resources and require the combined forces of other political subdivisions to combat; and

WHEREAS, the [local public health authority] has determined that there is an imminent and proximate threat to the public health from the introduction of COVID-19 in [local jurisdiction], and has concurrently declared a Local Health Emergency; and

WHEREAS, the mobilization of local resources, ability to coordinate interagency response, accelerate procurement of vital supplies, and use mutual aid will be critical to successfully responding to COVID-19; and

WHEREAS, these conditions do create a “State of Emergency” within the intent of the Disaster Response and Recovery Act found in Title 53, Chapter 2a of the Utah Code Annotated 1953, as amended; and necessitate that the [local jurisdiction] proclaim the existence of a local emergency,

NOW, THEREFORE, IT IS HEREBY PROCLAIMED AND ORDERED by the [local authority] that a local emergency exists in [local jurisdiction], and shall remain in effect for no longer than 30 days unless ratified by the [local authority/board/etc] and continued for up to an additional 30 days; and

ENTER ANY ADDITIONAL LOCAL AUTHORITIES, PROCESSES, or REQUIREMENTS supporting or necessary for your local declaration.

Draft Declaration - Public Health Emergency (by local Health Department)

WHEREAS, *[Enter the local or state ordinance that authorizes you to make a public health emergency declaration, or use the language you have established for previous declarations]*, and

WHEREAS, On January 21, 2020, the Utah Department of Health activated its Department Operations Center in response to the evolving COVID-19 global outbreak. The Utah Department of Health recognizes COVID-19 as an imminent threat to the health and safety of the residents of Utah. The Utah Department of Health, Local Health Departments, and health and medical partners have activated response plans and protocols to prepare for the likely arrival of the virus in Utah. These partners have also worked to identify, contact, and test others in the State of Utah potentially exposed to COVID-19 in coordination with the United States Centers for Disease Control and Prevention (CDC); and

WHEREAS, On January 31, 2020, the United States Department of Health and Human Services Secretary Alex Azar declared a public health emergency for COVID-19, beginning on January 27, 2020; and

WHEREAS, The CDC identifies the potential public health threat posed by COVID-19 both globally and in the United States as “high”, and has advised that person-to-person spread of COVID-19 will continue to occur globally, including within the United States; and

WHEREAS, As of *[Date]*, the CDC currently indicates there are over *[#]* confirmed cases of COVID-19 worldwide with over *[#]* of those cases in the United States, including *[#]* in Utah, with *[#]* in *[local jurisdiction]*; and

WHEREAS, The Utah Department of Health recognizes that confirmed community transmission in the United States significantly increases the risk of exposure and infection to the State of Utah’s general public and creating an extreme public health risk that may spread quickly; and

WHEREAS, To combat the spread of COVID-19 the State of Utah and counties of *[declared counties]* have each declared local health emergencies and proclaimed local emergencies.

WHEREAS, The *[Local public health authority]* finds the above facts raise the likelihood of widespread community transmission occurring among the general public and the need for the *[local jurisdiction]* and public to work cooperatively and proactively to slow the spread of COVID-19 and address any challenges that may arise due to this disease in *[local jurisdiction]*.

WHEREAS, The *[local authority - health officer, etc]* does hereby find that there is an imminent and proximate threat to public health from the introduction of COVID-19 in *[local jurisdiction]*.

NOW, THEREFORE, The *[local authority - health officer, etc]* hereby declares that a local health emergency exists in the *[local jurisdiction]*.

This declaration shall remain in effect for no longer than 30 days unless ratified by the [\[local authority/board/etc\]](#) and continued for up to an additional 30 days.

SBA Economic Injury Declaration

New federal legislation and appropriations has opened up the possibility for small businesses to receive assistance for economic loss due to COVID-19. Details of eligibility and administration of this assistance from SBA are still being addressed. However, some information from the traditional SBA Economic Injury Disaster Loan (EIDL) program will still apply for COVID-19.

- If a small business has suffered substantial economic injury as a result of COVID-19, it may be eligible for financial assistance from the U.S. Small Business Administration.
- Small businesses and small agricultural cooperatives that have suffered substantial economic injury may be eligible for the SBA's Economic Injury Disaster Loan (EIDL) Program.
- Substantial economic injury is the inability of a business to meet its obligations as they mature and to pay its ordinary and necessary operating expenses.
- An EIDL can help meet necessary financial obligations that a business could have met had the disaster not occurred.
- It provides relief from economic injury caused directly by the disaster and permits the business to maintain a reasonable working capital position during the period affected by the disaster.
- The SBA provides EIDL assistance only to those businesses that SBA determines are unable to obtain credit elsewhere.
- The loan amount will be based on the business' actual economic injury and financial needs.
- The interest rate on EIDLs cannot exceed 4 percent per year.
- The term of the loans cannot exceed 30 years.
- Terms and conditions will be determined by the business' ability to repay the loan

How do we get an SBA Declaration?

The State must request an Economic Injury Declaration from SBA through the Governor. In order to do so affected businesses will need to complete SBA's Estimated Economic Injury Worksheet and submit them to the Utah Division of Emergency Management (DEM).

- Follow this link for the [Economic Injury Worksheet](#)
- Have businesses turn them in to the local EMs or LNOs
- Please submit worksheets to DEM via email to jannawilkinson@utah.gov

If enough businesses within the state can show economic injury due to impacts of COVID-19 SBA will grant an Economic Injury Declaration.

- Counties with at least 1 business that meets the Estimated Economic Injury Worksheet requirements will be included in the declaration.
- Counties contiguous to declared counties will also be included and eligible.
- Counties may be added after the Declaration if eligible.

For any questions regarding the SBA Economic Injury Declaration process please contact Janna Wilkinson, DEM Individual Assistance Recovery Officer, at jannawilkinson@utah.gov or (385)-214-5857.

**VERNAL
ORDINANCE 2020-02**

**AN ORDINANCE OF THE VERNAL CITY COUNCIL AMENDING THE VERNAL
CITY MUNICIPAL CODE SECTION 15.01.010 - ADOPTION - FEES.**

WHEREAS, the City Council finds that the adoption of construction and fire codes is necessary for the orderly growth and conduct of business within the City, and;

WHEREAS, the City Council deems it to be in the best interest of the health, safety and welfare of the citizens to incorporate the following changes to the provisions of the Vernal City Code, and;

WHEREAS, the City Council has received input from the public at large in duly noticed open meetings, and has considered and discussed the advantages and disadvantages of such regulation.

NOW THEREFORE, be it ordained by the Council of Vernal, in the State of Utah, as follows:

SECTION 1: **AMENDMENT** “Section 15.01.010 Adoption -- Fees” of the Vernal Municipal Code is hereby *amended* as follows:

A M E N D M E N T

Section 15.01.010 Adoption -- Fees

- A. ~~Construction codes are promulgated by the International Code Council (ICC) and amended by the State of Utah, are hereby adopted by the City by reference, along with all of the attachments and appendixes that appear within the specific code edition. The International Building Code, 2015 Edition, as amended by the State of Utah; The International Mechanical Code, 2015 Edition, as amended by the State of Utah; The International Plumbing Code, 2015 Edition, as amended by the State of Utah; International Fire Code, 2015 Editions amended by the State of Utah; International Energy Conservation Code, 2015 Edition, as amended by the State of Utah; The International Residential Code, 2015 Edition, as amended by the State of Utah; International Fuel Gas Code, 2015 Edition, as amended by the State of Utah. The~~ construction and fire codes adopted by the State of Utah and set forth in Title 15A Chapters 1 through 5 Utah Code Annotated as amended are hereby adopted by Vernal City by reference, along with all of the attachments and appendixes that appear within the specific code sections, except as modified by the State in Title 15A Utah Code Annotated. Any amendments by the Utah State Legislature to the construction and fire codes shall be adopted and incorporated herein, upon the effective date of said amendments.
- B. ~~National fire protection codes as promulgated by the National Fire Protection Association (NFPA) and amended by the State of Utah, are hereby adopted by the City by reference, along with all of the attachments and appendixes that appear within the specific code edition. Codes as promulgated by the Abatement of Dangerous Buildings, Uniform Code from the Conference of Building Officials, are hereby adopted by the~~

~~City by reference, along with all of the attachments and appendixes that appear within the specific code edition. The National Electrical Code (NEC), 2017 Edition, as amended by the State of Utah. 1997 Uniform Code for the Abatement of Dangerous Buildings as published by the International Conference of Building Officials. Certain documents, three (3) copies of which are on file and are open for inspection by the public in the office of the City Recorder, have been marked and designated as International Building Code, 2015 Edition, published by the International Code Council, including the generic fire-resistive assemblies listed in the Fire Resistance Design Manual, Latest Edition, published by the Gypsum Association as referenced in the International Building Code.~~

~~The same above noted codes are hereby adopted as the Code of Vernal City for regulating the erection, construction, enlargement, alteration, repair, moving, removal, demolition, conversion, occupancy, equipment, use, height, area, and maintenance of all buildings or structures in Vernal City providing for issuance of permits and collection of fees, and each and all of the regulations, provisions, conditions, and terms of such International Building Code, 2015 Edition, and Appendixes, published by the International Code Council, and the secondary publications, all of which are on file in the office of the City Recorder are hereby referred to, adopted, and made a part hereof as if fully set out herein. Except as excused by a Utah Code Ann. Section 10-3-711(2) (b) at least one copy of any code or book adopted by reference shall be filed for use and examination by the public in the office of the City Recorder of the City.~~

(Ord. 93-02 § 1; added during 1993 recodification) (Ord. No. 94-19, Amended, 08/11/94; Ord. No. 94-21, Amended, 10/13/94; Ord. No. 96-05, Amended, 02/07/96; Ord. No. 96-26, Amended, 10/16/96; Ord. No. 97-21, Amended, 11/19/97; Ord. No. 98-07, Amended, 02/04/98; Ord. No. 98-10, Amended, 04/01/98)
(Ord. 2016-14a, Amended, 11/02/2016; Ord. 2016-08, Amended, 06/29/2016; Ord. 2013-14, Amended, 07/17/2013; Ord. 2010-11, Amended, 06/02/2010; Ord. 2007-01, Amended, 01/03/2007; Ord. 2003-32, Amended, 12/04/2003; Ord. 2002-01, Amended, 02/06/2002; Ord. 2000-23, Amended, 12/06/2000)

SECTION 2: REPEALER CLAUSE All former ordinances or resolutions or parts thereof, which are in conflict herewith or inconsistent with the provisions of this ordinance or of the code are hereby repealed.

SECTION 3: SEVERABILITY CLAUSE The provisions of this ordinance shall be severable and if any provision thereof or the application of such provision under any circumstances is held invalid and it shall not affect the validity of any other provision of this ordinance or the application in a different circumstance.

SECTION 4: EFFECTIVE DATE This Ordinance shall be in full force and effect the day after the required approval and publication according to law.

PASSED AND ADOPTED BY THE VERNAL COUNCIL

_____.

	AYE	NAY	ABSENT	ABSTAIN
Councilmember Nicholas Porter	_____	_____	_____	_____
Councilmember Travis Allan	_____	_____	_____	_____
Councilmember Dave Everett	_____	_____	_____	_____
Councilmember Bert Clark	_____	_____	_____	_____
Councilmember Ted Munford	_____	_____	_____	_____

Presiding Officer

Attest

Doug Hammond, Mayor, Vernal

QUINN B BENNION, City Manager
/ Recorder Vernal

Accounts Payable Report

for

January 2020

VERNAL CITY FINANCE DEPARTMENT

Accounts Payable Summary

January 2020

Dept/Fund	Description	Amount	Fund Total
	Room Tax Refund	27.11	
	Return Community Room Deposit	400.00	
	B.P. State Surcharge	97.10	
320	Building Permits	(15.80)	
350	Justice Court	5.00	
401	City Council	26,631.03	
413	Finance	4,941.39	
414	City Attorney	12,171.40	
415	Non Departmental	2,895.43	
416	Government Facilities	9,892.74	
418	Planning & Zoning	1,834.71	
419	IT	392.78	
420	Justice Court	1,370.77	
421	Police	14,602.44	
423	Victims Advocate	1,946.34	
441	Streets	36,828.85	
444	Motor Pool	19,201.60	
451	City Parks	2,794.37	
480	Inter-Intra Government Funds	<u>123,593.70</u>	
10	Total General Fund		259,610.96
21	Narcotics Strike Force	386.90	
35	Streets Construction Fund	101,677.11	
38	City Park Green Space Fund	<u>600.80</u>	
42	Equipment Replacement Fund	<u>244,967.42</u>	
46	Housing Rehabilitation	28,495.25	
			376,127.48
50	Utility Deposits	101.88	
510	Water Department	308,657.83	
520	Sewer Department	80,690.65	
570	Solid Waste Department	<u>32,992.87</u>	
50	Total Utility Fund		422,443.23
64	Payroll Fund		<u>285,354.90</u>
71	Trust Funds		<u>7,776.57</u>
			<u><u>1,351,313.14</u></u>

Report Criteria:

Invoices with totals above \$0.00 included.

Paid and unpaid invoices included.

