

CITY OF HESSTON, KANSAS

DECEMBER 31, 2020



CITY OF HESSTON, KANSAS

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December 31, 2020

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Roger W. Field, CPA  
Gregory D. Daughhete, CPA  
Kenneth D. Hamby, CPA  
Michael R. Meisenheimer, CPA  
Nick L. Muetting, CPA  
Billy J. Klug, CPA  
Randall R. Hofmeier, CPA  
Brent L. Knoche, CPA  
Brian W. Mapel, CPA  
Jeffrey D. Reece, CPA  
Brady H. Byrnes, CPA  
Alex P. Larson, CPA

## INDEPENDENT AUDITORS' REPORT

### Mayor and City Council City of Hesston, Kansas

We have audited the accompanying regulatory basis summary statement of receipts, expenditures, and unencumbered cash of City of Hesston, Kansas (the City) as of and for the year ended December 31, 2020, and the related notes to the financial statement.

#### Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of the financial statement in accordance with the regulatory basis reporting provisions permitted in the Kansas Municipal Audit and Accounting Guide (KMAAG), as described in Note 1— Summary of Significant Accounting Policies, to meet the financial reporting requirements of the State of Kansas; this includes determining that the regulatory basis of accounting is an acceptable basis for preparing the financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

#### Auditors' Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and KMAAG. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

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

#### Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1—Summary of Significant Accounting Policies of the financial statement, the financial statement is prepared by the City on the basis of the financial reporting provisions permitted in KMAAG, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

#### Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matters discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly in accordance with accounting principles generally accepted in the United States of America, the financial position of the City as of December 31, 2020, or changes in net position, or cash flows thereof for the year then ended.

#### Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to in the first paragraph presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City as of December 31, 2020, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions permitted in KMAAG, as described in Note 1.

#### Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of receipts, expenditures, and unencumbered cash – regulatory basis (basic financial statement) as a whole. The summary of expenditures – regulatory basis – actual and budget, the individual fund schedules of receipts and expenditures – regulatory basis – actual and budget, and the schedule of receipts and expenditures – related municipal entity (Schedules 1 through 3, as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement; however, they are required to be presented under the provisions in KMAAG. Such information is the responsibility of management and the supplementary information was derived from, and relates directly to, the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects, in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.



Certified Public Accountants

Hutchinson, Kansas  
May 26, 2021

CITY OF HESSTON, KANSAS  
 SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH -  
 REGULATORY BASIS  
 For Year Ended December 31, 2020

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
GENERAL FUND	\$ 1,145,796	\$ 2,227,081	\$ 2,111,722	\$ 1,261,155	\$ 13,317	\$ 1,274,472
SPECIAL PURPOSE FUND						
Library	2,759	401,141	403,051	849	37	886
Special Highway	412,189	97,243	168,056	341,376	-	341,376
Emergency Services	108,798	360,760	359,072	110,486	2,554	113,040
Fire Equipment	498,793	113,776	-	612,569	-	612,569
Community Service Program	71,682	24,427	13,012	83,097	2,505	85,602
Economic Development	51,122	10,000	8,319	52,803	-	52,803
Special Parks	2,206	10	-	2,216	-	2,216
Transient Guest Tax	-	22,574	22,574	-	-	-
Public Building Commission	68,964	625,996	613,216	81,744	-	81,744
Special Law Enforcement	-	265	-	265	-	265
Revolving Loan	186,080	-	-	186,080	-	186,080
Library Maintenance	22,470	-	-	22,470	-	22,470
Capital Improvement	1,582,234	150,000	398,491	1,333,743	-	1,333,743
Equipment Reserve	992,420	487,482	278,811	1,201,091	6,446	1,207,537
Business Utility Grant	-	10,000	8,370	1,630	-	1,630
COVID Direct Aid	-	65,000	65,000	-	7,687	7,687
BOND AND INTEREST FUND						
Bond and Interest	235,094	1,674,582	1,697,824	211,852	-	211,852
CAPITAL PROJECTS	618,752	20,195	368,772	270,175	2,903	273,078
BUSINESS FUNDS						
Utilities	2,921,456	3,149,140	3,032,671	3,037,925	28,217	3,066,142
Utility Deposits	-	-	-	-	57,610	57,610
Utility Maintenance Reserve	1,112,802	149,054	70,736	1,191,120	-	1,191,120
Golf Course	105,652	593,487	575,530	123,609	13,998	137,607
Golf Course Maintenance Reserve	78,259	67,490	68,521	77,228	3,349	80,577
TOTAL PRIMARY GOVERNMENT	10,217,528	10,249,703	10,263,748	10,203,483	138,623	10,342,106
RELATED MUNICIPAL ENTITY						
Hesston Public Library	109,663	283,005	260,923	131,745	-	131,745
Hesston Land Bank	22,713	2,358	3,108	21,963	-	21,963
TOTAL REPORTING ENTITY	\$ 10,349,904	\$ 10,535,066	\$ 10,527,779	\$ 10,357,191	\$ 138,623	\$ 10,495,814

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

## CITY OF HESSTON, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH -  
REGULATORY BASIS

For Year Ended December 31, 2020

Page 2 of 2

## COMPOSITION OF CASH

Checking accounts \$ 10,362,960

Petty cash 1,110

Related municipal entity  
Hesston Public Library131,744

## TOTAL COMPOSITION OF CASH

\$ 10,495,814

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

## CITY OF HESSTON, KANSAS

NOTES TO THE FINANCIAL STATEMENT  
December 31, 2020

## NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial Reporting Entity

The City of Hesston, Kansas (the City) is a municipal corporation governed by an elected mayor and five-member council. This financial statement presents the City of Hesston (the municipality) and its related municipal entities. The related municipal entities discussed below are included in the City's reporting entity because of their operational or financial relationship with the City:

Related Municipal Entities

The Hesston Public Library is governed by a board, all appointees of which are approved by the City Mayor. The library is not a separate taxing entity under Kansas statutes, and the City levies taxes for the library operation, which represents a significant portion of its total revenues. Acquisition or disposition of real property by the Library Board must be approved by the City. Bond issuances must also be approved by the City.

