

CITY OF BENTLEY FINANCIAL REPORTING ENTITY, KANSAS

**FINANCIAL STATEMENT
DECEMBER 31, 2020**



**CITY OF BENTLEY FINANCIAL REPORTING ENTITY
TABLE OF CONTENTS
DECEMBER 31, 2020**

	<u>Page Number</u>
Independent Auditors' Report	1 – 3
Financial Statement	
Summary of Cash Receipts, Expenditures, and Unencumbered Cash	4
Notes to Financial Statement	5 – 12
Regulatory Required Supplementary Information	
Summary of Expenditures - Actual and Budget	13
Schedule of Cash Receipts and Expenditures - Actual and Budget	
General Fund	14
Streets and Highway Fund	15
Schedule of Cash Receipts and Expenditures - Actual	
Capital Improvement Reserve Fund	16
Equipment Reserve Fund	17
Parks and Recreation Fund	18
Government Grant Fund	19
Memorial Fund	20
Schedule of Cash Receipts and Expenditures - Actual and Budget	
Bond and Interest Fund	21
Schedule of Cash Receipts and Expenditures - Actual and Budget	
Water Utility Fund	22
Sewer Utility Fund	23
Solid Waste Utility Fund	24
Schedule of Cash Receipts and Expenditures - Actual	
Land Bank Fund	25



INDEPENDENT AUDITORS' REPORT

Mayor and City Council City of Bentley, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures and unencumbered cash balances of the **City of Bentley Financial Reporting Entity, Kansas**, 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 this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1 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 the preparation of 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 the *Kansas Municipal Audit and Accounting Guide*. Those standards require 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 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 auditors consider 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 basis for our audit opinion.

**Mayor and City Council
City of Bentley, Kansas**

Basis for Adverse Opinion on Accounting Principles Generally Accepted in the United States of America

As described in Note 1 of the financial statement, the financial statement is prepared by the **City of Bentley Financial Reporting Entity, Kansas**, to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, 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 Accounting Principles Generally Accepted in the United States of America

In our opinion, because of the significance of the matter 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 conformity with accounting principles generally accepted in the United States of America, the financial position of the **City of Bentley Financial Reporting Entity, Kansas**, as of **December 31, 2020**, or changes in financial position and cash flows thereof for the year then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the **City of Bentley Financial Reporting Entity, Kansas**, as of **December 31, 2020**, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget and individual fund schedules of regulatory basis receipts and expenditures-actual (Regulatory-Required Supplementary Information as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. 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 statement. The information has been subjected to the auditing procedures applied in the audit of the basic 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 financial statement as a whole, on the basis of accounting described in Note 1.

**Mayor and City Council
City of Bentley, Kansas**

The 2019 Actual column presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and schedule of cash receipts and expenditures-capital projects (as listed in the table of contents) is also presented for comparative analysis and is not a required part of the 2019 basic financial statement upon which we rendered an unmodified opinion dated March 31, 2020. The 2019 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link: <http://da.ks.gov/ar/muniserv/>. Such 2019 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2019 basic financial statement. The 2019 comparative information was subjected to the auditing procedures applied in the audit of the 2019 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2019 basic financial statement or to the 2019 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 2019 comparative information is fairly stated in all material respects in relation to the 2019 basic financial statement as a whole, on the basis of accounting described in Note 1.

BFR CPA, LLC

BFR CPA, LLC
June 3, 2021

**CITY OF BENTLEY FINANCIAL REPORTING ENTITY
SUMMARY OF CASH RECEIPTS, EXPENDITURES,
AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2020**