Vendor Name	Description	Invoice Date	Net Invoice Amount	Date Paid
GENERAL FUND				
10-1370000 TRAVEL ROOM TAX REFUND				
MOUNTAIN AM CREDIT UNION	ROOM TAX	12/16/2019	13.38	01/30/2020
MOUNTAIN AM CREDIT UNION	ROOM TAX	12/02/2019	13.73	01/30/2020
10-2151000 DEPOSIT RETURN - COMMUNITY RM				
ENGLE, NICOLE	REFUND COMMUNITY ROOM D	01/21/2020	100.00	01/23/2020
JONES, PHYLLIS	REFUND COMMUNITY ROOM	01/01/2020	100.00	01/09/2020
LARSEN-HASLEM DENTAL	REFUND COMMUNITY ROOM D	01/21/2020	100.00	01/23/2020
MCCONKIE, KRISTY	REFUND COMMUNITY ROOM	01/03/2020	100.00	01/09/2020
10-2425000 B.P. STATE SURCHARGE				
DIV OCCUPATIONL/PROF LICE	BUILDING PERMIT FEE SURCH	12/31/2019	97.10	01/30/2020
10-320-2200 BUILDING PERMITS				
DIV OCCUPATIONL/PROF LICE	BUILDING PERMIT FEE SURCH	12/31/2019	15.80-	01/30/2020
10-350-5300 JUSTICE COURT FINES				
CIPRIANO, DANIELLE	OVERPAYMENT	12/26/2019	5.00	01/30/2020
Total :			513.41	
MAYOR & COUNCIL				
10-401-2200 PUBLIC NOTICES				
UINTAH BASIN STANDARD/VER	NOTICE PLANNING COMMISSI	12/31/2019	24.25	01/14/2020
10-401-2300 TRAVEL				
HAMMOND, DOUG	MILES UINTAH RAILWAY STAK	01/21/2020	132.24	01/30/2020
UTAH LEAGUE OF CITIES & TO	YCC LOCAL OFFICIALS DAY	01/09/2020	90.00	01/14/2020
10-401-2400 OFFICE EXP, SUPPLIES, POSTAGE				
NORTH EASTERN UTAH OFFIC	YOUTH COUNCIL NAME PLATE	01/10/2020	176.00	02/13/2020
NORTH EASTERN UTAH OFFIC	COUNCIL MEMBER NAME PLAT	01/10/2020	11.00	02/13/2020
10-401-3830 YOUTH CITY COUNCIL				
UTAH LEAGUE OF CITIES & TO	YCC LOCAL OFFICIALS DAY	01/09/2020	90.00	01/14/2020
UTAH LEAGUE OF CITIES & TO	YCC LOCAL OFFICIALS DAY	01/09/2020	1,120.00	01/14/2020
10-401-3840 LOCAL EVENT SPONSORSHIPS				
DINOSAUR ROUNDUP RODEO	DINOSAUR ROUNDUP & SPECI	08/06/2019	24,000.00	01/14/2020
10-401-3845 HOLLY-DAYS ACTIVITIES				
ASCAP	FEES FOR PLAYING LICENSED	11/29/2019	75.00	01/09/2020
MOUNTAIN AM CREDIT UNION	REFUND	12/04/2019	322.99-	01/30/2020
MOUNTAIN AM CREDIT UNION	LUNCH FOR HOLLY DAYS MEE	12/16/2019	15.05	01/30/2020
MOUNTAIN AM CREDIT UNION	HOLLY DAYS MTG	12/16/2019	11.73	01/30/2020
10-401-3850 EMPLOYEE APPRECIATION				
MOUNTAIN AM CREDIT UNION	EMPLOYEE APPRECIATION DIN	12/11/2019	11.74	01/30/2020
MOUNTAIN AM CREDIT UNION	EMPLOYEE APPRECIATION DIN	12/11/2019	129.13	01/30/2020
10-401-4600 MISCELLANEOUS SERVICES				
BLOOMERS FLORAL, INC.	FLOWER FOR OUTGOING COU	12/17/2019	53.00	01/14/2020
DAVIS FOOD AND DRUG	NEW COUNCIL MEMBERS REC	01/06/2020	66.26	02/13/2020
MOUNTAIN AM CREDIT UNION	WELLNESS PROGRAM GIFT CA	12/17/2019	323.70	01/30/2020
MOUNTAIN AM CREDIT UNION	PLANNING COMMISSION	12/04/2019	394.90	01/30/2020
SMITH'S FOOD & DRUG	PLANT FOR EMPLOYEE LOSS	01/17/2020	53.46	02/13/2020
WAL-MART COMMUNITY BRC	COUNCIL/BREAKROOM SUPPLI	01/13/2020	176.56	01/30/2020

Vendor Name	Description	Invoice Date	Net Invoice Amount	Date Paid
Total MAYOR & COUNCIL:			26,631.03	
FINANCE				
10-413-2400 OFFICE EXP, SUPPLIES, POSTAGE				
MOUNTAIN AM CREDIT UNION	OFFICE SUPPLIES	12/31/2019	53.13	01/30/2020
STAPLES	OFFICE SUPPLIES	01/16/2020	186.98	01/23/2020
STAPLES	OFFICE SUPPLIES	01/16/2020	45.65	01/23/2020
10-413-2800 TELEPHONE				
STRATA NETWORKS	MONTHLY CELL PHONE SERVI	12/31/2019	21.63	01/14/2020
10-413-3100 PROFESSIONAL SERVICES				
SMUIN, RICH & MARSING	AUDIT FIELD WORK	12/31/2019	4,634.00	01/14/2020
Total FINANCE:			4,941.39	
CITY ATTORNEY				
10-414-2400 OFFICE EXP, SUPPLIES, POSTAGE				
DENNIS L JUDD PC	MONTHLY OFFICE EXPENSES	01/01/2020	32.40	01/23/2020
10-414-3100 PROFESSIONAL SERVICES				
ALLRED BROTHERRSON & HAR	CITY PROSECUTING ATTORNE	12/26/2019	6,550.00	01/09/2020
DENNIS L JUDD PC	MONTHLY CITY ATTORNEY RE	01/01/2020	1,500.00	01/09/2020
10-414-3120 PUBLIC DEFENDER SERVICES				
SAM, REYNOLDS & VAN OOST	INDIGENT DEFENSE ATTORNE	01/01/2020	3,100.00	01/09/2020
10-414-3150 CONFLICT PROSECUTION				
DENNIS L JUDD PC	CONFLICT PROSECUTION	01/01/2020	303.00	01/23/2020
10-414-3160 SPECIAL LEGAL SERVICES				
ALLRED BROTHERRSON & HAR	CITY CIVIL	12/26/2019	686.00	01/09/2020
Total CITY ATTORNEY:			12,171.40	
CITY ADMINISTRATION				
10-415-2200 PUBLIC NOTICES				
UINTAH BASIN STANDARD/VER	NOTICE HELP WANTED POLICE	12/31/2019	61.50	01/14/2020
10-415-2250 PUBLIC INFORMATION				
GRANTED FUNDRAISING CONS	SOCIAL MEDIA SERVICES	01/06/2020	68.75	01/14/2020
10-415-2300 TRAVEL				
UTAH LEAGUE OF CITIES & TO	YCC LOCAL OFFICIALS DAY	01/09/2020	90.00	01/14/2020
10-415-2400 OFFICE EXP, SUPPLIES, POSTAGE				
STAPLES	MISC OFFICE SUPPLIES	01/10/2020	26.48	01/30/2020
STAPLES	MISC OFFICE SUPPLIES	01/10/2020	112.00	01/30/2020
STAPLES	MISC OFFICE SUPPLIES	01/10/2020	31.86	01/30/2020
STAPLES	MISC OFFICE SUPPLIES	01/10/2020	24.00	01/30/2020
STAPLES	MISC OFFICE SUPPLIES	01/10/2020	97.68	01/30/2020
STAPLES	OFFICE SUPPLIES	01/10/2020	9.71	01/23/2020
STAPLES	MISC OFFICE SUPPLIES	01/11/2020	35.99	01/30/2020
STAPLES	MISC OFFICE SUPPLIES	01/11/2020	30.96	01/30/2020
STAPLES	MISC OFFICE SUPPLIES	01/17/2020	10.88	01/30/2020
10-415-2800 TELEPHONE				
STRATA NETWORKS	MONTHLY CELL PHONE SERVI	12/31/2019	21.63	01/14/2020
STRATA NETWORKS	MONTHLY PHONE SERVICE	12/31/2019	232.70	01/14/2020
STRATA NETWORKS	MONTHLY PHONE SERVICE	12/31/2019	1,401.29	01/14/2020
10-415-4100 INSURANCE PREMIUMS				
OLD REPUBLIC SURETY GROU	ELECTED OFFICIAL BOND	01/01/2020	210.00	01/09/2020

Vendor Name	Description	Invoice Date	Net Invoice Amount	Date Paid
10-415-4620 PERSONNEL TESTING				
WORKFORCEQA, LLC.	RANDOM DRUG SCREENS	10/31/2019	266.00	01/14/2020
WORKFORCEQA, LLC.	PRE EMPLOY/ RANDOM TEST	11/30/2019	164.00	01/14/2020
Total CITY ADMINISTRATION:			2,895.43	
GOVERNMENT FACILITIES				
10-416-2500 EQPMT: SUPPLIES & MAINTENANCE				
MORT'S CAR WASH, INC.	MONTHLY CAR WASH FEES	12/31/2019	6.50	01/09/2020
10-416-2600 BLDG & GRNDS: SUPPLIES & MAINT				
ALL AIR TECHNICAL SERVICES	FURNACE REPAIRS	01/16/2020	170.00	01/30/2020
ANDERSON, DANNY	MEALS VISIT CO WORKING CE	01/02/2020	30.00	01/09/2020
GRAINGER - DEPT 863542908	3/4 HP MOTOR	12/17/2019	217.14	02/13/2020
LOWE'S	CEMENT	12/12/2019	24.18	01/14/2020
LOWE'S	RAGS	12/18/2019	61.42	01/14/2020
LOWE'S	CEMENT/TOOLS	12/13/2019	24.79	01/14/2020
LOWE'S	TOOLS	01/09/2020	49.32	02/13/2020
MILT'S ACE HARDWARE	CERAMIC HEATER	12/31/2019	79.98	01/09/2020
MILT'S ACE HARDWARE	FILTERS/GLOVES	01/17/2020	60.67	02/13/2020
MURRAY, BRANDON	MEALS VISIT TO CO WORKING	01/02/2020	30.00	01/09/2020
NORTH EASTERN UTAH OFFIC	MARKERS	01/14/2020	29.31	02/13/2020
RESPOND FIRST AID SYSTEM	FIRST AID SUPPLIES	01/15/2020	44.85	01/30/2020
RESPOND FIRST AID SYSTEM	FIRST AID SUPPLIES	01/15/2020	53.85	01/30/2020
SMITH, WAYNE	MEALS VISIT CO WORKING CE	01/02/2020	30.00	01/09/2020
STANDARD PLUMBING SUPPLY	HVAC PARTS	01/20/2020	15.98	01/30/2020
TURNER LUMBER, INC.	CEMENT	12/13/2019	28.14	01/30/2020
TURNER LUMBER, INC.	BLADES	01/02/2020	24.98	02/06/2020
VERNAL WINNELSON	HVAC PARTS	01/20/2020	36.18	02/13/2020
WEST END CLEANERS, INC.	CITY BLDG RUGS	01/01/2020	192.80	01/30/2020
WEST END CLEANERS, INC.	CLEAN RUGS @ PUBLIC WORK	12/31/2019	56.00	01/30/2020
10-416-2650 BLDG: JANITORIAL SUPPLIES				
BASIN CLEANING SYSTEMS	JANITORIAL SUPPLIES	01/02/2020	60.36	02/27/2020
WAXIE SANITARY SUPPLY	URINAL SCREENS	01/02/2020	41.60	01/09/2020
10-416-2700 UTILITIES - PUBLIC WORKS				
DOMINION ENERGY	SEWER GAS	12/23/2019	987.28	01/09/2020
G & H GARBAGE SERVICE	PUBLIC WORKS	12/31/2019	106.89	01/09/2020
ROCKY MOUNTAIN POWER	RENTAL	12/27/2019	194.12	01/09/2020
ROCKY MOUNTAIN POWER	MONTHLY ELECTRIC SERVICE	12/27/2019	51.45	01/09/2020
ROCKY MOUNTAIN POWER	FABRICATION SHOP	01/22/2020	109.34	01/30/2020
ROCKY MOUNTAIN POWER	MONTHLY ELECTRIC SERVICE	12/27/2019	76.96	01/09/2020
ROCKY MOUNTAIN POWER	MONTHLY ELECTRIC SERVICE	12/26/2019	956.05	01/09/2020
VERNAL CITY UTILITIES	MONTHLY WATER SERVICE	12/31/2019	40.80	01/23/2020
VERNAL CITY UTILITIES	MONTHLY WATER SERVICE	12/31/2019	73.50	01/23/2020
VERNAL CITY UTILITIES	43 S 100 W	12/31/2019	106.20	01/23/2020
VERNAL CITY UTILITIES	MONTHLY WATER SERVICE	12/31/2019	73.50	01/23/2020
VERNAL CITY UTILITIES	MONTHLY WATER SERVICE	12/31/2019	40.80	01/23/2020
VERNAL CITY UTILITIES	MONTHLY WATER SERVICE	12/31/2019	73.50	01/23/2020
10-416-2800 TELEPHONE				
STRATA NETWORKS	MONTHLY CELL PHONE SERVI	12/31/2019	41.19	01/14/2020
10-416-3810 OTHER RENT: MUN BLDG AUTH				
G & H GARBAGE SERVICE	CITY BUILDING	12/31/2019	81.51	01/09/2020
ROCKY MOUNTAIN POWER	CITY BUILDING	01/20/2020	4,837.47	01/30/2020
ROCKY MOUNTAIN POWER	OFFICE ELECTRIC	12/27/2019	486.33	01/09/2020
VERNAL CITY UTILITIES	MBA WATER	12/31/2019	73.50	01/23/2020

