CITY OF HESSTON, KANSAS

DECEMBER 31, 2021

LINDBURG
VOGEL PIERCE FARIS
Chartered

CITY OF HESSTON, KANSAS

TABLE OF CONTENTS
December 31, 2021

INDEPENDENT AUDITORS' REPORT 1-3

FINANCIAL STATEMENT

Summary Statement of Receipts, Expenditures, and Unencumbered Cash - Regulatory Basis 4-5

NOTES TO THE FINANCIAL STATEMENT 6-13

SCHEDULE 1

Summary of Expenditures - Regulatory Basis (Actual and Budget) 14

SCHEDULE 2

Schedule of Receipts and Expenditures - Regulatory Basis (Actual and Budget)
- General Fund 15-16
- Library Fund 17
- Special Highway Fund 18
- Emergency Services Fund 19
- Fire Equipment Fund 20
- Community Service Program Fund 21
- Economic Development Fund 22
- Special Parks Fund 23
- Transient Guest Tax Fund 24
- Public Building Commission Fund 25
- Bond and Interest Fund 26
- Utilities Fund 27
- Golf Course Fund 28

Schedule of Receipts and Expenditures - Regulatory Basis
- Special Purpose Nonbudgeted Funds 29
- Capital Projects Nonbudgeted Funds 30
- Business Nonbudgeted Funds 31

SCHEDULE 3

Schedule of Receipts and Expenditures - Regulatory Basis
Related Municipal Entity
- Hesston Public Library 32
- Hesston Land Bank 33

LINDBURG
VOGEL PIERCE FARIS
Chartered

Gregory D. Daughhetee, CPA
Kenneth D. Hamby, CPA
Michael R. Meisenheimer, CPA
Nick L. Mueting, 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
Gage B. Kepple, CPA

INDEPENDENT AUDITORS' REPORT

Mayor and City Council
City of Hesston, Kansas

Adverse and Unmodified Opinions

We have audited the accompanying regulatory basis summary statement of receipts, expenditures, and unencumbered cash balances of City of Hesston, Kansas (the City), as of and for the year ended December 31, 2021, and the related notes to the financial statement.

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 and Unmodified Opinions on U.S. Generally Accepted Accounting Principles" section of our report, the accompanying 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 as of December 31, 2021, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on the Regulatory Basis of Accounting

In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City as of December 31, 2021, 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* (KMAAG) described in Note 1—Summary of Significant Accounting Policies.

Basis for Adverse and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the *Kansas Municipal Audit and Accounting Guide*. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statement section of our report. We are required to be independent of the City, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

Matter Giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles

As discussed in Note 1 of the financial statement, the financial statement is prepared by the City 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.

2301 NORTH HALSTEAD
PO. BOX 2047
HUTCHINSON, KS 67504-2047
620-669-0461

1206 W. FRONTVIEW, STE 201
PO. BOX 1512
DODGE CITY, KS 67801-1512
620-227-3522

1401 MAIN, STE B
PO. BOX 189
HAYS, KS 67601-0189
785-628-2900

Responsibilities of Management 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 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 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.

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

Auditors' Responsibilities for the Audit of the Financial Statement

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

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining on a test basis, evidence regarding the amounts and disclosures in the financial statement.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statement.
- Conclude whether in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of receipts, expenditures, and unencumbered cash balances – 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 additional 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 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 basic financial statement as a whole, on the basis of accounting described in Note 1—Summary of Significant Accounting Policies.



Certified Public Accountants

Hutchinson, Kansas
May 23, 2022

CITY OF HESSTON, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH - REGULATORY BASIS
For Year Ended December 31, 2021