Fund	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Governmental							
General	\$ 109,774	\$ 0	\$ 342,009	\$ 308,041	\$ 143,742	\$ 12,978	\$ 156,720
Special Purpose Funds							
Streets and Highway	39,067	0	19,468	19,689	38,846	22	38,868
Capital Improvement Reserve	11,727	0	0	0	11,727	0	11,727
Equipment Reserve	26,137	0	2,200	4,881	23,456	0	23,456
Parks & Recreation	4,950	0	9,178	7,479	6,649	43	6,692
Government Grant	103,006	0	10,774	2,000	111,780	0	111,780
Memorial	1,115	0	1	0	1,116	0	1,116
Bond and Interest	20,233	0	107,430	99,720	27,943	0	27,943
Business							
Water Utility	85,473	0	117,539	99,348	103,664	6,124	109,788
Sewer Utility	50,610	0	85,651	73,590	62,671	0	62,671
Solid Waste Utility	17,604	0	43,024	44,095	16,533	0	16,533
	<u>\$ 469,696</u>	<u>\$ 0</u>	<u>\$ 737,274</u>	<u>\$ 658,843</u>	<u>\$ 548,127</u>	<u>\$ 19,167</u>	<u>\$ 567,294</u>
Related Municipal Entity							
Land Bank	<u>\$ 17,359</u>	<u>\$ 0</u>	<u>\$ 2,279</u>	<u>\$ 10,111</u>	<u>\$ 9,527</u>	<u>\$ 0</u>	<u>\$ 9,527</u>
Composition of Cash:				Checking		\$ 566,178	
				Savings		1,116	
						<u>\$ 567,294</u>	
				Related Municipal Entity-Checking		<u>\$ 9,527</u>	

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

**CITY OF BENTLEY FINANCIAL REPORTING ENTITY
NOTES TO FINANCIAL STATEMENT
DECEMBER 31, 2020**

Note 1 - Summary of Significant Accounting Policies:

Financial Reporting Entity

The City of Bentley is a municipal corporation governed by an elected Mayor and City Council. The regulatory financial statement presents the City of Bentley and its related municipal entity. The related municipal entity is included in the City's reporting entity because it was established to benefit the City and/or its constituents.

Land Bank- The Land Bank was established under K.S.A. 12-5901 for the purpose of acquiring land within the City of Bentley. The Land Bank is governed by a Board of Trustees with is comprised of the members of the City Council and Mayor.

The Land Bank is presented as a discreet related municipal entity. A separate audited financial statement is not prepared by the related municipal entity.

Basis of Presentation – Fund Accounting

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. The City has created several types of funds and a number of discrete funds within each fund type. Each fund is accounted for by a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, receipts and expenditures. The individual funds account for the governmental resources allocated to them for the purpose of carrying on specific activities in accordance with laws, regulations or other restrictions.

KMAAG Regulatory Basis of Presentation Fund Definitions:

Governmental Funds

General Fund-the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose Funds-used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Bond & Interest Fund-used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

Business Fund-funds financed in whole or in part by fees charged to users of the goods or services (i.e. enterprise and internal service fund, etc.)

**CITY OF BENTLEY FINANCIAL REPORTING ENTITY
NOTES TO FINANCIAL STATEMENT
DECEMBER 31, 2020**

Regulatory Basis of Accounting and Departure from Accounting Principles Generally accepted in the United State of America

The KMAAG regulatory basis of accounting 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 the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in 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 KMAAG 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 accounting principles generally accepted in the United States of America and allowing the municipality to use the regulatory basis of accounting.

Budget and Tax Cycle

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

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. There were no amendments 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 and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the City 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.

**CITY OF BENTLEY FINANCIAL REPORTING ENTITY
NOTES TO FINANCIAL STATEMENT
DECEMBER 31, 2020**

A legal operating budget is not required for capital projects funds, trust funds and the following special purpose funds:

Capital Improvement Reserve Fund
Parks & Recreation Fund
Memorial Fund

Equipment Reserve Fund
Government Grant Fund

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

Special Assessments

Projects financed in part by special assessments are financed through the issuance of general obligation bonds which are secured in full by the City and are retired from the City's bond and interest fund. Further, state statutes permit the levying of additional general ad valorem property taxes in the City's bond and interest fund to finance delinquent special assessments. Special assessment taxes are levied over a ten- or fifteen-year period and the annual installments are due and payable with annual ad valorem property taxes. The City may foreclose liens against property benefited by special assessments when delinquent assessments are two years in arrears.

Note 2 - Contingencies:

Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City carries commercial insurance for all risks of loss. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Grant Programs

The City participates in various federal and state grant programs. These grant programs are often subject to additional audits by agents of the granting agency, the purpose of which is to ensure compliance with the specific conditions of the grant. Any liability for reimbursement which may arise as a result of these audits cannot be reasonably determined at this time, although it is believed the amount, if any, would not be material.

Note 3 - Reimbursed Expenditures:

The City records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as a receipt to the fund that receives the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements under the KMAAG regulatory basis of accounting.