Vendor Name	Description	Invoice Date	Net Invoice Amount	Date Paid
VERNAL CITY UTILITIES	CITY BUILDING	12/31/2019	114.30	01/23/2020
Total GOVERNMENT FACILITIES:			9,892.74	
PLANNING & ZONING DEVELOPMENT				
10-418-2100 BOOKS, SUBSCRIPT, MEMBERSHIPS				
MOUNTAIN AM CREDIT UNION	DOPL RENEWAL	12/19/2019	84.00	01/30/2020
10-418-2300 TRAVEL				
TATE, MATTHEW	MEALS/MILES ICC ABM TRAINI	01/14/2020	305.80	02/13/2020
10-418-2400 OFFICE EXP, SUPPLIES, POSTAGE				
STAPLES	OFFICE SUPPLIES	12/14/2019	90.00	01/09/2020
STAPLES	OFFICE SUPPLIES	12/20/2019	14.99	01/09/2020
10-418-2800 TELEPHONE				
STRATA NETWORKS	MONTHLY CELL PHONE SERVI	12/31/2019	62.82	01/14/2020
10-418-2805 AT&T DATA				
A T & T MOBILITY	I PAD SERVICE	12/22/2019	113.76	01/09/2020
10-418-3100 PROFESSIONAL SERVICES				
SNOW, GREG	LAWN MAINTENANCE	11/04/2019	1,100.00	01/09/2020
10-418-4521 UNIFORMS				
MOUNTAIN AM CREDIT UNION	UNIFORM - AP	12/05/2019	53.34	01/30/2020
10-418-4550 SOFTWARE & UPGRADE EXPENSE				
UINTAH COUNTY RECORDER	PLANNING INTERNET CHARGE	01/01/2020	10.00	01/09/2020
Total PLANNING & ZONING DEVELOPMENT:			1,834.71	
I.T. DEPARTMENT				
10-419-2800 TELEPHONE				
STRATA NETWORKS	MONTHLY CELL PHONE SERVI	12/31/2019	14.63	01/14/2020
10-419-3100 PROFESSIONAL SERVICES				
STRATA NETWORKS	INTERNET	12/31/2019	179.93	01/14/2020
UINTAH COUNTY RECORDER	INTERNET CHARGES	01/01/2020	10.00	01/09/2020
10-419-4550 SOFTWARE & UPGRADE EXPENSE				
A T & T MOBILITY	IT AIR CARD	12/22/2019	43.23	01/09/2020
MOUNTAIN AM CREDIT UNION	OFFICE 365	12/12/2019	35.00	01/30/2020
10-419-4570 NETWORK EQPT & MAINTENANCE				
AMAZON.COM	NETWORK SWITCH	01/03/2020	109.99	01/23/2020
Total I.T. DEPARTMENT:			392.78	
JUSTICE COURT				
10-420-2300 TRAVEL				
ADMINISTRATIVE OFFC OF CO	SPRING CLERKS CONFERENC	01/20/2020	75.00	01/23/2020
10-420-2400 OFFICE EXP, SUPPLIES, POSTAGE				
DAVIS FOOD AND DRUG	JURY SUPPLIES	12/31/2019	45.34	02/13/2020
NORTH EASTERN UTAH OFFIC	DATE STAMPS	01/27/2020	191.97	02/13/2020
10-420-2800 TELEPHONE				
STRATA NETWORKS	MONTHLY CELL PHONE SERVI	12/31/2019	21.63	01/14/2020
10-420-3100 PROFESSIONAL SERVICES				
ANDERSON, SUSANA	INTERPRETER	01/16/2020	18.50	01/23/2020
10-420-4510 JURY & WITNESS FEES				
	JUROR	01/08/2020	18.50	01/14/2020
	JUROR	12/18/2019	18.50	01/14/2020
	JUROR	01/08/2020	18.50	01/14/2020
	JUROR	01/08/2020	18.50	01/14/2020

1,370.77

Vendor Name	Description	Invoice Date	Net Invoice Amount	Date Paid
POLICE DEPARTMENT				
10-421-1319 UNIFORM ALLOWANCE				
VERNAL CITY POLICE DEPART	UNIFORM ALLOWANCE	01/20/2020	863.45	02/06/2020
10-421-2100 BOOKS, SUBSCRIPT, MEMBERSHIPS				
UINTAH BASIN STANDARD/VER	NEWSPAPER RENEWAL	01/25/2020	40.00	01/30/2020
10-421-2300 TRAVEL				
CAMPBELL, KEITH	MEALS LUNCH MEETING	01/16/2020	20.17	01/30/2020
CAMPBELL, KEITH	MEALS CHIEF'S CONFERENCE	01/20/2020	138.00	
CANNON, RYAN	MEALS MTG AT STATE CAPITA	01/29/2020	64.00	01/30/2020
GARDENHEIR, CHRIS	MEALS K9 MAG TRAINING	01/20/2020	215.00	02/27/2020
GLEDHILL, MICHAEL	MEALS K9 MAG TRAINING	01/20/2020	215.00	02/27/2020
GLEDHILL, MICHAEL	MEALS MTG AT STATE CAPITA	01/29/2020	64.00	01/30/2020
HOOVER, DARIN	MEALS ADVANCE SEARCH/SEI	01/29/2020	140.00	
HOOVER, DARIN	MEALS CHILDS ABUSE FOR PA	01/29/2020	107.00	03/12/2020
MOUNTAIN AM CREDIT UNION	MEALS SLC INVESTIGATION	12/18/2019	22.20	01/30/2020
MOUNTAIN AM CREDIT UNION	LODGING FOR AG OFFICE RETI	12/16/2019	99.00	01/30/2020
MOUNTAIN AM CREDIT UNION	MEALS SLC INVESTIGATION	12/06/2019	43.21	01/30/2020
MOUNTAIN AM CREDIT UNION	RESORT FEES	12/08/2019	204.00	01/30/2020
MOUNTAIN AM CREDIT UNION	LUNCH MTG FOR JURY TRIAL	12/13/2019	21.00	01/30/2020
MOUNTAIN AM CREDIT UNION	LODGING DEPOSIT	12/11/2019	73.70	01/30/2020
RANDALL, ANDREW	MEALS EVO COURSE	01/05/2020	408.00	01/09/2020
WATT, CHAD	MEALS MEDIA/PUBLIC RELATI	01/20/2020	215.00	
10-421-2400 OFFICE EXP, SUPPLIES, POSTAGE				
MOUNTAIN AM CREDIT UNION	SUPERSPEED CARD READER	12/26/2019	18.14	01/30/2020
MOUNTAIN AM CREDIT UNION	FEBREEZE	12/26/2019	7.98	01/30/2020
MOUNTAIN AM CREDIT UNION	REIMBURSED BY POLICE	12/16/2019	55.29	01/30/2020
STAPLES	TONER CARTRIDGE	01/04/2020	674.89	01/14/2020
STAPLES	MISC OFFICE SUPPLIES	01/13/2020	269.13	01/30/2020
WAL-MART COMMUNITY BRC	MISC FIRST AID/OFFICE SUPPL	01/07/2020	71.63	01/30/2020
WAL-MART COMMUNITY BRC	KITCHEN/FIRST AID SUPPLIES	01/24/2019	121.65	02/27/2020
10-421-2500 EQPMT: SUPPLIES & MAINTENANCE				
MORT'S CAR WASH, INC.	MONTHLY CAR WASH FEES	12/31/2019	506.95	01/09/2020
VERNAL FIRE EXTINGUISHER	EXTINGUISHER MAINTENANCE	12/30/2019	28.00	01/09/2020
10-421-2800 TELEPHONE				
VERNAL CITY POLICE DEPART	CELL PHONE ALLOWANCE	01/20/2020	840.00	02/06/2020
10-421-2900 FUEL				
MOUNTAIN AM CREDIT UNION	FUEL	12/23/2019	47.80	01/30/2020
MOUNTAIN AM CREDIT UNION	FUEL	12/23/2019	47.80-	
10-421-3600 EDUCATION				
BLUE TO GOLD, LLC	ADV SEARCH AND SEIZURE TR	01/13/2020	349.00	01/30/2020
DOLAN CONSULTING	STREET SGT SCHOOL - WATT	10/14/2019	995.00	01/09/2020
MOUNTAIN AM CREDIT UNION	K-9 TRAINING	12/10/2019	590.00	01/30/2020
NAFTO	BASIC FTO SCHOOL	12/13/2019	325.00	01/09/2020
SALT LAKE COMMUNITY COLL	CADET MEAL PLAN	12/31/2019	280.55	01/23/2020
THARPE CONSULTING	CHILD ABUSE FOR PATROL TR	01/13/2020	195.00	01/30/2020
10-421-3700 MAINTENANCE AGREEMENTS				
A T & T MOBILITY	POLICE AIR CARDS	12/20/2019	1,085.44	01/09/2020
10-421-3822 DARE/NOVA PROGRAM				
N.O.V.A. PRINCIPLES FOUNDA	NOVA SHIRTS/HANDOUTS	11/14/2019	3,070.00	01/30/2020
10-421-4510 SPECIAL PUBLIC SAFETY				
Basin Cleaning Systems	GLOVES	01/06/2020	359.80	02/27/2020
MOUNTAIN AM CREDIT UNION	INSIGNIAS FOR PO11	12/13/2019	34.88	01/30/2020
MOUNTAIN AM CREDIT UNION	SGT STRIPES	12/06/2019	32.32	01/30/2020
SIRCHE	STERILE WATER	01/23/2020	101.60	01/30/2020

Vendor Name	Description	Invoice Date	Net Invoice Amount	Date Paid
SKAGGS COMPANIES INC	PALADIN VEST	12/27/2019	815.99	01/09/2020
10-421-4513 CANINE EXPENSE				
INTERMOUNTAIN FARMERS AS	K9 FOOD FOR YAGER / HEAT L	12/14/2019	43.98	01/09/2020
INTERMOUNTAIN FARMERS AS	HEAT LAMP / KRATOS	12/19/2019	7.99	01/09/2020
NAPLES CAR & TRUCK WASH, I	K9 DOG WASH	01/01/2020	27.50	01/30/2020
10-421-7002 I.C.A.C. GRANT				
MOUNTAIN AM CREDIT UNION	LODGING FOR CONF	12/14/2019	577.24	01/30/2020
MOUNTAIN AM CREDIT UNION	BAGGAGE FEES	12/10/2019	120.00	01/30/2020
MOUNTAIN AM CREDIT UNION	ICAC PHONE	12/21/2019	44.76	01/30/2020

Total POLICE DEPARTMENT:

14,602.44

VICTIMS ADVOCATE**10-423-2300 TRAVEL**

BLACKBURN, ALAYNA	MEALS SWAVO TRAINING	12/04/2019	64.00	01/30/2020
MOUNTAIN AM CREDIT UNION	LODGING SWAVO CONF	12/02/2019	116.10	01/30/2020

10-423-2400 OFFICE SUPPLIES, POSTAGE

MOUNTAIN AM CREDIT UNION	MTR GRAB BAG	12/14/2019	338.92	01/30/2020
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10-423-2500 EQPMT: SUPPLIES & MAINTENANCE

MORT'S CAR WASH, INC.	MONTHLY CAR WASH FEES	12/31/2019	26.75	01/09/2020
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10-423-2800 CELL PHONE

STRATA NETWORKS	MONTHLY CELL PHONE SERVI	12/31/2019	82.38	01/14/2020
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10-423-4521 UNIFORMS

MOUNTAIN AM CREDIT UNION	UNIFORM CG	12/10/2019	110.81	01/30/2020
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10-423-4600 V.A. CONTRIBUTION EXPENSE