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
GENERAL FUND	$ 1,261,155	$ 2,330,724	$ 2,182,997	$ 1,408,882	$ 11,645	$ 1,420,527
SPECIAL PURPOSE FUNDS						
Library	849	395,661	393,474	3,036	-	3,036
Special Highway	341,376	108,523	63,539	386,360	-	386,360
Emergency Services	110,486	419,344	411,209	118,621	3,718	122,339
Fire Equipment	612,569	117,634	56,295	673,908	-	673,908
Community Service Program	83,097	25,105	13,864	94,338	-	94,338
Economic Development	52,803	-	4,725	48,078	-	48,078
Special Parks	2,216	20	-	2,236	-	2,236
Transient Guest Tax	-	26,404	26,404	-	-	-
Public Building Commission	81,744	63,759	63,759	81,744	-	81,744
Special Law Enforcement	265	2,276	-	2,541	-	2,541
Revolving Loan	186,080	-	-	186,080	-	186,080
Library Maintenance	22,470	-	2,284	20,186	-	20,186
Capital Improvement	1,333,743	75,000	136,943	1,271,800	-	1,271,800
Equipment Reserve	1,201,091	240,186	418,459	1,022,818	34,526	1,057,344
Business Utility Grant	1,630	-	1,630	-	-	-
American Rescue Fund	-	285,532	26,914	258,618	-	258,618
CDBG	-	143,100	143,100	-	-	-
BOND AND INTEREST FUND						
Bond and Interest	211,852	800,217	738,517	273,552	-	273,552
CAPITAL PROJECTS	270,175	925,629	1,087,013	108,791	-	108,791
BUSINESS FUNDS						
Utilities	3,037,925	9,254,845	9,258,322	3,034,448	27,840	3,062,288
Utility Deposits	-	-	-	-	57,160	57,160
Utility Maintenance Reserve	1,191,120	8,380	53,794	1,145,706	-	1,145,706
Golf Course	123,609	682,933	644,341	162,201	15,368	177,569
Golf Course Maintenance Reserve	77,228	358,419	34,945	400,702	-	400,702
TOTAL PRIMARY GOVERNMENT	10,203,483	16,263,691	15,762,528	10,704,646	150,257	10,854,903
RELATED MUNICIPAL ENTITY						
Hesston Public Library	131,745	278,957	246,171	164,531	-	164,531
Hesston Land Bank	21,963	-	3,088	18,875	-	18,875
TOTAL REPORTING ENTITY	$ 10,357,191	$ 16,542,648	$ 16,011,787	$ 10,888,052	$ 150,257	$ 11,038,309

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, 2021

COMPOSITION OF CASH	
Checking accounts	$ 10,872,668
Petty cash	1,110
Related municipal entity	
Hesston Public Library	164,531
TOTAL COMPOSITION OF CASH	$ 11,038,309

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

CITY OF HESSTON, KANSAS

NOTES TO THE FINANCIAL STATEMENT
December 31, 2021

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 2021:

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.

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.

If a municipality holds a revenue neutral rate hearing, the timeline for adoption of the final budget is adjusted to on or before September 20th. The City held a revenue neutral rate hearing as part of the process for adoption of the 2022 budget.

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. An amended budget was prepared for the Utility Fund for the year ended December 31, 2021.

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, 2021, the carrying amount of the City's deposits was $10,872,668. The bank balance was $11,183,577. 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 $10,933,577 was collateralized by pledged securities held under joint custody receipts issued by a third-party bank in the City's name.

At December 31, 2021, the carrying amount of the related municipal entity's deposits, including certificates of deposit, was $164,531. The bank balance was $166,478, 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, 2021, 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 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
Series, 2021-A	0.25% to 0.75%	06/15/21	930,000	12/01/25
Refunding Series 2021-B	2.00%	06/15/21	3,380,000	03/01/34
Public Building Commission				
Series 2020 Refunding	1.875% to 2.00%	06/03/20	560,000	09/01/30
Capital Leases				
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
Golf carts	3.40%	12/17/21	333,142	12/17/28
State of Kansas				
City Utility Low-Interest Loan	0.25%	03/23/21	5,330,000	01/01/31

On June 15, 2021, the City issued $3,380,000 refunding and improvement general obligation bonds, proceeds from the issue were used to refund $1,240,000 General Obligation Bonds, Series 2014-A and pay-off the $2,166,593 Kansas Water Pollution Control Revolving Loan. The refunding of this debt 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, 2021, was $141,120,938 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, 2021, were as follows:

Issue	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation and Revenue Bonds					
Series 2013	$ 800,000	$ -	$ 145,000	$ 655,000	$ 15,268
Series 2014-A	1,240,000	-	1,240,000	-	32,213
Series 2016	1,445,000	-	85,000	1,360,000	38,350
Series 2020 refunding	1,060,000	-	90,000	970,000	22,264
Series 2021-A	-	930,000	-	930,000	-
Refunding and Improvement, Series 2021-B	-	3,380,000	285,000	3,095,000	16,254
Public Building Commission Series 2020 refunding	560,000	-	50,000	510,000	13,759
Capital Leases					
Golf carts	8,556	-	8,556	-	32
Golf turf maintenance equipment	70,177	-	34,497	35,680	2,095
Mowers	35,962	-	15,116	20,846	868
Golf carts	-	333,142	3,500	329,642	962
State of Kansas					
City Utility Low-Interest Loan	-	5,330,000	405,131	4,924,869	10,037
KDHE Loan					
KWPCRF project #C20 1960 01	2,229,038	-	2,229,038	-	36,129
Total Bonded Indebtedness	$ 7,448,733	$ 9,973,142	$ 4,590,838	$ 12,831,037	$ 188,231