The Mayor and City Council function as the board of trustees of the Hesston Land Bank. The Land Bank is authorized to acquire, manage, and sell real property to provide for the effective reutilization of the property. The City may advance operating funds to the Land Bank for its operating expenses and may also dissolve the Land Bank.

Fund Accounting

A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations.

Kansas Municipal Audit and Accounting Guide Regulatory Basis of Presentation Fund Definitions

The following types of funds comprise the financial activities of the City for the year of 2020:

General Fund – to account for all unrestricted resources except those required to be accounted for in another fund.

Special Purpose Funds – to account for the proceeds of specific revenue sources (other than special assessments or major capital projects) that are intended for specified purposes.

Capital Project Funds – to account for the financial resources segregated for the acquisition or construction of major capital facilities and improvements.

Bond and Interest Fund – to account for the accumulation of resources for the payment of interest and principal on long-term debt.

Business Funds – to account for operations financed in whole or in part by fees charged to users for goods and services.

### Regulatory Basis of Accounting and Departures from Accounting Principles Generally Accepted in the United States of America

The regulatory basis of accounting provisions in the Kansas Municipal Audit and Accounting Guide (KMAAG) involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and reporting the changes in unencumbered cash and investments of a fund resulting from the regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities, or deferred inflows or outflows other than those mentioned above.

The City has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles, and allowing the municipality to use the regulatory basis of accounting.

### Interest Income

Unless otherwise designated, all investment income is credited to the General Fund.

### Use of Estimates

The process of preparing the financial statement requires the use of estimates and assumptions regarding certain types of assets, liabilities, revenues, and expenses. Such estimates relate primarily to unsettled transactions and events as of the date of the financial statement. Accordingly, upon settlement, actual results may differ from estimated amounts.

### Reimbursed Expenditures

The City records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as revenue to the fund. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements.

### Related Party Transactions

A Council member is an owner of an insurance agency that provides insurance to the City for property, liability, and workers' compensation. Premiums for this insurance coverage are on terms equivalent to those that prevail in arm's-length transactions.

### Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the General Fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1 of each year.
2. Publication in local newspaper on or before August 5 of the proposed budget and notice of public hearing on the budget.
3. Public hearing on or before August 15, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25.



The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. Amended budgets were prepared for the Bond and Interest Fund and the Public Building Commission Fund for the year ended December 31, 2020.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which regulatory receipts are recognized when cash is received. Expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for capital project funds, trust funds, and the following special purpose funds: Equipment Reserve Fund, Capital Improvement Fund, Building and Maintenance Reserve Funds, Revolving Loan Fund, Special Law Enforcement Fund, Public Building Commission Fund. Spending in funds, which are not subject to the legal annual operating budget requirement, are controlled by federal regulations, other statutes, or by the use of internal limits established by the governing body.

Taxes levied to finance the budget become a lien against all property November 1. Taxpayers have the option of paying in full or in two installments. The delinquency dates are December 20 and May 10. These taxes are made available to the City after January 1 and are distributed by the County Treasurer generally in the months of January and June. Delinquent tax collections are distributed throughout the year.

#### NOTE 2—DEPOSITS AND INVESTMENTS

The City maintains a cash and investment pool that is used by all funds. Each fund's portion of this pool is displayed on the summary statement of receipts, expenditures, and unencumbered cash. The cash balances of certain funds are restricted as to their use.

K.S.A. 9-1401 established the depositories, which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the City is located and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of Federal Deposit Insurance Corporation (FDIC) coverage. The City has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the City's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The City has no investment policy that would further limit its investment choices.

#### Concentration of Credit Risk

State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

### Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by FDIC insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka.

At December 31, 2020, the carrying amount of the City's deposits was \$10,362,960. The bank balance was \$10,427,026. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, \$250,000 was covered by FDIC insurance and the remaining \$10,177,026 was collateralized by pledged securities held under joint custody receipts issued by a third-party bank in the City's name.

At December 31, 2020, the carrying amount of the related municipal entity's deposits, including certificates of deposit, was \$131,744. The bank balance was \$135,191, which was covered by FDIC insurance. The bank balance was held by one bank resulting in a concentration of credit risk.

### NOTE 3—LONG-TERM DEBT

Terms for long-term debt for the City at December 31, 2020, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity
General Obligation Bonds and Public Building Commission Revenue Bonds				
Series 2013	1.60% to 2.35%	02/15/13	\$ 1,875,000	08/01/26
Series 2014A	2.00% to 3.00%	07/01/14	2,180,000	09/01/26
Series 2016	2.00% to 3.00%	01/26/16	1,745,000	10/01/36
Series 2020 Refunding	2.00%	05/05/20	1,060,000	08/01/30
Public Building Commission				
Series 2020 Refunding	1.875% to 2.00%	06/03/20	560,000	09/01/30
Capital Leases				
Golf carts	2.95%	02/12/16	239,200	02/15/21
Golf turf maintenance equipment	3.40%	12/01/16	197,100	12/01/22
Mowers	2.99%	05/01/20	45,785	05/01/23
KDHE Loan				
KWPCRF project #C20 1960 01	2.16%	03/05/13	3,327,705	03/01/34

On May 5, 2020, the City issued \$1,060,000 refunding general obligation bonds, proceeds from the issue were used to refund \$1,035,000 General Obligation Bonds, Series 2009. On June 3, 2020, the Hesston Public Building Commission issued \$560,000 revenue bonds, proceeds and other City funds were used to refund \$565,000 Public Building Commission Revenue Bonds, Series 2010. The refunding of these bonds was used to reduce future debt service payments.