MOUNTAIN AM CREDIT UNION	REFLECTIVE VEST	12/14/2019	10.98	01/30/2020
MOUNTAIN AM CREDIT UNION	CLIENT PLANE TICKETS	12/27/2019	308.00	01/30/2020
MOUNTAIN AM CREDIT UNION	VOLUNTEER APPRECIATION	12/20/2019	25.00	01/30/2020
MOUNTAIN AM CREDIT UNION	VOLUNTEER APPRECIATION	12/20/2019	13.46	01/30/2020
MOUNTAIN AM CREDIT UNION	CLIENT INS	12/16/2019	37.68	01/30/2020
MOUNTAIN AM CREDIT UNION	STAFF MEETING	12/21/2019	168.77	01/30/2020
MOUNTAIN AM CREDIT UNION	VOLUNTEER APPRECIATION	12/20/2019	50.00	01/30/2020
MOUNTAIN AM CREDIT UNION	CLIENT PLANE TICKETS	12/27/2019	367.20	01/30/2020
MOUNTAIN AM CREDIT UNION	TREE DECOR PD	12/05/2019	196.29	01/30/2020
VICTIM ADV PETTY CASH-CAS	CLIENT FOOD FOR TRAVEL	12/30/2019	30.00	01/09/2020

Total VICTIMS ADVOCATE:

1,946.34

STREETS DEPARTMENT**10-441-2400 OFFICE SUPPLIES**

AMAZON.COM	BATTERY BACK UPS	01/10/2020	59.97	02/20/2020
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10-441-2500 EQPMT: SUPPLIES & MAINTENANCE

C-A-L RANCH STORES	FASTENERS/TAPE	01/15/2020	18.59	02/06/2020
C-A-L RANCH STORES	GREASE GUN	01/22/2020	269.99	02/06/2020
DESERT SPLASH OF VERNAL, I	STREETS WATER COOLER	01/18/2020	16.00	01/30/2020
DESERT SPLASH OF VERNAL, I	WATER	01/06/2020	8.00	01/30/2020
DESERT SPLASH OF VERNAL, I	WATER	01/21/2020	8.00	01/30/2020
HONNEN EQUIPMENT COMPAN	JOHN DEERE JAGZ TEETH FOR	01/21/2020	4,055.28	01/30/2020
MILT'S ACE HARDWARE	SUPPLIES	01/17/2020	24.97	02/13/2020
MORT'S CAR WASH, INC.	MONTHLY CAR WASH FEES	12/31/2019	42.95	01/09/2020
NORTH EASTERN UTAH OFFIC	TONER/PENS	12/31/2019	173.15	01/09/2020
NORTH EASTERN UTAH OFFIC	PAPER	01/15/2020	21.05	02/13/2020
O'REILLY AUTOMOTIVE STORE	MISC SHOP SUPPLIES	01/20/2020	120.96	02/06/2020

Vendor Name	Description	Invoice Date	Net Invoice Amount	Date Paid
10-441-2800 TELEPHONE				
STRATA NETWORKS	MONTHLY CELL PHONE SERVI	12/31/2019	141.40	01/14/2020
10-441-3100 PROFESSIONAL & TECH SERVICES				
CRS CONSULTING ENGINEERS	VERNAL AVE SIDEWALK	01/06/2020	900.00	01/30/2020
10-441-3110 LAND FILL FEES				
UINTAH COUNTY AUDITOR	LANDFILL BOOKS	01/09/2020	2,000.00	01/23/2020
10-441-3610 TRAINING				
MOUNTAIN AM CREDIT UNION	PESTICIDE RENEWAL	12/05/2019	60.00	01/30/2020
UTAH ASPHALT PAVEMENT AS	ASPHALT CONF	01/10/2020	175.00	02/06/2020
UTAH ASPHALT PAVEMENT AS	ASPHALT CONF	01/10/2020	175.00	02/06/2020
UTAH ASPHALT PAVEMENT AS	ASPHALT CONF	01/10/2020	175.00	02/06/2020
UTAH ASPHALT PAVEMENT AS	ASPHALT CONF	01/10/2020	175.00	02/06/2020
UTAH ASPHALT PAVEMENT AS	ASPHALT CONF	01/10/2020	175.00	02/06/2020
UTAH WEED CONTROL ASSOCI	CONFERENCE REGISTRATION	01/20/2020	330.00	01/23/2020
10-441-4521 UNIFORMS				
INTERMOUNTAIN FARMERS AS	WORK VEST - RH	12/24/2019	24.99	01/09/2020
MOUNTAIN AM CREDIT UNION	HOODIE RH	12/28/2019	53.34	01/30/2020
MOUNTAIN AM CREDIT UNION	UNIFORM GA	12/16/2019	204.64	01/30/2020
N' STITCHES, INC.	EMBROIDERED SHIRTS CD	01/06/2020	55.00	01/14/2020
10-441-4530 SPECIAL HIGHWAY SUPPLIES				
C-A-L RANCH STORES	J HOOK	01/07/2020	3.89	02/06/2020
C-A-L RANCH STORES	BOLT	01/08/2020	.50	02/06/2020
C-A-L RANCH STORES	NUTS/BOLTS	01/09/2020	45.48	02/06/2020
CRAFCO, INC.	CRACK SEALANT	01/14/2020	5,018.00	01/30/2020
INTERMOUNTAIN TRAFFIC SAF	CONSTRUCTION SIGNS	01/08/2020	968.52	02/06/2020
MAIN STREET AUTO PARTS	SEAL/BEARINGS	01/06/2020	70.90	02/13/2020
MAIN STREET AUTO PARTS	BEARINGS	01/06/2020	28.06	02/13/2020
MAIN STREET AUTO PARTS	SEAL	01/09/2020	11.24	02/13/2020
MORCON SPECIALTY INC	LOVE JOY	01/14/2020	72.28	02/13/2020
MOUNTAIN AM CREDIT UNION	LUNCH MEETING	12/16/2019	68.05	01/30/2020
O'REILLY AUTOMOTIVE STORE	SEAL	01/14/2020	5.72	02/06/2020
SAFETY SUPPLY & SIGN, INC.	STICKERS TO FIX SIGN	12/20/2019	20.77	01/14/2020
10-441-4630 STREET ENHANCEMENTS				
CONSOLIDATED ELEC DISTRIB	TRANSFORMERS	12/17/2019	1,109.85	01/09/2020
10-441-4640 STREET LIGHTING				
ROCKY MOUNTAIN POWER	CROSSWALK	12/27/2019	5.77	01/09/2020
ROCKY MOUNTAIN POWER	CROSSWALK	12/27/2019	10.26	01/09/2020
ROCKY MOUNTAIN POWER	CROSSWALK	01/23/2020	5.60	01/30/2020
ROCKY MOUNTAIN POWER	STREET LIGHTS	01/23/2020	16.76	01/30/2020
ROCKY MOUNTAIN POWER	STREET LIGHTS	12/23/2019	16.76	01/09/2020
ROCKY MOUNTAIN POWER	BILLBOARD LIGHTS	12/24/2019	31.95	01/09/2020
ROCKY MOUNTAIN POWER	CROSSWALK	01/20/2020	6.51	01/30/2020
ROCKY MOUNTAIN POWER	CROSSWALK	01/16/2020	5.77	01/30/2020
ROCKY MOUNTAIN POWER	T-REX LIGHTS	01/16/2020	11.44	01/30/2020
ROCKY MOUNTAIN POWER	STREET LIGHTS	12/26/2019	19,887.61	01/09/2020
Total STREETS DEPARTMENT:			36,828.85	
MOTOR POOL				
10-444-2500 EQPMT: SUPPLIES & MAINTENANCE				
AUTOZONE INC	RD30 BLADE	12/18/2019	12.99	01/14/2020
AUTOZONE INC	RD81 SHOCKS	12/24/2019	175.98	01/14/2020
AUTOZONE INC	RD81 SHOCKS	12/24/2019	195.98	01/14/2020
AUTOZONE INC	RD81 STABILIZER SHOCK/BRA	12/24/2019	55.98	01/14/2020

Vendor Name	Description	Invoice Date	Net Invoice Amount	Date Paid
AUTOZONE INC	WA35 FRONT SHOCKS	12/24/2019	163.98	01/14/2020
AUTOZONE INC	AIR FRESHNERS	12/24/2019	17.97	01/14/2020
AUTOZONE INC	RD23 RELAY/SOCKET/GREASE	12/31/2019	54.93	01/14/2020
AUTOZONE INC	CM1 BATTERY	01/02/2020	139.99	02/13/2020
AUTOZONE INC	RD23 WIRE	01/03/2020	7.99	02/13/2020
AUTOZONE INC	3 POSITION SWITCH	01/03/2020	5.99	02/13/2020
AUTOZONE INC	WA64 T STAT	01/06/2020	28.99	02/13/2020
AUTOZONE INC	PD20 OIL FILTER	01/07/2020	6.98	02/13/2020
AUTOZONE INC	RD10 CLUTCH FORK	01/08/2020	17.99	02/13/2020
AUTOZONE INC	PS22 SUCTION CUP	01/09/2020	10.99	02/13/2020
AUTOZONE INC	WA20 OIL FILTER	01/16/2020	26.42	02/13/2020
AUTOZONE INC	PS50 SEAFOAM TREATMENT	01/16/2020	39.96	02/13/2020
AUTOZONE INC	RD25 FLOOR MATS	01/17/2020	59.99	02/13/2020
AUTOZONE INC	WA21 AIR FILTER	01/17/2020	56.97	02/13/2020
AUTOZONE INC	WA21 SHOCKS	01/17/2020	175.98	02/13/2020
AUTOZONE INC	SHOCKS	01/17/2020	163.98	02/13/2020
AUTOZONE INC	VA1 BATTERY	01/22/2020	135.99	02/13/2020
BEST DEAL SPRING, INC.	RD82 BRAKE CAN, CLEVIS	01/15/2020	79.04	02/13/2020
BEST DEAL SPRING, INC.	RD82 AIR FITTING	01/16/2020	16.04	02/13/2020
BEST DEAL SPRING, INC.	RD82 LIGHT BAR	01/23/2020	296.13	01/30/2020
BEST DEAL SPRING, INC.	RD82 MIRROR	01/23/2020	17.86	01/30/2020
COMMERCIAL TIRE INC.-VERN	PL10 TIRES	01/08/2020	380.12	02/06/2020
COMMERCIAL TIRE INC.-VERN	PS22 TIRES	01/10/2020	336.32	02/06/2020
CRUS OIL INC	MOTOR OIL	01/02/2020	796.31	02/06/2020
CRUS OIL INC	WIPER BLADES	01/09/2020	70.25	02/06/2020
DESERT SPLASH OF VERNAL, I	MOTOR POOL WATER COOLER	01/18/2020	16.00	01/30/2020
DESERT SPLASH OF VERNAL, I	WATER	01/06/2020	8.00	01/30/2020
DESERT SPLASH OF VERNAL, I	WATER	01/21/2020	8.00	01/30/2020
FLEETPRIDE	RD18 PIPE/CLAMPS/LIGHTS	01/09/2020	206.86	02/13/2020
FLEETPRIDE	RD82 CLEVIS	01/15/2020	7.66	02/13/2020
FLEETPRIDE	RD82 AIR FITTING	01/16/2020	31.10	02/13/2020
HERITAGE FORD OF VERNAL	WA21 INTERCOOLER/OUTLET	12/31/2019	406.95	01/09/2020
HERITAGE FORD OF VERNAL	WA30 REPAIR F-550	12/27/2019	4,189.27	01/09/2020
INDUSTRIAL SUPPLY	HI CAP BATTERIES	01/06/2020	111.92	02/13/2020
MAIN STREET AUTO PARTS	RD30 OIL FILTER	12/18/2019	6.30	01/09/2020
MAIN STREET AUTO PARTS	RD83 OIL DYE/OIL/AIR/FUEL FIL	12/19/2019	61.85	01/09/2020
MAIN STREET AUTO PARTS	RD26 AIR FILTER	12/24/2019	25.76	01/09/2020
MAIN STREET AUTO PARTS	WIRE	01/02/2020	6.95	02/13/2020
MAIN STREET AUTO PARTS	RD23 SPLIT LOOM	01/03/2020	92.50	02/13/2020
MAIN STREET AUTO PARTS	RD23 PRIMARY WIRE	01/03/2020	6.95	02/13/2020
MAIN STREET AUTO PARTS	PS22 CAP	01/24/2020	11.49	02/13/2020
MAIN STREET AUTO PARTS	PS22 CAP	01/24/2020	14.49	02/13/2020
NORTH EASTERN UTAH OFFIC	TONER/PENS	12/31/2019	34.63	01/09/2020
NORTH EASTERN UTAH OFFIC	PAPER	01/15/2020	4.21	02/13/2020
NORTH EASTERN UTAH OFFIC	PAPER	01/15/2020	15.63	02/13/2020
NUTECH SPECIALTIES, INC.	SHOP TOWELS	01/22/2020	416.23	02/06/2020
QUALITY TRANSMISSION AND	RD10 CLUTCH REPLACE	01/08/2020	1,219.94	01/23/2020
SYSTEMS COMMUNICATION C	WA21 ANTENNA/LINE KIT	01/17/2020	62.97	01/23/2020
10-444-2800 TELEPHONE				
STRATA NETWORKS	MONTHLY CELL PHONE SERVI	12/31/2019	62.82	01/14/2020
10-444-2900 FUEL				
FUELMAN - UTAH GASCARD	MONTHLY FLEET FUEL PURCH	01/03/2020	8,662.92	01/14/2020
10-444-2950 FUEL - SERVICE CHARGE				
FUELMAN - UTAH GASCARD	SERVICE FEE	01/03/2020	290.07	01/14/2020

