HIBBING CITY COUNCIL
Regular Meeting
Wednesday, August 19, 2026
5:00 PM

Councilor Justin Fosso
Councilor John Schweiberger
Councilor James Bayliss
Councilor Jay Hildenbrand
Councilor Jennifer Hoffman Saccoman
Councilor Chris Whitney
Mayor Pete Hyduke

City Administrator Greg Pruszinske
City Clerk-Dep Admin Candie Seppala
Finance Dir - Treasurer Sheena Mulner
City Attorney Andy Borland
Deputy Chief of Police Tyler Schwerzler
City Engineer Jesse Story

Members may participate through remote technology

I. CALL TO ORDER:

II. PLEDGE OF ALLEGIANCE:

III. ADDS AND DELETES:

1. Add: Consent Agenda #11-#17
2. Add: Department & Committee Report #1e & #4a

IV. APPROVAL OF THE AGENDA:

V. APPROVAL OF MINUTES:

1. Approve the Minutes of the Hibbing City Council Meeting of August 5, 2026
2. Approve the Minutes of the Hibbing City Council Workshop of August 5, 2026

VI. CONSENT AGENDA:

1. Approve Accounts Payable dated August 14, 2026 checks #183399-183517 and drafts totaling $4,419,402.23
2. Approve City Payroll for the pay period ending August 7, 2026 in the amount of $682,246.14
3. Authorize the promotion of Mitchell Anderson to Engineer/Paramedic effective August 20, 2026.
4. Declare One Stump Grinder Surplus
5. Declare 1994 Pierce Fire Engine Surplus
6. Declare list of fire department tools and equipment surplus
7. Approve the 2025 Financial Statements

8. Approve the Special Event Permit Request of Victory Christian Academy to conduct a Bikeathon on Saturday, September 26, 2026, between Bennett Park and the Mesabi Trail

9. Set the next Regular Hibbing City Council Meeting for Wednesday, September 3, 2026, at 5:00 p.m. in the Hibbing City Hall Council Chambers

10. Set the next Hibbing City Council Workshop Meeting for Wednesday, September 3, 2026, following the Regular City Council Meeting at 5:00 p.m. in the Hibbing City Hall Council Chambers

11. Approve paying the invoice from St. Croix Recreation Fun Playgrounds INC. for the new shelter at Carey Lake in the amount of $31,584

12. Authorize the hire of Kelly Grinsteinner for the Full-Time Senior Executive Assistant position effective August 20, 2026.

13. Approve the Bingo Permit Application Request of the Hibbing Drama Club to host Bingo at the Elk's Club on September 4, 11, 18, & 25, 2026
Bingo Permit # 26-08-04

14. Approve the Bingo Permit Request of the Hibbing/Chisholm High School Soccer Booster Club to host Bingo at the Elks Club on October 1,8,15, and 22, 2026
Bingo Permit #26-08-05

15. Authorize the Mayor and City Council to attend the Minnesota Council On Latino Affairs Board Meeting from 9 a.m. to noon Saturday, September 12, at Red Rock Hotel

16. Approve the Raffle Permit Application Request of Cancer Cruise Poker Run to host a raffle on Saturday, Aug. 29, at the Hibbing Armory
Raffle Permit #26-08-06

17. Approve the Neighborhood Block Party on 3rd Ave West between 28th and 29th Streets on Wednesday, September 2, 2026 from 4:00 pm - 8:00 pm

VII. PUBLIC FORUM:

VIII. DEPARTMENT AND COMMITTEE REPORTS:

1. City Engineering Jesse Story

a. MnDot Work Order - Deferred Maintenance

2. Building Official Pat Green

a. Approve the Zoning Amendment request of United States Steel Corporation,1 PPG PL Suite 2810, Pittsburgh, PA 15222, in the R-R, Rural-Residential, A-R, Agriculture-Rural-Residential, A-1, Agriculture, & O-1, Open Space Districts and the Hibbing City Code of Ordinances, on the subject property, Parcel ID #'s141-0040-00830, 141-0040-00840, 141-0040-00860, 141-0040-00870, 141-0040-00880, 141-0040-00890, 141-0040-01790, 141-0040-01805, 141-0040-01810,

141-0040-01820, 141-0040-02950, 141-0040-02965, 141-0040-02975, 141-0040-02990, 141-0040-03065, 141-0050-05780, 141-0050-05820, 141-0050-05950, 141-0050-05600, 141-0050-06520, 141-0040-00800, 141-0040-00820, 141-0040-00850, 141-0040-01360, 141-0040-01450, 141-0040-01460, 141-0040-01520. 141-0040-01550, 141-0040-01560, 141-0040-01720, 141-0040-01730, 141-0040-01740, 141-0040-01750, 141-0040-01760, 141-0040-01770, 141-0040-02940, 141-0040-03070, 141-0040-03080, 141-0040-03100, 141-0040-03110, 141-0040-03150, 141-0040-03190, 141-0040-03210, 141-0040-03220, 141-0040-03230, 141-0040-03270, 141-0040-03280, 141-0040-03340, 141-0040-03390, 141-0040-03430, 141-0040-03440, 141-0040-03450, 141-0040-03490, 141-0040-03500, 141-0040-03510, 141-0040-03550, 141-0040-03560, 141-0040-03570, 141-0040-03590, 141-0040-03630, 141-0040-03650, 141-0040-03660, 141-0040-03680, 141-0040-03690, 141-0040-03700, 141-0040-03710, 141-0040-05120, 141-0040-05070, 141-0040-05110, 141-0040-05240, 141-0040-05290, 141-0040-00970, 141-0040-00990, 141-0040-01000, 141-0040-01080, 141-0040-01230, 141-0040-01310, 141-0050-05590, 141-0050-06450, 141-0050-06490, 141-0040-05140, 141-0040-05130, 141-0040-05300, 141-0040-05160, 141-0040-05170, 141-0040-05360, 141-0040-05370, 141-0040-05320, 141-0040-05350, 141-0040-05340, 141-0040-05400, 141-0040-05410, 141-0040-05440, 141-0040-05430, 141-0040-05640.

b. Offer RESOLUTION NO. 26-08-05 APPROVING THE PLAT EXEMPTION REQUEST OF RICHARD & LAURA RUSICH, 2101 EAST 35TH STREET, HIBBING, MN 55746 IN THE R-1, SINGLE FAMILY RESIDENCE DISTRICT, AND THE HIBBING CITY CODE OF ORDINANCES ON THE SUBJECT PROPERTY, 2101 EAST 35TH STREET, HIBBING, MN 55746 (SECTION 20 TOWNSHIP 57 RANGE 20, HIBBING).

3. <u>City Attorney Andy Borland</u>

a. Request for Authorization to Initiate Legal Action Regarding Blight Violation

b. Offer RESOLUTION No. 26-08-06 APPROVING AND AUTHORIZING EXECUTION OF AN AMENDMENT TO THE PURCHASE AGREEMENT AND SALE OF REAL PROPERTY TO INGENUITY INVESTMENTS L.L.C.

c. Offer RESOLUTION NO. 26-08-07 WAIVING THE PLANNING COMMISSION'S REVIEW OF THE CITY OF HIBBING'S CONVEYANCE OF REAL PROPERTY TO INGENUITY INVESTMENTS L.L.C.

d. First Amendment to Purchase

e. Authorize the Mayor and City Clerk to sign the proposed School Resource Officers Agreement for 2026-2027

f. Offer RESOLUTION NO. 26-08-08 AUTHORIZING THE CITY ATTORNEY TO COMMENCE LEGAL ACTION TO ENFORCE THE CITY'S ABANDONED PROPERTY, MAINTENANCE OF PRIVATE PROPERTY, AND ABANDONED MOTOR VEHICLE ORDINANCES AGAINST THE REAL PROPERTY LOCATED AT 4301 FIRST AVENUE, HIBBING, MINNESOTA 55746

4. <u>City Administrator Greg Pruszinske</u>

a. Approve the invoice from Liberty Tire Recycling for tire clean-up Public Works Facility in the amount of $18,141.15

b. City Administrator's Report

IX. BIDS AND QUOTES:

1. City Engineering Jesse Story

a. PW Renovation - Office furniture 50% deposit - $24,024.70

b. 23rd Street Storm Sewer Change Order - $134,475.00

c. 400 Block Change Order - $215,800.00

d. PW Deferred Maintenance - Floor Drain Reconstruction - $79,698.00

2. Fleet Manager Joe McKenney

a. Approve Broom For Toro Groundmaster

X. CLOSED SESSION: FOR THE PURPOSE OF REAL PROPERTY PARCELS 140-0098-02325 (323 EAST 37TH STREET, HIBBING MN 55746) PURSUANT TO MN ST SECTION 13D.05 SUB.3(C3)

XI. ADJOURNMENT:

THE MINUTES OF THE REGULAR MEETING
OF THE HIBBING CITY COUNCIL
August 5, 2026

TIME AND PLACE: A Regular Meeting of the Hibbing City Council was held on Wednesday, August 5, 2026, in the City Hall Council Chamber.

CALL TO ORDER: Mayor Pete Hyduke called the meeting to order at 5:02 p.m.

ATTENDANCE: Present at roll call Mayor Pete Hyduke, Councilor James Bayliss, Councilor Jay Hildenbrand, Councilor Chris Whitney and Councilor Justin Fosso. Councilor John Schweiberger and Councilor Jennifer Hoffman Saccoman were absent. Also present were City Administrator Greg Pruszinske, City Clerk-Deputy Administrator Candie Seppala, Budget Accountant Josie Sevillano-Mercado, Deputy Chief of Police Tyler Schwerzler and City Attorney Andy Borland. City Engineer Jesse Story was absent.

PLEDGE OF ALLEGIANCE

ADDs/DELETES:

- ADDS: CONSENT AGENDA #s 23-33
- DELETES: Reports 2B and Bids & Quotes 1B

APPROVAL OF THE AGENDA:

Councilor Fosso, supported by Councilor Whitney, moved to approve the Agenda.

Motion CARRIED

PROCLAMATION:

PROCLAMATION PROCLAIMING AUG2-8, 2026, AS FARMERS MARKET WEEK IN HIBBING, MINNESOTA

APPROVAL OF MINUTES:

Councilor Bayliss, supported by Councilor Fosso, moved to approve the minutes of the Regular Hibbing City Council Meeting of July 15, 2026.

Motion CARRIED

Councilor Baylisss, supported by Councilor Fosso, moved to approve the minutes of the Hibbing City Council Workshop of July 15, 2026.

Motion CARRIED

CONSENT AGENDA:

Councilor Fosso, supported by Councilor Hildenbrand, moved to approve the Consent Agenda #s 1-33

Motion CARRIED

1. Approve City Payroll for the pay period ending 7/24/2026 in the amount of $572,824.45
2. Approve Accounts Payable dated July 29, 2026, checks #183256-183258 in the amount of $144,218.49 (ck# 183257 was voided)
3. Approve Accounts Payable dated July 31, 2026, checks #183259-183398 and drafts in the amount of $3,274,042.32
4. Approve the police department to sell confiscated firearms that have now met the statute requirements for disposal
5. Cooperative Agreement with St. Louis County for the construction of the HWY

73/Townline Road Intersection.

6. Accept and place on file the Hibbing Police Department's June 2026 Activity Report

7. Authorize the hire of Kyle Jacobson for the Full-Time Equipment Operator I position pending pre-employment contingencies.

8. Authorize the hire of Matthew Smullen for the Full-Time Equipment Operator I position pending pre-employment contingencies.

9. Authorize the hire of Luke Willard for the Temporary Animal Care Attendant position pending pre-employment contingencies.

10. AMEND ** RESOLUTION NO. 26-07-10 AUTHORIZING APPLICATION FOR AND, UPON APPROVAL, ACCEPTANCE OF A GRANT FROM THE DEPARTMENT OF IRON RANGE RESOURCES AND REHABILITATION FOR AN AMOUNT NOT TO EXCEED $3,000,000 TO SUPPORT A MULTI-FAMILY APARTMENT PROJECT IN THE CITY OF HIBBING (from the July 15, 2026 meeting)

11. Approve Pricing Proposal for $21,800 from AbateTek for removal of asbestos in Hibbing Public Library

12. Approve the Special Event Permit Application of the Hibbing Historical Society to hold Hibbing's 133 Birthday Celebration and Hall of Service and Achievement Induction on Wednesday, August 5, 2026 on the front lawn of City Hall

13. Approve the Special Event Permit Application Request of Mike's Pub to hold the Taste of Hibbing Cook-Off on Saturday, August 22, 2026 on Howard Street in front of Mike's Pub

14. Approve the Special Event Permit Application of the Quarter Back Club to hold the Bean Bag Blitz at Palmer's Tavern & Grill on Saturday, September 12, 2026

15. Approve the Temporary On-Sale Liquor License of the Cruisers Car Club to have the Keewatin Legion #452 dispense alcohol at the Hibbing National Guard Armory on Saturday, August 29, 2026

16. Approve the Temporary On-Sale Liquor License of the Blessed Sacrament Church to have the Keewatin Legion #452 dispense alcohol at a wedding reception at the Church on August 8, 2026

17. Approve the Temporary On-Sale Liquor License of Mike's Pub to dispense alcohol in front of their restaurant on Saturday, August 22, 2026

18. Approve the Raffle Permit Application Request of the Bluejackets High School Soccer Booster Club to hold their raffle on Monday, October 5, 2026 at Cheever Field
Raffle Permit #26-08-01

19. Approve the Raffle Permit Application Request of Hibbing Chisholm Ducks

Unlimited #38 to hold its raffle on September 30, 2026, at The Androy/Boomtown Raffle Permit #26-08-02

20. Approve the Special Permit Application Request of the Fallen Heros to hold their event at Palmer's on Saturday, August 22, 2026

21. Set the next Hibbing City Council Meeting for Wednesday, August 19, 2026 at 5:00 p.m. in the Hibbing City Hall Council Chamber

22. Approve the next Hibbing City Council Workshop Meeting for Wednesday, August 19, 2026 following the Regular City Council Meeting at 5:00 p.m. in the Hibbing City Hall Council Chamber

23. Authorize the Hibbing City Council to attend the 3rd Annual State of the Range celebrating the 85th anniversary of Iron Range Resources & Rehabilitation on Wednesday, September 9, 2026 at the Minnesota Discovery Center at 4:00 pm

24. Approve the Hibbing Library Change Order 001 for the Hibbing Library Tech Center and Rest Room Project in the amount of $946.00.

25. Offer RESOLUTION NO. 26-08-01 APPROVING THE ACCEPTANCE OF A $500 DONATION FROM THE GRAND RAPIDS AREA COMMUNITY FOUNDATION TO BE USED TOWARDS THE PARKS AND RECREATION CAMP HURRAH PROGRAM

26. Approve the On-Sale and Sunday Liquor Licenses application of You Betcha Bowling (Pending Insurance)

27. Approve the cash and investment report for the quarter ending June 30, 2026

28. Approve the Raffle Permit Application Request of the Minnesota Deer Hunters Association to hold its raffle on October 7, 2026, at the Hibbing Memorial Building Raffle Permit #26-08-03

29. Approve the Special Event Permit Application of Country Estates, Humanity's Hope and Building Men & Women for a Change to hold the End of the Summer Community Gathering on August 29, 2026, at Country Estates

30. Approve the Special Event Permit Application of Arrow Auto/Squires Car Club to hold the Arrow Auto Car Show on Friday, August 28, 2026 at 620 East Howard Street

31. Authorize the Mayor to sign a letter of support on behalf of the city council for the funding request submitted by the North St. Louis County Habitat for Humanity to Iron Range Resources & Rehabilitation

32. Approve the Raffle Permit Application Request of Blessed Sacrament Church to hold their raffle on Saturday, October 3, 2026 at the Blessed Sacrament Church Social Hall Raffle Permit #26-08-04

33. Authorize the Hibbing City Council to attend the Hibbing Historical Society Birthday Celebration and Hall of Service Induction on Wednesday, August 5, 2026 on the front lawn of City Hall

CITY COUNCIL REPORTS:

Chisholm-Hibbing Airport Authority – no report

Hibbing Economic Development Authority (HEDA) – City Administrator Pruszinske mentioned Rebound Partners' request aa business subsidy, adoption of the Downtown Parking & Traffic study and a project update from Jacob Hanson on his 4th Avenue East property

Public Utilities Commission (HPU) – Councilor Bayliss acknowledged and provided an update a small fire that occurred at the Utility.

Range Association of Municipalities & Schools (RAMS) – Councilor Fosso stated the next meeting in on Sept. 24.

PRESENTATIONS:

2027 HRA budget presentation and 2026 HRA preliminary levy request - Jackie Prescott

2027 Airport budget presentation and 2026 Airport preliminary levy request - Barrett Ziemer

DEPARTMENT & COMMITTEE REPORTS:

Councilor Bayliss, supported by Councilor Fosso, moved to accept the final Downtown Hibbing Parking and Traffic Study.

Motion CARRIED

City Administrator Greg Pruszinske discussed

- Demolition of the 400 Block Redevelopment

Councilor Hildenbrand, supported by Councilor Whitney, moved to Offer RESOLUTION NO. 26-08-02 WAIVING THE PLANNING COMMISSION'S REVIEW OF THE CITY OF HIBBING'S CONVEYANCE OF REAL PROPERTY TO RICH LEES AND SHERRI LEES

Motion CARRIED

Councilor Fosso, supported by Councilor Bayliss, authorized the purchase of 427 95-gallon carts from Schaefer Plastics North America LLC in the amount of $28,794.00 which includes freight

Motion CARRIED

Councilor Bayliss, supported by Councilor Fosso, moved to approve a Budget Amendment: Project/Grant Writing Assistance DEED Redevelopment Grant for Jefferson School

Motion CARRIED

Councilor Fosso, supported by Councilor Bayliss, moved to invoice #3284026 from Liberty Tire Recycling for disposing of tires from New Haven Drive Project and the Race Track in the amount of $20,382.30

Motion CARRIED

ADJOURNMENT: There being no further business, the meeting was adjourned at 6:01 p.m. by Councilor Bayliss and supported by Councilor Hildenbrand.

Motion CARRIED

CITY OF HIBBING

_____
Pete Hyduke, Mayor

ATTEST: _____
Candie Seppala, City Clerk-Deputy Administrator

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Motion CARRIED

CITY OF HIBBING

_____
Pete Hyduke, Mayor

ATTEST: _____
Candie Seppala, City Clerk-Deputy Administrator

PACKET: 04119 Regular Payments 8/14/26
VENDOR SET: 01 **** CHECK LISTING ****
BANK : APBNK US BANK

VENDOR	NAME / I.D.	DESC	CHECK TYPE	CHECK DATE	DISCOUNT	AMOUNT	CHECK NO#	CHECK AMOUNT
000658	AIRGAS USA, LLC							
	I-5526060850	PW ACETYLENE/ARGON/HELIUM/OXYG	R	8/14/2026		966.58CR	183399	
	I-5526061038	SIGN DEPT SMALL OXYGEN	R	8/14/2026		77.49CR	183399	1,044.07
005235	AMAZON CAPITAL SERVICES, INC.							
	C-14GV-LJX6-CRGR	JULY 2026 AMAZON / CM C HALL	R	8/14/2026		202.34	183400	
	C-1TQV-RN47-HXQ9	JULY 2026 AMAZON / CM POLICE	R	8/14/2026		61.64	183400	
	I-14GV-LJX6-TTVN	JULY 2026 AMAZON/ PUBLIC WORKS	R	8/14/2026		973.03CR	183400	
	I-1CJJ-QXQX-6X4D	JULY 2026 AMAZON/LIBRARY	R	8/14/2026		633.76CR	183400	
	I-1CXY-61GT-T1YL	JULY 2026 AMAZON / CITY SVCS	R	8/14/2026		889.05CR	183400	
	I-1NR6-1W61-3M3V	JULY 2026 AMAZON / FIRE	R	8/14/2026		227.44CR	183400	
	I-1V46-1T71-TC7L	JULY 2026 AMAZON / POLICE	R	8/14/2026		324.65CR	183400	2,783.95
005533	AMERICAN EAGLE SECURITY SYSTEMS, INC.							
	I-28033	ADA CLOUD MGMT/DOOR ACCESS/BAT	R	8/14/2026		4,065.00CR	183401	4,065.00
002876	ANIMAL CARE CLINIC OF HIBBING							
	I-159174	GEMMA VET SVCS	R	8/14/2026		195.00CR	183402	195.00
005736	AP MIDWEST LLC							
	I-BID PACK 2/APP 10	BID PACK #2 PAY APP 10	R	8/14/2026		2,433,564.31CR	183403	
	I-BID PACK PAYAPP 15	BID PACK #1 PAY APP 15	R	8/14/2026		11,118.31CR	183403	
	I-CHW PAY APP #4	CITY HALL WINDOWS PAY APP #4	R	8/14/2026		40,951.54CR	183403	2,485,634.16
005605	ASCENDANCE TRUCKS CENTRAL, LLC							
	I-RA178003059:01	AC SERVICE ON A66106	R	8/14/2026		466.80CR	183404	
	I-XA178011335:01	LUBE FLTR/FUEL FLTR ELMNT/TRAN	R	8/14/2026		855.04CR	183404	
	I-XA178011335:02	KIT FILTER, 4 SUMP	R	8/14/2026		95.96CR	183404	1,417.80
003467	AT&T MOBILITY							
	I-287290853786 JUL26	ACT 287290853786 JULY 26	R	8/14/2026		3,680.28CR	183405	
	I-287311447666 JUL26	ACT 287311447666 JULY 26	R	8/14/2026		1,712.50CR	183405	5,392.78
001744	BARR ENGINEERING 2							
	I-23691031.02-9	41ST DITCH CLEAN 6/13-7/10/26	R	8/14/2026		3,140.00CR	183406	3,140.00
000373	BECKER ARENA PRODUCTS							
	I-619800	STAMINA 120 4x6/ADHESIVE/RUBBE	R	8/14/2026		4,049.00CR	183407	4,049.00
002754	BLUE CROSS BLUE SHIELD OF MN AND BLUE PLUS							
	I-SEPT 26 40001	ACT 2007540001 SEPTEMBER 26	R	8/14/2026		6,804.00CR	183408	6,804.00

MM 8/14/26 CK #'S 183391 - 183517

VENDOR	NAME / I.D.	DESC	CHECK TYPE	CHECK DATE	DISCOUNT	AMOUNT	CHECK NO#	CHECK AMOUNT
002754	BLUE CROSS BLUE SHIELD OF MN AND BLUE PLUS							
	I-SEPT 26 41000	ACT 1001651141000 SEPTEMBER 26	R	8/14/2026		24,220.00CR	183409	24,220.00
002754	BLUE CROSS BLUE SHIELD OF MN AND BLUE PLUS							
	I-SEPT 26 80000	ACT 1006210280000 SEPTEMBER 26	R	8/14/2026		182.00CR	183410	182.00
004960	BOBCAT OF DULUTH							
	I-26758	RO 20266 AC/HR SVC BOB UW56	R	8/14/2026		3,718.76CR	183411	3,718.76
004037	BOUGALIS INC.							
	I-PAY APP #5 23RD ST	PAY APP #5 23RD ST E 8/10/26	R	8/14/2026		190,584.25CR	183412	190,584.25
002495	BOUND TREE MEDICAL							
	I-86297316	SCENTED NOSE PLUGS/LARYNGOSCOP	R	8/14/2026		259.14CR	183413	259.14
000319	BW DISTRIBUTING							
	I-49371	1 CASE GALLONS CARWASH + WAX	R	8/14/2026		140.00CR	183414	140.00
000046	CARQUEST AUTO PARTS							
	I-5077-218910	HEADLIGHT HALOGEN	R	8/14/2026		18.99CR	183415	
	I-5077-218918	5/16 5/16 90DQCKCNCT	R	8/14/2026		13.39CR	183415	
	I-5077-218929	WIPER BLADE 21/22 CARQUEST BEA	R	8/14/2026		71.54CR	183415	
	I-5077-218992	LUBE/FUEL SPINON/FUEL WTR SEPR	R	8/14/2026		280.27CR	183415	
	I-5077-219045	FUEL SPIN ON/CAR AIR ELEM/AIR	R	8/14/2026		140.03CR	183415	
	I-5077-219054	FUEL/LUBE/OIL FLTR/AIR	R	8/14/2026		112.51CR	183415	
	I-5077-219072	PREM TRAC HYD FLUID	R	8/14/2026		119.99CR	183415	
	I-5077-219092	AC MACHINE REPAIR/FRIEGHT	R	8/14/2026		1,949.99CR	183415	
	I-5077-219114	6G-6FFORX/6G-6FFORX45S/HOSE	R	8/14/2026		82.88CR	183415	
	I-5077-219155	LUBE SPIN ON/FUEL WTR SEPARATO	R	8/14/2026		123.26CR	183415	
	I-5077-219196	0W20 FULL SYN/ENG OIL FILTER	R	8/14/2026		119.88CR	183415	
	I-5077-219224	RING&PINION/R&P MSTR BRNG KIT	R	8/14/2026		561.70CR	183415	
	I-5077-219230	PAINT MARKER WHT 1 E	R	8/14/2026		5.76CR	183415	
	I-5077-219258	OIL SEAL	R	8/14/2026		26.79CR	183415	
	I-5077-219259	CQ BLUE AIR FILTER	R	8/14/2026		13.72CR	183415	3,640.70
005596	CENTURYLINK							
	I-P-811585MB	BURIED CABLE DMG/19TH AVE E	R	8/14/2026		809.32CR	183416	809.32
005521	CINTAS CORP							
	I-JULY 2026	JULY 2026 CINTAS	R	8/14/2026		3,957.40CR	183417	3,957.40
001433	CITY OF HIBBING							
	I-AUG 26 RT/VEBA/AG	AUG 26 INS/RT VEBA/VEBA/AG	R	8/14/2026		379,678.61CR	183418	379,678.61

VENDOR	NAME / I.D.	DESC	CHECK TYPE	CHECK DATE	DISCOUNT	AMOUNT	CHECK NO#	CHECK AMOUNT
005076	COMPUDYNE, INC. (LEASE)							
	I-1759916-000	LATE CHARGE STTLMNT / ALL ACTS	R	8/14/2026		1,680.22CR	183419	1,680.22
003611	CONSOLIDATED COMMUNICATIONS (FMR HICKORY TECH)							
	I-5070521052/0 JUL26	ACT 507-052-1082-0 JULY 26	R	8/14/2026		9.96CR	183420	9.96
005211	CTC							
	I-21890640	INTERNET/PHONES AUGUST 2026	R	8/14/2026		5,011.36CR	183421	5,011.36
003937	CULLIGAN OF NORTHEAST MN-VIRGINIA							
	I-425X02430607	BOTTLE WATER DELIVERED/C HALL	R	8/14/2026		66.49CR	183422	66.49
000266	DIAMOND MOWERS							
	I-311188	SKID SHOE 60" SIDE ROTARY	R	8/14/2026		225.58CR	183423	
	I-311189	WELDED CYLINDER 5x20	R	8/14/2026		1,811.58CR	183423	2,037.16
002706	DOMINOS PIZZA							
	I-7/22/26	50 PIZZAS/LIB SUMM READ EVENT	R	8/14/2026		503.49CR	183424	503.49
005786	DORE & ASSOCIATES INC.							
	I-PAY APP#5 400 DEMO	PAY APP #5/400 BLK DEMO PROJ	R	8/14/2026		228,000.00CR	183425	228,000.00
000565	EARL F ANDERSEN, INC							
	I-0143550-IN	8x1.12 & 8x2 GRN CHANN POSTS	R	8/14/2026		1,866.95CR	183426	
	I-0143554-IN	ARM BRKT/RND POST/WHT GRN DBL	R	8/14/2026		401.85CR	183426	
	I-0143638-IN	ARM BRKT/12" BRKT RND POST/CRO	R	8/14/2026		238.55CR	183426	2,507.35
005766	ECP SERVICES LLC							
	I-2632	COMMISSION ON NET PMT/JUNE 26	R	8/14/2026		7,095.60CR	183427	7,095.60
001426	ELECTION SYSTEMS AND SOFT							
	I-CD2157539	TRANSFER CASE CRDB WHITE W/ HA	R	8/14/2026		716.68CR	183428	
	I-CD2157545	THERMAL 3" PAPER ROLL/GRN TABS	R	8/14/2026		92.25CR	183428	808.93
000344	EXPRESS PRINT I LTD							
	I-71964HFD	BOOKS OF 50 PATIENT CARE FORMS	R	8/14/2026		247.68CR	183429	
	I-71989COH	GARBAGE CAN FLYERS	R	8/14/2026		466.83CR	183429	714.51
005475	FAUL PSYCHOLOGICAL PLLC							
	I-2789	PR EMPL EVAL/E HILL	R	8/14/2026		675.00CR	183430	675.00
003080	FLAHERTY & HOOD, PA							
	I-25619	LABOR/EMPL/CONS SVCS JULY 26	R	8/14/2026		7,875.00CR	183431	7,875.00

VENDOR	NAME / I.D.	DESC	CHECK TYPE	CHECK DATE	DISCOUNT	AMOUNT	CHECK NO#	CHECK AMOUNT
000026	FORD OF HIBBING							
	I-532957	GASKET/INTAKE MANIFLD/SEAL	R	8/14/2026		92.56CR	183432	
	I-533031	LAM ASY REAR STOP AND FLAS	R	8/14/2026		727.13CR	183432	819.69
000261	GOPHER STATE ONE CALL							
	I-6070475	JULY 2026 EMAIL/VOICE	R	8/14/2026		319.95CR	183433	319.95
001021	GRAINGER PARTS							
	I-9020920113	TOILET PAPER ROLL, 500, WHITE	R	8/14/2026		197.04CR	183434	197.04
000535	HART ELECTRIC OF NORTHERN MINNESOTA INC.							
	I-47114	TRBSHT HEATING SYS MEM BLDG	R	8/14/2026		260.00CR	183435	
	I-47115	RPLCE OUTDOOR GFCIS/C HALL	R	8/14/2026		249.70CR	183435	
	I-47116	FIX LIGHTS ON REPTRON/SHAWN	R	8/14/2026		534.55CR	183435	
	I-47117	DISCNT SHELVING/LIBRARY	R	8/14/2026		165.00CR	183435	
	I-47259	TRAFF SIGNAL REPAIR 2/2-3/31	R	8/14/2026		3,722.24CR	183435	
	I-47260	MOVE OUTLETS/MINEVIEW	R	8/14/2026		425.08CR	183435	
	I-47261	ADD LIGHTS TO SCOREBRD MEM BLD	R	8/14/2026		2,689.88CR	183435	
	I-47262	TRBSHT 800A TRANS SWTCH	R	8/14/2026		1,739.40CR	183435	
	I-493694	FIX LIGHT IN MUSEUM/MEM BLDG	R	8/14/2026		287.52CR	183435	
	I-493695	INSPECT STUNTZ FOR ELC RECNNT	R	8/14/2026		260.00CR	183435	
	I-493696	RPR MST DMGE BY WIND PW	R	8/14/2026		1,516.71CR	183435	
	I-493697	ADD OUTLETS MUNI GOLF COURSE	R	8/14/2026		803.82CR	183435	
	I-493698	TRAFF SIGNAL REPAIR 4/1 & 5/20	R	8/14/2026		1,942.50CR	183435	14,596.40
000309	HAWKINS INC							
	I-7504497	7 CHLORINE/2 SULFUR DIOXIDE	R	8/14/2026		2,543.16CR	183436	2,543.16
005719	HIBBING MUNICIPAL GOLF COURSE LLC							
	I-5 OF 7 2026 JULY	5 OF 7 JULY GOLF COURSE	R	8/14/2026		3,928.57CR	183437	3,928.57
005719	HIBBING MUNICIPAL GOLF COURSE LLC							
	I-COMM PMT 8/1/26	COMM PMT/RECEIPTS 7/1-7/30/26	R	8/14/2026		3,031.95CR	183438	3,031.95
000922	HIBBING PUBLIC ACCESS TELEVISION							
	I-1ST 1/2 AUG 26	1ST 1/2 AUG 2026 SVC FEE	R	8/14/2026		3,185.00CR	183439	
	I-2ND 1/2 AUG 26	2ND 1/2 AUG 2026 SVC FEE	R	8/14/2026		3,185.00CR	183439	6,370.00
000488	IMPERIALDADE (FRMLY DALCO)							
	I-42612457	UPGRD KIT/KEY SWTC/EQUP REPR	R	8/14/2026		2,262.66CR	183440	2,262.66
005009	INGRAM LIBRARY SERVICES							
	I-98131439	BOOKS x58	R	8/14/2026		675.51CR	183441	
	I-98142804	BOOKS x8	R	8/14/2026		89.80CR	183441	
	I-98184376	BOOKS x3	R	8/14/2026		45.62CR	183441	810.93

VENDOR	NAME / I.D.	DESC	CHECK TYPE	CHECK DATE	DISCOUNT	AMOUNT	CHECK NO#	CHECK AMOUNT
003574	INNOVATIVE OFFICE SOLUTIONS, LLC FRMLY NBP							
	I-IN5169859	TINT SAFE GLASSES/EYEWEAR/VEST	R	8/14/2026		294.28CR	183442	294.28
005607	INSIGHT PUBLIC SECTOR, INC.							
	I-1101412528	JUL 26 EXCHANGE&MICROSOFT 365	R	8/14/2026		3,307.86CR	183443	3,307.86
002393	INTERSTATE POWER SYSTEMS INC							
	I-C001230595:01	RADIATOR/HOSE RADIATOR/ANTFRZ	R	8/14/2026		3,424.52CR	183444	3,424.52
001473	IRON RANGE TIRE SERVICE							
	I-37760	11R22.5 PC G177/DISMNT/MNT	R	8/14/2026		1,582.00CR	183445	
	I-37762	FLAT REPAIR NAIL/SHOP SUPPLIES	R	8/14/2026		71.50CR	183445	
	I-37779	11R22.5 H GDYR/DISMNT/MNT/FLAT	R	8/14/2026		711.56CR	183445	
	I-37805	FLAT REPAIR/18x7-8, 16x6.50-8/	R	8/14/2026		59.50CR	183445	
	I-37846	315/80R22.5 GDYR/11R22.5 PC/DI	R	8/14/2026		1,485.39CR	183445	3,909.95
005642	J.W. PEPPER & SON, INC.							
	I-368654644	SHEET MUSIC x1/CITY BAND	R	8/14/2026		108.00CR	183446	
	I-368658621	SHEET MUSIC x1	R	8/14/2026		80.00CR	183446	188.00
005693	JETZ ENTERPRISES, INC.							
	I-505	MICKEY & PAW PATROL BOUNCE/PD	R	8/14/2026		620.19CR	183447	620.19
000697	KEN'S A-1 AUTO SERVICE							
	I-83222	AC NOT WORKING/M-1	R	8/14/2026		286.13CR	183448	286.13
001402	KGM CONTRACTORS							
	I-PAY APP #2 CCH	PAY APP #2 NEW HAVEN DRIVE	R	8/14/2026		246,638.05CR	183449	246,638.05
005836	KODEX, INC.							
	I-W7KAAORF-001	26106252 W/ TYPE OF LEGAL PROC	R	8/14/2026		45.00CR	183450	45.00
000285	L & L RENTALS INC							
	I-215771-2	ROLLER RD12 DBL DRUM	R	8/14/2026		1,980.00CR	183451	
	I-219143	WELDED CYLINDER/MAIN FRAME/PIN	R	8/14/2026		1,947.69CR	183451	
	I-220066	33 & 43 PROPANE DELIVERED	R	8/14/2026		146.30CR	183451	
	I-220497	20 PROPANE FILL	R	8/14/2026		21.95CR	183451	4,095.94
000334	L & M FLEET SUPPLY							
	I-0HB-REG-0210082613	DIESEL FUEL ADD/BATT OPER PUMP	R	8/14/2026		25.63CR	183452	
	I-0HB-REG-0210082625	SIPHON PUMP/PUMP MANUAL TRM20	R	8/14/2026		18.98CR	183452	
	I-0HB-REG-0210084171	WTR HEATER T&P/1/2x260 TEFLON	R	8/14/2026		15.85CR	183452	
	I-0HB-REG-0210084602	TIE WIRE 16GA/WTR SPRING 24 PK	R	8/14/2026		38.71CR	183452	
	I-0HB-REG-0210085057	CHAIN COIL/QUICK LINK/EYE BOLT	R	8/14/2026		44.45CR	183452	
	I-0HB-REG-0210085816	R4 10X4 TORX/BATT ENERGIZER	R	8/14/2026		39.40CR	183452	
	I-0HB-REG-0210086180	ATOMIC IMPACT DRIVER KIT	R	8/14/2026		94.05CR	183452	
	I-0HB-REG-0210086291	MIXER 5GAL/PNTRS TOUCH/4" WHT	R	8/14/2026		125.78CR	183452	
	I-0HB-REG-0210086370	CARB & CHOKE/HK 10%/PB BLASTER	R	8/14/2026		92.90CR	183452	
	I-0HB-REG-0210086613	VELCRO CINCH/BLACK STRAP	R	8/14/2026		12.33CR	183452	
	I-0HB-REG-0310089933	BISS VAC COMPACT/PPR TWLS	R	8/14/2026		120.60CR	183452	
	I-0HB-REG-0310089959	NITRILE GLOVES/LIGHT BULBS/EAR	R	8/14/2026		117.73CR	183452	
	I-0HB-REG-0310090110	HX PPBL CONS/DRILL BITS	R	8/14/2026		51.25CR	183452	

PACKET: 04119 Regular Payments 8/14/26
VENDOR SET: 01 **** CHECK LISTING ****
BANK : APBNK US BANK

VENDOR	NAME / I.D.	DESC	CHECK TYPE	CHECK DATE	DISCOUNT	AMOUNT	CHECK NO#	CHECK AMOUNT
	I-0HB-REG-0310090301	THREADED PLATED/BULK FASTENER	R	8/14/2026		8.84CR	183452	
	I-0HB-REG-0310091268	ROLLER FRAME/78" ALUM/MP PRM	R	8/14/2026		105.80CR	183452	
	I-0HB-REG-0410096081	VINEGAR PICK &/SALT/DISH SOAP/	R	8/14/2026		43.64CR	183452	
	I-0HB-REG-0410096648	IODIZED SALT/MRS WAGES VINEGAR	R	8/14/2026		13.75CR	183452	
	I-0HB-REG-0410097069	BARE TOOL 30V/SEALANT 100% SIL	R	8/14/2026		341.89CR	183452	
	I-0HB-REG-0410098404	SCRUB WIPES/GREASE/GLOVES	R	8/14/2026		270.45CR	183452	
	I-0HB-REG-0410099160	TANK EXCHANGE OPD FILLED	R	8/14/2026		32.28CR	183452	
	I-0HB-REG-0410099480	CHAIN PROOF COIL G30 ZINC	R	8/14/2026		17.00CR	183452	
	I-0HB-REG-0410099535	LTR 3 B/S / LTR 3 B/S	R	8/14/2026		4.52CR	183452	
	I-0HB-REG-0410099641	WATER SPRING 24 PK .5 LIT	R	8/14/2026		22.74CR	183452	
	I-0HB-REG-0410099655	ARTIST BRUSH/APPL TCHUP WHT	R	8/14/2026		6.35CR	183452	
	I-0HB-REG-0510035069	TOOL BOX 23" TOP CARBON L	R	8/14/2026		47.49CR	183452	
	I-0HB-REG-0610038550	TIDY CATS SCOOP/BONE LRG PORK	R	8/14/2026		91.12CR	183452	
	I-0HB-REG-0610040172	WHITE 3" DIE CUT VINYL x4	R	8/14/2026		3.76CR	183452	1,807.29
000166	LAWSON PRODUCTS INC							
	I-9313679103	HEX WASH/BUNANO RING/O RING/GA	R	8/14/2026		856.54CR	183453	856.54
005734	LERCH BATES INC.							
	I-0062423	PSB QUAL OBSER #3 THRU 7/18/26	R	8/14/2026		3,550.00CR	183454	3,550.00
005837	LIBERTY TIRE RECYCLING, LLC							
	I-3284026	TIRE RECYC/RACETRK & CCH HSING	R	8/14/2026		20,382.30CR	183455	20,382.30
005445	LIFE-ASSIST, INC							
	I-2170379	EASY PULL TIGHT SEAL, NUMBERED	R	8/14/2026		133.36CR	183456	
	I-2171719	SURF DISINFECT/IV START KIT/IV	R	8/14/2026		1,290.08CR	183456	
	I-2171938	MEGAMOVE/DEFIB ELECTRODES/BVM	R	8/14/2026		1,163.45CR	183456	2,586.89
000095	LMCIT c/o BERKLEY RISK ADMINISTRATORS CO							
	I-40007231 2ND 26	2ND INSTLMNT W/C 3/1/26-3/1/27	R	8/14/2026		166,223.00CR	183457	166,223.00
002751	LOWES HOME CENTERS, INC							
	I-99006569174 JUL 26	ACT 99006569174 JULY 26	R	8/14/2026		1,209.29CR	183458	1,209.29
000207	LVC COMPANIES (J.N. JOHNSON)							
	I-203293	PORT ANN MAINT/PUBLIC WORKS	R	8/14/2026		1,132.75CR	183459	
	I-203651	PORT ANN MAINT/FD	R	8/14/2026		1,577.55CR	183459	
	I-203652	PORT ANN MAINT/TWNLIN FD	R	8/14/2026		90.15CR	183459	2,800.45
000246	MACQUEEN EQUIPMENT INC							
	I-INV14709	TANK STRAP - 30" ID TANK	R	8/14/2026		174.54CR	183460	
	I-INV15673	MAIN BROOM & SIDE BROOM REPLAC	R	8/14/2026		2,223.94CR	183460	2,398.48

PACKET: 04119 Regular Payments 8/14/26
VENDOR SET: 01 **** CHECK LISTING ****
BANK : APBNK US BANK

VENDOR	NAME / I.D.	DESC	CHECK TYPE	CHECK DATE	DISCOUNT	AMOUNT	CHECK NO#	CHECK AMOUNT
000039	MAX GRAY CONSTRUCTION							
	I-PAY APP #1 LIBR	PAY APP #1 LIBR TECH CN & TOIL	R	8/14/2026		19,162.55CR	183461	
	I-PAY APP #2 LIBR	PAY APP #2 LIBR TECH CN & TOIL	R	8/14/2026		74,296.84CR	183461	93,459.39
002419	MES SERVICES COMPANY LLC							
	I-IN2552778	SEEK THERMAL IMAGING CAMERAS	R	8/14/2026		7,538.42CR	183462	7,538.42
001597	MESABI ANIMAL HOSPITAL, LLC							
	I-257822	HAC FOR CECELIA/MOMO/OPHELIA	R	8/14/2026		398.14CR	183463	
	I-258001	HAC FOR COOTER & JUNE 7/31/26	R	8/14/2026		332.20CR	183463	
	I-258023	HAC FOR THOMAS 7/31/26	R	8/14/2026		55.50CR	183463	
	I-258097	HAC FOR BUTTER & COCOA 8/3/26	R	8/14/2026		111.00CR	183463	896.84
000881	MESABI TRIBUNE/APG MEDIA OF MN							
	I-0522 JULY 26	ACT 0522 JUL26/BALLOT/POLL/TIF	R	8/14/2026		842.80CR	183464	
	I-2920 JULY 26	ACT 2920 JULY26/PUBLIC HEARING	R	8/14/2026		157.08CR	183464	999.88
005834	METROCOUNT USA, INC.							
	I-INV12231	TRAFFIC COUNTER/FIELD KIT	R	8/14/2026		1,771.00CR	183465	1,771.00
003847	MICROMARKETING LLC							
	I-1014643	UNCDS x6	R	8/14/2026		260.04CR	183466	
	I-1015212	LPTPS/LPHCS	R	8/14/2026		355.73CR	183466	
	I-1015488	LPTPS	R	8/14/2026		55.20CR	183466	670.97
001172	MIDWEST COMMUNICATIONS							
	I-766607-2	WUSZ/HBG ON HOWARD ADS	R	8/14/2026		555.00CR	183467	555.00
000492	MIDWEST TAPE							
	I-509181819	DVDS x4	R	8/14/2026		95.21CR	183468	95.21
002965	MIRIAM KERO CONSULTING							
	I-HIB32 BLUE MOON	GRANT WRITING/BLUE MOON	R	8/14/2026		627.00CR	183469	
	I-HIB32DEED JEFF	GRANT WR/REDEV JEFFERSON	R	8/14/2026		3,411.88CR	183469	
	I-HIB32IRRR IEH	IRRR GRNT/IRON EXCHANGE HSING	R	8/14/2026		660.00CR	183469	
	I-HIB32JEFF HOUSING	IRRR GRANT/JEFFERSON HOUSING	R	8/14/2026		891.00CR	183469	5,589.88
000686	MN CHIEFS OF POLICE ASSOC							
	I-23790	PERMITS TO ACQUIRE HANDGUN	R	8/14/2026		77.00CR	183470	77.00
000267	MN LIFE INSURANCE COMPANY							
	I-JULY 2026	JULY 2026 LIFE INSURANCE	R	8/14/2026		2,054.55CR	183471	2,054.55

VENDOR	NAME / I.D.	DESC	CHECK TYPE	CHECK DATE	DISCOUNT	AMOUNT	CHECK NO#	CHECK AMOUNT
000342	MN POWER							
	I-JULY 2026	JULY 2026 MN POWER	R	8/14/2026		4,871.90CR	183472	4,871.90
003244	MORTON SALT, INC							
	I-5404435393	98.79 BULK SAFE-T-SALT	R	8/14/2026		8,688.59CR	183473	
	I-5404441279	97.96 BULK SAFE-T-SALT	R	8/14/2026		8,615.58CR	183473	17,304.17
000570	MTI DISTRIBUTING							
	C-1526439-00	RTRN SOLID LINE TOOLBAR	R	8/14/2026		1,200.42	183474	
	I-1531694-00	11/2" QVC KEY/FC ONLY 11/4" IN	R	8/14/2026		954.55CR	183474	
	I-1531854-00	PULLEY-IDLER, FLAT	R	8/14/2026		106.66CR	183474	
	I-1532534-00	BOLTS 1/2-20 UNF/BLADE 23x1/2	R	8/14/2026		180.65CR	183474	
	I-1532637-00	SWITCH-THERMOMETER	R	8/14/2026		150.95CR	183474	
	I-1533468-00	DAMPER/END-ROD SPHER/END-ROD	R	8/14/2026		341.82CR	183474	
	I-1533468-01	END-ROD, SPH/END-ROD/TUBE-LINK	R	8/14/2026		833.42CR	183474	
	I-1534277-00	WHEEL ASM x6	R	8/14/2026		754.10CR	183474	2,121.73
002710	NAPA SUPPLY OF HIBBING							
	I-526312	SWITCH OIL PRESSURE	R	8/14/2026		83.69CR	183475	
	I-526956	NAPA GOLD OIL FILTER	R	8/14/2026		7.27CR	183475	90.96
000415	NORTH COUNTRY GM (FORMERLY RANGER CHEV.)							
	C-CM-521847	SENSOR	R	8/14/2026		68.89	183476	
	I-521846	SENSOR	R	8/14/2026		68.89CR	183476	
	I-521882	SEAL/NUT	R	8/14/2026		39.62CR	183476	39.62
000460	NORTHERN MN DENTAL INC							
	I-AUGUST 2026	AUGUST 2026 DENTAL PREMIUMS	R	8/14/2026		16,187.20CR	183477	16,187.20
002935	O'REILLY AUTO PARTS							
	I-1824-264858	1 GAL ANTIFREZ	R	8/14/2026		50.97CR	183478	50.97
003323	OFFICE OF THE SECRETARY OF STATE							
	I-TOMASETTI 8/13/26	C TOMASETTI NOTARY RENEW 2026	R	8/14/2026		120.00CR	183479	120.00
000748	OVERHEAD DOOR CO HIBBING							
	I-56889	DOOR REPAIR/PW BLDG AT FAIRGRN	R	8/14/2026		279.50CR	183480	279.50
005722	PARADIGM MANAGEMENT SERVICES, LLC							
	I-2284232	TRIAGE SVCS 6/1/26 / 1773272	R	8/14/2026		155.80CR	183481	
	I-2284964	TRIAGE SVCS 6/20/26 / 1774696	R	8/14/2026		73.80CR	183481	
	I-2294398	TRIAGE SVCS 7/14/26 / 1776232	R	8/14/2026		98.40CR	183481	
	I-2294616	TRAIGE SVCS 7/1/26 / 1775386	R	8/14/2026		73.80CR	183481	
	I-2295692	TRIAGE SVCS 6/30/26 / 1775306	R	8/14/2026		98.40CR	183481	500.20

VENDOR	NAME / I.D.	DESC	CHECK TYPE	CHECK DATE	DISCOUNT	AMOUNT	CHECK NO#	CHECK AMOUNT
004954	PLAISTED COMPANIES							
	I-14061	TOPDRESSING SAND USGA-3422-1	R	8/14/2026		1,638.66CR	183482	1,638.66
005740	PRECIOUS PAWS HUMANE SOCIETY OF CHISHOLM							
	I-H.2026.06	HIBBING INTAKE CAT FEE (3)	R	8/14/2026		750.00CR	183483	750.00
005686	PRECISE MRM LLC							
	I-IN200-2014673	JUNE 2026 5MB FLAT DATA PLAN	R	8/14/2026		980.00CR	183484	980.00
000559	QUILL CORPORATION							
	I-49685978	BROTHER TONR CART BLK/ENVE CLA	R	8/14/2026		185.78CR	183485	185.78
000077	RADKO IRON & SUPPLY INC							
	I-31643/1	2x3/16 ANGLE PER FOOT	R	8/14/2026		39.84CR	183486	
	I-31650/1	3/16" HR PLATE FULL SHT SQ FT	R	8/14/2026		189.89CR	183486	
	I-31673/1	5x10 WOOD FLR W/ GATE 13"	R	8/14/2026		1,750.00CR	183486	
	I-31681/1	1000LB SWIVEL JACK	R	8/14/2026		52.99CR	183486	
	I-31754/1	TIE DOWN W/RTCH YLW 27' L	R	8/14/2026		49.98CR	183486	
	I-31756/1	PTO LOCK PIN RND 0.32" x4	R	8/14/2026		14.36CR	183486	
	I-31772/1	ELMT GRD EXT/BTR BRUSH/BEST RL	R	8/14/2026		91.70CR	183486	
	I-31794/1	ELMT GRD EXT FLT/STATE PAINTCA	R	8/14/2026		70.73CR	183486	
	I-31906/1	DUR BATT LTHM 2450/CR2450 BATT	R	8/14/2026		27.14CR	183486	
	I-31919/1	WASP/HRNT KLR LWD 17.50 OZ	R	8/14/2026		29.94CR	183486	2,316.57
000377	RANGE CORNICE & ROOFING							
	I-26303	TEMP ROOF ON WARM STRG PW	R	8/14/2026		7,772.00CR	183487	7,772.00
003088	RANGE REGIONAL AIRPORT AUTHORITY							
	I-9763	AUG 26 ANIMAL SHELT GRND LEAS	R	8/14/2026		400.00CR	183488	400.00
003376	RANGE SPORTS							
	I-6543	CAMP HURRAH TSHIRTS x56	R	8/14/2026		616.00CR	183489	616.00
003634	REGENTS OF THE UNIVERSITY OF MINNESOTA							
	I-0070002553	SOIL TEST REPT 99523/D HURD	R	8/14/2026		64.00CR	183490	64.00
005244	RMB ENVIRONMENTAL LABORATORIES, INC.							
	I-D092319	INFLUENT & EFFLUENT 7/14/26	R	8/14/2026		158.42CR	183491	
	I-D092404	INFLUENT & EFFLUENT 7/15/26	R	8/14/2026		104.08CR	183491	
	I-D092496	INFLUENT & EFFLUENT 7/16/26	R	8/14/2026		127.07CR	183491	389.57
004961	ROOTED CIRCLES							
	I-8/3/26	COMM YOGA CLASS 5/18 6/22 7/27	R	8/14/2026		300.00CR	183492	300.00

VENDOR	NAME / I.D.	DESC	CHECK TYPE	CHECK DATE	DISCOUNT	AMOUNT	CHECK NO#	CHECK AMOUNT
000757	SAFETY KLEEN SYSTEMS INC							
	I-100238150	LG SELF RECYCLING PARTS WASHER	R	8/14/2026		310.68CR	183493	310.68
005804	SANITATION PRODUCTS, INC.							
	I-97923	15' PIGTAIL CONNECTOR	R	8/14/2026		110.28CR	183494	110.28
005017	SBS BLACKTOP SERVICE, INC.							
	I-5194	28 CU YD SAND FOR CAREY LAKE B	R	8/14/2026		660.00CR	183495	
	I-5198	26/3 & 26/2 STRM SWR PATCH REP	R	8/14/2026		1,181.00CR	183495	
	I-5213	42 CU YD SAND FOR CAREY LAKE	R	8/14/2026		870.00CR	183495	2,711.00
004979	SELLMAN BORLAND & SIMON PLLC							
	I-JULY 26 COSTS	JULY 26 COSTS	R	8/14/2026		344.65CR	183496	
	I-JULY 26 HEDA LEGAL	JULY 26 HEDA LEGAL SVCS	R	8/14/2026		2,115.00CR	183496	
	I-JULY 26 LEGAL	JULY 26 LEGAL SVCS	R	8/14/2026		3,487.50CR	183496	5,947.15
001304	SEPPI BROS							
	I-41456-2	5.00 CITY MIX #1 15%FA	R	8/14/2026		1,040.00CR	183497	
	I-41514-2	4.50 CITY MIX #1 15%FA	R	8/14/2026		985.50CR	183497	
	I-41678-2	1.75 CITY MIX #1 15%FA	R	8/14/2026		713.39CR	183497	2,738.89
004131	SHRED-N-GO, INC.							
	I-201667	SHRED SVCS THRU 7/27/26 C HALL	R	8/14/2026		168.60CR	183498	168.60
005725	SPLASH XPRESS CAR WASH - HIBBING							
	I-00221	GOLD UNLIMITED PLAN JUN 26	R	8/14/2026		217.60CR	183499	217.60
000514	ST LOUIS COUNTY AUDITOR							
	I-00012970	JUNE 2026 OBLIGATIONS	R	8/14/2026		7,119.39CR	183500	7,119.39
003003	ST LOUIS COUNTY PUBLIC WORKS HIBBING							
	I-315853	JUNE 2026 FUEL	R	8/14/2026		30,825.32CR	183501	
	I-316290	CALCIUM CHLORIDE APPL/MINEVIEW	R	8/14/2026		3,225.22CR	183501	34,050.54
003290	STERICYCLE, INC							
	I-8014986403	REGULATED MED WASTE 7/8/26	R	8/14/2026		50.00CR	183502	50.00
000366	STREICHERS, INC							
	I-I1839783	NAME TAG CLOTH/SHIEK	R	8/14/2026		11.99CR	183503	11.99
001683	STRYKER MEDICAL							
	I-9212999052	CASE#34554299 PM COT FASTENERS	R	8/14/2026		1,018.00CR	183504	
	I-9212999053	CASE#34554872 PM POWER COT	R	8/14/2026		341.00CR	183504	
	I-9212999054	CASE#34554882 PM COT FASTENERS	R	8/14/2026		550.00CR	183504	
	I-9212999055	CASE#34554894 PM POWER COT	R	8/14/2026		341.00CR	183504	
	I-9212999056	CASE#34555719 PM POWER COT	R	8/14/2026		341.00CR	183504	
	I-9212999057	CASE#34554988 GRIP ARM/RLD ARM	R	8/14/2026		56.76CR	183504	
	I-9212999058	CASE#34554974 PM COT FASTENERS	R	8/14/2026		550.00CR	183504	3,197.76

VENDOR	NAME / I.D.	DESC	CHECK TYPE	CHECK DATE	DISCOUNT	AMOUNT	CHECK NO#	CHECK AMOUNT
000722	SUPER ONE FOODS - RETAIL ACCOUNTING							
	I-00606433	SMR READ EVNT/CANDY/BAKERY	R	8/14/2026		87.00CR	183505	87.00
000685	TK ELEVATOR (THYSSENKRUPP)							
	I-3009696745	ELEVATOR SVCS 8/1/26-10/31/26	R	8/14/2026		1,856.07CR	183506	
	I-7000361056	ELEVATOR REPAIR/CITY HALL	R	8/14/2026		1,298.79CR	183506	3,154.86
003130	TONER PLANET PACK N SHIP							
	I-409396	UPS GRND/BCA LAB ST. PAUL	R	8/14/2026		15.44CR	183507	
	I-409477	UPS GRND/BCA LAB BEMIDJI	R	8/14/2026		12.60CR	183507	28.04
005727	THE TORO COMPANY - NSN							
	I-413592959	ESSENT 36 SVCS AUG 2026	R	8/14/2026		220.00CR	183508	220.00
005731	UHL COMPANY, INC.							
	I-86812	AIR COND/HVAC WRK/CITY HALL	R	8/14/2026		1,423.00CR	183509	1,423.00
003380	US BANK BUSINESS EQUIP FINANCING							
	I-588075358	3600D ENG PLOTTER AUGUST 26	R	8/14/2026		282.00CR	183510	282.00
005463	VALVOLINE INSTANT OIL CHANGE							
	I-220564	OIL CHANGE / 0487 H22	R	8/14/2026		108.77CR	183511	
	I-220584	OIL CHANGE / 6858 H4	R	8/14/2026		73.17CR	183511	
	I-220647	OIL CHANGE / 7489 H25	R	8/14/2026		73.93CR	183511	
	I-220683	OIL CHANGE / 6582 H7	R	8/14/2026		52.68CR	183511	308.55
000918	VISA - PARK STATE BANK (FORMERLY AMERICAN BANK)							
	I-1125 JULY 26	ACCT 1125 JULY 26	R	8/14/2026		624.84CR	183512	
	I-1778 JULY 26	ACCT 1778 JULY 26	R	8/14/2026		117.05CR	183512	
	I-5167 JULY 26	ACCT 5167 JULY 26	R	8/14/2026		1,735.56CR	183512	
	I-8345 JULY 26	ACCT 8345 JULY 26	R	8/14/2026		1,431.62CR	183512	
	I-9749 JULY 26	ACCT 9749 JULY 26	R	8/14/2026		2,572.71CR	183512	6,481.78
005615	WIDSETH SMITH NOLTING & ASSOC., INC.							
	I-247051	PROF SVCS 7/10/26 C HALL WINDO	R	8/14/2026		2,550.00CR	183513	
	I-247052	PROF SVCS 7/10/26 LIBR RENOS	R	8/14/2026		3,555.00CR	183513	6,105.00
003227	WITMER PUBLIC SAFETY GROUP, INC							
	I-INV934095	14" BOOT LEATH/HEADLAMP/BATTER	R	8/14/2026		4,014.92CR	183514	4,014.92
001513	WOLFF BODY SHOP INC.							
	I-7/29/26 1319	25 DODGE PURSUIT 1319 H23	R	8/14/2026		9,280.75CR	183515	9,280.75

PACKET: 04119 Regular Payments 8/14/26
VENDOR SET: 01 **** CHECK LISTING ****
BANK : APBNK US BANK

VENDOR	NAME / I.D.	DESC	CHECK TYPE	CHECK DATE	DISCOUNT	AMOUNT	CHECK NO#	CHECK AMOUNT
002073	WW GOETSCH ASSOCIATES INC							
	I-116788	SHAFT SLV/GLAND HALF/GRASE SEA	R	8/14/2026		1,325.87CR	183516	1,325.87
000633	ZIEGLER, INC							
	C-CM000331306	RTRN MALE/FEMALE COUPLER	R	8/14/2026		301.04	183517	
	I-IN002464546	MALE COUPLER/FEMALE COUPLER	R	8/14/2026		301.04CR	183517	
	I-IN002500142	SEAL O RING	R	8/14/2026		13.32CR	183517	13.32

* * T O T A L S * *	NO#	DISCOUNTS	CHECK AMT	TOTAL APPLIED
REGULAR CHECKS:	119	0.00	4,138,251.46	4,138,251.46
HANDWRITTEN CHECKS:	0	0.00	0.00	0.00
PRE-WRITE CHECKS:	0	0.00	0.00	0.00
DRAFTS:	0	0.00	0.00	0.00
VOID CHECKS:	0	0.00	0.00	0.00
NON CHECKS:	0	0.00	0.00	0.00
CORRECTIONS:	0	0.00	0.00	0.00
REGISTER TOTALS:	119	0.00	4,138,251.46	4,138,251.46

PACKET: 04119 Regular Payments 8/14/26
VENDOR SET: 01 **** CHECK LISTING ****
BANK : APBNK US BANK

ERROR LISTING

CHECK #	VENDOR	NAME	PAGE	ERROR MESSAGE	NOTES
183439	01-000922	HIBBING PUBLIC ACCESS TELEVI	4	CHECK DATE < PAY DATE	TRAN NO#: I-2ND 1/2 AUG
183408	01-002754	BLUE CROSS BLUE SHIELD OF MN	1	CHECK DATE < PAY DATE	TRAN NO#: I-SEPT 26 4000
183409	01-002754	BLUE CROSS BLUE SHIELD OF MN	2	CHECK DATE < PAY DATE	TRAN NO#: I-SEPT 26 4100
183410	01-002754	BLUE CROSS BLUE SHIELD OF MN	2	CHECK DATE < PAY DATE	TRAN NO#: I-SEPT 26 8000
183437	01-005719	HIBBING MUNICIPAL GOLF COURS	4	CHECK DATE < PAY DATE	TRAN NO#: I-5 OF 7 2026

TOTAL ERRORS: 0 TOTAL WARNINGS: 5

PACKET: 04119 Regular Payments 8/14/26
VENDOR SET: 01 **** CHECK LISTING ****
BANK : APBNK US BANK

VENDOR	NAME / I.D.	DESC	CHECK TYPE	CHECK DATE	DISCOUNT	AMOUNT	CHECK NO#	CHECK AMOUNT

** POSTING PERIOD RECAP **

FUND	PERIOD	AMOUNT
101	8/2026	756,603.42CR
211	8/2026	13,071.17CR
255	8/2026	7,134.69CR
392	8/2026	306.00CR
400	8/2026	140,515.93CR
401	8/2026	434,372.30CR
402	8/2026	2,850.00CR
405	8/2026	10,191.15CR
418	8/2026	228,000.00CR
419	8/2026	2,448,232.62CR
431	8/2026	10,191.15CR
602	8/2026	45,550.28CR
603	8/2026	41,232.75CR
ALL		4,138,251.46CR

PACKET: 04121 Regular Payments 8/14/26
VENDOR SET: 01 *** DRAFT/OTHER LISTING ***
BANK : SWPBK SWEEP BANK ACCOUNT

VENDOR	NAME / I.D.	DESC	ITEM TYPE	PAID DATE	DISCOUNT	AMOUNT	ITEM NO#	ITEM AMOUNT
005666	ALERUS RETIREMENT AND BENEFITS							
	I-C190232	COBRA MO SVC FEE JULY 2026	D	8/14/2026		61.20CR	002240	61.20
005708	AMERIHEALTH ADMINISTRATORS							
	I-7010254593	AUG 26 STOP LOSS PREM & ADMIN	D	8/14/2026		75,581.51CR	002241	75,581.51
005708	AMERIHEALTH ADMINISTRATORS							
	I-7010256429	SMITH RX 7/16 & MEDICAL 8/3	D	8/14/2026		100,383.83CR	002242	100,383.83
005708	AMERIHEALTH ADMINISTRATORS							
	I-7010257268	MEDICAL CLAIMS PD 8/10/26	D	8/14/2026		74,302.62CR	002243	74,302.62
004972	CATERPILLAR FINANCIAL SERVICES CORPORATION							
	I-38856373	JULY 26 PMT / 7 GRADERS	D	8/14/2026		26,021.74CR	002244	26,021.74
005790	HEALIA, INC.							
	I-1M4Z1PPF-0033	TCO REIMBUR 7/26/26-8/1/26	D	8/14/2026		785.27CR	002245	785.27
005790	HEALIA, INC.							
	I-1M4Z1PPF-0034	TCO ADMIN FEE / JULY 2026	D	8/14/2026		625.00CR	002246	625.00
005614	WEX BANK							
	I-114069838	JULY 2026 FUEL	D	8/14/2026		104.60CR	002247	104.60
005476	WEX HEALTH INC.							
	I-0002437203-IN	WEX HEALTH JULY 2026	D	8/14/2026		405.00CR	002248	
	I-7/23/26 C SALLIS	2026 VEBA/CARTER SALLIS	D	8/14/2026		1,920.00CR	002248	
	I-8/1/26 C WALDVOGEL	2026 VEBA/CHRISTIAN WALDVOGEL	D	8/14/2026		960.00CR	002248	3,285.00

* * T O T A L S * *	NO#	DISCOUNTS	CHECK AMT	TOTAL APPLIED
REGULAR CHECKS:	0	0.00	0.00	0.00
HANDWRITTEN CHECKS:	0	0.00	0.00	0.00
PRE-WRITE CHECKS:	0	0.00	0.00	0.00
DRAFTS:	9	0.00	281,150.77	281,150.77
VOID CHECKS:	0	0.00	0.00	0.00
NON CHECKS:	0	0.00	0.00	0.00
CORRECTIONS:	0	0.00	0.00	0.00
REGISTER TOTALS:	9	0.00	281,150.77	281,150.77

TOTAL ERRORS: 0 TOTAL WARNINGS: 0

MM DRAFTS 8/14/26

PACKET: 04121 Regular Payments 8/14/26
VENDOR SET: 01 *** DRAFT/OTHER LISTING ***
BANK : SWPBK SWEEP BANK ACCOUNT

VENDOR	NAME / I.D.	DESC	ITEM TYPE	PAID DATE	DISCOUNT	AMOUNT	ITEM NO#	ITEM AMOUNT

** POSTING PERIOD RECAP **

FUND	PERIOD	AMOUNT
101	8/2026	30,614.69CR
211	8/2026	15.00CR
602	8/2026	191.88CR
603	8/2026	61.24CR
805	8/2026	250,267.96CR
ALL		281,150.77CR

CITY OF HIBBING (6195543)
401 E 21ST ST
HIBBING, MN 55746-1854
United States
41-6005232

Payroll Recap & Funding
Biweekly Regular 08/14/2026

Pay Date: 08/14/2026

Payroll Overview

Payroll		Biweekly Regular 08/14/2026
Pay Date		08/14/2026
# Employees		187
# Paid Employees		187
# Regular	187	
# Pay Periods		1
Base Compensation Changes		5
New Hires		5

Employee Payments

	#	EE's	$ Amount	
Checks Paid By POD6 | UK	6	6	159.86 D	
Direct Deposits Debited	243	180	304,668.73 D	
Total				**304,828.59**
(D) POD6 | UKG Payroll Services Admin Debit				**-304,828.59**
Your Remaining Bank Account Liability				**0.00**
Vouchers Printed	6			
Vouchers Suppressed	0			

Taxes

	EIN	EE's	$ Amount	
FIT/EE	41-6005232	156	42,177.05	
FICA/ER	41-6005232	121	14,263.64	
FICA/EE	41-6005232	121	14,263.64	
MEDI/ER	41-6005232	181	6,384.66	
MEDI/EE	41-6005232	181	6,384.66	
SIT:MN/EE	8022766	158	18,563.20	
Total				**102,036.85**
Your Remaining Tax Liability				**102,036.85**

Vendor Liabilities

	EE's	$ Amount	
City of Hibbing Insurance	123	160,968.42 D	
City of Hibbing PFML	187	3,794.80 D	
EMPOWER	65	9,513.79	
HIBBING POLICE ASSOCIATION	15	150.00 D	
Lincoln Financial Group	17	4,048.52	
METLIFE	7	232.49 C	
MN CHILD SUPPORT PAYMENT CEN	2	765.56 D	
MN PERA	136	93,639.12	
NATIONWIDE	13	2,220.00	
NCPERS GROUP LIFE INS C/O MEM	3	48.00 C	
Total			**275,380.70**
(D) POD6 | UKG Payroll Services Admin Debit			**-165,678.78**
(C) Vendor Checks			**-280.49**
Your Remaining Vendor Liability			**109,421.43**

Total

Total	**682,246.14**
POD6 | UKG Payroll Services Admin Debit	**-470,507.37**
Total of Your Responsibility	**211,738.77**

Recap

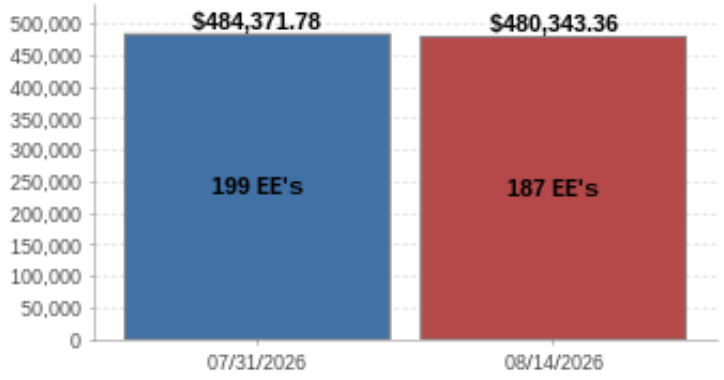
POD6 | UKG Payroll S	Date	Bank Account #	$ Amount
Vendor Payment SPA	08/13/2026	x0087	165,678.78
Empl. Checks SPA	08/13/2026	x0087	159.86
Empl. Dir. Dep. SPA	08/13/2026	x0087	304,668.73
		Total Debits	**470,507.37**

Cash Requirements: x0087	$ Amount
Vendor Payment SPA	165,678.78
Vendor Checks	280.49
Tax Payment	102,036.85
Empl. Checks SPA	159.86
Empl. Dir. Dep. SPA	304,668.73
Total	**572,824.71**

General Ledger Summary

	Debit/Exp.	Credit/Liab.
Earning	481,212.94	
ER Deduction	180,384.90	
ER Tax (Offset)	20,648.30	
Deduction	11.68	95,007.48
Check		159.86
ER Tax		20,648.30
Tax		81,388.55
ER Deduction (Offset)		180,384.90
Direct Deposit		304,668.73
	682,257.82	**682,257.82**

Comparison To Last Pay Period - Gross Wages

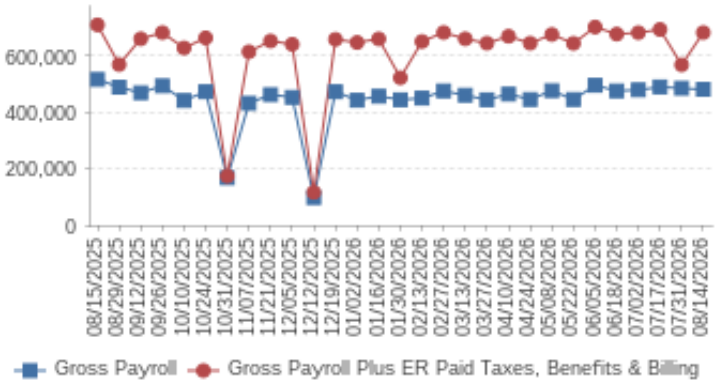


Grouped By: None
Sorted By: None
Filtered By: None

Kronos SaaShr, Inc.
City of Hibbing

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Page 1 of 2

Rolling 12 Month Payroll View



Surplus Fire Department Inventory

36 Scott Airpacks (Timed Out)

58 Scott Air Bottles (Timed Out)

Partner K650 Saw

Super Vac gas powered fan

Genesis gas powered hydraulic unit

8ft Meyers Snowplow

3 Honda 5000 watt gas powered generators

ANNUAL FINANCIAL REPORT

CITY OF HIBBING
HIBBING, MINNESOTA

FOR THE YEAR ENDED
DECEMBER 31, 2025

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City of Hibbing, Minnesota
Annual Financial Report
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INTRODUCTORY SECTION

CITY OF HIBBING
HIBBING, MINNESOTA

FOR THE YEAR ENDED
DECEMBER 31, 2025

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City of Hibbing, Minnesota
Elected and Appointed Officials
For the Year Ended December 31, 2025

ELECTED

Name	Title	Term Expires
Pete Hyduke	Mayor	12/31/26
James Bayliss	Council Member	12/31/26
Chris Whitney	Council Member	12/31/28
Jennifer Hoffman Saccoman	Council Member	12/31/28
Justin Fosso	Member-at-Large	12/31/26
John Schweiberger	Member-at-Large	12/31/28
Jay Hildenbrand	Council Member	12/31/26

APPOINTED

Greg Pruszinske	City Administrator
Sheena Mulner	Finance Director/Treasurer
Candie Seppala	City Clerk/Deputy Administrator
Andy Borland	City Attorney

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FINANCIAL SECTION

CITY OF HIBBING
HIBBING, MINNESOTA

FOR THE YEAR ENDED
DECEMBER 31, 2025

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INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and City Council
City of Hibbing, Minnesota

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund and the aggregate remaining fund information of the City of Hibbing, Minnesota (the City), as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component units, each major fund and the aggregate remaining fund information of the City as of December 31, 2025, 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.