**CITY OF BENTLEY FINANCIAL REPORTING ENTITY
NOTES TO FINANCIAL STATEMENT
DECEMBER 31, 2020**

Note 4 - Deposits:

K.S.A. 9-1401 establishes 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, or in an adjoining county if such institution has been designated as an official depository, 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 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 be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository 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, except during designated "peak periods" when required coverage is 50%. All deposits were legally secured at December 31, 2020.

At December 31, 2020, the City's carrying amount of deposits, including the related municipal entity was \$576,821 and the bank balance was \$583,378. The bank balance is held by one bank resulting in a concentration of credit risk. Of the bank balance, \$265,302 was covered by federal depository insurance, and the remaining \$318,076 was collateralized with securities held by the pledging financial institution's agent in the City's name.

Note 5 - Postemployment Benefits:

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

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the City 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.

The City did not provide any significant postemployment benefits for former employees at December 31, 2020.

**CITY OF BENTLEY FINANCIAL REPORTING ENTITY
NOTES TO FINANCIAL STATEMENT
DECEMBER 31, 2020**

Note 6 - Defined Benefit Pension Plan:

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 the KPERS website at www.kpers.org or by writing to KPERS (611 S Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Contributions

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 established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2 and 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.

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 8.61% for the fiscal year ended December 31, 2020. Contributions to the pension plan from the City were \$13,970 for the year ended December 31, 2020.

Net Pension Liability

At December 31, 2020, the City's proportionate share of the collective net pension liability reported by KPERS was \$107,435. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019, which was rolled forward to June 30, 2020. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this 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 publicly available on the website at www.kpers.org or can be obtained as described above.

**CITY OF BENTLEY FINANCIAL REPORTING ENTITY
NOTES TO FINANCIAL STATEMENT
DECEMBER 31, 2020**

Note 7 - Government Grant Fund:

The City maintains the Government Grant Fund for the purpose of making loans to local business as a way to enhance economic developments. In addition, the City uses the Fund to finance certain capital improvements within the City.

Outstanding loan balances as of December 31, 2020, consist of the following:

On August 11, 2016, the City approved a \$39,773 advance to the General Fund. Terms of the agreement provide repayment of the advance of \$20,000 in 2017, \$5,484 in 2018 and \$6,058.76 thereafter including interest at 3.5%.

On December 15, 2016, the City approved an \$18,615.75 advance to pay off a lease purchase agreement. Terms of the agreement provide for five annual payments of \$4,029.14 including interest at 3.5% with final maturity on December 15, 2021.

On July 13, 2017, the City approved a \$20,000 advance to the Land Bank. Terms of the agreement provide for four annual payments of \$5,541.96 including interest at 3.0% with final maturity on August 1, 2022.

On May 15, 2019, the City provided a \$48,000 mortgage loan for the purpose of providing financing for a local business. Terms of the loan provide payments of \$575.18 per month including interest at 7.5% with final maturity on May 1, 2029.

Repayments received for the year ended December 31, 2020, were:

Interfund Repayments	\$	4,029
Mortgage Loan		<u>6,327</u>
	\$	<u>10,356</u>

Outstanding balances and maturities on the Government Grant loans as of December 31, 2020, were:

	Mortgage Loan	Interfund Loans	Land Bank Loan	Total Principal
2021	\$ 4,113	\$ 9,632	\$ 5,072	\$ 18,817
2022	4,105	5,853	5,223	15,181
2023	4,423	0	5,381	9,804
2024	4,767	0	0	4,767
2025	5,137	0	0	5,137
2026 - 2029	<u>20,727</u>	<u>0</u>	<u>0</u>	<u>20,727</u>
	<u>\$ 43,272</u>	<u>\$ 15,485</u>	<u>\$ 15,676</u>	<u>\$ 74,433</u>

**CITY OF BENTLEY FINANCIAL REPORTING ENTITY
NOTES TO FINANCIAL STATEMENT
DECEMBER 31, 2020**

Note 8 - Compensated Absences:

All permanent full-time employees are eligible for vacation and/or sick leave benefits in varying annual amounts depending on position and length of service.

It is the policy of the City to record vacation and sick leave benefits as expenditures when paid.