Vendor Name	Description	Invoice Date	Net Invoice Amount	Date Paid
Total MOTOR POOL:			19,201.60	
PARKWAYS/BOULEVARDS				
10-451-2500 EQUIPMENT-SUPPLIES & MAINT				
MORCON SPECIALTY INC	WATER HOSE	01/09/2020	63.48	02/13/2020
10-451-2600 MAIN STREET EXPENSE				
FASTENAL COMPANY	"S" HOOKS	01/06/2020	603.00	01/30/2020
ROCKY MOUNTAIN POWER	500 N 500 W SPRINKLERS	12/27/2019	10.80	01/09/2020
ROCKY MOUNTAIN POWER	STORM RETENTION	12/23/2019	10.48	01/09/2020
ROCKY MOUNTAIN POWER	PARK SPRINKLERS	12/23/2019	10.58	01/09/2020
ROCKY MOUNTAIN POWER	WALK PARK FEATURE	01/07/2020	10.26	01/14/2020
ROCKY MOUNTAIN POWER	WALK PARK STORAGE	12/31/2019	15.14	01/09/2020
ROCKY MOUNTAIN POWER	MACU GREEN	01/08/2020	10.95	01/14/2020
10-451-2602 WALKING PARK				
SNOW, GREG	MOW/EDGE WALKING PARK	10/31/2019	1,000.00	01/09/2020
10-451-2603 COBBLEROCK PARK				
ROCKY MOUNTAIN POWER	PARK LIGHTS	01/20/2020	479.42	01/30/2020
10-451-2607 MAINTENANCE - AGGIE BLVDE				
ROCKY MOUNTAIN POWER	SPRINKLER CONTROLLER	01/10/2020	10.26	01/23/2020
10-451-3610 TRAINING				
UTAH ASPHALT PAVEMENT AS	2020 CONF REGISTRATION	01/16/2020	350.00	01/30/2020
UTAH WEED CONTROL ASSOCI	CONFERENCE REGISTRATION	01/20/2020	220.00	01/23/2020
Total PARKWAYS/BOULEVARDS:			2,794.37	
TRANSFERS & CONTRIBUTIONS				
10-480-7158 TRANS MBA: SALES TAX FOR BOND				
MUNICIPAL BUILDING AUTHORI	SALES TAX 2017 BOND INTERE	01/15/2020	8,600.00	01/30/2020
MUNICIPAL BUILDING AUTHORI	SALES TAX 2017 BOND PRINCI	01/15/2020	31,100.00	01/30/2020
10-480-7333 CONTRIB TO COUNTY: CEMTERY IMP				
UINTAH COUNTY AUDITOR	CEMETERY IMPROVEMENTS	01/03/2020	39,419.82	01/14/2020
10-480-7337 CONTRIB TO COUNTY: CEMETERY				
UINTAH COUNTY AUDITOR	CEMETERY 4TH QUARTER 201	01/03/2020	29,770.02	01/14/2020
10-480-7341 STATE COURT SURCHARGE				
UTAH STATE TREASURER	ST SURCHARGE ON COURT FI	12/31/2019	14,703.86	01/09/2020
Total TRANSFERS & CONTRIBUTIONS:			123,593.70	
Total GENERAL FUND:			259,610.96	
NARCOTICS STRIKE FORCE FUND				
21-2260000 WORKER'S COMP PAYABLE				
UTAH LOCAL GOVERNMENT T	UBNSF WORKERS COMP	12/10/2019	105.55	01/09/2020
Total :			105.55	
FUND EXPENDITURES				
21-400-2300 TRAVEL				
GLEDHILL, MICHAEL	MEALS COMMANDERS MTG	01/20/2020	99.00	02/20/2020
21-400-2400 OFFICE EXP, SUPPLIES, POSTAGE				
EXECUTIVE IMPORTZ, INC.	DETAIL POLICE VEHICLE	01/10/2020	76.50	01/23/2020
MOUNTAIN AM CREDIT UNION	FUEL	12/23/2019	47.80	

Vendor Name	Description	Invoice Date	Net Invoice Amount	Date Paid
21-400-2850 CELLPHONE - SURVEILLANCE A T & T MOBILITY	CRIME SCENE VAN	12/15/2019	58.05	01/09/2020
Total FUND EXPENDITURES:			281.35	
Total NARCOTICS STRIKE FORCE FUND:			386.90	
STREET CONSTRUCTION FUND				
FUND EXPENDITURES				
35-400-5510 SAFE SIDEWALK 500 N-UBH SR121 UDOT	US 40 DRAINAGE PROJECT	10/24/2019	101,677.11	01/09/2020
Total FUND EXPENDITURES:			101,677.11	
Total STREET CONSTRUCTION FUND:			101,677.11	
GRANT / GREEN SPACE FUND				
FUND EXPENDITURES				
38-400-5522 INNOVATION EXPENSE - 2019				
ANDERSON, DANNY	REIMBURSE LUNCH CO WORKI	01/02/2020	59.97	01/09/2020
INTERMOUNTAIN FARMERS AS	STEEL PANEL	01/23/2020	59.99	02/13/2020
LOWE'S	WOOD/SCREWS/ADHESIVE	01/21/2020	115.06	02/13/2020
LOWE'S	MISC SUPPLIES	01/10/2020	26.10	02/13/2020
MOUNTAIN AM CREDIT UNION	TOOLS FOR CO WORKING CEN	12/06/2019	211.98	01/30/2020
SIMPER SUPPLY COMPANY	STEEL	01/23/2020	38.02	02/13/2020
TURNER LUMBER, INC.	OSB	01/21/2020	89.68	02/06/2020
Total FUND EXPENDITURES:			600.80	
Total GRANT / GREEN SPACE FUND:			600.80	
EQUIPMENT REPLACEMENT FUND				
FUND EXPENDITURES				
42-400-5001 STREET SWEEPER LEGACY EQUIPMENT COMPAN	PELICAN NP SWEEPER W/ 1 YE	12/13/2019	244,967.42	01/14/2020
Total FUND EXPENDITURES:			244,967.42	
Total EQUIPMENT REPLACEMENT FUND:			244,967.42	
HOUSING REHABILITATION				
FUND EXPENDITURES				
46-400-5501 CDBG HOUSING REHAB CONSTRUCTIO STEARNS CONSTRUCTION INC	CONCRETE WORK FOR CDBG	12/11/2019	28,495.25	01/09/2020
Total FUND EXPENDITURES:			28,495.25	
Total HOUSING REHABILITATION:			28,495.25	
VERNAL CITY UTILITIES FUND				
50-2132000 UTILITY DEPOSITS				
REHERMAN, JIM	REFUND UTILITY DEPOSIT	12/31/2019	68.66	01/09/2020
WALSH, JAMIE L	REFUND UTILITY DEPOSIT	12/10/2019	33.22	01/09/2020

Vendor Name	Description	Invoice Date	Net Invoice Amount	Date Paid
Total :			101.88	
WATER DEPARTMENT				
50-510-1318 STATE UNEMPLOYMENT				
UTAH DEPT WORKFORCE SER	UNEMPLOYMENT: [REDACTED]	12/31/2019	842.30	01/09/2020
50-510-2300 TRAVEL				
BLACKBURN, RYAN	MEALS/MILEAGE RWAU CONF	01/10/2020	342.95	02/19/2020
DAVIS, MIKE	MEALS & MILEAGE @ RWAU C	01/10/2020	342.95	02/19/2020
ERICKSEN, JARID	MEALS RWAU CONF	01/10/2020	185.00	02/19/2020
RURAL WATER ASSOCIATION	RWAU CONF	01/02/2020	675.00	02/06/2020
RURAL WATER ASSOCIATION	RWAU CONF	01/02/2020	399.00	02/06/2020
RURAL WATER ASSOCIATION	RWAU CONF	01/02/2020	399.00	02/06/2020
50-510-2500 EQPMT: SUPPLIES & MAINTENANCE				
DESERT SPLASH OF VERNAL, I	WATER DEPT COOLER	01/18/2020	16.00	01/30/2020
DESERT SPLASH OF VERNAL, I	WATER	01/21/2020	8.00	01/30/2020
MORT'S CAR WASH, INC.	MONTHLY CAR WASH FEES	12/31/2019	38.45	01/09/2020
MOUNTAIN AM CREDIT UNION	WASHER FLUID	12/05/2019	10.19	01/30/2020
NORTH EASTERN UTAH OFFIC	TONER/PENS	12/31/2019	86.57	01/09/2020
NORTH EASTERN UTAH OFFIC	PAPER	01/15/2020	10.52	02/13/2020
STANDARD PLUMBING SUPPLY	ADAPTER	12/12/2019	819.36	01/14/2020
STANDARD PLUMBING SUPPLY	ADAPTER	12/12/2019	917.46	01/14/2020
50-510-2700 UTILITIES				
ROCKY MOUNTAIN POWER	PRESSURE RELIEF VALVE	01/16/2020	72.82	01/30/2020
ROCKY MOUNTAIN POWER	PRESSURE RELIEF VALVE	01/09/2020	72.70	01/14/2020
ROCKY MOUNTAIN POWER	PRESSURE RELIEF VALVE	01/16/2020	68.13	01/30/2020
ROCKY MOUNTAIN POWER	WATER TANK	12/24/2019	19.75	01/09/2020
ROCKY MOUNTAIN POWER	WATER FILL STATION	01/10/2020	79.36	01/23/2020
ROCKY MOUNTAIN POWER	WATER TANK	12/24/2019	22.57	01/09/2020
ROCKY MOUNTAIN POWER	PUMPING STATION	01/13/2020	42.30	01/23/2020
ROCKY MOUNTAIN POWER	MAINTENANCE YARD	12/26/2019	95.16	01/09/2020
50-510-2800 TELEPHONE				
STRATA NETWORKS	MONTHLY CELL PHONE SERVI	12/31/2019	343.85	01/14/2020
50-510-3000 TREATED WATER COST				
UINTAH WATER CONSERVANC	TREATED WATER COSTS-MON	01/13/2020	45,293.82	01/23/2020
UINTAH WATER CONSERVANC	RESERVE	01/13/2020	2,058.81	01/23/2020
50-510-3100 PROFESSIONAL SERVICES				
CRS CONSULTING ENGINEERS	WATER LOSS INVESTIGATION	01/06/2020	720.00	01/30/2020
50-510-3110 CONTRACTED LINE REPAIRS				
BACKHOE SUPREMO	REPAIR FIRE LINE - GRAND VA	12/16/2019	15,868.65	01/09/2020
50-510-3120 LEAD/COPPER SAMPLES				
CHEMTECH-FORD, INC	DISINFECTION BY PRODUCTS	12/24/2019	480.00	01/09/2020
50-510-4503 WATER DEPOSIT INTEREST				
REHERMAN, JIM	INTEREST	12/31/2019	.22	01/09/2020
WALSH, JAMIE L	INTEREST	12/10/2019	.34	01/09/2020
50-510-4504 SPECIAL WATER SUPPLIES				
ASHLEY VALLEY WATER & SE	MONTHLY WATER SERVICE	12/30/2019	64.00	01/14/2020
GOLDSTAR PRODUCTS INC	1000 LB ICE MELT	12/12/2019	1,582.75	01/09/2020
INDUSTRIAL SUPPLY	IMPACT	01/06/2020	225.90	01/14/2020
MILT'S ACE HARDWARE	TORCH/SCREWDRIVER SET	12/20/2019	46.98	01/09/2020
MILT'S ACE HARDWARE	SHOVEL SET	12/26/2019	13.99	01/09/2020
MOUNTAINLAND SUPPLY CO	METERS	01/07/2020	4,301.84	02/13/2020
MOUNTAINLAND SUPPLY CO	METERS	01/10/2020	2,866.69	02/13/2020
MRC GLOBAL, INC.	BATTERIES	01/08/2020	225.04	01/30/2020