### Conduit Debt

The City has issued Industrial Revenue Bonds not directly obligated by the City. The total amount outstanding at December 31, 2020, was \$162,374,728 for the Industrial Revenue Bonds. These bonds do not constitute an indebtedness or pledge of the faith and credit of the City.

Changes in long-term debt for the City for the year ended December 31, 2020, were as follows:

Issue	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation and Revenue Bonds					
Series 2009	\$ 1,115,000	\$ -	\$ 1,115,000	\$ -	\$ 51,190
Series 2013	940,000	-	140,000	800,000	17,928
Series 2014A	1,430,000	-	190,000	1,240,000	36,013
Series 2016	1,530,000	-	85,000	1,445,000	40,050
Series 2020 refunding	-	1,060,000	-	1,060,000	-
Public Building Commission					
Series 2010	565,000	-	565,000	-	25,082
Series 2020 refunding	-	560,000	-	560,000	-
Capital Leases					
Land	89,395	-	89,395	-	1,303
Golf carts	59,020	-	50,464	8,556	1,062
Golf turf maintenance equipment	103,530	-	33,353	70,177	3,239
Mowers	-	45,785	9,823	35,962	833
KDHE Loan					
KWPCRF project #C20 1960 01	2,364,053	-	135,015	2,229,038	50,338
Total Bonded Indebtedness	\$ 8,195,998	\$ 1,665,785	\$ 2,413,050	\$ 7,448,733	\$ 227,038

Current maturities of long-term debt and interest for the next five years and in five-year increments through maturity are as follows:

	Principal			Interest			Total Principal and Interest
	G.O. and PBC Bonds	Capital Leases	KDHE Loan	G.O. and PBC Bonds	Capital Leases	KDHE Loan	
2021	\$ 565,000	\$ 58,169	\$ 137,948	\$ 125,853	\$ 2,995	\$ 47,406	\$ 937,371
2022	580,000	51,254	140,943	107,296	1,322	44,411	925,226
2023	590,000	5,272	144,004	95,934	33	41,350	876,593
2024	590,000	-	147,131	82,722	-	38,222	858,075
2025	605,000	-	150,327	69,136	-	35,027	859,490
2026-2030	1,685,000	-	802,043	177,875	-	124,726	2,789,644
2031-2035	410,000	-	706,642	47,250	-	34,773	1,198,665
2036	80,000	-	-	2,400	-	-	82,400
	\$ 5,105,000	\$ 114,695	\$ 2,229,038	\$ 708,466	\$ 4,350	\$ 365,915	\$ 8,527,464

#### NOTE 4—REVOLVING LOANS

The City has a revolving loan fund to loan money to local businesses. At December 31, 2020, there were no loans outstanding.

#### NOTE 5—INTERFUND TRANSFERS

Operating transfers were as follows:

From Fund	To Fund	Statutory Authority	Amount
Utilities	Capital Improvement	K.S.A. 12-825d	\$ 150,000
Utilities	Utility Maintenance Reserve	K.S.A. 12-825d	125,000
Utilities	Golf	K.S.A. 12-825d	15,000
Utilities	Golf Maintenance Reserve	K.S.A. 12-825d	65,000
Utilities	Equipment Reserve	K.S.A. 12-825d	100,000
Utilities	Economic Development	K.S.A. 12-825d	10,000
Utilities	Bond and Interest	City ordinance	100,000
Special Highway	Bond and Interest	Bond payment	25,000
General	Equipment Reserve	K.S.A. 12-1,117	215,000
General	Public Building Commission	K.S.A. 12-1,118	65,083
Emergency Services	Equipment Reserve	K.S.A. 12-1,117	10,000

#### NOTE 6—DEFERRED COMPENSATION PLAN

The City offers its employees two deferred compensation plans created in accordance with Internal Revenue Code Section 457. The plans, available to all City employees, permit them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. City contributions to the plan for 2020 were \$22,633.

#### NOTE 7—RISK MANAGEMENT

The City is subject to certain risks such as torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks are covered by commercial insurance purchased from third parties. There have been no significant reductions in insurance coverage from the prior year, and there have been no settled claims in excess of insurance coverage for the prior three years.

#### NOTE 8—CONCENTRATIONS

Two customers account for approximately 39% of the City's Utilities Fund revenue.

#### NOTE 9—DEFINED BENEFIT PENSION PLAN

##### Plan Description

The City participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing, multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report, which can be found on KPERS website at [www.kpers.org](http://www.kpers.org) or by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

### Funding Policy

K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2, or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009; KPERS 2 members were first employed in a covered position on or after July 1, 2009; and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law establishes the KPERS member-employee contribution rate at 6.00% of covered salary for KPERS 1, KPERS 2, or KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

Kansas law provides that employer contribution rates for KPERS 1, KPERS 2, and KPERS 3 be determined annually based on the results of an annual actuarial valuation. The actuarially determined employer contribution rate (excluding the contribution rate for the Death and Disability program) and the statutory contribution rate for KPERS was 8.61% for the year ended December 31, 2020. Contributions to the pension plan from the City for KPERS were \$161,834 for the year ended December 31, 2020.