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			
	G.O. and PBC Bonds	Capital Leases	City Utility Low-Interest Loan	G.O. and PBC Bonds	Capital Leases	City Utility Low-Interest Loan	Total Principal and Interest
2022	$ 960,000	$ 90,642	$ 541,753	$ 147,331	$ 11,022	$ 11,645	$ 1,762,393
2023	975,000	49,641	543,109	130,029	9,213	10,289	1,717,281
2024	980,000	45,878	544,468	114,169	7,671	8,930	1,701,116
2025	995,000	47,486	545,830	97,649	6,064	7,567	1,699,596
2026	710,000	49,126	547,196	79,844	4,424	6,202	1,396,792
2027-2031	2,035,000	103,395	2,202,513	233,131	3,703	11,079	4,588,821
2032-2036	865,000	-	-	50,400	-	-	915,400
	$ 7,520,000	$ 386,168	$ 4,924,869	$ 852,553	$ 42,097	$ 55,712	$ 13,781,399

NOTE 4—REVOLVING LOANS

The City has a revolving loan fund to loan money to local businesses. At December 31, 2021, 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	$ 75,000
Utilities	Golf Maintenance Reserve	K.S.A. 12-825d	25,000
Utilities	Bond and Interest	City ordinance	190,438
Special Highway	Bond and Interest	Bond payment	25,000
Construction	Bond and Interest	Bond ordinance	69,098
General	Equipment Reserve	K.S.A. 12-1,117	165,000
General	Public Building Commission	K.S.A. 12-1,118	63,759
Emergency Services	Equipment Reserve	K.S.A. 12-1,117	35,000

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 2021 were $22,673.

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 48% 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 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 8.87% for the year ended December 31, 2021. Contributions to the pension plan from the City for KPERS were $168,358 for the year ended December 31, 2021.

Net Pension Liability

At December 31, 2021, KPERS has determined the City's proportionate share of the collective net pension liability for KPERS was $1,160,070. The net pension liability was measured as of June 30, 2021, and the total pension liability was determined by an actuarial valuation as of December 31, 2020, which was rolled forward to June 30, 2021. 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 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, 2021.

NOTE 11—COMMITMENTS AND CONTINGENCIES

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

The City closed on $299,000 temporary notes on May 3, 2022, for infrastructure improvements related to a new subdivision.

CITY OF HESSTON, KANSAS

SUMMARY OF EXPENDITURES - REGULATORY BASIS (ACTUAL AND BUDGET)
(BUDGETED FUNDS ONLY)
For Year Ended December 31, 2021

Schedule 1

Funds	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
General	$ 3,834,060	$ -	$ 3,834,060	$ 2,182,997	$ (1,651,063)
Library	231,300	162,888	394,188	393,474	(714)
Special Highway	369,300	-	369,300	63,539	(305,761)
Emergency Services	521,222	-	521,222	411,209	(110,013)
Fire Equipment	732,000	-	732,000	56,295	(675,705)
Community Service Program	97,000	-	97,000	13,864	(83,136)
Economic Development	62,701	-	62,701	4,725	(57,976)
Special Parks	829	-	829	-	(829)
Transient Guest Tax	38,000	-	38,000	26,404	(11,596)
Public Building Commission	132,723	-	132,723	63,759	(68,964)
Bond and Interest	869,294	-	869,294	738,517	(130,777)
Utilities	12,228,392	-	12,228,392	9,258,322	(2,970,070)
Golf Course	718,320	3,785	722,105	644,341	(77,764)

CITY OF HESSTON, KANSAS

GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS
(ACTUAL AND BUDGET)
For Year Ended December 31, 2021