Basis for Opinions

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 *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management 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, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and Government Auditing Standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and Government Auditing Standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis starting on page 17 and the Schedules of Employer's Share of the Net Pension Liability, the Schedule of Changes in Net Pension Liability (Asset) and Related Ratios, the Schedule of Employer's Contributions, and the Schedule of Changes in the City's OPEB Liability and Related Ratios), and the Notes to the Required Supplementary Information, and the Notes to the Required Supplementary Information – Modified Approach for City Gravel Roads Infrastructure Capital Assets, and the Budgetary Comparison Schedules and notes as listed in the table of contents starting on page 94 be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 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 accompanying combining and individual fund financial statements and schedules, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 statement 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 fund financial statements and schedules are fairly stated, in all material respects in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated August 13, 2026 on our consideration of the City'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 solely 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 the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.



Abdo
Minneapolis, Minnesota
August 13, 2026

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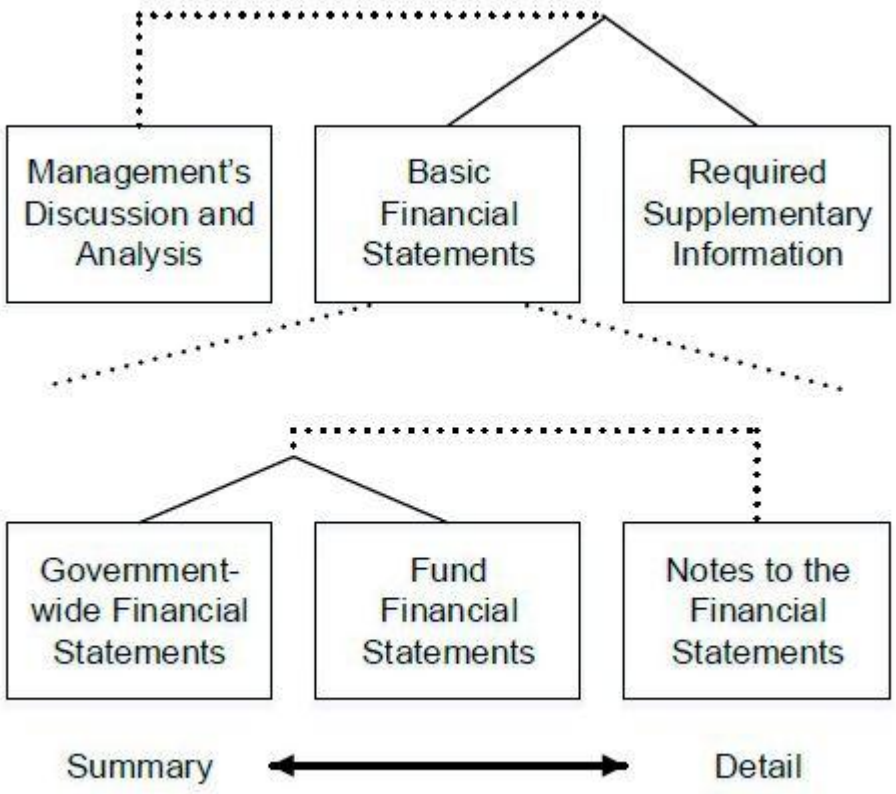
Management's Discussion and Analysis

As management of the City of Hibbing, Minnesota, (the City), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended December 31, 2025.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplemental information in addition to the basic financial statements themselves. The following chart shows how the required parts of this annual report are arranged and relate to one another. In addition to these required elements, we have included a section with combining and individual fund financial statements and schedules that provide details about nonmajor governmental funds, which are added together and presented in single columns in the basic financial statements.

Organization of the City's Annual Financial Report



The following chart summarizes the major features of the City's financial statements, including the portion of the City government they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis explains the structure and contents of each of the statements.

Major Features of the Government-wide and Fund Financial Statements

		Fund Financial Statements		
	Government-wide Statements	**Governmental Funds**	**Proprietary Funds**	**Fiduciary Funds**
Scope	Entire City government (except fiduciary funds) and the City's component units	The activities of the City that are not proprietary or fiduciary, such as police, fire and parks	Activities the City operates similar to private businesses, such as the garbage and refuse collection and sewer system	Instances in which the City administers resources on behalf of someone else, such as developers
Required financial statements	• Statement of Net Position • Statement of Activities	• Balance Sheet • Statement of Revenues, Expenditures and Changes in Fund Balances	• Statements of Net Position • Statements of Revenues, Expenses and Changes in Fund Net Position • Statements of Cash Flows	• Statement of fiduciary net position
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and no measurement focus
Type of asset/liability information	All assets and liabilities, both financial and capital, and short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term; fund do not currently contain capital assets, although they can
Type of deferred outflows/inflows of resources information	All deferred outflows/inflows of resources, regardless of when cash is received or paid	Only deferred outflows of resources expected to be used up and deferred inflows of resources that come due during the year or soon thereafter; no capital assets included	All deferred outflows/inflows of resources, regardless of when cash is received or paid	None reported
Type of inflow/out flow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable	All revenues and expenses during the year, regardless of when cash is received or paid	All additions and deductions during the year, regardless of when cash is received or paid

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

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

The *statement of activities* presents information showing how the City'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 the City that are principally supported by taxes and intergovernmental revenue (*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 the City include general government, public safety, public works, culture and recreation, housing and economic development, miscellaneous, and interest on long-term debt. The business-type activities of the City include garbage and refuse collection, sewer operating and maintenance, and Memorial Building concessions.

The government-wide financial statements include not only the City itself (known as the *primary government*), but also a legally separate Economic Development Authority (EDA) for which the City is financially accountable. Financial information for this *component unit* is reported separately from the financial information presented for the primary government itself.

The government-wide financial statements start on page 31 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. The 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 the City can be divided into three categories: governmental funds, proprietary funds, and the fiduciary fund.

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 *governmental 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 City'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*.

The City maintains various individual governmental funds in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General fund, OPEB Debt Service fund, and Capital Equipment and Improvement fund, Permanent Improvement fund and the Public Safety Building fund which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* or *schedules* elsewhere in this report.

The City adopts an annual appropriations budget for its General fund and Library fund. A budgetary comparison schedule has been provided to demonstrate compliance with this budget.

The basic governmental fund financial statements start on page 36 of this report.

Proprietary Funds. The City maintains one type of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses enterprise funds to account for its Garbage and Refuse fund, Sewer Operating fund and Memorial Building Concessions fund.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary funds financial statements provide separate information for each of the enterprise funds which are considered to be major funds of the City.

The basic proprietary funds financial statements start on page 40 of this report.

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 start on page 43 of this report.

Required Supplementary Information. In addition to the basic financial statements and accompanying notes, this report also presents *required supplementary information* concerning the City's progress in funding its obligation to provide pension and other post-employment benefits to its employees, modified infrastructure and budgetary comparison schedules. Required supplementary information can be found on page 94 of this report.

Other Information. The combining statements referred to earlier in connection with nonmajor governmental funds are presented following the notes to the financial statements. Combining and individual fund financial statements and schedules start on page 112 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 the City, assets and deferred outflows exceeded liabilities and deferred inflows at the close of the most recent fiscal year.

By far, the largest portion of the City's net position reflects its investment in capital assets (e.g., land, buildings, machinery and equipment), less any related debt used to acquire those assets that are still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the 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.

City of Hibbing's Summary of Net Position

	Governmental Activities			Business-type Activities		
.	2025	2024	Increase (Decrease)	2025	2024	Increase (Decrease)
Assets						
Current and other assets	$ 66,592,345	$ 51,743,602	$ 14,848,743	$ 11,201,253	$ 11,958,600	$ (757,347)
Capital assets, net of depreciation	65,208,111	52,195,999	13,012,112	35,651,058	34,968,652	682,406
Total Assets	131,800,456	103,939,601	27,860,855	46,852,311	46,927,252	(74,941)
Deferred Outflows of Resources	10,592,621	14,770,447	(4,177,826)	1,533,967	1,562,198	(28,231)
Liabilities						
Noncurrent liabilities outstanding	51,413,397	38,247,048	13,166,349	11,540,546	11,597,357	(56,811)
Other liabilities	4,587,293	2,493,957	2,093,336	321,925	541,935	(220,010)
Total Liabilities	56,000,690	40,741,005	15,259,685	11,862,471	12,139,292	(276,821)
Deferred Inflows of Resources	12,707,360	13,331,271	(623,911)	1,751,326	1,147,739	603,587
Net Position						
Net investment in capital assets	54,742,540	47,234,698	7,507,842	30,765,204	29,349,219	1,415,985
Restricted	4,949,974	5,173,183	(223,209)	-	-	-
Unrestricted	13,992,513	12,229,891	1,762,622	4,007,277	5,853,200	(1,845,923)
Total Net Position	$ 73,685,027	$ 64,637,772	$ 9,047,255	$ 34,772,481	$ 35,202,419	$ (429,938)
Net Position as a Percent of Total						
Net investment in capital assets	74.3 %	73.1 %		88.5 %	83.4 %	
Restricted	6.7	8.0		-	-	
Unrestricted	19.0	18.9		11.5	16.6	
	100.0 %	100.0 %		100.0 %	100.0 %	

As shown in the table above, as of December 31, 2025, the City's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources. The City's total net position increased as a result of the financial performance of the governmental activities. The following sections of the MD&A analyze the finances of the governmental activities and business-type activities separately.

Governmental Activities. Governmental activities increased the City's net position as shown below.

City of Hibbing's Changes in Net Position

	Governmental Activities			Business-type Activities		
	2025	2024	Increase (Decrease)	2025	2024	Increase (Decrease)
Revenues						
Program Revenues						
Charges for services	$ 8,238,491	$ 3,143,626	$ 5,094,865	$ 7,289,913	$ 7,350,934	$ (61,021)
Operating grants and contributions	3,253,256	4,416,346	(1,163,090)	(2,187)	45,473	(47,660)
Capital grants and contributions	3,257,185	496,407	2,760,778	-	-	-
General Revenues						
Taxes						
Property taxes	13,664,393	12,575,422	1,088,971	-	-	-
Other taxes	91,552	104,082	(12,530)	-	-	-
Grants and contributions not restricted to specific programs	9,453,843	10,162,014	(708,171)	-	-	-
Unrestricted Investment earnings	1,920,647	2,285,002	(364,355)	419,597	380,992	38,605
Gain on sale of capital assets	160,557	154,829	5,728	121,915	5,743	116,172
Total Revenues	40,039,924	33,337,728	6,702,196	7,829,238	7,783,142	46,096
Expenses						
General government	2,670,083	3,560,505	(890,422)	-	-	-
Public safety	10,261,013	10,145,302	115,711	-	-	-
Public works	6,207,836	6,125,159	82,677	-	-	-
Culture and recreation	3,177,212	4,128,668	(951,456)	-	-	-
Economic development	509,377	419,666	89,711	-	-	-
Cemetery	331,682	354,105	(22,423)	-	-	-
Transportation	(5,743)	419,625	(425,368)	-	-	-
Miscellaneous	6,733,747	1,497,899	5,235,848	-	-	-
Interest on long-term debt	1,001,432	275,142	726,290	-	-	-
Garbage and refuse collection	-	-	-	3,601,971	2,881,102	720,869
Sewer operating and maintenance	-	-	-	4,657,205	3,993,530	663,675
Memorial building concessions	-	-	-	-	412	(412)
Total Expenses	30,886,639	26,926,071	3,960,568	8,259,176	6,875,044	1,384,132
Change in Net Position						
Before Transfers	9,153,285	6,411,657	2,741,628	(429,938)	908,098	(1,338,036)
Transfers - capital assets	(411,549)	3,827	(415,376)	-	(3,827)	3,827
Change in Net Position	8,741,736	6,415,484	2,326,252	(429,938)	904,271	(1,334,209)
Net Position, January 1	64,637,772	58,222,288	6,415,484	35,202,419	34,298,148	904,271
Change within the financial reporting entity	305,519	-	305,519	-	-	-
Net Position, December 31	$ 73,685,027	$ 64,637,772	$ 9,047,255	$ 34,772,481	$ 35,202,419	$ (429,938)

Key elements of this increase are as follows:

- Growth in capital grants and contributions
- Increases in charges for services
- Increases in taxes

Growth in capital grants and contributions

Due to increased capital funding from outside agencies for capital projects.

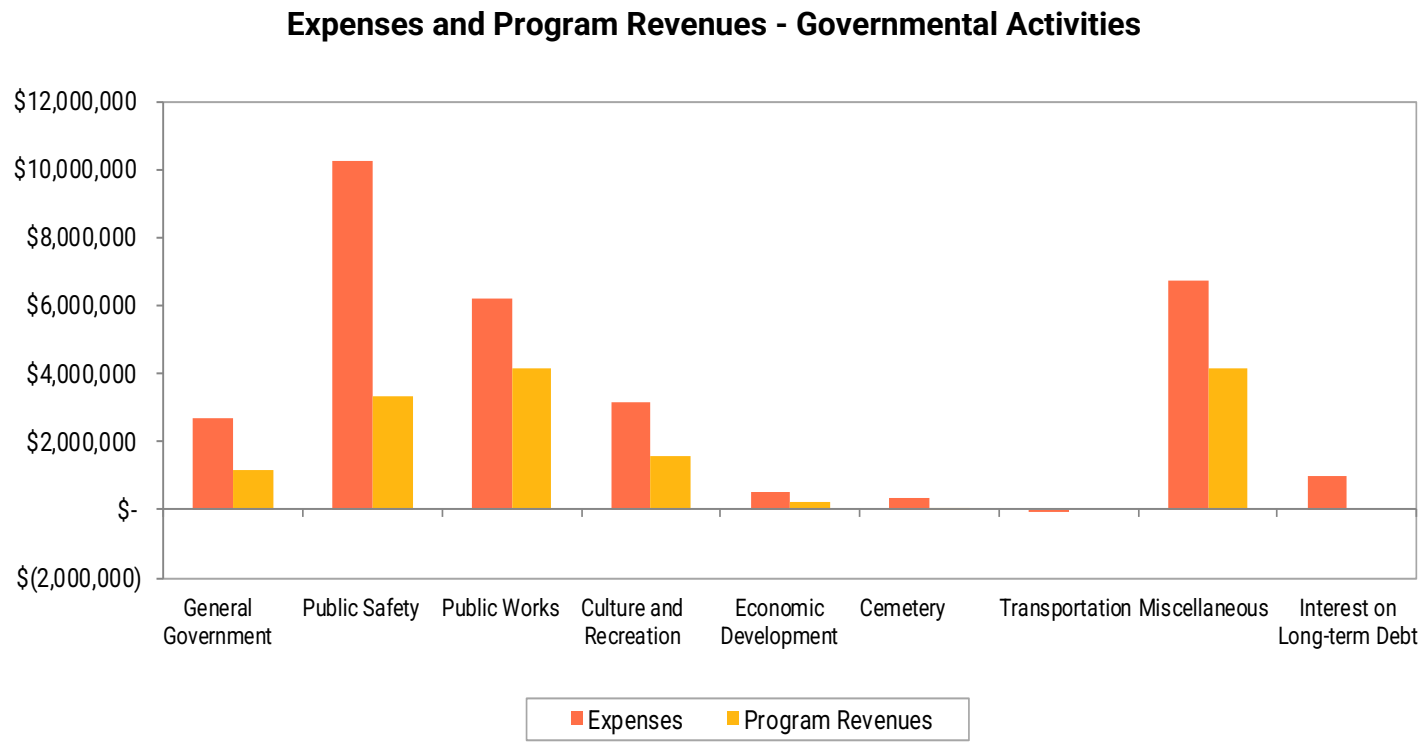
Increases in charges for services

Due to initial year of the self-insurance plan.

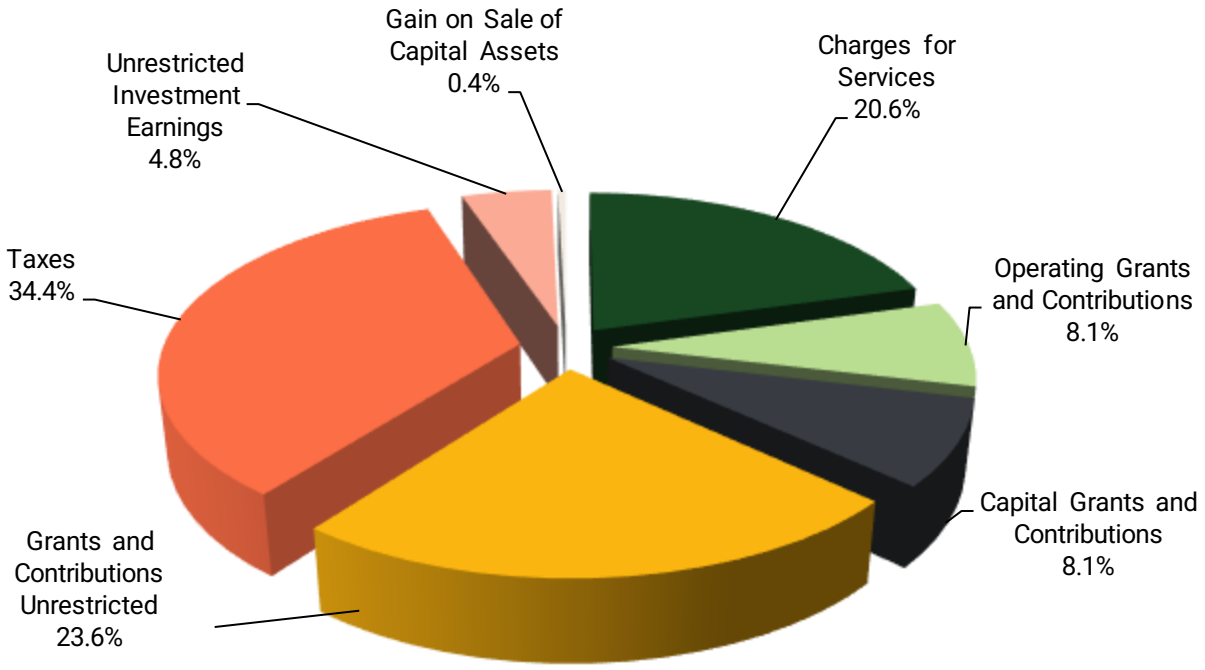
Increases in taxes

Due to increased property taxes levied for general purposes

The following graph depicts various governmental activities and shows the program revenues and expenses directly related to those activities.



Revenues by Source - Governmental Activities



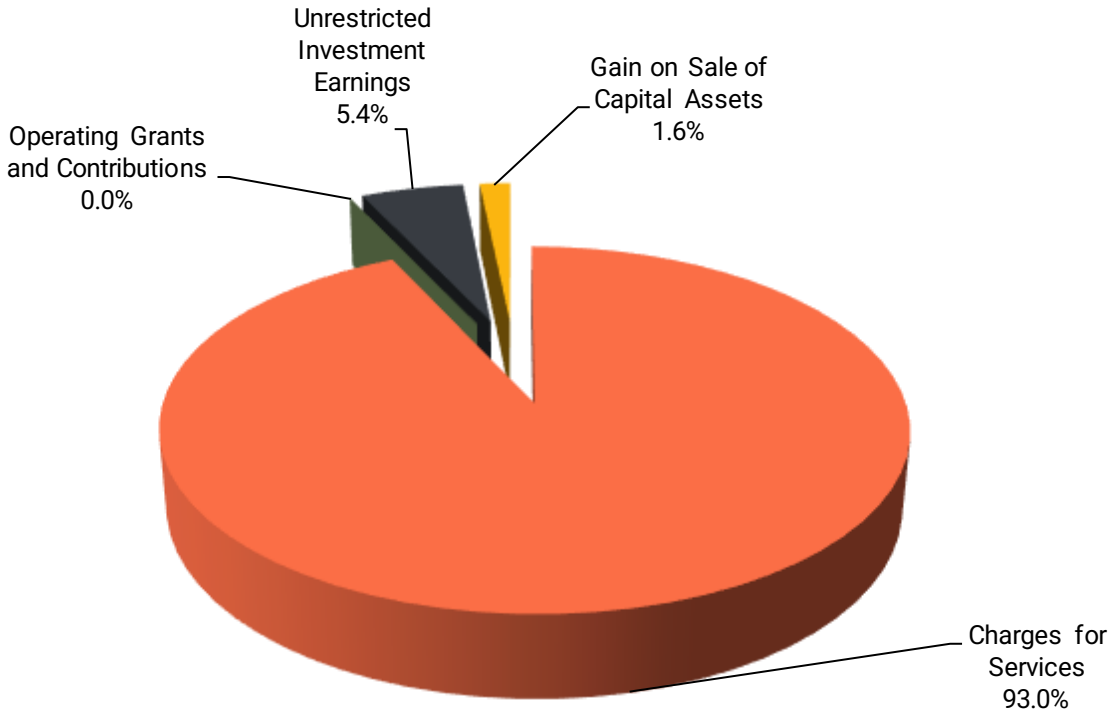
Business-type Activities. Business-type activities decreased the City's net position, as shown in the changes in net position table. Key elements of this decrease are as follows:

- Garbage and refuse collection expenditures for business-type activities increased due to more salary and employer contribution expenditures.
- Sewer operating and maintenance expenditures for business-type activities increased due to more salary and employer contribution expenditures.
- Operating grants and contributions for business-type activities decreased due to the lack of any grants or contributions in the current year.

Expenses and Program Revenues - Business-type Activities



Revenues by Source - Business-type Activities



Financial Analysis of the City's Funds

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the year.

Governmental Funds. The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows and balances of *spendable* resources. Such information is useful in assessing the City's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. The table below outlines the governmental fund balances for the year ending December 31, 2025.

	General	Other Post-Employment Benefits	Capital Equipment and Improvement	Permanent Improvement	Public Safety Building	Other Governmental Funds	Total Governmental Funds	Prior Year Total	Increase/ (Decrease)
Fund Balances									
Nonspendable	$ 75,852	$ -	$ -	$ -	$ -	$ 1,446	$ 77,298	$ 84,334	$ (7,036)
Restricted	28,155	-	235,950	598,439	13,579,431	3,938,701	18,380,676	4,510,400	13,870,276
Committed	-	10,140,153	193,855	-	-	316,613	10,650,621	12,329,908	(1,679,287)
Assigned	21,956,842	-	2,745,901	-	-	264,619	24,967,362	12,594,395	12,372,967
Unassigned	7,632,989	-	-	-	-	(199,005)	7,433,984	17,976,048	(10,542,064)
Total	$ 29,693,838	$ 10,140,153	$ 3,175,706	$ 598,439	$ 13,579,431	$ 4,322,374	$ 61,509,941	$ 47,495,085	$ 14,014,856

As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances shown above. Additional information on the City's fund balances can be found in Note 1 starting on page 45 of this report.

The *General fund* is the chief operating fund of the City. At the end of the current year, the fund balance of the General fund is shown in the table below. As a measure of the General fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. The total unassigned fund balance as a percent of total fund expenditures is shown in the chart below along with total fund balance as a percent of total expenditures.

	Current Year Ending Balance	Prior Year Ending Balance
General Fund Fund Balance		
Nonspendable	$ 75,852	$ 83,869
Restricted	28,155	74,223
Assigned	21,956,842	11,126,110
Unassigned	7,632,989	18,446,864
Total	$ 29,693,838	$ 29,731,066
General Fund Expenditures	$ 21,363,090	$ 22,173,055
Unassigned as a percent of expenditures	35.7 %	83.2 %
Total Fund Balance as a percent of expenditures	139.0	134.1

The fund balance of the City's General fund decreased during the current fiscal year as shown in the table above. The decrease in fund balance is primarily due to transfers to other funds to fund capital projects and other reserves.

Other major governmental fund analysis is shown below:

Major Funds	Fund Balance December 31, 2025	Fund Balance December 31, 2024	Increase (Decrease)
Other Post-Employment Benefits	$ 10,140,153	$ 9,472,959	$ 667,194
Fund balance increased due to collection of tax revenues, interest income exceeding retirement expenditures paid.			
Permanent Improvement	$ 598,439	$ 1,070,228	$ (471,789)
Fund balance decreased due to the use of current year revenues and existing reserves to fund current year capital expenditures.			
Capital Equipment and Improvement	$ 3,175,706	$ 3,655,018	$ (479,312)
Fund balance decreased from the prior year primarily due to capital outlay costs exceeding current year revenues.			
Public Safety Building	$ 13,579,431	$ -	$ 13,579,431
Fund balance increased due to the issuance of debt to fund current and future building capital costs.			

Proprietary Funds. The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Net position of the City's proprietary funds increased as follows:

Fund	December 31, 2025	December 31, 2024	Increase (Decrease)
Garbage and Refuse Collection	$ 4,837,585	$ 5,098,008	$ (260,423)
The garbage and refuse collection fund decreased during the current year primarily due to operating expenses exceeding revenues.			
Sewer Operating and Maintenance	$ 29,896,610	$ 30,072,143	$ (175,533)
The sewer operating and maintenance fund decreased during the current year primarily due to operating expenses exceeding revenues			
Memorial Building Concessions	$ 38,286	$ 32,268	$ 6,018
The memorial building concessions fund increased during the current year primarily due to a comparable increase in both service revenue and operating expenses.			

Capital Asset and Debt Administration

Capital Assets. The City's investment in capital assets for its governmental and business-type activities as of December 31, 2025, is shown below in capital asset table (net of accumulated depreciation). This investment in capital assets includes land, structures, improvements, machinery and equipment, vehicles, roads, highways and bridges. The total increase in the City's investment in capital assets for the current fiscal year for governmental and business-type activities is due to the following major capital asset events during the fiscal year:

Road Improvements:

- Alley Paving Project
- Zim Road Bridge Project

Equipment Purchase

- 2025 Komatsu
- 2025 Beartrack 3000L
- 2025 Elgin Pelican S
- Several Public Safety Vehicles

Property Improvements in Process

- Mineview Project
- City Hall Exterior
- Park Improvements Project

City of Hibbing's Capital Assets
(Net of Accumulated Depreciation)

	Governmental Activities			Business-type Activities		
	2025	2024	Increase (Decrease)	2025	2024	Increase (Decrease)
Land, Improvements, Intangibles, Artwork, Gravel Roads	$ 8,430,929	$ 8,833,300	$ (402,371)	$ 423,719	$ 423,719	$ -
Construction in Progress	13,174,523	7,144,824	6,029,699	1,144,633	-	1,144,633
Infrastructure	18,404,695	18,652,413	(247,718)	15,716,556	16,189,002	(472,446)
Buildings and improvements	17,725,954	10,366,313	7,359,641	15,143,747	15,726,012	(582,265)
Equipment, Machinery and Furniture	6,311,379	5,860,291	451,088	3,222,403	2,629,919	592,484
Leased Equipment (Intangible Right to Use Assets)	1,160,631	1,338,858	(178,227)	-	-	-
Total	$ 65,208,111	$ 52,195,999	$ 13,012,112	$ 35,651,058	$ 34,968,652	$ 682,406

Additional information on the City's capital assets can be found in Note 3C starting on page 58 of this report.

Long-term Debt. At the end of the current fiscal year, the City had total bonded debt outstanding consisting of general obligation debt and revenue related debt as noted in the table below. While all of the City's bonds have revenue streams, they are all backed by the full faith and credit of the City.

City of Hibbing's Outstanding Debt

	Governmental Activities			Business-type Activities		
	2025	2024	Increase (Decrease)	2025	2024	Increase (Decrease)
Bonds Payable	$ 22,805,000	$ 3,681,000	$ 19,124,000	$ 4,766,954	$ 5,486,954	$ (720,000)
Unamortized Premium on Bonds	221,716	234,055	(12,339)	141,125	155,056	(13,931)
Unamortized Discount on Bonds	-	-	-	(2,132)	(2,484)	352
Lease Purchase Obligation	16,720	32,354	(15,634)	-	-	-
Lease Liability	1,077,223	1,339,069	(261,846)	-	-	-
Total	$ 24,120,659	$ 5,286,478	$ 18,834,181	$ 4,905,947	$ 5,639,526	$ (733,579)

The City's total debt increased during the current fiscal year. The key factor in this increase was the issuance of the 2025A G.O. Revenue Bond.

Minnesota statutes limit the amount of net general obligation debt a City may issue to three percent of the market value of taxable property within the City. Net debt is debt payable solely from ad valorem taxes. The City is under the statutory debt limit as of December 31, 2025.

Additional information on the City's long-term debt can be found in Note 3F starting on page 63 of the audit report.

Economic Factors and Next Year's Budgets and Rates

The City's elected and appointed officials considered many factors when setting the 2026 budget, tax rates, and fees that will be charged for the business-type activities.

- The General Fund expenditures and transfers for 2026 are budgeted to be $23,841,935, which is a $1,284,749 increase from the 2025 final budget of $22,557,186.
- Property tax levies increased 5.99 percent for taxes payable in 2026.
- Consistent with the national and global economy, rising health care, insurance, utility, and labor costs continue to significantly impact the City's budgets.

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

- Consistent with the City's Sewer Rate Study, the City implemented a 5% sewer rate increase, and a 7.5% stormwater fee increase effective February 1, 2026.

The City continues to rely heavily on State Local Government Aid (LGA) and taconite production tax distributions to fund municipal operations. LGA payments are anticipated to supply approximately 39% of General Fund revenues, while taconite aids are expected to furnish approximately 9% of General Fund revenues. While the State of Minnesota continues to project structural budget balance challenges in future biennia due to slowing revenue growth and inflationary pressures, no significant reductions to LGA were enacted during the 2025 legislative session. Nevertheless, City officials continue to monitor legislative discussions closely due to the community's reliance on these intergovernmental revenues.

The price of steel in the global market affects the City due to taconite aid, also known as production tax, received in lieu of property taxes from these facilities within the City's footprint. This production tax is based on tonnage produced by local taconite facilities and is averaged using a three-year rolling formula to smooth out the cyclical nature of the steel industry. Although production levels across the Iron Range remained relatively stable during 2025, ongoing uncertainty surrounding international steel markets, inflationary operating costs, and long-term industry transitions continue to create variability in future production expectations. Further, the capital investment by U.S. Steel into the Keetac plant, located within the Hibbing city limits, has the potential to improve the City's financial inputs; however, these investments continue to position the operation for future production opportunities tied to higher-grade iron ore products utilized in modern steelmaking processes. City officials remain cautiously optimistic that these investments may strengthen long-term production stability and positively impact future production tax distributions. Current estimates for total taconite aid payable to the City in 2026 are approximately $2.3 million.

Additionally, the City's ability to levy for certain revenue funds is determined by estimated market value. While residential values increased significantly over the prior year, commercial values have largely remained stable despite continued investments by local businesses. As a result, a larger share of the property tax burden continues to shift toward residential property owners due to sustained housing demand and limited supply throughout the region. City officials remain mindful of these impacts when considering levy increases and continue to pursue strategies intended to diversify and strengthen the commercial and industrial tax base. The City continues to support housing development initiatives through the local housing trust fund, site development efforts, zoning modernization, and partnerships with private developers.

In 2023, the City undertook a facility assessment for City Hall, the Library, and the Memorial Building in order to plan future capital expenditures necessary to maintain these facilities. Staff has since brought forward renovation projects for City Hall and the Library and have sought outside funding assistance for these projects.
Additionally, a Local Sales Tax referendum was approved by voters in 2024 to contribute funds to the Regional Public Safety Building project, complementing approximately $10 million in State bonding support secured during the 2023 legislative session.

The City also continues to implement long-term infrastructure planning initiatives following completion of a comprehensive capital improvement assessment. Staff and consultants are working to prioritize street, utility, building, and equipment investments in order to maintain service levels while managing future financial impacts.

The City is also actively pursuing redevelopment opportunities on underutilized properties to encourage additional private investment and broaden the tax base through the strategic use of economic development tools, including tax increment financing where appropriate.

The City's 2026 capital budget calls for expenditures in the amount of $5M for capital projects, principally the following:

Cemetery	$47,762
Economic Development	$150,000
Memorial Building	$507,000
Parks and Recreation	$153,000
Public Safety	$462,059
Public Works	$435,000
Paving, Alleys & Sidewalks	$3,293,000
Total	$5,047,821

GOVERNMENT-WIDE FINANCIAL STATEMENTS

CITY OF HIBBING
HIBBING, MINNESOTA

FOR THE YEAR ENDED
DECEMBER 31, 2025

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City of Hibbing, Minnesota
Statement of Net Position
December 31, 2025

	Primary Government			Component Units	
	Governmental Activities	Business-type Activities	Total	Economic Development Authority	Public Utilities Commission
Assets					
Cash and temporary investments	$ 50,114,058	$ 8,541,930	$ 58,655,988	$ 3,332,290	$ 3,971,939
Designated cash - other postemployment benefits	6,118,997	1,920,000	8,038,997	-	250,000
Investments	-	-	-	-	15,086,906
Designated investments - other postemployment benefits	3,941,656	-	3,941,656	-	-
Restricted cash and temporary investments					
Cash held for fuel assistance recipients	-	-	-	-	75,978
Cash held for customer deposits	-	-	-	-	478,301
Bond reserve account	-	-	-	-	641,300
Receivables					
Taxes	476,782	-	476,782	2,166	-
Accounts, net	470,908	11,269	482,177	7,992	2,512,020
Leases	120,598	-	120,598	5,063	439,674
Accrued interest	368,340	-	368,340	-	-
Unbilled revenues	-	-	-	-	2,268,507
Other receivables	-	-	-	-	173,279
Loans, net of allowance	-	-	-	2,374,032	-
Special assessments	263,679	141,140	404,819	-	-
Note receivable - Steam conversion program - current maturities	-	-	-	-	168,203
Due from other governments	3,048,721	-	3,048,721	17,777	-
Due from component units	400	571,489	571,889	-	-
Inventories	-	15,425	15,425	-	1,419,670
Prepaid items	64,577	-	64,577	-	822,066
Internal balances	1,223,551	-	1,223,551	(1,223,551)	-
Net pension asset	380,078	-	380,078	-	-
Land held for resale	-	-	-	1,123,397	-
Regulatory assets	-	-	-	-	3,493,964
Capital assets					
Land and construction in progress	21,605,452	1,568,352	23,173,804	138,333	20,606,667
Depreciable assets (net of accumulated depreciation/amortization)	43,602,659	34,082,706	77,685,365	8,219,403	96,667,414
Total Assets	131,800,456	46,852,311	178,652,767	13,996,902	149,075,888
Deferred Outflows of Resources					
Deferred pension resources	5,797,528	140,745	5,938,273	17,960	740,024
Deferred LEA resources	-	-	-	-	126,902
Deferred other postemployment benefit resources	4,795,093	1,393,222	6,188,315	-	121,611
Total Deferred Outflows of Resources	10,592,621	1,533,967	12,126,588	17,960	988,537
Liabilities					
Accounts and other payables	915,289	93,055	1,008,344	14,833	6,071,238
Due to other governments	386,369	16,544	402,913	29,291	-
Accrued salaries payable	560,152	86,693	646,845	32	264,646
Accrued interest payable	545,117	47,987	593,104	4,285	89,267
Customer deposits payable	-	-	-	-	478,301
Contracts payable	1,681,400	77,646	1,759,046	16,903	-
Other accrued liabilities	40,113	-	40,113	-	-
Due to primary government	-	-	-	-	571,889
Unearned revenue	458,853	-	458,853	-	75,978
Noncurrent liabilities					
Due within one year					
Long-term liabilities	1,110,759	714,770	1,825,529	50,000	1,363,480
Other postemployment benefits payable	1,005,906	292,268	1,298,174	-	-
Due in more than one year					
Long-term liabilities	24,925,387	4,443,240	29,368,627	8,985,788	20,361,193
Net pension liability	5,456,085	594,409	6,050,494	60,844	2,232,991
Other postemployment benefits payable	18,915,260	5,495,859	24,411,119	-	13,690,202
Total Liabilities	56,000,690	11,862,471	67,863,161	9,161,976	45,199,185
Deferred Inflows of Resources					
Deferred lease resources	107,052	-	107,052	3,502	439,674
Deferred pension resources	7,915,918	390,269	8,306,187	175	1,423,602
Deferred other postemployment benefit resources	4,684,390	1,361,057	6,045,447	-	2,329,319
Total Deferred Inflows of Resources	12,707,360	1,751,326	14,458,686	3,677	4,192,595
Net Position					
Net investment in capital assets	54,742,540	30,765,204	85,507,744	(98,052)	96,928,951
Restricted for					
Capital projects	2,202,391	-	2,202,391	-	-
Development projects	1,303,556	-	1,303,556	-	-
Debt service	332,750	-	332,750	115,758	641,300
Net pension asset	380,078	-	380,078	-	-
Police forfeiture	28,155	-	28,155	-	-
Sales tax funded projects	703,044	-	703,044	-	-
Unrestricted	13,992,513	4,007,277	17,999,790	4,831,503	3,102,394
Total Net Position	$ 73,685,027	$ 34,772,481	$ 108,457,508	$ 4,849,209	$ 100,672,645

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

City of Hibbing, Minnesota

Statement of Activities (Continued on the Following Page)

For the Year Ended December 31, 2025

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Primary Government				
Governmental activities				
General government	$ 2,670,083	$ 1,030,580	$ 157,739	$ -
Public safety	10,261,013	2,479,113	861,103	-
Public works	6,207,836	8,750	1,932,278	2,235,148
Culture and recreation	3,177,212	465,506	107,467	1,022,037
Economic development	509,377	7,999	194,669	-
Cemetery	331,682	72,565	-	-
Transportation	(5,743)	-	-	-
Miscellaneous	6,733,747	4,173,978	-	-
Interest on long-term debt	1,001,432	-	-	-
Total Governmental Activities	30,886,639	8,238,491	3,253,256	3,257,185
Business-type Activities				
Garbage and refuse collection	3,601,971	3,065,748	(991)	-
Sewer operating and maintenance	4,657,205	4,219,550	(1,196)	-
Memorial building concessions	-	4,615	-	-
Total Business-type Activities	8,259,176	7,289,913	(2,187)	-
Total Primary Government	$ 39,145,815	$ 15,528,404	$ 3,251,069	$ 3,257,185
Component Units				
EDA	$ 1,634,153	$ 215,746	$ 66,880	$ -
PUC	32,417,384	31,915,028	-	4,030,723
Total Component Units	$ 34,051,537	$ 32,130,774	$ 66,880	$ 4,030,723

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

City of Hibbing, Minnesota
Statement of Activities (Continued)
For the Year Ended December 31, 2025

Functions/Programs	Net (Expenses) Revenues and Changes in Net Position				
	Primary Government			Component Units	
	Governmental Activities	Business-type Activities	Total	Economic Development Authority	Public Utilities Commission
Primary Government					
Governmental activities					
General government	$ (1,481,764)	$ -	$ (1,481,764)	$ -	$ -
Public safety	(6,920,797)	-	(6,920,797)	-	-
Public works	(2,031,660)	-	(2,031,660)	-	-
Culture and recreation	(1,582,202)	-	(1,582,202)	-	-
Economic development	(306,709)	-	(306,709)	-	-
Cemetery	(259,117)	-	(259,117)	-	-
Transportation	5,743	-	5,743	-	-
Miscellaneous	(2,559,769)	-	(2,559,769)	-	-
Interest on long-term debt	(1,001,432)	-	(1,001,432)	-	-
Total Governmental Activities	(16,137,707)	-	(16,137,707)	-	-
Business-type Activities					
Garbage and refuse collection	-	(537,214)	(537,214)	-	-
Sewer operating and maintenance	-	(438,851)	(438,851)	-	-
Memorial building concessions	-	4,615	4,615	-	-
Total Business-type Activities	-	(971,450)	(971,450)	-	-
Total Primary Government	(16,137,707)	(971,450)	(17,109,157)	-	-
Component Units					
EDA	-	-	-	(1,351,527)	-
PUC	-	-	-	-	3,528,367
Total Component Units	-	-	-	(1,351,527)	3,528,367
General Revenues					
Taxes					
Property taxes, levied for general purposes	9,394,172	-	9,394,172	-	-
Property taxes, levied for specific purpose	4,270,221	-	4,270,221	192,403	-
Tax increments	-	-	-	97,117	-
Franchise taxes	91,552	-	91,552	-	-
Grants and contributions not restricted to specific programs	9,453,843	-	9,453,843	101	-
Unrestricted Investment earnings	1,920,647	419,597	2,340,244	184,575	1,767,355
Gain on sale of capital assets	160,557	121,915	282,472	173,449	-
Transfers - capital assets	(411,549)	-	(411,549)	411,549	-
Total General Revenues	24,879,443	541,512	25,420,955	1,059,194	1,767,355
Change in Net Position	8,741,736	(429,938)	8,311,798	(292,333)	5,295,722
Net Position, January 1 as previously reported	64,637,772	35,202,419	99,840,191	5,447,061	95,376,923
Change within the financial reporting entity					
Primary government to component unit	292,144	-	292,144	(292,144)	-
Component unit to primary government	13,375	-	13,375	(13,375)	-
Net Position, January 1 as previously adjusted	64,943,291	35,202,419	100,145,710	5,141,542	95,376,923
Net Position, December 31	$ 73,685,027	$ 34,772,481	$ 108,457,508	$ 4,849,209	$ 100,672,645

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

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FUND FINANCIAL STATEMENTS

CITY OF HIBBING
HIBBING, MINNESOTA

FOR THE YEAR ENDED
DECEMBER 31, 2025

City of Hibbing, Minnesota
Balance Sheet
Governmental Funds
December 31, 2025

	101 General	345 Other Post-Employment Benefits	400 Capital Equipment and Improvement	401, 402 Permanent Improvement	419 Public Safety Building	Other Governmental Funds	Total Governmental Funds
Assets							
Cash and temporary investments	$ 29,820,468	$ -	$ 2,792,442	$ 640,943	$ 13,183,575	$ 3,676,630	$ 50,114,058
Designated cash - other postemployment benefits	-	6,118,997	-	-	-	-	6,118,997
Designated investments - other postemployment benefits	-	3,941,656	-	-	-	-	3,941,656
Receivables							
Taxes	432,718	3,486	12,445	14,621	-	13,512	476,782
Accounts	61,394	-	21,905	-	-	28,040	111,339
Leases	120,598	-	-	-	-	-	120,598
Accrued interest	292,326	76,014	-	-	-	-	368,340
Special assessments	-	-	-	-	-	263,679	263,679
Due from other governments	71,968	-	460,433	745,639	1,575,762	194,919	3,048,721
Due from component units	400	-	-	-	-	-	400
Due from other funds	823,993	-	-	-	-	1,090,293	1,914,286
Prepaid items	62,306	-	-	-	-	1,446	63,752
Total Assets	$ 31,686,171	$ 10,140,153	$ 3,287,225	$ 1,401,203	$ 14,759,337	$ 5,268,519	$ 66,542,608
Liabilities							
Accounts payable	$ 410,527	$ -	$ 35,679	$ 26,950	$ 15,709	$ 39,064	$ 527,929
Due to other governments	329,752	-	-	-	-	56,617	386,369
Accrued salaries payable	552,599	-	-	-	-	7,553	560,152
Due to other funds	-	-	-	-	-	225,471	225,471
Contracts payable	-	-	75,840	386,389	1,164,197	54,974	1,681,400
Advances from other funds	-	-	-			31,261	31,261
Unearned revenue	162,265	-	-	-	-	296,588	458,853
Other accrued liabilities	40,113	-	-	-	-	-	40,113
Total Liabilities	1,495,256	-	111,519	413,339	1,179,906	711,528	3,911,548
Deferred Inflows of Resources							
Unavailable revenue - delinquent taxes	390,025	-	-	-	-	-	390,025
Deferred lease resources	107,052	-	-	-	-	-	107,052
Unavailable revenue - special assessments	-	-	-	-	-	234,617	234,617
Unavailable revenue - intergovernmental	-	-	-	389,425	-	-	389,425
Total Deferred Inflows of Resources	497,077	-	-	389,425	-	234,617	1,121,119
Fund Balances							
Nonspendable	75,852	-	-	-	-	1,446	77,298
Restricted	28,155	-	235,950	598,439	13,579,431	3,938,701	18,380,676
Committed	-	10,140,153	193,855	-	-	316,613	10,650,621
Assigned	21,956,842	-	2,745,901	-	-	264,619	24,967,362
Unassigned	7,632,989	-	-	-	-	(199,005)	7,433,984
Total Fund Balances	29,693,838	10,140,153	3,175,706	598,439	13,579,431	4,322,374	61,509,941
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 31,686,171	$ 10,140,153	$ 3,287,225	$ 1,401,203	$ 14,759,337	$ 5,268,519	$ 66,542,608

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

City of Hibbing, Minnesota
Reconciliation of the Balance Sheet to the Statement of Net Position
Governmental Funds
December 31, 2025

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

Total Fund Balances - Governmental Funds	$ 61,509,941
Capital assets used in governmental activities are not financial resources, and therefore are not reported as assets in governmental funds.	
Cost of capital assets	129,387,429
Less accumulated depreciation	(64,179,318)
Internal service funds are used by the City to charge the cost of compensated absences, liability, property, and workers compensation insurance, vehicles and equipment, centralized purchase of consumable office supplies, maintaining facilities, and maintenance of computer systems. These balances are reported with governmental activities on the statement of net position.	(460,969)
Long-term assets from pensions reported in governmental activities are not financial resources and therefore are not reported as assets in the governmental funds.	380,078
Noncurrent liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.	
Noncurrent liabilities at year-end consist of	
Bonds payable	(22,805,000)
Plus unamortized bond premium	(221,716)
Lease purchase obligation	(16,720)
Leases payable	(1,077,223)
Compensated absences payable	(1,915,487)
Net pension liability	(5,456,085)
Other postemployment benefits payable	(19,921,166)
Some receivables are not available soon enough to pay for the current period's expenditures, and therefore are reported as unavailable revenue in the funds.	
Delinquent taxes receivable	390,025
Special assessments receivable	234,617
Intergovernmental receivable	389,425
Governmental funds do not report a liability for accrued interest until due and payable.	(545,117)
Governmental funds do not report long-term amounts related to pensions and other postemployment benefits.	
Deferred outflows of pension resources	5,797,528
Deferred inflows of pension resources	(7,915,918)
Deferred outflows of other postemployment benefits resources	4,795,093
Deferred inflows of other postemployment benefits resources	(4,684,390)
Total Net Position - Governmental Activities	$ 73,685,027

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

City of Hibbing, Minnesota
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2025

	101 General	345 Other Post-Employment Benefits	400 Capital Equipment and Improvement	401, 402 Permanent Improvement	419 Public Safety Building	Other Governmental Funds	Total Governmental Funds
Revenues							
Taxes	$ 9,251,420	$ 289,837	$ 1,034,653	$ 1,215,558	$ -	$ 2,001,896	$ 13,793,364
Licenses and permits	335,970	-	-	-	-	-	335,970
Intergovernmental	10,463,702	162	765,405	1,977,635	2,235,148	413,452	15,855,504
Charges for services	2,901,431	-	-	-	-	45,168	2,946,599
Fines and forfeitures	107,379	-	-	-	-	-	107,379
Special assessments	-	-	-	-	-	33,278	33,278
Investment earnings	1,335,247	377,195	7,490	45,544	29,751	125,420	1,920,647
Contributions and donations	33,390	-	191,500	-	-	174,967	399,857
Miscellaneous	44,084	-	-	-	-	-	44,084
Total Revenues	24,472,623	667,194	1,999,048	3,238,737	2,264,899	2,794,181	35,436,682
Expenditures							
Current							
General government	2,834,514	-	-	-	-	-	2,834,514
Public safety	10,161,582	-	-	-	-	-	10,161,582
Public works	4,006,475	-	-	-	-	-	4,006,475
Culture and recreation	2,095,611	-	-	-	-	1,092,423	3,188,034
Economic development	165,827	-	-	-	-	52,635	218,462
Transportation	1,594	-	-	-	-	-	1,594
Miscellaneous	1,782,971	-	-	-	-	-	1,782,971
Capital outlay							
General government	-	-	1,083,515	-	-	-	1,083,515
Public safety	-	-	5,166,351	-	3,318,024	-	8,484,375
Public works	-	-	2,263,321	3,635,526	-	74,538	5,973,385
Culture and recreation	-	-	1,717,254	-	-	4,426	1,721,680
Economic development	-	-	-	-	-	880,062	880,062
Transportation	-	-	32,012	-	-	-	32,012
Debt service							
Principal	267,634	-	-	-	-	655,846	923,480
Interest and other	46,882	-	-	-	-	148,029	194,911
Bond issuance costs	-	-	-	-	194,574	-	194,574
Total Expenditures	21,363,090	-	10,262,453	3,635,526	3,512,598	2,907,959	41,681,626
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,109,533	667,194	(8,263,405)	(396,789)	(1,247,699)	(113,778)	(6,244,944)
Other Financing Sources (Uses)							
Transfers in	-	-	7,783,233	60,500	-	1,376,818	9,220,551
Transfers out	(3,242,123)	-	-	(135,500)	(4,966,594)	(876,334)	(9,220,551)
Bonds issued	-	-	-	-	19,770,000	-	19,770,000
Premium on bonds issued	-	-	-	-	23,724	-	23,724
Sale of capital assets	95,362	-	860	-	-	64,335	160,557
Total Other Financing Sources (Uses)	(3,146,761)	-	7,784,093	(75,000)	14,827,130	564,819	19,954,281
Net Change in Fund Balances	(37,228)	667,194	(479,312)	(471,789)	13,579,431	451,041	13,709,337
Fund Balances, January 1 as previously presented	29,731,066	9,472,959	3,655,018	-	-	4,636,042	47,495,085
Change within the financial reporting entity							
Nonmajor Fund to Major Fund	-	-	-	1,070,228	-	(1,070,228)	-
Primary government to component unit	-	-	-	-	-	292,144	292,144
Component unit to primary government	-	-	-	-	-	13,375	13,375
Fund Balances, January 1, as adjusted	29,731,066	9,472,959	3,655,018	1,070,228	-	3,871,333	47,800,604
Fund Balances, December 31	$ 29,693,838	$ 10,140,153	$ 3,175,706	$ 598,439	$ 13,579,431	$ 4,322,374	$ 61,509,941

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

City of Hibbing, Minnesota
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities
Governmental Funds
For the Year Ended December 31, 2025

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

Total Net Change in Fund Balances - Governmental Funds	$ 13,709,337
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over the estimated useful lives as depreciation/amortization expense.	
Capital outlay	17,096,841
Depreciation / Amortization expense	(3,673,180)
Capital contribution to component unit	(411,549)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The amounts below are the effects of these differences in the treatment of long-term debt and related items.	
Bonds issued	(19,770,000)
Premium received on debt issued	(23,724)
Principal repayments	923,480
Amortization of bond premium	36,063
Interest on long-term debt in the statement of activities differs from the amount reported in the governmental funds because interest is recognized as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the statement of activities, however, interest expense is recognized as the interest accrues, regardless of when it is due.	(469,783)
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 the governmental funds.	
Compensated absences	(47,254)
Other postemployment benefits	1,680,809
Internal service funds are used by the City to charge the self-insurance plan. These balances are reported with governmental activities in the statement of activities.	(460,969)
Certain revenues are recognized as soon as they are earned. Under the modified accrual basis of accounting, certain revenues cannot be recognized until they are available to liquidate liabilities of the current period.	
Property taxes	(37,419)
Special assessments	29,613
Intergovernmental	(375,315)
Long-term pension activity is not reported in governmental funds.	
Pension expense	474,418
Pension revenue from State contributions	60,368
Change in Net Position - Governmental Activities	$ 8,741,736

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

City of Hibbing, Minnesota
Statement of Net Position
Proprietary Funds
December 31, 2025

	Business-type Activities - Enterprise Funds				Governmental Activities
	603	**602**	**605**		**805**
	Garbage and Refuse Collection	Sewer Operating and Maintenance	Non-major Memorial Building Concessions	Total	Internal Service Fund Insurance
Assets					
Current Assets					
Cash and temporary investments	$ 5,491,884	$ 3,011,760	$ 38,286	$ 8,541,930	$ -
Designated cash - other postemployment benefits	960,000	960,000	-	1,920,000	-
Receivables					
Accounts	2,623	8,646	-	11,269	359,569
Special assessments	89,894	51,246	-	141,140	-
Due from component units	232,864	338,625	-	571,489	-
Inventories	15,425	-	-	15,425	-
Prepaid items	-	-	-	-	825
Total Current Assets	6,792,690	4,370,277	38,286	11,201,253	360,394
Noncurrent Assets					
Capital assets					
Land	297,689	126,030	-	423,719	-
Buildings and improvements	173,602	33,830,007	-	34,003,609	-
Infrastructure	-	22,068,432	-	22,068,432	-
Machinery and equipment	4,340,440	3,868,464	29,597	8,238,501	-
Construction in progress	-	1,144,633	-	1,144,633	-
Less accumulated depreciation	(2,897,739)	(27,300,500)	(29,597)	(30,227,836)	-
Total Capital Assets (Net of Accumulated Depreciation)	1,913,992	33,737,066	-	35,651,058	-
Total Assets	8,706,682	38,107,343	38,286	46,852,311	360,394
Deferred Outflows of Resources					
Deferred pension resources	63,806	76,939	-	140,745	-
Deferred other postemployment benefits	789,086	604,136	-	1,393,222	-
Total Deferred Outflows of Resources	852,892	681,075	-	1,533,967	-
Liabilities					
Current Liabilities					
Accounts payable	56,701	36,354	-	93,055	387,360
Due to other governments	8,412	8,132	-	16,544	-
Accrued salaries payable	38,542	48,151	-	86,693	-
Accrued interest payable	-	47,987	-	47,987	-
Contracts payable	-	77,646	-	77,646	-
Due to other funds	-	-	-	-	434,003
Compensated absences payable - current	49,920	43,850	-	93,770	-
Bonds payable - current	-	621,000	-	621,000	-
Other postemployment benefits payable	165,533	126,735	-	292,268	-
Total Current Liabilities	319,108	1,009,855	-	1,328,963	821,363
Noncurrent Liabilities					
Compensated absences payable	72,915	85,378	-	158,293	-
Net pension liability	269,463	324,946	-	594,409	-
Bonds payable	-	4,284,947	-	4,284,947	-
Other postemployment benefits payable	3,112,715	2,383,144	-	5,495,859	-
Total Noncurrent Liabilities	3,455,093	7,078,415	-	10,533,508	-
Total Liabilities	3,774,201	8,088,270	-	11,862,471	821,363
Deferred Inflows of Resources					
Deferred pension resources	176,920	213,349	-	390,269	-
Deferred other postemployment benefits	770,868	590,189	-	1,361,057	-
Total Deferred Inflows of Resources	947,788	803,538	-	1,751,326	-
Net Position					
Net investment in capital assets	1,934,085	28,831,119	-	30,765,204	-
Unrestricted	2,903,500	1,065,491	38,286	4,007,277	(460,969)
Total Net Position	$ 4,837,585	$ 29,896,610	$ 38,286	$ 34,772,481	$ (460,969)

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

City of Hibbing, Minnesota
Statement of Revenues, Expenses and
Changes in Net Position
Proprietary Funds
For the Year Ended December 31, 2025

	Business-type Activities - Enterprise Funds				Governmental Activities Internal Service Fund
	603	**602**	**605**		**805**
	Garbage and Refuse Collection	Sewer Operating and Maintenance	Non-major Memorial Building Concessions	Total	Insurance
Operating Revenues					
Charges for services	$ 3,062,186	$ 4,183,713	$ 4,615	$ 7,250,514	$ 4,765,438
Miscellaneous	2,571	34,641	-	37,212	-
Total Operating Revenues	3,064,757	4,218,354	4,615	7,287,726	4,765,438
Operating Expenses					
Personnel services	1,631,391	1,777,780	-	3,409,171	-
OPEB expense	51,729	69,181	-	120,910	-
Contractual services	1,262,319	73,439	-	1,335,758	-
Utilities	96,494	267,633	-	364,127	-
Repairs and maintenance	10,597	100,904	-	111,501	-
Other supplies and expense	141,465	358,431	-	499,896	-
Insurance claims and expense	48,131	54,412	-	102,543	5,226,407
Depreciation	352,099	1,736,701	-	2,088,800	-
Miscellaneous	7,746	97,769	-	105,515	-
Total Operating Expenses	3,601,971	4,536,250	-	8,138,221	5,226,407
Operating Income (Loss)	(537,214)	(317,896)	4,615	(850,495)	(460,969)
Nonoperating Revenues (Expenses)					
Investment earnings	251,717	166,477	1,403	419,597	-
Gain on sale of capital assets	25,074	96,841	-	121,915	-
Interest expense and other	-	(120,955)	-	(120,955)	-
Total Nonoperating Revenues (Expenses)	276,791	142,363	1,403	420,557	-
Change in Net Position	(260,423)	(175,533)	6,018	(429,938)	(460,969)
Net Position - January 1	5,098,008	30,072,143	32,268	35,202,419	-
Net Position, December 31	$ 4,837,585	$ 29,896,610	$ 38,286	$ 34,772,481	$ (460,969)

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

City of Hibbing, Minnesota
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2025

	Business-type Activities - Enterprise Funds				Governmental Activities Internal Service Fund
	603	**602**	**605**		**805**
	Garbage and Refuse Collection	Sewer Operating and Maintenance	Non-major Memorial Building Concessions	Total	Insurance
Cash Flows from Operating Activities					
Receipts from customers and users	$ 3,320,738	$ 4,589,775	$ 6,423	$ 7,916,936	$ 4,765,438
Payments to suppliers	(1,558,710)	(1,001,427)	(412)	(2,560,549)	-
Payments to employees	(1,053,720)	(1,165,957)	-	(2,219,677)	-
Payments for health insurance premiums and related expenses	-	-	-	-	(5,119,957)
Net Cash Provided (Used) by Operating Activities	708,308	2,422,391	6,011	3,136,710	(354,519)
Cash Flows from Noncapital Financing Activities					
Receipts on due to other funds	-	-	-	-	434,003
Cash Flows from Capital and Related Financing Activities					
Acquisition of capital assets	(714,039)	(2,223,002)	-	(2,937,041)	-
Proceeds from sales of capital assets	25,074	96,841	-	121,915	-
Principal paid on long-term debt	-	(720,000)	-	(720,000)	-
Interest paid on long-term debt	-	(149,179)	-	(149,179)	-
Net Cash Used by Capital and Related Financing Activities	(688,965)	(2,995,340)	-	(3,684,305)	-
Cash Flows from Investing Activities					
Investment income received	251,717	166,477	1,403	419,597	-
Net Increase (Decrease) in Cash and Cash Equivalents	271,060	(406,472)	7,414	(127,998)	79,484
Cash and Cash Equivalents, January 1	6,180,824	4,378,232	30,872	10,589,928	(79,484)
Cash and Cash Equivalents, December 31	$ 6,451,884	$ 3,971,760	$ 38,286	$ 10,461,930	$ -
Reconciliation of Cash and Cash Equivalents to the Statement of Net Position					
Cash and temporary investments	$ 5,491,884	$ 3,011,760	$ 38,286	8,541,930	$ -
Designated cash - other post employment benefits	960,000	960,000	-	1,920,000	-
Statement of Net Position Cash and Cash Equivalents	$ 6,451,884	$ 3,971,760	$ 38,286	$ 10,461,930	$ -
Reconciliation of Operating Income to Net Cash Provided by Operating Activities					
Operating income	$ (537,214)	$ (317,896)	$ 4,615	$ (850,495)	$ (460,969)
Adjustments to reconcile operating income to net cash provided by operating activities					
Depreciation	352,099	1,736,701	-	2,088,800	-
(Increase) decrease in assets					
Accounts receivable	768	6,153	1,808	8,729	(280,085)
Special assessments receivable	5,679	(4,433)	-	1,246	-
Prepaid items	-	-	-	-	(825)
Due from other governments	139	29,941	-	30,080	-
Due from component units	249,534	339,760	-	589,294	-
Increase (Decrease) in deferred outflows					
Deferred pension resources	(9,972)	(9,535)	-	(19,507)	-
Deferred other postemployment benefits resources	67,126	(19,388)	-	47,738	-
Increase (decrease) in liabilities					
Accounts and other payables	9,298	(49,433)	(412)	(40,547)	387,360
Due to other governments	(1,395)	594	-	(801)	-
Accrued salaries payable	(4,076)	5,894	-	1,818	-
Compensated absences payable	(24,212)	(17,018)	-	(41,230)	-
Net pension liability	2,996	(8,820)	-	(5,824)	-
Other postemployment benefits payable	269,062	454,760	-	723,822	-
Increase in deferred inflows					
Deferred pension resources	(8,262)	(18,590)	-	(26,852)	-
Deferred other postemployment benefit resources	336,738	293,701	-	630,439	-
Net Cash Provided by Operating Activities	$ 708,308	$ 2,422,391	$ 6,011	$ 3,136,710	$ (354,519)

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

Note 1: Summary of Significant Accounting Policies

A. Reporting Entity

The City of Hibbing (the City) was incorporated on August 15, 1893. The City has operated as a statutory city under the standard plan. Under the standard plan, voters elect a mayor, clerk-treasurer, and five councilors. Pursuant to statutory authorization, the City has combined the duties of treasurer and clerk into one position.