Note 9 - Interfund Transactions:

Operating transfers were as follows:

<u>Transfer from:</u>	<u>Statutory Authority</u>	<u>Bond and Interest</u>	<u>Total</u>
Water Utility	K.S.A. 12-825d	\$ 17,912	\$ 17,912
Sewer Utility	K.S.A. 12-825d	17,912	17,912
		<u>\$ 35,824</u>	<u>\$ 35,824</u>

Note 10 - Long-term Debt:

Principal payments are due annually and interest payments are due semi-annually on general obligation bonds.

Principal and interest payments on the lease purchase agreement are due annually.

Terms for long-term liabilities for the City for the year ended December 31, 2020, were as follows:

<u>Issue</u>	<u>Interest Rate</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Date of Final Maturity</u>
General Obligation Bonds				
2012 Series	0.6 - 3.4	12/27/12	\$ 1,705,000	9/1/32
2020 Series	1.80	9/15/20	\$ 1,240,000	9/1/35
Lease Purchase Agreement				
2017 Ford Explorer	4.65	4/4/19	\$ 23,000	12/1/21
John Deere Mower	4.30	6/19/20	\$ 13,086	6/19/24

CITY OF BENTLEY FINANCIAL REPORTING ENTITY
NOTES TO FINANCIAL STATEMENT
DECEMBER 31, 2020

Changes in long-term liabilities 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 Bonds					
2012 Series	\$ 1,295,000	\$ 0	\$ 1,295,000	\$ 0	\$ 42,412
2012 Series	0	1,240,000	0	1,240,000	0
	<u>1,295,000</u>	<u>1,240,000</u>	<u>1,295,000</u>	<u>1,240,000</u>	<u>42,412</u>
Lease Purchase Agreement					
2017 Ford Explorer	6,940	0	6,940	0	370
John Deere Mower	0	13,086	0	13,086	0
	<u>6,940</u>	<u>13,086</u>	<u>6,940</u>	<u>13,086</u>	<u>370</u>
	<u>\$ 1,301,940</u>	<u>\$ 1,253,086</u>	<u>\$ 1,301,940</u>	<u>\$ 1,253,086</u>	<u>\$ 42,782</u>

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

	General Obligation Bonds			Lease Purchase Agreement			Totals		
	Principal	Interest	Principal and Interest	Principal	Interest	Principal and Interest	Principal	Interest	Principal and Interest
2021	\$ 70,000	\$ 21,182	\$ 91,182	\$ 3,069	\$ 560	\$ 3,629	\$ 73,069	\$ 21,742	\$ 94,811
2022	75,000	20,700	95,700	3,200	429	3,629	78,200	21,129	99,329
2023	75,000	19,395	94,395	3,337	292	3,629	78,337	19,687	98,024
2024	75,000	18,045	93,045	3,480	149	3,629	78,480	18,194	96,674
2025	80,000	16,650	96,650	0	0	0	80,000	16,650	96,650
2026 - 2030	415,000	61,290	476,290	0	0	0	415,000	61,290	476,290
2031 - 2035	450,000	22,635	472,635	0	0	0	450,000	22,635	472,635
	<u>\$ 1,240,000</u>	<u>\$ 179,897</u>	<u>\$ 1,419,897</u>	<u>\$ 13,086</u>	<u>\$ 1,430</u>	<u>\$ 14,516</u>	<u>\$ 1,253,086</u>	<u>\$ 181,327</u>	<u>\$ 1,434,413</u>

Note 11 - Subsequent Events:

The City has evaluated subsequent events through June 3, 2021, the date which the financial statement was available to be issued.

**REGULATORY REQUIRED
SUPPLEMENTARY INFORMATION**

**CITY OF BENTLEY FINANCIAL REPORTING ENTITY
SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2020**

<u>Fund</u>	<u>Certified Budget</u>	<u>Adjustment for Qualifying Budget Credits</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance - Over (Under)</u>
Governmental					
General	\$ 327,506	\$ 0	\$ 327,506	\$ 308,041	\$ (19,465)
Special Purpose Funds					
Streets and Highway	30,400	0	30,400	19,689	(10,711)
Capital Improvement Reserve	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	0	XXXXXXXXXX
Equipment Reserve	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	4,881	XXXXXXXXXX
Parks & Recreation	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	7,479	XXXXXXXXXX
Government Grant	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	2,000	XXXXXXXXXX
Memorial	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	0	XXXXXXXXXX
Bond and Interest	99,720	0	99,720	99,720	0
Business					
Water Utility	113,612	0	113,612	99,348	(14,264)
Sewer Utility	79,112	0	79,112	73,590	(5,522)
Solid Waste Utility	46,950	0	46,950	44,095	(2,855)
	<u>\$ 697,300</u>	<u>\$ 0</u>	<u>\$ 697,300</u>	<u>\$ 658,843</u>	<u>\$ (52,817)</u>
Related Municipal Entity					
Land Bank	<u>XXXXXXXXXX</u>	<u>XXXXXXXXXX</u>	<u>XXXXXXXXXX</u>	<u>\$ 10,111</u>	<u>XXXXXXXXXX</u>

