

The Worth County Board of Supervisors met pursuant to adjournment with Mark Smeby, Enos Loberg and A.J. Stone, present. All members voting “AYE” unless noted.

Meeting called to order by Stone, followed by the Pledge of Allegiance.

Motion Smeby/Second Loberg to approve minutes from January 15, 2024 meeting. Motion carried.

Motion Smeby/Second Loberg to approve the amended agenda to add discussion on Department #52 - Data Processing Budget. Motion carried.

Motion Smeby/Second Loberg to approve drainage claims in the amount of \$55,916.35 as per the following schedule. Motion carried.

Bolton & Menk Inc.	DD 2 Main	Prof Services	\$1,941.50
Larson Contracting Central	DD 2 Main	Repairs	\$13,728.71
Nicholas Dvorak	DD 11 Main F	Repairs	\$1,186.00
Bolton & Menk Inc	DD 7 Main	Prof Services	\$558.00
Nicholas Dvorak	DD 11 Main F	Repairs	\$7,166.38
Nicholas Dvorak	DD 11 Main F	Repairs	\$5,448.01
Bolton & Menk Inc.	DD 14	Prof Services	\$3,779.50
Hudson Law Firm	DD 14	Prof Services	\$525.00
Bolton & Menk Inc.	DD 21 West	Prof Services	\$587.00
Bolton & Menk Inc.	DD 34 Main	Prof Services	\$4,507.00
Nicholas Dvorak	DD 34 Lat 9H2	Repairs	\$1,801.75
Bolton & Menk Inc.	DD 46 Main	Prof Services	<u>\$14,687.50</u>
		Grand Total	\$55,916.35

Motion Loberg/Second Smeby to approve the DD #2 Contractor’s Application for Payment #4(Final) by Larson Contracting Central. Motion carried.

Motion Smeby/Second Loberg to set date for bid opening on February 26 at 10:00 A.M. for DD #34. Motion carried.

Motion Smeby/Second Loberg to set date for bid opening on February 26 at 10:15 A.M. for DD #14. Motion carried.

Motion Smeby/Second Loberg to set a date for the DD #14 Landowners meeting on February 26 at 11:30 A.M. Motion carried.

Motion Loberg/Secon Smeby to approve claims in the amount of \$144,352.73 as per the following schedule. Motion carried.

Access Systems Leasing	Service-Dap	98.50
Albert Lea Vacuum Center	Supplies-Gsr	1,318.85
All States Ag Parts	Parts-Eng	199.99
Alliant Energy	Service-Con	1,931.49
Aramark	Service-Eng	652.15
Austin Office Products	Supplies-Shf	116.16

Bmc Aggregates Llc	Rock-Eng	91.05
Brian M Kuchay, Md	Ems Contract	100.00
Brightree Home Health & Hospice Llc	Service-Phd	3,080.91
C J Cooper & Associates Inc	Service-Eng	50.00
Carquest Auto Parts Inc	Supplies-Con	21.99
Ccda	Dues-Con	40.00
Centurylink	Service-Gsr	163.98
Cintas Corporation	Supplies-Eng	794.37
City Of Fertile	Rutf-Eng	1,814.00
City Of Grafton	Rutf-Eng	1,035.95
City Of Hanlontown	Rutf-Eng	451.54
City Of Joice	Rutf-Eng	1,153.66
City Of Kensett	Rutf-Eng	575.75
City Of Manly	Service-Eng	62.58
Covert Track Group Inc	Service-Shf	603.25
Culligan Of Mason City	Service-Gsr	139.30
Des Moines Stamp Mfg Co	Supplies-Trs	33.00
Eilertson Repair	Service-Con	2,541.98
Electric Pump Inc	Service-Wwt	1,932.50
Esri	Service-Dap	5,060.00
Five Star Cooperative	Fuel-Eng	33.52
Galls, Llc	Supplies-Shf	99.87
Grafton Welding	Service-Eng	335.00
Grp & Associates Inc	Service-Phd	37.00
Hartland Lubricants & Chemicals	Supplies-Eng	3,245.52
Ia Dept Of Transportation	Supplies-Eng	6,757.60
Ia State Assn Of Assessors	Dues-Asr	650.00
Isaac Hovey	Safety-Eng	150.00
Isacs	Edu-Sup	200.00
Jade Equipment Co. Ltd.	Parts-Eng	1,134.25
Jesse Luther	Reimb-Shf	20.63
Jessica Reyerson	Reimb-Phd	50.00
Joe's Collision & Performance Inc	Service-Shf	86.61
John Deere Financial	Supplies	974.88
Kelly Hardware	Supplies-Shf	128.39
Knudtson Automotive Service	Service-Eng	4,370.78
Kris Rugland	Service-San	500.00
Larsen Plumbing & Heating Inc	Service-Eng	6,984.40
Lawson Products Inc	Parts-Eng	1,491.86
Manly Junction Signal	Service-Sup	416.53
Marco Technologies Llc	Service-Dap & Asr	835.96
Mediacom	Service-Gsr	294.90
Menards Inc	Supplies-Eng	137.44