### Net Pension Liability

At December 31, 2020, KPERS has determined the City's proportionate share of the collective net pension liability for KPERS was \$1,655,102. The net pension liability was measured as of June 30, 2020, and the total pension liability was determined by an actuarial valuation as of December 31, 2019, which was rolled forward to June 30, 2020. The City's share of the allocation is based on the ratio of the City's employer contributions, relative to the total employer and nonemployer contributions for the plan groups the City participates in. Because the regulatory basis of accounting under KMAAG does not recognize long-term debt, this liability is not reported in the financial statement.

The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publically available on the website at [www.kpers.org](http://www.kpers.org) or can be obtained as described in the first paragraph above.

## NOTE 10—OTHER LONG-TERM LIABILITIES

### Compensated Absences

The City's policies regarding vacation and sick leave permit employees to accumulate a maximum of 20 days' vacation and 120 days sick leave. Policies prohibit payment of vacation time in lieu of time off and all accumulated vacation pay is payable upon employment termination. Policy prohibits payment of unused sick pay upon termination by the City.

### Other Post-Employment Benefits – Group Health Insurance

As provided by K.S.A. 12-5040, the County allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the local government is subsidizing the retirees because each participant is charged a level premium regardless of age. However, the cost of this subsidy has not been quantified in this financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the government makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the government under this program.

### Other Post-Employment Benefits – Death and Disability Benefits

As provided by K.S.A. 74-4927, disabled members in the Kansas Public Employees Retirement System (KPERS) receive long-term disability and life insurance benefits. The plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. The employer contribution rate was 1% for the year ended December 31, 2020.

## NOTE 11—COMMITMENTS AND CONTINGENCIES

### Commitments

At year end, the City was developing plans for improvements to the clubhouse at the golf course. The City received a donation of approximately \$300,000 for these improvements and has allocated City funds of \$200,000 for these improvements.

### Litigation

The City may sometimes be a defendant in various legal actions pending or in process concerning personal injury, workers' compensation claims, property damage, or other matters. The ultimate liability that might result from the final resolution of these matters is not presently determinable. The financial statement does not include accruals or provisions for loss contingencies that may result from these proceedings.

## NOTE 12—SUBSEQUENT EVENTS

In March 2021, the City obtained a \$5.3 million loan from the City Utility Low-Interest Loan Program with the State of Kansas to finance costs related to extraordinary natural gas costs due to extreme weather conditions in February 2021.

On May 10, 2021, the City Council authorized the issuance of \$915,000 General Obligation Bonds, Series 2021 A for main traffic way improvements and \$3,535,000 General Obligation Bonds, Series B to refund General Obligation Bonds, Series 2014 and to refinance the Kansas Water Pollution Control Revolving Fund loan with KDHE. Closing for the issuance of this debt is planned for June 3, 2021.

## CITY OF HESSTON, KANSAS

SUMMARY OF EXPENDITURES - REGULATORY BASIS (ACTUAL AND BUDGET)  
(BUDGETED FUNDS ONLY)

For Year Ended December 31, 2020

Schedule 1

Funds	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
General	\$ 3,560,443	\$ -	\$ 3,560,443	\$ 2,111,722	\$ (1,448,721)
Library	236,679	174,714	411,393	403,051	(8,342)
Special Highway	466,600	-	466,600	168,056	(298,544)
Emergency Services	509,851	-	509,851	359,072	(150,779)
Fire Equipment	474,673	-	474,673	-	(474,673)
Community Service Program	87,991	-	87,991	13,012	(74,979)
Economic Development	58,627	-	58,627	8,319	(50,308)
Special Parks	1,189	-	1,189	-	(1,189)
Transient Guest Tax	35,000	-	35,000	22,574	(12,426)
Public Building Commission	694,959	-	694,959	613,216	(81,743)
Bond and Interest	1,929,814	-	1,929,814	1,697,824	(231,990)
Utilities	3,109,122	9,004	3,118,126	3,032,671	(85,455)
Golf Course	731,667	5,741	737,408	575,530	(161,878)

CITY OF HESSTON, KANSAS  
 GENERAL FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS  
 (ACTUAL AND BUDGET)  
 For Year Ended December 31, 2020

Schedule 2  
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	2020		Variance Over (Under)
	Actual	Budget	
<b>RECEIPTS</b>			
Taxes			
Ad valorem property tax	\$ 852,452	\$ 895,941	\$ (43,489)
Delinquent tax	5,146	5,000	146
Motor vehicle tax	117,176	104,539	12,637
Recreational vehicle tax	974	837	137
16/20M vehicle tax	194	126	68
Commercial vehicle registration fees	-	5,925	(5,925)
Watercraft tax	-	401	(401)
Sales tax	707,197	650,000	57,197
Local alcohol liquor tax	10	62	(52)
Neighborhood revitalization	-	(739)	739
Total taxes	<u>1,683,149</u>	<u>1,662,092</u>	<u>21,057</u>
Licenses, fees, and permits			
Utility franchise tax	380,734	415,000	(34,266)
Miscellaneous permits and licenses	14,005	14,750	(745)
Total licenses, fees, and permits	<u>394,739</u>	<u>429,750</u>	<u>(35,011)</u>
Other receipts			
Fines, forfeitures, and penalties	32,345	43,400	(11,055)
Fees	3,755	9,350	(5,595)
Lease revenues	21,572	37,057	(15,485)
Interest on idle funds	39,241	200,000	(160,759)
Fuel tax refund	1,428	2,000	(572)
Reimbursements	38,513	50,000	(11,487)
Miscellaneous	12,339	22,250	(9,911)
Total other receipts	<u>149,193</u>	<u>364,057</u>	<u>(214,864)</u>
TOTAL RECEIPTS	<u>2,227,081</u>	<u>\$ 2,455,899</u>	<u>\$ (228,818)</u>
<b>EXPENDITURES</b>			
General government			
General administration	169,576	\$ 153,730	\$ 15,846
Legal service and engineering	32,929	70,000	(37,071)
Audit	17,240	18,308	(1,068)
Total general government	<u>219,745</u>	<u>242,038</u>	<u>(22,293)</u>
Public safety			
Police	810,696	818,548	(7,852)
Fire	164,915	179,245	(14,330)
Municipal Court	39,380	46,300	(6,920)
Total public safety	<u>1,014,991</u>	<u>1,044,093</u>	<u>(29,102)</u>