Vendor Name	Description	Invoice Date	Net Invoice Amount	Date Paid
POLLARD WATER	11" COIL	01/13/2020	681.82	01/23/2020
RBI EXCAVATION LLC	REPAIR STORM DRAIN	11/21/2019	750.00	01/09/2020
RESPOND FIRST AID SYSTEM	FIRST AID SUPPLIES	01/15/2020	53.10	01/23/2020
STANDARD PLUMBING SUPPLY	NOZZLE/TORCH KIT/CLEANING	01/17/2020	65.93	01/23/2020
STEARNS CONSTRUCTION INC	SIDEWALK REPAIR	01/08/2020	1,150.00	01/23/2020
WAL-MART COMMUNITY BRC	PHONE CASE	12/23/2019	50.07	01/30/2020
WAL-MART COMMUNITY BRC	PHONE CASE	12/23/2019	10.10-	01/30/2020
50-510-4508 BLOCK NOTICE J.U. - RED FLEET				
UINTAH WATER CONSERVANC	JENSEN UNIT REPAYMENT	01/02/2020	74,770.00	01/14/2020
UINTAH WATER CONSERVANC	JENSEN O & M FOR M & E	01/02/2020	5,000.00	01/14/2020
UINTAH WATER CONSERVANC	EMERGENCY RESERVE	01/02/2020	5,000.00	01/14/2020
50-510-4509 UWCD - J.U. ADDT WATER				
UINTAH WATER CONSERVANC	ADDITIONAL JU M&I WATER	01/02/2020	79,800.00	01/14/2020
UINTAH WATER CONSERVANC	JENSEN O & M FOR M & I	01/02/2020	4,200.00	01/14/2020
UINTAH WATER CONSERVANC	EMERGENCY RESERVE	01/02/2020	4,200.00	01/14/2020
UINTAH WATER CONSERVANC	BOND RESERVE	01/02/2020	14,700.00	01/14/2020
50-510-4521 UNIFORMS				
C-A-L RANCH STORES	BIBS MD	01/02/2020	120.96	02/06/2020
50-510-4535 BLUE STAKES				
BLUE STAKES OF UTAH UTILIT	MONTHLY BLUE STAKES FEES	12/31/2019	117.63	01/14/2020
50-510-5501 WATER MASTER PLAN UPDATE				
CRS CONSULTING ENGINEERS	ENGINEERING FOR WATER MA	12/06/2019	1,435.00	01/09/2020
CRS CONSULTING ENGINEERS	19-20 WATER MASTER PLAN	01/21/2020	27,415.00	01/30/2020
SMITH HARTVIGSEN PLLC	ENGINEERING SERVICES FOR	12/09/2019	9,500.00	01/09/2020
Total WATER DEPARTMENT:			308,657.83	
SEWER DEPARTMENT				
50-520-2500 EQPMT: SUPPLIES & MAINTENANCE				
NORTH EASTERN UTAH OFFIC	TONER/PENS	12/31/2019	34.63	01/09/2020
NORTH EASTERN UTAH OFFIC	PAPER	01/15/2020	4.21	02/13/2020
50-520-4514 SPECIAL SEWER SUPPLIES				
GOLDSTAR PRODUCTS INC	1000 LB ICE MELT	12/12/2019	1,582.75	01/09/2020
MARC-MID AM RESEARCH CHE	ROOT CONTROL	12/13/2019	463.24	01/09/2020
MRC GLOBAL, INC.	BATTERIES	01/08/2020	225.04	01/30/2020
50-520-4517 SEWER MANAGEMENT BOARD M & O				
ASHLEY VALLEY SEWER MANA	MONTHLY MAINT & OPERATIO	12/31/2019	78,380.78	01/09/2020
Total SEWER DEPARTMENT:			80,690.65	
SOLID WASTE DEPARTMENT				
50-570-3100 PROFESSIONAL SERVICES				
G & H GARBAGE SERVICE	RESIDENTIAL GARBAGE	12/31/2019	28,941.04	01/09/2020
G & H GARBAGE SERVICE	CANS	12/31/2019	3,364.83	01/09/2020
50-570-4531 RECYCLING PROGRAM EXPENSE				
VERNAL AREA CHAMBER OF C	RECYCLING PROGRAM	01/06/2020	500.00	01/23/2020
50-570-4535 RECYCLOPS EXPENSE				
RECYCLOPS	RESIDENTIAL RECYCLING	12/31/2019	187.00	01/09/2020
Total SOLID WASTE DEPARTMENT:			32,992.87	
Total VERNAL CITY UTILITIES FUND:			422,443.23	

Vendor Name	Description	Invoice Date	Net Invoice Amount	Date Paid
PAYROLL FUND				
64-2222000 STATE WITHHOLDING PAYABLE				
UTAH STATE TAX COMMISSIO	EMPLOYEE STATE W/H TAXES	01/01/2020	13,782.00	01/23/2020
64-2224000 HEALTH INSURANCE PAYABLE				
OPTICARE OF UTAH	EMPLOYEE OPTIC PREMIUM	01/01/2020	1,152.40	01/14/2020
PUBLIC EMPLOYEE HEALTH P	EMPLOYEES DENTAL	01/20/2020	8,851.01	01/23/2020
PUBLIC EMPLOYEE HEALTH P	EMPLOYEE LIFE INS	01/20/2020	2,820.10	01/23/2020
UHS PREMIUM BILLING	HEALTH INSURANCE PAYABLE	01/17/2020	121,680.84	01/30/2020
UHS PREMIUM BILLING	HEALTH INSURANCE PAYABLE	12/18/2019	121,793.44	01/09/2020
64-2225000 COLONIAL INSURANCE PAYABLE				
COLONIAL SUPPLEMENTAL IN	BCN E9846924 EMPLOYEE INS	01/05/2020	243.68	01/09/2020
COLONIAL SUPPLEMENTAL IN	BCN E9846924 EMPLOYEE INS	01/19/2020	243.68	01/23/2020
64-2226000 PREPAID LEGAL SERVICES PAYABLE				
LEGAL SHIELD	MONTHLY PREPAID LEGAL W/	01/01/2020	276.10	01/23/2020
64-2227000 VCE-125 PLAN PAYABLE				
VERNAL CITY EMPLOYEES	EMPLOYEES 125 MEDICAL W/H	01/05/2020	367.15	01/09/2020
VERNAL CITY EMPLOYEES	EMPLOYEES 125 MEDICAL W/H	01/19/2020	367.15	01/23/2020
64-2231000 ANYTIME FITNESS DEDUCTION				
ANYTIME FITNESS	ANYTIME FITNESS	01/01/2020	150.00	01/23/2020
64-2233000 LONG TERM DISABILITY PAYABLE				
PEHP LTD PROGRAM	LONG TERM DISABILITY	01/05/2020	690.96	01/09/2020
PEHP LTD PROGRAM	LONG TERM DISABILITY	01/19/2020	690.96	01/23/2020
64-2235000 GARNISHEE PAYABLE				
EDWIN B. PARRY	GARNISHMENT	01/05/2020	227.28	01/09/2020
EDWIN B. PARRY	GARNISHMENT	01/19/2020	216.51	01/23/2020
GC SERVICES, L.P.	GARNISHMENT	01/05/2020	50.00	01/09/2020
GC SERVICES, L.P.	GARNISHMENT	01/19/2020	50.00	01/23/2020
64-2236000 TRANS AMERICA				
TRANS AMERICA	TRANS AMER EMP W/H	01/01/2020	272.16	01/23/2020
64-2238000 RETIREMENT PAYABLE ICMA 401				
ICMA RETIREMENT TRUST #10	EMPLOYER 401(a) CONTRIBUTI	01/05/2020	3,175.58	01/09/2020
ICMA RETIREMENT TRUST #10	EMPLOYER 401(a) CONTRIBUTI	01/19/2020	3,193.30	01/23/2020
64-2239000 RETIREMENT PAYABLE ICMA 457				
ICMA RETIREMENT TRUST #30	EMPLOYEE 457(b) CONTRIBUTI	01/05/2020	1,125.77	01/09/2020
ICMA RETIREMENT TRUST #30	EMPLOYEE 457(b) CONTRIBUTI	01/19/2020	1,045.77	01/23/2020
64-2240000 FITNESS 219 PAYABLE				
FITNESS 219	FITNESS 219 EMPLOYEE W/H	01/01/2020	101.28	01/23/2020
64-2241000 WARRIOR WAREHOUSE W/H				
WARRIORS WAREHOUSE	EMPLOYEE WARRIOR WAREH	01/01/2020	60.00	01/23/2020
64-2242000 CHILD SUPPORT PAYABLE				
CHILD SUPPORT SERVICES	CHILD SUPPORT PAYROLL W/H	01/05/2020	46.15	01/09/2020
CHILD SUPPORT SERVICES	CHILD SUPPORT PAYROLL W/H	01/05/2020	131.54	01/09/2020
CHILD SUPPORT SERVICES	CHILD SUPPORT PAYROLL W/H	01/05/2020	222.46	01/09/2020
CHILD SUPPORT SERVICES	CHILD SUPPORT PAYROLL W/H	01/19/2020	197.31	01/23/2020
CHILD SUPPORT SERVICES	CHILD SUPPORT PAYROLL W/H	01/19/2020	46.15	01/23/2020
CHILD SUPPORT SERVICES	CHILD SUPPORT PAYROLL W/H	01/19/2020	222.46	01/23/2020
MONTANA CSED SDU	CHILD SUPPORT PAYROLL W/H	01/05/2020	240.46	01/09/2020
MONTANA CSED SDU	CHILD SUPPORT PAYROLL W/H	01/19/2020	240.46	01/23/2020
64-2244000 UTILITY BILL P/R DED PAYABLE				
VERNAL CITY UTILITIES	EMPLOYEE UTILITIES W/H	01/01/2020	582.20	01/23/2020
64-2246000 UINTAH REC. WITHHOLDING				
UINTAH RECREATION DISTRIC	EMPLOYEE UINTAH REC W/H	01/01/2020	698.09	01/23/2020

Vendor Name	Description	Invoice Date	Net Invoice Amount	Date Paid
64-2249000 ANNUAL AIR MED				
CLASSIC AIR MEDICAL	ANNUAL AIR MED	01/19/2020	46.90	01/23/2020
CLASSIC AIR MEDICAL	ANNUAL AIR MED	01/01/2020	53.60	01/09/2020
Total :			285,354.90	
Total PAYROLL FUND:			285,354.90	

TRUST AND AGENCY FUND**71-2971000 RESERVED COURT TRUST FUNDS**

BASIN BEST APARTMENETS	171000313 - RESTITUTION	01/20/2020	100.00	01/22/2020
MAVERICK ADVENTURES FIRS	RESTITUTION - 191000333	01/20/2020	25.00	01/22/2020
PORTER, RACHEL	RESTITUTION - 191000147	01/28/2020	60.00	01/29/2020
PORTER, RACHEL	RESTITUTION - 191000147	12/31/2019	60.00	01/08/2020
THE EDGE CUTOM SHOP	RESTITUTION-19100471	01/20/2020	20.00	01/22/2020
THE MAVERICK STORE	RESTITUTION-161000491	01/28/2020	25.00	01/29/2020
THE MAVERICK STORE	RESTITUTION-161000491	12/31/2019	25.00	01/08/2020
UINTAH COUNTY ANIMAL SHEL	RESTITUTION - 181000296	01/28/2020	100.00	01/29/2020
ULTA BEAUTY	RESTITUTION-151000543	01/21/2020	25.00	01/22/2020
ULTA BEAUTY	RESTITUTION-191000526	01/20/2020	48.19	01/22/2020
VERNAL CITY CORPORATION	BAIL FORFEITED FROM TRUST	01/20/2020	3,765.72	01/22/2020
VERNAL CITY CORPORATION	BAIL FORFEITED FROM TRUST	01/28/2020	3,347.08	01/29/2020
VERNAL CITY CORPORATION	191000368-RESTITUTION	01/28/2020	50.00	01/29/2020
VERNAL CITY CORPORATION	191000368-RESTITUTION	12/31/2019	50.00	01/08/2020
VERNAL CITY POLICE DEPART	RESTITUTION - 181000348	01/28/2020	25.00	01/29/2020
WALMART ASSET PROTECTIO	191000389-RESTITUTION	12/31/2019	25.58	01/08/2020
WALMART ASSET PROTECTIO	191000393-RESTITUTION	01/28/2020	25.00	01/29/2020
Total :			7,776.57	
Total TRUST AND AGENCY FUND:			7,776.57	
Grand Totals:			1,351,313.14	

Report Criteria:

Invoices with totals above \$0.00 included.
Paid and unpaid invoices included.