In December 2016, the City council adopted a resolution approving special legislation that allowed for moving from a Standard Plan of government to an Optional Plan A form of government and modification of the ward system from five wards to four. This change was effective January 1, 2019. At that time, the City had an Appointed City Clerk/Treasurer, an Elected Mayor, Elected Council for each of the four Wards, and two Elected At-Large Councilors.

In December 2022, the city council approved revising the Clerk/Treasurer and Senior Executive Assistant job descriptions which split the appointed Clerk/Treasurer position into two separate positions, City Clerk/Deputy Administrator and Finance Director/Treasurer.

The City has considered all potential units for which it is financially accountable, and other organizations for which the nature and significance of their relationship with the City are such that exclusion would cause the City's financial statements to be misleading or incomplete. The Governmental Accounting Standards Board (GASB) has set forth criteria to be considered in determining financial accountability. These criteria include appointing a voting majority of an organization's governing body, and (1) the ability of the primary government to impose its will on that organization or (2) the potential for the organization to provide specific benefits to or impose specific financial burdens on the primary government. Included in the City's reporting entity, based upon the application of these criteria, are the following discretely presented component units. The discretely presented component units are reported in separate columns in the government-wide financial statements.

Discretely Presented Component Units. The Economic Development Authority (EDA) of the City was created pursuant to Minnesota statutes 469.090 through 469.108. The EDA is a legally separate entity whose sole purpose is to assume primary responsibility for development activities with the city. The EDA does not prepare separate financial statements. The Public Utilities Commission (PUC) was created to provide water, electric power, natural gas and steam services to the City. The PUC issues complete financial statements and may be obtained from Hibbing Public Utilities Commission, 19th Street and East 6th Avenue, Hibbing, Minnesota 55746.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. *Governmental 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. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses 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 or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues.*

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

Note 1: Summary of Significant Accounting Policies (Continued)

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 financial statements. Revenues 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 in the year for which they are levied. Grants and similar items are recognized as revenue 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 City 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 City.

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the year in which the resources are measurable and become available.

Non-exchange transactions, in which the City receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the year for which the tax is levied. Revenue from grants, entitlements and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Grants and entitlements received before eligibility requirements are met are also recorded as unearned revenue.

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

The City reports the following major governmental funds:

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

The *Other Post-Employment Benefits Debt Service fund* is used to account for all financial resources relating to the other post-employment benefits for retired employees.

The *Capital Equipment and Improvement fund* accounts for costs associated with the City's capital equipment and improvement projects.

Note 1: Summary of Significant Accounting Policies (Continued)

The *Permanent Improvement fund* accounts for costs associated with the City's capital improvement projects.

The *Public Safety Building fund* accounts for costs associated with the City's public safety improvement projects.

The City reports the following major proprietary funds:

The *Garbage and Refuse Collection fund* accounts for costs associated with the City's solid waste system and ensure that user charges are sufficient to pay for those costs.

The *Sewer Operating and Maintenance fund* accounts for costs associated with the City's wastewater system and ensure that user charges are sufficient to pay for those costs.

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

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* 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 City's enterprise funds are charges to customers for sales and services. The City also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position/Fund Balance

Deposits and Investments

The City's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition. The proprietary funds' portion in the government-wide cash and temporary investments pool is considered to be cash and cash equivalents for purposes of the Statements of Cash Flows.

The PUC's cash includes amounts on hand as well as in demand deposit and savings accounts.

The City's funds are combined (pooled) and invested to the extent available in various investments authorized by Minnesota statutes. This pool of the City functions essentially as a demand account for all participating funds. Each fund's portion of this pool is displayed on the financial statements as "cash and cash equivalents". Several funds and the component unit hold cash and investments separate from the cash and investment pool.

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The City's recurring fair value measurements are listed in detail on page 61 and are valued using quoted market prices (Level 1 inputs) and matrix pricing models (Level 2 inputs).

The City may invest idle funds as authorized by Minnesota statutes, as follows:

1. Direct obligations or obligations guaranteed by the United States or its agencies.

Note 1: Summary of Significant Accounting Policies (Continued)

2. Shares of investment companies registered under the Federal Investment Company Act of 1940 and received the highest credit rating, rated in one of the two highest rating categories by a statistical rating agency, and have a final maturity of thirteen months or less.

3. General obligations of a state or local government with taxing powers rated “A” or better; revenue obligations rated “AA” or better.

4. General obligations of the Minnesota Housing Finance Agency rated “A” or better.

5. Obligation of a school district with an original maturity not exceeding 13 months and (i) rated in the highest category by a national bond rating service or (ii) enrolled in the credit enhancement program pursuant to statute section 126C.55.

6. Bankers’ acceptances of United States banks eligible for purchase by the Federal Reserve System.

7. Commercial paper issued by United States banks corporations or their Canadian subsidiaries, of highest quality category by at least two nationally recognized rating agencies, and maturing in 270 days or less.

8. Repurchase or reverse repurchase agreements and securities lending agreements with financial institutions qualified as a “depository” by the government entity, with banks that are members of the Federal Reserve System with capitalization exceeding $10,000,000, a primary reporting dealer in U.S. government securities to the Federal Reserve Bank of New York, or certain Minnesota securities broker-dealers.

9. Guaranteed Investment Contracts (GIC’s) issued or guaranteed by a United States commercial bank, a domestic branch of a foreign bank, a United States insurance company, or its Canadian subsidiary, whose similar debt obligations were rated in one of the top two rating categories by a nationally recognized rating agency.

Investment Policy

The City’s investment policy incorporates Minnesota statutes as described above which reduces the City’s exposure to credit, custodial credit and interest rate risks. Specific risk information for the City is as follows:

- *Credit Risk*. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Ratings are provided by various credit rating agencies and where applicable, indicate associated credit risk. Minnesota statutes and the City’s investment policy limit the City’s investments to the list on page 52 of the notes. The PUC does not have a policy that specifically addresses credit risk.

- *Custodial Credit Risk.* The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. The City's formal deposit policy for custodial credit risk requires deposits to be insured by FDIC insurance or collateralized. The City's formal investment policy requires brokers to have Securities Investor Protector Insurance (SIPC) and excess SIPC coverage. As of December 31, 2025, the PUC did not have any investments exposed to custodial risk. The PUC 's investment policy requires that an investment must be held by the PUC or its agent in the PUC 's name and comply with Minnesota Statutes.

- *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 has a formal investment policy for credit risk or concentration of credit risk. State statutes authorize the City to invest in qualified repurchase agreements, obligations of the U.S. government, obligations of the State of Minnesota or its municipalities, shares of certain investment companies, banker's acceptance notes, commercial paper and guaranteed investment contracts. The City places no limit on the amount the City may invest in any one issuer. The PUC did not hold any investments subject to credit risk as of December 31, 2025.

Note 1: Summary of Significant Accounting Policies (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 formal investment policy structures the investment portfolio so that maturing investments meet the City's cash requirements for ongoing operations. The PUC follows State Statutes for its policy.

The Minnesota Municipal Money Market Fund is regulated by Minnesota statutes and the Board of Directors of the League of Minnesota Cities and is an external investment pool not registered with the Securities Exchange Commission (SEC) that follows the regulatory rules of the SEC. In accordance with GASB Statement No. 79, the City's investment in this pool is valued at amortized cost, which approximates fair value. There are no restrictions or limitations on withdrawals from the 4M Liquid Asset Fund. Investments in the 4M Plus must be deposited for a minimum of 14 calendar days. Withdrawals prior to the 14-day restriction period will be subject to a penalty equal to seven days interest on the amount withdrawn. Seven days' notice of redemption is required for withdrawals of investments in the 4M Term Series withdrawn prior to the maturity date of that series. A penalty could be assessed as necessary to recoup the Series for any charges, losses, and other costs attributable to the early redemption. Financial statements of the 4M Fund can be obtained by contacting the League of Minnesota Cities Finance Department at 145 University Avenue West, St. Paul, Minnesota, 55103-2044 or call (651) 281-1200.

Designated Cash and Cash Equivalents and Designated Investments

The City's business type activities have designated cash balances totaling $1,920,000 at December 31, 2025 ($960,000 in the garbage and refuse collection fund and sewer operating and maintenance fund, respectively) to cover future OPEB liability costs. The $1,800,000 in assets are to remain designated except in years when the business type funds have insufficient undesignated cash resources. Only with negative undesignated cash at year end may monies be transferred from the OPEB Designated Assets accounts. In a year where a transfer of monies is required, that transfer may not exceed that same calendar year's total net cash payments on the business type fund retiree health insurance premiums paid by the City. In subsequent years should the business type funds have any surplus of undesignated cash, the surplus will be transferred back into the OPEB Designated Assets to replenish the account back to the initial amount ($960,000 respectively) or additional amounts if desired by the Council. Such transfer of excess funds in subsequent years will be mandatory for up to four consecutive years as needed to meet the $960,000 level, and then be discontinued until such time as there again is a deficit in the undesignated cash at year end.

The OPEB Debt Service fund has designated cash and investments totaling $6,118,997.

Restricted Assets

Certain proceeds of the PUC general obligation revenue bonds, as well as certain resources set aside for their repayment are classified as restricted assets on the statement of net position because their use is limited by statute and applicable bond covenants. The bond reserve account is used to segregate resources accumulated for future debt service payments.

The PUC also holds cash that is restricted for the following specific uses:

- Customer deposits - Refundable deposits paid by customers at inception of service.
- Fuel assistance recipients - Amounts received from a third party that are to be applied against utility bills for qualifying low income utility users.

Third parties also hold assets in escrow accounts on the PUC's behalf in conjunction with debt issues, as discussed in Note 3F.

Note 1: Summary of Significant Accounting Policies (Continued)

Property Taxes

The property tax calendar in Minnesota follows the calendar year. Property tax levies are certified to the county auditor in December of each year for collection from taxpayers in May and October of the following calendar year. In Minnesota, counties act as collection agents for all property taxes. The county spreads all levies over taxable property. Property taxes become a lien on the property the following January 1. The county generally remits taxes to the City at periodic intervals as they are collected. A portion of property taxes levied is paid by the State of Minnesota through various tax credits, which are included in revenue from state sources (intergovernmental) in the financial statements.

Revenues are accrued and recognized in the government-wide financial statements in the current period. In the fund financial statements, taxes that remain unpaid at December 31 are classified as delinquent taxes and offset by a deferred inflow of resources in the governmental fund financial statements.

Accounts Receivable

Accounts receivable include amounts billed for services provided before year end and are reported net of allowance for uncollectible, which are established based on current collection experience.

The PUC's receivables are comprised of amounts due from customers, and other receivables which represent amounts due from transactions incurred in the normal course of operations. Unbilled utility enterprise fund receivables are also included for services provided in 2025. The PUC has an allowance for doubtful accounts of $58,000 at December 31, 2025.

Special Assessments

Special assessments are levied against the benefited properties for the assessable costs of special assessment improvement projects in accordance with state statutes. The City usually adopts the assessment rolls when the individual projects are complete or substantially complete. The assessments are collectible over a period of one to twenty years, depending on the type of assessment. Annual installments (including interest) for special assessments are collected by the County in the same manner as property taxes. Property owners are allowed to prepay total future installments without interest or prepayment penalties to the City.

The City recognized special assessment revenue in the government-wide financial statements when the assessment rolls are levied. In the fund financial statements, the City recognizes special assessment revenue when it becomes both measurable and available. Current assessments, which remain unpaid at December 31, are classified as delinquent receivables and, together with deferred assessments, are offset by a deferred inflow of resources in the fund financial statements.

Interfund 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 either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported 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.

Note 1: Summary of Significant Accounting Policies (Continued)

Lease Receivable

The City's lease receivable is measured at the present value of lease payments expected to be received during the lease term.

A deferred inflow of resources is recorded for the lease. The deferred inflow of resources is recorded at the initiation of the lease in an amount equal to the initial recording of the lease receivable. The deferred inflow of resources is amortized on a straight-line basis over the term of the lease.

Inventories

All inventories are stated at the lower of cost or market on the first-in, first-out (FIFO) method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased. The PUC Component Unit's inventories consist of parts, which are valued at weighted average cost and fuel and bulk supplies, which are valued at cost, on a first-in, first-out (FIFO) basis.

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

Capital Assets

Capital assets, which include land, artwork, intangible-easements, buildings, improvements, equipment, machinery, furniture, construction in progress, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and in the proprietary fund financial statements.

Capital assets are capitalized at historical cost, or estimated historical cost, for assets where actual historical cost is not available. Donated assets are recorded as capital assets at their acquisition value at the date of donation. The City maintains a threshold level of $5,000 or more for capitalizing all capital assets. The City uses the modified approach for reporting gravel road capital assets. The cost of normal maintenance and repairs, such as annual City paving costs from state aid maintenance projects, that do not add to the value of the asset or materially extend asset lives, are not capitalized.

Capital assets are depreciated using the straight-line method over their estimated useful lives. When assets are no longer needed by the City, such assets are either disposed of, if it is determined there is no value, or sold for an immaterial amount. Useful lives vary from 20 to 40 years for improvements and buildings, 20 to 40 years for infrastructure, and 5 to 10 years for machinery, equipment and vehicles. Capital assets not being depreciated include land, artwork, intangible-easements, construction in progress, and gravel roads.

The City elects to use the modified approach as defined by GASB Statement No. 34 for infrastructure reporting of its gravel roads. The City commissioned a physical condition assessment of its gravel roads in 2023. This condition assessment will be performed at least every three years. The study assists the City by providing current inspection data used to evaluate current road conditions. This helps to maintain a City-defined desirable level of road performance while optimizing the expenditure of limited fiscal resources. The entire gravel road network within the City is composed of approximately 65 miles of gravel road.

Note 1: Summary of Significant Accounting Policies (Continued)

A visual inspection of all gravel roads was conducted to assess the existing condition of each of the individual gravel roads. Upon completion of the inspection, a level based on the condition is assessed to each gravel road based on the following criteria:

Condition	Criteria	Level
Poor	Road may have extreme potholes, standing or running water, soft spots, travel speeds below 5 mph or the road may be impassible.	1
Fair	Roads may have some potholes or puddles, minor soft spots, travel speeds up to 30 mph.	2
Good	Roads are in generally good condition, graded, travel speeds up to 45 mph.	3
Excellent	Roads are graded, dust control applied, travel speeds up to legal speed limit.	4

Except in the condition of an extreme weather condition, rain storm, or flooded condition, the City of Hibbing will maintain gravel roads at a condition of Level 3. As of December 31, 2025, the City's gravel roads all rated at a Level 3.

The PUC adopted a formal capitalization policy effective for 2010, which was revised in 2018 to increase the capitalization threshold to $10,000.

Deferred Outflows of Resources

In addition to assets, the statement of net position 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 assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has two items which qualify for reporting in this category. Accordingly, the items, deferred pension resources and deferred other postemployment benefit resources, are reported only in the statement of net position. These items result from actuarial calculations and current year pension contributions and OPEB contributions made subsequent to the measurement dates. The PUC has one additional item which qualifies for reporting in this category, the deferred LEA resources.

Compensated Absences

City employees earn vacation and sick leave based on years of service and union and employment contracts. Limited vacation time may be carried over annually. All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. Sick pay is accrued when expected to be used during the employees service life or paid upon termination. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. The General fund is typically used to liquidate governmental compensated absences.

Employees of the PUC may accumulate up to 180 days of sick leave. After ten years of service and upon termination of employment, employees are paid one-half of their unused accumulated sick leave. The remaining sick leave is available to employees only in the event of illness related absences.

Employees of the PUC may also accrue vacation pay up to a maximum of 31 working days per year based on length of employment. A maximum of ten unused vacation days may be carried past the employee's anniversary date. No payments are given in lieu of vacation time.

Note 1: Summary of Significant Accounting Policies (Continued)

Long-term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, 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 position. The recognition of bond premiums and discounts are amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as an expense in the period incurred.

In the fund financial statements, governmental fund types recognized bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Bond issuance costs are reported as an expense in the period incurred.

Postemployment Benefits Other Than Pensions

Under Minnesota statue 471.61, subdivision 2b., public employers must allow retirees and their dependents to continue coverage indefinitely in an employer-sponsored health care plan, under the following conditions: 1) Retirees must be receiving (or eligible to receive) an annuity from a Minnesota public pension plan, 2) Coverage must continue in a group plan until age 65, and retirees must pay no more than the group premium, and 3) Retirees may obtain dependent coverage immediately before retirement. The liability was actuarially determined, in accordance with GASB 75, at January 1, 2025. The General fund and the OPEB debt service fund as needed are typically used to liquidate governmental other postemployment benefits payable.

Pensions

For purposes of measuring the net pension liability, deferred outflows/inflows of resources, and pension expense, information about the fiduciary net position of the Public Employees Retirement Association (PERA) and additions to/deductions from PERA's fiduciary net position have been determined on the same basis as they are reported by PERA except that PERA's fiscal year end is June 30. For this purpose, plan contributions are recognized as of employer payroll paid dates and benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. The General fund is typically used to liquidate the governmental net pension liability.

For purposes of measuring the net pension asset, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the defined benefit plan administered by the Hibbing Fire Department Relief Association and additions to and deductions from the plan's fiduciary net position have been determined on the same basis as they are reported by the plan. Investments are reported at fair value. The General fund is typically used to liquidate the governmental net pension asset.

The total pension expense for the General Employee Plan (GERP), Police and Fire Plan (PEPFP), DCP and the Hibbing Fire Relief Association (FRA) is as follows:

	GERP	PEPFP	PEDCP	FRA	Total
City's proportionate share	$ (83,144)	$ 1,049,678	$ 1,140	$ (150,154)	$ 817,519
Proportionate share of State's contribution	(8,010)	66,192	-	-	58,182
	$ (91,154)	$ 1,115,870	$ 1,140	$ (150,154)	$ 875,701

Note 1: Summary of Significant Accounting Policies (Continued)

Deferred Inflows of Resources

In addition to liabilities, the statement of net position and fund 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 assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

The City has one type of item, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, *unavailable revenue,* is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from three sources: delinquent taxes, special assessments and intergovernmental receivables. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

Furthermore, the City and PUC have additional items which qualify for reporting in this category on the statement of net position. The items, deferred pension resources and deferred other postemployment benefit resources, are reported only in the statement of net position and results from actuarial calculations involving net differences between projected and actual earnings on plan investments and changes in proportions.

The City and the EDA have one type of item, which arises under a modified accrual and full accrual basis of accounting and is reported on the statement of net position and government funds balance sheet. The item, *deferred lease resources,* arise from the present value of the related lease receivables.

Fund Balance

In the fund financial statements, fund balance is divided into five classifications based primarily on the extent to which the City is bound to observe constraints imposed upon the use of resources reported in the governmental funds. These classifications are defined as follows:

Nonspendable - Amounts that cannot be spent because they are not in spendable form, such as prepaid items.

Restricted - Amounts related to externally imposed constraints established by creditors, grantors or contributors; or constraints imposed by state statutory provisions.

Committed - Amounts constrained for specific purposes that are internally imposed by formal action (resolution) of the City Council, which is the City's highest level of decision-making authority. Committed amounts cannot be used for any other purpose unless the City Council modifies or rescinds the commitment by resolution.

Assigned - Amounts constrained for specific purposes that are internally imposed. In governmental funds other than the General fund, assigned fund balance represents all remaining amounts that are not classified as nonspendable and are neither restricted nor committed. In the General fund, assigned amounts represent intended uses established by the City Council itself or by an official to which the governing body delegates the authority. The City Council has adopted a fund balance policy which delegates the authority to assign amounts for specific purposes to the City Administrator and Finance Director.

Unassigned - The residual classification for the General fund and also negative residual amounts in other funds.

The City considers restricted amounts to be spent first when both restricted and unrestricted fund balance is available. Additionally, the City would first use committed, then assigned, and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

The City has formally adopted a fund balance policy for the General fund. The City's policy is to maintain a minimum unrestricted fund balance of 50 to 65 percent of the following year's budgeted expenditures and transfers out.

Note 1: Summary of Significant Accounting Policies (Continued)

Net Position

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. Net position is displayed in three components:

a. Net investment in capital assets - Consists of capital assets, net of accumulated depreciation reduced by any outstanding debt attributable to acquire capital assets.

b. Restricted net position - Consists of net position balances restricted when there are limitations imposed on their use through external restrictions imposed by creditors, grantors, laws or regulations of other governments.

c. Unrestricted net position - All other net position balances that do not meet the definition of “restricted” or “net investment in capital assets”.

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

Note 2: Stewardship, Compliance and Accountability

A. Budgetary Information

The City Administrator prepares a proposed budget for the City's funds on the same basis as the fund financial statements. The City Council adopts an annual budget for the fiscal year for the General Fund and Library Special Revenue Fund.

Legal budgetary control is at the fund account level; management control is exercised at line-item levels. Budget appropriations lapse at year end, if unexpended.

Budgeted amounts are as originally adopted or as amended by the City Council. Budget amendments decreased General fund expected revenues and expenditures.

B. Deficit Fund Equity

As of December 31, 2025, the following funds reported deficit fund equity:

Fund	Amount
Nonmajor capital project	
Memorial Building	$ 167,744
Downtown Capital Project	$ -

The deficit/s are expected to be eliminated with future revenues related to future tax collections and transfers from other funds.

Note 2: Stewardship, Compliance and Accountability (Continued)

C. Excess of Expenditures Over Appropriations

For the year ended December 31, 2025 expenditures exceeded appropriations in the following fund.

Fund	Budget	Actual	Excess of Expenditures Over Appropriations
Nonmajor special revenue			
Library	$ 1,027,803	$ 1,044,263	$ 16,460

The excess expenditures were attributed to increased tools and maintenance expenditures.

Note 3: Detailed Notes on All Funds

A. Deposits and Investments

Deposits

Custodial credit risk for deposits and investments is the risk that in the event of a bank failure, the City's deposits and investments may not be returned or the City will not be able to recover collateral securities in the possession of an outside party. In accordance with Minnesota statutes and as authorized by the City Council, the City maintains deposits at those depository banks, all of which are members of the Federal Reserve System. The PUC's deposit policy for custodial credit risk requires compliance with provisions of state law.

Minnesota statutes require that all City and PUC deposits be protected by insurance, surety bond or collateral. The market value of collateral pledged must equal 110 percent of the deposits not covered by insurance or bonds, which the exception of irrevocable standby letters of credit issued by Federal Home Loan Banks as this type of collateral only requires collateral pledged equal to 100 percent of the deposits not covered by insurance or bonds.

Minnesota statutes require that all City and PUC deposits be protected by insurance, surety bond or collateral. The market value of collateral pledged must equal 110 percent of the deposits not covered by insurance or bonds, which the exception of irrevocable standby letters of credit issued by Federal Home Loan Banks as this type of collateral only requires collateral pledged equal to 100 percent of the deposits not covered by insurance or bonds.

Authorized collateral in lieu of a corporate surety bond includes:

- United States government Treasury bills, Treasury notes, Treasury bonds;
- Issues of United States government agencies and instrumentalities as quoted by a recognized industry quotation service available to the government entity;
- General obligation securities of any state or local government with taxing powers which is rated "A" or better by a national bond rating service, or revenue obligation securities of any state or local government with taxing powers which is rated "AA" or better by a national bond rating service;
- General obligation securities of a local government with taxing powers may be pledged as collateral against funds deposited by that same local government entity;
- Irrevocable standby letters of credit issued by Federal Home Loan Banks to a municipality accompanied by written evidence that the bank's public debt is rated "AA" or better by Moody's Investors Service, Inc., or Standard & Poor's Corporation; and

Note 3: Detailed Notes on All Funds (Continued)

- Time deposits that are fully insured by any federal agency.

Minnesota statutes require that all collateral shall be placed in safekeeping in a restricted account at a Federal Reserve Bank, or in an account at a trust department of a commercial bank or other financial institution that is not owned or controlled by the financial institution furnishing the collateral. The selection should be approved by the City.

At year end, the City's carrying amount of deposits was $1,391,848 and the bank balance was $821,192. The entire bank balance was covered by federal depository insurance.

At year end, the EDA's carrying amount of deposits was $204,625 and the bank balance was $204,625. The entire bank balance was covered by federal depository insurance.

At December 31, 2025, the carrying amount of the PUC's deposits was $4,776,218 and the bank balance was $7,405,119. At year end, the PUC's bank balances were fully covered by depository insurance or by collateral held in the PUC 's name by the pledging financial institutions' correspondent banks.

Investments

At year end, the City's investment balances were as follows:

Types of Investments	Credit Quality/ Ratings (1)	Segmented Time Distribution (2)	Amount	Fair Value Measurement Using		
				Level 1	Level 2	Level 3
Pooled Investments at Amortized Costs						
4M Money Market Mutual Fund	N/A	less than 1 year	$ 19,478,694	$ -	$ -	$ -
Broker Money Market	N/A	less than 1 year	7,440	-	-	-
LTD - OPEB	N/A	less than 1 year	286,011	-	-	-
Ehlers Investment Partners	N/A	less than 1 year	14,392,601	-	-	-
Non-pooled Investments						
Commercial Paper	AAA	less than 1 year	14,839,316	-	14,839,316	-
Brokered Certificates of Deposit	N/A	less than 1 year	2,295,800	-	2,295,800	-
Brokered Certificates of Deposit	N/A	1 to 5 years	905,100	-	905,100	-
Negotiable Certificates of Deposit	N/A	less than 1 year	1,229,199	-	1,229,199	-
Negotiable Certificates of Deposit	N/A	1 to 5 years	5,392,093	-	5,392,093	-
U.S. Government Bonds FNMA/FHLMC	AAA	less than 1 year	3,060,135	3,060,135	-	-
U.S. Government Bonds FNMA/FHLMC	AAA	1 to 5 years	1,418,492	1,418,492	-	-
U.S. Government Securities	AAA	less than 1 year	4,002,988	4,002,988	-	-
U.S. Government Securities	AAA	1 to 5 years	5,064,589	5,064,589	-	-
Total Investments			$ 72,372,458	$ 13,546,204	$ 24,661,508	$ -

The EDA investments are pooled with the primary government.

Note 3: Detailed Notes on All Funds (Continued)

At year end, the PUC's investment balances were as follows:

Types of Investments	Credit Quality/ Ratings (1)	Segmented Time Distribution (2)	Amount	Fair Value Measurement Using Level 1	Level 2	Level 3
Pooled Investments at Amortized Costs						
4M Money Market Mutual Fund	N/A	less than 6 months	$ 15,728,206	$ -	$ -	$ -

(1) Ratings are provided by Moody's and Standard & Poors where applicable to indicate associated credit risk.
(2) Interest rate risk is disclosed using the segmented time distribution method.
N/A Indicates not applicable or available.

A reconciliation of cash and temporary investments as shown on the Statement of Net Position for the City follows:

	Primary Government	Component Units EDA	Component Units PUC	Total
Carrying amount of deposits	$ 1,391,848	$ 204,625	$ 4,776,218	$ 6,372,691
Investments	69,244,793	3,127,665	15,728,206	88,100,664
Total	$ 70,636,641	$ 3,332,290	$ 20,504,424	$ 94,473,355
Statement of Net Position				
Cash and temporary investments	$ 58,655,988	$ 3,332,290	$ 3,971,939	$ 65,960,217
Designated cash				
- other postemployment benefits	8,038,997	-	250,000	8,288,997
Investments	-	-	15,086,906	15,086,906
Designated investments				
- other postemployment benefits	3,941,656	-	-	3,941,656
Restricted cash and temporary investments				
Cash held for fuel assistance recipients	-	-	75,978	75,978
Cash held for customer deposits	-	-	478,301	478,301
Bond reserve account	-	-	641,300	641,300
Total	$ 70,636,641	$ 3,332,290	$ 20,504,424	$ 94,473,355

B. Lease Receivable

Primary Government

As of December 31, 2025, the City had the following lease receivables:

Description	Issue Date	Maturity Date	Discount Rate	Current Year Inflow of Resources	Balance at Year End
MN Towers	01/01/22	12/31/33	2.18%	$ 2,336	$ 18,915
St. Louis County	07/01/23	06/30/28	4.22%	11,782	101,683
Total leases receivable					$ 120,598

Note 3: Detailed Notes on All Funds (Continued)

The City leases tower space to communication companies for the operation and maintenance of communication antennas.

The City leases space within the Memorial Building to the Hibbing Curling Club for recreation activities.

The City leases office space to St. Louis County for assessor services.

Discretely Presented Component Unit – EDA

As of December 31, 2025, the EDA had the following lease receivables:

Description	Issue Date	Maturity Date	Discount Rate	Current Year Inflow of Resources	Balance at Year End
Advanced Machine Guarding Solutions	03/01/22	02/28/26	0.55%	$ 21,008	$ 5,063

The EDA leases space within the 1111 7th Ave East Building to various companies for use as office/manufacturing space.

Discretely Presented Component Unit – PUC

As of December 31, 2025, the PUC had the following lease receivables:

Description	Issue Date	Maturity Date	Discount Rate	Balance at Year End
Water tower space	10/24/23	02/14/28	2.00%	$ 439,674

The PUC recognized $82,014 of lease revenue and $10,418 of interest income during 2025 related to its lessor contracts.

Note 3: Detailed Notes on All Funds (Continued)

C. Capital Assets

Primary Government

The City has elected to use the modified approach as defined by GASB Statement No. 34 for reporting of gravel roads. As a result, no accumulated depreciation or depreciation expense has been recorded for street infrastructure. Additional information of the modified approach is presented in the Notes to Required Supplementary Information section of this report. All other capital assets including other infrastructure systems were reported using the basic approach whereby accumulated depreciation and depreciation expense have been recorded. Capital asset activity for the year ended December 31, 2025 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities				
Capital Assets not Being Depreciated/Amortized				
Land	$ 2,480,279	$ 9,178	$ (411,549)	$ 2,077,908
Intangible - easements	36,400	-	-	36,400
Artwork	2,119,350	-	-	2,119,350
Gravel roads	4,197,271	-	-	4,197,271
Construction in progress	7,144,824	13,405,475	(7,375,776)	13,174,523
Total Capital Assets not Being Depreciated/Amortized	15,978,124	13,414,653	(7,787,325)	21,605,452
Capital Assets Being Depreciated/Amortized				
Infrastructure	46,571,277	1,205,088	-	47,776,365
Building and improvements	31,107,184	8,017,688	(79,412)	39,045,460
Equipment, machinery and furniture	18,921,213	1,835,188	(1,276,284)	19,480,117
Leased Equipment (Intangible Right to Use Asset)	1,480,035	-	-	1,480,035
Total Capital Assets Being Depreciated/Amortized	98,079,709	11,057,964	(1,355,696)	107,781,977
Less Accumulated Depreciation/Amortization				
Infrastructure	(27,918,864)	(1,452,806)	-	(29,371,670)
Building and improvements	(20,740,871)	(658,047)	79,412	(21,319,506)
Equipment, machinery and furniture	(13,060,922)	(1,384,100)	1,276,284	(13,168,738)
Leased Equipment (Intangible Right to Use Asset)	(141,177)	(178,227)	-	(319,404)
Total Accumulated Depreciation/Amortization	(61,861,834)	(3,673,180)	1,355,696	(64,179,318)
Total Capital Assets Being Depreciated/Amortized, Net	36,217,875	7,384,784	-	43,602,659
Governmental Activities Capital Assets, Net	$ 52,195,999	$ 20,799,437	$ (7,787,325)	$ 65,208,111

Note 3: Detailed Notes on All Funds (Continued)

Depreciation expense was charged to functions/programs of the governmental activities as follows:

Governmental Activities	
General Government	$ 135,543
Public Safety	666,330
Public Works, including depreciation of general infrastructure assets	2,149,101
Culture and Recreation	666,029
Housing and Economic Development	2,702
Miscellaneous	53,475
Total Depreciation/Amortization Expense - Governmental Activities	$ 3,673,180

	Beginning Balance	Increases	Decreases	Ending Balance
Business-type Activities				
Capital Assets not Being Depreciated				
Land	$ 423,719	$ -	$ -	$ 423,719
Construction in progress	-	1,144,633	-	1,144,633
Total Capital Assets not Being Depreciated	423,719	1,144,633	-	1,568,352
Capital Assets Being Depreciated				
Infrastructure	21,996,707	71,725	-	22,068,432
Buildings and improvements	33,779,434	224,175	-	34,003,609
Equipment, machinery and furniture	7,486,509	1,330,673	(578,681)	8,238,501
Total Capital Assets Being Depreciated	63,262,650	1,626,573	(578,681)	64,310,542
Less Accumulated Depreciation for				
Infrastructure	(5,807,705)	(544,171)	-	(6,351,876)
Buildings and improvements	(18,053,422)	(806,440)	-	(18,859,862)
Equipment, machinery and furniture	(4,856,590)	(738,189)	578,681	(5,016,098)
Total Accumulated Depreciation	(28,717,717)	(2,088,800)	578,681	(30,227,836)
Total Capital Assets Being Depreciated, Net	34,544,933	(462,227)	-	34,082,706
Business-type Activities Capital Assets, Net	$ 34,968,652	$ 682,406	$ -	$ 35,651,058

Depreciation expense was charged to functions/programs of the business-type activities as follows:

Business-type Activities	
Garbage and Refuse Collection	$ 352,099
Sewer Operating and Maintenance	1,736,701
Total Depreciation Expense - Business-type Activities	$ 2,088,800

Note 3: Detailed Notes on All Funds (Continued)

Discretely Presented Component Unit - EDA

Capital asset activity for the year ended December 31, 2025 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital Assets not Being Depreciated				
Land	$ 157,592	$ 588	$ (26,727)	$ 131,453
Construction in progress	3,500,295	4,716,310	(8,209,725)	6,880
Total Capital Assets not Being Depreciated	3,657,887	4,716,898	(8,236,452)	138,333
Capital Assets Being Depreciated				
Infrastructure	19,699	-	-	19,699
Buildings and improvements	626,319	8,209,725	(626,318)	8,209,726
Total Capital Assets Being Depreciated	646,018	8,209,725	(626,318)	8,229,425
Less Accumulated Depreciation for				
Infrastructure	(9,331)	(691)	-	(10,022)
Buildings and improvements	(90,260)	(15,950)	106,210	-
Total Accumulated Depreciation	(99,591)	(16,641)	106,210	(10,022)
Total Capital Assets Being Depreciated, Net	546,427	8,193,084	(520,108)	8,219,403
Component Unit Activities Capital Assets, Net	$ 4,204,314	$ 8,193,672	$ (546,835)	$ 8,357,736

Note 3: Detailed Notes on All Funds (Continued)

Discretely Presented Component Unit - PUC

Capital asset activity for the year ended December 31, 2025 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital Assets not Being Depreciated				
Land and land rights	$ 562,428	$ -	$ -	$ 562,428
Construction in progress	8,500,209	11,544,030	-	20,044,239
Total Capital Assets not Being Depreciated	9,062,637	11,544,030	-	20,606,667
Capital Assets Being Depreciated				
Intangible Asset	2,764,688	-	-	2,764,688
Land improvements	2,272,059	108,236	-	2,380,295
Building and grounds	11,507,921	4,449,219	-	15,957,140
Production equipment	86,856,071	4,734,220	-	91,590,291
Transmission and distribution system	68,157,631	13,074,532	(474,292)	80,757,871
Equipment, machinery and furniture	4,799,648	742,326	-	5,541,974
Leased assets:				
Vehicles	80,636	-	-	80,636
Substation equipment	892,644	-	-	892,644
Total Capital Assets Being Depreciated	177,331,298	23,108,533	(474,292)	199,965,539
Less accumulated depreciation	(98,089,329)	(5,068,973)	522,297	(102,636,005)
Less accumulated amortization on leased assets	(437,909)	(224,211)	-	(662,120)
Total Capital Assets Being Depreciated, Net	78,804,060	17,815,349	48,005	96,667,414
Component Unit Activities Capital Assets, Net	$ 87,866,697	$ 29,359,379	$ 48,005	$ 117,274,081

D. Intangible Asset - Service Concession Arrangement

The PUC entered into a facility reimbursement agreement with Northern Natural Gas Company that required the PUC to provide funding for the upgrade to natural gas facilities providing services to the PUC. The construction costs for the upgrades were paid for by the PUC but ownership and operation of the facilities will remain with Northern. The project was completed in 2021 for a total cost of $2,764,688. The costs are being amortized over a period of 33 years. As of December 31, 2025 total costs, net of amortization were $2,345,797.

Note 3: Detailed Notes on All Funds (Continued)

D. Interfund Receivables, Payables and Transfers

Interfund Receivables and Payables

Receivable Fund	Payable Fund	Amount
Primary Government	Primary Government	
General	Nonmajor governmental	$ 358,729
General	Internal service fund	434,003
General	Economic Development Authority	31,261
Nonmajor governmental	Nonmajor governmental	1,090,293
Total		$ 1,914,286
Primary Government	Discretely presented component unit	
General	Public Utilities Commission	$ 400
Garbage and Refuse	Public Utilities Commission	232,864
Sewer Operating	Public Utilities Commission	338,625
Total		$ 571,889

The amounts due from the Hibbing Public Utilities Commission relates to garbage and sewer charges collected for the primary government. Loans issued from the General fund and the Nonmajor Governmental funds were issued to fund cash deficits, capital projects, and capital purchases that will be repaid with future grant funds.

Interfund Transfers

The composition of primary government interfund transfers for the year ended December 31, 2025 is as follows:

	Transfers in			
Fund	Capital Equipment and Improvement	Permanent Improvement	Nonmajor Governmental	Total
Transfers Out				
General	$ 1,942,123	$ 60,500	$ 1,239,500	$ 3,242,123
Permanent Improvement	-	-	135,500	135,500
Public safety building	4,964,776	-	1,818	4,966,594
Nonmajor governmental	876,334	-	-	876,334
Total Transfers Out	$ 7,783,233	$ 60,500	$ 1,376,818	$ 9,220,551

The City annually budgets transfers for specific purposes. Annual transfers include (1) eliminate deficit fund balances and help fund operating losses or deficits and (2) allocate general fund balance to separate funds from the Nonmajor Capital fund. Non-budgeted transfers are approved through resolution by the city council to cover capital project costs.

Note 3: Detailed Notes on All Funds (Continued)

E. Long-term Debt

Primary Government

General Obligation (G.O.) Bonds

The City issues G.O. bonds to provide funds for the acquisition and construction of major capital facilities. G.O. bonds have been issued for governmental activities. G.O. bonds are direct obligations and pledge the full faith and credit of the City. G.O. bonds currently outstanding are as follows:

Description	Authorized and Issued	Interest Rate	Issue Date	Maturity Date	Balance at Year End
Governmental Activities					
2018A G.O. Certificates	$ 1,150,000	3.00 - 4.00 %	12/20/18	02/01/29	$ 385,000
2020A G.O. Certificates	1,615,000	1.240	11/24/20	02/01/29	845,000
2020A G.O. Certificates	670,000	1.350	11/24/20	02/01/30	385,000
2022A G.O. Certificates	295,000	3.125	03/28/22	02/01/32	215,000
2022A G.O. Certificates	120,000	3.125	03/28/22	02/01/27	50,000
2024A G.O. Certificates	1,360,000	4.00 - 5.00	03/14/24	02/01/34	1,155,000
2025A G.O. Certificates	19,770,000	3.000	11/05/25	11/01/28	19,770,000
Total General Obligation Bonds					$ 22,805,000

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

Year Ending December 31,	Governmental Activities		
	Principal	Interest	Total
2026	$ 648,000	$ 111,258	$ 759,258
2027	669,000	86,561	755,561
2028	20,430,000	59,849	20,489,849
2029	561,000	32,721	593,721
2030	191,000	16,087	207,087
2031 - 2034	306,000	20,093	326,093
Total	$ 22,805,000	$ 326,569	$ 23,131,569

Financed Purchase Agreement

The City also issues purchase agreements for the purchase of major equipment and other items. These agreements are considered obligations of the primary government and are being repaid as part of each year's budgeted expenditures. Included in the lease purchase obligation is an agreement for the purchase of a TORO mower.

Description	Authorized and Issued	Interest Rate	Issue Date	Maturity Date	Balance at Year End
Lease Purchase Obligation					
TORO Mower	78,075	6.74 %	01/10/22	06/01/26	$ 16,720

Note 3: Detailed Notes on All Funds (Continued)

Annual debt service requirements to maturity for financed purchase agreements are as follows:

Year Ending December 31,	Governmental Activities		
	Principal	Interest	Total
2026	$ 16,720	$ 1,162	$ 17,882

Lease Payable

Lease agreements are summarized as follows:

Description	Amount Issued	Interest Rate	Issue Date	Payment Terms	Payment Amount	Balance at Year End
Catapiller Graders	$ 1,368,875	5.49 %	11/01/24	5 Years	$ 26,022 Monthly	$ 1,077,223

The City has leased equipment through Compudyne at a fixed monthly rate of $1,109 per month and interest rate of 3.24% that began in October of 2022. The City does not anticipate renewal of the lease after the original 36-month term.

The City has leased equipment through Compudyne at a fixed monthly rate of $2,090 per month and interest rate of 2.01% that began in April of 2022. The City does not anticipate renewal of the lease after the original 36-month term.

The City has leased graders through Catapiller at a fixed monthly rate of $26,022 per month and interest rate of 5.49% that began in November of 2024.

Annual debt service requirements to maturity for City lease agreements are as follows:

Year Ending December 31,	Governmental Activities		
	Principal	Interest	Total
2026	$ 259,589	$ 51,485	$ 311,074
2027	274,204	36,802	311,006
2028	289,643	21,293	310,936
2029	253,787	5,269	259,056
Total	$ 1,077,223	$ 114,849	$ 1,192,072

G.O. Revenue Bonds and Notes

The following bonds and notes were issued to finance capital improvements in the enterprise funds. They will be repaid from future revenues pledged from enterprise funds and are backed by the taxing power of the City. Annual revenues from charges for services, principal and interest payments, and percentage of revenue required to cover principal and interest payments are as follows:

	Sewer
Operating Revenues	$ 4,218,354
Principal and Interest	869,179
Percentage of Revenues	485 %

Note 3: Detailed Notes on All Funds (Continued)

Description	Authorized and Issued	Interest Rate	Issue Date	Maturity Date	Balance at Year End
2018A General Obligation Bonds	$ 3,460,000	3.00 - 4.00 %	12/20/18	02/01/39	$ 2,170,000
2020A General Obligation Bonds	610,000	1.91	11/24/20	02/01/32	410,000
2024A General Obligation Bonds	575,000	4.00 - 5.00	03/14/24	02/01/34	525,000
Total G.O. Revenue Bonds					$ 3,105,000

Description	Authorized and Issued	Interest Rate	Issue Date	Maturity Date	Balance at Year End
2012 Sewer Revenue Notes	$ 4,912,830	1.00 %	10/23/12	08/20/31	$ 1,661,954

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

Year Ending December 31,	Business-type Activities Principal	Interest	Total
2026	$ 350,000	$ 104,848	$ 454,848
2027	360,000	92,473	452,473
2028	380,000	79,373	459,373
2029	220,000	69,323	289,323
2030	230,000	61,918	291,918
2031 - 2035	990,000	198,201	1,188,201
2036 - 2039	575,000	47,298	622,298
Total	$ 3,105,000	$ 653,434	$ 3,758,434

Annual debt service requirements to maturity for G.O. revenue notes are as follows:

Year Ending December 31,	Business-type Activities Principal	Interest	Total
2026	$ 271,000	$ 16,620	$ 287,620
2027	273,000	13,910	286,910
2028	276,000	11,180	287,180
2029	279,000	8,420	287,420
2030	282,000	5,630	287,630
2031	280,954	2,807	283,761
Total	$ 1,661,954	$ 58,567	$ 1,720,521

Note 3: Detailed Notes on All Funds (Continued)

Changes in Long-term Liabilities

Long-term liability activity for the year ended December 31, 2025 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
Governmental Activities					
Bonds Payable					
G.O. bonds	$ 3,681,000	$ 19,770,000	$ (646,000)	$ 22,805,000	$ 648,000
Unamortized premium on bonds	234,055	23,724	(36,063)	221,716	-
Total Bonds Payable	3,915,055	19,793,724	(682,063)	23,026,716	648,000
Lease Purchase Obligations	32,354	-	(15,634)	16,720	-
Leases Payable	1,339,069	-	(261,846)	1,077,223	276,309
Compensated Absences Payable	1,868,233	47,254	-	1,915,487	186,450
Governmental Activity Long-term Liabilities	$ 7,154,711	$ 19,840,978	$ (959,543)	$ 26,036,146	$ 1,110,759
Business-type Activities					
Bonds Payable					
G.O. revenue notes	$ 2,041,954	$ -	$ (380,000)	$ 1,661,954	$ 271,000
G.O. revenue bonds	3,445,000	-	(340,000)	3,105,000	350,000
Unamortized discount on bonds	(2,484)	-	352	(2,132)	-
Unamortized premium on bonds	155,056	-	(13,931)	141,125	-
Total Bonds Payable	5,639,526	-	(733,579)	4,905,947	621,000
Compensated Absences Payable	293,293	-	(41,230)	252,063	93,770
Business-type Activity Long-term Liabilities	$ 5,932,819	$ -	$ (774,809)	$ 5,158,010	$ 714,770

*The change in the compensated absences liability is presented as a net change.

Discretely Presented Component Unit - EDA

G.O. Tax Increment Bonds

The following bond was issued for a redevelopment project for the EDA. The additional tax increments resulting from increased tax capacity of the redeveloped properties will be used to retire the related debt:

	Authorized and Issued	Interest Rate	Issue Date	Maturity Date	Balance at Year End
2020B G.O. Tax Increment Refunding Bonds	$ 765,000	4.00 - 5.25 %	11/01/20	11/01/36	$ 580,000

Note 3: Detailed Notes on All Funds (Continued)

Annual debt service requirements to maturity for G.O. tax increment bonds are as follows:

Year Ending December 31,	Economic Development Authority		
	Principal	Interest	Total
2026	$ 50,000	10,010	$ 60,010
2027	50,000	9,460	59,460
2028	50,000	8,823	58,823
2029	55,000	8,061	63,061
2030	50,000	7,225	57,225
2031 - 2035	270,000	20,925	290,925
2036	55,000	619	55,619
Total	$ 580,000	$ 65,123	$ 645,123

Loans Payable

The EDA entered into a loan agreement with the State of Minnesota Department of Iron Range Resources and Rehabilitation on 2/22/2019 in an amount of $600,000 to purchase land and a commercial building in the City of Hibbing that is intended to be leased to a tenant. The loan matures on 2/22/2039, at which the full $600,000 is due. The annual interest rate for this loan is 0% up to the due date and 8% thereafter for any amount not paid. Annual payments are based on collected net operating revenues and vary annually depending on the net operating revenues collected.

The EDA entered into a loan agreement with the State of Minnesota Department of Iron Range Resources and Rehabilitation on 12/22/2024 in an amount of $9,000,000 to purchase land and construct an industrial building in the City of Hibbing that is intended to be leased to a tenant. The loan matures on 12/31/2044, at which the full $9,000,000 is due. The annual interest rate for this loan is 0% up to the due date and 8% thereafter for any amount not paid. Annual payments are based on collected net operating revenues and vary annually depending on the net operating revenues collected.

Description	Authorized and Issued	Interest Rate	Issue Date	Maturity Date	Balance at Year End
IRRRB 2024 Loan	$ 9,000,000	- %	12/22/24	12/31/44	$ 8,455,788

Changes in Long-term Liabilities

Long-term liability activity for the year ended December 31, 2025 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
Discretely Presented Component Unit - EDA					
Bonds Payable					
G.O. tax increment bonds	$ 630,000	$ -	$ (50,000)	$ 580,000	$ 50,000
Loan Payable	2,739,989	6,262,932	(547,133)	8,455,788	-
Discretely Presented Component Unit Long-term Liabilities	$ 3,369,989	$ 6,262,932	$ (597,133)	$ 9,035,788	$ 50,000

Note 3: Detailed Notes on All Funds (Continued)

Discretely Presented Component Unit – PUC

G.O. Revenue Bonds and Notes

The following bonds and notes were issued to finance capital improvements in the PUC. They will be repaid from future revenues pledged from the PUC.

Description	Authorized and Issued	Interest Rate	Issue Year	Maturity Date	Balance at Year End
2023A Public Utilities Revenue Note	$ 9,336,684	2.01	2023	08/20/43	$ 7,302,756
PFA Loan 2 Watermain Improvement	$ 4,880,939	1.91	2024	08/20/44	4,839,000
PFA Loan 3 Watermain Improvement	$ 6,500,000	2.25	2025	08/20/45	6,232,542
2025B Public Utilities Transmission Project	$ 1,659,672	4.66	2025	04/05/48	1,659,672
					$ 20,033,970

Annual debt service requirements to maturity for G.O. revenue bonds and notes are as follows:

Year Ending December 31,	PUC Principal	PUC Interest	PUC Total
2026	$ 755,000	$ 408,083	$ 1,163,083
2027	906,000	474,840	1,380,840
2028	986,235	455,242	1,441,477
2029	1,026,980	432,595	1,459,575
2030	1,046,980	409,379	1,456,359
2031 - 2035	5,536,900	1,684,216	7,221,116
2036 - 2040	6,087,900	1,039,945	7,127,845
2041 - 2045	5,209,900	348,026	5,557,926
2046-2048	156,777	9,914	166,691
Total	$ 21,712,672	$ 5,262,240	$ 26,974,912

The maturity schedule on the previous page includes payments of the authorized loan, of which a portion has not yet been issued. The remaining authorized balance will be issued in the subsequent years.

Note 3: Detailed Notes on All Funds (Continued)

Lease Payable

The Commission entered into two leasing transactions in 2022. The lease related to vehicles has a three year term. The lease related to substation equipment has a six year term. The Commission used a discount rate of 2.9% to value contracts.

Annual debt service requirements to maturity for PUC lease agreements are as follows:

Year Ending December 31,	PUC Principal	PUC Interest	PUC Total
2026	$ 207,161	$ 6,286	$ 213,447
2027	100,437	1,011	101,448
2028	3,562	10	3,572
Total	$ 311,160	$ 7,307	$ 318,467

Changes in Long-term Liabilities

Long-term liability activity for the year ended December 31, 2025, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
Discretely Presented Component Unit - PUC					
Bonds Payable					
G.O. revenue notes	$ 6,508,376	$ 14,122,533	$ (596,939)	$ 20,033,970	$ 755,000
Unamortized discount on notes	(1,282)	-	1,282	-	-
Total Bonds Payable	6,507,094	14,122,533	(595,657)	20,033,970	755,000
Lease Payable	512,406	-	(201,246)	311,160	207,161
Compensated Absences Payable	1,077,137	239,502	(338,415)	978,224	401,319
Discretely Presented Component Unit Long-term Liabilities	$ 8,096,637	$ 14,362,035	$ (1,135,318)	$ 21,323,354	$ 1,363,480

Conduit Debt

The City entered into a joint powers agreement pursuant to Minnesota Statute §471.59 with the City of Buhl. The purpose of the agreement was to help a Minnesota non-profit corporation refinance projects for three facilities used to provide residential services to adults with developmental disabilities in both cities by issuing revenue obligations pursuant to Minnesota Statute §469.152-.165. The City of Buhl is the "issuer", and the City of Hibbing gave "host consent". This agreement shall terminate upon the earlier of: defeasance of the obligations; final maturity and payment of the obligations; or payment in full of the obligations prior to their final maturity.

Note 3: Detailed Notes on All Funds (Continued)

The City issued a hospital equipment revenue note pursuant to Minnesota Statute Sections §469.152 through §469.1655. The purpose of the note is to help a Minnesota nonprofit corporation obtain equipment to install at Fairview Range Medical Center in Hibbing. The non-profit corporation is obligated to repay the note directly to the lender of the note as stated in the loan agreement between the City of Hibbing and the lender. The note does not constitute a charge, lien, or encumbrance upon any property of the City. This agreement shall terminate upon the earlier of: defeasance of the obligations; final maturity and payment of the obligations; or payment in full of the obligations prior to their final maturity.

The City has issued the financial arrangements and instruments noted above to facilitate private sector entities in their refinancing projects as they were deemed to be in the public interest. These bonds and notes are secured by the property financed and are payable solely from revenues derived from the loan agreements. The City is not obligated in any manner for repayment of the bonds or notes, accordingly, they are not reported as a liability in the accompanying financial statements.

The amount payable at December 31, 2025:

Issuer	Amount
City of Buhl (St Francis Health Services)	$ 4,211,792
Minnesota Diversified Industries Project	620,247

Note 3: Detailed Notes on All Funds (Continued)

F. Components of Fund Balance

At December 31, 2025, portions of the City's fund balance are not available for appropriation due to not being in spendable form (Nonspendable), legal restrictions (Restricted), City Council action (Committed), policy and/or intent (Assigned). The following is a summary of the components of fund balance:

	General	Other Post-Employment Benefits	Capital Equipment and Improvement	Permanent Improvement	Public Safety Building	Non-Major Governmental Funds	Total Governmental Funds
Nonspendable for							
Prepaids	$ 62,306	$ -	$ -	$ -	$ -	$ 1,446	$ 63,752
Lease receivable	13,546	-	-	-	-	-	13,546
Total Nonspendable	$ 75,852	$ -	$ -	$ -	$ -	$ 1,446	$ 77,298
Restricted for							
Debt service	$ -	$ -	$ -	$ -	$ -	$ 877,867	$ 877,867
Capital equipment and improvements	-	-	235,950	598,439	-	2,357,790	3,192,179
Public safety building	-	-	-	-	13,579,431	-	13,579,431
Local sales tax	-	-	-	-	-	703,044	703,044
Police forfeiture fund	28,155	-	-	-	-	-	28,155
Total Restricted	$ 28,155	$ -	$ 235,950	$ 598,439	$ 13,579,431	$ 3,938,701	$ 18,380,676
Committed to							
Housing incentive	$ -	$ -	$ -	$ -	$ -	$ 58,148	$ 58,148
Small cities development	-	-	-	-	-	29,841	29,841
Economic development	-	-	-	-	-	85,129	85,129
Library	-	-	-	-	-	143,495	143,495
OPEB obligation	-	10,140,153	-	-	-	-	10,140,153
Capital equipment and improvements	-	-	193,855	-	-	-	193,855
Total Committed	$ -	$ 10,140,153	$ 193,855	$ -	$ -	$ 316,613	$ 10,650,621
Assigned to							
2026 budget	$ 13,590,268	$ -	$ -	$ -	$ -	$ -	$ 13,590,268
Workers' compensation premium adjustments	601,934	-	-	-	-	-	601,934
Redevelopment	750,000	-	-	-	-	-	750,000
Future aid reduction	1,223,480	-	-	-	-	-	1,223,480
Housing	2,464,413	-	-	-	-	-	2,464,413
Capital equipment and improvements	3,326,747	-	2,745,901	-	-	-	6,072,648
Other improvement projects	-	-	-	-	-	264,619	264,619
Total Assigned	$ 21,956,842	$ -	$ 2,745,901	$ -	$ -	$ 264,619	$ 24,967,362

Note 4: Defined Benefit Pension Plans - Statewide

A. Plan Description

The City participates in the following cost-sharing multiple-employer defined benefit pension plans administered by the Public Employees Retirement Association of Minnesota (PERA). These plan provisions are established and administered according to Minnesota Statutes chapters 353, 353D, 353E, 353G, and 356. Minnesota Statutes chapter 356 defines each plan's financial reporting requirements. PERA's defined benefit pension plans are tax qualified plans under Section 401(a) of the Internal Revenue Code.

General Employees Retirement Plan (General Plan)

Membership in the General Plan includes employees of counties, cities, townships, schools in non-certified positions,and other governmental entities whose revenues are derived from taxation, fees, or assessments. Plan membership is required for any employee who is expected to earn more than $425 in a month, unless the employee meets exclusion criteria.

Public Employees Police and Fire Plan (Police and Fire Plan)

Membership in the Police and Fire Plan includes full-time, licensed police officers and firefighters who meet the membership criteria defined in Minnesota Statutes section 353.64 and who are not earning service credit in any other PERA retirement plan or a local relief association for the same service. Employers can provide Police and Fire Plan coverage for part-time positions and certain other public safety positions by submitting a resolution adopted by the entity's governing body. The resolution must state that the position meets plan requirements.

B. Benefits Provided

PERA provides retirement, disability, and death benefits. Benefit provisions are established by state statute and can only be modified by the state Legislature. Vested, terminated employees who are entitled to benefits, but are not receiving them yet, are bound by the provisions in effect at the time they last terminated their public service. When a member is "vested," they have earned enough service credit to receive a lifetime monthly benefit after leaving public service and reaching an eligible retirement age. Members who retire at or over their Social Security full retirement age with at least one year of service qualify for a retirement benefit.

General Employees Plan Benefits

General Employees Plan requires three years of service to vest. Benefits are based on a member's highest average salary for any five successive years of allowable service, age, and years of credit at termination of service. Two methods are used to compute benefits for General Plan members. Members hired prior to July 1, 1989, receive the higher of the Step or Level formulas. Only the Level formula is used for members hired after June 30, 1989. Under the Step formula, General Plan members receive 1.2% of the highest average salary for each of the first 10 years of service and 1.7% for each additional year. Under the Level formula, General Plan members receive 1.7% of highest average salary for all years of service. For members hired prior to July 1, 1989 a full retirement benefit is available when age plus years of service equal 90 and normal retirement age is 65. Members can receive a reduced retirement benefit as early as age 55 if they have three or more years of service. Early retirement benefits are reduced by .25% for each month under age 65. Members with 30 or more years of service can retire at any age with a reduction of .25% for each month the member is younger than age 62. The Level formula allows General Plan members to receive a full retirement benefit at age 65 if they were first hired before July 1, 1989 or at age 66 if they were hired on or after July 1, 1989. Early retirement begins at age 55 with an actuarial reduction applied to the benefit.

Note 4: Defined Benefit Pension Plans - Statewide (Continued)

Benefit increases are provided to benefit recipients each January. The postretirement increase is equal to 50% of the cost-of-living adjustment (COLA) announced by the SSA, with a minimum increase of at least 1% and a maximum of 1.5%. The 2025 annual increase was 1.25%. Recipients that have been receiving the annuity or benefit for at least a full year as of the June 30 before the effective date of the increase will receive the full increase. Recipients receiving the annuity or benefit for at least one month but less than a full year as of the June 30 before the effective date of the increase will receive a prorated increase.

Police and Fire Plan Benefits

Benefits for Police and Fire Plan members hired before July 1, 2010, are vested after three years of service. Members hired on or after July 1, 2010, are 50% vested after five years of service and 100% vested after ten years. After five years, vesting increase by 10% each full year of service until members are 100% vested after ten years. Police and Fire Plan members receive 3% of highest average salary for all years of service. Police and Fire Plan members receive a full retirement benefit when they are age 55 and vested, or when their age plus their years of service equals 90 or greater if they were first hired before July 1, 1989. Early retirement starts at age 50, and early retirement benefits are reduced by 0.417% each month members are younger than age 55.

Benefit increases are provided to benefit recipients each January. The postretirement increase is fixed at 1%. Recipients that have been receiving the annuity or benefit for at least 36 months as of the June 30 before the effective date of the increase will receive the full increase. Recipients receiving the annuity or benefit for at least 25 months but less than 36 months as of the June 30 before the effective date of the increase will receive a prorated increase.

C. Contributions

Minnesota Statutes chapters 353, 353E, 353G, and 356 set the rates for employer and employee contributions. Contribution rates can only be modified by the state Legislature.

General Employees Fund Contributions

General Plan members were required to contribute 6.50% of their annual covered salary in fiscal year 2025 and the City was required to contribute 7.50% for General Plan members. The City’s contributions to the General Employees Fund for the year ended December 31, 2025, were $456,581. The City's contributions were equal to the required contributions as set by state statute.

Police and Fire Fund Contributions

Police and Fire Plan members were required to contribute 11.80% of their annual covered salary in fiscal year 2025 and the City was required to contribute 17.70% for Police and Fire Plan members. The City’s contributions to the Police and Fire Fund for the year ended December 31, 2025, were $946,652. The City’s contributions were equal to the required contributions as set by state statute.

Note 4: Defined Benefit Pension Plans - Statewide (Continued)

D. Pension Costs

General Employees Fund Pension Costs

At December 31, 2025, the City reported a liability of $2,164,894 for its proportionate share of the General Employees Fund's net pension liability. The City's net pension liability reflected a reduction due to the State of Minnesota's contribution of $16 million. The State of Minnesota is considered a non-employer contributing entity and the state's contribution meets the definition of a special funding situation. The State of Minnesota's proportionate share of the net pension liability associated with the City totaled $52,224.

City's proportionate share of the net pension liability	$	2,164,894
State of Minnesota's proportionate share of the net pension liability associated with the City		52,224
Total	$	2,217,118

The net pension liability was measured as of June 30, 2025, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportion of the net pension liability was based on the City's contributions received by PERA during the measurement period for employer payroll paid dates from July 1, 2024 through June 30, 2025, relative to the total employer contributions received from all of PERA's participating employers. The City's proportionate share was 0.0653% at the end of the measurement period and 0.0654% for the beginning of the period.

For the year ended December 31, 2025, the City recognized pension expense of negative $83,144 for its proportionate share of the General Employees Plan's pension expense. In addition, the City recognized an additional negative $8,010 as pension expense (and grant revenue) for its proportionate share of the State of Minnesota's contribution of $16 million to the General Employees Fund.

At December 31, 2025, the City 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 economic experience	$	206,267	$	-
Changes in actuarial assumptions		52,161		498,135
Net difference between projected and actual investment earnings		-		861,432
Changes in proportion		20,193		59,065
Employer contributions subsequent to the measurement date		230,604		-
Total	$	509,225	$	1,418,632

Note 4: Defined Benefit Pension Plans - Statewide (Continued)

The $230,604 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2026. Other amounts reported as deferred outflows and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

2026	$ (251,400)
2027	(436,131)
2028	(298,595)
2029	(153,885)

Police and Fire Fund Pension Costs

At December 31, 2025, the City reported a liability of $3,946,444 for its proportionate share of the Police and Fire Fund's net pension liability. The net pension liability was measured as of June 30, 2025, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportionate share of the net pension liability was based on the City's contributions received by PERA during the measurement period for employer payroll paid dates from July 1, 2024 through June 30, 2025, relative to the total employer contributions received from all of PERA's participating employers. The City's proportionate share was 0.3368% at the end of the measurement period and 0.3296% for the beginning of the period.