## CITY OF HESSTON, KANSAS

GENERAL FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS  
 (ACTUAL AND BUDGET)  
 For Year Ended December 31, 2020

Schedule 2  
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	2020		Variance Over (Under)
	Actual	Budget	
<b>EXPENDITURES (CONTINUED)</b>			
Highways and streets			
Streets	\$ 271,324	\$ 259,579	\$ 11,745
Street lighting	56,952	60,000	(3,048)
Total highways and streets	328,276	319,579	8,697
Culture and recreation			
Park	224,391	246,085	(21,694)
Cemetery	39	1,000	(961)
Tree board	1,250	3,000	(1,750)
Employee functions	3,100	6,500	(3,400)
Total culture and recreation	228,780	256,585	(27,805)
Economic development			
Harvey County EDC	36,000	36,000	-
Community development	3,709	12,500	(8,791)
Chamber of Commerce	138	-	138
Restaurant building expense	-	5,000	(5,000)
Lease/purchase industrial park	-	20,509	(20,509)
Total economic development	39,847	74,009	(34,162)
Capital improvements	-	1,329,056	(1,329,056)
Operating transfers out	280,083	295,083	(15,000)
TOTAL EXPENDITURES	2,111,722	\$ 3,560,443	\$ (1,448,721)
RECEIPTS OVER (UNDER) EXPENDITURES	115,359		
UNENCUMBERED CASH, BEGINNING	1,145,796		
UNENCUMBERED CASH, ENDING	\$ 1,261,155		

## CITY OF HESSTON, KANSAS

LIBRARY FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS  
 (ACTUAL AND BUDGET)  
 For Year Ended December 31, 2020

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	2020		Variance Over (Under)
	Actual	Budget	
<b>RECEIPTS</b>			
Ad valorem property tax	\$ 197,546	\$ 207,613	\$ (10,067)
Delinquent tax	1,205	1,500	(295)
Motor vehicle tax	27,313	24,364	2,949
Recreational vehicle tax	227	195	32
16/20M vehicle tax	45	29	16
Commercial vehicle registration fees	-	1,381	(1,381)
Watercraft tax	-	94	(94)
Reimbursements	174,714	-	174,714
Neighborhood revitalization	-	(171)	171
Miscellaneous	91	-	91
	<u>401,141</u>	<u>\$ 235,005</u>	<u>\$ 166,136</u>
<b>EXPENDITURES</b>			
Appropriations to library board	228,241	\$ 236,679	\$ (8,438)
Payroll and insurance	174,810	-	174,810
	<u>403,051</u>	<u>236,679</u>	<u>166,372</u>
Adjustment for qualifying budget credit	-	174,714	(174,714)
	<u>403,051</u>	<u>\$ 411,393</u>	<u>\$ (8,342)</u>
RECEIPTS OVER (UNDER) EXPENDITURES	(1,910)		
UNENCUMBERED CASH, BEGINNING	<u>2,759</u>		
UNENCUMBERED CASH, ENDING	<u>\$ 849</u>		

CITY OF HESSTON, KANSAS  
SPECIAL HIGHWAY FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS  
(ACTUAL AND BUDGET)  
For Year Ended December 31, 2020

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	2020		Variance Over (Under)
	Actual	Budget	
RECEIPTS			
State payments	\$ 97,243	\$ 103,150	\$ (5,907)
EXPENDITURES			
Service contracts	13,480	\$ -	\$ 13,480
Paving and materials	34,766	30,000	4,766
Street improvements	92,469	391,600	(299,131)
Sidewalk improvements	2,341	20,000	(17,659)
Transfer to - Bond and Interest Fund	25,000	25,000	-
TOTAL EXPENDITURES	168,056	\$ 466,600	\$ (298,544)
RECEIPTS OVER (UNDER) EXPENDITURES	(70,813)		
UNENCUMBERED CASH, BEGINNING	412,189		
UNENCUMBERED CASH, ENDING	\$ 341,376		

CITY OF HESSTON, KANSAS  
 EMERGENCY SERVICES FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS  
 (ACTUAL AND BUDGET)  
 For Year Ended December 31, 2020

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	2020		Variance Over (Under)
	Actual	Budget	
<b>RECEIPTS</b>			
Intergovernmental	\$ 138,813	\$ 130,000	\$ 8,813
Charges for services	197,986	230,000	(32,014)
Reimbursements	8,632	-	8,632
CARES Act reimbursement	7,144	-	7,144
Student grant proceeds	5,110	-	5,110
Miscellaneous	3,075	1,625	1,450
Operating transfers in	-	50,000	(50,000)
	<u>360,760</u>	<u>\$ 411,625</u>	<u>\$ (50,865)</u>
<b>EXPENDITURES</b>			
Personal services	267,500	\$ 291,326	\$ (23,826)
Contractual services	54,525	58,500	(3,975)
Commodities	25,201	36,000	(10,799)
Capital outlay	338	109,025	(108,687)
Reimbursed expense	1,508	-	1,508
Operating transfers out	10,000	15,000	(5,000)
	<u>359,072</u>	<u>\$ 509,851</u>	<u>\$ (150,779)</u>
RECEIPTS OVER (UNDER) EXPENDITURES	1,688		
UNENCUMBERED CASH, BEGINNING	<u>108,798</u>		
UNENCUMBERED CASH, ENDING	<u>\$ 110,486</u>		