CITY OF BENTLEY FINANCIAL REPORTING ENTITY
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2020
(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

<u>General Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Ad valorem tax	\$ 125,115	\$ 127,813	\$ 138,240	\$ (10,427)
Delinquent tax	2,039	2,990	0	2,990
Motor vehicle tax	24,144	27,501	24,476	3,025
Recreational vehicle tax	593	831	1,043	(212)
State assessed tax	8,610	8,579	0	8,579
Sales tax	80,029	81,777	80,000	1,777
Permits and fees	3,406	4,972	2,000	2,972
Franchise fees	16,811	17,308	16,000	1,308
Municipal court	7,055	5,259	18,000	(12,741)
Local alcoholic liquor tax	619	0	1,787	(1,787)
Interest	7,751	1,698	4,900	(3,202)
Miscellaneous	31,890	63,281	8,000	55,281
	<u>308,062</u>	<u>342,009</u>	<u>\$ 294,446</u>	<u>\$ 47,563</u>
Expenditures				
Salaries and wages	70,537	70,269	\$ 65,000	\$ 5,269
Law enforcement	40,377	44,194	43,000	1,194
Municipal court	1,471	1,290	4,000	(2,710)
Office supplies and expenses	19,064	18,952	19,000	(48)
Insurance and employee bonds	19,436	19,786	21,000	(1,214)
Maintenance and repairs	2,139	459	2,500	(2,041)
Utilities	5,347	4,021	7,000	(2,979)
Professional Fees	19,002	31,655	31,000	655
Memberships and subscriptions	1,150	1,573	1,000	573
Materials and supplies	3,533	3,458	3,500	(42)
Volunteer Fire Department	18,638	17,557	21,000	(3,443)
Employee benefits	13,742	13,394	11,000	2,394
Personnel training	1,343	774	2,000	(1,226)
County code remittance	1,590	2,184	1,200	984
Bond and interest payments	42,873	28,220	28,220	0
Miscellaneous	19,576	50,255	45,061	5,194
Government grant fund payment	6,059	0	4,025	(4,025)
Transfers	8,881	0	18,000	(18,000)
	<u>294,758</u>	<u>308,041</u>	<u>\$ 327,506</u>	<u>\$ (19,465)</u>
Receipts Over (Under) Expenditures	13,304	33,968		
Unencumbered Cash, Beginning	96,470	109,774		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 109,774</u>	<u>\$ 143,742</u>		

**CITY OF BENTLEY FINANCIAL REPORTING ENTITY
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2020
(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)**

<u>Streets and Highway Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
County gas tax	\$ 6,398	\$ 5,977	\$ 14,320	\$ (8,343)
State gas tax	14,310	13,491	6,380	7,111
	<u>20,708</u>	<u>19,468</u>	<u>\$ 20,700</u>	<u>\$ (1,232)</u>
Expenditures				
Salaries and wages	3,045	2,593	\$ 3,000	\$ (407)
Employee benefits	658	537	900	(363)
Materials and supplies	2,605	8,262	1,200	7,062
Maintenance and repairs	412	1,595	18,000	(16,405)
Street lighting	6,478	6,517	7,000	(483)
Professional fees	240	185	300	(115)
Transfers	0	0	0	0
	<u>13,438</u>	<u>19,689</u>	<u>\$ 30,400</u>	<u>\$ (10,711)</u>
Receipts Over (Under) Expenditures	7,270	(221)		
Unencumbered Cash, Beginning	31,797	39,067		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 39,067</u>	<u>\$ 38,846</u>		

CITY OF BENTLEY FINANCIAL REPORTING ENTITY
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2020
(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