February 2020 Building Permit Log

BP#	Date	Use	PlatNo	Building Address	Owner / Business	Bldg Fee	Bldg Fine	Plan Chk	State	Subtotal	Meter	Water	Sewer	Total	Valuation	Fire	Misc.
2008495	02/03/2020	Furnace	05 037 0007	126 North 500 East #44 East Meadows	Land Solutions Partners	\$69.25	\$0.00	\$0.00	\$0.69	\$69.94	\$0.00	\$0.00	\$0.00	\$69.94	\$2,500.00		
1908484	02/05/2020	Interior Framing on exterior wall	05 080 0024	1797 West 1000 South	Denny Southam	\$225.50	\$0.00	\$112.75	\$2.26	\$340.51	\$0.00	\$0.00	\$0.00	\$340.51	\$15,000.00		
1908476	02/11/2020	Solar	05 021 0036	396 North 100 West	Darren Mecham	\$250.50	\$0.00	\$125.25	\$2.51	\$378.26	\$0.00	\$0.00	\$0.00	\$378.26	\$17,000.00		
2008498	02/11/2020	Gas line and furnace	05 032 0063	98 East 400 South	Harward Wealthy Rae	\$73.00	\$0.00	\$0.00	\$0.73	\$73.73	\$0.00	\$0.00	\$0.00	\$73.73	\$2,800.00		
2008502	02/12/2020	Electrical	04 073 0097	673 North Vernal Avenue	LaVeH Olsen	\$41.25	\$0.00	\$0.00	\$0.41	\$41.66	\$0.00	\$0.00	\$0.00	\$41.66	\$1,200.00		
2008496	02/13/2020	Demolition and Remodel	05 026 0011	95 West Main	ASE Investments, LLC	\$1,395.00	\$100.00	\$697.50	\$13.95	\$2,206.46	\$0.00	\$0.00	\$0.00	\$2,336.45	\$200,000.00	\$ 130.00	
2008503	02/13/2020	Gas	05 015 0308	836 West 400 South	Arthette Sawyer	\$24.75	\$0.00	\$0.00	\$0.25	\$25.00	\$0.00	\$0.00	\$0.00	\$25.00	\$450.00		
2008504	02/18/2020	Remodel	05 069 0006	1753 West Highway 40 #2	Pedersen Properties LLC	\$163.00	\$0.00	\$81.50	\$1.63	\$246.13	\$0.00	\$0.00	\$0.00	\$246.13	\$10,000.00		
2008500	02/26/2020	Remodel, Addition and Garage	05 028 0076	272 West 500 South	Mike and Kaylene Gardner	\$1,145.00	\$0.00	\$400.75	\$11.45	\$1,557.20	\$0.00	\$0.00	\$0.00	\$1,557.20	\$150,000.00		
2008506	02/27/2020	Roof, Utilities, Windows	05 037 0007	126 North 500 East #42 East Meadows	Land Solutions Partners	\$94.25	\$0.00	\$0.00	\$0.94	\$95.19	\$0.00	\$0.00	\$0.00	\$95.19	\$4,500.00		
2008509	02/27/2020	Roof	04 075 0024	930 North Vernal Avenue	Be Happy Pools, LLC	\$24.75	\$0.00	\$0.00	\$0.25	\$25.00	\$0.00	\$0.00	\$0.00	\$25.00	\$12,500.00		
2008511	02/28/2020	SFD	05 054 0214	941 South 300 West Haven Estates	Building Dynamics	\$1,320.00	\$0.00	\$100.00	\$13.20	\$1,433.20	\$200.00	\$1,000.00	\$1,500.00	\$4,133.20	\$185,000.00		\$ 0.20
2008513	02/28/2020	Gas Line	05 025 0011	171 West Main Crossfit Ave.	Lynn Winward	\$49.50	\$0.00	\$0.00	\$0.50	\$50.00	\$0.00	\$0.00	\$0.00	\$50.00	\$750.00		
TOTALS						\$4,875.75	\$100.00	\$1,517.75	\$48.77	\$6,542.28	\$200.00	\$1,000.00	\$1,500.00	\$9,372.27	\$601,700.00	\$ 130.00	\$ 0.20

Business Name	Location	License Description
6g MANAGEMENT SERVICES, INC	617 NORTH VERNAL AVE	OIL & GAS CONSTRUCTION MANAGEMENT & PIPELINE INSPECTION
BIG WILL'S COLLECTIBLES	81 WEST MAIN	COLLECTIBLES-ANTIQUES-AUCTIONS
BODHI SALON	759 WEST HWY 40 (718 WEST 100 SOUTH)	SALON, HAIR & NAILS
CHAMPION XPRESS OF UTAH, LLC	1607 WEST HWY 40	EXPRESS CAR WASH
ECOATM, LLC (INSIDE KROGER)	1080 W HIGHWAY 40	SELF-AUTOMATED KIOSK PURCHASES USED CELL PH, TABLETS MP3
ECOATM, LLC (INSIDE WALMART)	1851 WEST HIGHWAY 40	SELF-AUTOMATED KIOSK PURCHASES USED CELL PH, TABLETS, MP3
MATROSHKA ENTERPRISE LLC	1315 WEST SUITE A HWY 40	MATTRESS SALES/FURNITURE SALES
NOTIONS, INC./SMARTSTYLE UTAH	1851 WEST HIGHWAY 40 (INSIDE WALMART)	HAIR SALON & RETAIL HAIR CARE PRODUCTS
NOURISHING THERAPY PLLC	38 NORTH 400 WEST	CLINICAL MENTAL HEALTH THERAPY
SERENITY ESTHETICS & REJUVENA	1095 WEST 500 SOUTH	AROMATOUCH,BODY WAXING, FACIALS, EYELASH EXTENSIONS ETC.
SODA POPPIN AND JAVA	295 WEST MAIN ST	SODA AND COFFEE SHOP
SWCA, INCORPORATED	510 EAST MAIN ST, SUITE#6 (55 South 500 East)	ENVIRONMENTAL AND RELATED SERVICES
THE MERCANTILE STORE	1753 WEST HWY 40	RETAIL SALES
UINTAH OUTDOOR POWER EQUIPM	377 NORTH VERNAL AVE	RETAIL OUTLET FOR OUTDOOR POWER EQUIPMENT
UP-TOWN VINTAGE DESIGNS	95 WEST MAIN STREET	HOME DECOR/CHALK PAINT/GIFTS

VERNAL CITY INVESTMENT REPORT
Period Ending February 29, 2020

Interest % Rate	Name	PTIF Account	Invest. Amount	Type Invest.	Bank
2.0745%	Public Treasurer's Investment	520	1,657,815.42	pool	UT St. Treasurer
2.0745%	Emer. Repair & Replace / Water	952	542,753.60	pool	UT St. Treasurer
2.0745%	Special Imp. Guarantee Fund/Streets	982	371,798.10	pool	UT St. Treasurer
2.0745%	Water Fund Pooled Account	1904	2,878,828.26	pool	UT St. Treasurer
2.0745%	Equipment Fund	1905	595,158.01	pool	UT St. Treasurer
2.0745%	U.B.N.S.F.	817	181,309.03	pool	UT St. Treasurer
2.0745%	Municipal Building Fund	3534	1,742,256.53	pool	UT St. Treasurer
2.0745%	Storm Drain Fund	3535	144,028.87	pool	UT St. Treasurer
2.0746%	Green Space Fund	3537	145,470.68	pool	UT St. Treasurer
2.0745%	Street Construction Fund	3538	218,555.49	pool	UT St. Treasurer
2.0745%	Parking Lot Fund	4166	163,435.27	pool	UT St. Treasurer
2.0746%	Emergency Preparedness	4513	79,680.63	pool	UT St. Treasurer
2.0745%	Esc Sewer Bonds	7711	363,936.16	pool	UT St. Treasurer
2.2427%	Storm Drain Escrow		40,618.19		Zions (2009B 9010013)
2.2428%	Debt Svc Storm Water		37,736.79		Zions (2009B 9010013A)

TOTAL \$ 9,163,381.03

Council 2/20

VERNAL CITY JUSTICE COURT

MONTH	COLLECTED	#103505301	#103404111	#103505300
JULY 2019	\$41,791.55	\$13,864.13	\$570.00	\$27,927.42
AUGUST 2019	\$48,622.82	\$16,882.84	\$925.00	\$31,739.98
SEPTEMBER 2019	\$33,742.94	\$11,189.02	\$825.00	\$22,553.92
OCTOBER 2019	\$39,365.83	\$12,416.34	\$1,055.00	\$26,949.49
NOVEMBER 2019	\$39,728.68	\$15,086.63	\$400.00	\$24,642.05
DECEMBER 2019	\$42,411.89	\$14,703.86	\$240.00	\$27,708.03
JANUARY 2020	\$36,801.52	\$12,190.61	\$310.00	\$24,610.91
FEBRUARY 2020	\$42,091.13	\$16,010.94	\$755.00	\$26,080.19
MARCH 2020				
APRIL 2020				
MAY 2020				
JUNE 2020				
2019-2020 YTD	\$324,556.36	\$112,344.37	\$5,080.00	\$212,211.99
FEBRUARY 2019	\$43,032.37	\$15,372.83	\$150.00	\$27,659.54
YEAR 2018-2019	\$511,474.94	\$177,254.61	\$5,125.00	\$334,220.33
YEAR 2017-2018	\$468,877.49	\$157,484.56	\$9,765.00	\$311,392.93
YEAR 2016-2017	\$447,625.33	\$138,546.86	\$15,775.00	\$309,078.38
YEAR 2015-2016	\$497,274.55	\$148,155.27	\$25,085.00	\$349,119.28
YEAR 2014-2015	\$630,956.35	\$189,533.91	\$23,180.00	\$441,422.44
YEAR 2013-2014	\$674,040.68	\$201,017.33	\$21,055.00	\$473,023.34
YEAR 2012-2013	\$555,848.92	\$182,441.09	\$23,820.00	\$373,407.83
YEAR 2011-2012	\$563,398.58	\$186,848.28	\$33,480.00	\$410,030.30
YEAR 2010-2011	\$464,796.56	\$159,538.41	\$31,455.00	\$336,713.15
YEAR 2009-2010	\$502,115.48	\$154,190.09	\$29,891.48	\$354,805.39
YEAR 2008-2009	\$685,587.55	\$213,630.34	\$20,315.00	\$471,957.24
YEAR 2007-2008	\$806,169.76	\$257,685.49	\$13,395.00	\$548,484.27
YEAR 2006-2007	\$644,441.24	\$200,687.22	\$14,775.00	\$428,979.02
YEAR 2005-2006	\$518,994.34	\$162,514.02	\$16,680.00	\$339,888.22
YEAR 2004-2005	\$332,550.27	\$98,896.57	\$14,430.00	\$219,223.70
YEAR 2003-2004	\$315,711.36	\$78,066.64	\$14,116.00	\$223,528.72
YEAR 2002-2003	\$301,718.95	\$80,874.36	\$20,065.00	\$200,779.59
YEAR 2001-2002	\$322,771.33	\$87,407.37	\$15,793.00	\$219,571.20
YEAR 2000-2001	\$313,733.75	\$83,351.58	\$11,277.00	\$219,105.17
YEAR 1999-2000	\$280,087.60	\$78,542.97	\$8,978.00	\$192,166.63
YEAR 1998-1999	\$270,219.00	\$76,183.79	\$7,540.00	\$186,495.21
YEAR 1997-1998	\$289,037.02	\$77,169.77	\$8,984.00	\$202,883.25
YEAR 1996-1997	\$231,521.75	\$55,405.73	\$9,749.00	\$167,997.02

Council 2/19

VERNAL CITY JUSTICE COURT

MONTH	COLLECTED	#103505301	#103404111	#103505300
JULY 2018	\$42,367.98	\$13,748.61	\$450.00	\$28,619.37
AUGUST 2018	\$42,479.56	\$14,712.16	\$340.00	\$27,767.40
SEPTEMBER 2018	\$45,062.20	\$17,172.86	\$580.00	\$27,889.34
OCTOBER 2018	\$42,268.86	\$14,891.14	\$655.00	\$27,377.72
NOVEMBER 2018	\$38,165.83	\$13,604.71	\$180.00	\$24,561.12
DECEMBER 2018	\$38,078.71	\$13,618.73	\$150.00	\$24,459.98
JANUARY 2019	\$38,494.99	\$11,738.22	\$690.00	\$26,756.77
FEBRUARY 2019	\$43,032.37	\$15,372.83	\$150.00	\$27,659.54
MARCH 2019				
APRIL 2019				
MAY 2019				
JUNE 2019				
2018-2019 YTD	\$329,950.50	\$114,859.26	\$3,195.00	\$215,091.24
FEBRUARY 2018	\$40,556.83	\$1,287.50	\$620.00	\$27,678.33
YEAR 2017-2018	\$468,877.49	\$157,484.56	\$9,765.00	\$311,392.93
YEAR 2016-2017	\$447,625.33	\$138,546.86	\$15,775.00	\$309,078.38
YEAR 2015-2016	\$497,274.55	\$148,155.27	\$25,085.00	\$349,119.28
YEAR 2014-2015	\$630,956.35	\$189,533.91	\$23,180.00	\$441,422.44
YEAR 2013-2014	\$674,040.68	\$201,017.33	\$21,055.00	\$473,023.34
YEAR 2012-2013	\$555,848.92	\$182,441.09	\$23,820.00	\$373,407.83
YEAR 2011-2012	\$563,398.58	\$186,848.28	\$33,480.00	\$410,030.30
YEAR 2010-2011	\$464,796.56	\$159,538.41	\$31,455.00	\$336,713.15
YEAR 2009-2010	\$502,115.48	\$154,190.09	\$29,891.48	\$354,805.39
YEAR 2008-2009	\$685,587.55	\$213,630.34	\$20,315.00	\$471,957.24
YEAR 2007-2008	\$806,169.76	\$257,685.49	\$13,395.00	\$548,484.27
YEAR 2006-2007	\$644,441.24	\$200,687.22	\$14,775.00	\$428,979.02
YEAR 2005-2006	\$518,994.34	\$162,514.02	\$16,680.00	\$339,888.22
YEAR 2004-2005	\$332,550.27	\$98,896.57	\$14,430.00	\$219,223.70
YEAR 2003-2004	\$315,711.36	\$78,066.64	\$14,116.00	\$223,528.72
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YEAR 2001-2002	\$322,771.33	\$87,407.37	\$15,793.00	\$219,571.20
YEAR 2000-2001	\$313,733.75	\$83,351.58	\$11,277.00	\$219,105.17
YEAR 1999-2000	\$280,087.60	\$78,542.97	\$8,978.00	\$192,166.63
YEAR 1998-1999	\$270,219.00	\$76,183.79	\$7,540.00	\$186,495.21
YEAR 1997-1998	\$289,037.02	\$77,169.77	\$8,984.00	\$202,883.25
YEAR 1996-1997	\$231,521.75	\$55,405.73	\$9,749.00	\$167,997.02