## CITY OF HESSTON, KANSAS

FIRE EQUIPMENT FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS  
 (ACTUAL AND BUDGET)  
 For Year Ended December 31, 2020

Schedule 2  
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	2020		Variance Over (Under)
	Actual	Budget	
<b>RECEIPTS</b>			
Ad valorem property tax	\$ 47,775	\$ 50,211	\$ (2,436)
Delinquent tax	290	475	(185)
Motor vehicle tax	6,567	5,856	711
Recreational vehicle tax	55	47	8
16/20M vehicle tax	11	7	4
Commercial vehicle registration fees	-	332	(332)
Watercraft tax	-	22	(22)
Neighborhood revitalization	-	(41)	41
Service agreements	59,078	59,068	10
TOTAL RECEIPTS	113,776	\$ 115,977	\$ (2,201)
<b>EXPENDITURES</b>			
Capital expenditures	-	\$ 474,673	\$ (474,673)
RECEIPTS OVER (UNDER) EXPENDITURES	113,776		
UNENCUMBERED CASH, BEGINNING	498,793		
UNENCUMBERED CASH, ENDING	\$ 612,569		

CITY OF HESSTON, KANSAS  
 COMMUNITY SERVICE PROGRAM FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS  
 (ACTUAL AND BUDGET)  
 For Year Ended December 31, 2020

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	2020		Variance Over (Under)
	Actual	Budget	
<b>RECEIPTS</b>			
Ad valorem property tax	\$ 21,336	\$ 22,424	\$ (1,088)
Delinquent tax	130	200	(70)
Motor vehicle tax	2,932	2,615	317
Recreational vehicle tax	24	21	3
16/20M vehicle tax	5	3	2
Commercial vehicle registration fees	-	148	(148)
Watercraft tax	-	10	(10)
Neighborhood revitalization	-	(18)	18
	24,427	<u>\$ 25,403</u>	<u>\$ (976)</u>
<b>TOTAL RECEIPTS</b>			
<b>EXPENDITURES</b>			
Community service grants	13,012	<u>\$ 87,991</u>	<u>\$ (74,979)</u>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>			
	11,415		
<b>UNENCUMBERED CASH, BEGINNING</b>			
	71,682		
<b>UNENCUMBERED CASH, ENDING</b>			
	<u>\$ 83,097</u>		

CITY OF HESSTON, KANSAS  
 ECONOMIC DEVELOPMENT FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS  
 (ACTUAL AND BUDGET)  
 For Year Ended December 31, 2020

Schedule 2  
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	2020		Variance Over (Under)
	Actual	Budget	
RECEIPTS			
Operating transfers in	\$ 10,000	\$ 20,000	\$ (10,000)
EXPENDITURES			
Contractual services	7,196	\$ 7,500	\$ (304)
Commodities	1,123	1,000	123
Capital outlay	-	50,127	(50,127)
TOTAL EXPENDITURES	8,319	\$ 58,627	\$ (50,308)
RECEIPTS OVER (UNDER) EXPENDITURES	1,681		
UNENCUMBERED CASH, BEGINNING	51,122		
UNENCUMBERED CASH, ENDING	\$ 52,803		

## CITY OF HESSTON, KANSAS

SPECIAL PARKS FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS  
 (ACTUAL AND BUDGET)  
 For Year Ended December 31, 2020

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	2020		Variance Over (Under)
	Actual	Budget	
RECEIPTS			
Local alcohol liquor tax	\$ 10	<u>\$ 32</u>	<u>\$ (22)</u>
EXPENDITURES			
Capital outlay	<u>-</u>	<u>\$ 1,189</u>	<u>\$ (1,189)</u>
RECEIPTS OVER (UNDER) EXPENDITURES	10		
UNENCUMBERED CASH, BEGINNING	<u>2,206</u>		
UNENCUMBERED CASH, ENDING	<u>\$ 2,216</u>		



CITY OF HESSTON, KANSAS  
 TRANSIENT GUEST TAX FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS  
 (ACTUAL AND BUDGET)  
 For Year Ended December 31, 2020

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	2020		Variance Over (Under)
	Actual	Budget	
RECEIPTS			
Transient guest tax	\$ 22,574	<u>\$ 35,000</u>	<u>\$ (12,426)</u>
EXPENDITURES			
Transient guest tax appropriations	<u>22,574</u>	<u>\$ 35,000</u>	<u>\$ (12,426)</u>
RECEIPTS OVER (UNDER) EXPENDITURES	-		
UNENCUMBERED CASH, BEGINNING	<u>-</u>		
UNENCUMBERED CASH, ENDING	<u>\$ -</u>		

CITY OF HESSTON, KANSAS  
PUBLIC BUILDING COMMISSION  
SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS  
(ACTUAL AND BUDGET)  
For Year Ended December 31, 2020