The State of Minnesota contributed $18 million to the Police and Fire Fund in the plan fiscal year ended June 30, 2025. The contribution consisted of $9 million in direct state aid that meets the definition of a special funding situation and $9 million in supplemental state aid that does not meet the definition of a special funding situation. The $9 million direct state aid was paid on October 1, 2024. The direct state aid payment will increase by $17.7 million which was paid on October 1, 2025. Thereafter, by October 1 of each year, the state will pay $26.7 million to the Police and Fire Fund until the fund is 110% funded for a minimum of three consecutive years (on an actuarial value of assets basis). The $9 million in supplemental state aid will continue until the fund and the State Patrol Plan (administered by the Minnesota State Retirement System) are 100% funded for three consecutive years (on an actuarial value of assets basis). The State of Minnesota's proportionate share of the net pension liability associated with the City totaled $136,803.

City's proportionate share of the net pension liability	$ 3,946,444
State of Minnesota's proportionate share of the net pension liability associated with the City	136,803
Total	$ 4,083,247

For the year ended December 31, 2025, the City recognized pension expense of $1,049,678 for its proportionate share of the Police and Fire Plan's pension expense. The City recognized $66,192 as grant revenue and pension expense for its proportionate share of the State of Minnesota's contribution of $9 million to the Police and Fire special funding situation.

The State of Minnesota is not included as a non-employer contributing entity in the Police and Fire Pension Plan pension allocation schedules for the $9 million in supplemental state aid because this contribution was not considered to meet the definition of a special funding situation. The City recognized $30,314 for the year ended December 31, 2025 as revenue and an offsetting reduction of net pension liability for its proportionate share of the State of Minnesota's on-behalf contributions to the Police and Fire Fund.

Note 4: Defined Benefit Pension Plans - Statewide (Continued)

At December 31, 2025, the City 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 economic experience	$ 1,823,383	$ -
Changes in actuarial assumptions	2,992,670	4,944,730
Net difference between projected and actual earnings on investments	-	1,761,353
Changes in proportion	130,961	235,667
Employer contributions subsequent to the measurement date	497,965	-
Total	$ 5,444,979	$ 6,941,750

The $497,965 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2026. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

2026	$ 856,883
2027	(898,879)
2028	(1,967,075)
2029	(109,718)
2030	124,053

E. Long-term Expected Return on Investment

The State Board of Investment, which manages the investments of PERA, prepares an analysis of the reasonableness on a regular basis of the long-term expected rate of return using a building-block method in which best-estimate ranges of expected future rates of return are developed for each major asset class. These ranges are combined to produce an expected long-term rate of return by weighting the expected future rates of return by the target asset allocation percentages. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Return on Investment
Domestic Equity	33.5 %	5.10 %
International Equity	16.5	5.30
Fixed Income	25.0	0.75
Private Markets	25.0	5.90
Total	100.0 %	

Note 4: Defined Benefit Pension Plans - Statewide (Continued)

F. Actuarial Methods and Assumptions

The total pension liability for each of the cost-sharing defined benefit plans was determined by an actuarial valuation as of June 30, 2025, using the entry age normal actuarial cost method. The long-term rate of return on pension plan investments used to determine the total liability is 7%. The 7% assumption is based on a review of inflation and investment return assumptions from a number of national investment consulting firms. The review provided a range of investment return rates considered reasonable by the actuary. An investment return of 7% is within that range.

- Inflation is assumed to be 2.25% for the General Employees Plan, and Police & Fire Plan.
- Benefit increases after retirement are assumed to be 1.50% for the General Employees Plan and 1% for the Police & Fire Plan

Salary growth assumptions in the General Employees Plan range in annual increments from 11.5% after one year of service to 3% after 27 years of service. In the Police & Fire Plan, salary growth assumptions range in annual increments from 10.75% after one year of service to 3% after 23 years of service.

Mortality rates for the General Employees Plan are based on the Pub-2010 General Employee Mortality Table. Mortality rates for the Police & Fire Plan are based on the Pub-2010 Public Safety Employee Mortality tables. The tables are adjusted slightly to fit PERA's experience.

Actuarial assumptions for the General Employees Plan are reviewed every four years. The General Employees Plan was last reviewed in 2022. The assumption changes were adopted by the board and became effective with the July 1, 2023 actuarial valuation. The Police & Fire Plan was reviewed in 2024. The assumption changes were adopted by the board and became effective with the July 1, 2025 actuarial valuation.

The following changes in actuarial assumptions and plan provisions occurred in 2025:

General Employees Fund

Changes in Actuarial Assumptions:
- The combined service annuity loading factors increased from 15% to 19% for vested, terminated members and from 3% to 44% for non-vested, terminated members.
- The assumed post-retirement benefit increase changed from 1.25% to 1.5%.

Changes in Plan Provisions:
- The post-retirement benefit increase formula changed to 100% of the Social Security annual increase, between 1% and 1.75%, beginning January 1, 2026. If the funded ratio (on a market value of assets basis) is less than 85% for the last two consecutive annual valuations or is less than 80% in the most recent actuarial valuation, the maximum is reduced to 1.5%. Previously, the benefit increase was 50% of the Social Security annual increase, between 1% and 1.5%.
- The 1% additional employer contribution is eliminated when the plan reaches 98% funded status (on an actuarial value of assets basis); this contribution was previously scheduled to stop when the plan reached 100% funded status.

Note 4: Defined Benefit Pension Plans - Statewide (Continued)

Police and Fire Fund

Changes in Actuarial Assumptions:
- Assumed rates of salary increases were reduced slightly.
- Assumed rates of retirement were adjusted, resulting in an overall increase in unreduced (full) retirements and an overall increase in reduced (early) retirements.
- Assumed rates of withdrawal were modified; the new rates will increase predicted terminations, especially in the first few years of employment.
- Assumed rates of disabled retirement were significantly increased, especially for ages over age 30.
- Continued used of Pub-2010 Public Safety Mortality Table with rates adjusted to better fit observed experience.
- Percent married assumption for female retirees lowered from 70% to 65%.
- Minor changes were made to form of payment assumptions for retirees.
- Minor changes were made to assumptions made with respect to missing participant data.
- The combined service annuity load changed from 33% to 13% for vested, terminated members and from 2% to 38% for non-vested, terminated members.

Changes in Plan Provisions:
- The period of time needed for benefit recipients to receive their first benefit increase was reduced by one year (from 36 months to 24 months for a full increase).
- The January 1, 2026 benefit increase changed from 1% to 3%; subsequent January 1 increases will be 1%.
- The threshold to end the $9 million annual state aid contribution changed from the earlier of July 1, 2048 or 90% funded for both PERA Police & Fire and MSRS State Patrol for three consecutive years to 100% funded for both PERA Police & Fire and MSRS State Patrol for three consecutive years (on an actuarial value of assets basis).
- The threshold to end the additional $9 million annual state aid contribution changed from the earlier of July 1, 2024 or 100% funded for a minimum of three consecutive years to 110% funded for a minimum of three consecutive years (on an actuarial value of assets basis).
- An additional $17.7 million in direct state aid will be paid annually each October 1 beginning October 1, 2025 through June 30, 2048.
- Joint and survivor actuarial equivalent factors were updated to reflect changes in assumptions.

Note 4: Defined Benefit Pension Plans - Statewide (Continued)

G. Discount Rate

The discount rate used to measure the total pension liability in 2025 was 7.00%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and employers will be made at rates set in Minnesota Statutes. Based on these assumptions, the fiduciary net position of the General Employees and Police and Fire Plans were projected to be available to make all projected future benefit payments of current plan members. 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.

H. Pension Liability Sensitivity

The following presents the City's proportionate share of the net pension liability for all plans it participates in, calculated using the discount rate disclosed in the preceding paragraph, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate one percentage point lower or one percentage point higher than the current discount rate:

	1 Percent Decrease (6.00%)	Current (7.00%)	1 Percent Increase (8.00%)
General Employees Fund	$ 5,258,187	$ 2,164,894	$ (344,463)
Police and Fire Fund	10,340,521	3,946,444	(1,304,101)

I. Pension Plan Fiduciary Net Position

Detailed information about each pension plan's fiduciary net position is available in a separately issued PERA financial report that includes financial statements and required supplementary information. That report may be obtained on the Internet at www.mnpera.org.

Note 5: Public Employees Defined Contribution Plan (Defined Contribution Plan)

Total contributions made by the City and the PUC during the fiscal year 2025 were:

City Defined Contribution Plan Contributions

Contribution Amount		Percentage of Covered Payroll		
Employee	Employer	Employee	Employer	Required Rate
$ 1,140	$ 1,140	5.00%	5.00%	5.00%

PUC Defined Contribution Plan Contributions

Contribution Amount		Percentage of Covered Payroll		
Employee	Employer	Employee	Employer	Required Rate
$ -	$ -	5.00%	5.00%	5.00%

The City's contributions to the DCP for the years ended December 31, 2025, 2024 and 2023 were $1,140, $1,137, and $778, respectively.

Note 6: Defined Benefit Pension Plans - Fire Relief Association

A. Plan Description

All members of the Hibbing Fire Department (the Department) are covered by a defined benefit plan administered by the Hibbing Volunteer Fire Department Relief Association (the Association). As of December 31, 2025, the plan covered 12 active firefighters and 5 vested terminated fire fighters whose pension benefits are deferred. The plan is a single employer retirement plan and is established and administered in accordance with Minnesota statute, chapter 69.

The Association maintains a separate Special fund to accumulate assets to fund the retirement benefits earned by the Department's membership. Funding for the Association is derived from an insurance premium tax in accordance with the Volunteer Firefighter's Relief Association Financing Guidelines Act of 1971 (chapter 261 as amended by chapter 509 of Minnesota statutes 1980). Funds are also derived from investment income. Assets were transferred for the Fire Relief prior to year end to the state board of investments (SBI) as they were beginning their transition to PERA effective January 1, 2026.

B. Benefits Provided

A fire fighter is entitled to a full-service pension upon retirement at the later of age 50 or after completion of 20 years of service.

The bylaws of the Association also provide for an early vested service pension for a retiring member who has completed fewer than 20 years of service. The reduced pension, available to members with 10 years of service, shall be equal to 60 percent of the pension as prescribed by the bylaws. This percentage increases 4 percent per year so that at 20 years of service, the full amount prescribed is paid. Members who retire with less than 20 years of service and have reached the age of 50 years and have completed at least 10 years of active membership are entitled to a reduced service pension not to exceed the amount calculated by multiplying the member's service pension for the completed years of service times the applicable non-forfeitable percentage of pension.

Note 6: Defined Benefit Pension Plans - Fire Relief Association (Continued)

C. Contributions

Minnesota statutes, chapters 424 and 424A authorize pension benefits for volunteer fire relief associations. The plan is funded by fire state aid, investment earnings and, if necessary, employer contributions as specified in Minnesota statutes and voluntary City contributions (if applicable). The State of Minnesota contributed $32,081 and $29,104 in 2025 and 2024, respectively, in fire state aid to the plan on behalf of the City Fire Department, which was recorded as a revenue within the City's financial statements. Required employer contributions are calculated annually based on statutory provisions. The City's had no statutorily-required contributions to the plan for the year ended December 31, 2025.

D. Pension Costs

At December 31, 2025, the City reported a net pension liability (asset) of ($380,078) for the plan. The net pension asset was measured as of December 31, 2025. The total pension liability used to calculate the net pension asset in accordance with GASB 68 was determined by Milliman applying an actuarial formula to specific census data certified by the Department as of December 31, 2025.

For the year ended December 31, 2025, the City recognized a negative pension expense of $150,154.

At December 31, 2025, the City reported deferred outflows and inflows of resources related to pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	$ -	$ (20,346)
Changes in Actuarial Assumptions	2,029	-
Net Difference Between Projected and Actual Earnings on Plan Investments	-	(33,674)
Total	$ 2,029	$ (54,020)

Amounts reported as deferred outflows of resources related to the plan will be recognized in pension expense as follows:

2026	$ (4,616)
2027	(19,989)
2028	(13,389)
2029	(10,232)
2030	(2,428)
Thereafter	(1,337)

E. Actuarial Assumptions

The total pension liability at December 31, 2025 was determined using the entry age normal actuarial cost method and the following actuarial assumptions:

Salary Increases	2.50% per year
Cost of Living Increases	2.50% per year
Investment Rate of Return	5.00%
20-Year Municipal Bond Yield	4.08%

Note 6: Defined Benefit Pension Plans - Fire Relief Association (Continued)

There were no changes in actuarial assumptions in 2025.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimates for expected future real rates of return (expected returns, net of inflation) were developed for each asset class using the plan's target investment allocation along with long-term return expectations by asset class. Inflation expectations were applied to derive the nominal rate of return for the portfolio.

The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
US Broad Equity Market	61.00 %	3.79 %
US REITs	7.00	4.43
US Core Fixed Income	30.00	2.19
US Cash	2.00	0.83
Total	100.00 %	

F. Discount Rate

The discount rate used to measure the total pension liability was 5.0 percent. The projection of cash flows used to determine the discount rate assumed that contributions to the plan will be made as specified in statute. Based on that assumption and considering the funding ratio of the plan, the fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive members. 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.

G. Pension Asset Sensitivity

The following presents the City's net pension asset for the plan, calculated using the discount rate disclosed in the preceding paragraph, as well as what the City's net pension asset would be if it were calculated using a discount rate 1 percent lower or 1 percent higher than the current discount rate:

	1 Percent Decrease (4.0%)	Current (5.0%)	1 Percent Increase (6.0%)
Defined Benefit Plan	$ (388,783)	$ (380,078)	$ (370,710)

H. Pension Plan Fiduciary Net Position

The Association issues a publicly available financial report. The report may be obtained by writing to the Hibbing Fire Department Relief Association, 1009 W Lincoln Ave, Hibbing, MN 56277.

Note 6: Defined Benefit Pension Plans - Fire Relief Association (Continued)

I. Investment Policy

The Minnesota State Board of Investment (SBI) is established by Article XI of the Minnesota Constitution to invest all state funds. Its membership as specified in the Constitution is comprised of the governor (who is designated as chair of the board), state auditor, secretary of state and state attorney general.

All investments undertaken by the SBI are governed by the prudent person rule and other standards codified in Minnesota statutes, chapter 11a and chapter 353g.

Within the requirements defined by state law, the SBI, with assistance of the SBI staff and the Investment Advisory Council, establishes investment policy for all funds under its control. These investments policies are tailored to the particular needs of each fund and specify investment objectives, risk tolerance, asset allocation, investment management structure and specific performance standards. Studies guide the on-going management of the funds and are updated periodically.

Note 7: Joint Ventures

Chisholm - Hibbing Airport Authority

The Chisholm-Hibbing Airport Authority was created by Minnesota Laws of 1994, Chapter 587, Article 11. The Hibbing City Council approved this law as required on September 6, 1994.

The Chisholm-Hibbing Airport Authority is governed by a six-member board appointed equally by each city. If the Authority is dissolved, the fair market value of all real estate owned by the City of Hibbing prior to the formation of the Chisholm-Hibbing Joint Airport Commission in 1957, including improvements on that real estate prior to that time, must be credited to the City of Hibbing.

During 2025, there were no related party transactions between the City and the Chisholm-Hibbing Airport Authority. Complete financial information can be obtained from the Chisholm-Hibbing Airport Authority, 11038 Highway 37, Hibbing, Minnesota 55746.

Note 8: Postemployment Benefits Other Than Pensions

Primary Government

A. Plan Description

The City operates a single-employer retiree benefit plan ("the Plan") that provides health, life and dental insurance to eligible employees and their families through the City's health insurance plan. The City provides postretirement health and life insurance benefits to some retired employees as established by contracts with bargaining units or other employment contracts. These contracts state the years of service and age needed to qualify for these post-retirement benefits. The contracts also establish the amount the City will contribute towards the purchase of health insurance. Employer contributions are financed on a pay-as-you-go basis. The Plan does not issue a publicly available report.

Pursuant to the provisions of contracts with bargaining units or other employment contracts, former employees who retire from the City and/or eligible dependents may continue to participate in the City's plan for medical and life insurance coverage. The bargaining unit contract provisions were modified to exclude any employees hired after January 1, 2007 to participate in the City's medical plan upon retirement but continue to allow for life insurance coverage. For those eligible employees and/or eligible dependents, the City subsidizes the premium rates paid by the retirees by allowing them to participate in the plan at reduced or blended group (implicitly subsidized) premium rates for both active and retired employees. These rates provide an implicit subsidy for retirees because, on an actuarial basis, their current and future claims are expected to result in higher costs to the plan on average than those of active employees. Additionally, certain retirees receive insurance coverage at a lower (explicitly subsidized) premium rate than active employees. The benefits provided under this defined benefit plan are provided for life. Retirees are required to enroll in the Federal Medicare program for their primary coverage as soon as they are eligible. For the year 2025, the City indirectly contributed $1,298,174 to the plan.

At December 31, 2025, the following employees were covered by the benefit terms:

Inactive Plan Members or Beneficiaries Currently Receiving Benefit Payments	202
Active Plan Members	149
Total Plan Members	351

B. Actuarial Methods and Assumptions

The City’s total OPEB liability of the City of Hibbing was measured as of December 31, 2025, and was determined by an actuarial valuation as of January 1, 2025.

The total OPEB liability in the January 1, 2025 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Discount Rate	4.08%
Expected Long-Term Investment Return	N/A
20-Year Municipal Bond Yield	4.08%
Inflation Rate	4.08%
Medical Trend Rate	(20.4%) for FY2025, gradually declining to 3.70% in FY 2074

The discount rate used to measure the total OPEB liability was 4.08 percent.

The assumptions relating to mortality, withdrawal, disability, retirement and spouse age difference have been updated per the PERA 2025 actuarial valuations.

Note 8: Postemployment Benefits Other Than Pensions (Continued)

The actuarial assumptions used in the January 1, 2025 valuation were based on input from a variety of published sources of historical and projected future financial data. Each assumption was reviewed for reasonableness with the source information as well as for consistency with the other economic assumptions.

C. Changes in the Total OPEB Liability

	Total OPEB Liability (a)
Balances at December 31, 2024	$ 30,061,843
Changes for the Year:	
Service cost	238,710
Interest	960,453
Effect of economic/demographic gains or losses	(3,751,476)
Changes in assumptions or other inputs	(109,087)
Benefit payments	(1,691,150)
Net Changes	(4,352,550)
Balances at December 31, 2025	$ 25,709,293

Since the prior measurement date, the following assumptions changed:

- The discount rate was updated as of December 31, 2025 to 4.08%.
- The health assumptions have been updated based on recent experience and future expectations.

D. Sensitivity of the Total OPEB Liability

The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage point lower (3.08 percent) or 1-percentage-point higher (5.08 percent) than the current discount rate:

1 Percent Decrease (3.08%)	Current (4.08%)	1 Percent Increase (5.08%)
$ 28,476,530	$ 25,709,293	$ 23,370,155

The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a Healthcare Cost Trent Rates that is 1-percentage point lower (4.08 percent decreasing to 3.08 percent) or 1-percentage-point higher (4.08 percent increasing to 5.08 percent) than the current discount rate:

1 Percent Decrease (19.4% Decreasing to 3.08%)	Healthcare Cost Trend Rates (20.4% Decreasing to 4.08%)	1 Percent Increase (21.4% Decreasing to 5.08%)
$ 23,417,599	$ 25,709,293	$ 28,397,895

Note 8: Postemployment Benefits Other Than Pensions (Continued)

E. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended December 31, 2025, the City recognized negative OPEB expense of $4,352,550. At December 31, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	$ 3,290,699	$ 3,139,490
Changes in Actuarial Assumptions	1,599,437	2,905,958
Contributions to OPEB Subsequent to the Measurement Date	1,298,179	-
Total	$ 6,188,315	$ 6,045,448

Deferred outflows of resources totaling $1,298,174 related to OPEB resulting from the City's contributions to the plan subsequent to the measurement date will be recognized as a reduction of the OPEB liability in the year ended December 31, 2025. Other amounts reported as deferred outflows and inflows of resources related to the plan will be recognized in OPEB expense as follows:

Year Ended December 31:	
2026	$ 415,562
2027	(183,324)
2028	(272,207)
2029	(403,690)
2030	(629,782)
2031	(81,871)

Discretely Presented Component Unit - PUC

F. Plan Description

The PUC provides health care and dental insurance benefits for retired PUC employees. PUC employees become eligible for such benefits upon retirement. During the year ended December 31, 2025, the PUC expended approximately $918,493 on benefits for approximately 98 retirees.

G. Actuarial Assumptions

The total OPEB liability was determined using an actuarial valuation date of January 1, 2025 and a measurement date of December 31, 2025. The following assumptions were used in the valuation:

Discount Rate	4.83%
Index Rate	4.83% using 20 year tax exempt municipal bond rate
Inflation Rate	2.50%
Mortality	Mortality rates were based on Pub-2010 Mortality table The mortality improvement scale is Scale MP-2021
Health Care Cost Trend Rate	4.83% - 3.08% over 54 years

Note 8: Postemployment Benefits Other Than Pensions (Continued)

H. Changes in the Total OPEB Liability

The PUC's total OPEB liability of $13,690,202 was measured as of December 31, 2025. Changes in the total OPEB liability is as follows:

	Total OPEB Liability
Balances at December 31, 2024	$ 14,541,066
Changes for the Year:	
Service cost	231,054
Interest cost	584,152
Effect of economic/demographic gains or losses	136,767
Effect of assumptions changes or inputs	(884,344)
Benefit payments	(918,493)
Net Changes	(850,864)
Balances at December 31, 2025	$ 13,690,202

I. Sensitivity of the Total OPEB Liability

The following presents the total OPEB liability of the PUC, as well as what the PUC's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage point lower (3.08 percent) or 1-percentage-point higher (5.08 percent) than the current discount rate:

1% Decrease 3.08%	Current 4.08%	1% Increase 5.08%
$ 15,376,778	$ 13,690,202	$ 12,279,790

The following presents the total OPEB liability of the PUC, as well as what the PUC's total OPEB liability would be if it were calculated using a Healthcare Cost Trent Rates that is 1-percentage point lower (3.08 percent decreasing to 2.08 percent) or 1-percentage-point higher (5.08 percent increasing to 4.08 percent) than the current discount rate:

1% Decrease (3.08% Decreasing to 2.08%)	Healthcare Cost Trend Rates (4.08% Decreasing to 3.08%)	1% Increase (5.08% Decreasing to 4.08%)
$ 12,233,656	$ 13,690,202	$ 15,464,814

Note 8: Postemployment Benefits Other Than Pensions (Continued)

J. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended December 31, 2025, the PUC recognized OPEB expense (revenue) of $(630,546). At December 31, 2025, the PUC reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	$ 101,699	$ 206,718
Changes in Actuarial Assumptions	19,912	2,122,601
Total	$ 121,611	$ 2,329,319

Amounts reported as deferred outflows and inflows of resources related to the plan will be recognized in OPEB expense as follows:

Year Ended December 31:	
2026	$ (1,429,936)
2027	(605,256)
2028	(172,516)

Note 9: Equity in Joint Venture

Component Unit - Hibbing Public Utilities Commission

The Commission entered into a joint venture with the Virginia Public Utilities Commission to form the Laurentian Energy Authority, LLC (Authority). The Authority is a limited liability company created under Minnesota Statutes, Sections 452.25 and 471.59 and was organized on January 31, 2005, under Minnesota Statutes Chapter 322B. The Authority was created to supply 35 MW of new biomass fueled electricity to Northern States Power Company, an operating subsidiary of Xcel Energy, as well as to supply steam to existing customers of the Hibbing and Virginia Public Utilities Commissions.

Prior to the transaction in August 2023 described below, the management of the business and affairs of the Authority were governed by a Board of Directors. The Board consisted of seven directors. The General Manager, Chairman and Vice Chairman of the Hibbing Public Utilities as well as the General Manager, President and Vice President of the Virginia Public Utilities comprised six seats on the Board. The remaining Board position was elected by a majority of the other directors.

In 2018 the Authority entered into a termination agreement with Northern States Power to cease providing bio massed produced power to Northern States Power. In conjunction with the termination agreement Northern States Power agreed to pay the Authority $108,500,000 divided into six annual payments.

In 2019 the Authority agreed to transfer ownership of its power production assets to each of its two members. The Commission's share of those assets totaled $21,110,979 which represented the Authority's remaining book value of those assets. Also, during the year, the Authority distributed equity payments to its two members. The Commission received $9,041,666 in cash payments from the Authority in 2023 and 2022, representing purchasing power termination payments the Authority received in those years.

Note 9: Equity in Joint Venture (Continued)

The Commission had a 50% ownership interest in the Authority. In August 2023, the Commission purchased the remaining 50% ownership interest from the Virginia Public Utilities Commission for $759,860 due to the operational benefit the remaining partnership assets had for the Commission's biomass operations. The acquisition date of the transaction was July 1, 2023. At the time of the transaction, the Authority's total net position was $1,049,195 and the portion purchased was $524,598. At December 31, 2025, the balances of the Authority are blended into the financial statements of the Commission.

Note 10: Other Information

A. Legal Debt Margin

In accordance with Minnesota statutes, the City may not incur or be subject to net debt in excess of three percent of the market value of taxable property within the City. Net debt is payable solely from ad valorem taxes and, therefore, excludes debt financed partially or entirely by special assessments, enterprise fund revenues or tax increments. As of December 31, 2025, the City is under the legal debt margin.

B. 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; injures to employees; and natural disasters.

Workers compensation coverage is provided through a pooled self-insurance program through the League of Minnesota Cities Insurance Trust (LMCIT). The City pays an annual premium to LMCIT. The City is subject to supplemental assessments if deemed necessary by the LMCIT. The LMCIT reinsures through Workers Compensation Reinsurance Association (WCRA) as required by law. The City has a $1,000 deductible for its workers compensation insurance. The City's workers compensation coverage is retrospectively rated. With this type of coverage, final premiums are determined after loss experience is known. The amount of premium adjustment, if any, is considered immaterial and not recorded until received or paid.

Property and casualty insurance coverage is provided through a pooled self-insurance program through LMCIT. The City pays an annual premium to the LMCIT. The City is subject to supplemental assessments if deemed necessary by the LMCIT. The LMCIT reinsures through commercial companies for claims in excess of various amounts. For property and casualty coverage, the City has a $5000 deductible per occurrence with no annual maximum.

The City carries commercial insurance for all other risks of loss, including life, employee health and accident insurance.

There were no settlements in excess of insurance coverage in 2025 and 2024.

The Commission is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions and natural disasters for which the Commission carries commercial insurance. There have been no significant reductions in coverage from prior years and settlements have not exceeded coverage in the past three years.

C. Contingencies, Concentrations and Commitments

The Commission has entered into contracts for the purchase of fuel, including biomass and natural gas, for the purposes of meeting its obligations as a Midcontinent Independent System Operator (MISO) Market Participant, electrical generation owner and public gas system operator.

The agreed upon quantities are based upon current and forecasted needs versus current held supply and MISO capacity accreditation requirement.

Note 10: Other Information (Continued)

Effective June 1, 2022, the Commission began a five year agreement with Minnesota Power to utilize Minnesota Power's 115 KV substation to access the MISO energy and capacity markets. Under the Agreement, the Commission annually accredits the Hibbing Renewable Energy Center through MISO and purchases an additional 6MW of capacity and associated energy from Minnesota Power's Boswell 4 Station.

As of the 2024-2025 MISO Planning Year, MISO implemented a seasonal capacity accreditation construct to determine market participants' capacity shortage and/or excess. For the 2024-2025 Planning Year, the Commission had an average accreditation requirement of 21.1 MW and an average of 32.3 MW capacity available. It is expected that the Commission would maintain its surplus capacity position for the remainder of the term.

The Commission purchases gas and pays for the transportation of the actual gas purchased under a transportation tariff approved by the Federal Energy and Regulatory Commission on Northern Natural Gas' pipeline system. Future gas commitments for the Commission from 2024 to 2028 total $13.4 million at fixed prices. With current market prices at February 8, 2024, this represents a savings to rate payers of $1.3 million. The major vendors for the Commission for purchased gas are World Fuel Services Inc, the parent company of its gas broker, WFS Kinnect.

The Commission was involved in legal proceedings as of December 31, 2023. The Commission's insurance carrier is defending the Commission in those proceedings. Although the final outcome is not known at this time, it is believed that any potential negative outcome would not have a material effect to the Commission.

The Commission has incurred expenses in the past related to the cleanup of its former gas plant site. Costs related to complete the cleanup at this time are not known but management does not believe that the Commission will have any significant additional costs based on municipal liability limits of $400,000.

The Minnesota Pollution Control Agency has indicated it is in agreement with the Commission assessment of the maximum limit.

D. Tax Increment Districts

The City's tax increment districts are subject to review by the State of Minnesota Office of the State Auditor (OSA). Any disallowed claims or misuse of tax increments could become a liability of the applicable fund. Management has indicated that they are not aware of any instances of noncompliance which would have a material effect on the financial statements.

E. Tax Abatements

The City may enter into tax abatement agreements as authorized by Minnesota Abatement Laws under State Statutes Sections 469.1812, 469.1813 and 469.1815. Any parcel of property in the City qualifies for tax abatement. The City negotiates tax abatement agreements on an individual basis generally with the purpose of adding or retaining employment and, or increasing the tax capacity of the parcel.

The City has tax abatement agreements with three entities as of December 31, 2025:

Purpose	Percentage of City Taxes Abated during 2025	Amount of Taxes Abated during 2025
Provide incentive for real estate development company to complete residential and commercial development project	50 %	$ 38,877
Provide incentive for real estate development company to complete residential development project	50 %	$ 13,680

Note 10: Other Information (Continued)

F. Steam Conversion Loan Program

In 2020, the Commission established a loan program for those residential customers wishing to convert their heating systems from steam to gas. The customers were required to go through a loan approval process in order to be eligible for the program. The loans are interest free and the loan repayment terms were open as to customer preferences but were not to exceed a ten year period. The Commission contracted with a local bank to handle the repayment process of the program. As of December 31, 2025, the Commission had outstanding loans of $168,203 through the program. Subsequent to December 31, 2020 the program was suspended and no new loans are currently being issued.

G. Related Organization

Housing and Redevelopment Authority of Hibbing

The five-member governing body of the Housing and Redevelopment Authority of Hibbing is appointed by the Mayor, with approval of the Council. The City is not financially responsible for the Authority.

During 2025, there were no related party transactions between the City and the Housing and Redevelopment Authority of Hibbing.

H. Self-Insurance Plan

An internal service fund accounts for the City's medical self-insurance program. The City self-insures medical benefits provided to retirees and active employees. The City purchases health insurance stop-loss reinsurance that protects against individual claims in excess of a maximum determined amount, with no lifetime maximum and against aggregate annual claims in excess of an amount determined by formula. The plan is administered by a third-party administrator and liabilities for claims incurred but not reported are estimated based on subsequent claims activity. An analysis of claims activity for the last two fiscal years is as follows:

Year	January 1 Claims Liability	Current Year Claims and Changes in Estimates	Current Year Claim Payments	December 31 Claims Liability
2025	$ -	$ 5,226,407	$ (5,119,957)	$ 387,360

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REQUIRED SUPPLEMENTARY INFORMATION

CITY OF HIBBING
HIBBING, MINNESOTA

FOR THE YEAR ENDED
DECEMBER 31, 2025

Schedule of Employer's Share of PERA Net Pension Liability - General Employees Fund

Primary Government

Fiscal Year Ending	City's Proportion of the Net Pension Liability	City's Proportionate Share of the Net Pension Liability (a)	State's Proportionate Share of the Net Pension Liability Associated with the City (b)	Total (a+b)	City's Covered Payroll (c)	City's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll ((a+b)/c)	Plan Fiduciary Net Position as a Percentage of the Total Net Pension Liability
06/30/25	0.0653 %	$ 2,164,894	$ 52,224	$ 2,217,118	$ 5,915,515	36.6 %	90.8 %
06/30/24	0.0654	2,419,507	62,564	2,482,071	5,512,307	43.9	86.7
06/30/23	0.0671	3,752,157	103,509	3,855,666	5,339,143	70.3	83.1
06/30/22	0.0658	5,211,382	152,717	5,364,099	4,926,255	105.8	76.7
06/30/21	0.0651	2,780,062	84,912	2,864,974	4,687,743	59.3	87.0
06/30/20	0.0658	3,945,011	121,598	4,066,609	4,692,600	84.1	79.0
06/30/19	0.0685	3,787,212	117,662	3,904,874	4,845,124	78.2	80.2
06/30/18	0.0704	3,905,503	128,091	4,033,594	2,383,400	163.9	79.5
06/30/17	0.0744	4,749,647	59,683	4,809,330	4,627,480	102.6	75.9
06/30/16	0.0709	5,756,728	75,263	5,831,991	4,495,747	128.0	68.9

Note: Schedule is intended to show 10-year trend. Additional years will be reported as they become available.

Component Unit - Hibbing Public Utilities Commission

Fiscal Year Ending	City's Proportion of the Net Pension Liability	City's Proportionate Share of the Net Pension Liability (a)	State's Proportionate Share of the Net Pension Liability Associated with the City (b)	Total (a+b)	City's Covered Payroll (c)	City's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll ((a+b)/c)	Plan Fiduciary Net Position as a Percentage of the Total Net Pension Liability
06/30/25	0.0674 %	$ 2,232,991	$ 53,867	$ 2,286,858	$ 6,149,487	37.2 %	90.8 %
06/30/24	0.0679	2,508,776	64,872	2,573,648	5,549,307	45.2	89.1 %
06/30/23	0.0622	3,478,154	95,859	3,574,013	4,756,870	73.1	83.1
06/30/22	0.0585	4,633,219	135,798	4,769,017	4,449,229	104.0	76.7
06/30/21	0.0605	2,538,621	78,965	2,617,586	4,574,751	87.0	63.2
06/30/20	0.0650	3,897,047	120,163	4,017,210	4,636,325	84.0	79.1
06/30/19	0.0696	3,848,028	119,661	3,967,689	4,925,725	78.0	80.2
06/30/18	0.0780	4,327,120	141,834	4,468,954	5,242,301	83.0	79.5
06/30/17	0.0855	5,458,264	68,646	5,526,910	5,515,110	99.0	75.9
06/30/16	0.0907	7,364,392	96,093	7,460,485	5,425,759	136.0	68.9

Note: Schedule is intended to show 10-year trend. Additional years will be reported as they become available.

Schedule of Employer's PERA Contributions - General Employees Fund

Primary Government

Year Ending	Statutorily Required Contribution (a)	Contributions in Relation to the Statutorily Required Contribution (b)	Contribution Deficiency (Excess) (a-b)	City's Covered Payroll (c)	Contributions as a Percentage of Covered Payroll (b/c)
12/31/25	$ 456,581	$ 456,581	$ -	$ 6,087,751	7.50 %
12/31/24	431,370	431,370	-	5,751,599	7.50
12/31/23	403,071	403,071	-	5,374,279	7.50
12/31/22	387,291	387,291	-	5,163,879	7.50
12/31/21	353,958	353,958	-	4,719,442	7.50
12/31/20	351,886	351,886	-	4,691,813	7.50
12/31/19	359,605	359,605	-	4,794,733	7.50
12/31/18	359,498	359,498	-	4,793,307	7.50
12/31/17	347,061	347,061	-	4,627,480	7.50
12/31/16	337,181	337,181	-	4,495,747	7.50

Note: Schedule is intended to show 10-year trend. Additional years will be reported as they become available.

Component Unit - Hibbing Public Utilities Commission

Year Ending	Statutorily Required Contribution (a)	Contributions in Relation to the Statutorily Required Contribution (b)	Contribution Deficiency (Excess) (a-b)	City's Covered Payroll (c)	Contributions as a Percentage of Covered Payroll (b/c)
12/31/25	$ 469,421	$ 469,421	$ -	$ 6,294,594	7.50 %
12/31/24	427,487	427,487	-	5,707,086	7.50 %
12/31/23	389,966	389,966	-	5,410,488	7.50
12/31/22	343,997	343,997	-	4,576,939	7.50
12/31/21	322,630	322,630	-	4,452,624	7.50
12/31/20	345,036	345,036	-	4,601,631	7.50
12/31/19	361,207	361,207	-	4,816,386	7.50
12/31/18	377,111	377,111	-	5,028,369	7.50
12/31/17	410,463	410,463	-	5,457,721	7.50
12/31/16	415,642	415,642	-	5,541,887	7.50

Note: Schedule is intended to show 10-year trend. Additional years will be reported as they become available.

Notes to the Required Supplementary Information - General Employees Fund

Changes in Actuarial Assumptions

2025 - The combined service annuity loading factors increased from 15% to 19% for vested, terminated members and from 3% to 44% for non-vested, terminated members. The assumed post-retirement benefit increase changed from 1.25% to 1.5%.

2024**-** Rates and merit and seniority were adjusted, resulting in slightly higher rates. Assumed rates of retirement were adjusted as follows: increase the rate of assumed unreduced retirements, slight adjustments to Rule of 90 retirement rates, and slight adjustments to early retirement rates for Tier 1 and Tier 2 members. Minor increase in assumed withdrawals for males and females. Lower rates of disability. Continued use of Pub-2010 general mortality tables with slight rate adjustments as recommended in the most recent experience study. Minor changes to form of payment assumptions for male and female retirees. Minor changes to assumptions made with respect to missing participant data.

2023 - The investment return assumption and single discount rate were changed from 6.5 percent to 7.00 percent.

2022 - The mortality improvement scale was changed from Scale MP-2020 to Scale MP-2021

2021 - The investment return and single discount rates were changed from 7.50 percent to 6.50 percent, for financial reporting purposes. The mortality improvement scale was changed from Scale MP-2019 to Scale MP-2020.

2020 - The price inflation assumption was decreased from 2.50% to 2.25%. The payroll growth assumption was decreased from 3.25% to 3.00%. Assumed salary increase rates were changed as recommended in the June 30, 2019 experience study. The net effect is assumed rates that average 0.25% less than previous rates. Assumed rates of retirement were changed as recommended in the June 30, 2019 experience study. The changes result in more unreduced (normal) retirements and slightly fewer Rule of 90 and early retirements. Assumed rates of termination were changed as recommended in the June 30, 2019 experience study. The new rates are based on service and are generally lower than the previous rates for years 2-5 and slightly higher thereafter. Assumed rates of disability were changed as recommended in the June 30, 2019 experience study. The change results in fewer predicted disability retirements for males and females. The base mortality table for healthy annuitants and employees was changed from the RP-2014 table to the Pub-2010 General Mortality table, with adjustments. The base mortality table for disabled annuitants was changed from the RP-2014 disabled annuitant mortality table to the PUB-2010 General/Teacher disabled annuitant mortality table, with adjustments. The mortality improvement scale was changed from Scale MP-2018 to Scale MP-2019. The assumed spouse age difference was changed from two years older for females to one year older. The assumed number of married male new retirees electing the 100% Joint & Survivor option changed from 35% to 45%. The assumed number of married female new retirees electing the 100% Joint & Survivor option changed from 15% to 30%. The corresponding number of married new retirees electing the Life annuity option was adjusted accordingly.

2019 - The mortality projection scale was changed from MP-2017 to MP-2018.

2018 - The mortality projection scale was changed from MP-2015 to MP-2017. The assumed benefit increase was changed from 1.00 percent per year through 2044 and 2.50 percent per year thereafter to 1.25 percent per year.

2017 - The Combined Service Annuity (CSA) loads were changed from 0.8 percent for active members and 60 percent for vested and non-vested deferred members. The revised CSA loads are now 0.0 percent for active member liability, 15.0 percent for vested deferred member liability and 3.0 percent for non-vested deferred member liability. The assumed post-retirement benefit increase rate was changed from 1.0 percent per year for all years to 1.0 percent per year through 2044 and 2.5 percent per year thereafter.

2016 - The assumed post-retirement benefit increase rate was changed from 1.0 percent per year through 2035 and 2.5 percent per year thereafter to 1.0 percent per year for all future years. The assumed investment return was changed from 7.9 percent to 7.5 percent. The single discount rate was changed from 7.9 percent to 7.5 percent. Other assumptions were changed pursuant to the experience study dated June 30, 2015. The assumed future salary increases, payroll growth and inflation were decreased by 0.25 percent to 3.25 percent for payroll growth and 2.50 percent for inflation.

Notes to the Required Supplementary Information - General Employees Fund (Continued)

2015 - The assumed post-retirement benefit increase rate was changed from 1.0 percent per year through 2030 and 2.5 percent per year thereafter to 1.0 percent per year through 2035 and 2.5 percent per year thereafter.

Changes in Plan Provisions

2025 - The post-retirement benefit increase formula changed to 100% of the Social Security annual increase, between 1% and 1.75%, beginning January 1, 2026. If the funded ratio (on a market value of assets basis) is less than 85% for the last two consecutive annual valuations or is less than 80% in the most recent actuarial valuation, the maximum is reduced to 1.5%. Previously, the benefit increase was 50% of the Social Security annual increase, between 1% and 1.5%.The 1% additional employer contribution is eliminated when the plan reaches 98% funded status (on an actuarial value of assets basis); this contribution was previously scheduled to stop when the plan reached 100% funded status.

2024 - The worker's compensation offset for disability benefits was eliminated. The actuarial equivalent factors updated to reflect the changes in assumptions.

2023 - An additional one-time direct state aid contribution of $170.1 million will be contributed to the Plan on October 1, 2023. The vesting period of those hired after June 30, 2010, was changed from five years of allowable service to three years of allowable service. The benefit increase delay for early retirements on or after January 1, 2024, was eliminated. A one-time, non-compounding benefit increase of 2.5 percent minus the actual 2024 adjustment will be payable in a lump sum for calendar year 2024 by March 31, 2024.

2022 - There were no changes in plan provisions since the previous valuation.

2021 - There were no changes in plan provisions since the previous valuation.

2020 - Augmentation for current privatized members was reduced to 2.0% for the period July 1, 2020 through December 31, 2023 and 0.0% after. Augmentation was eliminated for privatizations occurring after June 30, 2020.

2019 - The employer supplemental contribution was changed prospectively, decreasing from $31.0 million to $21.0 million per year. The state's special funding contribution was changed prospectively, requiring $16.0 million due per year through 2031.

2018 - The augmentation adjustment in early retirement factors is eliminated over a five-year period starting July 1, 2019, resulting in actuarial equivalence after June 30, 2024. Interest credited on member contributions decreased from 4.00 percent to 3.00 percent, beginning July 1, 2018. Deferred augmentation was changed to 0.00 percent, effective January 1, 2019. Augmentation that has already accrued for deferred members will still apply. Contribution stabilizer provisions were repealed. Postretirement benefit increases were changed from 1.00 percent per year with a provision to increase to 2.50 percent upon attainment of 90.00 percent funding ratio to 50.00 percent of the Social Security Cost of Living Adjustment, not less than 1.00 percent and not more than 1.50 percent, beginning January 1, 2019. For retirements on or after January 1, 2024, the first benefit increase is delayed until the retiree reaches normal retirement age; does not apply to Rule of 90 retirees, disability benefit recipients, or survivors. Actuarial equivalent factors were updated to reflect revised mortality and interest assumptions.

2016 – There were no changes in plan provisions since the previous valuation.

2017 - The State's contribution for the Minneapolis Employees Retirement Fund equals $16,000,000 in 2017 and 2018, and $6,000,000 thereafter. The Employer Supplemental Contribution for the Minneapolis Employees Retirement Fund changed from $21,000,000 to $31,000,000 in calendar years 2019 to 2031. The state's contribution changed from $16,000,000 to $6,000,000 in calendar years 2019 to 2031.

2015 - On January 1, 2015, the Minneapolis Employees Retirement Fund was merged into the General Employees Fund, which increased the total pension liability by $1.1 billion and increased the fiduciary plan net position by $892 million. Upon consolidation, state and employer contributions were revised.

Schedule of Employer's Share of PERA Net Pension Liability - Police and Fire Fund

Fiscal Year Ending	City's Proportion of the Net Pension Liability	City's Proportionate Share of the Net Pension Liability (a)	State's Proportionate Share of the Net Pension Liability Associated with the City (b)	Total (a+b)	City's Covered Payroll (c)	City's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll ((a+b)/c)	Plan Fiduciary Net Position as a Percentage of the Total Net Pension Liability
06/30/25	0.3368 %	$ 3,946,444	$ 136,803	$ 4,083,247	$ 5,111,888	77.2 %	91.8 %
06/30/24	0.3296	4,336,274	165,297	4,501,571	4,564,131	95.0	87.0
06/30/23	0.3372	5,823,006	234,566	6,057,572	4,427,809	131.5	86.5
06/30/22	0.3507	15,261,079	666,651	15,927,730	4,254,707	358.7	70.5
06/30/21	0.3447	2,660,719	119,620	2,780,339	4,079,518	65.2	93.7
06/30/20	0.3611	4,759,684	112,128	4,871,812	4,078,664	116.7	87.2
06/30/19	0.3409	3,629,225	-	3,629,225	3,597,920	100.9	89.3
06/30/18	0.3386	3,609,127	-	3,609,127	1,774,469	203.4	88.8
06/30/17	0.3540	4,779,421	-	4,779,421	3,540,481	135.0	85.4
06/30/16	0.3430	13,765,187	-	13,765,187	3,409,037	403.8	63.9

Note: Schedule is intended to show 10-year trend. Additional years will be reported as they become available.

Schedule of Employer's PERA Contributions - Police and Fire Fund

Year Ending	Statutorily Required Contribution (a)	Contributions in Relation to the Statutorily Required Contribution (b)	Contribution Deficiency (Excess) (a-b)	City's Covered Payroll (c)	Contributions as a Percentage of Covered Payroll (b/c)
12/31/25	$ 946,652	$ 946,652	$ -	$ 5,348,318	17.70 %
12/31/24	865,999	865,999	-	4,892,652	17.70
12/31/23	785,093	785,093	-	4,435,555	17.70
12/31/22	765,127	765,127	-	4,322,753	17.70
12/31/21	741,673	741,673	-	4,190,245	17.70
12/31/20	709,410	709,410	-	4,007,964	17.70
12/31/19	659,645	659,645	-	3,891,713	16.95
12/31/18	585,350	585,350	-	3,613,272	16.20
12/31/17	573,558	573,558	-	3,540,481	16.20
12/31/16	552,264	552,264	-	3,409,037	16.20

Note: Schedule is intended to show 10-year trend. Additional years will be reported as they become available.

Notes to the Required Supplementary Information - Police and Fire Fund

Changes in Actuarial Assumptions

2025 - Assumed rates of salary increases were reduced slightly. Assumed rates of retirement were adjusted, resulting in an overall increase in unreduced (full) retirements and an overall increase in reduced (early) retirements. Assumed rates of withdrawal were modified; the new rates will increase predicted terminations, especially in the first few years of employment. Assumed rates of disabled retirement were significantly increased, especially for ages over age 30. Continued used of Pub-2010 Public Safety Mortality Table with rates adjusted to better fit observed experience. Percent married assumption for female retirees lowered from 70% to 65%. Minor changes were made to form of payment assumptions for retirees. Minor changes were made to assumptions made with respect to missing participant data. The combined service annuity load changed from 33% to 13% for vested, terminated members and from 2% to 38% for non-vested, terminated members.

2024 - There were no changes in actuarial assumptions since the previous valuation.

2023 - The investment return assumption was changed from 6.5 percent to 7.00 percent. The single discount rate changed from 5.4 percent to 7.0 percent.

2022 - The mortality improvement scale was changed from Scale MP-2020 to Scale MP-2021. The single discount rate changed from 6.50 percent to 5.40 percent.

2021 - The investment return and single discount rates were changed from 7.50 percent to 6.50 percent, for financial reporting purposes. The inflation assumption was changed from 2.50 percent to 2.25 percent. The payroll growth assumption was changed from 3.25 percent to 3.00 percent. The base mortality table for healthy annuitants and employees was changed from the RP-2014 table to the Pub-2010 Public Safety Mortality table. The mortality improvement scale was changed from MP-2019 to MN-2020. The base mortality table for disabled annuitants was changed from the RP-2014 healthy annuitant mortality table (with future mortality improvement according to Scale MP-2019) to the Pub-2010 Public Safety disabled annuitant mortality table (with future mortality improvement according to Scale MP-2020). Assumed rates of salary increase were modified as recommended in the July 14, 2020 experience study. The overall impact is a decrease in gross salary increase rates. Assumed rates of retirement were changed as recommended in the July 14, 2020 experience study. The changes result in slightly more unreduced retirements and fewer assumed early retirements. Assumed rates of withdrawal were changed from select and ultimate rates to service-based rates. The changes result in more assumed terminations. Assumed rates of disability were increased for ages 25-44 and decreased for ages over 49. Overall, proposed rates result in more projected disabilities. Assumed percent married for active female members was changed from 60 percent to 70 percent. Minor changes to form of payment assumptions were applied.

2020 - The mortality projection scale was changed from MP-2018 to MP-2019.

2019 - The mortality projection scale was changed from MP-2017 to MP-2018.

2018 - The mortality projection scale was changed from MP-2016 to MP-2017. s set by statute, the assumed post-retirement benefit increase was changed from 1.0 percent per year through 2064 and 2.5 percent per year, thereafter, to 1.0 percent for all years, with no trigger.

Notes to the Required Supplementary Information - Police and Fire Fund (Continued)

2017 - Assumed salary increases were changed as recommended in the June 30, 2016 experience study. The net effect is proposed rates that average 0.34 percent lower than the previous rates. Assumed rates of retirement were changed, resulting in fewer retirements. The Combined Service Annuity (CSA) load was 30 percent for vested and non-vested deferred members. The CSA has been changed to 33 percent for vested members and 2 percent for non-vested members. The base mortality table for healthy annuitants was changed from the RP-2000 fully generational table to the RP-2014 fully generational table (with a base year of 2006), with male rates adjusted by a factor of 0.96. The mortality improvement scale was changed from Scale AA to Scale MP-2016. The base mortality table for disabled annuitants was changed from the RP-2000 disabled mortality table to the mortality tables assumed for healthy retirees. Assumed termination rates were decreased to 3.0 percent for the first three years of service. Rates beyond the select period of three years were adjusted, resulting in more expected terminations overall. Assumed percentage of married female members was decreased from 65 percent to 60 percent. Assumed age difference was changed from separate assumptions for male members (wives assumed to be three years younger) and female members (husbands assumed to be four years older) to the assumption that males are two years older than females. The assumed percentage of female members electing joint and survivor annuities was increased. The assumed post-retirement benefit increase rate was changed from 1.00 percent for all years to 1.00 percent per year through 2064 and 2.50 percent thereafter. The single discount rate was changed from 5.6 percent to 7.5 percent.

2016 - The assumed post-retirement benefit increase rate was changed from 1.0 percent per year through 2037 and 2.5 percent per year thereafter to 1.0 percent per year for all future years. The assumed investment return was changed from 7.9 percent to 7.5 percent. The single discount rate was changed from 7.9 percent to 5.6 percent. The assumed future salary increases, payroll growth and inflation were decreased by 0.25 percent to 3.25 percent for payroll growth and 2.50 percent for inflation.

2015 - The assumed post-retirement benefit increase rate was changed from 1.0 percent per year through 2030 and 2.5 percent per year thereafter to 1.0 percent per year through 2037 and 2.5 percent per year thereafter.

Changes in Plan Provisions

2025 - The period of time needed for benefit recipients to receive their first benefit increase was reduced by one year (from 36 months to 24 months for a full increase). The January 1, 2026 benefit increase changed from 1% to 3%; subsequent January 1 increases will be 1%.
The threshold to end the $9 million annual state aid contribution changed from the earlier of July 1, 2048 or 90% funded for both PERA Police & Fire and MSRS State Patrol for three consecutive years to 100% funded for both PERA Police & Fire and MSRS State Patrol for three consecutive years (on an actuarial value of assets basis). The threshold to end the additional $9 million annual state aid contribution changed from the earlier of July 1, 20248 or 100% funded for a minimum of three consecutive years to 110% funded for a minimum of three consecutive years (on an actuarial value of assets basis). An additional $17.7 million in direct state aid will be paid annually each October 1 beginning October 1, 2025 through June 30, 2048. Joint and survivor actuarial equivalent factors were updated to reflect changes in assumptions.

2024 - The State contribution of $9 million per year will continue until the earlier of 1) both the Police and Fire Plan and the State Patrol Retirement Fund attain 90.0 percent funded status for three consecutive years (on an actuarial value of asset basis) or 2) July 1, 2048. The additional $9 million contribution will continue until the Police and Fire Plan is fully funded for a minimum of three consecutive years on an actuarial value of assets basis, or July 1, 2048, whichever is earlier. The contribution was previously due to expire upon attainment of fully funded status on an actuarial value of assets basis for one year (or July 1, 2048 if earlier).

Notes to the Required Supplementary Information - Police and Fire Fund (Continued)

2023 - Additional one-time direct state aid contribution of 19.4 million will be contributed to the Plan on October 1, 2023. Vesting requirement for new hires after June 30, 2014, was changed from a graded 20-year vesting schedule to a graded 10-year vesting schedule, with 50 percent vesting after five years, increasing incrementally to 100% after 10 years. A one-time, non-compounding benefit increase of 3.0 percent will be payable in a lump sum for calendar year 2024 by March 31, 2024. Psychological treatment is required effective July 1, 2023, prior to approval for a duty disability benefit for a psychological condition relating to the member's occupation. The total and permanent duty disability benefit was increased, effective July 1, 2023.

2022 - There were no changes in plan provisions since the previous valuation.

2021 - There were no changes in plan provisions since the previous valuation.

2020 - There were no changes in plan provisions since the previous valuation.

2019 - There were no changes in plan provisions since the previous valuation.

2018 - As set by statute, the assumed post-retirement benefit increase was changed from 1.0 percent per year through 2064 and 2.5 percent per year, thereafter, to 1.0 percent for all years, with no trigger. An end date of July 1, 2048 was added to the existing $9.0 million state contribution. New annual state aid will equal $4.5 million in fiscal years 2019 and 2020, and $9.0 million thereafter until the plan reaches 100 percent funding, or July 1, 2048, if earlier. Member contributions were changed from 10.80 percent to 11.30 percent of pay, effective January 1, 2019 and 11.80 percent of pay, effective January 1, 2020. Employer contributions were changed from 16.20 percent to 16.95 percent of pay, effective January 1, 2019 and 17.70 percent of pay, effective January 1, 2020. Interest credited on member contributions decreased from 4.00 percent to 3.00 percent, beginning July 1, 2018. Deferred augmentation was changed to 0.00 percent, effective January 1, 2019. Augmentation that has already accrued for deferred members will still apply. Actuarial equivalent factors were updated to reflect revised mortality and interest assumptions.

2017 - Assumed salary increases were changed as recommended in the June 30, 2016 experience study. The net effect is proposed rates that average 0.34 percent lower than the previous rates. Assumed rates of retirement were changed, resulting in fewer retirements. The combined service annuity (CSA) load was 30.00 percent for vested and non-vested, deferred members. The CSA has been changed to 33.00 percent for vested members and 2.00 percent for non-vested members. The base mortality table for healthy annuitants was changed from the RP-2000 fully generational table to the RP-2014 fully generational table (with a base year of 2006), with male rates adjusted by a factor of 0.96. The mortality improvement scale was changed from Scale AA to Scale MP-2016. The base mortality table for disabled annuitants was changed from the RP-2000 disabled mortality table to the mortality tables assumed for healthy retirees. Assumed termination rates were decreased to 3.00 percent for the first three years of service. Rates beyond the select period of three years were adjusted, resulting in more expected terminations overall. Assumed percentage of married female members was decreased from 65.00 percent to 60.00 percent. Assumed age difference was changed from separate assumptions for male members (wives assumed to be three years younger) and female members (husbands assumed to be four years older) to the assumption that males are two years older than females. The assumed percentage of female members electing joint and survivor annuities was increased. The assumed postretirement benefit increase rate was changed from 1.00 percent for all years to 1.00 percent per year through 2064 and 2.50 percent thereafter. The single discount rate was changed from 5.60 percent per annum to 7.50 percent per annum.

2016 - There were no changes in plan provisions since the previous valuation.

2015 - The post-retirement benefit increase to be paid after attainment of the 90 percent funding threshold was changed, from inflation up to 2.5 percent, to a fixed rate of 2.5 percent.

Schedule of Changes in the Fire Relief Association's Net Pension Liability (Asset) and Related Ratios

	2025	2024	2023	2022
Total Pension Liability				
Service cost	$ 8,401	$ 8,001	$ 7,652	$ 7,288
Interest	7,189	6,586	6,618	6,548
Differences between expected and actual experience	(8,447)	-	(15,012)	-
Changes of assumptions	-	-	1	1,518
Benefit payments, including refunds of employee contributions	(5,949)	-	(448)	(27,900)
Net Change in Total Pension Liability	1,194	14,587	(1,189)	(12,546)
Total Pension Liability - January 1	138,313	123,726	124,915	137,461
Total Pension Liability - December 31 (a)	$ 139,507	$ 138,313	$ 123,726	$ 124,915
Plan Fiduciary Net Position				
Contributions - state	32,081	29,104	27,040	25,691
Net investment income	60,300	35,300	39,434	(58,132)
Benefit payments, including refunds of employee contributions	(5,949)	-	(448)	(27,900)
Administrative expense	(3,714)	(5,735)	(1,886)	(3,590)
Other	-	-	1,000	-
Net Change in Plan Fiduciary Net Position	82,718	58,669	65,140	(63,931)
Plan Fiduciary Net Position - January 1	436,867	378,198	313,058	376,989
Plan Fiduciary Net Position - December 31 (b)	$ 519,585	$ 436,867	$ 378,198	$ 313,058
Fire Relief's Net Pension Liability (Asset) - December 31 (a-b)	$ (380,078)	$ (298,554)	$ (254,472)	$ (188,143)
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (b/a)	372.44%	315.85%	305.67%	250.62%
Covered-employee Payroll	N/A	N/A	N/A	N/A
Fire Relief's Net Pension Liability (Asset) ss a Percentage of Covered-employee Payroll	N/A	N/A	N/A	N/A

2021	2020	2019	2018	2017	2016
$ 8,999	$ 8,737	$ 11,290	$ 10,961	$ 11,412	$ 11,079
6,411	6,144	6,820	6,601	6,699	6,418
(11)	-	(17,841)	-	(4,341)	116,400
2,835	-	39	-	12	-
-	(19,593)	(2,948)	(24,086)	(6,490)	(135,968)
18,234	(4,712)	(2,640)	(6,524)	7,292	(2,071)
119,227	123,939	126,579	133,103	125,811	127,882
$ 137,461	$ 119,227	$ 123,939	$ 126,579	$ 133,103	$ 125,811
25,864	26,382	24,973	25,566	24,280	28,587
26,336	24,004	38,997	(16,336)	14,938	5,008
-	(19,593)	(2,948)	(24,086)	(6,490)	(135,968)
(6,526)	(4,724)	(3,412)	(7,203)	(6,141)	(4,015)
(2,894)	-	-	79	-	38,769
42,780	26,069	57,610	(21,980)	26,587	(67,619)
334,209	308,140	250,530	272,510	245,923	313,542
$ 376,989	$ 334,209	$ 308,140	$ 250,530	$ 272,510	$ 245,923
$ (239,528)	$ (214,982)	$ (184,201)	$ (123,951)	$ (139,407)	$ (120,112)
274.25%	280.31%	248.62%	197.92%	204.74%	195.47%
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A

Schedule of Employer's Fire Relief Association Contributions

Year Ending	Actuarial Determined Contribution (a)	Actual Contributions Paid (b)	Contribution Deficiency (Excess) (a-b)
12/31/25	$ 32,081	$ 32,081	$ -
12/31/24	29,104	29,104	-
12/31/23	27,040	27,040	-
12/31/22	25,691	25,691	-
12/31/21	25,864	25,864	-
12/31/20	26,382	26,382	-
12/31/19	24,973	24,973	-
12/31/18	25,566	25,566	-
12/31/17	24,280	24,280	-
12/31/16	28,587	28,587	-

Note: Schedule is intended to show 10-year trend. Additional years will be reported as they become available.

Schedule of Changes in the City's Total OPEB Liability and Related Ratios

Primary Government

	2025	2024	2023	2022	2021	2020
Total OPEB Liability						
Service cost	$ 238,710	$ 206,420	$ 271,691	$ 371,686	$ 258,942	$ 441,305
Interest	960,453	1,055,794	617,904	793,399	1,026,040	952,784
Effect of economic/demographic gains or losses	(3,751,476)	-	-	2,057,367	-	-
Changes in assumptions	(109,087)	1,496,262	222,485	(1,211,246)	4,244,880	(2,349,774)
Benefit payments	(1,691,150)	(1,727,766)	(1,749,571)	(1,690,100)	(1,727,593)	(1,345,948)
Net Change in Total OPEB Liability	(4,352,550)	1,030,710	(637,491)	321,106	3,802,269	(2,301,633)
Total OPEB Liability - Beginning	30,061,843	29,031,133	29,744,930	29,423,824	25,621,555	27,923,188
Total OPEB Liability - Ending	$ 25,709,293	$ 30,061,843	$ 29,107,439	$ 29,744,930	$ 29,423,824	$ 25,621,555
Covered - Employee Payroll	N/A	N/A	N/A	N/A	N/A	N/A
City's Total OPEB Liability as a Percentage of Covered Employee Payroll	N/A %	N/A %	N/A %	N/A %	N/A %	N/A %

Changes in Assumptions:

2023

The discount rate was updated as of December 31, 2023 to 3.26%

Note: Schedule is intended to show 10-year trend. Additional years will be reported as they become available.

Schedule of Changes in the City's Total OPEB Liability and Related Ratios (Continued)

Component Unit - Hibbing Public Utilities Commission

	2025	2024	2023	2022	2021	2020
Total OPEB Liability						
Service cost	$ 231,054	$ 296,223	$ 276,170	$ 623,529	$ 597,214	$ 561,246
Interest	584,152	520,818	610,696	429,946	456,552	531,232
Changes in benefit terms	-	-	-	-	-	-
Differences between expected and actual experience	136,767	-	(453,865)	-	(1,100,781)	-
Changes in assumptions	(884,344)	(1,500,242)	30,279	(4,289,364)	181,569	1,882,985
Benefit payments	(918,493)	(903,770)	(942,596)	(804,734)	(845,235)	(881,213)
Net Change in Total OPEB Liability	(850,864)	(1,586,971)	(479,316)	(4,040,623)	(710,681)	2,094,250
Total OPEB Liability - Beginning	14,541,066	16,128,037	16,607,353	20,647,976	21,358,657	19,264,407
Total OPEB Liability - Ending	$ 13,690,202	$ 14,541,066	$ 16,128,037	$ 16,607,353	$ 20,647,976	$ 21,358,657
Covered - Employee Payroll	$ 3,153,000	$ 4,449,229	$ 4,576,939	$ 4,576,939	$ 4,592,402	$ 4,967,680
City' Total OPEB Liability as a Percentage of Covered Employee Payroll	434.20 %	326.82 %	352.38 %	362.85 %	449.61 %	429.95 %

The PUC does not have a formal funding policy and does not calculate an Actuarially Determined Contribution (ADC). As such the disclosure of a Schedule of Contributions is not required.

The Commission does not have funds placed in a trust to offset the total OPEB liability. As such a schedule of investment returns is not required.

Note: Schedule is intended to show 10-year trend. Additional years will be reported as they become available.

Notes to the Required Supplementary Information - Modified Approach for City Streets and Trails Infrastructure Capital Assets

In accordance with GASB Statement No. 34, the City is required to account for and report infrastructure capital assets. The City defines infrastructure as the basic physical assets that allow the City to function and are utilized primarily by the public. They provide future economic benefit for a minimum of two years. Infrastructure assets are capital assets that normally are stationary in nature and normally can be preserved for a significantly greater number of years than other capital assets. The City's major infrastructure systems include streets, gravel roads, sidewalks, and bridges.

The City has elected to use a "Modified Approach" as defined by GASB Statement No. 34 for infrastructure reporting for its gravel roads. Under GASB Statement No. 34, eligible infrastructure capital assets are not required to be depreciated under the following requirements: Roads are graded, dust control applied, travel speeds up to legal speed limit.

The City manages the eligible infrastructure capital assets using an asset management system with characteristics of (1) an up-to-date inventory; (2) performed condition assessments and summarized the results using a measurement scale; and (3) estimated annual amount to maintain and preserve at the established condition assessment level.

The City documents that the eligible infrastructure capital assets are being preserved approximately at or above the established and disclosed condition assessment level.

The City commissioned a physical condition assessment of its gravel roads as of summer 2023. This condition assessment will be performed at least every three years. The study assists the City by providing current inspection data used to evaluate current road conditions. This helps to maintain a City-defined desirable level of road performance while optimizing the expenditure of limited fiscal resources. The entire gravel road network within the City is composed of approximately 65 miles of gravel road.

A visual inspection of all gravel roads was conducted to assess the existing condition of each of the individual gravel roads. Upon completion of the inspection, a level based on the condition is assessed to each gravel road based on the following criteria:

Condition	Criteria	Level
Poor	Road may have extreme potholes, standing or running water, soft spots, travel speeds below 5 mph or the road may be impassible.	1
Fair	Roads may have some potholes or puddles, minor soft spots, travel speeds up to 30 mph.	2
Good	Roads are in generally good condition, graded, travel speeds up to 45 mph.	3
Excellent	Roads are graded, dust control applied, travel speeds up to legal speed limit.	4

Except in the condition of an extreme weather condition, rain storm, or flooded condition, the City of Hibbing will maintain gravel roads at a condition of Level 3. As of December 31, 2025, the City's gravel roads all rated at a Level 3.

The estimated budget required to preserve gravel roads to this condition for the years 2025 and 2026 are $232,0611 and $220,857, respectively.