Capital Improvement Reserve Fund

	Prior Year Actual	Current Year Actual
Cash Receipts		
Transfers	\$ 10,000	\$ 0
	<u>10,000</u>	<u>0</u>
Expenditures		
Capital improvements	<u>0</u>	<u>0</u>
	<u>0</u>	<u>0</u>
Receipts Over (Under) Expenditures	10,000	0
Unencumbered Cash, Beginning	1,727	11,727
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>
Unencumbered Cash, Ending	<u>\$ 11,727</u>	<u>\$ 11,727</u>

CITY OF BENTLEY FINANCIAL REPORTING ENTITY
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2020
(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

Equipment Reserve Fund

	Prior Year Actual	Current Year Actual
Cash Receipts		
Transfers	\$ 14,881	\$ 0
Miscellaneous	0	2,200
	<u>14,881</u>	<u>2,200</u>
Expenditures		
Capital improvements	0	4,881
	<u>0</u>	<u>4,881</u>
Receipts Over (Under) Expenditures	14,881	(2,681)
Unencumbered Cash, Beginning	11,256	26,137
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>
Unencumbered Cash, Ending	<u>\$ 26,137</u>	<u>\$ 23,456</u>

CITY OF BENTLEY FINANCIAL REPORTING ENTITY
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2020
(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

<u>Parks and Recreation Fund</u>		
	<u>Prior Year</u>	<u>Current Year</u>
	<u>Actual</u>	<u>Actual</u>
Cash Receipts		
Miscellaneous	\$ 3,611	\$ 9,178
	<u>3,611</u>	<u>9,178</u>
Expenditures		
Capital improvements	<u>5,994</u>	<u>7,479</u>
	<u>5,994</u>	<u>7,479</u>
Receipts Over (Under) Expenditures	(2,383)	1,699
Unencumbered Cash, Beginning	7,333	4,950
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>
Unencumbered Cash, Ending	<u>\$ 4,950</u>	<u>\$ 6,649</u>

CITY OF BENTLEY FINANCIAL REPORTING ENTITY
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2020
(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

Government Grant Fund

	Prior Year Actual	Current Year Actual
Cash Receipts		
Repayments	\$ 37,733	\$ 10,356
Interest	2,122	418
	<u>39,855</u>	<u>10,774</u>
Expenditures		
Loan advances	48,000	0
Miscellaneous	13,580	2,000
	<u>61,580</u>	<u>2,000</u>
Receipts Over (Under) Expenditures	(21,725)	8,774
Unencumbered Cash, Beginning	124,731	103,006
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>
Unencumbered Cash, Ending	<u>\$ 103,006</u>	<u>\$ 111,780</u>

CITY OF BENTLEY FINANCIAL REPORTING ENTITY
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2020
(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

<u>Memorial Fund</u>	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Interest	\$ 2	\$ 1
	<u>2</u>	<u>1</u>
Expenditures		
Miscellaneous	<u>0</u>	<u>0</u>
	<u>0</u>	<u>0</u>
Receipts Over (Under) Expenditures	2	1
Unencumbered Cash, Beginning	1,113	1,115
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>
Unencumbered Cash, Ending	<u><u>\$ 1,115</u></u>	<u><u>\$ 1,116</u></u>

**CITY OF BENTLEY FINANCIAL REPORTING ENTITY
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2020
(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)**

<u>Bond and Interest Fund</u>	<u>Current Year</u>		Variance - Over (Under)
	Prior Year Actual	Actual Budget	
Cash Receipts			
Ad valorem tax	\$ 0	\$ 8,323 \$ 9,021	\$ (698)
Delinquent tax	2,492	2,344 0	2,344
State assessed tax	0	560 0	560
Special assessments	62,866	56,491 50,000	6,491
Miscellaneous	0	3,888 0	3,888
Transfers	36,306	35,824 35,824	0
	<u>101,664</u>	<u>107,430</u> <u>\$ 94,845</u>	<u>\$ 12,585</u>
Expenditures			
Debt service	86,732	99,720 \$ 99,720	\$ 0
	<u>86,732</u>	<u>99,720</u> <u>\$ 99,720</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	14,932	7,710	
Unencumbered Cash, Beginning	5,301	20,233	
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>	
Unencumbered Cash, Ending	<u>\$ 20,233</u>	<u>\$ 27,943</u>	

CITY OF BENTLEY FINANCIAL REPORTING ENTITY
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2020
(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