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	2020		Variance Over (Under)
	Actual	Budget	
<b>RECEIPTS</b>			
Bond proceeds	\$ 560,913	\$ 560,913	\$ -
Operating transfers in	65,083	65,083	-
<b>TOTAL RECEIPTS</b>	<b>625,996</b>	<b>\$ 625,996</b>	<b>\$ -</b>
<b>EXPENDITURES</b>			
Bond principal	565,000	\$ 565,000	\$ -
Interest coupons	25,082	25,083	(1)
Cost of issuance	23,134	22,104	1,030
Cash basis reserve	-	82,772	(82,772)
<b>TOTAL EXPENDITURES</b>	<b>613,216</b>	<b>\$ 694,959</b>	<b>\$ (81,743)</b>
 RECEIPTS OVER (UNDER) EXPENDITURES	 12,780		
UNENCUMBERED CASH, BEGINNING	68,964		
UNENCUMBERED CASH, ENDING	\$ 81,744		

CITY OF HESSTON, KANSAS  
 BOND AND INTEREST FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS  
 (ACTUAL AND BUDGET)  
 For Year Ended December 31, 2020

Schedule 2  
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	2020		Variance Over (Under)
	Actual	Budget	
<b>RECEIPTS</b>			
Ad valorem property tax	\$ 67,070	\$ 70,584	\$ (3,514)
Delinquent tax	436	700	(264)
Motor vehicle tax	9,219	8,222	997
Recreational vehicle tax	77	66	11
16/20M vehicle tax	15	10	5
Commercial vehicle registration fees	-	466	(466)
Watercraft tax	-	32	(32)
Bond proceeds	1,075,175	1,075,175	-
Special assessments	397,590	411,453	(13,863)
Operating transfers in	125,000	143,485	(18,485)
<b>TOTAL RECEIPTS</b>	<b><u>1,674,582</u></b>	<b><u>\$ 1,710,193</u></b>	<b><u>\$ (35,611)</u></b>
<b>EXPENDITURES</b>			
Bond principal	1,530,000	\$ 1,530,000	\$ -
Interest coupons	145,180	145,180	-
Cost of issuance	22,644	20,990	1,654
Cash basis reserve	-	233,644	(233,644)
<b>TOTAL EXPENDITURES</b>	<b><u>1,697,824</u></b>	<b><u>\$ 1,929,814</u></b>	<b><u>\$ (231,990)</u></b>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	<b>(23,242)</b>		
<b>UNENCUMBERED CASH, BEGINNING</b>	<b><u>235,094</u></b>		
<b>UNENCUMBERED CASH, ENDING</b>	<b><u>\$ 211,852</u></b>		

## CITY OF HESSTON, KANSAS

UTILITIES FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS  
 (ACTUAL AND BUDGET)  
 For Year Ended December 31, 2020

Schedule 2  
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	2020		Variance Over (Under)
	Actual	Budget	
<b>RECEIPTS</b>			
Charges for service	\$ 3,108,263	\$ 3,302,000	\$ (193,737)
Connection fees	4,039	4,750	(711)
Reimbursements	9,004	-	9,004
Miscellaneous	27,834	31,250	(3,416)
	<u>3,149,140</u>	<u>\$ 3,338,000</u>	<u>\$ (188,860)</u>
<b>EXPENDITURES</b>			
Personal services	866,925	\$ 913,053	\$ (46,128)
Contractual services	506,359	509,750	(3,391)
Commodities	878,117	1,089,480	(211,363)
Capital outlay	208,272	206,354	1,918
Reimbursed expense	7,998	-	7,998
Operating transfers out	565,000	390,485	174,515
	<u>3,032,671</u>	<u>3,109,122</u>	<u>(76,451)</u>
Adjustment for qualifying budget credit	-	9,004	(9,004)
	<u>3,032,671</u>	<u>\$ 3,118,126</u>	<u>\$ (85,455)</u>
RECEIPTS OVER (UNDER) EXPENDITURES	116,469		
UNENCUMBERED CASH, BEGINNING	<u>2,921,456</u>		
UNENCUMBERED CASH, ENDING	<u>\$ 3,037,925</u>		

## CITY OF HESSTON, KANSAS

GOLF COURSE FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS  
 (ACTUAL AND BUDGET)  
 For Year Ended December 31, 2020

Schedule 2  
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	2020		Variance Over (Under)
	Actual	Budget	
<b>RECEIPTS</b>			
Golf fees	\$ 464,136	\$ 362,000	\$ 102,136
Concessions and shop sales	99,821	131,000	(31,179)
Reimbursements	5,741	-	5,741
Interest	1	-	1
Miscellaneous	8,788	4,000	4,788
Transfers from other funds	15,000	127,000	(112,000)
	593,487	<u>\$ 624,000</u>	<u>\$ (30,513)</u>
<b>EXPENDITURES</b>			
Personal services	255,101	\$ 267,486	\$ (12,385)
Contractual services	89,736	87,500	2,236
Commodities	128,583	180,750	(52,167)
Capital outlay	100,748	195,931	(95,183)
Reimbursed expense	1,362	-	1,362
	575,530	731,667	(156,137)
Adjustment for qualifying budget credit	-	5,741	(5,741)
	575,530	<u>\$ 737,408</u>	<u>\$ (161,878)</u>
RECEIPTS OVER (UNDER) EXPENDITURES	17,957		
UNENCUMBERED CASH, BEGINNING	105,652		
UNENCUMBERED CASH, ENDING	<u>\$ 123,609</u>		

CITY OF HESSTON, KANSAS

SPECIAL PURPOSE NONBUDGETED FUNDS  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS  
 For Year Ended December 31, 2020