Council 2/20

CHARGES FILE BY AGENCIES
JULY 2019 - JUNE 2020

[illegible]

VERNAL CITY CORPORATION

BALANCE SHEET

FEBRUARY 29, 2020

GENERAL FUND

ASSETS

10-1112000	CASH IN BANK: MOUNTAIN AM	94,672.76	
10-1113000	CASH- XPRESS DEPOSIT ACCOUNT	70,594.84	
10-1131000	PETTY CASH	900.00	
10-1151000	POOLED INVESTMENT	1,657,815.42	
10-1152000	INVESTMENT: MOUNTAIN AMERICA	784.32	
10-1152500	INVESTMENT: MACU - CONFISCATED	8,372.23	
10-1158000	INVESTMENT: VICTIM ADVOCATE	6,133.75	
10-1163000	INVEST: PLAN & ZONE ESCROW	102,001.32	
10-1190000	CASH-ALLOC TO OTHER FUNDS	140,589.77	
10-1311000	ACCOUNTS RECEIVABLE	4,231.23	
10-1370000	TRAVEL ROOM TAX REFUND	720.12	
10-1411000	DUE FROM OTHER GOV'T UNITS	(14,250.00)	
10-1421000	DUE FROM S.S.D.	(69,375.33)	
10-1562000	MUN BLDG AUTH: PREPAID RENT	5,000.00	
TOTAL ASSETS			2,008,190.43

LIABILITIES AND EQUITYLIABILITIES

10-2131000	ACCOUNTS PAYABLE	105,964.00	
10-2134000	CONFISCATED FUNDS - PAYABLE	4,314.88	
10-2135000	HOLLY DAYS PREPAID CONTRBTION	7,600.00	
10-2136000	ESCROW PAYABLE:PLAN & ZONE	102,001.32	
10-2150000	DEPOSIT - WHITE ACADEMY	4,500.00	
10-2151000	DEPOSIT RETURN - COMMUNITY RM	200.00	
10-2425000	B.P. STATE SURCHARGE	67.78	
TOTAL LIABILITIES			224,647.98

FUND EQUITY

10-2977100	RESTRICTED FUND : HIGHWAY TAX	55,146.25	
10-2978000	COMMITTED FUND - COMP. ABSENCE	280,459.11	
UNAPPROPRIATED FUND BALANCE:			
10-2980000	BEGINNING OF YEAR	2,860,038.78	
	REVENUE OVER EXPENDITURES - YTD	(987,090.13)	
BALANCE - CURRENT DATE		1,872,948.65	
TOTAL FUND EQUITY			2,208,554.01
TOTAL LIABILITIES AND EQUITY			2,433,201.99

VERNAL CITY CORPORATION
FUND SUMMARY
FOR THE 8 MONTHS ENDING FEBRUARY 29, 2020

GENERAL FUND

	PERIOD ACTUAL	YTD ACTUAL	BUDGET	VARIANCE	PCNT
<u>REVENUE</u>					
TAXES	606,444.98	3,758,793.92	7,345,738.00	3,586,944.08	51.2
LICENSES & PERMITS	9,360.05	109,456.31	131,000.00	21,543.69	83.6
INTERGOVERNMENTAL	16,248.48	357,074.37	703,300.00	346,225.63	50.8
CHARGES FOR SERVICES	5,980.87	45,855.04	57,650.00	11,794.96	79.5
FINES & FORFEITURES	41,288.13	318,938.55	465,100.00	146,161.45	68.6
MISCELLANEOUS SERVICES	18,410.78	64,250.65	46,000.00	(18,250.65)	139.7
CONTRIBUTIONS & TRANSFERS	83,610.22	736,851.15	1,449,631.00	712,779.85	50.8
	<u>781,343.51</u>	<u>5,391,219.99</u>	<u>10,198,419.00</u>	<u>4,807,199.01</u>	<u>52.9</u>
<u>EXPENDITURES</u>					
MAYOR & COUNCIL	13,303.59	335,986.65	427,350.00	91,363.35	78.6
FINANCE	35,636.59	323,819.43	526,450.00	202,630.57	61.5
CITY ATTORNEY	11,285.00	107,148.87	164,750.00	57,601.13	65.0
CITY ADMINISTRATION	28,178.50	434,161.64	592,600.00	158,438.36	73.3
GOVERNMENT FACILITIES	37,423.99	320,547.04	539,550.00	219,002.96	59.4
PLANNING & ZONING DEVELOPMENT	33,980.82	313,691.70	538,100.00	224,408.30	58.3
I.T. DEPARTMENT	9,180.81	100,025.43	149,500.00	49,474.57	66.9
JUSTICE COURT	28,603.76	244,139.37	377,550.00	133,410.63	64.7
POLICE DEPARTMENT	207,381.37	2,120,096.47	3,317,250.00	1,197,153.53	63.9
VICTIMS ADVOCATE	17,033.78	111,023.92	152,119.00	41,095.08	73.0
STREETS DEPARTMENT	99,601.80	872,330.54	1,567,000.00	694,669.46	55.7
MOTOR POOL	9,587.19	143,651.65	214,000.00	70,348.35	67.1
PARKWAYS/BOULEVARDS	11,581.19	132,873.92	304,700.00	171,826.08	43.6
TRANSFERS & CONTRIBUTIONS	16,010.94	818,813.49	1,322,500.00	503,686.51	61.9
	<u>558,789.33</u>	<u>6,378,310.12</u>	<u>10,193,419.00</u>	<u>3,815,108.88</u>	<u>62.6</u>
	<u>222,554.18</u>	<u>(987,090.13)</u>	<u>5,000.00</u>	<u>992,090.13</u>	<u>(19741</u>

VERNAL CITY CORPORATION
BALANCE SHEET
FEBRUARY 29, 2020

VERNAL CITY UTILITIES FUND

ASSETS

50-1140000	UTILITY CLEARING	(	178.70)	
50-1151000	POOLED INVESTMENT		2,878,828.26	
50-1152000	RESTRICT INVESTMNT:BOND RESRVE		542,753.60	
50-1154200	CIB 2016 SEWER #7711		363,936.16	
50-1182000	WATER STOCK		54,956.21	
50-1190000	CASH: ALLOC FROM GEN'L FUND		442,708.75	
50-1311000	WATER ACCOUNTS RECEIVABLE		491,752.53	
50-1312000	ALLOW FOR DOUBTFUL ACCTS	(	8,699.06)	
50-1313000	ACCOUNTS RECEIVABLE-TRADE		4,619.01	
50-1423000	DUE FROM OTHER GOVERNMENTS		14,250.00	
50-1521000	SPECIAL WATER INVENTORY		45,466.45	
50-1611000	LAND - WATER		7,950.00	
50-1612000	LAND EASEMENTS- SEWER		27,941.00	
50-1613000	LAND EASEMENTS- WATER		38,682.00	
50-1621000	BUILDING - WATER		53,174.77	
50-1622000	ALLOW FOR DEPREC: BLDG - WTR	(	41,439.13)	
50-1623000	BUILDINGS - SEWER		23,556.34	
50-1624000	ALLOW FOR DEPREC: BLDGS - SWR	(	18,059.83)	
50-1628000	IMPROVEMENTS OTHER: WATER		904,683.92	
50-1629000	ALLOW FOR DPEREC: IMP WATER	(	120,305.53)	
50-1631000	WATER DISTRIBUTION SYSTEM		20,744,309.01	
50-1632000	ALLOW FOR DEPREC: WTR SYSTEM	(	8,518,932.12)	
50-1633000	CITY SEWER SYSTEM		7,259,865.84	
50-1634000	ALLOW FOR DEPREC: SWR SYSTEM	(	3,403,495.08)	
50-1651000	MACHINERY & EQUIPMENT - WATER		336,730.09	
50-1652000	ALLOW FOR DEPREC:MACH&EQPT-WTR	(	256,568.79)	
50-1653000	MACHINERY & EQUIPMENT - SEWER		206,030.15	
50-1654000	ALLOW FOR DEPREC:MACH&EQPT-SEW	(	183,724.65)	
50-1661000	AUTOMOBILE & TRUCKS - WATER		421,425.56	
50-1662000	ALLOW FOR DEPREC:AUTOS - WTR	(	421,325.31)	
50-1663000	AUTOMOBILES & TRUCKS - SEWER		795,676.44	
50-1664000	ALLOW FOR DEPREC:AUTOS - SEW	(	508,604.60)	
50-1665000	SOLID WASTE - RME		35,523.70	
50-1666000	ALLOW FOR DEPREC: SW	(	35,523.70)	
50-1701000	INVESTMENT: A V S M B		7,217,062.00	
50-1705000	DEFERRED OUTFLOWS - PENSIONS		170,371.06	
TOTAL ASSETS				29,565,396.35

LIABILITIES AND EQUITY

VERNAL CITY CORPORATION
BALANCE SHEET
FEBRUARY 29, 2020

VERNAL CITY UTILITIES FUND

LIABILITIES

50-2131000	ACCOUNTS PAYABLE	143,637.13	
50-2132000	UTILITY DEPOSITS	49,993.00	
50-2134000	ACCURED P/R BENEFITS PAYABLE	33,408.08	
50-2532000	DRINKING WATER BRD BND PAYABLE	33,000.00	
50-2533000	CIB WATER: 2000 W 340,000	200,000.00	
50-2533500	CIB SEWER:2000 W. \$282,000	183,000.00	
50-2534000	CIB WATER: 08 SYSTEM \$510,000	250,000.00	
50-2537000	CIB LOAN 2016 WATER \$280,000	262,000.00	
50-2538000	CIB LOAN 2016 SEWER \$653,000	631,000.00	
50-2540000	CIB SEWER: SERIES 2002B	246,000.00	
50-2545000	CIB SEWER: SERIES 2002A	38,000.00	
50-2547000	CIB WATER: SERIES 2002	313,000.00	
50-2548000	CIB SEWER: SERIES 2006	322,000.00	
50-2548500	CIB WATER: SERIES 2008 ASHLEY	80,786.75	
50-2549000	CIB WATER: SERIES 2013	3,958,563.00	
50-2549500	CIB WATER: SERIES 2014	381,140.36	
50-2551000	ACCRUED INTEREST PAYABLE:WATER	2,788.19	
50-2552000	ACCRUED INTEREST PAYABLE:SEWER	775.84	
50-2601000	NET PENSION LIABILITY	394,327.88	
50-2602000	DEFFERRED OUTFLOWS - PENSION	29,245.78	
50-2611000	DEFFERRED SEWER GRANT \$653,376	357,989.06	
TOTAL LIABILITIES			7,910,655.07

FUND EQUITY

50-2890000	CONTRIBUTED CAPITAL	83,579.56	
50-2894000	RESTRICTED UTILITY BOND RESERV	248,931.55	
UNAPPROPRIATED FUND BALANCE:			
50-2980000	BEGINNING OF YEAR	21,184,949.96	
	REVENUE OVER EXPENDITURES - YTD	(171,034.44)	
BALANCE - CURRENT DATE		21,013,915.52	
TOTAL FUND EQUITY			21,346,426.63
TOTAL LIABILITIES AND EQUITY			29,257,081.70

VERNAL CITY CORPORATION
FUND SUMMARY
FOR THE 8 MONTHS ENDING FEBRUARY 29, 2020

VERNAL CITY UTILITIES FUND

	PERIOD ACTUAL	YTD ACTUAL	BUDGET	VARIANCE	PCNT
<u>REVENUE</u>					
WATER - OPERATING	163,543.40	1,858,153.03	2,542,000.00	683,846.97	73.1
WATER - NON-OPERATING	6,708.45	74,142.08	67,980.00	(6,162.08)	109.1
SEWER - OPERATING	149,575.53	1,243,737.76	1,835,000.00	591,262.24	67.8
SEWER - NON-OPERATING	2,107.18	25,717.08	24,800.00	(917.08)	103.7
SOLID WASTE	38,702.22	310,806.50	491,000.00	180,193.50	63.3
	360,636.78	3,512,556.45	4,960,780.00	1,448,223.55	70.8
<u>EXPENDITURES</u>					
WATER DEPARTMENT	418,316.18	2,182,112.26	2,641,000.00	458,887.74	82.6
SEWER DEPARTMENT	139,176.59	1,211,339.09	1,792,750.00	581,410.91	67.6
SOLID WASTE DEPARTMENT	36,271.35	290,139.54	482,600.00	192,460.46	60.1
	593,764.12	3,683,590.89	4,916,350.00	1,232,759.11	74.9
	(233,127.34)	(171,034.44)	44,430.00	215,464.44	(385.0)