Notes to the Required Supplementary Information - Modified Approach for City Streets and Trails Infrastructure Capital Assets (Continued)

A schedule of the estimated annual amount calculated to maintain and preserve its gravel roads at the current level compared to actual expenditures for gravel road maintenance for the years ended December 31, 2006 through December 31, 2025 is presented below:

Year	Estimated Annual Expenditures	Actual Expenditures	Funded by General Fund
2006	$ 125,000	$ 141,244	$ 141,244
2007	132,832	146,959	146,959
2008	139,680	150,345	150,345
2009	175,311	192,151	192,151
2010	175,311	183,088	183,088
2011	180,000	331,896	331,896
2012	200,000	362,118	362,118
2013	200,000	379,983	379,983
2014	306,000	324,888	324,888
2015	317,445	305,000	305,000
2016	356,000	328,000	328,000
2017	341,000	332,000	332,000
2018	356,000	365,000	365,000
2019	386,500	386,500	386,500
2020	386,500	386,500	386,500
2021	386,500	386,500	386,500
2022	386,500	386,500	386,500
2023	330,000	180,000	180,000
2024	139,356	125,696	125,696
2025	232,061	250,167	250,167

City of Hibbing, Minnesota

Required Supplementary Information (Continued)

Budget to Actual Schedule

General Fund

For the Year Ended December 31, 2025

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
Revenues				
Taxes	$ 9,024,937	$ 8,920,437	$ 9,251,420	$ 330,983
Licenses and permits	180,550	180,550	335,970	155,420
Intergovernmental	10,123,569	10,223,069	10,463,702	240,633
Charges for services	2,460,330	2,576,530	2,901,431	324,901
Fines and forfeitures	112,000	112,000	107,379	(4,621)
Investment earnings	500,000	500,000	1,335,247	835,247
Contributions and donations	500	500	33,390	32,890
Miscellaneous	44,100	44,100	44,084	(16)
Total Revenues	22,445,986	22,557,186	24,472,623	1,915,437
Expenditures				
Current				
General government	2,919,652	2,913,052	2,834,514	78,538
Public safety	10,206,376	10,306,776	10,161,582	145,194
Public works	4,600,213	4,615,573	4,006,475	609,098
Culture and recreation	2,387,851	2,403,651	2,095,611	308,040
Economic development	214,549	214,549	165,827	48,722
Transportation	-	1,600	1,594	6
Miscellaneous	1,867,345	1,851,985	1,782,971	69,014
Debt service				
Principal	-	-	267,634	(267,634)
Interest and other	-	-	46,882	(46,882)
Total Expenditures	22,195,986	22,307,186	21,363,090	944,096
Excess (Deficiency) of Revenues Over (Under) Expenditures	250,000	250,000	3,109,533	2,859,533
Other Financing Sources (Uses)				
Transfers out	(250,000)	(250,000)	(3,242,123)	(2,992,123)
Sale of capital assets	-	-	95,362	95,362
Total Other Financing Sources (Uses)	(250,000)	(250,000)	(3,146,761)	(2,896,761)
Net Change in Fund Balances	-	-	(37,228)	(37,228)
Fund Balances, January 1	29,731,066	29,731,066	29,731,066	-
Fund Balances, December 31	$ 29,731,066	$ 29,731,066	$ 29,693,838	$ (37,228)

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

Notes to the Required Supplemental Information - Budgetary Reporting

A. Budgetary Comparison Schedule

The budgetary comparison schedule presents the comparison of the original and legally amended budget with actual amounts on a departmental level for the General fund. The departmental level budgets are adopted on a basis consistent with generally accepted accounting principles. The fund balance reports revenue in the period in which they become measurable and available.

B. Summary of Significant Budget Variances

The General fund revenues and expenditures varied significantly from final budget amounts as noted below:

Revenues

- Interest earnings exceeded final budgeted amounts due to an increase in the interest rates on investments held by the city.

Expenses

- Public works expenditures were under final budgeted amounts due to less street and ally costs then expected.

C. Budgetary Compliance

There were no budgetary compliance violations for the fiscal year ending December 31, 2025.

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COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

CITY OF HIBBING
HIBBING, MINNESOTA

FOR THE YEAR ENDED
DECEMBER 31, 2025

City of Hibbing, Minnesota
Nonmajor Governmental Funds
Combining Balance Sheet
December 31, 2025

	Special Revenue	Capital Projects	Debt Service	Total Nonmajor Governmental Funds
Assets				
Cash and temporary investments	$ 1,080,654	$ 1,506,090	$ 1,089,886	$ 3,676,630
Receivables				
Taxes	7,045	-	6,467	13,512
Accounts	-	28,040	-	28,040
Special assessments	-	263,679	-	263,679
Due from other governments	250	194,669	-	194,919
Due from other funds	-	1,090,293	-	1,090,293
Prepaid items	1,446	-	-	1,446
Total Assets	$ 1,089,395	$ 3,082,771	$ 1,096,353	$ 5,268,519
Liabilities				
Accounts payable	$ 35,528	$ 650	$ 2,886	$ 39,064
Due to other funds	-	225,471	-	225,471
Due to other governments	8,715	47,902	-	56,617
Accrued salaries payable	7,553	-	-	7,553
Contracts payable	-	54,974	-	54,974
Advances from other funds	31,261	-	-	31,261
Unearned revenue	16,496	64,492	215,600	296,588
Total Liabilities	99,553	393,489	218,486	711,528
Deferred Inflows of Resources				
Unavailable revenue - special assessments	-	234,617	-	234,617
Fund Balances				
Nonspendable	1,446	-	-	1,446
Restricted	703,044	2,357,790	877,867	3,938,701
Committed	316,613	-	-	316,613
Assigned	-	264,619	-	264,619
Unassigned	(31,261)	(167,744)	-	(199,005)
Total Fund Balances	989,842	2,454,665	877,867	4,322,374
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 1,089,395	$ 3,082,771	$ 1,096,353	$ 5,268,519

City of Hibbing, Minnesota
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended December 31, 2025

	Special Revenue	Capital Projects	Debt Service	Total Nonmajor Governmental Funds
Revenues				
Taxes	$ 1,283,765	$ 180,399	$ 537,732	$ 2,001,896
Intergovernmental	330	194,669	218,453	413,452
Charges for services	12,570	32,598	-	45,168
Special assessments	-	33,278	-	33,278
Contributions and donations	44,829	130,138	-	174,967
Investment earnings	8,824	79,281	37,315	125,420
Total Revenues	1,350,318	650,363	793,500	2,794,181
Expenditures				
Current				
Culture and recreation	1,034,284	58,139	-	1,092,423
Economic development	52,635	-	-	52,635
Capital outlay				
Public works	-	74,538	-	74,538
Culture and recreation	-	4,426	-	4,426
Economic development	-	880,062	-	880,062
Debt service				
Principal	9,846	-	646,000	655,846
Interest and other	133	-	147,896	148,029
Total Expenditures	1,096,898	1,017,165	793,896	2,907,959
Excess (Deficiency) of Revenues Over (Under) Expenditures	253,420	(366,802)	(396)	(113,778)
Other Financing Sources (Uses)				
Transfers in	250,000	1,125,000	1,818	1,376,818
Transfers out	-	(556,124)	(320,210)	(876,334)
Sale of capital assets	-	64,335	-	64,335
Total Other Financing Sources (Uses)	250,000	633,211	(318,392)	564,819
Net Change in Fund Balances	503,420	266,409	(318,788)	451,041
Fund Balances, January 1, as previously reported	651,719	2,787,668	1,196,655	4,636,042
Change within the financial reporting entity				
Nonmajor Fund to Major Fund	-	(1,070,228)	-	(1,070,228)
Primary government to component unit	(178,672)	470,816	-	292,144
Component unit to primary government	13,375	-	-	13,375
Fund Balances, January 1, as adjusted	486,422	2,188,256	1,196,655	3,871,333
Fund Balances, December 31	$ 989,842	$ 2,454,665	$ 877,867	$ 4,322,374

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City of Hibbing, Minnesota
Nonmajor Special Revenue Funds
Combining Balance Sheet
December 31, 2025

	211 Library	220 Housing Incentive	225 Small Cities Development	227 Local Sales Tax	421 Minnesota Investment Revolving Loans	612 Nor-Tech Building	Total
Assets							
Cash and temporary investments	$ 204,492	$ 58,148	$ 29,841	$ 703,044	$ 85,129	$ -	$ 1,080,654
Receivables							
Taxes	7,045	-	-	-	-	-	7,045
Due from other governments	250	-	-	-	-	-	250
Prepaid items	1,446	-	-	-	-	-	1,446
Total Assets	$ 213,233	$ 58,148	$ 29,841	$ 703,044	$ 85,129	$ -	$ 1,089,395
Liabilities							
Accounts and other payables	$ 35,528	$ -	$ -	$ -	$ -	$ -	$ 35,528
Due to other governments	8,715	-	-	-	-	-	8,715
Accrued salaries payable	7,553	-	-	-	-	-	7,553
Unearned revenue	16,496	-	-	-	-	-	16,496
Advances to other funds	-	-	-	-	-	31,261	31,261
Total Liabilities	68,292	-	-	-	-	31,261	99,553
Fund Balances							
Nonspendable	1,446	-	-	-	-	-	1,446
Restricted	-	-	-	703,044	-	-	703,044
Committed	143,495	58,148	29,841	-	85,129	-	316,613
Unassigned	-	-	-	-	-	(31,261)	(31,261)
Total Fund Balances	144,941	58,148	29,841	703,044	85,129	(31,261)	989,842
Total Liabilities and Fund Balances	$ 213,233	$ 58,148	$ 29,841	$ 703,044	$ 85,129	$ -	$ 1,089,395

City of Hibbing, Minnesota
Nonmajor Special Revenue Funds
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances
For the Year Ended December 31, 2025

	211	220	*Formerly Governmental* 221	225
	Library	Housing Incentive	Housing Trust	Small Cities Development
Revenues				
Taxes	$ 585,713	$ -		$ -
Intergovernmental	330	-		-
Charges for services	4,571	-		-
Contributions and donations	44,829	-		-
Investment earnings	368	2,239		1,149
Total Revenues	635,811	2,239		1,149
Expenditures				
Current				
Culture and recreation	1,034,284	-		-
Economic development	-	-		-
Debt service				
Principal	9,846	-		-
Interest and other	133	-		-
Total Expenditures	1,044,263	-		-
Excess (Deficiency) of Revenues Over (Under) Expenditures	(408,452)	2,239		1,149
Other Financing Sources (Uses)				
Transfers in	250,000	-		-
Net Change in Fund Balances	(158,452)	2,239		1,149
Fund Balances, January 1, as previously presented	303,393	55,909	178,672	28,692
Change within the financial reporting entity				
Nonmajor Governmental Fund to EDA Fund	-	-	(178,672)	-
Component unit to primary government	-	-	-	-
Fund Balances, January 1, as adjusted	303,393	55,909	-	28,692
Fund Balances, December 31	$ 144,941	$ 58,148		$ 29,841

227 Local Sales Tax	421 Minnesota Investment Revolving Loans	*Formerly Component Unit* 612 Nor-Tech Building	Total
$ 698,052	$ -	$ -	$ 1,283,765
-	-	-	330
-	-	7,999	12,570
-	-	-	44,829
4,992	76	-	8,824
703,044	76	7,999	1,350,318
-	-	-	1,034,284
-	-	52,635	52,635
-	-	-	9,846
-	-	-	133
-	-	52,635	1,096,898
703,044	76	(44,636)	253,420
-	-	-	250,000
703,044	76	(44,636)	503,420
-	85,053	-	651,719
-	-	-	(178,672)
-	-	13,375	13,375
-	85,053	13,375	486,422
$ 703,044	$ 85,129	$ (31,261)	$ 989,842

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City of Hibbing, Minnesota
Library Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
For the Year Ended December 31, 2025

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
Revenues				
Taxes	$ 586,043	$ 585,643	$ 585,713	$ 70
Intergovernmental	-	400	330	(70)
Charges for services	5,900	5,900	4,571	(1,329)
Contributions and donations	12,523	23,788	44,829	21,041
Investment earnings	-	-	368	368
Total Revenues	604,466	615,731	635,811	20,080
Expenditures				
Current				
Personnel services	761,493	761,493	776,685	(15,192)
Supplies	102,800	114,065	132,847	(18,782)
Other	152,245	152,245	124,752	27,493
Debt service				
Principal	-	-	9,846	(9,846)
Interest and other	-	-	133	(133)
Total Expenditures	1,016,538	1,027,803	1,044,263	(16,460)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(412,072)	(412,072)	(408,452)	3,620
Other Financing Sources (Uses)				
Transfer in	250,000	250,000	250,000	-
Net Change in Fund Balances	(162,072)	(162,072)	(158,452)	3,620
Fund Balances, January 1	303,393	303,393	303,393	-
Fund Balances, December 31	$ 141,321	$ 141,321	$ 144,941	$ 3,620

City of Hibbing, Minnesota
Nonmajor Capital Projects Funds
Combining Balance Sheet (Continued on the Following Page)
December 31, 2025

	405 Urban Redevelopment	415 Privately-Financed	430 Memorial Building	403 Mining Effects
Assets				
Cash and temporary investments	$ -	$ 174,258	$ 1,850	$ 1,054,234
Receivables				
Accounts	-	250	10,981	-
Special assessments	-	263,679	-	-
Due from other governments	194,669	-	-	-
Due from other funds	-	-	-	-
Total Assets	$ 194,669	$ 438,187	$ 12,831	$ 1,054,234
Liabilities				
Accounts payable	$ -	$ -	$ 650	$ -
Due to other governments	-	47,902	-	-
Contracts payable	54,974	-	-	-
Due to other funds	87,796	-	137,675	-
Unearned revenue	-	-	42,250	-
Total Liabilities	142,770	47,902	180,575	-
Deferred Inflows of Resources				
Unavailable revenue - special assessments	-	234,617	-	-
Fund Balances				
Restricted	-	-	-	1,054,234
Assigned	51,899	155,668	-	-
Unassigned	-	-	(167,744)	-
Total Fund Balances	51,899	155,668	(167,744)	1,054,234
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 194,669	$ 438,187	$ 12,831	$ 1,054,234

City of Hibbing, Minnesota
Nonmajor Capital Projects Funds
Combining Balance Sheet (Continued)
December 31, 2025

	406 Land Acquisition	431 Raceway	450 MDI Maintenance	Total
Assets				
Cash and temporary investments	$ 213,263	$ 37,182	$ 25,303	$ 1,506,090
Receivables				
Accounts	-	16,809	-	28,040
Special assessments	-	-	-	263,679
Due from other governments	-	-	-	194,669
Due from other funds	1,090,293	-	-	1,090,293
Total Assets	$ 1,303,556	$ 53,991	$ 25,303	$ 3,082,771
Liabilities				
Accounts payable	$ -	$ -	$ -	$ 650
Due to other governments	-	-	-	47,902
Contracts payable	-	-	-	54,974
Due to other funds	-	-	-	225,471
Unearned revenue	-	22,242	-	64,492
Total Liabilities	-	22,242	-	393,489
Deferred Inflows of Resources				
Unavailable revenue - special assessments	-	-	-	234,617
Fund Balances				
Restricted	1,303,556	-	-	2,357,790
Assigned	-	31,749	25,303	264,619
Unassigned	-	-	-	(167,744)
Total Fund Balances	1,303,556	31,749	25,303	2,454,665
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 1,303,556	$ 53,991	$ 25,303	$ 3,082,771

City of Hibbing, Minnesota
Nonmajor Capital Projects Funds
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances (Continued on the Following Page)
For the Year Ended December 31, 2025

	405 Urban Revelopment	415 Privately-Financed	*Formerly Governmental* Downtown Capital Project	430 Memorial Building	403 Mining Effects
Revenues					
Taxes	$ -	$ -		$ -	$ 180,399
Intergovernmental	194,669	-		-	-
Charges for services	-	-		29,597	-
Special assessments	-	33,278		-	-
Contributions and donations	-	-		75,000	-
Investment earnings	2,279	4,832		5,293	45,161
Total Revenues	196,948	38,110		109,890	225,560
Expenditures					
Current					
Culture and recreation	-	-		-	-
Capital outlay					
Public works	-	74,538		-	-
Culture and recreation	-	-		4,426	-
Economic development	289,176	-		-	-
Total Expenditures	289,176	74,538		4,426	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	(92,228)	(36,428)		105,464	225,560
Other Financing Sources (Uses)					
Transfers in	-	75,000		-	-
Transfers out	-	-		(367,784)	(188,340)
Sale of capital assets	-	-		-	-
Total Other Financing Sources (Uses)	-	75,000		(367,784)	(188,340)
Net Change in Fund Balances	(92,228)	38,572		(262,320)	37,220
Fund Balances, January 1, as previously presented	144,127	117,096	(470,816)	94,576	1,017,014
Change within the financial reporting entity					
Nonmajor Fund to Major Fund	-	-	-	-	-
Primary government to component unit	-	-	470,816	-	-
Fund Balances, January 1, as adjusted	144,127	117,096	-	94,576	1,017,014
Fund Balances, December 31	$ 51,899	$ 155,668		$ (167,744)	$ 1,054,234

City of Hibbing, Minnesota
Nonmajor Capital Projects Funds
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances (Continued)
For the Year Ended December 31, 2025

	406 Land Acquisition	431 Raceway	450 MDI Maintenance	*Formerly Nonmajor* Permanent Improvement	Total
Revenues					
Taxes	$ -	$ -	$ -		$ 180,399
Intergovernmental	-	-	-		194,669
Charges for services	-	3,001	-		32,598
Special assessments	-	-	-		33,278
Contributions and donations	-	55,138	-		130,138
Investment earnings	17,429	3,313	974		79,281
Total Revenues	17,429	61,452	974	-	650,363
Expenditures					
Current					
Culture and recreation	-	58,139	-		58,139
Capital outlay					
Public works	-	-	-		74,538
Culture and recreation	-	-	-		4,426
Economic development	590,886	-	-		880,062
Total Expenditures	590,886	58,139	-	-	1,017,165
Excess (Deficiency) of Revenues Over (Under) Expenditures	(573,457)	3,313	974	-	(366,802)
Other Financing Sources (Uses)					
Transfers in	1,050,000	-	-		1,125,000
Transfers out	-	-	-		(556,124)
Sale of capital assets	64,335	-	-		64,335
Total Other Financing Sources (Uses)	1,114,335	-	-	-	633,211
Net Change in Fund Balances	540,878	3,313	974	-	266,409
Fund Balances, January 1 as previously presented	762,678	28,436	24,329	1,070,228	2,787,668
Change within the financial reporting entity					
Nonmajor Fund to Major Fund	-	-	-	(1,070,228)	(1,070,228)
Nonmajor Governmental Fund to EDA Fund	-	-	-	-	470,816
Fund Balances, January 1, as adjusted	762,678	28,436	24,329	-	2,188,256
Fund Balances, December 31	$ 1,303,556	$ 31,749	$ 25,303	$ -	$ 2,454,665

City of Hibbing, Minnesota
Nonmajor Debt Service Funds
Combining Balance Sheet
December 31, 2025

	395 2002 G.O. Refunding Bonds	**396** 2013A G.O. 2020A Refunding MSA Bonds	**308** 2018A G.O. Bonds	**309** 2012A G.O. Bonds	**310** 2020A Refunding Bonds (2013A Equipment Certificates)
Assets					
Cash and temporary investments	$ 39,601	$ 292,345	$ 131,235	$ 95,519	$ 213,009
Receivables					
Taxes	-	-	576	-	1,312
Total Assets	$ 39,601	$ 292,345	$ 131,811	$ 95,519	$ 214,321
Liabilities					
Accounts payable	$ -	$ 481	$ 481	$ -	$ 481
Unearned revenue	-	215,600	-	-	-
Total Liabilities	-	216,081	481	-	481
Fund Balances					
Restricted for debt service	39,601	76,264	131,330	95,519	213,840
Total Liabilities and Fund Balances	$ 39,601	$ 292,345	$ 131,811	$ 95,519	$ 214,321

312 2022A Equipment Certificates	313 2024A G.O. Bonds	314 2025A G.O. Bonds	Total
$ 24,083	$ 292,276	$ 1,818	$ 1,089,886
953	3,626	-	6,467
$ 25,036	$ 295,902	$ 1,818	$ 1,096,353
$ 481	$ 481	$ 481	$ 2,886
-	-	-	215,600
481	481	481	218,486
24,555	295,421	1,337	877,867
$ 25,036	$ 295,902	$ 1,818	$ 1,096,353

City of Hibbing, Minnesota
Nonmajor Debt Service Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended December 31, 2025

	395	396	308	309
	2002 G.O. Refunding Bonds	2013A G.O. 2020A Refunding MSA Bonds	2018A G.O. Bonds	2012A G.O. Bonds
Revenues				
Taxes	$ -	$ -	$ 47,907	$ -
Intergovernmental	-	218,150	26	-
Investment earnings	13,851	4,178	4,261	3,676
Total Revenues	13,851	222,328	52,194	3,676
Expenditures				
Debt service				
Principal	-	195,000	120,000	-
Interest and other	-	23,896	15,799	-
Total Expenditures	-	218,896	135,799	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	13,851	3,432	(83,605)	3,676
Other Financing Sources (Uses)				
Transfers in	-	-	-	-
Transfers out	(320,210)	-	-	-
Total Other Financing Sources (Uses)	(320,210)	-	-	-
Net Change in Fund Balances	(306,359)	3,432	(83,605)	3,676
Fund Balances, January 1	345,960	72,832	214,935	91,843
Fund Balances, December 31	$ 39,601	$ 76,264	$ 131,330	$ 95,519

310 2020A Refunding Bonds (2013A Equipment Certificates)	312 2022A Equipment Certificates	313 2024A G.O. Bonds	314 2025A G.O. Bonds	Total
$ 109,110	$ 79,262	$ 301,453	$ -	$ 537,732
62	45	170	-	218,453
6,892	-	4,457	-	37,315
116,064	79,307	306,080	-	793,500
75,000	51,000	205,000	-	646,000
10,071	9,462	88,187	481	147,896
85,071	60,462	293,187	481	793,896
30,993	18,845	12,893	(481)	(396)
-	-	-	1,818	1,818
-	-	-	-	(320,210)
-	-	-	1,818	(318,392)
30,993	18,845	12,893	1,337	(318,788)
182,847	5,710	282,528	-	1,196,655
$ 213,840	$ 24,555	$ 295,421	$ 1,337	$ 877,867

City of Hibbing, Minnesota
General Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (Continued on the Following Pages)
For the Year Ended December 31, 2025

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
Revenues				
Taxes				
Property taxes	$ 6,616,867	$ 5,797,867	$ 6,173,412	$ 375,545
Taconite	2,298,070	3,012,570	2,986,456	(26,114)
Franchise	110,000	110,000	91,552	(18,448)
Total taxes	9,024,937	8,920,437	9,251,420	330,983
Licenses and permits				
Business	180,550	180,550	335,970	155,420
Intergovernmental				
Federal				
Other	5,000	5,000	6,783	1,783
State				
Local government aid	9,328,069	9,328,069	9,328,083	14
Market value credit	-	-	13,877	13,877
Police and fire aid	365,000	365,000	473,690	108,690
Other	363,500	358,500	464,658	106,158
Local				
Other	62,000	166,500	176,611	10,111
Total intergovernmental	10,123,569	10,223,069	10,463,702	240,633
Charges for services				
General government	11,700	11,700	66,014	54,314
Public safety	2,000,500	2,100,900	2,299,468	198,568
Highways and streets	9,750	9,750	8,750	(1,000)
Culture and recreation	361,240	377,040	454,634	77,594
Cemetery	77,140	77,140	72,565	(4,575)
Total charges for services	2,460,330	2,576,530	2,901,431	324,901
Fines and forfeitures	112,000	112,000	107,379	(4,621)
Investment earnings	500,000	500,000	1,335,247	835,247
Contributions and donations	500	500	33,390	32,890
Miscellaneous				
Other	44,100	44,100	44,084	(16)
Total Revenues	22,445,986	22,557,186	24,472,623	1,915,437
Expenditures				
Current				
General government				
Mayor and council				
Personnel services	106,411	106,411	105,254	1,157
Supplies	4,750	4,750	7,152	(2,402)
Other services and charges	84,570	88,070	88,964	(894)
Total mayor and council	195,731	199,231	201,370	(2,139)

City of Hibbing, Minnesota
General Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (Continued)
For the Year Ended December 31, 2025

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
Expenditures (Continued)				
Current (continued)				
General government (continued)				
Administration				
Personnel services	$ 215,271	$ 215,271	$ 229,512	$ (14,241)
Supplies	8,250	8,250	3,068	5,182
Other services and charges	21,162	21,162	11,430	9,732
Total administration	244,683	244,683	244,010	673
Elections				
Personnel services	247,165	247,165	243,589	3,576
Supplies	4,000	4,000	2,443	1,557
Other services and charges	53,650	39,050	20,310	18,740
Total elections	304,815	290,215	266,342	23,873
City clerk				
Personnel services	719,244	719,244	727,401	(8,157)
Supplies	13,500	13,500	18,514	(5,014)
Other services and charges	75,500	64,800	37,916	26,884
Total city clerk	808,244	797,544	783,831	13,713
City hall				
Personnel services	80,373	80,373	90,645	(10,272)
Supplies	20,080	20,080	16,298	3,782
Other services and charges	94,095	94,095	81,190	12,905
Total city hall	194,548	194,548	188,133	6,415
Accounting				
Other services and charges	56,900	66,000	65,924	76
Data processing				
Supplies	2,100	2,100	166	1,934
Other services and charges	259,000	251,000	227,404	23,596
Total data processing	261,100	253,100	227,570	25,530
Legal				
Other services and charges	180,000	191,100	191,011	89
Personnel administration				
Personnel services	174,425	174,425	174,020	405
Supplies	1,000	1,000	840	160
Other services and charges	84,880	92,880	93,723	(843)
Total personnel administration	260,305	268,305	268,583	(278)
Zoning and housing				
Personnel services	237,700	237,700	248,809	(11,109)
Supplies	2,900	2,900	6,656	(3,756)
Other services and charges	83,020	78,020	53,088	24,932
Total zoning and housing	323,620	318,620	308,553	10,067

City of Hibbing, Minnesota
General Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (Continued)
For the Year Ended December 31, 2025

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
Expenditures (Continued)				
Current (continued)				
General government (continued)				
Assessor				
Personnel services	$ 89,306	$ 89,306	$ 88,783	$ 523
Supplies	-	-	132	(132)
Other services and charges	400	400	272	128
Total assessor	89,706	89,706	89,187	519
Total general government	2,919,652	2,913,052	2,834,514	78,538
Public safety				
Police				
Personnel services	4,510,368	4,436,368	4,322,533	113,835
Supplies	178,250	170,750	237,893	(67,143)
Other services and charges	593,420	588,420	640,602	(52,182)
Total police	5,282,038	5,195,538	5,201,028	(5,490)
Animal shelter				
Personnel services	-	49,000	59,898	(10,898)
Supplies	4,000	4,000	24,015	(20,015)
Other services and charges	108,000	145,500	109,506	35,994
Total animal shelter	112,000	198,500	193,419	5,081
Fire				
Personnel services	625,348	700,648	718,893	(18,245)
Supplies	159,500	159,500	109,742	49,758
Other services and charges	205,900	205,900	185,844	20,056
Total fire	990,748	1,066,048	1,014,479	51,569
Paid on-call				
Personnel services	42,000	22,600	23,238	(638)
Supplies	56,500	16,000	14,209	1,791
Other services and charges	78,200	62,800	64,480	(1,680)
Total paid on-call	176,700	101,400	101,927	(527)
Civil defense				
Other services and charges	10,000	10,000	6,420	3,580
Ambulance				
Personnel services	3,166,329	3,266,729	3,189,306	77,423
Supplies	162,000	162,000	182,637	(20,637)
Other services and charges	306,561	306,561	272,366	34,195
Total ambulance	3,634,890	3,735,290	3,644,309	90,981
Total public safety	10,206,376	10,306,776	10,161,582	145,194

City of Hibbing, Minnesota
General Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (Continued)
For the Year Ended December 31, 2025

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
Expenditures (Continued)				
Current (continued)				
Public works				
Engineering				
Personnel services	$ 455,707	$ 471,067	$ 483,627	$ (12,560)
Supplies	9,900	9,900	33,732	(23,832)
Other services and charges	101,526	101,526	66,424	35,102
Total engineering	567,133	582,493	583,783	(1,290)
Streets and alleys				
Personnel services	1,817,632	1,817,632	1,752,189	65,443
Supplies	888,505	888,505	723,683	164,822
Other services and charges	557,125	557,125	216,422	340,703
Total streets and alleys	3,263,262	3,263,262	2,692,294	570,968
Street lighting				
Other services and charges	63,500	63,500	63,380	120
Garage				
Personnel services	440,870	440,870	437,557	3,313
Supplies	62,500	62,500	66,699	(4,199)
Other services and charges	202,948	202,948	162,762	40,186
Total garage	706,318	706,318	667,018	39,300
Total public works	4,600,213	4,615,573	4,006,475	609,098
Culture and recreation				
Recreation				
Personnel services	132,797	132,797	62,412	70,385
Supplies	32,400	32,400	31,014	1,386
Other services and charges	31,015	31,015	18,100	12,915
Total recreation	196,212	196,212	111,526	84,686
Memorial building				
Personnel services	658,195	616,695	528,046	88,649
Supplies	54,850	54,850	66,055	(11,205)
Other services and charges	395,617	397,617	441,005	(43,388)
Total memorial building	1,108,662	1,069,162	1,035,106	34,056
Municipal golf course				
Personnel services	133,584	133,584	128,117	5,467
Supplies	25,160	25,160	29,658	(4,498)
Other services and charges	58,830	74,630	74,984	(354)
Total municipal golf course	217,574	233,374	232,759	615
Parks				
Personnel services	649,023	649,023	539,441	109,582
Supplies	80,670	80,670	81,022	(352)
Other services and charges	135,710	135,710	102,700	33,010
Total parks	865,403	865,403	723,163	142,240

City of Hibbing, Minnesota
General Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (Continued)
For the Year Ended December 31, 2025

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
Expenditures (Continued)				
Current (continued)				
Culture and recreation (continued)				
City services				
Personnel services	$ -	$ 39,500	$ (6,943)	$ 46,443
Total culture and recreation	2,387,851	2,403,651	2,095,611	308,040
Expenditures (Continued)				
Current (continued)				
Economic development				
Administration				
Personnel services	148,639	148,639	146,108	2,531
Supplies	700	700	544	156
Other services and charges	65,210	65,210	19,175	46,035
Total administration	214,549	214,549	165,827	48,722
Total economic development	214,549	214,549	165,827	48,722
Transportation				
Bus				
Personnel services	-	50	48	2
Other services and charges	-	1,550	1,546	4
Total transportation	-	1,600	1,594	6
Miscellaneous				
Cemetery				
Personnel services	261,978	246,618	232,907	13,711
Supplies	38,000	38,000	33,451	4,549
Other services and charges	38,000	38,000	28,735	9,265
Total cemetery	337,978	322,618	295,093	27,525
Public access				
Other services and charges	100,000	100,000	96,120	3,880
Insurance				
Other services and charges	1,320,367	1,320,367	1,277,017	43,350
Donations and contributions				
Other services and charges	25,000	25,000	9,931	15,069
Other				
Other services and charges	84,000	84,000	104,810	(20,810)
Total miscellaneous	1,867,345	1,851,985	1,782,971	69,014
Total current	22,195,986	22,307,186	21,048,574	1,258,612

City of Hibbing, Minnesota
General Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (Continued)
For the Year Ended December 31, 2025

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
Expenditures (Continued)				
Debt service				
Principal	$ -	$ -	$ 267,634	$ (267,634)
Interest and other	-	-	46,882	(46,882)
Total debt service	-	-	314,516	(314,516)
Total Expenditures	22,195,986	22,307,186	21,363,090	944,096
Excess (Deficiency) of Revenues Over (Under) Expenditures	250,000	250,000	3,109,533	2,859,533
Other Financing Sources (Uses)				
Transfers out	(250,000)	(250,000)	(3,242,123)	(2,992,123)
Sale of capital assets	-	-	95,362	95,362
Total Other Financing Sources (Uses)	(250,000)	(250,000)	(3,146,761)	(2,896,761)
Net Change in Fund Balances	-	-	(37,228)	(37,228)
Fund Balances, January 1	29,731,066	29,731,066	29,731,066	-
Fund Balances, December 31	$ 29,731,066	$ 29,731,066	$ 29,693,838	$ (37,228)

City of Hibbing, Minnesota
Economic Development Authority
(Discretely Presented Component Unit)
Combining Balance Sheet and Statement of Net Position (Continued on the Following Page)
December 31, 2025

	Governmental Activities						
	Special Revenue Funds				Tax Increment		Debt Service Fund
	255 General Fund	**250** Economic Development	*Formerly Governmental* **221** Housing Trust	**422** Deferred Loan Program	*Formerly Governmental* **418** Downtown Capital Project	**423** TIF Fund	**392, 417** Tax Increment XII
Assets							
Cash and temporary investments	$ 409,859	$ 1,203,682	$ 430,854	$ 5,929	$ -	$ -	$ 121,034
Receivables							
Taxes	1,264	-	-	-	-	-	-
Accounts	6,594	-	-	-	-	-	-
Leases	-	-	-	-			-
Loans, net of allowance	-	2,355,121	-	-	-	-	-
Due from other funds	98,023	500,000	-	-	-	-	-
Due from other governments	17,777	-	-	-	-	-	-
Land held for resale	-	-	-	-	717,020	406,377	-
Capital assets							
Buildings	-	-	-	-	-	-	-
Total Assets	$ 533,517	$ 4,058,803	$ 430,854	$ 5,929	$ 717,020	$ 406,377	$ 121,034
Liabilities							
Accounts payable	$ 9,750	$ -	$ -	$ -	$ 4,602	$ -	$ 481
Accrued salaries payable	32	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	98,023	-
Loans payable	-	-	-	-	-	-	-
Advances from primary government	-	-	-	-	823,551	400,000	-
Due to other governments	-	-	-	-	-	-	510
Contracts payable	15,377	-	-	-	1,526	-	-
Total Liabilities	25,159	-	-	-	829,679	498,023	991

City of Hibbing, Minnesota
Economic Development Authority
(Discretely Presented Component Unit)
Combining Balance Sheet and Statement of Net Position (Continued)
December 31, 2025

	Governmental Activities						
	Special Revenue Funds				Tax Increment		Debt Service Fund
	255 General Fund	**250** Economic Development	*Formerly Governmental* **221** Housing Trust	**422** Deferred Loan Program	*Formerly Governmental* **418** Downtown Capital Project	**423** TIF Fund	**392, 417** Tax Increment XII
Deferred Inflows of Resources							
Deferred lease resources	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Fund Balances/Net Position							
Fund balances							
Restricted for debt service	-	-	-	-	-	-	120,043
Committed	508,358	4,058,803	430,854	5,929	-	-	-
Assigned	-	-	-	-	-	-	-
Unassigned	-	-	-	-	(112,659)	(91,646)	-
Net position							
Net investment in capital assets	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	-
Total Fund Balances/ Net Position	508,358	4,058,803	430,854	5,929	(112,659)	(91,646)	120,043
Total Liabilities, Deferred Inflows of Resources and Fund Balances/ Net Position	$ 533,517	$ 4,058,803	$ 430,854	$ 5,929	$ 717,020	$ 406,377	$ 121,034

City of Hibbing, Minnesota
Economic Development Authority
(Discretely Presented Component Unit)
Combining Balance Sheet and Statement of Net Position (Continued)
December 31, 2025

	Governmental Activities			Business-Type Activities - Enterprise Funds	
	Capital Project Funds				
	420 Storefront Renovation Project	**412** District VIII Tax Increment	**440** Tax Abatement	**610** 1111 7th Ave East	Total
Assets					
Cash and temporary investments	$ 226,645	$ -	$ 206,963	$ 727,324	$ 3,332,290
Receivables					
Taxes	-	-	902	-	2,166
Accounts	-	-	-	1,398	7,992
Leases	-	-	-	5,063	5,063
Loans, net of allowance	18,911	-	-	-	2,374,032
Due from other funds	-	-	-	-	598,023
Due from other governments	-	-	-	-	17,777
Land held for resale	-	-	-	-	1,123,397
Capital assets					
Buildings	-	-	-	8,209,726	8,209,726
Total Assets	$ 245,556	$ -	$ 207,865	$ 8,943,511	$ 15,670,466
Liabilities					
Accounts payable	$ -	$ -	$ -	$ -	$ 14,833
Accrued salaries payable	-	-	-	-	32
Due to other funds	-	-	-	500,000	598,023
Loans payable	-	-	-	8,455,788	8,455,788
Advances from primary government	-	-	-	-	1,223,551
Due to other governments	-	-	27,383	1,398	29,291
Contracts payable	-	-	-	-	16,903
Total Liabilities	-	-	27,383	8,957,186	10,338,421

City of Hibbing, Minnesota
Economic Development Authority
(Discretely Presented Component Unit)
Combining Balance Sheet and Statement of Net Position (Continued)
December 31, 2025

	Governmental Activities			Business-Type Activities - Enterprise Funds	
	Capital Project Funds				
	420 Storefront Renovation Project	**412** District VIII Tax Increment	**440** Tax Abatement	**610** 1111 7th Ave East	Total
Deferred Inflows of Resources					
Deferred lease resources	$ -	$ -	$ -	$ 3,502	3,502
Fund Balances/Net Position					
Fund balances					
Restricted for debt service	-	-	-	-	120,043
Committed	-	-	-	-	5,003,944
Assigned	245,556	-	180,482	-	426,038
Unassigned	-	-	-	-	(204,305)
Net position					
Net investment in capital assets	-	-	-	553,938	553,938
Unrestricted	-	-	-	(571,115)	(571,115)
Total Fund Balances/ Net Position	245,556	-	180,482	(17,177)	5,328,543
Total Liabilities, Deferred Inflows of Resources and Fund Balances/Net Position	$ 245,556	$ -	$ 207,865	$ 8,943,511	$ 15,670,466

Amounts reported for the Economic Development Authority in the statement of net position are different because

Total Fund Balances/Net Position Reported above	$ 5,328,543
Capital assets used in the Economic Development Authority are not financial resources and therefore are not reported as assets in the funds.	
Cost of capital assets	158,032
Less accumulated depreciation	(10,022)
Noncurrent liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds.	
Bonds payable	(580,000)
Net pension liability	(60,844)
Governmental funds do not report a liability for accrued interest until due and payable.	(4,285)
Governmental funds of the Economic Development Authority do not report long-term amounts related to pensions.	
Deferred outflows of resources	17,960
Deferred inflows of resources	(175)
Total Net Position - Economic Development Authority	$ 4,849,209

City of Hibbing, Minnesota
Economic Development Authority
(Discretely Presented Component Unit)
Combining Statement of Revenues, Expenditures/Expenses and
Changes in Fund Balances/Net Position (Continued on the Following Pages)
For the Year Ended December 31, 2025

	Governmental Activities						
	Special Revenue Funds				Tax Increment		Debt Service Fund
	255 General Fund	**250** Economic Development	*Formerly Governmental* **221** Housing Trust	**422** Deferred Loan Program	*Formerly Governmental* **418** Downtown Capital Project	**423** TIF Fund	**392, 417** Tax Increment XII
Revenues							
Taxes							
General property taxes	$ 105,118	$ -	$ -	$ -	$ -	$ -	$ -
Tax increments	-	-			-	-	97,117
Intergovernmental	33,505	-	33,434	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Interest earnings	18,759	115,294	12,593	5,929	-	-	2,289
Miscellaneous	-	-	-	-	438,276	-	-
Total Revenues	157,382	115,294	46,027	5,929	438,276	-	99,406
Expenditures/Expenses							
Current							
Economic development							
Administration	28,152	-	-	224,061	-	-	4,221
Professional services	88,767	100,000	-	-	-	91,646	-
Depreciation	-	-	-	-	-	-	-
Capital outlay	56,275	-	-	-	80,119	-	-
Debt service/nonoperating expense							
Principal	-	-	-	-	-	-	50,000
Interest and other	-	-	-	-	-	-	11,429
Total Expenditures/Expenses	173,194	100,000	-	224,061	80,119	91,646	65,650
Excess (Deficiency) of Revenues Over (Under) Expenditures/Expenses	(15,812)	15,294	46,027	(218,132)	358,157	(91,646)	33,756
Other Financing Sources (Uses)							
Transfers in	-	-	206,155	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	206,155	-	-	-	-
Net Change in Fund Balances/Net Position	(15,812)	15,294	252,182	(218,132)	358,157	(91,646)	33,756
Fund Balances/ Net Position, January 1, as previously presented	524,170	4,043,509	-	224,061	-	-	86,287
Change within the financial reporting entity							
Primary government to component unit	-	-	178,672	-	(470,816)	-	-
Component unit to primary government	-	-	-	-	-	-	-
Fund Balances/ Net Position, January 1, as adjusted	524,170	4,043,509	178,672	224,061	(470,816)	-	86,287
Fund Balances/Net Position, December 31	$ 508,358	$ 4,058,803	$ 430,854	$ 5,929	$ (112,659)	$ (91,646)	$ 120,043

City of Hibbing, Minnesota
Economic Development Authority
(Discretely Presented Component Unit)
Combining Statement of Revenues, Expenditures/Expenses and
Changes in Fund Balances/Net Position (Continued)
For the Year Ended December 31, 2025

	Governmental Activities			Business-Type Activities - Enterprise Funds		
	Capital Project Funds					
	420 Storefront Renovation Project	**412** District VIII Tax Increment	**440** Tax Abatement	**610** 1111 7th Ave East	**612** *Formerly Component Unit* Nor-Tech Building	Total
Revenues						
Taxes						
General property taxes	$ -	$ -	$ 87,285	$ -		$ 192,403
Tax increments	-	-	-	-		97,117
Intergovernmental	-	-	43	-		66,982
Charges for services	-	-	-	8,277		8,277
Interest earnings	8,524	-	6,976	14,211		184,575
Miscellaneous	1,314	206,155	-	-		645,745
Total Revenues	9,838	206,155	94,304	22,488		1,195,099
Expenditures/Expenses						
Current						
Economic development						
Administration	-	-	79,940	53,533		389,907
Professional services	-	-	-	800,000		1,080,413
Depreciation	-	-	-	15,950		15,950
Capital outlay	-	-	-	-		136,394
Debt service/nonoperating expense						
Principal	-	-	-	-		50,000
Interest and other	-	-	-	-		11,429
Total Expenditures/Expenses	-	-	79,940	869,483		1,684,093
Excess (Deficiency) of Revenues Over (Under) Expenditures/Expenses	9,838	206,155	14,364	(846,995)		(488,994)
Other Financing Sources (Uses)						
Transfers in	-	-	-	-		206,155
Transfers out	-	(206,155)	-	-		(206,155)
Sale of capital assets	-	-	-	173,449		173,449
Total Other Financing Sources (Uses)	-	(206,155)	-	173,449		173,449
Net Change in Fund Balances/Net Position	9,838	-	14,364	(673,546)		(315,545)
Fund Balances/ Net Position, January 1 as previously presented	235,718	-	166,118	656,369	13,375	5,949,607
Change within the financial reporting entity						
Nonmajor Governmental Fund to EDA	-	-	-	-	-	(292,144)
EDA to Nonmajor Governmental Fund	-	-	-	-	(13,375)	(13,375)
Fund Balances/ Net Position, January 1 as adjusted	235,718	-	166,118	656,369	-	5,644,088
Fund Balances/Net Position, December 31	$ 245,556	$ -	$ 180,482	$ (17,177)		$ 5,328,543

Amounts reported for the Economic Development Authority in the statement of activities are different because

Net Change in Fund Balances/Net Position Reported above	$ (315,545)
Capital outlays are reported in the fund financial statements as expenditures for governmental activities. However, in the statement of activities, the cost of those assets is allocated over the estimated useful lives as depreciation expense.	
Capital outlay	588
Capital assets transferred to land held for resale	(26,727)
Depreciation expense	(691)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The amounts below are the effects of these differences in the treatment of long-term debt and related items.	
Principal repayments	50,000
Interest on long-term debt in the statement of activities differs from the amount reported in the governmental funds because interest is recognized as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the statement of activities, however, interest expense is recognized as the interest accrues, regardless of when it is due.	157
Long-term pension activity is not reported in governmental funds of the Economic Development Authority.	
Pension expense	(114)
Pension revenue from state contributions	(1)
Change in Net Position - Economic Development Authority	$ (292,333)

City of Hibbing, Minnesota
Economic Development Authority
(Discretely Presented Component Unit)
Statement of Cash Flows
For the Year Ended December 31, 2025

	Business-type Activities - Enterprise Funds
	610
	1111 7th Ave East
Cash Flows from Operating Activities	
Receipts from customers and users	$ 46,813
Payments to suppliers	(857,425)
Net Cash Provided (Used) by Operating Activities	(810,612)
Cash Flows from Capital and Related Financing Activities	
Acquisition of capital assets	(5,372,084)
Intergovernmental grant	-
Proceeds from sales of capital assets	693,557
Loan proceeds received	6,262,932
Principal paid on long-term debt	(547,133)
Net Cash Used by Capital and Related Financing Activities	1,037,272
Cash Flows from Investing Activities	
Investment income received	14,211
Net Increase (Decrease) in Cash and Cash Equivalents	240,871
Cash and Cash Equivalents, January 1	486,453
Cash and Cash Equivalents, December 31	$ 727,324
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities	
Operating income	$ (861,206)
Adjustments to reconcile operating income to net cash provided (used) by operating activities	
Depreciation	15,950
(Increase) in assets	
Accounts receivable	30,279
Lease receivable	29,265
Increase (Decrease) in liabilities and deferred inflow of resources	
Accounts and other payables	(300)
Due to other governments	(3,592)
Deferred lease resources	(21,008)
Net Cash Provided (Used) by Operating Activities	$ (810,612)
Schedule of Noncash Capital and Related Financing Activities	
Net book value of sold assets	$ 520,108

OTHER REQUIRED REPORTS

CITY OF HIBBING
HIBBING, MINNESOTA

FOR THE YEAR ENDED
DECEMBER 31, 2025

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INDEPENDENT AUDITOR'S REPORT
ON MINNESOTA LEGAL COMPLIANCE

Honorable Mayor and City Council
City of Hibbing, Minnesota

We have audited, in accordance with auditing standards generally accepted in the United States of America, and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund and the aggregate remaining fund information of the City of Hibbing, Minnesota (the City) as of and for the year ended December 31, 2025, and the related notes to the financial statements, and have issued our report thereon dated August 13, 2026.

In connection with our audit, nothing came to our attention that caused us to believe that the City failed to comply with the provisions of the contracting and bidding, deposits and investments, conflicts of interest, public indebtedness, claims and disbursements, miscellaneous provisions, and tax increment financing sections of the *Minnesota Legal Compliance Audit Guide for Cities*, promulgated by the State Auditor pursuant to Minn. Stat. § 6.65, insofar as they relate to accounting matters. However, our audit was not directed primarily toward obtaining knowledge of such noncompliance. Accordingly, had we performed additional procedures, other matters may have come to our attention regarding the City's noncompliance with the above referenced provisions, insofar as they relate to accounting matters.

This report is intended solely for the information and use of those charged with governance and management of the City and the State Auditor and is not intended to be, and should not be, used by anyone other than these specified parties.

Abdo
Minneapolis, Minnesota
August 13, 2026

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*

Honorable Mayor and City Council
City of Hibbing, Minnesota

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 Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund and the aggregate remaining fund information of the City of Hibbing, Minnesota (the City), as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated August 13, 2026.

Report on 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) as a basis for designing 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 the City'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 entity'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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify a certain deficiency in internal control, described as item 2025-001 to be a significant deficiency.

Report on 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 financial statements. 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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

The City's Response to the Finding

The City's response to the finding identified in our audit are described in the accompanying Schedule of Finding and Response. The City's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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.



Abdo
Minneapolis, Minnesota
August 13, 2026

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Finding	Description
2025-**001**	**Preparation of Financial Statements**
Condition:	We were requested to draft the audited financial statements and related footnote disclosures as part of our regular audit services. Auditing standards require auditors to communicate this situation to the City Council as an internal control deficiency. Ultimately, it is management's responsibility to provide for the preparation of your statements and footnotes, and the responsibility of the auditor to determine the fairness of presentation of those statements. It is our responsibility to inform you that this deficiency could result in a material misstatement to the financial statements that could have been prevented or detected by your management. Essentially, the auditors cannot be part of your internal control process.
Criteria:	Internal controls should be in place to provide reasonable assurance over financial reporting.
Cause:	From a practical standpoint we do both for you at the same time in connection with our audit. This is not unusual for us to do with an organization of your size.
Effect:	The effectiveness of the internal control system relies on enforcement by management. The effect of deficiencies in internal controls can result in undetected errors in financial reporting.
Recommendation:	It is your responsibility to make the ultimate decision to accept this degree of risk associated with this condition because of cost or other considerations. As in prior years, we have instructed management to review a draft of the auditor prepared financials in detail for their accuracy; we have answered any questions they might have, and have encouraged research of any accounting guidance in connection with the adequacy and appropriateness of classification of disclosure in your statements. We are satisfied that the appropriate steps have been taken to provide you with the completed financial statements. While the City is reviewing the financial statements, we recommend that the City agree its financial software to the numbers reported in the financial statements.

Management Response:

For now, the City's management accepts the degree of risk associated with this condition and thoroughly reviews a draft of the financial statements.



Executive Governance Summary

City of Hibbing

Hibbing, Minnesota

For the year ended December 31, 2025

Abdo
Lighting the path forward

5201 Eden Avenue, Ste 250
Edina, MN 55436
P 952.835.9090

100 Warren Street, Ste 600
Mankato, MN 56001
P 507.625.2727

14500 N Northsight Blvd, Ste 321
Scottsdale, AZ 85260
P 480.864.5579

August 13, 2026

Management, Honorable Mayor and City Council
City of Hibbing, Minnesota

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund and the aggregate remaining fund information of the City of Hibbing, Minnesota (the City), for the year ended December 31, 2025. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, *Government Auditing Standards and Uniform Guidance*, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated December 22, 2025. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) as a basis for designing 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 the City'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 entity's financial statements will not be prevented, or detected and corrected, on a timely basis.

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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. 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 a certain deficiency in internal control, described below as item 2025-001 that we consider to be a significant deficiency.

Finding	Description
2025-001	**Preparation of Financial Statements**
Condition:	We were requested to draft the audited financial statements and related footnote disclosures as part of our regular audit services. Auditing standards require auditors to communicate this situation to the City Council as an internal control deficiency. Ultimately, it is management's responsibility to provide for the preparation of your statements and footnotes, and the responsibility of the auditor to determine the fairness of presentation of those statements. It is our responsibility to inform you that this deficiency could result in a material misstatement to the financial statements that could have been prevented or detected by your management. Essentially, the auditors cannot be part of your internal control process.
Criteria:	Internal controls should be in place to provide reasonable assurance over financial reporting.
Cause:	From a practical standpoint we do both for you at the same time in connection with our audit. This is not unusual for us to do with an organization of your size.
Effect:	The effectiveness of the internal control system relies on enforcement by management. The effect of deficiencies in internal controls can result in undetected errors in financial reporting.
Recommendation:	It is your responsibility to make the ultimate decision to accept this degree of risk associated with this condition because of cost or other considerations. As in prior years, we have instructed management to review a draft of the auditor prepared financials in detail for their accuracy; we have answered any questions they might have, and have encouraged research of any accounting guidance in connection with the adequacy and appropriateness of classification of disclosure in your statements. We are satisfied that the appropriate steps have been taken to provide you with the completed financial statements. While the City is reviewing the financial statements we recommend that the City agree its financial software to the numbers reported in the financial statements.

Management Response:

For now, the City's management accepts the degree of risk associated with this condition and thoroughly reviews a draft of the financial statements.

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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit. While our audit provides a reasonable basis for our opinion, it does not provide a legal determination on the City's compliance with those requirements. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* or Minnesota statutes.

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the City are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies were not changed during the year ended December 31, 2025. We noted no transactions entered into by the City during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the financial statements are included below:

- Management's estimate of depreciation is based on estimated useful lives of the assets. Depreciation is calculated using the straight-line method.
- Allocations of gross wages and payroll benefits are approved by City Council within the City's budget and are derived from each employee's estimated time to be spent servicing the respective functions of the City. These allocations are also used in allocating accrued compensated absences payable.
- Management's allocation of construction costs is based on amounts identified by the project engineer. These allocations are used to allocate other project costs, including engineering, to each fund.
- Management's estimate of its pension liability and other postemployment benefits are based on several factors including, but not limited to, anticipated investment return rate, retirement age for active employees, life expectancy, salary increases and form of annuity payment upon retirement.
- The allocation of the pension liability related to Minnesota Public Employee Retirement Association (PERA) is based on the City's proportionate share of employer contributions to the PERA cost-sharing multiple employer Coordinated and Police and Fire pension plans.
- Management's estimate of its lease receivable is based on the present value of lease payments expected to be received during the lease term.
- Management's estimate of its lease payable is based on the present value of lease payments expected to be paid during the lease term.
- Management's estimate of its compensated absences payable is based on the estimate of sick time to either be used during employment or paid out at termination.
- Management's estimate of future paid sick time usage is based on historical usage data.

We evaluated the key factors and assumptions used to develop these estimates in determining that they are reasonable in relation to the financial statements taken as a whole. The disclosures in the financial statements are neutral, consistent, and clear. Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to each opinion unit or the financial statements taken as a whole.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representations letter dated August 13, 2026August 13, 2026.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the City's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the City's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We applied certain limited procedures to the required supplementary information (RSI) (Management's Discussion and Analysis, the Schedules of Employer's Share of the Net Pension Liability, the Schedule of Changes in Net Pension Liability and Related Ratios, the Schedules of Employer's Contributions, and Schedule of changes in the City's OPEB Liability and related ratios, the respective budgetary comparison schedules and related note disclosures , which is information that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding 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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on the supplementary information (combining and individual fund financial statements and schedules and schedule of federal awards), which accompany the financial statements but are not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

We were not engaged to report on the introductory section and supplementary information, which accompanies the financial statements but are not RSI. We did not audit or perform other procedures on this other information and we do not express an opinion or provide any assurance on them.

Future Accounting Standard Changes

The following Governmental Accounting Standards Board (GASB) Statements have been issued and may have an impact on future City financial statements:

GASB Statement No. 103 – *Financial Reporting Model Improvements* *Effective: 12/31/2026*

GASB Statement No. 104 – *Disclosure of Certain Capital Assets* *Effective: 12/31/2026*

Further information on upcoming GASB pronouncements.

* * * * *

Restriction on Use

This communication is intended solely for the information and use of management, City Council, others within the City, and the Minnesota Office of the State Auditor and is not intended to be, and should not be, used by anyone other than these specified parties.

Our audit would not necessarily disclose all weaknesses in the system because it was based on selected tests of the accounting records and related data. The comments and recommendations in the report are purely constructive in nature and should be read in this context.

If you have any questions or wish to discuss any of the items contained in this letter, please feel free to contact us at your convenience. We wish to thank you for the continued opportunity to be of service and for the courtesy and cooperation extended to us by your staff.

Abdo

Abdo
Minneapolis, Minnesota
August 13, 2026

City of Hibbing

SPECIAL EVENT Permit Application

☑ **All applications for Special Events** to be held within the City of Hibbing shall be reviewed by the City departments that will be involved during the operation of the Event. Prior to review, all application information must be completed. After Departments Review, the applications will be submitted to the City Council for final approval.

☑ **Deadlines: Applications must be submitted 60 days prior to the event.**

☑ RETURN APPLICATION to the City Hall Council Office
DATE RECEIVED BY COUNCIL OFFICE: _____

Name/Description of Event:	VCA Bikeathon
Date of Event:	Saturday, September 26, 2026
Location of Event:	Bennett Park and Mesabi Trail
Organizer:	Victory Christian Academy
Organizer Contact Information:	Cell Phone: 218-262-6550

☑ **Department Review.** If applicable and where noted in the application form, the event organizer will also need to contact City department heads

DEPARTMENT	CHECK IN WITH CITY CONTACTS TO DISCUSS YOUR NEEDS FOR YOUR EVENT	CONTACT #
Hibbing Police Dept.	**Police Chief Steve Estey**	**218-262-0285**
Fire Department	**Fire Marshal Shawn Nickila**	**218-421-3942**
Sanitation Dept.	**John Yuretich/Bob Kobal**	**218-362-5991**
Public Works Dept.	**John Yuretich/Bob Kobal**	**218-362-5991**
City Services	**Nick Arola**	**218-362-5951**

City of Hibbing

SPECIAL EVENT PERMIT APPLICATION

☐ **Applications MUST BE FILLED OUT COMPLETELY & ALL NECESSARY REQUIREMENTS ATTACHED**

LOCATION OF EVENT: Bennett Park and Mesabi Trail

TITLE, PURPOSE, AND BRIEF DESCRIPTION OF EVENT:

The annual bikeathon is a student led fundraiser. Students obtain pledges beforehand and then bike up to 20 miles on event day.

Date of Event: Saturday, September 26, 2026

Refer media or citizen inquires to:
Allan Reini Telephone: 218-262-6550

APPLICANT AUTHORIZATION:

Attach a written communication from the organization(s) in whose name the event will be advertised which authorizes you, the applicant, to apply for this special event permit on its or their behalf.

Applicants Name & Title: Rebecca White, VCA Board Treasurer

Address: 1840 9th Ave E Hibbing

Mailing Address: 206 E 39th St Hibbing

Affiliation: VCA Board Treasurer

Telephone: (day) 612-518-2131 (evening) 612-518-2131

EVENT PRINCIPALS:

On the next sheet, please list names, addresses, and telephone numbers of all the principals involved in any way in the proposed special event. Include professional event organizers, event promoters, financial underwriters, commercial sponsors, charitable agencies for whose benefits the event are being produced, the organizations in whose name the event is being advertised, and all other administratively, financially, or organizationally involved as principals in the production of the proposed special event. Make additional copies of the next sheet as needed to include all the principals involved in the proposed special event.

Name: Rebecca White
Organization/Business/Agency/Affiliation: VCA Board Treasurer
Mailing Address: 1840 9th Ave E Hibbing
Daytime Phone: 612-518-2131 Evening Phone: Other:
Title and Functional Responsibility with Regard to the Event: Fundraising committee co-chair. Involved in planning, setting up, and facilitating day of the event.
Will this person have authority to cancel or greatly modify event plans? ☒ Yes ☐ No
Will this person be present at the event area or areas and in charge of the event at all times ☒ Yes ☐ No

Name: Sarah Day
Organization/Business/Agency/Affiliation: VCA Fundraising Committee
Mailing Address: 11238 Koshere Rd Chisholm
Daytime Phone: 218-383-4037 Evening Phone: Other:
Title and Functional Responsibility with Regard to the Event:
Will this person have authority to cancel or greatly modify event plans? ☒ Yes ☐ No
Will this person be present at the event area or areas and in charge of the event at all times ☒ Yes ☐ No

Name:
Organization/Business/Agency/Affiliation:
Mailing Address:
Daytime Phone: Evening Phone: Other:
Title and Functional Responsibility with Regard to the Event:
Will this person have authority to cancel or greatly modify event plans? ☐ Yes ☐ No
Will this person be present at the event area or areas and in charge of the event at all times ☐ Yes ☐ No

REQUESTED EVENT COMPONENTS:

REQUESTED DAY AND DATE (*first choice*):
Saturday, September 26, 2026

Alternate days and dates:

- Sunday, September 27
- Saturday, October 3
-

REQUESTED HOURS OF OPERATION:
From: ___9:00 am_____ a.m. / p.m. To _____1:00 pm_____ a.m. / p.m.

SET UP beginning Day and Date

****Indicate the time at which any unit of an event will begin to assemble at such area**

Day: ____Event Day_____ Time: ____8:00 am_____a.m. / p.m.

Describe the number and type of animals to be used in the Event ☐ Not Applicable

**If the event is a Circus, Carnival, Menagerie, or Like Exhibition: The license fee payable to the City of Hibbing is $60.00 for the first day and $12.00 for each additional day.

☐ If applicable, license fee to be included when submitting the application

See City Code Chapter 6, Section 6.23 for additional information.

Attach a Draft of the Entry Form for Participants / Spectators ☐ Attached

Anticipated number of Participants: _____75_____ Spectators: _____40____

****INSURANCE**

☐ Attach to this application either an Insurance policy or a certificate of insurance including the policy number, amount, and the provision that the City of Hibbing is included as an additional insured.

SANITATION:

- ☐ Attach your "Plan for Clean-Up / Material Preservation".
- ☐ Include number, type and location of trash containers to be provided for the event.
- ☐ Indicate who and how many will be responsible for emptying and cleaning up around containers during the event.
- ☐ Indicate who and how many will be responsible for cleaning up after animals if they are used in the event.
- ☐ Indicate who and how many will be responsible for cleaning up the event after the event.
- ☐ Described the number, type and location of portable toilets to be provided for the event (or permanent toilets to be used for the event).
- ☐ Include any other plan you have for ensuring post-event cleanliness and material preservation of city facilities, equipment, premises and streets.

MAP (Noting the following items):

Check off below items that apply to your event.

Indicate these items on attached separate maps. Use, where necessary, a to-scale drawing.

- ☐ If a route is involved, the beginning area, the route (indicate directions with arrows), and the finished area;
- ☐ If a route is involved, the places where buses or trains need to be considered;
- ☐ If a route is involved, it will expedite approval of your event if you attach separate maps giving two or three alternate routes;
- ☐ **Indicate if Roads and/or Sidewalks will be Closed**
  The applicant will be required to explain how motorists and business owners and residents will be notified in advance of the event.
- ☐ Barricades, cones, safety, portable parking signs (note location - *provided by Public Works*)
- ☐ If a relay is involved, indicate hand-off points;
- ☐ Entertainment or stage locations (grandstand operators should provide you with a to-scale drawing;
- ☐ Alcoholic beverage concession areas; ***location must be specified***
- ☐ Non-alcoholic concession areas;
- ☐ Food concession areas;
- ☐ General merchandise concession areas;
- ☐ Portable toilet facilities (indicate number);
- ☐ First aid facilities;
- ☐ Event participant and/or spectator parking areas;
- ☐ Event organizers command post;
- ☐ Fireworks or pyrotechnics site; (***Must contact Fire Marshal***)
- ☐ Vehicle fuel handling site;
- ☐ Cooking areas;
- ☐ Tables, enclosures, etc.;

☐ Temporary or permanent structures constructed for the event;	
☐ Site of electrical wiring to be installed for the event;	
☐ Trash containers (indicate number): _____	
☐ Other. Please describe:	
AVAILABILITY OF FOOD, BEVERAGES AND/OR ENTERTAINMENT	
ENTERTAINMENT:	If there will be music, sound amplification or any other noise impact, please describe, including the intended hours of the music, sound or noise. There will be one speaker with music playing and announcements for participants. The noise should not expand beyond park.
	If a casino party, a dance or live entertainment is a part of your event, please describe: none
	Please describe all of the activities of your event for which a license is required, for example, a cabaret license, a caterer's license, a general merchandise concession license, peddler or transient merchant license, etc. (*attach to this application all required licenses)*
ALCOHOL:	Alcoholic Beverages to be served? ☐ Yes ☒ No Temporary Liquor License Applied For? BEER ☐ *Yes* ☐ *No* COMMUNITY FESTIVAL LICENSE ☐ *Yes* ☐ *No* TEMPORARY ON SALE ☐ *Yes* ☐ *No* Organization Applying for License for Alcoholic Beverages:
	Describe what system will be used to ensure that alcoholic beverages will be consumed only by those persons 21 years and older.
	Describe how, where, when and by whom the alcoholic beverages will be served.
	List of people who will be selling the alcohol: Have they attended server training? ☐ Yes ☐ No

FOOD:	Food and/or non-alcoholic beverages to be served? ☒ Yes ☐ No
	Describe sanitation measures, food handling procedures and the nature of the food (such as pre-packaged foods, hot dogs, pre-mixed sodas, unpeeled fruit, raw meats, vegetables, fish or peeled and cut fruits).
	A health permit may be required from either the State of MN or St. Louis County. ☐ Attach a copy of your health permit to this application.
	If you intend to cook food in the event area, describe your area layout, including fuel or If electrical sources to be used.

SECURITY AND SAFETY PROCEDURES:

The Hibbing Police Department will determine the minimum number of private security guards and police officers required to adequately staff your event. If the prescribed number of private security guards is not provided or proves inadequate, the Hibbing Police Department maintains the right to shut down any or all components of the event and/or to provide additional police services that may be billed directly to the host organization.

Describe your proposed procedures for set-up operation, internal security and crowd control.

Several volunteers will set at Bennett Park just prior to the event. This would include things like route markers and the bounce house. this event is open to VCA school families who choose to participate, so there would likely be up to 100 people at one time.

If the event is to occur at night, describe how you are going to light the event area in order to increase the safety of participants and spectators coming to and leaving the event.

n/a

If your event includes vehicles or animals, describe the minimum and maximum speeds of the event and the minimum and maximum intervals of space to be maintained between units.

n/a

☐ Attach to this application a copy of your building permit (or permits) if you are installing any electrical wiring on a temporary or permanent basis and/or if you are building any temporary or permanent structures such as bleachers, scaffolding, a grandstand, reviewing stands, stages or platforms.

☐ Attach a copy of your fire department permit or permits to this application if you will use parade floats; an open flame; fireworks or pyrotechnics; vehicle fuels; cooking facilities; enclosures (and tables within those enclosures), tents, air-supported structures, canopies, or any fabric shelters.