	Special Law Enforcement	Revolving Loan	Library Maintenance	Capital Improvement	Equipment Reserve	Business Utility Grant	COVID Direct Aid
<b>RECEIPTS</b>							
Forfeitures	\$ 265	-	-	-	-	-	-
Miscellaneous	-	-	-	-	162,482	5,000	-
Direct aid proceeds	-	-	-	-	-	-	65,000
Operating transfers in	-	-	-	150,000	325,000	5,000	-
<b>TOTAL RECEIPTS</b>	<b>265</b>	<b>-</b>	<b>-</b>	<b>150,000</b>	<b>487,482</b>	<b>10,000</b>	<b>65,000</b>
<b>EXPENDITURES</b>							
Capital outlay	-	-	-	398,491	278,811	-	-
Direct aid expenses	-	-	-	-	-	-	65,000
Business support grants	-	-	-	-	-	8,370	-
<b>TOTAL EXPENDITURES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>398,491</b>	<b>278,811</b>	<b>8,370</b>	<b>65,000</b>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	<b>265</b>	<b>-</b>	<b>-</b>	<b>(248,491)</b>	<b>208,671</b>	<b>1,630</b>	<b>-</b>
<b>UNENCUMBERED CASH, BEGINNING</b>	<b>-</b>	<b>186,080</b>	<b>22,470</b>	<b>1,582,234</b>	<b>992,420</b>	<b>-</b>	<b>-</b>
<b>UNENCUMBERED CASH, ENDING</b>	<b>\$ 265</b>	<b>\$ 186,080</b>	<b>\$ 22,470</b>	<b>\$ 1,333,743</b>	<b>\$ 1,201,091</b>	<b>\$ 1,630</b>	<b>\$ -</b>

CITY OF HESSTON, KANSAS  
 CAPITAL PROJECTS NONBUDGETED FUNDS  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS  
 For Year Ended December 31, 2020

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	Golf Clubhouse Improvements	Bicycle/ Pedestrian	22 Acre Development	Downtown Revitalization	Total
RECEIPTS					
Grants	\$ -	\$ 20,195	\$ -	\$ -	\$ 20,195
Operating transfers in	-	-	-	-	-
TOTAL RECEIPTS	<u>-</u>	<u>20,195</u>	<u>-</u>	<u>-</u>	<u>20,195</u>
EXPENDITURES					
Commodities	-	-	-	31,768	31,768
Contractual services	33,325	33,783	13,103	15,656	95,867
Construction	241,137	-	-	-	241,137
TOTAL EXPENDITURES	<u>274,462</u>	<u>33,783</u>	<u>13,103</u>	<u>47,424</u>	<u>368,772</u>
RECEIPTS OVER (UNDER) EXPENDITURES	(274,462)	(13,588)	(13,103)	(47,424)	(348,577)
UNENCUMBERED CASH, BEGINNING	<u>482,845</u>	<u>13,588</u>	<u>72,319</u>	<u>50,000</u>	<u>618,752</u>
UNENCUMBERED CASH, ENDING	<u>\$ 208,383</u>	<u>\$ -</u>	<u>\$ 59,216</u>	<u>\$ 2,576</u>	<u>\$ 270,175</u>

CITY OF HESSTON, KANSAS  
 BUSINESS NONBUDGETED FUNDS  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS  
 For Year Ended December 31, 2020

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	<u>Utility Maintenance Reserve</u>	<u>Golf Course Maintenance Reserve</u>
RECEIPTS		
Reimbursements	\$ 327	\$ -
Miscellaneous	23,727	2,490
Operating transfers in	<u>125,000</u>	<u>65,000</u>
 TOTAL RECEIPTS	 <u>149,054</u>	 <u>67,490</u>
EXPENDITURES		
Maintenance	23,177	63,408
Commodities	-	1,129
Equipment	47,559	2,569
Reimbursements	<u>-</u>	<u>1,415</u>
 TOTAL EXPENDITURES	 <u>70,736</u>	 <u>68,521</u>
RECEIPTS OVER (UNDER) EXPENDITURES	78,318	(1,031)
UNENCUMBERED CASH, BEGINNING	<u>1,112,802</u>	<u>78,259</u>
UNENCUMBERED CASH, ENDING	<u><u>\$ 1,191,120</u></u>	<u><u>\$ 77,228</u></u>



## CITY OF HESSTON, KANSAS

HESSTON PUBLIC LIBRARY - RELATED MUNICIPAL ENTITY  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS  
 For Year Ended December 31, 2020

	Schedule 3
	<u>Actual</u>
RECEIPTS	
City appropriations	\$ 228,241
SCKLS	29,554
Grants	8,062
Fines	2,573
Donations	1,597
H-Town	500
Miscellaneous	1,559
Interest	570
State	2,060
COVID Direct Aid	<u>8,289</u>
TOTAL RECEIPTS	<u>283,005</u>
EXPENDITURES	
Buildings	21,690
Books and collection	35,588
Operations	10,963
Payroll	167,365
Programming	4,298
Technology	10,682
Utilities	<u>10,337</u>
TOTAL EXPENDITURES	<u>260,923</u>
RECEIPTS OVER (UNDER) EXPENDITURES	22,082
UNENCUMBERED CASH, BEGINNING	<u>109,663</u>
UNENCUMBERED CASH, ENDING	<u><u>\$ 131,745</u></u>

## CITY OF HESSTON, KANSAS

HESSTON LAND BANK - RELATED MUNICIPAL ENTITY  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS  
 For Year Ended December 31, 2020

	Schedule 3 <u>Actual</u>
RECEIPTS	
City appropriations	\$ -
Land sales	<u>2,358</u>
TOTAL RECEIPTS	<u>2,358</u>
EXPENDITURES	
Special assessments	3,078
Miscellaneous	<u>30</u>
TOTAL EXPENDITURES	<u>3,108</u>
RECEIPTS OVER (UNDER) EXPENDITURES	(750)
UNENCUMBERED CASH, BEGINNING	<u>22,713</u>
UNENCUMBERED CASH, ENDING	<u><u>\$ 21,963</u></u>