Mid-West Roofing Company	Service-Gsr	17,617.00
Midwest Wheel Companies Inc	Supplies-Eng	118.00
Nassco Inc.	Supplies-Gsr	305.50
Niacog	Service-Tra	160.59
Northwest Iowa Assessor's Association	Edu-Asr	550.00
Northwood Anchor Inc	Service-Sup	474.13
Nsb Bank	Service-Dap	242.40
Omnitel Communications	Service-911	66.00
Overhead Door Co Of Mason City	Service-Eng	1,423.00
Peterson Excavating & Drng Inc	Service-Eng	6,905.10
Plunkett's Pest Control Inc	Service-Con	77.59
Purchase Power	Postage-Trs	307.12
Robert May	Service-San	1,000.00
Scp	Service-Eng	985.00
Shred Right	Service-Phd	93.25
State Hygienic Laboratory	Service-San	217.00
Storey Kenworthy	Supplies-Trs	42.70
Tammi Oetken	Service-San	294.25
Thrifty White Pharmacy	Supplies-Shf	9.38
Todd Rothove	Service-Con	1,009.00
Trading Post	Supplies-Eng	814.42
Truck Center Companies	Parts-Eng	431.69
Tyler Cook	Reimb-Shf	17.10
United States Treasury	Service-Eng	6,345.00
Verizon Wireless	Service-Eng	329.92
Vinyl Addictionz	Supplies-Con	976.00
Visa	Service-Asr	2,275.71
Waste Management Of Iowa Inc	Service-Sdp	2,200.00
Whks & Co	Service-Eng	34,136.95
Worth County Extension	Edu-Eng	855.00
Wsp Usa Environment & Infrastructure Inc.	Service-Ema	960.50
Ziegler Inc	Supplies-Eng	10,115.34
	Grand Total	144,352.73

Motion Loberg/Second Smeby to approve the clerk of court's monthly report. Motion carried.

Motion Smeby/Second Loberg to approve the Class C Retail Alcohol License for Thirsty Dog Lounge. Motion carried.

Motion Loberg/Second Smeby to acknowledge and place on file the manure management plan update for Dan Clark #66329. Motion carried.

Motion Smeby/Second Loberg to approve Resolution 2024-02 retroactive to July 1, 2022. Roll call: Loberg – Aye; Smeby – Aye; Stone – Aye. Motion carried.

## **Resolution 2024-02**

### **Worth County Right-To-Use Subscription Asset Policy**

GASB Statement No. 96, “Subscription-Based Information Technology Arrangements”, is effective beginning July 1, 2022 (FY2023). GASB 96 requires a government end user (government) to recognize a subscription liability and an intangible right-to-use subscription asset.

For counties reporting on the accrual basis of accounting, the cumulative effect, if any, may require a restatement of beginning net position, fund balance, or fund net position (as applicable). This means subscription-based information technology arrangements (SBITA or subscription) in existence on June 30, 2022 will need to be reported as the beginning balance (July 1, 2022) for leases of FY2023.

A right-to-use subscription asset is an intangible capital asset. The asset represents the right to use an underlying asset identified in a subscription contract, as specified for a period of time. The County will recognize the intangible right-to-use subscription asset when:

- a) The contract conveys control of the right to use another entity’s nonfinancial asset (the underlying asset) as specified in the contract for a period of time in an exchange or exchange-like transaction.
- b) The minimum noncancelable contract term is greater than twelve months.
- c) The contract does not transfer ownership of the underlying asset.
- d) The underlying asset is used to conduct county business (This will not apply to custodial funds.)

#### Threshold for Capitalization of Right-To-Use SBITA Assets

The establishment of a right-to-use subscription asset capitalization threshold policy has been recommended. The policy should be approved by the Board of Supervisors. The threshold is to be consistently applied by all departments and offices of the County for financial reporting purposes and should overall capture most right-to-use subscription contracts. All right-to-use subscription assets at or above \$100,000.00 must be reported. As a general rule, the threshold should be applied to individual subscription contracts.

#### Right-to-use lease asset classifications:

The government is required to disclose the amount of subscription assets (and the related amortization) separately from other capital assets.

#### Measurement and amortization:

Measurement: A government should initially measure the subscription asset as the sum of the following:

- a) The amount of the initial measurement of the subscription right-to-use asset. (A lessee should measure the subscription liability and right-to-use asset at the present value of payments expected to be made during the lease term.) (For the year of implementation, the subscription liability and right-to-use asset should be measured as of July 1, 2022.)
- b) Subscription payments made to the vendor at or before the commencement of the subscription term, less any subscription incentives received from the vendor at or before the commencement of the subscription term.
- c) Initial direct costs that are ancillary charges necessary to place the subscription asset into service.

Amortization: A subscription asset should be amortized using the straight-line method over the shorter of the subscription term or the useful life of the underlying asset. The amortization of the lease asset should be reported as amortization expense.

At a minimum, amortization should be calculated on a monthly basis.

**Approved by resolution No. 2024-02 on January 22, 2024.**

**Board Chair: Aaron Stone    Date: January 22, 2024**

**Attest: Jacki A. Backhaus, County Auditor    Date: January 22, 2024**

Motion Loberg/Second Smeby, carried to adjourn at 10:18 A.M. Motion carried.

---

Jacki A. Backhaus  
Auditor

---

Aaron Stone  
Chairperson