Give names, address and phone numbers of the agency or agencies which will provide first aid staff and equipment. Attach additional sheets if necessary.

Name of Agency: _____
Name of Representative: _____
Address: _____
Phone Numbers: _____

Indicate medical services that will provided for the event.

Medical Service	How Provided:
☐ Ambulance	_____
☐ Doctors	_____
☐ Nurses	_____
☐ Paramedics	_____

HIBBING FIRE DEPARTMENT REQUIREMENTS

In accordance with Minnesota State Fire Code Section 403.1 the Fire Marshal shall evaluate the need for requiring fire personnel to be in attendance of a public assembly for the following reasons: keep diligent watch for fires, obstruction to means of egress and other hazards and shall take prompt measures for remediation of hazards. The Hibbing Fire Marshal maintains the right to require fire service personnel to staff special events that are construed as a potential hazard to the public safety. These additional services may be billed directly to the host.

In accordance with Minnesota State Fire Code Section 403.2; for an indoor special permit public assembly, the Fire Marshal shall receive a floor plan with dimensions of the floor, seating, and exit widths. A total number of participants shall be submitted in order to evaluate the occupancy load and safe egress out of the building. The Fire Marshal shall assign an occupancy load for the event which shall be adhered to. All event floor plan layouts must be approved by the Fire Marshal and all special permit public events are subject to inspection by the Fire Marshal the day of the event. The Fire Marshal and/or designee reserves the right, under MN State Fire code, to stop and/or remedy any unsafe actions up to and including the cancelling of the event.

VENDORS OR CONCESSIONAIRES:

Describe what vendors or concessionaires you will allow in conjunction with the event and the purpose or purposes of these concessions.

none

Describe how you intend to regulate, monitor and control the type, number and quality of vendors/concessionaires who you may permit to operate in conjunction with the event.

n/a

MITIGATION OF THE IMPACT ON OTHERS:

Describe how you intend to mitigate the impact of the special event on businesses, churches, neighbors, motorists, mass transit users and others. Attach additional sheets, if necessary entitled "Mitigation of the Impact of Others."

This event is being held outside of the residential area. We intend to block off a portion of the road while still allowing traffic to use the street. We would like to block off one intersection for safety procedures, but 3rd Avenue would still be open to traffic.

OTHER PERTINENT INFORMATION:

This event is the same as we have held the prior 3 years.

Plan for Clean-Up/Material Preservation

We were not planning on providing any trash bins for the event. Our school has rented the North Pavilion, and we will use the provided trash bin present. The school will have extra garbage bags on hand if more trash is accumulated, and we will dispose of this properly. Sarah Day and Rebecca White will oversee the cleanliness of the park during and after the event. There should be no activities other than water or lunch that would cause there to be trash. We will utilize the bathroom and portable toilets that exist at the park. This event should have minimal impact on the facilities, but we will ensure to leave a clean area.

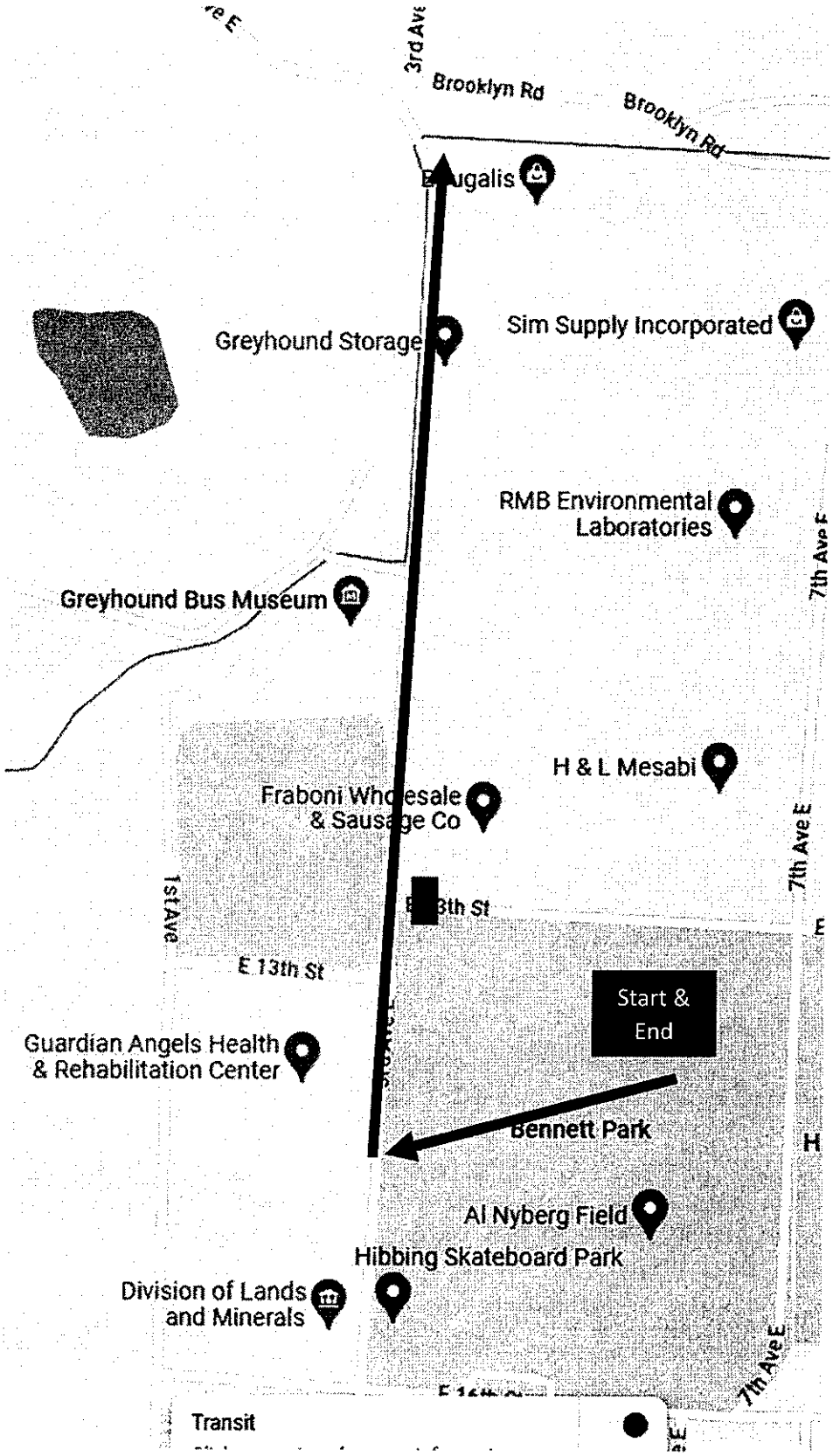
Food Sanitation Plan:

A precooked meal will be provided at the North Pavilion. There will be no cooking at the event and there will be no concessions for purchase.

Route and Other:

We would like to start and end our bike-a-thon on the slab outside of the north pavilion. We start on a portion of the park trail and our route would follow North on 3rd Avenue until we reach the bike trail (we are headed NE towards Chisholm). We are asking to designate/block off the right northbound shoulder of 3rd Ave from the parking lot to the bike trail. This would be done with traffic cones. Traffic would still be able to flow to and from on this road. In the past, we provided a traffic monitor which allows for the flow of traffic and bikers to safely cross. We can do this again this year.

Adult volunteers will be riding with children under 12 at all times. Each group will have a first aid backpack with them. There are 2 Registered Nurses that will be present as well.


3rd Ave
Brooklyn Rd
Brooklyn Rd
Greyhound Storage
Sim Supply Incorporated
RMB Environmental Laboratories
7th Ave E
Greyhound Bus Museum
H & L Mesabi
Fraboni Wholesale & Sausage Co
7th Ave E
1st Ave
E 13th St
Start & End
Guardian Angels Health & Rehabilitation Center
Bennett Park
Al Nyberg Field
Hibbing Skateboard Park
Division of Lands and Minerals
7th Ave E
Transit

Request for Council Action

City Council Action

Description of Agenda Item

The Hilligoss Family donated $75,000 in 2025 to build a new shelter at Carey Lake. This invoice is for the price of the materials. Bougalis was already awarded the site work. This is purchased under state contract #218090.

Strategic Initiative

Owner of Agenda Item

Introduction/Background/Justification/Key Issues/Legal

The Hilligoss Family donated $75,000 in 2025 to build a new shelter at Carey Lake. This invoice is for the price of the materials. Bougalis was already awarded the site work. This is purchased under state contract #218090.

Board/Commission/Committee Actions(s):

Budgetary/Fiscal Impact

Donation

Action Requested

Please approve

Attachments

1. 20260817092302143

St. Croix Recreation Fun Playgrounds INC.
1826 Tower Dr W
Stillwater, MN 55082-7597 USA
6514301247
hannah@stcroixrec.com

RECEIVED
AUG 10 2026
BY: _____

ST. CROIX RECREATION
FunPlaygrounds.com

INVOICE

INVOICE # 22716
DATE 08/05/2026
DUE DATE 09/04/2026
TERMS Net 30

BILL TO
City of Hibbing
Accounts Payable
400 East 23rd St
Hibbing, MN 55746

SHIP TO
Carey Lake Park
Hibbing, MN 55746

PLEASE DETACH TOP PORTION AND RETURN WITH YOUR PAYMENT.

Molly Johnsrud Donation
8/14/26

ACTIVITY	DESCRIPTION	QTY	RATE	AMOUNT
CW HP-1632-SW	Steelworx Vented Hip 16'x32', 8'0", Eave Height, w/ Typical 412 Roof Pitch, Poleyster Power Coated Frame, w/ as per our specs, 6 Posts design 24 ga MultiRib Roofing	1	32,900.00	32,900.00T
STATE CONTRACT	STATE CONTRACT #218090	32,900	-0.04	-1,316.00T
Freight	Current Lead Times once submittals are approved 14-16 weeks 2 weeks for Installation Drawings 2 Weeks for engineered Drawings	1	0.00	0.00T
Special Notes	Please send Geo-Technical Reports if they are needed for any Engineering for permits	1	0.00	0.00T

SALES TAX SUBJECT TO CHANGE. ADD IF NOT TAX EXEMPT OR SUPPLY EXEMPTION CERTIFICATE IF NOT ON FILE.
PAYMENT TERMS ARE NET 30 DAYS UNLESS OTHERWISE NOTED. FAILURE TO PAY IN A TIMELY MANNER WILL BE SUBJECT TO INTEREST AT 1.5%/MONTH OR 18% ANNUALLY.
**THOSE PURCHASING OFF OF THE MN STATE CONTRACT ARE BOUND ONLY BY THE TERMS & CONDITIONS AS LISTED IN SAID CONTRACT

SUBTOTAL	31,584.00
TAX (0%)	0.00
TOTAL	31,584.00
BALANCE DUE	**$31,584.00**

By signing estimate or authorizing by email or PO, purchaser is agreeing to billing terms as listed on the estimate. Order to include model number(s), quantity and color(s) above including any supplemental documents provided and/or requested. Please verify all content for accuracy. **Those purchasing off of the MN State Contract are bound only by the terms and conditions listed in said contract**

CITY OF HIBBING

RAFFLE REQUEST

Excluded raffle = Total Prizes awarded $1,500 per year or less
Exempt raffle = Total Annual prizes over $1,500 and under $50,000 requires Minnesota form LG220

RAFFLE REGISTRATION FEE

$15.00 *Payable to the City of Hibbing*

ORGANIZATION INFORMATION			
Name of Organization:	Hibbing Drama Boosters		
Type of Organization:	High School activities		
Mailing Address:	800 E 21st Street		
City, State, Zip	Hibbing MN 55746		
Contact Person:	Shannon Plombon	Daytime Phone Number:	218 263-2207
Have you conducted other raffles this year	NO	If YES, What is the total amount of prizes this year, including this Raffle	—

GAMBLING PREMISES INFORMATION
Name of premises where gambling activity will be conducted: Elks Club
Dates of Activity: September 3, 10, 17, 24, 2026
Check Box or Boxes that Indicate the Type of Gambling Activity: ☐ Raffle ☐ Other Bingo
Price Per Ticket:
Total value of prizes to be awarded:
Types of Prizes: Cash

In signing this request, I attest that I represent the above named Non-Profit organization and it meets all requirements of the State of Minnesota to qualify to conduct lawful gambling and proof of non-profit status is available upon request.

Organization Representative _____ Date _____

☐ Registered as Excluded Raffle

☐ Send to Council for Approval

MINNESOTA LAWFUL GAMBLING

LG240B Application to Conduct Excluded Bingo

No Fee

ORGANIZATION INFORMATION

Organization Name: Hibbing Drama Boosters

Previous Gambling Permit Number:

Minnesota Tax ID Number, if any:

Federal Employer ID Number (FEIN), if any: 39-2268403

Mailing Address: 2129 12th Avenue East

City: Hibbing State: MN Zip: 55746 County: St. Louis

Name of Chief Executive Officer (CEO): Angela Weaver

CEO Daytime Phone: 218.263.2207 CEO Email:

(permit will be emailed to this email address unless otherwise indicated below)

Email permit to (if other than the CEO): splombon@ssbhibbing.com

NONPROFIT STATUS

Type of Nonprofit Organization (check one):

☐ Fraternal ☐ Religious ☐ Veterans ☑ Other Nonprofit Organization

Attach a copy of at least one of the following showing proof of nonprofit status:

(DO NOT attach a sales tax exempt status or federal employer ID number, as they are not proof of nonprofit status.)

☑ **Current calendar year Certificate of Good Standing**

Don't have a copy? This certificate must be obtained each year from:

MN Secretary of State, Business Services Division
60 Empire Drive, Suite 100
St. Paul, MN 55103

Secretary of State website, phone numbers:
www.sos.state.mn.us
651-296-2803, or toll free 1-877-551-6767

☑ **Internal Revenue Service-IRS income tax exemption 501(c) letter in your organization's name**

Don't have a copy? Obtain a copy of your federal income tax exempt letter by having an organization officer contact the IRS at 877-829-5500.

☐ **Internal Revenue Service-Affiliate of national, statewide, or international parent nonprofit organization (charter)**

If your organization falls under a parent organization, attach copies of both of the following:

1. IRS letter showing your parent organization is a nonprofit 501(c) organization with a group ruling; and
2. the charter or letter from your parent organization recognizing your organization as a subordinate.

EXCLUDED BINGO ACTIVITY

Has your organization held a bingo event in the current calendar year? ☐ Yes ☑ No

If yes, list the dates when bingo was conducted:

The proposed bingo event will be:

☑ one of four or fewer bingo events held this year. Dates: September 4, 10, 17, & 24, 2026

-OR-

☐ conducted on up to 12 consecutive days in connection with a:

- ☐ county fair Dates:
- ☐ civic celebration Dates:
- ☐ Minnesota State Fair Dates:

Person in charge of bingo event: Becky Radika Daytime Phone: 218.969.4763

Name of premises where bingo will be conducted: Hibbing Elks Lodge #1022

Premises street address: 1926 4th Ave

City: Hibbing If township, township name: County: St. Louis

LG240B Application to Conduct Excluded Bingo

LOCAL UNIT OF GOVERNMENT ACKNOWLEDGMENT (required before submitting application to the Minnesota Gambling Control Board)

CITY APPROVAL for a gambling premises located within city limits

On behalf of the city, I approve this application for excluded bingo activity at the premises located within the city's jurisdiction.

Print City Name: Hibbing

Signature of City Personnel:

Title:_____ Date:_____

The city or county must sign before submitting application to the Gambling Control Board.

COUNTY APPROVAL for a gambling premises located in a township

On behalf of the county, I approve this application for excluded bingo activity at the premises located within the county's jurisdiction.

Print County Name: _____

Signature of County Personnel:

Title:_____ Date:_____

TOWNSHIP (if required by the county)
On behalf of the township, I acknowledge that the organization is applying for excluded bingo activity within the township limits. (A township has no statutory authority to approve or deny an application, per Minnesota Statutes, Section 349.213.)

Print Township Name: _____

Signature of Township Officer:_____

Title: _____ Date: _____

CHIEF EXECUTIVE OFFICER'S SIGNATURE (required)

The information provided in this application is complete and accurate to the best of my knowledge.

Chief Executive Officer's Signature: _____ Date: _____
(Signature must be CEO's signature; designee may not sign)

Print Name: _____

MAIL OR FAX APPLICATION & ATTACHMENTS

Mail or fax application and a copy of your proof of nonprofit status to:

Minnesota Gambling Control Board
1711 West County Road B, Suite 300 South
Roseville, MN 55113
Fax: 651-639-4032

An excluded bingo permit will be mailed to your organization. Your organization must keep its bingo records for 3-1/2 years.

Questions?
Call a Licensing Specialist at 651-539-1900.

Bingo hard cards and bingo number selection devices may be borrowed from another organization authorized to conduct bingo. Otherwise, bingo hard cards, bingo paper, and bingo number selection devices must be obtained from a distributor licensed by the Minnesota Gambling Control Board. To find a licensed distributor, go to ***www.mn.gov/gcb*** and click on ***Distributors*** under the ***LIST OF LICENSEES*** tab, or call 651-539-1900.

This form will be made available in alternative format (i.e. large print, braille) upon request.

Data privacy notice: The information requested on this form (and any attachments) will be used by the Gambling Control Board (Board) to determine your organization's qualifications to be involved in lawful gambling activities in Minnesota. Your organization has the right to refuse to supply the information; however, if your organization refuses to supply this information, the Board may not be able to determine your organization's qualifications and, as a consequence, may refuse to issue a permit. If your organization supplies the information requested, the Board will be able to process the application. Your organization's name and address will be public information when received by the Board. All other information provided will be private data about your organization until the Board issues the permit. When the Board issues the permit, all information provided will become public. If the Board does not issue a permit, all information provided remains private, with the exception of your organization's name and address which will remain public. Private data about your organization are available to Board members, Board staff whose work requires access to the information; Minnesota's Department of Public Safety; Attorney General; Commissioners of Administration, Minnesota Management & Budget, and Revenue; Legislative Auditor, national and international gambling regulatory agencies; anyone pursuant to court order; other individuals and agencies specifically authorized by state or federal law to have access to the information; individuals and agencies for which law or legal order authorizes a new use or sharing of information after this notice was given; and anyone with your written consent.

An equal opportunity employer

MINNESOTA LAWFUL GAMBLING

LG240B Application to Conduct Excluded Bingo — No Fee

ORGANIZATION INFORMATION

Organization Name: Hibbing/Chisholm High School Soccer Boosters Club
Previous Gambling Permit Number:
Minnesota Tax ID Number, if any: 41-5060509
Federal Employer ID Number (FEIN), if any:
Mailing Address: 3429 Outer Drive
City: Hibbing State: MN Zip: 55746 County: St. Louis
Name of Chief Executive Officer (CEO): Craig Petroske
CEO Daytime Phone: 218-966-8193 CEO Email: CMPetroske@yahoo.com
(permit will be emailed to this email address unless otherwise indicated below)
Email permit to (if other than the CEO): CM.Petroske@yahoo.com

NONPROFIT STATUS

Type of Nonprofit Organization (check one):

☐ Fraternal ☐ Religious ☐ Veterans ☒ Other Nonprofit Organization

Attach a copy of at least one of the following showing proof of nonprofit status:

(DO NOT attach a sales tax exempt status or federal employer ID number, as they are not proof of nonprofit status.)

☐ **Current calendar year Certificate of Good Standing**
Don't have a copy? This certificate must be obtained each year from:

MN Secretary of State, Business Services Division
60 Empire Drive, Suite 100
St. Paul, MN 55103

Secretary of State website, phone numbers:
www.sos.state.mn.us
651-296-2803, or toll free 1-877-551-6767

☐ **Internal Revenue Service-IRS income tax exemption 501(c) letter in your organization's name**
Don't have a copy? Obtain a copy of your federal income tax exempt letter by having an organization officer contact the IRS at 877-829-5500.

☐ **Internal Revenue Service-Affiliate of national, statewide, or international parent nonprofit organization (charter)**
If your organization falls under a parent organization, attach copies of both of the following:
1. IRS letter showing your parent organization is a nonprofit 501(c) organization with a group ruling; and
2. the charter or letter from your parent organization recognizing your organization as a subordinate.

EXCLUDED BINGO ACTIVITY

Has your organization held a bingo event in the current calendar year? ☐ Yes ☒ No

If yes, list the dates when bingo was conducted:

The proposed bingo event will be:

☒ one of four or fewer bingo events held this year. Dates: Oct 1, 8, 15, 22nd, 2026

-OR-

☐ conducted on up to 12 consecutive days in connection with a:

☐ county fair Dates:

☐ civic celebration Dates:

☐ Minnesota State Fair Dates:

Person in charge of bingo event: Kraig Raiber Daytime Phone: 218-245-9653
Name of premises where bingo will be conducted: Hibbing Elks Lodge
Premises street address: 1926 4th Ave E
City: Hibbing If township, township name: County: St. Louis

LG240B Application to Conduct Excluded Bingo

LOCAL UNIT OF GOVERNMENT ACKNOWLEDGMENT (required before submitting application to the Minnesota Gambling Control Board)

CITY APPROVAL for a gambling premises located within city limits

On behalf of the city, I approve this application for excluded bingo activity at the premises located within the city's jurisdiction.

Print City Name: _____

Signature of City Personnel:

_____

Title:_____ Date:_____

The city or county must sign before submitting application to the Gambling Control Board.

COUNTY APPROVAL for a gambling premises located in a township

On behalf of the county, I approve this application for excluded bingo activity at the premises located within the county's jurisdiction.

Print County Name: _____

Signature of County Personnel:

_____

Title:_____ Date:_____

TOWNSHIP (if required by the county)
On behalf of the township, I acknowledge that the organization is applying for excluded bingo activity within the township limits. (A township has no statutory authority to approve or deny an application, per Minnesota Statutes, Section 349.213.)

Print Township Name: _____

Signature of Township Officer:_____

Title: _____ Date: _____

CHIEF EXECUTIVE OFFICER'S SIGNATURE (required)

The information provided in this application is complete and accurate to the best of my knowledge.

Chief Executive Officer's Signature: _____ Date: 3/18/26
(Signature must be CEO's signature; designee may not sign)

Print Name: Kraig Raiber

MAIL OR FAX APPLICATION & ATTACHMENTS

Mail or fax application and a copy of your proof of nonprofit status to:

Minnesota Gambling Control Board
1711 West County Road B, Suite 300 South
Roseville, MN 55113
Fax: 651-639-4032

An excluded bingo permit will be mailed to your organization. Your organization must keep its bingo records for 3-1/2 years.

Questions?
Call a Licensing Specialist at 651-539-1900.

Bingo hard cards and bingo number selection devices may be borrowed from another organization authorized to conduct bingo. Otherwise, bingo hard cards, bingo paper, and bingo number selection devices must be obtained from a distributor licensed by the Minnesota Gambling Control Board. To find a licensed distributor, go to ***www.mn.gov/gcb*** and click on ***Distributors*** under the ***LIST OF LICENSEES*** tab, or call 651-539-1900.

This form will be made available in alternative format (i.e. large print, braille) upon request.

Data privacy notice: The information requested on this form (and any attachments) will be used by the Gambling Control Board (Board) to determine your organization's qualifications to be involved in lawful gambling activities in Minnesota. Your organization has the right to refuse to supply the information; however, if your organization refuses to supply this information, the Board may not be able to determine your organization's qualifications and, as a consequence, may refuse to issue a permit. If your organization supplies the information requested, the Board will be able to process the application. Your organization's name and address will be public information when received by the Board. All other information provided will be private data about your organization until the Board issues the permit. When the Board issues the permit, all information provided will become public. If the Board does not issue a permit, all information provided remains private, with the exception of your organization's name and address which will remain public. Private data about your organization are available to Board members, Board staff whose work requires access to the information; Minnesota's Department of Public Safety; Attorney General; Commissioners of Administration, Minnesota Management & Budget, and Revenue; Legislative Auditor, national and international gambling regulatory agencies; anyone pursuant to court order; other individuals and agencies specifically authorized by state or federal law to have access to the information; individuals and agencies for which law or legal order authorizes a new use or sharing of information after this notice was given; and anyone with your written consent.

MINNESOTA
COUNCIL ON LATINO AFFAIRS

YOU'RE INVITED!

Minnesota Council on Latino Affairs Board Meeting

Saturday, September 12, 2026 | 9:00 AM – 12:00 PM
Red Rock Hotel | 1402 E. Howard Street, Hibbing, MN

MEET. CONNECT. ENGAGE.

Community members, local leaders, organizations, businesses, and partners are invited to attend the Minnesota Council on Latino Affairs' **September Board Meeting in Hibbing**.

The Minnesota Council on Latino Affairs advises the Governor and Legislature on issues affecting Minnesota's Latino communities and serves as a bridge between communities and state government.

As part of our commitment to statewide community engagement, we are bringing our September Board Meeting to northern Minnesota to connect with communities in the region.

Join us to learn more about the Council's work and priorities, connect with Board members and staff, and share your priorities, concerns, experiences, and ideas. We want to hear from you about the issues that matter most to your community and region.

BRUNCH & REFRESHMENTS PROVIDED

RSVP Requested

This is an open meeting, and all are welcome to attend. An RSVP is requested to help us plan for seating, brunch, and refreshments.

Please confirm your attendance by **September 5, 2026.**

For questions or to request accessibility accommodations, please contact us:

Email: mcla.desk@state.mn.us
Phone: 651-398-4823

We look forward to connecting with you in Hibbing!

2007 $150

MINNESOTA LAWFUL GAMBLING

LG220 Application for Exempt Permit

An exempt permit may be issued to a nonprofit organization that:
- conducts lawful gambling on five or fewer days, and
- awards less than $50,000 in prizes during a calendar year.

If total raffle prize value for the calendar year will be $1,500 or less, contact the Licensing Specialist assigned to your county by calling 651-539-1900.

Application Fee (non-refundable)

Applications are processed in the order received. If the application is postmarked or received 30 days or more before the event, the application fee is **$100**; otherwise the fee is **$150**.

Due to the high volume of exempt applications, payment of additional fees prior to 30 days before your event will not expedite service, nor are telephone requests for expedited service accepted.

ORGANIZATION INFORMATION

Organization Name: Cancer Cruise Poker Run

Previous Gambling Permit Number: X-

Minnesota Tax ID Number, if any:

Federal Employer ID Number (FEIN), if any: 33-4928599

Mailing Address: 10990 Herman Rd

City: Hibbing State: MN Zip: 55746 County: St. Louis

Name of Chief Executive Officer (CEO): Michael Kaslucher

CEO Daytime Phone: 218-969-5454 CEO Email: cancercruisepr@gmail.com (permit will be emailed to this email address unless otherwise indicated below)

Email permit to (if other than the CEO):

NONPROFIT STATUS

Type of Nonprofit Organization (check one):

☐ Fraternal ☐ Religious ☐ Veterans ☒ Other Nonprofit Organization

Attach a copy of one of the following showing proof of nonprofit status:

(DO NOT attach a sales tax exempt status or federal employer ID number, as they are not proof of nonprofit status.)

☒ **A current calendar year Certificate of Good Standing**
Don't have a copy? Obtain this certificate from:
MN Secretary of State, Business Services Division
60 Empire Drive, Suite 100
St. Paul, MN 55103

Secretary of State website, phone numbers:
www.sos.state.mn.us
651-296-2803, or toll free 1-877-551-6767

☐ **IRS income tax exemption (501(c)) letter in your organization's name**
Don't have a copy? To obtain a copy of your federal income tax exempt letter, have an organization officer contact the IRS toll free at 1-877-829-5500.

☐ **IRS - Affiliate of national, statewide, or international parent nonprofit organization (charter)**
If your organization falls under a parent organization, attach copies of both of the following:
1. IRS letter showing your parent organization is a nonprofit 501(c) organization with a group ruling; and
2. the charter or letter from your parent organization recognizing your organization as a subordinate.

GAMBLING PREMISES INFORMATION

Name of premises where the gambling event will be conducted (for raffles, list the site where the drawing will take place): Hibbing National Guard Armory

Physical Address (do not use P.O. box): 2310 Brooklyn Drive

Check one:
☒ City: Hibbing Zip: 55746 County: St. Louis
☐ Township: Zip: County:

Date(s) of activity (for raffles, indicate the date of the drawing): August 29, 2026

AUG - 7 2026

Check each type of gambling activity that your organization will conduct:

☐ Bingo ☐ Paddlewheels ☐ Pull-Tabs ☐ Tipboards ☒ Raffle

Gambling equipment for bingo paper, bingo boards, raffle boards, paddlewheels, pull-tabs, and tipboards must be obtained from a distributor licensed by the Minnesota Gambling Control Board. EXCEPTION: Bingo hard cards and bingo ball selection devices may be borrowed from another organization authorized to conduct bingo. To find a licensed distributor, go to ***www.mn.gov/gcb*** and click on ***Distributors*** under the ***List of Licensees*** tab, or call 651-539-1900.

LG220 Application for Exempt Permit

LOCAL UNIT OF GOVERNMENT ACKNOWLEDGMENT (required before submitting application to the Minnesota Gambling Control Board)

CITY APPROVAL for a gambling premises located within city limits

- [x] The application is acknowledged with no waiting period.
- [ ] The application is acknowledged with a 30-day waiting period, and allows the Board to issue a permit after 30 days (60 days for a 1st class city).
- [ ] The application is denied.

Print City Name: Hibbing

Signature of City Personnel: Claudia Seppanen

Title: City Clerk Date: 8/5/24

The city or county must sign before submitting application to the Gambling Control Board.

COUNTY APPROVAL for a gambling premises located in a township

- [ ] The application is acknowledged with no waiting period.
- [ ] The application is acknowledged with a 30-day waiting period, and allows the Board to issue a permit after 30 days.
- [ ] The application is denied.

Print County Name: _____

Signature of County Personnel: _____

Title: _____ Date: _____

TOWNSHIP (if required by the county)
On behalf of the township, I acknowledge that the organization is applying for exempted gambling activity within the township limits. (A township has no statutory authority to approve or deny an application, per Minn. Statutes, section 349.213.)

Print Township Name: _____

Signature of Township Officer: _____

Title: _____ Date: _____

CHIEF EXECUTIVE OFFICER'S SIGNATURE (required)

The information provided in this application is complete and accurate to the best of my knowledge. I acknowledge that the financial report will be completed and returned to the Board within 30 days of the event date.

Chief Executive Officer's Signature: Michael Koslucher Date: 7/26/26
(Signature must be CEO's signature; designee may not sign)

Print Name: Michael Koslucher

REQUIREMENTS

Complete a separate application for:
- all gambling conducted on two or more consecutive days; or
- all gambling conducted on one day.

Only one application is required if one or more raffle drawings are conducted on the same day.

Financial report to be completed within 30 days after the gambling activity is done:
A financial report form will be mailed with your permit. Complete and return the financial report form to the Gambling Control Board.

Your organization must keep all exempt records and reports for 3-1/2 years (Minn. Statutes, section 349.166, subd. 2(f)).

MAIL APPLICATION AND ATTACHMENTS

Mail application with:

____ a copy of your proof of nonprofit status; and

____ application fee (non-refundable). If the application is postmarked or received 30 days or more before the event, the application fee is **$100**; otherwise the fee is **$150**. Make check payable to **State of Minnesota**.

To: Minnesota Gambling Control Board
1711 West County Road B, Suite 300 South
Roseville, MN 55113

Questions?
Call the Licensing Section of the Gambling Control Board at 651-539-1900.

Data privacy notice: The information requested on this form (and any attachments) will be used by the Gambling Control Board (Board) to determine your organization's qualifications to be involved in lawful gambling activities in Minnesota. Your organization has the right to refuse to supply the information; however, if your organization refuses to supply this information, the Board may not be able to determine your organization's qualifications and, as a consequence, may refuse to issue a permit. If your organization supplies the information requested, the Board will be able to process the application. Your organization's name and address will be public information when received by the Board. All other information provided will be private data about your organization until the Board issues the permit. When the Board issues the permit, all information provided will become public. If the Board does not issue a permit, all information provided remains private, with the exception of your organization's name and address which will remain public. Private data about your organization are available to Board members, Board staff whose work requires access to the information; Minnesota's Department of Public Safety; Attorney General; Commissioners of Administration, Minnesota Management & Budget, and Revenue; Legislative Auditor, national and international gambling regulatory agencies; anyone pursuant to court order; other individuals and agencies specifically authorized by state or federal law to have access to the information; individuals and agencies for which law or legal order authorizes a new use or sharing of information after this notice was given; and anyone with your written consent.

This form will be made available in alternative format (i.e. large print, braille) upon request.

An equal opportunity employer

Office of the Minnesota Secretary of State
Certificate of Good Standing

I, Steve Simon, Secretary of State of Minnesota, do certify that: The business entity listed below was filed pursuant to the Minnesota Chapter listed below with the Office of the Secretary of State on the date listed below and that this business entity is registered to do business and is in good standing at the time this certificate is issued.

Name:	cancer cruise poker run
Date Filed:	07/09/2025
File Number:	1568394300026
Minnesota Statutes, Chapter:	317A
Home Jurisdiction:	Minnesota

This certificate has been issued on: 07/09/2025

Steve Simon
Secretary of State
State of Minnesota

CITY OF HIBBING

BLOCK PARTY APPLICATION

BLOCK PARTY INFORMATION

Date & Day of Event: Sep 2nd 2026

Name of Event: Neighborhood Block Party

Location: Between 28th & 29th Street on 3rd Ave West 55746
Street Number / Street/Avenue Name / Zip Code

Estimated Attendance: 50 ppl

Hours: From: 4pm AM/PM (Please Circle) To: 8pm AM/PM (Please Circle)

ORGANIZER(S) INFORMATION

Name: Shannon Jarvis

Address: 2805 3rd Ave West Hibbing MN 55746
Street Number / Street Name / Zip Code

Phone Numbers (*Please include area codes*)

Home: (218) 966-2680 Cell: (___)_____ Work: (___)_____

E-mail Address: mariantanner devin alexis@gmail.com

Name: _____

Address: _____
Street Number / Street Name / Zip Code

Phone Numbers (*Please include area codes*)

Home: (___)_____ Cell: (___)_____ Work: (___)_____

E-mail Address: _____

DESCRIPTION OF THE EVENT (i.e., neighborhood party or birthday party, etc).
What activities are planned? Be as specific as possible.

Buffet food / Outdoor games

REQUIRED APPROVALS

Hibbing Police & Fire Department: The Police/Fire Departments must approve any street closures. You can contact them at 218.263.3601 or 218.262.6161. Please allow 2 weeks for a sign off. They are located at 1810 12th Avenue East Hibbing, MN 55746 or 2320 Brooklyn Drive, Hibbing, MN 55746.

*** **A site diagram must be provided depicting the street closures, location of the barricades and location of the activities.**

PLACEMENT OF SAFETY EQUIPMENT

Safety equipment must be positioned at the specific location(s) and time(s) stated in the Block Party Application. The equipment must be removed as soon as possible following the block party. Commercial barricades must be used to close the roadway. After dark, the barricades must have flashing amber caution lights securely attached.

*** **Arrange for appropriate traffic safety equipment is a requirement that must be satisfied before a Block Party Permit will be issued. If the necessary safety equipment is not in place during the event, your permit may be revoked.**

If you have any questions regarding safety requirements, please contact the Hibbing Police Department at 218.263.3601.

ADDITIONAL REQUIREMENTS

It is the responsibility of the **Event Organizer** to insure proper cleaning of the area after the event. The applicant shall be liable for payment of the cost of any and all expenses necessary to clean or clear the area.

Violation of the provisions of this permit shall result in the summary revocation of the permit.

Under the penalty of criminal prosecution, I certify that the information contained in this application, signatures, addresses and phone numbers of each person who is listed on this form are correct.

Event Organizer: Shannon Jarvis **Date:** 8-19-24

RESIDENT PETITION

All businesses or residential property owners or lessees within the road closure shall give their acknowledgement in writing to the person or organization seeking the permit. The signature, address, phone number and approval/disapproval of each person who is either a property owner or lessee within the requested barricaded area must appear below.

NAME	ADDRESS	PHONE #	CIRCLE ONE
			Approved / Disapproved
			Approved / Disapproved
			Approved / Disapproved
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			Approved / Disapproved
			Approved / Disapproved

Request for Council Action

City Council Action

Description of Agenda Item
MnDot Work Order - Deferred Maintenance

Strategic Initiative

Owner of Agenda Item
Jesse Story, City Engineer-Director of Public Works, 218.969.0629, jessestory@hibbingmn.gov

Introduction/Background/Justification/Key Issues/Legal
Attached is a Work Order under the Master Partnership Agreement that we have with MnDot. The work order allows the City to invoice MnDot for 50% of the Engineering/Architectural design services for the deferred maintenance at the Central Range Public Works facility.

Board/Commission/Committee Actions(s):

Budgetary/Fiscal Impact

Action Requested
Asking the City council to approve the work order.

Attachments
1. Master Partnership Contract_Work Order 8-14-26

MnDOT Contract Number: 1050290W01

STATE OF MINNESOTA
WORK ORDER UNDER
MASTER PARTNERSHIP CONTRACT

State Project (SP) Number: NA
Trunk Highway (TH) Number: NA
Project Description: Central Range Public Works Facility – Maintenance Project

This project provides for and includes building maintenance activities needed for facility management of the primary building at the Central Range Cooperative Public Works Facility (CRCPWF) in Hibbing. This facility is co-owned by the City of Hibbing and MnDOT. The City of Hibbing is administering a construction contract to perform the work and MnDOT's participation (governed by Agreement 75715 and Addendum 1) is provided via Work Order Contract. The building maintenance activities include: roof replacement, exterior wall sealing, HVAC system replacement, fire suppression upgrades and drain repairs. This Work Order includes only the design fee portion of the Agreement.

This Work Order Contract is issued under the authority of the State of Minnesota, Department of Transportation (MnDOT) Master Partnership Contract No. 1050290 between the state of Minnesota acting through its Commissioner of Transportation ("State") and the City of Hibbing, a political subdivision of the State of Minnesota ("Local Government") and is subject to all applicable provisions and covenants of that Contract which are incorporated herein by reference.

Work Order Contract

1. Term of Work Order Contract; Incorporation of Exhibits

1.1. **Effective date**: This Work Order Contract will be effective on the date that all required signatures are obtained by State, pursuant to Minnesota Statutes Section 16C.05, subdivision 2. The Local Government must not begin work under this Contract until ALL required signatures have been obtained and the Local Government has been notified in writing to begin such work by the State's Authorized Representative.

1.2. **Expiration date**: This Work Order Contract will expire on 06/30/2027, or when all obligations have been satisfactorily fulfilled, whichever occurs first.

1.3. **Exhibits**: Exhibits A through C are attached and incorporated into this Work Order Contract.

2. Nature of Work

2.1. X the blanks below to indicate the nature of the work to be performed. See Article 3. Services Requiring a Work Order Contract, of the Master Partnership Contract for applicable definitions.

[_____] Contract Administration
[_____] Emergency Services
[X] Professional/Technical Services
[_____] Roadway Maintenance

3. Scope of Work

3.1. The Local Government will perform services under this Work Order summarized generally as follows: The Local Government will initiate, execute and administer a supplemental contract with their contractor to provide design services for identified and agreed upon improvements to be made to the CRCPWF primary building. The design work should commence as soon as possible upon execution of this Work Order.

3.2. The following will be provided or completed by the State: The state will participate in scope development and design review/approval, associated meetings, and provide cost participation as noted herein.

4. Consideration of Payment

4.1. The State will pay for all services performed by the Local Government on an actual cost reimbursement basis as follows:

4.1.1. The following items will be reimbursable at their actual cost to the Local Government:

i. Actual and reasonable costs of consultants and contractors engaged to perform the design work;

4.1.2. The Local Government must, upon request of the State, provide documentation showing a breakdown of costs claimed for reimbursement.

4.2. The State's total obligation for all compensation and reimbursements to the Local Government will not exceed $175,000 (50% State share of total actual design fees/costs). Total estimated design costs are shown in Exhibit B ($132,660.38).

4.3. Electronic invoices are preferable. Please send the electronic invoice to the MnDOT Project Manager designated in Article 6.

5. Terms of Payment

5.1. The State will pay the Local Government upon receipt and approval of an invoice for eligible costs. The Local Government will submit signed invoices, and the signature will attest that the services have actually been performed, and that the claimed amounts have not been previously claimed or paid. Upon request of the State, the Local Government must provide documentation showing the actual costs incurred. The Local Government will use the format set forth in Exhibit C when submitting Invoices.

5.2. If the "Professional and Technical Services" box is checked in Article 2.1, the State will retain up to 10% of the final amount due to the Local Government, as required by Minnesota Statutes §16C.08, until the work and deliverables have been approved by the State.

6. Authorized Representatives

6.1. The State's Project Manager, for this Work Order is:

Name/Title:	Perry Collins/ADE - Operations, or successor
MnDOT -	District 1 – Duluth/Virginia
Street Address:	1123 Mesaba Ave
City State Zip:	Duluth, MN 55811
Telephone:	218-269-5770
Email:	perry.collins@state.mn.us

6.2. The State's Project Manager is responsible for overseeing the State's fulfillment of its obligations under this Work Order, reviewing, providing and approving invoices, resolving disputes related to this Work Order, and for giving or receiving any notices required or permitted by this Work Order.

6.3. The Local Government's Project Manager for this Work Order is:

Name/Title:	Jesse Story/City Engineer, or successor
Name of Gov't:	Hibbing Public Works
Street Address:	401 East 21st Street
City State Zip:	Hibbing, MN 55746
Telephone:	218-969-0629
Email:	JesseStory@hibbingmn.gov

6.4. The Local Government's Project Manager for this Work Order is responsible for overseeing the Local Government's fulfillment of its obligations under this Work Order, reviewing and approving invoices, resolving disputes related to this Work Order, and for giving or receiving any notices required or permitted by this Work Order.

7. Termination; Suspension

7.1. **Termination by the State or Local Government**. The Local Government, the State or the Commissioner of Administration may cancel this Work Order at any time, with or without cause, upon 30 days' written notice to the other Party. Upon termination, the Local Government will be entitled to payment, determined on a pro rata basis, for services satisfactorily performed.

7.2. **Termination for Insufficient Funding**. The State may immediately terminate this Work Order if it does not obtain funding from the Minnesota Legislature, or other funding source; or if funding cannot be continued at a level sufficient to allow for the payment of the services covered here. Termination must be by written or fax notice to the Local Government. The State is not obligated to pay for any services that are provided after notice and effective date of termination. However, the Local Government will be entitled to payment, determined on a pro rata basis, for services satisfactorily performed to the extent that funds are available. The State will not be assessed any penalty if the Work Order is terminated because of the decision of the Minnesota Legislature, or other funding source, not to appropriate funds. The State must provide the Local Government notice of the lack of funding within a reasonable time of the State's receiving that notice.

7.3. **Suspension.** The State may immediately suspend this Work Order Contract in the event of a total or partial government shutdown due to failure to have an approved budget by the legal deadline, or if funding is canceled, withdrawn, or terminated, and until funding is restored. The State will immediately provide written notice of suspension to the Local Government. Suspension does not release either Party from its obligations under this Work Order Contract; however, any services performed during a period of suspension will be deemed unauthorized and undertaken at risk of non-payment.

8. Additional Provisions

8.1. NONE

[THE REMAINDER OF THIS PAGE HAS BEEN INTENTIONALLY LEFT BLANK.]

LOCAL GOVERNMENT

The Local Government certifies that the appropriate person(s) have executed the contract on behalf of the Local Government as required by applicable articles, bylaws, resolutions or ordinances.

By:_____

Title:_____

Date:_____

By:_____

Title:_____

Date:_____

STATE ENCUMBRANCE VERIFICATION

The individual certifies funds have been encumbered as required by Minn. Stat. 16A.15 and 16C.05

By:_____

Date:_____

Swift Contract #:_____

SWIFT PO #:_____

COMMISSIONER OF TRANSPORTATION

By:_____

Title: District Engineer or Assistant District Engineer

Date:_____

COMMISSIONER OF ADMINISTRATION

(or delegated authority)

By:_____

Date:_____

EXHIBIT A – STANDARD TERMS

STANDARD TERMS FOR PROFESSIONAL AND TECHNICAL SERVICES

1. The Local Government will prepare all documents in accordance with Minnesota law, applicable Federal laws and regulations, and geometric design standards for trunk highway plans as described in the current versions of MnDOT Manuals, available through the MnDOT State Aid Division or on the MnDOT website.
2. The Local Government will, as applicable in developing plans, include the standard specifications from the latest edition of MnDOT Standard Specifications for Construction, and all amendments thereto.
3. The Local Government will furnish the personnel, services, supplies, and equipment necessary to properly perform, supervise, and document the work for the project(s). The services of the Local Government to be performed hereunder may not be assigned, sublet, or transferred unless approved in writing by MnDOT. This written consent will in no way relieve the Local Government from its primary responsibility for performance of the work.

[THE BALANCE OF THIS PAGE IS INTENTIONALLY LEFT BLANK.]

EXHIBIT B – COST ESTIMATE

					Construction Cost		CM & Design Fees							
			10%		34.5%	65.5%	1.15%	1.20%	2.0%	7.5%		50%	50%	
Item	Estimated Cost	Estimate or Bid	Contingency	Subtotal	MnDOT Share	Hibbing Share	AP GL Ins	AP SDI	AP Fee	Design Fee	Subtotal	MnDOT Share	Hibbing Share	Project Total
Finish Roofing	$ 448,787.00	Quote	$ 44,878.70	$ 493,665.70	$170,314.67	$ 323,351.03	$ 5,677.16	$ 5,992.11	$10,106.70	$ 38,658.13	$ 60,434.09	$ 30,217.05	$ 30,217.05	$ 554,099.79
Structural Modifications	$ 200,000.00	Estimate	$ 20,000.00	$ 220,000.00	$ 75,900.00	$ 144,100.00	$ 2,530.00	$ 2,670.36	$ 4,504.01	$ 17,227.83	$ 26,932.19	$ 13,466.10	$ 13,466.10	$ 246,932.19
Caulking	$ 100,000.00	Quote	$ 10,000.00	$ 110,000.00	$ 37,950.00	$ 72,050.00	$ 1,265.00	$ 1,335.18	$ 2,252.00	$ 8,613.91	$ 13,466.10	$ 6,733.05	$ 6,733.05	$ 123,466.10
HVAC	$ 750,000.00	Estimate	$ 75,000.00	$ 825,000.00	$284,625.00	$ 540,375.00	$ 9,487.50	$10,013.85	$16,890.03	$ 64,604.35	$100,995.73	$ 50,497.87	$ 50,497.87	$ 925,995.73
Controls	$ 300,000.00	Estimate	$ 30,000.00	$ 330,000.00	$113,850.00	$ 216,150.00	$ 3,795.00	$ 4,005.54	$ 6,756.01	$ 25,841.74	$ 40,398.29	$ 20,199.15	$ 20,199.15	$ 370,398.29
Fire Suppression Upgrade	$ 46,500.00	Quote	$ 4,650.00	$ 51,150.00	$ 17,646.75	$ 33,503.25	$ 588.23	$ 620.86	$ 1,047.18	$ 4,005.47	$ 6,261.74	$ 3,130.87	$ 3,130.87	$ 57,411.74
Drain Repair	$ 125,000.00	Quote	$ 12,500.00	$ 137,500.00	$ 47,437.50	$ 90,062.50	$ 1,581.25	$ 1,668.98	$ 2,815.00	$ 10,767.39	$ 16,832.62	$ 8,416.31	$ 8,416.31	$ 154,332.62
	$ 1,970,287.00		$197,028.70	$ 2,167,315.70	$747,723.92	$ 1,419,591.78	$24,924.13	$26,306.88	$44,370.93	$169,718.82	$265,320.77	$132,660.38	$ 132,660.38	$ 2,432,636.47

City of Hibbing	$ 1,552,252.17
MNDOT	$ 880,384.30
Total	$ 2,432,636.47

EXHIBIT C – INVOICE FORM

INVOICE NO._____

Final Invoice? ☐Yes ☐ No

Invoice Instructions:

Contractor must:

1. Complete the invoice and, if applicable, the progress report, in their entirety
2. Sign the invoice and progress report
3. Attach supporting documentation, if applicable
4. Scan the entire invoice package*, **in the following order**:
   a. Completed, Signed Invoice Form
   b. Completed, Signed Progress Report Form (if applicable)
   c. Supporting Documentation (if applicable)
   Note: Whenever possible, convert landscape pages to portrait pages and optimize the document to decrease the size
5. E-mail the invoice package, in .pdf, to ptinvoices.dot@state.mn.us

MnDOT Contract Number: 1050290W01
Contract Expiration Date: June 30, 2027
SP Number: NA TH Number: NA

Billing Period: From _____ to _____
Invoice Date: _____

	Total Contract Amount	Total Billing to Date	Amount Previously Billed	Billed This Invoice
1. Lump Sum Amount	$			
2. Lump Sum Amount	$			
3. Lump Sum Amount	$			
4. Lump Sum Amount	$			
5. Lump Sum Amount	$			
Net Earning Totals:	**$**			
Total Amount due this invoice:				**$**

Contractor: If the billing period includes costs that cross the State's fiscal year (6/30), provide a split of the full amount billed this invoice, as follows:

Costs	Amount billed
Prior to and including 6/30	
7/1 and after	
Total billed this invoice	

If costs do not cross the fiscal year, disregard.

I certify that the statements contained on this invoice, and its supporting documents, are true and accurate and that I have not knowingly made a false or fraudulent claim or used a false or fraudulent record in connection with this Invoice. I understand that this invoice is subject to audit.

Contractor: _____

Signature: _____

Print Name: _____

Title: _____

Request for Council Action

City Council Action

Approve the Zoning Amendment Request.

Description of Agenda Item

Approve the Zoning Amendment request of United States Steel Corporation,1 PPG PL Suite 2810, Pittsburgh, PA 15222, in the R-R, Rural-Residential, A-R, Agriculture-Rural-Residential, A-1, Agriculture, & O-1, Open Space Districts and the Hibbing City Code of Ordinances, on the subject property, Parcel ID #'s141-0040-00830, 141-0040-00840, 141-0040-00860, 141-0040-00870, 141-0040-00880, 141-0040-00890, 141-0040-01790, 141-0040-01805, 141-0040-01810, 141-0040-01820, 141-0040-02950, 141-0040-02965, 141-0040-02975, 141-0040-02990, 141-0040-03065, 141-0050-05780, 141-0050-05820, 141-0050-05950, 141-0050-05600, 141-0050-06520, 141-0040-00800, 141-0040-00820, 141-0040-00850, 141-0040-01360, 141-0040-01450, 141-0040-01460, 141-0040-01520. 141-0040-01550, 141-0040-01560, 141-0040-01720, 141-0040-01730, 141-0040-01740, 141-0040-01750, 141-0040-01760, 141-0040-01770, 141-0040-02940, 141-0040-03070, 141-0040-03080, 141-0040-03100, 141-0040-03110, 141-0040-03150, 141-0040-03190, 141-0040-03210, 141-0040-03220, 141-0040-03230, 141-0040-03270, 141-0040-03280, 141-0040-03340, 141-0040-03390, 141-0040-03430, 141-0040-03440, 141-0040-03450, 141-0040-03490, 141-0040-03500, 141-0040-03510, 141-0040-03550, 141-0040-03560, 141-0040-03570, 141-0040-03590, 141-0040-03630, 141-0040-03650, 141-0040-03660, 141-0040-03680, 141-0040-03690, 141-0040-03700, 141-0040-03710, 141-0040-05120, 141-0040-05070, 141-0040-05110, 141-0040-05240, 141-0040-05290, 141-0040-00970, 141-0040-00990, 141-0040-01000, 141-0040-01080, 141-0040-01230, 141-0040-01310, 141-0050-05590, 141-0050-06450, 141-0050-06490, 141-0040-05140, 141-0040-05130, 141-0040-05300, 141-0040-05160, 141-0040-05170, 141-0040-05360, 141-0040-05370, 141-0040-05320, 141-0040-05350, 141-0040-05340, 141-0040-05400, 141-0040-05410, 141-0040-05440, 141-0040-05430, 141-0040-05640.

Strategic Initiative

Owner of Agenda Item

Pat Green, Building Official, 218.969.0165, patgreen@hibbingmn.gov

Introduction/Background/Justification/Key Issues/Legal

Board/Commission/Committee Actions(s):

The Planning Commission unanimously recommends approval.

Budgetary/Fiscal Impact

Action Requested

Approve the Zoning Amendment Request.

Attachments

1. DOC080626

CITY OF HIBBING

PLANNING COMMISSION

PHONE: 218.262.3486

BOARD OF ADJUSTMENTS & APPEALS: *APPLICATION FOR VARIANCE/APPEAL OR *ZONING AMENDMENT*

Please carefully read the following and the instructions & information on the reverse side before filling out this application. NOTICE: APPLICANT IS URGED TO ARRANGE A MEETING WITH ZONING STAFF TO DISCUSS YOUR APPLICATION PRIOR TO SUBMITTING IT FOR ACCEPTANCE. THE APPLICANT IS ALSO URGED TO ATTEND THE PUBLIC HEARING TO AVOID POSSIBLE HEARING DELAYS OR DISAPPROVAL DUE TO YOUR ABSENCE. Zoning code information may be accessed on the City of Hibbing website www.hibbing.mn.us , (see City Ordinances, Chapters 11 and 16) – such information is subject to change and may be out-of-date.

1. *ADDRESS OF PROPERTY:* See attached list of Parcel Identification Numbers (PIN)

2. *LEGAL DESCRIPTION OF PROPERTY. ATTACH COPY OF DEED RECORDED FOR SUBJECT PROPERTY AT THE TIME ACQUIRED BY CURRENT PROPERTY OWNER/S. NOTICE: Application may not be accepted by the City of Hibbing or processed to be heard by the Board or Commission (or approved by said City) until Deed as required is attached.* [See Attached:____]

3. *NAME OF OWNER/S:* United States Steel Corporation *ADDRESS:* 1 PPG PL Ste. 2810

CITY: Pittsburgh *STATE & ZIP:* PA 15222 *PHONE:* 218-749-7593

[NOTE: If the subject property has more than two (2) land owners attach a list with their names, addresses and phone numbers.]

4. *NAME OF APPLICANT:* United States Steel Corporation *ADDRESS:* 1 PPG PL Ste. 2810

CITY: Pittsburgh *STATE & ZIP:* PA 15222 *PHONE:* 218-749-7593

5. *PETITION REQUESTED: Is your request (circle only one) – A. VARIANCE, B. APPEAL or C. ZONING AMENDMENT. If request is A. Variance, or B. Appeal continue to, and complete Lines D thru F. Or, if it is C. Zoning Amendment then skip to Line G.*

D. List Zoning District Classification:_____; E. Circle any of the following "Setback Regulations" 1) thru 4) that applies to your request: 1) FRONT, 2) CORNER, 3) SIDE, or 4) REAR YARD, and list current Regulation (in feet):_____, then list Your Request (in feet):_____, and describe the Proposed Project for your request (include it's structural dimensions):

_____. *F. If request is not a variance to setback regulations [i.e. 1) thru 4)] then explain:*_____

(Variance procedure applies only to those uses listed as a permitted use, conditional or interim use in the zoning district in question).

G. ZONING AMENDMENT (fill-in the blanks): Rezone property per attached legal description from current zoning district classification of: Multiple *To:* I-2 *; For purpose of:* General Industrial, tailings basin .

**ATTENTION: Planning Commission Hears All Zoning Amendment Requests, And City Council Provides Final Decision Authority.*

I, the undersigned hereby attest, the information herein and attachments hereto that I have provided for this application/petition are accurate and true, and that I also understand the City of Hibbing may approve or disapprove, or request revisions to this application/petition, and further upon any such approval (of variances/appeals only) may also attach conditions that will require full compliance to remain in good standing for such approval:

Application Fee Is Non-Refundable. Variances/Appeals, Zoning Amendments are not a substitute for any required permit application.

6. _____ Date: 05/05/2026
Applicant(s) Signature
(Submit application, all attachments and filing fee no less than 3 weeks prior to public hearing)

7. _____ Date: 05/05/2026
Owner(s) Signature *(granting applicant permission to apply for above petition)*

(OFFICE USE ONLY)

Fee: Variance/Appeal: $_____

Zoning Amendment: $ 38,660.80

Current Zoning District: Various

Date: 5826 Initials: TG

(revised: 10/24/14)

U. S. Steel Corporation
Minnesota Ore Operations
P.O. Box 417
Mt. Iron, MN 55768
Tel: 218-749-7593
E-mail: lakrasaway@uss.com

Laurie Krasaway
Land Asset Manager

May 5, 2026

Mr. Pat Green
City of Hibbing Zoning Administrator
401 East 21st Street
Hibbing, MN 55768

Dear Mr. Green:

I have attached the Board of Adjustments and Appeals: Zoning Amendment Application requesting a change of zoning from multiple zones (*A-R (Agriculture and Rural Residential), O (Open Space), O-1 (Open Space District which includes floodplains, swamps, and wetlands etc.), R-R (Rural Residential) and I-2 General Industry)* classifications to General Industry District (I-2).

U. S. Steel Keewatin Taconite has been operating the tailings facility for over 40 years. Keetac is currently working to increase the life of the Tailings Facility. During design and landform review it was noticed that the current tailings storage facility (TSF) is zoned differently than the intended use of the Tailings Facility. The Tailings Facility stores mining material that is not consumed during processing of taconite.

I have included an attachment to the application containing all necessary information about the properties and maps. Enclosed is payment for rezoning and the in the amount of $38,660.80 which includes $5/acre for a total of 7662.16 acres and the $350 submittal fee.

If you have any questions, please contact me at 749-7593 to discuss.

Respectfully,

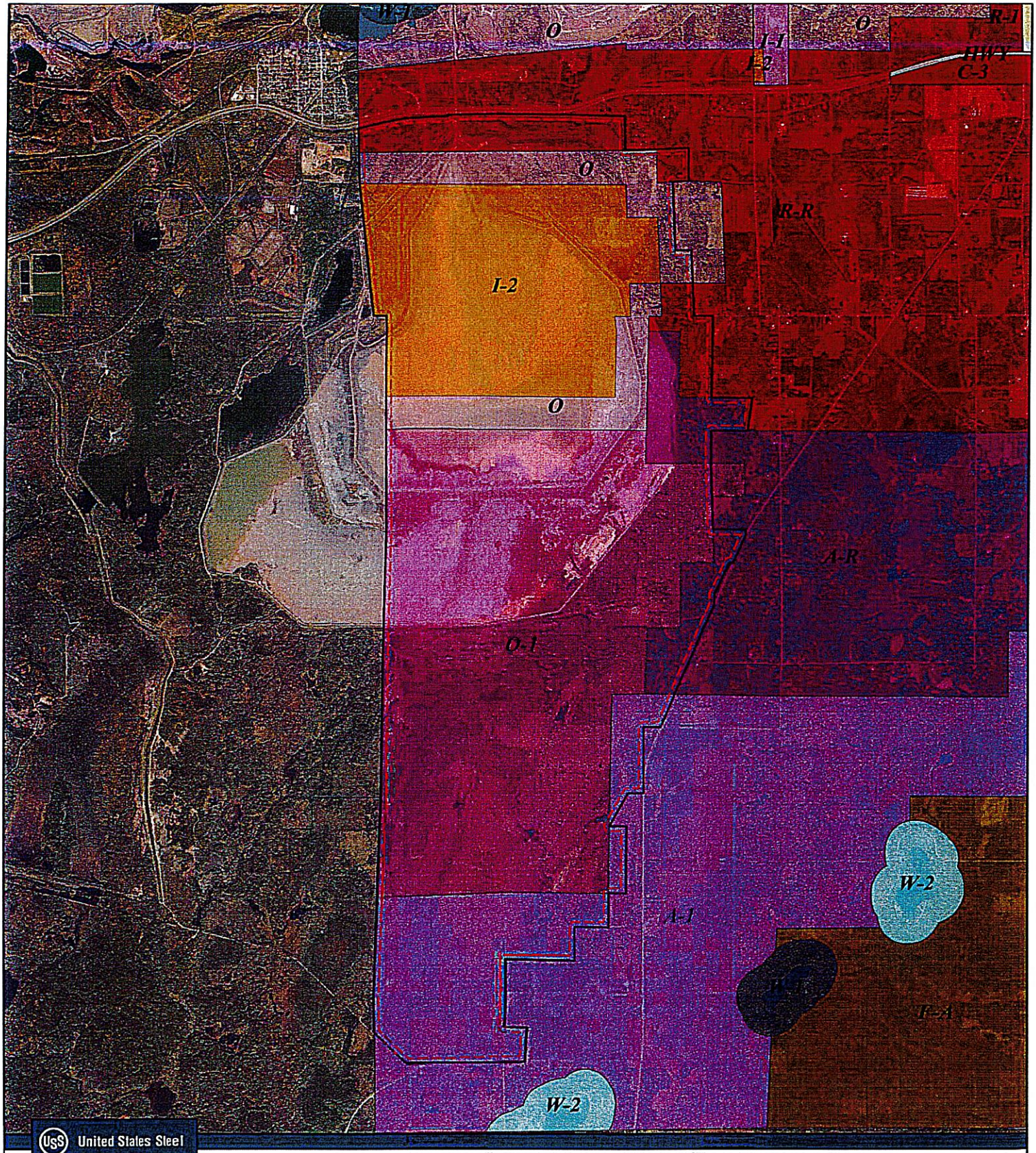
Laurie Krasaway

Enclosed: Zoning Amendment Application, Property Information, Maps, Payment in the form of a check

Cc: Nate Hofland
Victor Roethler

PARCEL'S TO BE RE-ZONED

141-0040-00830
141-0040-00840
141-0040-00860
141-0040-00870
141-0040-00880
141-0040-00890
141-0040-01790
141-0040-01805
141-0040-01810
141-0040-01820
141-0040-02950
141-0040-02965
141-0040-02975
141-0040-02990
141-0040-03065
141-0050-05780
141-0050-05820
141-0050-05950
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141-0040-01360
141-0040-01450
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141-0040-05240
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141-0040-01080
141-0040-01230
141-0040-01310
141-0050-05590
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141-0050-06490
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141-0040-05160
141-0040-05170
141-0040-05360
141-0040-05370
141-0040-05320
141-0040-05350
141-0040-05340
141-0040-05400
141-0040-05410
141-0040-05440
141-0040-05430
141-0040-05640



United States Steel

Tailings Basin Current Zoning

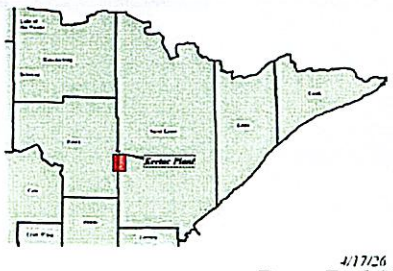
Map Features

Proposed Rezoning

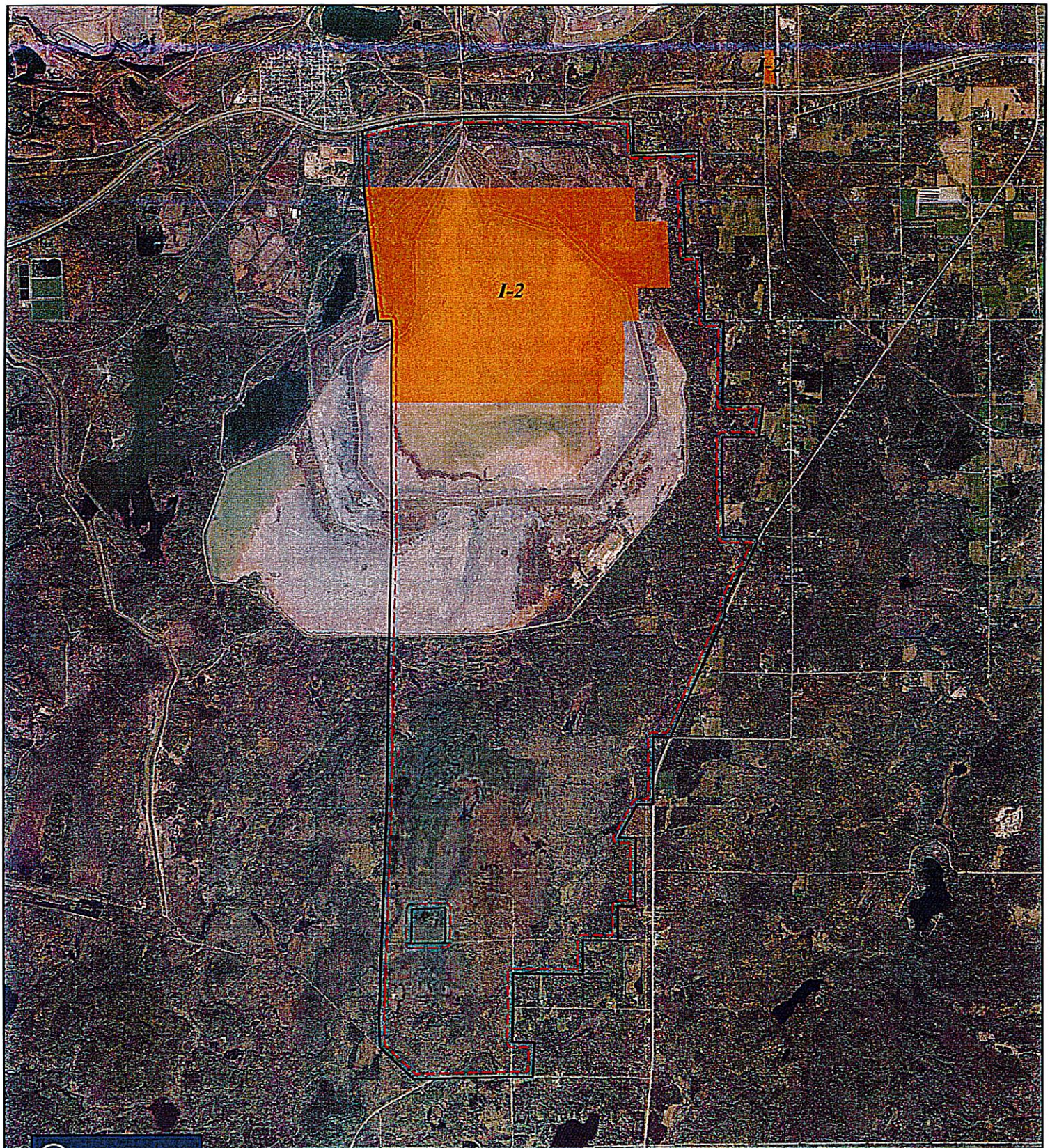
200' Buffer

N
W
E
S

0 0.5 1 2 3 Miles



4/17/26


I-2
United States Steel
Map Features
Proposed Rezoning
200' Buffer
Current Zoning
Tailings Basin Rezoning to I-2
N
W
E
S
0
0.5
1
2
3
Miles
Gary Plant
4/17/26

Request for Council Action

City Council Action

Approve the Plat Exemption request.

