

**SPECIAL MEETING OF THE DASSEL CITY COUNCIL  
JUNE 25, 2018, 5:00 P.M.  
DASSEL CITY HALL**

The Special Meeting of the Dassel City Council was called to order by Mayor Hungerford at 5:00 p.m. on June 25, 2018 at the Dassel City Hall.

Present: Council members Bemenderfer, Carlson, Hallquist, Weseloh and Mayor Hungerford (5)  
Absent: (0)

The purpose of the meeting was to review the 2017 annual audit report with City Auditor, Dennis Oberloh.

Oberloh stated the audit was an unmodified, clean audit. He noted the following:

- Assets and deferred outflows of the City exceeded liabilities and inflows of resources.
- Net position increased by \$259,042.
- Governmental funds increased by \$246,322.
- Debt decreased by \$566,365.
- Reserves decreased to 29%, mainly due to lack of cash flow in the Liquor Fund.

Oberloh recommended the following transfers be completed:

1. Transfer \$843 from the General Fund to cover the negative balance in the TIF Fund. The transfer would bring the balance to -0- and the TIF Fund could be closed.
2. Transfer \$15,001 from the EDA Fund to the General Fund to clear the due to/due from balance.
3. Merge the Capital Improvement Fund negative balance of \$4,940 with the Capital Equipment Fund.

**Motion by Weseloh, seconded by Bemenderfer to approve the transfer listed above.**

**Motion failed with all members voting no.**

The above recommendations will be added to the next regular meeting agenda.

Overall, the city is in very good shape financially including the utility funds. Oberloh recommended continuing to build reserves up to 35-50% level as required by the State Auditor's office.

Clerk Boese recommended transferring the EDA checking funds to an interest bearing savings account. The council will discuss the recommendation during the 2019 budgeting process.

**Motion by Carlson, seconded by Bemenderfer to adjourn the meeting at 6:10 p.m. Motion carried unanimously.**

ATTEST:

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Ronald Hungerford  
Mayor

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Terri Boese  
Clerk/Treasurer