<u>Water Utility Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
User fees	\$ 103,789	\$ 116,573	\$ 112,000	\$ 4,573
Water taps	900	725	0	725
Miscellaneous	182	241	803	(562)
	<u>104,871</u>	<u>117,539</u>	<u>\$ 112,803</u>	<u>\$ 4,736</u>
Expenditures				
Salaries and wages	30,882	27,735	\$ 35,000	\$ (7,265)
Employee benefits	6,368	5,480	6,000	(520)
Utilities	785	603	4,000	(3,397)
Repairs	1,522	9,720	11,000	(1,280)
Office Expense	2,319	2,805	2,000	805
Water purchase	9,097	13,960	16,000	(2,040)
Memberships and subscriptions	0	199	200	(1)
Materials and supplies	5,139	6,292	5,000	1,292
Personnel training	386	412	1,200	(788)
Insurance	6,337	6,446	6,500	(54)
Sales tax	669	453	300	153
Miscellaneous	321	390	500	(110)
Professional fees	6,487	6,941	8,000	(1,059)
Transfers	28,153	17,912	17,912	0
	<u>98,465</u>	<u>99,348</u>	<u>\$ 113,612</u>	<u>\$ (14,264)</u>
Receipts Over (Under) Expenditures	6,406	18,191		
Unencumbered Cash, Beginning	79,067	85,473		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 85,473</u>	<u>\$ 103,664</u>		

CITY OF BENTLEY FINANCIAL REPORTING ENTITY
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2020
(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

<u>Sewer Utility Fund</u>	Current Year			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
User fees	\$ 82,732	\$ 85,651	\$ 80,000	\$ 5,651
	<u>82,732</u>	<u>85,651</u>	<u>\$ 80,000</u>	<u>\$ 5,651</u>
Expenditures				
Salaries and wages	20,315	18,694	\$ 25,000	\$ (6,306)
Employee benefits	4,200	3,692	4,500	(808)
Materials and supplies	7,651	7,672	8,000	(328)
Repairs	9,951	9,945	10,000	(55)
Utilities	7,915	5,951	4,300	1,651
Miscellaneous	53	386	0	386
Personnel training	48	113	400	(287)
Professional fees	6,487	6,705	7,500	(795)
Office Expense	2,292	2,520	1,500	1,020
Transfers	23,153	17,912	17,912	0
	<u>82,065</u>	<u>73,590</u>	<u>\$ 79,112</u>	<u>\$ (5,522)</u>
Receipts Over (Under) Expenditures	667	12,061		
Unencumbered Cash, Beginning	49,943	50,610		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 50,610</u>	<u>\$ 62,671</u>		

**CITY OF BENTLEY FINANCIAL REPORTING ENTITY
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2020
(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)**

<u>Solid Waste Utility Fund</u>	<u>Current Year</u>		<u>Variance - Over (Under)</u>
	<u>Prior Year Actual</u>	<u>Actual Budget</u>	
Cash Receipts			
User fees	\$ 41,284	\$ 43,024 \$ 44,000	\$ (976)
	<u>41,284</u>	<u>43,024 \$ 44,000</u>	<u>\$ (976)</u>
Expenditures			
Salaries and wages	1,218	1,037 \$ 1,200	\$ (163)
Employee benefits	250	201 250	(49)
Utility costs	41,154	42,281 44,000	(1,719)
Professional fees	633	576 500	76
Transfers	1,000	0 1,000	(1,000)
	<u>44,255</u>	<u>44,095 \$ 46,950</u>	<u>\$ (2,855)</u>
Receipts Over (Under) Expenditures	(2,971)	(1,071)	
Unencumbered Cash, Beginning	20,575	17,604	
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>	
Unencumbered Cash, Ending	<u>\$ 17,604</u>	<u>\$ 16,533</u>	

**CITY OF BENTLEY FINANCIAL REPORTING ENTITY
LAND BANK
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2020
(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)**

	Prior Year Actual	Current Year Actual
Cash Receipts		
Miscellaneous	\$ 25,572	\$ 2,279
	<u>25,572</u>	<u>2,279</u>
Expenditures		
Miscellaneous	14,080	10,111
	<u>14,080</u>	<u>10,111</u>
Receipts Over (Under) Expenditures	11,492	(7,832)
Unencumbered Cash, Beginning	5,867	17,359
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>
Unencumbered Cash, Ending	<u>\$ 17,359</u>	<u>\$ 9,527</u>