Description of Agenda Item

Approve the Plat Exemption request of Richard & Laura Rusich 2101 East 35th Street, Hibbing, MN 55746, in the R-1, Single Family Residence District, and the Hibbing City Code of Ordinances, on the subject property, 2101 East 35th Street, Hibbing, MN 55746 (Section 20 Township 57 Range 20 Hibbing).

Strategic Initiative

Owner of Agenda Item

Pat Green, Building Official, 218.969.0165, patgreen@hibbingmn.gov

Introduction/Background/Justification/Key Issues/Legal

Board/Commission/Committee Actions(s):

The Planning Commission unanimously recommends approval.

Budgetary/Fiscal Impact

Action Requested

Approve the Plat Exemption request.

Attachments

1. DOC080626

CITY OF HIBBING
BUILDING AND HOUSING

PAT GREEN
Building Official

PHONE: 218.362.5997 |

APPLICATION FOR SUBDIVISION PLAT REVIEW/PLAT EXEMPTION

Please carefully read the following and the instructions & information before filling out this application.
NOTICE: ***APPLICANT IS URGED TO ARRANGE A MEETING WITH ZONING STAFF TO DISCUSS YOUR APPLICATION PRIOR TO SUBMITTING IT FOR ACCEPTANCE. THE APPLICANT IS ALSO URGED TO ATTEND THE PUBLIC HEARING TO AVOID POSSIBLE HEARING DELAYS OR DISAPPROVAL DUE TO YOUR ABSENCE.*** *Zoning code information may be accessed on the City of Hibbing website, www.hibbingmn.gov, (see City Ordinances Chapters 11, 13 and 16) – such information is subject to change and may be out of date.*

1. ADDRESS OF PROPERTY: 2101 E. 35th St, Hibbing, MN 55746

2. LEGAL DESCRIPTION OF PROPERTY. ATTACH COPY OF DEED RECORDED FOR SUBJECT PROPERTY AT THE TIME ACQUIRED BY CURRENT PROPERTY OWNER/S. NOTICE: Application may not be accepted by the City of Hibbing or processed to be heard by the Commission (or approval by said City) until Deed as required is attached. [See Attached: ___]

3. NAME OF OWNER: Richard + Laura Rasch *ADDRESS:* 2101 E. 35th St
CITY: Hibbing *STATE & ZIP:* MN 55746 *PHONE:* 218-966-7415
OTHER OWNER(S) [List ALL]: _____
4. NAME OF APPLICANT: Same *ADDRESS:* _____
CITY: _____ *STATE & ZIP:* _____ *PHONE:* _____

5. I, as applicant hereby petition for a Subdivision Plat Review on the above described property for the following use.
First, specify your Subdivision request as listed in the zoning district, and then below that explain "Purpose" (reason) for your request: Subdivide one parcel into two

Purpose (I am requesting the Subdivision for the following reason): Subdividing to sell

Number of total lots: 2

IMPORTANT: I, the undersigned hereby attest, the information herein and attachments hereto that I have provided are accurate and true, and that I also understand the City of Hibbing may approve or deny or request revisions to this petition and further upon any such approval may attach conditions to said Subdivision that will require my compliance for said use. I further understand it is my responsibility to inform any new property owner that the Subdivision is transferable if the property changes ownership provided the original conditions for Subdivision approval are complied with, or as the case may be the Subdivision is not transferable and terminates when any change in property ownership takes place:

APPLICATION FEE IS NON-REFUNDABLE.

6. Laura Rasch Richard Rasch Date: 7-17-26
Applicant(s) Signature
(Submit application, all attachments and filing fee no less than 3 weeks prior to public hearing)

7. Laura Rasch Richard Rasch Date: 7-17-26
Owner(s) Signature *(granting applicant permission to apply for above petition)*

(OFFICE USE ONLY)
Fee: $ 260.00
Zoning District: R-1
Date: 7-17-26 **Initials:** TG

CERTIFICATE OF SURVEY
EXISTING PROPERTY DESCRIPTION:
PROPOSED PROPERTY DESCRIPTIONS:
SURVEYOR NOTES:
LEGEND:
CERTIFICATION:
SCALE: 1 INCH = 60 FEET
23RD AVENUE EAST
EXCEPTION 7
EXCEPTION 1
EXCEPTION 2
EXCEPTION 3
EXCEPTION 4
EXCEPTION 5
EXCEPTION 6
PARCEL A
PARCEL B
35TH STREET EAST
24ST AVENUE EAST
STREET EAST
23RD AVE EAST
22ST AVE EAST

Request for Council Action

City Council Action

Description of Agenda Item

Strategic Initiative

Owner of Agenda Item

Introduction/Background/Justification/Key Issues/Legal

Board/Commission/Committee Actions(s):

Budgetary/Fiscal Impact

Action Requested

Attachments

1. Letter to Council for recomend clean up-4301 1st Ave 26062514

TO: Mayor and City Council

FROM: Deputy Chief Tyler Schwerzler

DATE: 08/13/2026

SUBJECT: Request for Authorization to Initiate Legal Action Regarding Blight Violation at 4301 1st Avenue Hibbing, MN 55746 Parcel ID: 140-0190-00040

Dear Mayor and Members of the City Council,

This memorandum formally requests your authorization to initiate legal action against the property owner(s) of 4301 1st Avenue Hibbing, MN 55746 Parcel ID: 140-0190-00040 for persistent and uncorrected blight violations of the City Code [Cite specific sections, e.g., §10.42, Abandoned Property, §10.44, Maintenance of Private Property §10.46, Abandoned Motor Vehicles.

Background

- On 05/08/2026 and 06/30/2026 a blight violation at the aforementioned property was identified, consisting of accumulated garbage, debris, dilapidated structures, overgrown vegetation, possibly inoperable vehicles (filled with items)
- In accordance with the City's Blight Ordinance, a Notice of Violation was issued to the property because the listed owner is deceased. Date of death for Brenda Kirchmeier is 12/05/2020. Christopher Ball is reported as living 4301 1st Avenue Hibbing, MN 55746 Parcel ID: 140-0190-00040 was sent notices requiring correction of the violations within14 days.
- Despite the issuance of the Notice of Violation and subsequent attempts to obtain voluntary compliance, the blight conditions at the property remain uncorrected.

Recommendation

Due to the continued non-compliance and the adverse impact of the blight on the neighborhood's safety, welfare, property values, and overall quality of life, I am requesting the City Council authorize the City Attorney to initiate legal proceedings against the property owner(s) Brenda Kirchmeier (DOD: 12/05/2020) and Christopher Ball to compel compliance with the City's Blight Ordinance, recover costs incurred by the City, and/or pursue any other legal remedies deemed appropriate, including the placement of a lien on the real estate for abatement expenses.

Proposed Motion

The following motion is proposed: "The City Council should authorize the City Attorney to initiate legal action, including but not limited to filing a lawsuit in St. Louis County Court, against Brenda Kirchmeier (DOD: 12/05/2020) and Christopher Ball for the blight violations at 4301 1st Avenue Hibbing, MN 55746 Parcel ID: 140-0190-00040Furthermore, all available legal and equitable remedies should be pursued to ensure compliance with the City's Blight Ordinance and to recover costs the City has incurred."\

Deputy Chief Tyler Schwerzler

Hibbing Police Department

Request for Council Action

City Council Action

Description of Agenda Item

Strategic Initiative

Owner of Agenda Item

Introduction/Background/Justification/Key Issues/Legal

Board/Commission/Committee Actions(s):

Budgetary/Fiscal Impact

Action Requested

Attachments

1. 26 08 06 approving and authorizing execution of an amendment to the purchase agremeent ingenuity

At the Council meeting held August 19, 2026, at 5:00 P.M., in the Hibbing City Council Chambers, _____ introduced the following Resolution and moved its adoption:

RESOLUTION NO. 26-08-06

RESOLUTION APPROVING AND AUTHORIZING EXECUTION
OF AN AMENDMENT TO THE PURCHASE AGREEMENT
AND SALE OF REAL PROPERTY TO
INGENUITY INVESTMENTS L.L.C.

WHEREAS, The City of Hibbing is the owner of parcels of land located at 1100 East 25th Street, Hibbing, St. Louis County, Minnesota, and they are legally described as follows:

> That part of the NE 1/4 of the SW 1/4, Section 18, Township 57, Range 20, as follow: beginning at a point 757 feet East of the Northwest corner of said NE 1/4 of the SW 1/4 running thence South 283.94 feet; thence Southeasterly at an angle of 104 degrees 44 minutes 35 seconds 613.15 feet; thence North 440 feet; thence West 593 feet to the point of beginning EXCEPT that part of the NE 1/4 of the SW 1/4 beginning 1284 feet East of the Northwest corner along the north line and 40 feet South thereof, the point of beginning; thence South perpendicular to the north line 200 feet; thence West 230 feet; thence North 200 feet; thence East 230 feet to the point of beginning.
> Parcel Code: 140-0270-00780

and,

WHEREAS, The City of Hibbing executed a Purchase Agreement for the sale of said property to Ingenuity Builders LLC dated July 10, 2026; and,

WHEREAS, Ingenuity Builders LLC seeks to amend the Purchase Agreement to reflect a new owner being Ingenuity Investments L.L.C.; and,

WHEREAS, The City Council of the City of Hibbing is not opposed to entering into such an addendum; and,

WHEREAS, The City Council of the City of Hibbing has determined that said offer is a fair and reasonable offer and wants to proceed with the sale of the subject property subject to the terms and conditions of the Purchase Agreement.

WHEREAS, The City of Hibbing needs to provide a resolution for the transfer of real property.

NOW, THEREFORE, BE IT RESOLVED, that the City Council of the City of Hibbing does hereby approve and hereby authorizes the Mayor and Clerk to execute the First Amendment to the Purchase Agreement, attached hereto and made a part hereof, and further authorizes them to execute any and all other documents necessary to facilitate this agreement including execution of a Warranty Deed and closing documents.

The motion for the adoption of the foregoing Resolution was duly seconded by _____, and upon vote being taken, the following voted in favor thereof:

FOR ADOPTION:

AGAINST ADOPTION:

ABSTAINING:

ABSENT:

Passed and adopted this 19th day of August, 2026.

CITY OF HIBBING

_____
Pete Hyduke, Mayor

ATTEST:

_____
Candie Seppala, Clerk

CERTIFICATION

I hereby certify that the foregoing Resolution is a true and correct copy of the Resolution adopted and passed by the Hibbing City Council at its regular meeting held on Wednesday, August 19, 2026.

(City seal)

_____

Candie Seppala
Senior Executive Assistant

FIRST AMENDMENT TO PURCHASE AGREEMENT

dated July 10, 2026
between City of Hibbing, Seller, and
Ingenuity Builders LLC, Buyer

In consideration of the mutual covenants of the parties hereto and other good and valuable consideration, the parties hereby Amend the above referenced Purchase Agreement as follows:

> That the Buyer of the subject premises is hereby changed from Ingenuity Builders LLC to Ingenuity Investments L.L.C.

All other provisions of the July 10, 2026, Purchase Agreement to remain in full force and effect.

SELLER
City of Hibbing

By:_____
Pete Hyduke (Date)
Its: Mayor

By:_____
Candie Seppala (Date)
Its: City Clerk

BUYER
Ingenuity Investments L.L.C.

By: _____
Kindal Cook (Date)
Its: Chief Executive Officer

By: _____
Susan Cook (Date)
Its: Chief Financial Officer

Request for Council Action

City Council Action

Description of Agenda Item

Strategic Initiative

Owner of Agenda Item

Introduction/Background/Justification/Key Issues/Legal

Board/Commission/Committee Actions(s):

Budgetary/Fiscal Impact

Action Requested

Attachments

1. 26 08 07 waiving planning commissions review Ingenuity

At the Council meeting held Wednesday, August 19, 2026, at 5:00 P.M., in the Hibbing City Council Chambers, _____ introduced the following Resolution and moved its adoption:

RESOLUTION NO. 26-08-07

RESOLUTION WAIVING THE PLANNING COMMISSION'S REVIEW OF THE CITY OF HIBBING'S CONVEYANCE OF REAL PROPERTY TO INGENUITY INVESTMENTS L.L.C.

WHEREAS, The City of Hibbing is the owner of real property located at 1100 East 25th Street, Hibbing, St. Louis County, Minnesota 55746, legally described as follows, to-wit:

> That part of the NE 1/4 of the SW 1/4, Section 18, Township 57, Range 20, as follow: beginning at a point 757 feet East of the Northwest corner of said NE 1/4 of the SW 1/4 running thence South 283.94 feet; thence Southeasterly at an angle of 104 degrees 44 minutes 35 seconds 613.15 feet; thence North 440 feet; thence West 593 feet to the point of beginning EXCEPT that part of the NE 1/4 of the SW 1/4 beginning 1284 feet East of the Northwest corner along the north line and 40 feet South thereof, the point of beginning; thence South perpendicular to the north line 200 feet; thence West 230 feet; thence North 200 feet; thence East 230 feet to the point of beginning.
> Parcel Code: 140-0270-00780

and,

WHEREAS, the City of Hibbing has negotiated to sell said parcel to Ingenuity Investments L.L.C. and has already authorized the Mayor and Clerk to execute documents to effectuate the same; and,

WHEREAS, The City of Hibbing has adopted a Comprehensive Plan as contemplated by Minnesota Statutes Section 462.356; and,

WHEREAS, Said statute provides that all acquisitions and conveyances of real property by the municipality shall be reviewed by the Planning Commission of the entity; and,

WHEREAS, Said statute further contemplates that referring the matter to the Planning Commission to determine if said purchase/

conveyance is in compliance with the Comprehensive Plan may be waived if the governing body (City Council) by a two-thirds vote dispenses with the referral to the Planning Commission; and,

WHEREAS, The purchase of said real property has covenants upon them to use the property in a commercial manner consistent with previous use.

NOW, THEREFORE, IT IS HEREBY RESOLVED by the City Council of the City of Hibbing that the City of Hibbing hereby waives referral to the Hibbing Planning Commission for its review of the contemplated conveyance of real property located at 1100 East 25th Street, Hibbing, by the City of Hibbing for a determination regarding whether the conveyance is in compliance with the City of Hibbing's Comprehensive Plan.

The motion to adopt the foregoing Resolution was duly supported by _____, and upon being put to a vote, carried as follows:

FOR ADOPTION:

AGAINST ADOPTION:

ABSTAINING:

ABSENT:

Adopted and passed this 19th day of August, 2026.

CITY OF HIBBING

_____
Mayor Pete Hyduke

ATTEST:

_____
Candie Seppala, Clerk

CERTIFICATION

I hereby certify that the foregoing Resolution is a true and correct copy of the Resolution adopted and passed by the Hibbing City Council at its regular meeting held Wednesday, August 19, 2026.

(City seal)

_____

Candie Seppala
City Clerk

Request for Council Action

City Council Action

Description of Agenda Item

Strategic Initiative

Owner of Agenda Item

Introduction/Background/Justification/Key Issues/Legal

Board/Commission/Committee Actions(s):

Budgetary/Fiscal Impact

Action Requested

Attachments

1. First Amendment to Purchase Agreement
2. Affidavit regarding foreign investors real property act of 1980
3. Affidavit
4. Stuntz Building on 25th Street Ingenuity 8 19 2026
5. Certification for information reporting on the sale of property
6. Warranty Deed
7. Affidavit regarding business Entity
8. Stuntz Building on 25th Street Ingenuity 8 19 2026

FIRST AMENDMENT TO PURCHASE AGREEMENT

dated July 10, 2026
between City of Hibbing, Seller, and
Ingenuity Builders LLC, Buyer

In consideration of the mutual covenants of the parties hereto and other good and valuable consideration, the parties hereby Amend the above referenced Purchase Agreement as follows:

> That the Buyer of the subject premises is hereby changed from Ingenuity Builders LLC to Ingenuity Investments L.L.C.

All other provisions of the July 10, 2026, Purchase Agreement to remain in full force and effect.

SELLER
City of Hibbing

By:_____
Pete Hyduke (Date)
Its: Mayor

By:_____
Candie Seppala (Date)
Its: City Clerk

BUYER
Ingenuity Investments L.L.C.

By: _____
Kindal Cook (Date)
Its: Chief Executive Officer

By: _____
Susan Cook (Date)
Its: Chief Financial Officer

AFFIDAVIT REGARDING FOREIGN INVESTORS REAL PROPERTY ACT OF 1980 (FIRPTA)

STATE OF MINNESOTA)
)ss.
COUNTY OF ST. LOUIS)

Section 1445 of the Internal Revenue Code provides that a transferee (purchaser) of a U.S. real property interest must withhold tax if the transferor (seller) is a foreign person or entity. To inform the transferee that withholding of tax is not necessary upon the disposition of a U.S. real property interest, the undersigned hereby certify the following: **City of Hibbing, by Candie Seppala, Clerk** (Grantors/Seller) being duly sworn, hereby deposes, certifies and says under the penalties of perjury:

1. Seller is a business. Seller on this date sold to **Ingenuity Investments L.L.C.,** a limited liability company under the laws of the **State of Minnesota,** ("Grantees") the premises ("Property") located in the County of **St. Louis**, State of Minnesota and which is more particularly described as follows:

   That part of the NE 1/4 of the SW 1/4, Section 18, Township 57, Range 20, as follow: beginning at a point 757 feet East of the Northwest corner of said NE 1/4 of the SW 1/4 running thence South 283.94 feet; thence Southeasterly at an angle of 104 degrees 44 minutes 35 seconds 613.15 feet; thence North 440 feet; thence West 593 feet to the point of beginning EXCEPT that part of the NE 1/4 of the SW 1/4 beginning 1284 feet East of the Northwest corner along the north line and 40 feet South thereof, the point of beginning; thence South perpendicular to the north line 200 feet; thence West 230 feet; thence North 200 feet; thence East 230 feet to the point of beginning.

2. Seller is not a foreign person, foreign corporation, foreign partnership, foreign trust or foreign estate, as those terms are defined in the Internal Revenue Code and Income Tax Regulations ("IRC");

3. Seller's address is: **401 East 21st Street, Hibbing, Minnesota 55746;**

4. Sellers' United States EIN number is: **41-6005232 ;**

5. This affidavit is made pursuant to IRC Section 1445 to inform Buyer that the tax required to be deducted and withheld under said section upon the sale of the Property is exempt under IRC Section 1445;

6. I understand that Buyer and Buyer's lenders, creditors and assigns shall rely upon the truth and accuracy of this Affidavit, and my certification herein, in connection with any obligations Buyer may have under FIRPTA relative to its purchase from Seller of the Property;

7. I understand that this Affidavit may be disclosed to the Internal Revenue Service of the United States by Buyer, and that any false statement I have made herein is punishable by fine, imprisonment, or both; and

8. This Affidavit is made to induce Buyer to purchase the Property.

Under penalties of perjury, I declare that I have examined this certification and to the best of my knowledge and belief, and further based on due inquiry, the statements I have made herein are true, correct, and complete.

_____
Candie Seppala, Clerk
City of Hibbing

Sworn to before me on the _____ day of _____, **2026.**

_____
Notary Public

(Top 3 inches reserved for recording data)

STATE OF MINNESOTA)
)ss. **AFFIDAVIT**
COUNTY OF ST. LOUIS)

Pete Hyduke as **Mayor** of the **City of Hibbing,** being first duly sworn, deposes and says that:

1. Your Affiant is the owner of record of the following described property situated in St. Louis County, Minnesota, to-wit:

   That part of the NE 1/4 of the SW 1/4, Section 18, Township 57, Range 20, beginning at a point 757 feet East of the Northwest corner of said NE 1/4 of the SW 1/4 running thence South 283.94 feet; thence Southeasterly at an angle of 104 degrees 44 minutes 35 seconds 613.15 feet; thence North 440 feet; thence West 593 feet to the point of beginning EXCEPT that part of the NE 1/4 of the SW 1/4 beginning 1284 feet East of the Northwest corner along the north line and 40 feet South thereof, the point of beginning; thence South perpendicular to the north line 200 feet; thence West 230 feet; thence North 200 feet; thence East 230 feet to the point of beginning.
   (Abstract Property)

2. Your Affiant is selling the above described property to Ingenuity Investments L.L.C. and is making this Affidavit pursuant to Minn. Statute Section 116.48, subd. 6.

3. Your Affiant states that there are the following storage tanks located upon the above-described premises to the best of her knowledge:

   None – an underground storage tank was removed from the site in the 1980's. (petroleum in nature) TS 0010115. The status of the situation with the PCA is inactive.

4. Your Affiant states that it is not aware of releases of any regulated substance from the above tank, and it is not aware of any restrictions currently in force on the use of the property. See above for more information.

5. Your Affiant is one of the owners of record of the property until its sale and conveyance to Ingenuity Investments L.L.C.

6. Further, your Affiant states that it has provided the Purchaser with a copy of this Affidavit and that it makes this Affidavit as required by statute.

Affiant

Pete Hyduke
Its: **Mayor**

Signed and sworn to before me on _____, **2026,** by **Pete Hyduke** as **Mayor** of the **City of Hibbing.**

(Stamp)

(signature of notarial officer)

Title (and Rank): Notary Public

My commission expires: January 31, 20
(month/day/year)

THIS INSTRUMENT WAS DRAFTED BY:
Andy Borland, #20710X
Attorney at Law
SELLMAN BORLAND & SIMON PLLC
1907 Third Avenue East, Suite 2, PO Box 37
Hibbing, Minnesota 55746
Telephone: 218-262-5502
Fax: 218-263-4060 jw
Email: attorneys@sellmanborlandsimon.com

TAX STATEMENTS FOR THE REAL PROPERTY DESCRIBED IN THIS INSTRUMENT SHOULD BE SENT TO:

Ingenuity Investments L.L.C.
1100 East 25th Street
Hibbing, MN 55746

FIRST AMENDMENT TO PURCHASE AGREEMENT

dated July 10, 2026
between City of Hibbing, Seller, and
Ingenuity Builders LLC, Buyer

In consideration of the mutual covenants of the parties hereto and other good and valuable consideration, the parties hereby Amend the above referenced Purchase Agreement as follows:

> That the Buyer of the subject premises is hereby changed from Ingenuity Builders LLC to Ingenuity Investments L.L.C.

All other provisions of the July 10, 2026, Purchase Agreement to remain in full force and effect.

SELLER
City of Hibbing

By:_____
Pete Hyduke (Date)
Its: Mayor

By:_____
Candie Seppala (Date)
Its: City Clerk

BUYER
Ingenuity Investments L.L.C.

By: _____
Kindal Cook (Date)
Its: Chief Executive Officer

By: _____
Susan Cook (Date)
Its: Chief Financial Officer

Certification for Information Reporting on the Sale of Property

The information on this form is necessary to determine whether the sale or exchange of the subject property should be reported to the seller and to the Internal Revenue Service on form 1099-S, Proceeds from Real Estate Transactions. If the seller makes a "true" response to assurances (1) through (4) in the **Seller Assurances** portion of this form and properly completes all of the **Seller Information** and **Seller Certification** portions of this form, no information reporting to the seller or to the Internal Revenue Service will be required for that seller. The term "seller" includes each owner of the property that is sold or exchanged. Thus, if a property has more than one owner, a certificate must be obtained from each owner, whether married or not.

1. Buyer	2. Order/Escrow/File Number	3. Closing Date	4. Type
Ingenuity Investments L.L.C.	**Hib-RE-1100 East 25th Street**	_____, 2026	☐ Add ☐ Change ☐ Delete

5. Property Address or Legal Description (including city, state and zip code) (for vacant land, use PIN, county and state).
1100 East 25th Street, Hibbing, Minnesota 55746

6. Seller's Last Name, First Name, M.I.: **City of Hibbing**

7. Seller's Mailing Address after closing: **401 East 21st Street, Hibbing, Minnesota 55746**

8. Seller's Taxpayer Identification Number (EIN): Social Security # **41-6005232**

9. Seller is a foreign person, nonresident alien, foreign partnership/estate/trust. Yes____ No X

10. **Sales Price** (Line 401 of HUD-1 Form). If this is an exchange, provide total dollar value of benefits received by this exchange.
$**110,400.00**

11. **Number of 1099-S Forms** required for this sale of property. 1
If more than 1 form, record the amount for this Seller based on the Seller's declarations. $_____

12. **Buyer's Part of Real Estate Tax**. Show any real estate tax on a residence charged to the buyer at settlement. $0.00

13. **Contingent Transaction**. Is this a contingent transaction where gross proceeds cannot be determined at time of closing? Yes____ No x

14. **Exchange**. Were (or will there be) other properties or services received? Yes____ No x

Seller Assurances. Check "true" or "false" for assurances (1) through (5), and "true," "false," or "not applicable" for assurance (6).

True	False	
[ ]	[ ]	(1) I owned and used the residence as my principal residence for periods aggregating 2 years or more during the 5-year period ending on the date of the sale or exchange of the residence.
[ ]	[ ]	(2) I have not sold or exchanged another principal residence during the 2-year period ending on the date of the sale or exchange of the residence.
[ ]	[ ]	(3) I (or my spouse or former spouse, if I was married at any time during the period beginning after May 6, 1997, and ending today) have not used any portion of the residence for business or rental purposes after May 6, 1997.
[ ]	[ ]	(4) At least one of the following three statements applies: (i) The sale or exchange is of the entire residence for $250,000 or less. **OR** (ii) I am married, the sale or exchange is of the entire residence for $500,000 or less, **and** the gain on the sale or exchange of the entire residence is $250,000 or less. **OR** (iii) I am married, the sale or exchange is of the entire residence for $500,000 or less, **and** (a) I intend to file a joint return for the year of the sale or exchange, (b) my spouse also used the residence as his or her principal residence for periods aggregating two years or more during the five-year period ending on the date of the sale or exchange, **and** (c) my spouse also has not sold or exchanged another principal residence during the two-year period ending on the date of the sale or exchange of the residence, not taking into account any sale or exchange before May 7, 1997.
[ ]	[ ]	(5) During the 5-year period ending on the date of the sale or exchange of the residence, I did not acquire the residence in and exchange to which section 1031 of the Internal Revenue Code applied.
[ ]	[ ]	(6) If my basis in the residence is determined by reference to the basis in the hands of a person who acquired the residence in an exchange to which section 1031 of the Internal Revenue Code applied, the exchange to which section 1031 applied occurred more than 5 years prior to the date I sold or exchanged the residence.

N/A: [ ]

Seller Certification. You are required by law to provide your closing agent with your correction Taxpayer Identification Number. If you do not provide your correct TIN to your closing agent, you may be subject to civil or criminal penalties imposed by law under the Tax Reform Act of 1986, Under Internal Revenue Code Sections 6045(e), 6676, 6722, 6723 and 7203.
Under penalties of perjury, I certify that all the information on this form is true and accurate as of the end of the day of the sale or exchange.

_____ Date_____
Candie Seppala, Clerk of the City of Hibbing

Closer/Office Sellman Borland & Simon PLLC 1907 E 3rd Ave Suite 2 Hibbing MN 55746 Phone: 218-262-5502

(Top 3 inches reserved for recording data)

WARRANTY DEED
Business Entity to Business Entity

eCRV number: _____

DEED TAX DUE: **$364.32** DATE: **August 17, 2026**

FOR VALUABLE CONSIDERATION, **City of Hibbing***, a **municipal corporation** under the laws of the **State of Minnesota** ("**Grantor**"), hereby conveys and warrants to **Ingenuity Investments L.L.C.**, a **limited liability company** under the laws of the **State of Minnesota** ("**Grantees**"), real property in **St. Louis** County, Minnesota, legally described as follows:

That part of the NE 1/4 of the SW 1/4, Section 18, Township 57, Range 20, as follow: beginning at a point 757 feet East of the Northwest corner of said NE 1/4 of the SW 1/4 running thence South 283.94 feet; thence Southeasterly at an angle of 104 degrees 44 minutes 35 seconds 613.15 feet; thence North 440 feet; thence West 593 feet to the point of beginning EXCEPT that part of the NE 1/4 of the SW 1/4 beginning 1284 feet East of the Northwest corner along the north line and 40 feet South thereof, the point of beginning; thence South perpendicular to the north line 200 feet; thence West 230 feet; thence North 200 feet; thence East 230 feet to the point of beginning.

***City of Hibbing f/k/a Town of Stuntz which was annexed in its entirety by the City of Hibbing by way of an Order of the Minnesota Municipal Board dated July 25, 1979, which was effective December 31, 1979, recorded on June 26, 1980, as Document Number 315335.**

Check here if all or part of the described real property is Registered (Torrens) ☐

together with all hereditaments and appurtenances belonging thereto, subject to the following exceptions: **None**

Check applicable box:

☒ The Seller certifies that the Seller does not know of any wells on the described real property.

☐ A well disclosure certificate accompanies this document or has been electronically filed. (If electronically filed, insert WDC number: **[...]**.)

☐ I am familiar with the property described in this instrument and I certify that the status and number of wells on the described real property have not changed since the last previously filed well disclosure certificate.

Grantor
City of Hibbing

By: _____
Pete Hyduke
Its: **Mayor**

By: _____
Candie Seppala
Its: **Clerk**

State of Minnesota)
)ss
County of St. Louis)

This instrument was acknowledged before me on _____, **2026**, by **Pete Hyduke** as **Mayor** of the **City of Hibbing.**

(Stamp)

_____
(signature of notarial officer)

Title (and Rank): Notary Public

My commission expires: _____
(month/day/year)

State of Minnesota)
)ss
County of St. Louis)

This instrument was acknowledged before me on _____, **2026**, by **Candie Seppala** as **Clerk** of the **City of Hibbing**

(Stamp)

_____
(signature of notarial officer)

Title (and Rank): Notary Public

My commission expires: _____
(month/day/year)

THIS INSTRUMENT WAS DRAFTED BY:
Andy Borland, #20710X
Attorney at Law
SELLMAN BORLAND & SIMON PLLC
1907 Third Avenue East, Suite 2, PO Box 37
Hibbing, Minnesota 55746
Telephone: 218-262-5502
Fax: 218-263-4060 jw
Email: attorneys@sellmanborlandsimon.com

TAX STATEMENTS FOR THE REAL PROPERTY DESCRIBED IN THIS INSTRUMENT SHOULD BE SENT TO:

Ingenuity Investments L.L.C.
1100 East 25th Street
Hibbing, Minnesota 55746

(Top 3 inches reserved for recording data)

AFFIDAVIT REGARDING BUSINESS ENTITY

State of Minnesota)
)ss
County of St. Louis)

Candie Seppala, being first duly sworn on oath says that:

1. She is the **Clerk**, of **City of Hibbing,** a **municipal corporation** under the laws of the **State of Minnesota**, (the "**Business Entity**"), named as **Grantor** in the **Warranty Deed** to **Ingenuity Investments L.L.C.**, a **limited liability company** under the laws of the **State of Minnesota, Grantee** dated **August 17, 2026,** to be filed for recording in the Offices of the ☒ **County Recorder** ☐ ~~Registrar of Titles~~ of **St. Louis** County, Minnesota.

2. The Business Entity's principal place of business is at **401 East 21st Street, Hibbing, Minnesota 55746,** and the Business Entity's principal place of business during the last ten (10) years has been at:

   401 East 21st Street, Hibbing, Minnesota 55746

3. There have been no:
   a. Bankruptcy or dissolution proceedings involving the Business Entity during the time period in which the Business Entity has had any interest in the premises described in the above document ("**Premises**");
   b. Unsatisfied judgments of record against the Business Entity nor any actions pending in any courts, which affect the Premises;
   c. Tax liens filed against the Business Entity; except as herein stated:

   _____

   _____

4. Any bankruptcy or dissolution proceedings of record against business entities with the same or similar names during the time period in which the Business Entity had any interest in the Premises are not against the Business Entity.

5. Any judgments or tax liens of record against entities with the same or similar names are not against the Business Entity.

6. There has been no labor or materials furnished to the Premises for which payment has not been made.

7. There are no unrecorded contracts, leases, easements, or other agreements or interests relating to the Premises except as stated herein:

_____

8. There are no persons in possession of any portion of the Premises other than pursuant to a recorded document except as stated herein:

_____

9. There are no encroachments or boundary line questions affecting the Premises of which Affiant[s] [has][have] knowledge.

Affiant knows the matters herein stated are true and makes this Affidavit for the purpose of inducing the acceptance of title to the Premises.

Affiant

_____

Candie Seppala

Signed and sworn to before me on _____, **2026**, by **Candie Seppala, Clerk,** of **City of Hibbing,** a **municipal corporation** under the laws of the **State of Minnesota.**

(Stamp)

_____

(signature of notarial officer)

Title (and Rank): Notary Public

My commission expires: _____

(month/day/year)

THIS INSTRUMENT WAS DRAFTED BY:
Andy Borland, #20710X
Attorney at Law
SELLMAN BORLAND & SIMON PLLC
1907 Third Avenue East, Suite 2, PO Box 37
Hibbing, Minnesota 55746
Telephone: 218-262-5502
Fax: 218-263-4060 jw
Email: attorneys@sellmanborlandsimon.com

FIRST AMENDMENT TO PURCHASE AGREEMENT

dated July 10, 2026
between City of Hibbing, Seller, and
Ingenuity Builders LLC, Buyer

In consideration of the mutual covenants of the parties hereto and other good and valuable consideration, the parties hereby Amend the above referenced Purchase Agreement as follows:

> That the Buyer of the subject premises is hereby changed from Ingenuity Builders LLC to Ingenuity Investments L.L.C.

All other provisions of the July 10, 2026, Purchase Agreement to remain in full force and effect.

SELLER
City of Hibbing

By:_____
Pete Hyduke (Date)
Its: Mayor

By:_____
Candie Seppala (Date)
Its: City Clerk

BUYER
Ingenuity Investments L.L.C.

By: _____
Kindal Cook (Date)
Its: Chief Executive Officer

By: _____
Susan Cook (Date)
Its: Chief Financial Officer

Request for Council Action

City Council Action

Description of Agenda Item

Strategic Initiative

Owner of Agenda Item

Introduction/Background/Justification/Key Issues/Legal

Board/Commission/Committee Actions(s):

Budgetary/Fiscal Impact

Action Requested

Attachments

1. SRO-Agreement-ISD-701-2026-2027

SCHOOL RESOURCE OFFICERS AGREEMENT

THIS AGREEMENT, entered into by and between ***Independent School District No. 701,*** a public corporation, hereinafter referred to as "School", and the ***City of Hibbing,*** a governmental and political subdivision of the State of Minnesota, hereinafter referred to as the "City".

1. This Agreement shall commence on the 1st day of September, 2026, and terminate on August 31, 2027, unless terminated prior thereto pursuant to the terms herein.

2. The School shall provide office space for a school resource officer at the Hibbing High School as well as at Lincoln Elementary School and identify the spaces as such furnishing the spaces with appropriate furniture and fixtures; the School shall also clean and maintain said spaces.

3. The City shall provide two police officers who will serve as the school resource officers on days assigned by the Police Department during the regular school year during the term of this Agreement understanding said officers are a bargaining unit employee of the City and are entitled to vacation, sick days, and other leave and also that said officers may be scheduled for training and may also be called away from the school in emergency situations.

4. That in consideration for the faithful fulfillment of the duties, responsibilities and obligations herein, the School shall pay to the City for each year of the term the sum of $30,000.00, payable

in equal monthly installments of $2,500.00 on the first day of each month of the term.

5. The school resource officers shall be exclusively under the direction and control of the Hibbing Police Department. The City shall, through the Police Department, provide all necessary training and supervision of the officers.

6. The school resource officers are not employees of the School but are employees of the City. Said officers shall be selected by the City and approved by the School. The school resource officers agree not to represent himself or herself as the School's agent(s) or spokesperson(s) either during or after the period of this contract, nor to make public any information relating to activities of the School, unless authorized by the School.

7. The school resource officers shall be qualified to perform the duties as set out in the position's job description. The officers are required to follow the policies and practices of the Hibbing Police Department.

8. The School and the City shall not be deemed under this Agreement to be partners, joint venturers, or associated in any manner which obligates one party for the debts, defaults or mistakes of the other party.

9. Any alterations, amendments, deletions or waivers of the provisions of this Agreement shall be valid only when reduced to writing and duly signed by the parties.

11. It is understood and agreed that the entire agreement of the parties is contained herein and that this Agreement supersedes all oral agreements and negotiations between the parties relating to the subject matter hereof as well as any previous agreements presently in effect between the parties.

INDEPENDENT SCHOOL DISTRICT NO. 701	CITY OF HIBBING
BY:_____	BY:_____ Pete Hyduke
Its Chair, Board of Education	Its Mayor
BY:_____	BY:_____ Candie Seppala
Its Clerk, Board of Education	Its City Clerk

STATE OF MINNESOTA)
)ss
COUNTY OF ST. LOUIS)

The foregoing instrument was acknowledged before me this ____ day of _____, 2026, by _____ and _____, the Chair and Clerk, respectively, of the Board of Education of Independent School District No. 701, for and on behalf of Independent School District No. 701.

_____
Notary Public
My commission expires Jan. 31, _____.

STATE OF MINNESOTA)
)ss
COUNTY OF ST. LOUIS)

The foregoing instrument was acknowledged before me this _____ day of _____, 2026, by Pete Hyduke, the Mayor of the City of Hibbing, for and on behalf of the City of Hibbing.

_____
Notary Public
My commission expires Jan. 31, _____.

STATE OF MINNESOTA)
)ss
COUNTY OF ST. LOUIS)

The foregoing instrument was acknowledged before me this _____ day of _____, 2026, by Candie Seppala, the City Clerk of the City of Hibbing, for and on behalf of the City of Hibbing.

_____
Notary Public
My commission expires Jan. 31, _____.

Request for Council Action

City Council Action

Description of Agenda Item

Strategic Initiative

Owner of Agenda Item

Introduction/Background/Justification/Key Issues/Legal

Board/Commission/Committee Actions(s):

Budgetary/Fiscal Impact

Action Requested

Attachments

1. Resolution 26 08 08 AUTHORIZING THE CITY ATTORNEY TO COMMENCE LEGAL ACTION TO ENFORCE THE CITY'S ABANDONED PROPERTY, MAINTENANCE OF PRIVATE PROPERTY

At the Council meeting held August 19, 2026, at 5:00 P.M., in the Hibbing City Council Chambers, _____ offered the following Resolution and moved its adoption:

RESOLUTION NO. 2026-08-___

RESOLUTION AUTHORIZING THE CITY ATTORNEY TO COMMENCE LEGAL ACTION TO ENFORCE THE CITIES ABANDONED PROPERTY, MAINTENANCE OF PRIVATE PROPERTY, AND ABANDONED MOTOR VEHICLE ORDINANCES AGAINST THE REAL PROPERTY LOCATED AT 4301 FIRST AVENUE, HIBBING, MINNESOTA 55746

WHEREAS, The Hibbing Police Department has issued blight violations with respect to the real property located at 4301 First Avenue, Hibbing, St. Louis County, Minnesota, and legally described as follows:

> A parcel of land lying in Lot 4, Block 1 in the plat of Poplar Hill in the NE 1/4 of the NE 1/4 of Section 25, Township 57 North, Range 21 West of the Fourth Principal Meridian, according to the United States Government Survey thereof, and more particularly described as follows:
>
> Beginning at the Southeast corner of said Lot 4; thence run North 89 degrees 31 minutes 05 seconds West (assumed bearing) for 200.00 feet; thence North 2 degrees 43 minutes 55 seconds East for 100.08 feet to the North line of said Lot 4; thence South 89 degrees 31 minutes 05 seconds East along the North boundary line for 196.07 feet to the Northeast corner of said lot; thence South along the East boundary line 100.00 feet to the point of beginning.
> Parcel Code: 140-0190-00040

and,

WHEREAS, Said blight violation citations were issued on May 8, 2026, and June 30, 2026; and,

WHEREAS, the specific violations are described by Deputy Chief Tyler Schwerzler's memo to the Mayor and City Council dated August 13, 2026, a copy of the memo is attached hereto and made a part hereof; and,

WHEREAS, the owner of record of the real property is purported to be one Brenda K. Kirchmeier, who died December 5, 2020, and upon

information and belief one, Christopher Ball is also residing at the premises; and,

WHEREAS, Per review of the property, none of the issues in the blight violation citations have addressed since the blight violations have been issued; and,

WHEREAS, The City Council wants to see constructive enforcement of the violations of its ordinance; and,

NOW, THEREFORE, BE IT RESOLVED, that the City Council of the City of Hibbing hereby requests that the City Attorney for the City of Hibbing commence all actions necessary to gain abatement of the real property by way of blight specifically Abandoned Property § 10.42, Maintenance of Property § 10.44, and Abandoned Motor Vehicles § 10.46.

The motion to adopt the foregoing Resolution was duly supported by _____ and upon being put to a vote, carried as follows:

FOR ADOPTION:

AGAINST ADOPTION:

ABSENT:

Dated this 19th day of August, 2026.

CITY OF HIBBING

_____
Mayor Pete Hyduke

ATTEST:

_____
Clerk Candie Seppala

CERTIFICATION

I hereby certify that the foregoing Resolution is a true and correct copy of the Resolution adopted and passed by the Hibbing City Council at its regular meeting held on Wednesday, August 19, 2026.

_____

Candie Seppala
Senior Executive Assistant

TO: Mayor and City Council

FROM: Deputy Chief Tyler Schwerzler

DATE: 08/13/2026

SUBJECT: Request for Authorization to Initiate Legal Action Regarding Blight Violation at 4301 1st Avenue Hibbing, MN 55746 Parcel ID: 140-0190-00040

Dear Mayor and Members of the City Council,

This memorandum formally requests your authorization to initiate legal action against the property owner(s) of 4301 1st Avenue Hibbing, MN 55746 Parcel ID: 140-0190-00040 for persistent and uncorrected blight violations of the City Code [Cite specific sections, e.g., §10.42, Abandoned Property, §10.44, Maintenance of Private Property §10.46, Abandoned Motor Vehicles.

Background

- On 05/08/2026 and 06/30/2026 a blight violation at the aforementioned property was identified, consisting of accumulated garbage, debris, dilapidated structures, overgrown vegetation, possibly inoperable vehicles (filled with items)
- In accordance with the City's Blight Ordinance, a Notice of Violation was issued to the property because the listed owner is deceased. Date of death for Brenda Kirchmeier is 12/05/2020. Christopher Ball is reported as living 4301 1st Avenue Hibbing, MN 55746 Parcel ID: 140-0190-00040 was sent notices requiring correction of the violations within14 days.
- Despite the issuance of the Notice of Violation and subsequent attempts to obtain voluntary compliance, the blight conditions at the property remain uncorrected.

Recommendation

Due to the continued non-compliance and the adverse impact of the blight on the neighborhood's safety, welfare, property values, and overall quality of life, I am requesting the City Council authorize the City Attorney to initiate legal proceedings against the property owner(s) Brenda Kirchmeier (DOD: 12/05/2020) and Christopher Ball to compel compliance with the City's Blight Ordinance, recover costs incurred by the City, and/or pursue any other legal remedies deemed appropriate, including the placement of a lien on the real estate for abatement expenses.

Proposed Motion

The following motion is proposed: "The City Council should authorize the City Attorney to initiate legal action, including but not limited to filing a lawsuit in St. Louis County Court, against Brenda Kirchmeier (DOD: 12/05/2020) and Christopher Ball for the blight violations at 4301 1st Avenue Hibbing, MN 55746 Parcel ID: 140-0190-00040Furthermore, all available legal and equitable remedies should be pursued to ensure compliance with the City's Blight Ordinance and to recover costs the City has incurred."\

Deputy Chief Tyler Schwerzler

Hibbing Police Department

Request for Council Action

City Council Action

Description of Agenda Item

Strategic Initiative

Owner of Agenda Item

Introduction/Background/Justification/Key Issues/Legal

Board/Commission/Committee Actions(s):

Budgetary/Fiscal Impact

Action Requested

Attachments
None

Request for Council Action

City Council Action

Description of Agenda Item

Strategic Initiative

Owner of Agenda Item

Introduction/Background/Justification/Key Issues/Legal

Board/Commission/Committee Actions(s):

Budgetary/Fiscal Impact

Action Requested

Attachments

1. Liberty Tire Service

Liberty Tire Recycling, LLC
600 River Ave, 3rd Floor
Pittsburgh, PA 15212
Phone: 412.926.1500
Fax: 412.697.2410
www.libertytire.com

Liberty TIRE RECYCLING

RECEIVED
AUG 0 6 2026
BY:

Invoice # 3287846
Invoice Date 7/25/2026
Due Date 8/24/2026
Account Number 113905
Terms Net 30 Days

Bill to: City of Hibbing (CU)
401 E 21st St
Hibbing, MN 55746-1854

INVOICE

Service Date	Work Order/Tkt PO#	Description Cust Ref #	Qnty	Rate	Total
0001 - City of Hibbing - Public Works Facility (CU) - 1425 E 23rd St					
07/20/26	WO#: 0011367028	Environmental Fee	1.00	25.0000	$25.00
07/20/26	WO#: 0011367028	Inbound Freight Charge	1.00	1,500.0000	$1,500.00
07/20/26	WO#: 0011367028	OTR Tire Ton	22.79	425.0000	$9,685.75
07/21/26	WO#: 0011372407	Environmental Fee	1.00	25.0000	$25.00
07/21/26	WO#: 0011372407	Inbound Freight Charge	1.00	1,500.0000	$1,500.00
07/21/26	WO#: 0011372407	Mixed Load - Ton	14.04	385.0000	$5,405.40
			Service Location Sub Total		$18,141.15

431-45-5400-430 $9,070.57

405-46-6300-430 $9,070.58

proj: CCH

Line: Misc

Invoice Total: $18,141.15

Please detach and include with payment.

Please Pay This Amount **$18,141.15**

Amount of Remittance

City of Hibbing (CU)
401 E 21st St
Hibbing, MN 55746-1854

Account Number 113905
Invoice # 3287846
Invoice Date 7/25/2026
Due Date 08/24/2026

Please Remit Payment To: **LIBERTY TIRE SERVICES LLC**
PO Box 645375
Pittsburgh, PA 15264

Request for Council Action

City Council Action

Description of Agenda Item

Strategic Initiative

Owner of Agenda Item

Introduction/Background/Justification/Key Issues/Legal

Board/Commission/Committee Actions(s):

Budgetary/Fiscal Impact

Action Requested

Attachments
None

Request for Council Action

City Council Action

Description of Agenda Item
PW Renovation - Office furniture 50% deposit - $24,024.70

Strategic Initiative
Office furniture for the PW renovation

Owner of Agenda Item

Introduction/Background/Justification/Key Issues/Legal
Attached is a deposit invoice and layout for the office furniture for the renovated space at the Public Works facility. The renovated space will host the engineering department, MN State Patrol, and a large shared conference room.

Board/Commission/Committee Actions(s):

Budgetary/Fiscal Impact
The total cost of the office furniture is $48,049.40, Innovative requires a 50% payment to place the order.

Action Requested
Asking the City Council to approve the quote from Innovative and the 50% payment to place the order.

Attachments
1. PW Renovation - 50% deposit Invoice
2. PW Renovation - Office furniture layout

DEPOSIT INVOICE

952.808.9900 | 866.574.5389
INNOVATIVEOS.COM
SALES PERSON Karla Gunderson
952-698-9214
kgunderson@innovativeos.com

DATE	08/03/2026
CUSTOMER NAME	HIBBING PUBLIC SAFETY - POLICE FIRE EMS
CUSTOMER NUMBER	M088
CUSTOMER PO	
ORDER NAME	Hibbing Engineering /Public Works
ORDER NUMBER	243703
PROJECT NUMBER	10810
TERMS	NET30

BILL TO

HIBBING PUBLIC SAFETY - POLICE FIRE EMS
2320 BROOKLYN DR.
HIBBING, MN 55746

ATTN: Jesse Story
Email: Jessestory@hibbingmn.gov

SHIP TO

HIBBING PUBLIC SAFETY - POLICE FIRE EMS
2320 BROOKLYN DR.
HIBBING, MN 55746

ATTN: Jesse Story
Email: Jessestory@hibbingmn.gov

HON OMNIA Contract R240117
Teknion OMNIA open market contract R240116
Teknion U of M contract #42.2023.JST

GROUP	DESCRIPTION	QUANTITY	EXTENDED AMOUNT
P13 Office		1.0	7,603.33

LINE	DESCRIPTION	QUANTITY	LIST	UNIT PRICE	EXTENDED AMOUNT
1	Suspended Modesty Panel - Solid, 78"w x 10"h S:Standard Solid Top ("D", "M" & "X") -S:Source Laminate 8E:Essential Walnut Tag: Tag L1: P13 Office Tag L2: PO-3 % Off List: 61.00	1.00 Each	221.00	86.19	86.19
2	Round Meeting Table - Blade Star Base, 36"dia, No Cut-Out (1-3/16") -A:Foundation Laminate 7M:Essential Walnut 6:Straight Trim 9E:Essential Walnut -Found:Foundation Colors 24:Greystone (Matte) Tag: Tag L1: P13 Office Tag L2: T-7 % Off List: 61.00	1.00 Each	1,142.00	445.38	445.38
3	HA L-Shape Corner Desk - Bevel Bases, 29"dA x 23"dB x 88"wA x 70"wB, Rect&Sq, Left (1-3/16") I:Integrated Powerbar E:Extended Range - 26" to 48" -DT:Display Toggle with Memory O:Display Toggle with Memory - Anthracite -FndLam:Foundation Laminate except Abstract 7M:Essential Walnut 6:Straight Trim 9E:Essential Walnut -Found:Foundation Colors 24:Greystone (Matte) -Found:Foundation Colors 24:Greystone (Matte) Tag: Tag L1: P13 Office Tag L2: PO-3 % Off List: 61.00	1.00 Each	7,503.00	2,926.17	2,926.17
4	Duo Grommet - Square -Found:Foundation colors 24:Greystone (Matte) Tag: Tag L1: P13 Office Tag L2: PO-3 % Off List: 61.00	1.00 Each	28.00	10.92	10.92
5	Rectangular Desk - Full and Half Gables, Wall Access Modesty, 24" d x 72"w (1-3/16") -A:Foundation Laminate 7M:Essential Walnut 6:Straight Trim 9E:Essential Walnut 8E:Essential Walnut -Found:Foundation Colors 24:Greystone (Matte)	1.00 Each	1,216.00	474.24	474.24

952.808.9900 | 866.574.5389
INNOVATIVEOS.COM
SALES PERSON
Karla Gunderson
952-698-9214
kgunderson@innovativeos.com

DEPOSIT INVOICE

DATE	07/21/2026
CUSTOMER NAME	HIBBING PUBLIC SAFETY - POLICE FIRE EMS
CUSTOMER NUMBER	M088
CUSTOMER PO	
ORDER NAME	Hibbing Engineering /Public Works
ORDER NUMBER	243703
PROJECT NUMBER	10810
TERMS	NET30

	Tag: Tag L1: P13 Office Tag L2: PO-3 % Off List: 61.00				
6	Rectangular Worksurface, 24"d x 42"w, No Grommet (1-3/16") E:Semi-Supported Leg (Not Included) W:Frame Leg (Not Included) -A:Foundation Laminate 7M:Essential Walnut 6:Straight Trim 9E:Essential Walnut Tag: Tag TG: cut to fit angled wall Tag L1: P13 Office Tag L2: PO-3 % Off List: 61.00	2.00 Each	435.00	169.65	339.30
7	Wall-Mounted Tackboard - Fabric, From Standard Worksurface, 66"h, 54"w -1:Fabric Grade 1 -26:Emit T727:Watt Tag: Tag L1: P13 Office Tag L2: PO-3 % Off List: 61.00	2.00 Each	297.00	115.83	231.66
8	Combo Pedestal - Pulls, 18"d x 30"w x 28"h, 15"File Drawer Right -SrcLam:Source Laminate 8E:Essential Walnut -Source:Source Laminate 8E:Essential Walnut 9:Rectilinear -Found:Foundation Colors 24:Greystone (Matte) K:Key Alike Tag: Tag L1: P13 Office Tag L2: PO-3 % Off List: 61.00	1.00 Each	1,618.00	631.02	631.02
9	Lateral File - Pulls, 18"d x 30"w, Two Drawers (28") -SrcLam:Source Laminate 8E:Essential Walnut -Source:Source Laminate 8E:Essential Walnut 9:Rectilinear -Found:Foundation Colors 24:Greystone (Matte) K:Key Alike Tag: Tag L1: P13 Office Tag L2: PO-3 % Off List: 61.00	1.00 Each	1,114.00	434.46	434.46
10	Mobile Pedestal - Pulls, 18"d x 21"h, Box/File -SrcLam:Source Laminate 8E:Essential Walnut -Source:Source Laminate 8E:Essential Walnut 9:Rectilinear -Found:Foundation Colors 24:Greystone (Matte) K:Key Alike Tag: Tag L1: P13 Office Tag L2: S-1 % Off List: 61.00	1.00 Each	710.00	276.90	276.90
11	Semi-Supported Leg - Solid, 29"h, 24"d (1-3/16") -S:Source Laminate 8E:Essential Walnut Tag: Tag L1: P13 Office Tag L2: PO-3	1.00 Each	238.00	92.82	92.82

952.808.9900 | 866.574.5389
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DEPOSIT INVOICE

DATE	07/21/2026
CUSTOMER NAME	HIBBING PUBLIC SAFETY - POLICE FIRE EMS
CUSTOMER NUMBER	M088
CUSTOMER PO	
ORDER NAME	Hibbing Engineering /Public Works
ORDER NUMBER	243703
PROJECT NUMBER	10810
TERMS	NET30

SALES PERSON
Karla Gunderson
952-698-9214
kgunderson@innovativeos.com

	% Off List: 61.00				
12	Ignition Guest/Multi-Purpose Chair Four-Leg Stacking .N:Armless .H:Hard Caster .0S:Charcoal ReActiv $(1):Grade 1 Uph .CU:Centurion 10:Black .T:Black Tag: Tag L1: P13 Office Tag L2: C-2a % Off List: 53.30	2.00 Each	637.00	297.48	594.96
13	Set of Keys Alike, 3 Sets of Cores Tag: Tag L1: P13 Office Tag L2: PO-3 % Off List: 0.00	1.00 Each	0.00	0.00	0.00
14	Structural Flush Plate Tag: Tag L1: P13 Office Tag L2: PO-3 % Off List: 69.32	1.00 Each	68.00	20.86	20.86
15	Standard Leg, C-Leg, Fixed Height, 24"d, Levelers -Found:Foundation Colors 24:Greystone (Matte) Tag: Tag L1: P13 Office Tag L2: PO-3 % Off List: 61.00	1.00 Each	197.00	76.83	76.83
16	High Table - Thesis Legs, 30"d x 60"w x 42"h, Std, No Cut-Out (1-3/16") S:Levelers - Steel Glides -F:Foundation Laminate 7M:Essential Walnut 6:Straight Trim 9E:Essential Walnut -Paint:Painted Finish -Found:Foundation Colors 24:Greystone (Matte) -Found:Foundation Colors 24:Greystone (Matte) Tag: Tag L1: P13 Office Tag L2: T-10 % Off List: 61.00	1.00 Each	2,100.00	819.00	819.00
17	Power Qube w/Std Cord,Dual-1 Pwr/0 USB/1 Data,Grom Kit-Round & Diamond Only,120"l,Canada/USA Plug-in -Foundat:Foundation Colors U:Greystone (Matte) Tag: Tag L1: P13 Office Tag L2: PO-3 % Off List: 69.33	1.00 Each	465.00	142.62	142.62

GROUP	DESCRIPTION	QUANTITY	EXTENDED AMOUNT
P14 Office		1.0	2,706.60

LINE	DESCRIPTION	QUANTITY	LIST	UNIT PRICE	EXTENDED AMOUNT
18	Linear LED Light, 36"w 0:Standard S:Standard 0:Light Only A:Canada / U.S.A. AC:Clear Anodized Tag: Tag L1: P14 Office Tag L2: PO-4a % Off List: 61.00	1.00 Each	356.00	138.84	138.84
19	Support for Linear LED Light - Overhead, Linear LED 36"w, Light	1.00	92.00	35.88	35.88

DEPOSIT INVOICE

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ORDER NUMBER	243703
PROJECT NUMBER	10810
TERMS	NET30

	Only -Found:Foundation Colors 24:Greystone (Matte) Tag: Tag L1: P14 Office Tag L2: PO-4a % Off List: 61.00	Each			
20	Extended Corner Desk - Full Gable, Flush Full Modesty, 24" dA x 30" dB x 48" wA x 72"wB (1-3/16") 7M:Essential Walnut 6:Straight Trim 9E:Essential Walnut 8E:Essential Walnut -Found:Foundation Colors 24:Greystone (Matte) Tag: Tag L1: P14 Office Tag L2: PO-4a % Off List: 61.00	1.00 Each	1,904.00	742.56	742.56
21	Rectangular Desk - Full and Half Gables, Wall Access Modesty, 24" d x 54"w (1-3/16") -A:Foundation Laminate 7M:Essential Walnut 6:Straight Trim 9E:Essential Walnut 8E:Essential Walnut -Found:Foundation Colors 24:Greystone (Matte) Tag: Tag L1: P14 Office Tag L2: PO-4a % Off List: 61.00	1.00 Each	1,101.00	429.39	429.39
22	Overhead Cabinet - Solid Hinged Doors, Wall Panel Mounted, 16"d x 72"w x 15"h, Linear LED Light Rdy -SrcLam:Source Laminate 8E:Essential Walnut -Source:Source Laminate 8E:Essential Walnut K:Key Alike Tag: Tag L1: P14 Office Tag L2: PO-4a % Off List: 61.00	1.00 Each	1,309.00	510.51	510.51
23	Wall-Mounted Tackboard - Fabric, From Standard Worksurface, 51"h, 72"w -1:Fabric Grade 1 -26:Emit T727:Watt Tag: Tag L1: P14 Office Tag L2: PO-4a % Off List: 61.00	1.00 Each	262.00	102.18	102.18
24	Lateral File - Pulls, 18"d x 36"w, Two Drawers (28") -SrcLam:Source Laminate 8E:Essential Walnut -Source:Source Laminate 8E:Essential Walnut 9:Rectilinear -Found:Foundation Colors 24:Greystone (Matte) K:Key Alike Tag: Tag L1: P14 Office Tag L2: PO-4a % Off List: 61.00	1.00 Each	1,206.00	470.34	470.34
25	Mobile Pedestal - Pulls, 18"d x 21"h, Box/File -SrcLam:Source Laminate 8E:Essential Walnut -Source:Source Laminate 8E:Essential Walnut 9:Rectilinear	1.00 Each	710.00	276.90	276.90

SALES PERSON

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DEPOSIT INVOICE

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CUSTOMER NUMBER	M088
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ORDER NAME	Hibbing Engineering /Public Works
ORDER NUMBER	243703
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TERMS	NET30

	-Found:Foundation Colors 24:Greystone (Matte) K:Key Alike Tag: Tag L1: P14 Office Tag L2: S-1 % Off List: 61.00				
26	Set of Keys Alike, 2 Sets of Cores Tag: Tag L1: P14 Office % Off List: 0.00	1.00 Each	0.00	0.00	0.00

GROUP	DESCRIPTION	QUANTITY	EXTENDED AMOUNT
P21 Copy/work room		1.0	1,455.48

LINE	DESCRIPTION	QUANTITY	LIST	UNIT PRICE	EXTENDED AMOUNT
27	Hub Table - Dble-Side, 42"dx90"wx42"h, Half-Ht, No Footrest, No Cut-Out (1-9/16") -F:Foundation Laminate 7M:Essential Walnut 6:Straight Trim 9E:Essential Walnut -SrcLam:Source Laminate 8E:Essential Walnut -Source:Source Laminate 8E:Essential Walnut Tag: Tag L1: P21 Copy/work Tag L2: T-11 % Off List: 61.00	1.00 Each	3,732.00	1,455.48	1,455.48

GROUP	DESCRIPTION	QUANTITY	EXTENDED AMOUNT
P22 Office		1.0	4,339.02

LINE	DESCRIPTION	QUANTITY	LIST	UNIT PRICE	EXTENDED AMOUNT
28	Suspended Modesty Panel - Solid, 66"w x 10"h S:Standard Solid Top ("D", "M" & "X") -S:Source Laminate 8E:Essential Walnut Tag: Tag L1: P22 Office Tag L2: PO-3 Tag L3: City of Hibbing - Public Safety % Off List: 61.00	1.00 Each	190.00	74.10	74.10
29	HA L-Shape Corner Desk - Bevel Bases, 29"dA x 23"dB x 76"wA x 70"wB, Rect&Sq, Right (1-3/16") I:Integrated Powerbar E:Extended Range - 26" to 48" -DT:Display Toggle with Memory O:Display Toggle with Memory - Anthracite -FndLam:Foundation Laminate except Abstract 7M:Essential Walnut 6:Straight Trim 9E:Essential Walnut -Found:Foundation Colors 24:Greystone (Matte) -Found:Foundation Colors 24:Greystone (Matte) Tag: Tag L1: P22 Office Tag L2: PO-5a % Off List: 61.00	1.00 Each	7,416.00	2,892.24	2,892.24
30	Duo Grommet - Square -Found:Foundation colors 24:Greystone (Matte) Tag: Tag L1: P22 Office Tag L2: PO-5a % Off List: 61.00	1.00 Each	28.00	10.92	10.92
31	Top for Solid Storage, 24"d x 36"w (1-3/16")	1.00	445.00	173.55	173.55

	7M:Essential Walnut 6:Straight Trim 9E:Essential Walnut Tag: Tag L1: P22 Office Tag L2: PO-5a % Off List: 61.00	Each			
32	Wall-Mounted Tackboard - Fabric, From Standard Worksurface, 66"h, 36"w -1:Fabric Grade 1 -26:Emit T727:Watt Tag: Tag L1: P22 Office Tag L2: PO-5a % Off List: 61.00	1.00 Each	227.00	88.53	88.53
33	Wall-Mounted Tackboard - Fabric, From Standard Worksurface, 66"h, 72"w -1:Fabric Grade 1 -26:Emit T727:Watt Tag: Tag L1: P22 Office Tag L2: PO-5a % Off List: 61.00	1.00 Each	374.00	145.86	145.86
34	Lateral File - Pulls, 24"d x 36"w, Two Drawers (28") -SrcLam:Source Laminate 8E:Essential Walnut -Source:Source Laminate 8E:Essential Walnut 9:Rectilinear -Found:Foundation Colors 24:Greystone (Matte) K:Key Alike Tag: Tag L1: P22 Office Tag L2: PO-5a % Off List: 61.00	1.00 Each	1,370.00	534.30	534.30
35	Mobile Pedestal - Pulls, 18"d x 21"h, Box/File -SrcLam:Source Laminate 8E:Essential Walnut -Source:Source Laminate 8E:Essential Walnut 9:Rectilinear -Found:Foundation Colors 24:Greystone (Matte) K:Key Alike Tag: Tag L1: P22 Office Tag L2: S-1 % Off List: 61.00	1.00 Each	710.00	276.90	276.90
36	Set of Keys Alike, 2 Sets of Cores Tag: Tag L1: P22 Office % Off List: 0.00	1.00 Each	0.00	0.00	0.00
37	Power Qube w/Std Cord,Dual-1 Pwr/0 USB/1 Data,Grom Kit-Round & Diamond Only,120"l,Canada/USA Plug-in -Foundat:Foundation Colors U:Greystone (Matte) Tag: Tag L1: P22 Office Tag L2: PO-5a % Off List: 69.33	1.00 Each	465.00	142.62	142.62

GROUP	DESCRIPTION	QUANTITY	EXTENDED AMOUNT
P23 Office		1.0	3,157.72

LINE	DESCRIPTION	QUANTITY	LIST	UNIT PRICE	EXTENDED AMOUNT
38	Linear LED Light, 36"w 0:Standard	1.00 Each	356.00	138.84	138.84

DEPOSIT INVOICE

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ORDER NUMBER	243703
PROJECT NUMBER	10810
TERMS	NET30

	S:Standard 0:Light Only A:Canada / U.S.A. AC:Clear Anodized Tag: Tag L1: P23 Office Tag L2: PO-4b % Off List: 61.00				
39	Support for Linear LED Light - Overhead, Linear LED 36"w, Light Only -Found:Foundation Colors 24:Greystone (Matte) Tag: Tag L1: P23 Office Tag L2: PO-4b % Off List: 61.00	1.00 Each	92.00	35.88	35.88
40	Extended Corner Desk - Full Gable, Flush Full Modesty, 24" dA x 30" dB x 48" wA x 72"wB (1-3/16") 7M:Essential Walnut 6:Straight Trim 9E:Essential Walnut 8E:Essential Walnut -Found:Foundation Colors 24:Greystone (Matte) Tag: Tag L1: P23 Office Tag L2: PO-4b % Off List: 61.00	1.00 Each	1,904.00	742.56	742.56
41	Rectangular Desk - Full and Half Gables, Wall Access Modesty, 24" d x 54"w (1-3/16") -A:Foundation Laminate 7M:Essential Walnut 6:Straight Trim 9E:Essential Walnut 8E:Essential Walnut -Found:Foundation Colors 24:Greystone (Matte) Tag: Tag L1: P23 Office Tag L2: PO-4b % Off List: 61.00	1.00 Each	1,101.00	429.39	429.39
42	Overhead Cabinet - Solid Hinged Doors, Wall Panel Mounted, 16"d x 72"w x 15"h, Linear LED Light Rdy -SrcLam:Source Laminate 8E:Essential Walnut -Source:Source Laminate 8E:Essential Walnut K:Key Alike Tag: Tag L1: P23 Office Tag L2: PO-4b % Off List: 61.00	1.00 Each	1,309.00	510.51	510.51
43	Wall-Mounted Tackboard - Fabric, From Standard Worksurface, 51"h, 72"w -1:Fabric Grade 1 -26:Emit T727:Watt Tag: Tag L1: P23 Office Tag L2: PO-4b % Off List: 61.00	1.00 Each	262.00	102.18	102.18
44	Lateral File - Pulls, 18"d x 36"w, Two Drawers (28") -SrcLam:Source Laminate 8E:Essential Walnut -Source:Source Laminate 8E:Essential Walnut 9:Rectilinear -Found:Foundation Colors 24:Greystone (Matte) K:Key Alike Tag: Tag L1: P23 Office	1.00 Each	1,206.00	470.34	470.34

	Tag L2: PO-4b % Off List: 61.00				
45	Mobile Pedestal - Pulls, 18"d x 21"h, Box/File ~SrcLam:Source Laminate 8E:Essential Walnut ~Source:Source Laminate 8E:Essential Walnut 9:Rectilinear ~Found:Foundation Colors 24:Greystone (Matte) K:Key Alike Tag: Tag L1: P23 Office Tag L2: S-1 % Off List: 61.00	1.00 Each	710.00	276.90	276.90
46	Ign 2.0 KD Mid-back ReActiv .Y1:Syncho-Tilt w/ Seat Slider .A:Height and Width Adj. Arm .H:Hard Caster .0S:Charcoal $(3):Grade 3 Uph .SXNY:Saxony 21:Black .BL:Black Adjustable Lumbar .SB:Standard Base .T:Black Tag: Tag L1: P23 Office Tag L2: C-3 % Off List: 53.30	1.00 Each	966.00	451.12	451.12
47	Set of Keys Alike, 4 Sets of Cores Tag: Tag L1: P23 Office % Off List: 0.00	1.00 Each	0.00	0.00	0.00

GROUP	DESCRIPTION	QUANTITY	EXTENDED AMOUNT
P24 Office		1.0	4,339.02

LINE	DESCRIPTION	QUANTITY	LIST	UNIT PRICE	EXTENDED AMOUNT
48	Suspended Modesty Panel - Solid, 66"w x 10"h S:Standard Solid Top ("D", "M" & "X") ~S:Source Laminate 8E:Essential Walnut Tag: Tag L1: P24 Office Tag L2: PO-3 % Off List: 61.00	1.00 Each	190.00	74.10	74.10
49	HA L-Shape Corner Desk - Bevel Bases, 29"dA x 23"dB x 76"wA x 70"wB, Rect&Sq, Left (1-3/16") I:Integrated Powerbar E:Extended Range - 26" to 48" ~DT:Display Toggle with Memory O:Display Toggle with Memory - Anthracite ~FndLam:Foundation Laminate except Abstract 7M:Essential Walnut 6:Straight Trim 9E:Essential Walnut ~Found:Foundation Colors 24:Greystone (Matte) ~Found:Foundation Colors 24:Greystone (Matte) Tag: Tag L1: P24 Office Tag L2: PO-5b % Off List: 61.00	1.00 Each	7,416.00	2,892.24	2,892.24
50	Duo Grommet - Square ~Found:Foundation colors 24:Greystone (Matte) Tag: Tag L1: P24 Office Tag L2: PO-5b	1.00 Each	28.00	10.92	10.92

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DEPOSIT INVOICE

DATE	07/21/2026
CUSTOMER NAME	HIBBING PUBLIC SAFETY - POLICE FIRE EMS
CUSTOMER NUMBER	M088
CUSTOMER PO	
ORDER NAME	Hibbing Engineering /Public Works
ORDER NUMBER	243703
PROJECT NUMBER	10810
TERMS	NET30

	% Off List: 61.00				
51	Top for Solid Storage, 24"d x 36"w (1-3/16") 7M:Essential Walnut 6:Straight Trim 9E:Essential Walnut Tag: Tag L1: P24 Office Tag L2: PO-5b % Off List: 61.00	1.00 Each	445.00	173.55	173.55
52	Wall-Mounted Tackboard - Fabric, From Standard Worksurface, 66"h, 36"w -1:Fabric Grade 1 -26:Emit T727:Watt Tag: Tag L1: P24 Office Tag L2: PO-5b % Off List: 61.00	1.00 Each	227.00	88.53	88.53
53	Wall-Mounted Tackboard - Fabric, From Standard Worksurface, 66"h, 72"w -1:Fabric Grade 1 -26:Emit T727:Watt Tag: Tag L1: P24 Office Tag L2: PO-5b % Off List: 61.00	1.00 Each	374.00	145.86	145.86
54	Lateral File - Pulls, 24"d x 36"w, Two Drawers (28") -SrcLam:Source Laminate 8E:Essential Walnut -Source:Source Laminate 8E:Essential Walnut 9:Rectilinear -Found:Foundation Colors 24:Greystone (Matte) K:Key Alike Tag: Tag L1: P24 Office Tag L2: PO-5b % Off List: 61.00	1.00 Each	1,370.00	534.30	534.30
55	Mobile Pedestal - Pulls, 18"d x 21"h, Box/File -SrcLam:Source Laminate 8E:Essential Walnut -Source:Source Laminate 8E:Essential Walnut 9:Rectilinear -Found:Foundation Colors 24:Greystone (Matte) K:Key Alike Tag: Tag L1: P24 Office Tag L2: S-1 % Off List: 61.00	1.00 Each	710.00	276.90	276.90
56	Set of Keys Alike, 2 Sets of Cores Tag: Tag L1: P24 Office % Off List: 0.00	1.00 Each	0.00	0.00	0.00
57	Power Qube w/Std Cord,Dual-1 Pwr/0 USB/1 Data,Grom Kit-Round & Diamond Only,120"l,Canada/USA Plug-in -Foundat:Foundation Colors U:Greystone (Matte) Tag: Tag L1: P24 Office Tag L2: PO-5b % Off List: 69.33	1.00 Each	465.00	142.62	142.62

GROUP	DESCRIPTION	QUANTITY	EXTENDED AMOUNT
P25 Office		1.0	6,315.44

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DATE	07/21/2026
CUSTOMER NAME	HIBBING PUBLIC SAFETY - POLICE FIRE EMS
CUSTOMER NUMBER	M088
CUSTOMER PO	
ORDER NAME	Hibbing Engineering /Public Works
ORDER NUMBER	243703
PROJECT NUMBER	10810
TERMS	NET30

LINE	DESCRIPTION	QUANTITY	LIST	UNIT PRICE	EXTENDED AMOUNT
58	Linear LED Light, 36"w 0:Standard S:Standard 0:Light Only A:Canada / U.S.A. AC:Clear Anodized Tag: Tag L1: P25 Office Tag L2: PO-4a % Off List: 61.00	1.00 Each	356.00	138.84	138.84
59	Linear LED Light, 36"w 0:Standard S:Standard 0:Light Only A:Canada / U.S.A. AC:Clear Anodized Tag: Tag L1: P25 Office Tag L2: PO-4b % Off List: 61.00	1.00 Each	356.00	138.84	138.84
60	Support for Linear LED Light - Overhead, Linear LED 36"w, Light Only -Found:Foundation Colors 24:Greystone (Matte) Tag: Tag L1: P25 Office Tag L2: PO-4b % Off List: 61.00	1.00 Each	92.00	35.88	35.88
61	Support for Linear LED Light - Overhead, Linear LED 36"w, Light Only -Found:Foundation Colors 24:Greystone (Matte) Tag: Tag L1: P25 Office Tag L2: PO-4a % Off List: 61.00	1.00 Each	92.00	35.88	35.88
62	Extended Corner Desk - Full Gable, Flush Full Modesty, 24" dA x 30" dB x 48" wA x 72"wB (1-3/16") 7M:Essential Walnut 6:Straight Trim 9E:Essential Walnut 8E:Essential Walnut -Found:Foundation Colors 24:Greystone (Matte) Tag: Tag L1: P25 Office Tag L2: PO-4b % Off List: 61.00	1.00 Each	1,904.00	742.56	742.56
63	Extended Corner Desk - Full Gable, Flush Full Modesty, 24" dA x 30" dB x 48" wA x 72"wB (1-3/16") 7M:Essential Walnut 6:Straight Trim 9E:Essential Walnut 8E:Essential Walnut -Found:Foundation Colors 24:Greystone (Matte) Tag: Tag L1: P25 Office Tag L2: PO-4a % Off List: 61.00	1.00 Each	1,904.00	742.56	742.56
64	Rectangular Desk - Full and Half Gables, Wall Access Modesty, 24" d x 54"w (1-3/16") -A:Foundation Laminate 7M:Essential Walnut 6:Straight Trim 9E:Essential Walnut 8E:Essential Walnut -Found:Foundation Colors 24:Greystone (Matte)	1.00 Each	1,101.00	429.39	429.39

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	Tag: Tag L1: P25 Office Tag L2: PO-4a % Off List: 61.00				
65	Rectangular Desk - Full and Half Gables, Wall Access Modesty, 24" d x 54"w (1-3/16") -A:Foundation Laminate 7M:Essential Walnut 6:Straight Trim 9E:Essential Walnut 8E:Essential Walnut -Found:Foundation Colors 24:Greystone (Matte) Tag: Tag L1: P25 Office Tag L2: PO-4b % Off List: 61.00	1.00 Each	1,101.00	429.39	429.39
66	Overhead Cabinet - Solid Hinged Doors, Wall Panel Mounted, 16"d x 72"w x 15"h, Linear LED Light Rdy -SrcLam:Source Laminate 8E:Essential Walnut -Source:Source Laminate 8E:Essential Walnut K:Key Alike Tag: Tag L1: P25 Office Tag L2: PO-4b % Off List: 61.00	1.00 Each	1,309.00	510.51	510.51
67	Overhead Cabinet - Solid Hinged Doors, Wall Panel Mounted, 16"d x 72"w x 15"h, Linear LED Light Rdy -SrcLam:Source Laminate 8E:Essential Walnut -Source:Source Laminate 8E:Essential Walnut K:Key Alike Tag: Tag L1: P25 Office Tag L2: PO-4a % Off List: 61.00	1.00 Each	1,309.00	510.51	510.51
68	Wall-Mounted Tackboard - Fabric, From Standard Worksurface, 51"h, 72"w -1:Fabric Grade 1 -26:Emit T727:Watt Tag: Tag L1: P25 Office Tag L2: PO-4a % Off List: 61.00	1.00 Each	262.00	102.18	102.18
69	Wall-Mounted Tackboard - Fabric, From Standard Worksurface, 51"h, 72"w -1:Fabric Grade 1 -26:Emit T727:Watt Tag: Tag L1: P25 Office Tag L2: PO-4b % Off List: 61.00	1.00 Each	262.00	102.18	102.18
70	Lateral File - Pulls, 18"d x 36"w, Two Drawers (28") -SrcLam:Source Laminate 8E:Essential Walnut -Source:Source Laminate 8E:Essential Walnut 9:Rectilinear -Found:Foundation Colors 24:Greystone (Matte) K:Key Alike Tag: Tag L1: P25 Office Tag L2: PO-4b % Off List: 61.00	1.00 Each	1,206.00	470.34	470.34

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71	Lateral File - Pulls, 18"d x 36"w, Two Drawers (28") -SrcLam:Source Laminate 8E:Essential Walnut -Source:Source Laminate 8E:Essential Walnut 9:Rectilinear -Found:Foundation Colors 24:Greystone (Matte) K:Key Alike Tag: Tag L1: P25 Office Tag L2: PO-4a % Off List: 61.00	1.00 Each	1,206.00	470.34	470.34
72	Mobile Pedestal - Pulls, 18"d x 21"h, Box/File -SrcLam:Source Laminate 8E:Essential Walnut -Source:Source Laminate 8E:Essential Walnut 9:Rectilinear -Found:Foundation Colors 24:Greystone (Matte) K:Key Alike Tag: Tag L1: P25 Office Tag L2: S-1 % Off List: 61.00	2.00 Each	710.00	276.90	553.80
73	Ign 2.0 KD Mid-back ReActiv .Y1:Syncho-Tilt w/ Seat Slider .A:Height and Width Adj. Arm .H:Hard Caster .0S:Charcoal $(3):Grade 3 Uph .SXNY:Saxony 21:Black .BL:Black Adjustable Lumbar .SB:Standard Base .T:Black Tag: Tag L1: P25 Office Tag L2: C-3 % Off List: 53.30	2.00 Each	966.00	451.12	902.24
74	Set of Keys Alike, 4 Sets of Cores Tag: Tag L1: P25 Office % Off List: 0.00	2.00 Each	0.00	0.00	0.00

GROUP	DESCRIPTION	QUANTITY	EXTENDED AMOUNT
P26 Meeting		1.0	11,201.77

LINE	DESCRIPTION	QUANTITY	LIST	UNIT PRICE	EXTENDED AMOUNT
75	Ign 2.0 KD Mid-back ReActiv .Y1:Syncho-Tilt w/ Seat Slider .A:Height and Width Adj. Arm .H:Hard Caster .0S:Charcoal $(3):Grade 3 Uph .SXNY:Saxony 21:Black .BL:Black Adjustable Lumbar .SB:Standard Base .T:Black Tag: Tag L1: P26 Meeting Tag L2: C-3 % Off List: 53.30	16.00 Each	966.00	451.12	7,217.92
76	Recessed Module - Access Door, Cutout 12" Standard -Found:Foundation 24:Greystone (Matte) Tag: Tag L1: P26 Meeting Tag L2: T-12	2.00 Each	230.00	89.70	179.40

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DEPOSIT INVOICE

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CUSTOMER NUMBER	M088
CUSTOMER PO	
ORDER NAME	Hibbing Engineering /Public Works
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PROJECT NUMBER	10810
TERMS	NET30

SALES PERSON

Karla Gunderson
952-698-9214
kgunderson@innovativeos.com

	% Off List: 61.00				
77	Recessed Module - Power Hub - Std Plug-In, Cutout 12" Standard, 4 Power/2 USB-A+C (18w), 72"l A:Canada / U.S.A. YY:Ebony Coordinate 2Z:Soft Black Tag: Tag L1: P26 Meeting Tag L2: T-12 % Off List: 61.00	2.00 Each	676.00	263.64	527.28
78	Island Base Table - Rect. - Freestanding, 60"d x 192"w, Radius, Recessed Module - Std (1-3/16") -F:Foundation Laminate 7M:Essential Walnut 8:Flat Trim (1.5mm) 9E:Essential Walnut -Found:Foundation 24:Greystone (Matte) Tag: Tag L1: P26 Meeting Tag L2: T-12 % Off List: 61.00	1.00 Each	8,403.00	3,277.17	3,277.17

GROUP	DESCRIPTION	QUANTITY	EXTENDED AMOUNT
X: Services		1.0	6,931.02

LINE	DESCRIPTION	QUANTITY	LIST	UNIT PRICE	EXTENDED AMOUNT
80	Furniture Design and Project Managment Services Tag: Tag L1: x: services % Off List: 0.00	1.00 Each	0.00	1,288.00	1,288.00
81	Furniture Installation Tag: Tag L1: x: services % Off List: 0.00	1.00 Each	0.00	5,140.00	5,140.00
83	HNI Surcharge Tag: Tag L1: x: services % Off List: 0.00	1.00 Each	0.00	503.02	503.02

Remit to address for deposits:
Innovative office Solutions LLC
Lockbox #131434 PO Box 1414
Minneapolis, MN 55480-1414

Proposal Valid For 14 Days

SUBTOTAL	$48,049.40
TOTAL	**$48,049.40**
REQUIRED DEPOSIT 50.00%	$24,024.70

Thank you for the opportunity to partner together. Please review the quotation and let us know if you have any questions.

952.808.9900 | 866.574.5389
INNOVATIVEOS.COM
SALES PERSON
Karla Gunderson
952-698-9214
kgunderson@innovativeos.com

DEPOSIT INVOICE

DATE	07/21/2026
CUSTOMER NAME	HIBBING PUBLIC SAFETY - POLICE FIRE EMS
CUSTOMER NUMBER	M088
CUSTOMER PO	
ORDER NAME	Hibbing Engineering /Public Works
ORDER NUMBER	243703
PROJECT NUMBER	10810
TERMS	NET30

THANK YOU FOR THE OPPORTUNITY

We are thrilled for the opportunity to partner together on your project. The terms and conditions below outline a working understanding for the project journey and is intended to set both organizations up for success. If you have questions or concerns, please contact us directly.

QUOTES AND PRICING

Please review your final project plan and quote to confirm it will fit your space and workplace needs. Quoted prices are good for 14 days from the date of the proposal. Due to the volatile transportation conditions freight will be billed based upon actual. Unless otherwise noted, prices quoted do not include sales, use, excise, or other applicable taxes. Any applicable taxes will be added or adjusted on the invoice at the time of billing. Buyers exempt from taxes should provide Innovative with copies of exemption certificates prior to placing the order.

DESIGN AND ORDERING

Innovative's Design team will work with you and/or your team to design a space that is customized to your budget, style and unique needs to transform your space/s and bring your vision to life. If you do not want to move forward with us on a project, the design work remains the exclusive property of Innovative Office Solutions and we reserve the right to invoice you for the design costs incurred.

NEED FOR DEPOSITS

A deposit of 50% of the order is required on all projects in excess of $10,000. The deposit is essential as our vendor partners require payment from us when placing orders. Once the deposit is received, we will place your order. Payments must be in the form of check, ACH or wire transfer. Credit cards are not accepted for deposits or other furniture payments over $5,000.

PAYMENT TERMS

Our Innovative team will send invoices following delivery and installation completion. To ensure a seamless accounting experience, please send payment within 30 days of the invoice date. It is not uncommon for a project to be substantially complete, except for a few punch list items. We appreciate you paying your invoice in full. Innovative will complete your project when outstanding items and/or parts become available.

CHANGES

Once we receive the signed proposal on design plan and proposed budget, your order will be placed. Due to the customization of many projects, once orders are placed, most products are not returnable. Modifications or cancellations may result in cancellation or restocking charges by our manufacturer partners. Unfortunately, we will need to invoice you if such charges are incurred. Where a Scope of Work is included with this Agreement, costs resulting from changes in the scope of the project, including any additional requirements or restrictions placed on Innovative will be added to the project price. When Innovative becomes aware of the nature and impact of the change, you will be notified, and all project paperwork will be updated as necessary. In this instance, a revised quote will be generated for signoff.

PROJECT DELAYS AND STORAGE FEES

We understand projects are occasionally delayed. This may mean you are unable to accept product from us as scheduled. When this occurs, Innovative will store your items at no charge for up to 30 days to provide you with additional time to ensure your space is ready for installation. After 30 days, we will provide a quote to continue to store your product, as we want to make sure it is safe and in a secure location. After the 30 days we will continue to store your product add any additional storage fees on a monthly basis to your order prior to the final invoice.

DELIVERY AND RECEIPT OF PRODUCT

We will contact you once we are notified your product has been shipped and is on its way. Your product will be delivered during regular business hours. In order to provide an exceptional delivery experience, we ask that you inform us of any unique circumstances that a driver or install team may face during a delivery. This may include such challenges as a downtown location or the need for a liftgate. Providing us with this information ensures that product is delivered to the proper location within your facility and will reduce the chances of damage to any of the items. We kindly ask you to inspect all product directly shipped and/or delivered and brought onto the job site as scheduled. If you discover product has been damaged or shipped in error during the receiving process, please notify us within 24 hours of delivery to ensure that appropriate claims can be filed. After product arrives at your site, any loss or damage caused by other trades or by weather, fire or other elements is your responsibility.

INSTALLATION PREMISES CONDITIONS

It is our sincere priority to make sure the installation of your product is timely, professional, and as efficient as possible. To facilitate this, we ask the site to be clean, clear, and free of debris prior to installation. The jobsite should have proper lighting, heat, power source, hoisting and/or elevator service and suitable unobstructed dock space and a secured staging area. The job site shall also be free of the interference of other trades in the area where installation is taking place. We understand in certain situations spaces are not ready for installation when the initial date was scheduled. If this is the case, please provide at least a 48-hour notice so we can keep your project on track to the best of our ability. If proper, timely communication does not occur, unfortunately additional charges may be invoiced to cover costs incurred. Our Installation Team installs product based on the final approved layout. If there are any changes to the final plan, please make sure these are addressed prior to the installation date.

WARRANTY

Each manufacturing partner of Innovative has a warranty standard. For more information on warranty details, reach out to your Innovative Account Executive. Warrantied product replacements may require billable installation services.

952.808.9900 | 866.574.5389
INNOVATIVEOS.COM
SALES PERSON
Karla Gunderson
952-698-9214
kgunderson@innovativeos.com

DEPOSIT INVOICE

DATE	07/21/2026
CUSTOMER NAME	HIBBING PUBLIC SAFETY - POLICE FIRE EMS
CUSTOMER NUMBER	M088
CUSTOMER PO	
ORDER NAME	Hibbing Engineering /Public Works
ORDER NUMBER	243703
PROJECT NUMBER	10810
TERMS	NET30

CLAIMS

Innovative will help resolve claims concerning damaged and/or defective product, materials and/or workmanship made within the warranty period as stated by the manufacturer, supplier, or fabricator. We will arrange for the repair or replacement of any damaged or defective items and/or installation to make sure the project is successful.

FORCE MAJEURE

We will do our absolute best to ensure we can secure and install your product, but if there are reasons beyond our control, Innovative will not be liable. Reasons include but are not limited to, strikes, pandemics, embargos, war or other breakout of hostilities, acts of God, machinery breakdowns, delays of carriers or suppliers, and domestic or foreign governmental acts or regulations.

ECONOMIC/POLITICAL FORCE MAJEURE

In the event of a major political or economic upheaval arising from events beyond the reasonable control of the Company or its Suppliers-such as government-mandated tariff actions, import restrictions, regulatory measures, or other legislative actions that restrict or adversely affect the Company's ability to sell contracted products at the previously agreed upon price-the Company reserves the right to adjust its prices. Notice of any such price adjustment will be provided at least 72 hours prior to the effective date. For the purposes of this clause, a "major political or economic upheaval" is defined as any event or series of events that results in an increase in acquisition costs of 5.5% or more. In such cases, the Company shall furnish supporting documentation identifying the specific cost impacts that necessitate the adjustment.

GOVERNING LAW

This agreement shall be governed by and construed according to the laws of the State of Minnesota.

ARBITRATION

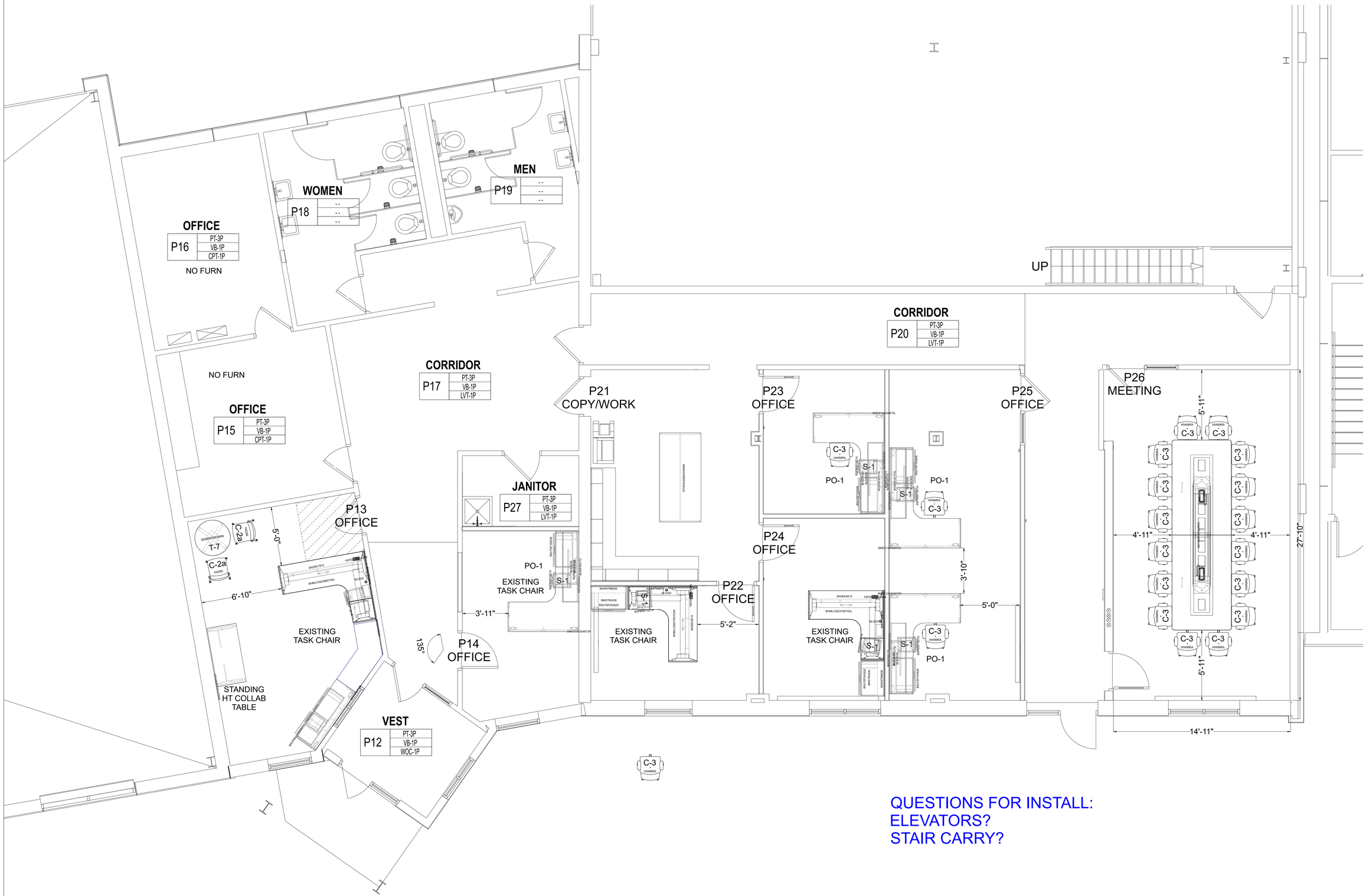
We want to make this a true partnership and resolve any issues that may occur. Any controversies or claims arising relating to this contract will be settled by arbitration administered by the American Arbitration Association. They will fall under its commercial rules, and judgment on the award rendered by the arbitrator(s) may be entered in any court with authority. The award shall include the costs of arbitration and the legal fees of the prevailing party.

THANK YOU FOR YOUR PARTNERSHIP

Innovative Office Solutions is built upon a "Relationships Matter" belief system, and every project matters to us. We are thankful for the opportunity to partner together, and we look forward to serving you!

YOUR SIGNATURE BELOW, ACKNOWLEDGES THAT YOU HAVE REVIEWED THE PROPOSAL AND ACCEPT THE TERMS AND CONDITIONS

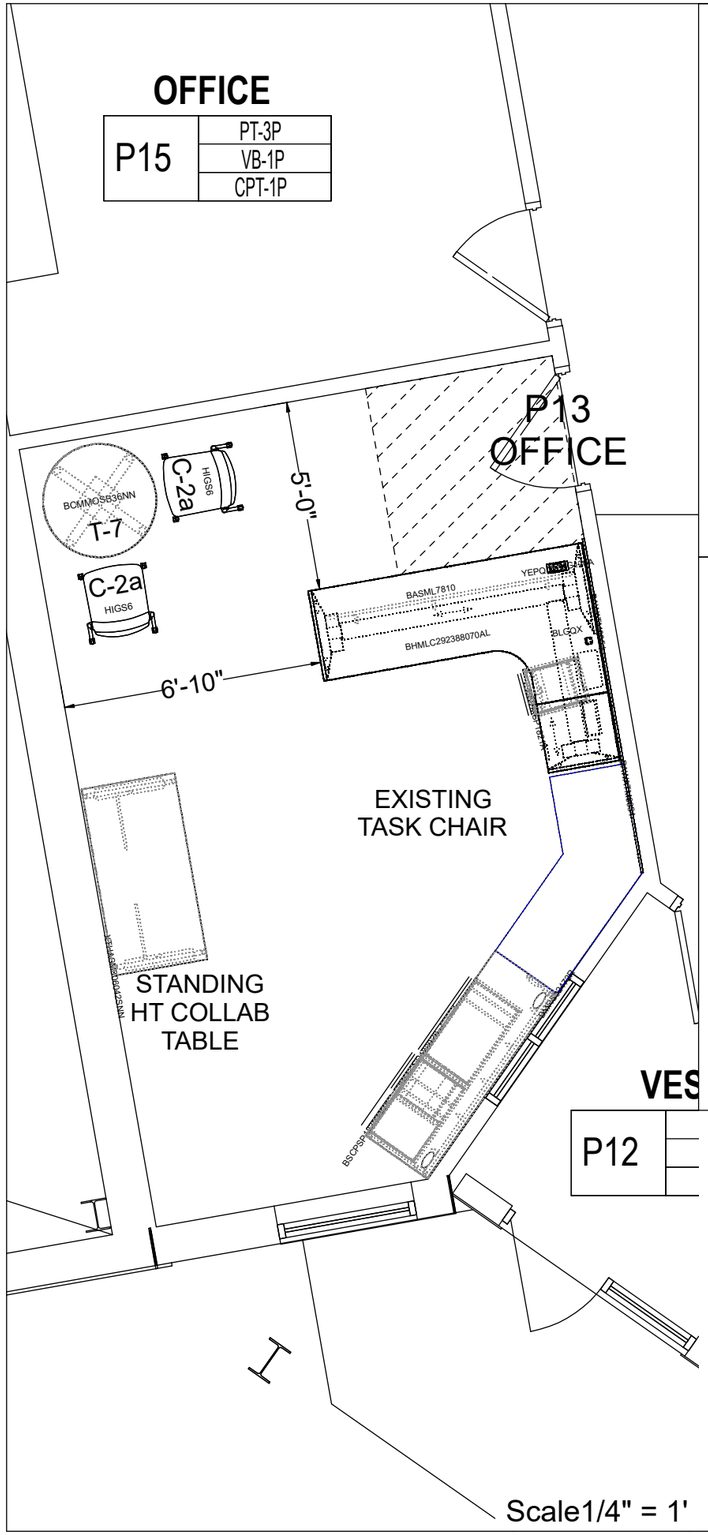
Signature: _____Name:_____ Title:_____ Date: _____



QUESTIONS FOR INSTALL:
ELEVATORS?
STAIR CARRY?

Scale3/8" = 1'

	HIBBING PUBLIC SAFETY POLICE - FIRE - EMS	ENGINEERING AND PUBLIC WORKS	DRN BY: AMY B REP: KARLA GUNDERSON	OVERALL FLOORPLAN
	2320 BROOKLYN DR HIBBING, MN 55746	243703	CUSTOMER APPROVAL: _____ DATE: _____	1/10 7/14/2026







P12	-HA EXTENDED CURVED CORNER DESK -RETURN SURFACE TO SPAN ANGLED WALL - WILL REQUIRE A FIELD CUT AT THE ANGLE -TACKBOARDS -COMBO PED, LATERAL FILE, AND MOBILE PED STORAGE -CONVENIENCE DESKTOP POWER MODULE -STANDING HEIGHT COLLAB TABLE ON WEST WALL -SEATED TABLE AND CHAIRS IN CORNER

HIBBING PUBLIC SAFETY

POLICE - FIRE - EMS

2320 BROOKLYN DR

HIBBING, MN 55746

ENGINEERING AND

PUBLIC WORKS

243703

ACCOUNT EXECUTIVE: KARLA GUNDERSON

DRN BY: AMY B

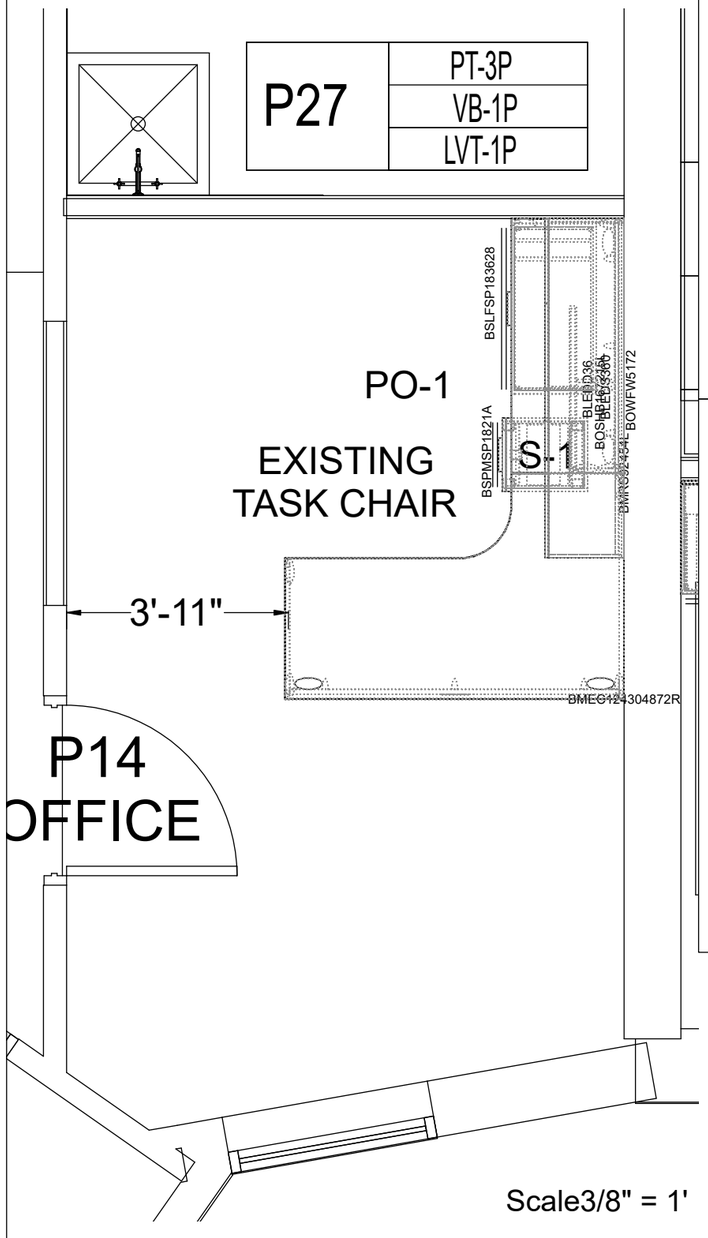
CUSTOMER APPROVAL: _____

DATE: _____

P13 OFFICE

2/10

7/14/2026



Scale3/8" = 1'





-STATIONARY EXTENDED CORNER MAIN DESK
-RETURN WITH LATERAL FILE AND MOBILE PED
-LOCKING HINGED DOOR OVERHEAD WITH UNDERCABINET LIGHT (WALL MOUNTED)
-TACKBOARD

HIBBING PUBLIC SAFETY

POLICE - FIRE - EMS

2320 BROOKLYN DR

HIBBING, MN 55746

ENGINEERING AND

PUBLIC WORKS

243703

ACCOUNT EXECUTIVE: KARLA GUNDERSON

DRN BY: AMY B

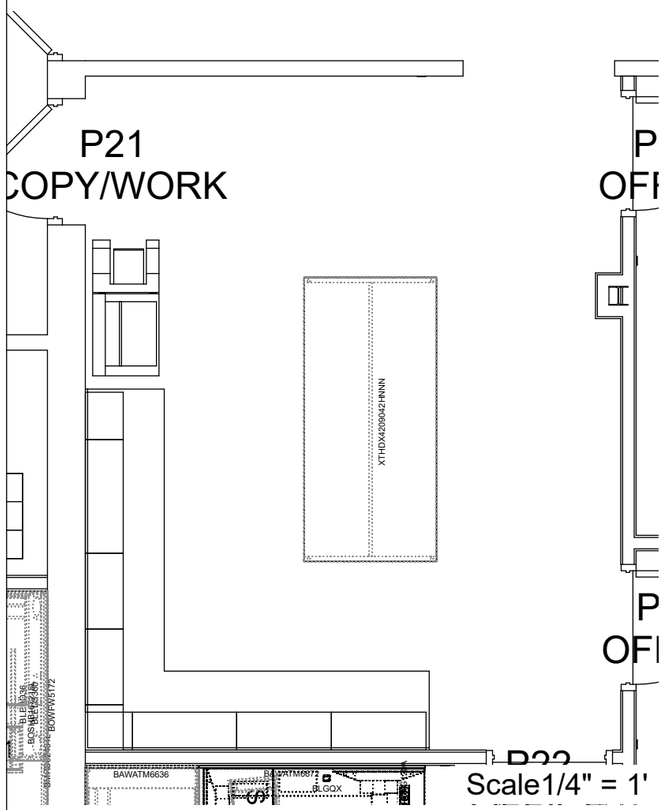
CUSTOMER APPROVAL: _____

DATE: _____

P14 OFFICE

3/10

7/14/2026





STANDING HEIGHT TABLE, 42X90
NO POWER

HIBBING PUBLIC SAFETY

POLICE - FIRE - EMS

2320 BROOKLYN DR

HIBBING, MN 55746

ENGINEERING AND

PUBLIC WORKS

243703

ACCOUNT EXECUTIVE: KARLA GUNDERSON

DRN BY: AMY B

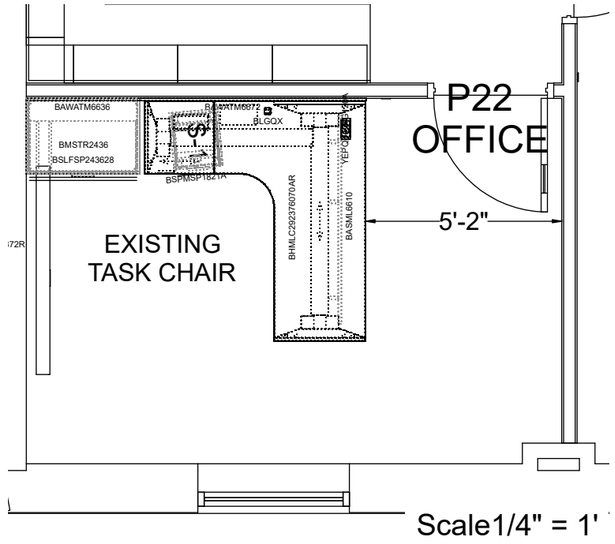
CUSTOMER APPROVAL: _____

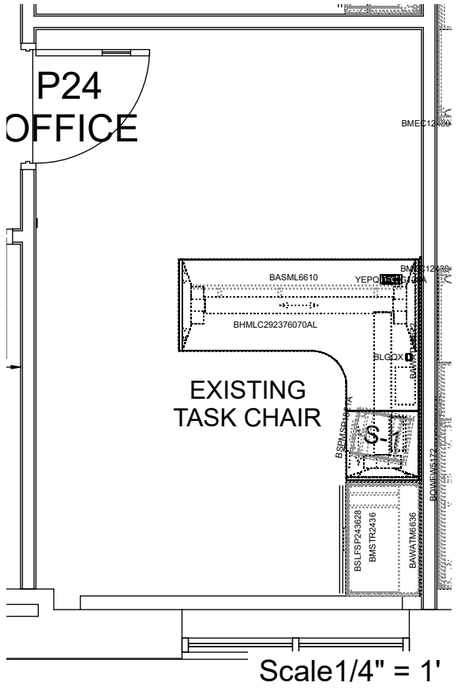
DATE: _____

P14 OFFICE

4/10

7/14/2026









-HA EXTENDED CURVED CORNER DESK W/MODESTY PANEL
-CONVENIENCE DESKTOP POWER MODULE
-TACKBOARDS
-LATERAL FILE
-MOBILE PED

HIBBING PUBLIC SAFETY

POLICE - FIRE - EMS

2320 BROOKLYN DR

HIBBING, MN 55746

ENGINEERING AND

PUBLIC WORKS

243703

ACCOUNT EXECUTIVE: KARLA GUNDERSON

DRN BY: AMY B

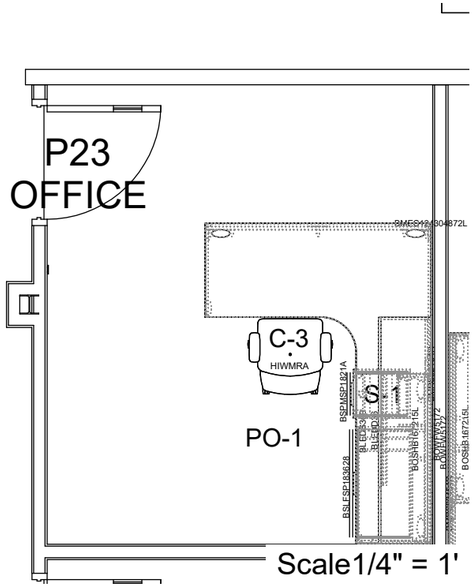
CUSTOMER APPROVAL: _____

DATE: _____

P22 AND P24 OFFICES

5/10

7/14/2026







-STATIONARY EXTENDED CORNER MAIN DESK
-TASK CHAIR
-RETURN WITH LATERAL FILE AND MOBILE PED
-LOCKING HINGED DOOR OVERHEAD WITH UNDERCABINET LIGHT (WALL MOUNTED)
-TACKBOARD

HIBBING PUBLIC SAFETY

POLICE - FIRE - EMS

2320 BROOKLYN DR

HIBBING, MN 55746

ENGINEERING AND

PUBLIC WORKS

243703

ACCOUNT EXECUTIVE: KARLA GUNDERSON

DRN BY: AMY B

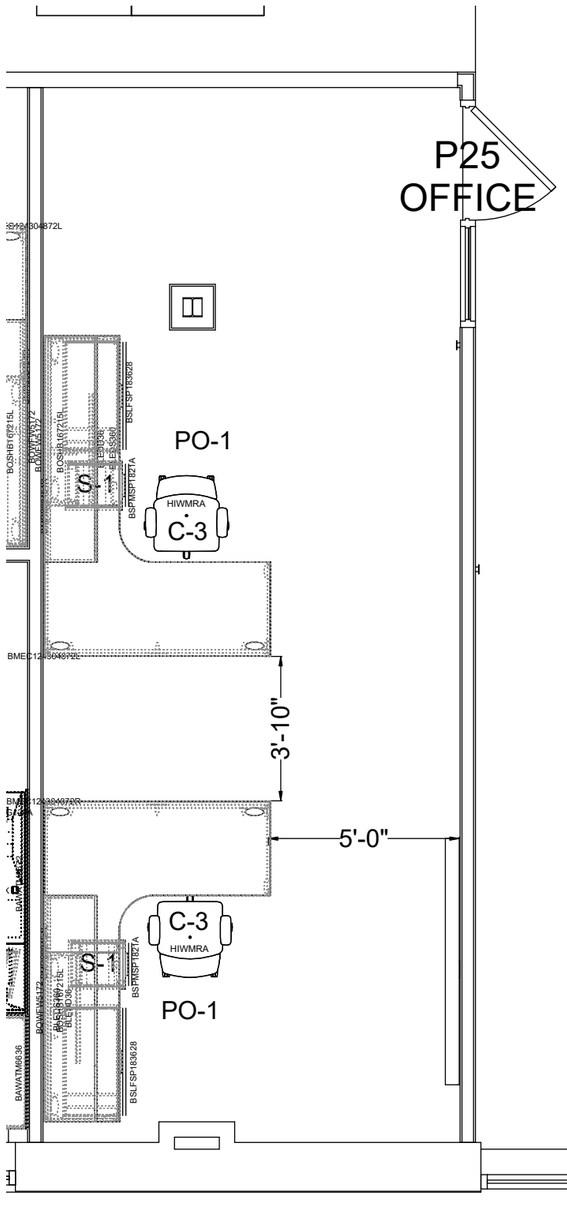
CUSTOMER APPROVAL: _____

DATE: _____

P23 OFFICE

6/10

7/14/2026



Scale1/4" = 1'





-STATIONARY EXTENDED CORNER MAIN DESK
-TASK CHAIR
-RETURN WITH LATERAL FILE AND MOBILE PED
-LOCKING HINGED DOOR OVERHEAD WITH UNDERCABINET LIGHT (WALL MOUNTED)
-TACKBOARD

HIBBING PUBLIC SAFETY

POLICE - FIRE - EMS

2320 BROOKLYN DR

HIBBING, MN 55746

ENGINEERING AND

PUBLIC WORKS

243703

ACCOUNT EXECUTIVE: KARLA GUNDERSON

DRN BY: AMY B

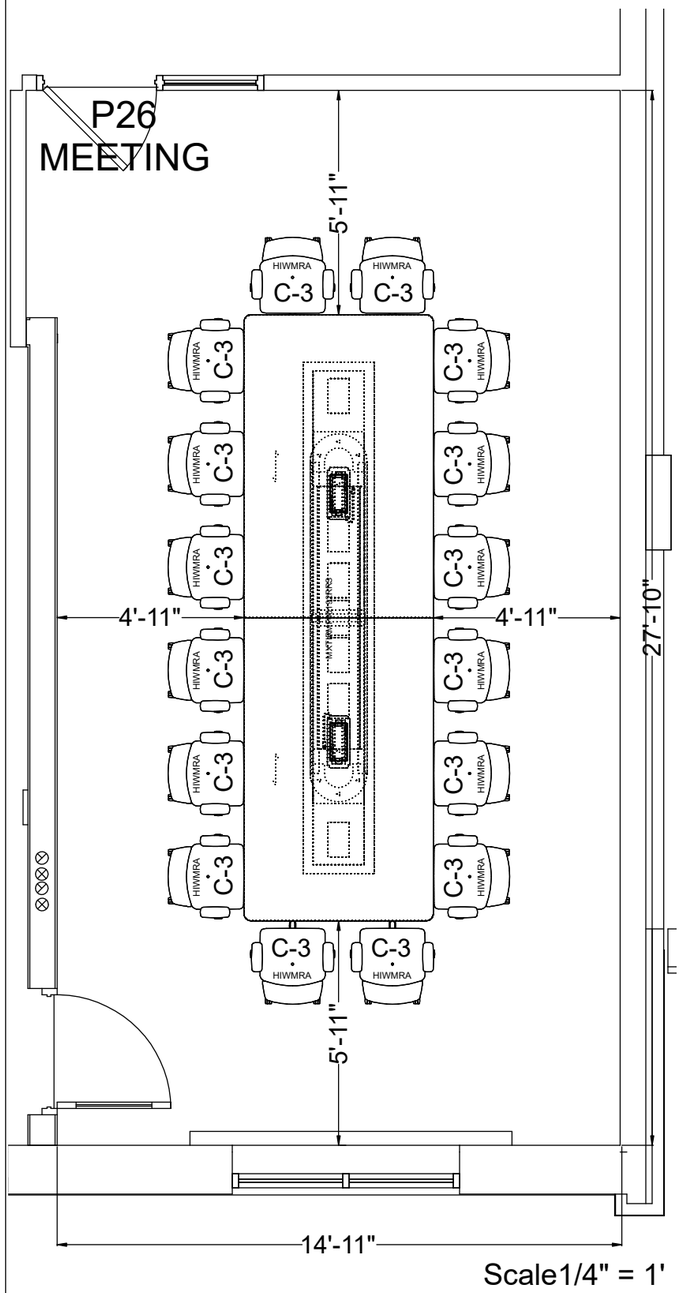
CUSTOMER APPROVAL: _____

DATE: _____

P25 OFFICE

7/10

7/14/2026



Scale1/4" = 1'



60X192 CONFERENCE TABLE
POWER IN TABLE - POWER OPTIONS ON NEXT SLIDES
16 CHAIRS

HIBBING PUBLIC SAFETY

POLICE - FIRE - EMS

2320 BROOKLYN DR

HIBBING, MN 55746

ENGINEERING AND

PUBLIC WORKS

243703

ACCOUNT EXECUTIVE: KARLA GUNDERSON

DRN BY: AMY B

CUSTOMER APPROVAL: _____

DATE: _____

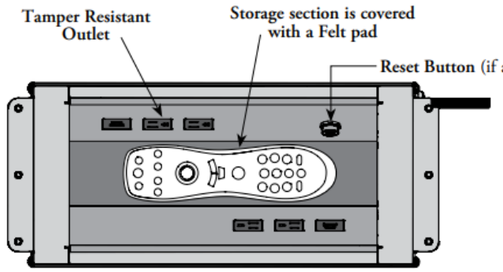
P26 MEETING

8/10

7/14/2026

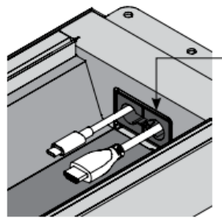
12" STANDARD RECESSED MODULE IS USED IN THIS TABLE

module features (continued)

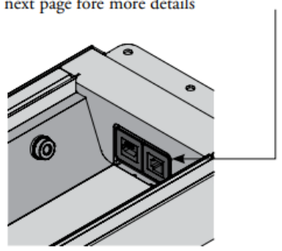


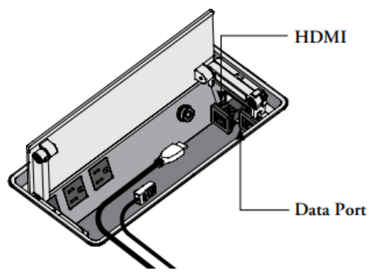
Inserts

- 12" Standard Recessed Module – Power Hub (MXPRHAE) features a reset button, and space to store a standard remote control or extra cables
- 7" Compact Recessed Module – Power Hub (MXPRHAA) features a space to store or extra cables (**No** reset button is included)
- Each end of the 7" or 12" module can accommodate 2 inserts (4 total)



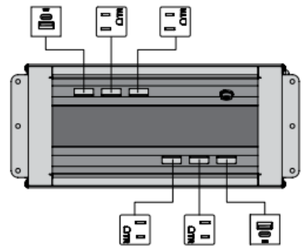
- Four cable manager inserts are included with the module. These inserts feature pass-through allowing cables to come in and out of the module while preventing larger connector (like HDMI) to fall off
- More options for Keystone Insert (MXPPK) are sold separately. Refer to the next page fore more details



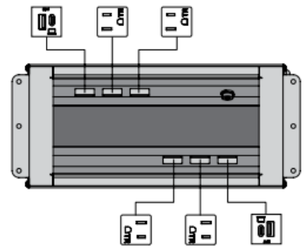


faceplate styles & configurations

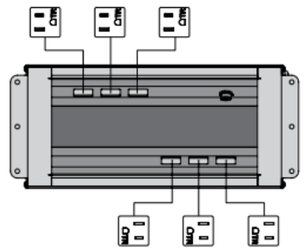
INSIDE TOP VIEWS



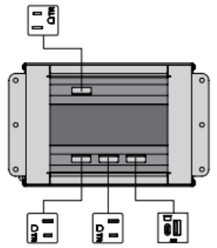
4Power / 2USB-A+C (18W) (CL)



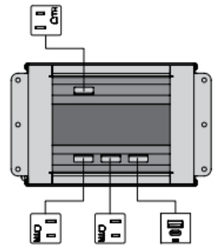
4Power / 2USB-A+C (65W) (CK)



6Power (CM)



3Power / 1USB-A+C (65W) (BZ)



3Power / 1USB-A+C (18W) (CA)

module features

- This module is made of PVC free electrical components
- Each USB outlet features one USB-A port and one USB-C port
- The USB-A port supplies 10 Watts maximum at 5 Volts DC when used alone
- Keystone Insert (MXPPK) are **not** included and must be field installed
- **USB-A+C (18W):**
  - Each USB-C port supplies 18 Watts maximum at 5 to 12 Volts DC when used alone
  - Maximum combined output is 15 Watts when both ports are used
- **USB-A+C (65W):**
  - Each USB-C port supplies 65 Watts at 5 to 20 Volts DC when used alone
  - The maximum combined output is 30 Watts when both ports are used: 12 Watts for USB-A port and 18 Watts for USB-C port
  - This reduced output in dual port mode will **not** support charging of laptops or quick charging of phones/tablets that require more than 5 Volts DC
  - The USB-C port will charge laptops up to 65 Watts and support quick charge when used in single port mode

	HIBBING PUBLIC SAFETY POLICE - FIRE - EMS	ENGINEERING AND PUBLIC WORKS	DRN BY: AMY B ACCOUNT EXECUTIVE: KARLA GUNDERSON	P26 MEETING - POWER OPTIONS
	2320 BROOKLYN DR HIBBING, MN 55746	243703	CUSTOMER APROVAL: _____ DATE: _____	9/10 7/14/2026

keystone inserts

Keystone Insert (MXPPK)

- Highly versatile modular components primarily used in structured cabling for computer networks, audio, video, and other communication applications
- Only compatible with 7" or 12" Recessed Module – Power Hub (MXPRHAA or AE)

Finish:

Receptacle: Ebony Coordinate (YY)

- Four types are available:



User Supplied (00)
User Supplied type
Keystone receptacle fits
Keystone coupler only



HDMI (01)
Keystone Jack with 8K
60Hz and 4K 120Hz



Data Port (02)
CAT6 RJ45 Keystone Jack
Inline Coupler



Cable Manager (03)
Cable management and
protection

-

	HIBBING PUBLIC SAFETY POLICE - FIRE - EMS	ENGINEERING AND PUBLIC WORKS	DRN BY: AMY B ACCOUNT EXECUTIVE: KARLA GUNDERSON	P26 MEETING - POWER OPTIONS
	2320 BROOKLYN DR HIBBING, MN 55746	243703	CUSTOMER APROVAL: _____ DATE: _____	10/10 7/14/2026

Request for Council Action

City Council Action

Description of Agenda Item
23rd Street Storm Sewer Change Order - $134,475.00

Strategic Initiative
To repair/replace the 36" storm sewer on 23rd St/12th Ave. East

Owner of Agenda Item
Jesse Story, City Engineer-Director of Public Works, 218.969.0629, jessestory@hibbingmn.gov

Introduction/Background/Justification/Key Issues/Legal
During the construction project on 23rd Street, at the intersection of 23rd/12th Ave. East, we found that there was a 24" sanitary sewer main that went directly through the 36" storm sewer. We also found an old storm sewer repair where a 24" corrugated metal pipe was placed inside of the 36" storm sewer. Since we were building a new road with curb/gutter/sidewalk, we needed to change the storm sewer. We rerouted the storm sewer to go around the sanitary, so there would be no conflicts between the two. I attached the change order for this work.

Board/Commission/Committee Actions(s):

Budgetary/Fiscal Impact
The cost of the change order is $134,475.00. This is will be paid for out of the sanitary/storm sewer fund.

Action Requested
Asking for the City Council to approve the change order in the amount of $134,475.00 to Bougalis Inc.

Attachments
1. Bougalis Change Order #2-Storm Sewer
2. Change Order 2 Storm Pic

BOUGALIS Inc

800 GREYHOUND BLVD
HIBBING, MN 55746

Date	Invoice #
8/13/2026	9839

Phone #	2183628415

Bill To
CITY OF HIBBING 401 E 21ST STREET HIBBING MN 55746

Vendor ID #	Project	P.O. No.	Terms	Due Date
4037	CITY OF HIBBING 23RD ST...		Net 15	8/28/2026

Item	Quantity	UOM	Description	Rate	Amount
			JULY 14 - AUGUST 5, 2026		
			23RD STREET 36" STORM SEWER REROUTE		
00102	1	LUMP SUM	EQUIPMENT	44,625.00	44,625.00
00102	1	LUMP SUM	MOB / TRUCK TIME	9,250.00	9,250.00
00102	1	LUMP SUM	MATERIALS: PIPE, ROCK, AND GRAVEL	41,400.00	41,400.00
00102	1	LUMP SUM	LABOR	39,200.00	39,200.00

THANK YOU FOR YOUR BUSINESS

Subtotal	$134,475.00
Sales Tax (7.875%)	$0.00
Total	$134,475.00
Payments/Credits	$0.00
Balance Due	$134,475.00

3% PROCESSING FEE WILL BE ASSESSED TO ALL CARD TRANSACTIONS.
OVERDUE INVOICES ARE SUBJECT TO FINANCE CHARGES.



Request for Council Action

City Council Action

Description of Agenda Item
400 Block Change Order - $215,800.00

Strategic Initiative
400 Block Change Order - $215,800.00

Owner of Agenda Item

Introduction/Background/Justification/Key Issues/Legal
Attached is a change order for the 400 block. This change order includes the following:

- Remove and haul brick and broken inner concrete walls that were used as fill on top of the existing basement slab.
- Remove and haul basement slab; disposal of any pipes under the slab.
- Excavate and spread existing 2000 yards of fill from the Brickyard area throughout the basement area.
- Remove and haul basement slab from excavated Brickyard area.
- Remove and haul interior footings and column bases under entire slab.

Board/Commission/Committee Actions(s):

Budgetary/Fiscal Impact
The cost for the change order is $215,800.00.

Action Requested
Asking the City Council to approve the change order in the amount of $215,800.00.

Attachments
1. Change Order #5

City of Hibbing

CHANGE ORDER

Contractor: Dore & Associates

Change Order No.: 5

Address: 900 Harry Truman Parkway
Bay City, MI 48706

Project: 400 Block Demolition Project

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1. Change Order for the following:
   - Remove and haul brick and broken inner concrete walls that were used as fill on top of the existing basement slab.
   - Remove and haul basement slab; disposal of any pipes under the slab.
   - Excavate and spread existing 2000 yards of fill from the Brickyard area throughout the basement area.
   - Remove and haul basement slab from excavated Brickyard area.
   - Remove and haul interior footings and column bases under entire slab.

Total Change Order No. 5	$ 215,800.00
Original Contract Completion	180 Days
Contract Time Change for Change Order No. 5	30 Days (Add)
Contract Time Change for Change Order No. 4	28 Days (Add)
Contract Time Change for Change Order No. 3	21 Days (Add)
Contract Time Change for Change Order No. 2	14 Days (Add)
Contract Time Change for Change Order No. 1	60 Days (Add)
New Contract Completion	333 Days

Received by:

Issued by:

Dore & Associates
Contractor

Hibbing City Engineer

Printed Name:_____

Date:_____

Signature:_____

Date:_____

Request for Council Action

City Council Action

Description of Agenda Item
PW Deferred Maintenance - Floor Drain Reconstruction - $79,698.00

Strategic Initiative
Replacement of the Floor Drain in the Parking Garage at Public Works.

Owner of Agenda Item

Introduction/Background/Justification/Key Issues/Legal
Attached are two quotes for the replacement of the south floor drain in the north parking garage at the Central Range Public Works Facility.
Hecimovich - $79,698.00
JK Mechanical - $114,575.00
The trench drain replacement is part of the deferred maintenance at the facility.

Board/Commission/Committee Actions(s):

Budgetary/Fiscal Impact
The total cost of the low quote from Hecimovich is $79,698.00. The cost split is as follows:
City 65.5% - $52,202.19
MnDot 34.5% - $27,495.81
We will cover the City share out of the sanitation fund.

Action Requested
Asking the City Council to approve the quote from Hecimovich in the amount of $79,698.00.

Attachments
1. Hecimovich Trench Drain Proposal
2. JKmech Trench Drain proposal

Bob Hecimovich Mechanical Contracting, Inc.

11236 Spudville Road
Hibbing, MN 55746-8253
office@hecimovich.com

Hibbing: 218.262.2969
Fax: 218.263.6546

August 12, 2026

City of Hibbing
Re: Trench Drain Installation
Attn: Joe McKenney
joemckenney@hibbingmn.gov

Joe,

Our price to saw cut and demo the existing trench drain, and supply and install 120 linear feet of ZURN Z882HD-HE prefabricated trench drain, as shown on the drawing prepared by Widseth Dated 7-22-26 is $79,698.00. The breakdown is as follows:

Saw cutting and removal	$18,500.00
Trench drain	$30,768.00
Plumbing labor	$4,800.00
Misc materials	$600.00
Concrete replacement	$25,030.00
Total	$79,698.00

Should you have any questions please call.

Thank you

240 5th Street
Nashwauk, MN 55769
Ph: 218-885-3883
Fax: 218-885-3884
www.jkmechinc.com

Plumbing, Heating, Cooling, Electrical
Crane and Hauling Service
Residential, Commercial, Industrial
Licensed, Bonded, Insured

PROPOSAL

Date: 5/12/2026

To: Adolfson & Peterson Construction
8000 Norman Center Drive
Minneapolis, MN 55437

Job: CRPW Renovation
North Garage Trench Drain Replacement

We propose to furnish all materials and install work as described below for the net sum of:

See Pricing Below — Dollars:

Option #1 HDPE Trench Drain Replacement: Scope of work includes sawcut and removal of the existing concrete floor 5' out from the existing drain location, and sawcut and removal of the existing concrete trench drain assembly. New installation includes supply and install of 120' of 12" wide HDPE pre slope drain, reconnection to the existing drain line, rework of subgrade for the new trench drain footing, and pour back of the concrete in the area that was removed for drain replacement. The replacement slab and footing will be reinforced with rebar and doweled into the adjacent existing slab. The joint from existing to new concrete will be caulked.

Option #1 **$114,575.00**

Option #2 Concrete Formed Drain Replacement: Scope of work includes demo of concrete as described in option #1 above. New installation includes a new 120' formed and poured trench drain with rebar reinforming, and water stop, reconnection to the existing drain line, rework of the subgrade as necessary, and pour back of the concrete in the area that was removed for the drain replacement. The replacement slab will be reinforced with rebar and doweled into the adjacent existing slab. The joint from existing to new concrete will be caulked.

Option #2 **$139,200.00**

Voluntary Water Stop Add for Both Options: Includes supply and install of 3" TVP retrofit water stop from existing slab to new concrete. It was recommended from the concrete materials supplier to prevent water from penetrating the construction joint from existing to new concrete, which may cause the new slab to lift.

Water Stop Add: **$12,395.00**

Exclusions: Bond, Soil Testing, Contaminated Soil Removal/Replacement, Large Rock Excavation, Premium Labor Hours

TERMS: Standard AIA or AGC Without Modifications

As per Plans and Specifications drawn by:_____ Dated:_____

Location

City of Hibbing, MN

Owner

Respectfully submitted by Dakotah Klamm **JK Mechanical & Electrical Contractors Inc.**	*Accepted By:_____ Date:_____

This proposal is subject to credit approval and acceptance within 30 days.
* This proposal signed by you and returned to us shall constitute a contract, and a copy of the same with our signature of a company officer will be returned to you. Any change in contract must be agreed upon in writing. All orders accepted by us with the understanding that we are not to be held liable for non-delivery because of transportation difficulties, labor strikes, fire, war, flood, accidents at factory, or any causes beyond our control.
Quotations subject to change without notice before receipt of acceptance.
We carry in force: Workman's Compensation, Public Liability, and Property Damage Insurance policies.

Request for Council Action

City Council Action

Approve purchase of 5 foot broom for Toro Groundmaster to MTI for $9,972.00

Description of Agenda Item

5 foot broom for Toro Groundmaster

Strategic Initiative

This unit will be installed on the Toro GroundMaster we transfered from Cemetery to maintain Public Safety and Public Works facility snow removal on side walks and around buildings.

Owner of Agenda Item

Joe McKenney, Fleet Manager, 218.966.1826, joemcKenney@hibbingmn.gov

Introduction/Background/Justification/Key Issues/Legal

Board/Commission/Committee Actions(s):

Budgetary/Fiscal Impact

We will use surplus funds from sales of old assets. Purchase will be in fund 400-43-3100-540

Action Requested

Approve purchase of 5 foot broom for Toro Groundmaster to MTI for $9,972.00

Attachments

1. City of Hibbing MB Broom Quote, 7.27.26

MTI Distributing
Equipment Quote
July 27, 2026

City of Hibbing

Quote Expiration Date: 8/26/2026

Qty	Model Number	Description	Quote Price Each	Quote Price Extended
1	AHA-02124	MB 5' Hydraulic Broom for Groundsmaster 3280	$9,972.00	$9,972.00

Equipment Total	$9,972.00
7.375% Sales Tax	Exempt
Total	**$9,972.00**

Net 30 Terms with qualified credit
Financing, check, ACH, or wire payment accepted for equipment purchases
All commercial products purchased by a credit card will be subject to a 2.5% service fee.

Thank you for the opportunity to submit this quote. If you have any questions, please do not hesitate in contacting us.

Josh Kravik
Outside Sales Representative
763-670-2799

Karen Wangensteen
Inside Sales Representative
763-592-5643

MTI Distributing, Inc. • 4830 Azelia Avenue N. #100 • Brooklyn Center, MN 55429