	2021 Actual	2021 Budget	Variance Over (Under)
RECEIPTS			
Taxes			
Ad valorem property tax	$ 893,711	$ 894,280	$ (569)
Delinquent tax	11,362	5,500	5,862
Motor vehicle tax	119,340	106,806	12,534
Recreational vehicle tax	1,143	871	272
16/20M vehicle tax	256	187	69
Commercial vehicle registration fees	-	6,169	(6,169)
Watercraft tax	-	443	(443)
Sales tax	773,953	665,141	108,812
Local alcohol liquor tax	20	-	20
Neighborhood revitalization	-	(682)	682
Total taxes	1,799,785	1,678,715	121,070
Licenses, fees, and permits			
Utility franchise tax	368,175	402,000	(33,825)
Miscellaneous permits and licenses	17,138	16,500	638
Total licenses, fees, and permits	385,313	418,500	(33,187)
Other receipts			
Fines, forfeitures, and penalties	28,410	-	28,410
Fees	9,803	52,750	(42,947)
Lease revenues	18,652	37,057	(18,405)
Interest on idle funds	21,800	150,000	(128,200)
Fuel tax refund	1,490	2,000	(510)
Reimbursements	47,584	50,000	(2,416)
Miscellaneous	17,887	22,000	(4,113)
Transfer from - Utilities	-	50,000	(50,000)
Total other receipts	145,626	363,807	(218,181)
TOTAL RECEIPTS	2,330,724	$ 2,461,022	$ (130,298)
EXPENDITURES			
General government			
General administration	195,594	$ 161,514	$ 34,080
Legal service and engineering	33,902	50,000	(16,098)
Audit	17,420	18,949	(1,529)
Total general government	246,916	230,463	16,453
Public safety			
Police	825,738	903,088	(77,350)
Fire	167,492	184,010	(16,518)
Municipal Court	39,336	44,400	(5,064)
Total public safety	1,032,566	1,131,498	(98,932)

CITY OF HESSTON, KANSAS

GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS
(ACTUAL AND BUDGET)
For Year Ended December 31, 2021

	2021 Actual	2021 Budget	Variance Over (Under)
EXPENDITURES (CONTINUED)			
Highways and streets			
Streets	$ 304,455	$ 351,402	$ (46,947)
Street lighting	56,376	60,000	(3,624)
Total highways and streets	360,831	411,402	(50,571)
Culture and recreation			
Park	222,505	241,012	(18,507)
Cemetery	130	1,000	(870)
Tree board	340	3,500	(3,160)
Employee functions	10,982	6,500	4,482
Total culture and recreation	233,957	252,012	(18,055)
Economic development			
Harvey County EDC	36,000	36,000	-
Community development	41,781	5,000	36,781
Restaurant building expense	2,187	2,000	187
Total economic development	79,968	43,000	36,968
Capital improvements	-	1,451,925	(1,451,925)
Operating transfers out	228,759	313,760	(85,001)
TOTAL EXPENDITURES	2,182,997	$ 3,834,060	$ (1,651,063)
RECEIPTS OVER (UNDER) EXPENDITURES	147,727		
UNENCUMBERED CASH, BEGINNING	1,261,155		
UNENCUMBERED CASH, ENDING	$ 1,408,882		

CITY OF HESSTON, KANSAS

LIBRARY FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS
(ACTUAL AND BUDGET)
For Year Ended December 31, 2021

	2021 Actual	2021 Budget	Variance Over (Under)
RECEIPTS			
Ad valorem property tax	$ 201,896	$ 202,005	$ (109)
Delinquent tax	2,613	1,200	1,413
Motor vehicle tax	27,663	24,750	2,913
Recreational vehicle tax	265	202	63
16/20M vehicle tax	60	44	16
Commercial vehicle registration fees	-	1,429	(1,429)
Watercraft tax	-	103	(103)
Reimbursements	162,888	-	162,888
Neighborhood revitalization	-	(157)	157
Miscellaneous	276	-	276
TOTAL RECEIPTS	395,661	$ 229,576	$ 166,085
EXPENDITURES			
Appropriations to library board	230,800	$ 231,300	$ (500)
Payroll and insurance	162,674	-	162,674
	393,474	231,300	162,174
Adjustment for qualifying budget credit	-	162,888	(162,888)
TOTAL EXPENDITURES	393,474	$ 394,188	$ (714)
RECEIPTS OVER (UNDER) EXPENDITURES	2,187		
UNENCUMBERED CASH, BEGINNING	849		
UNENCUMBERED CASH, ENDING	$ 3,036		

CITY OF HESSTON, KANSAS

SPECIAL HIGHWAY FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS
(ACTUAL AND BUDGET)
For Year Ended December 31, 2021

	2021 Actual	2021 Budget	Variance Over (Under)
RECEIPTS			
State payments	$ 108,523	$ 85,480	$ 23,043
EXPENDITURES			
Service contracts	-	$ 15,000	$ (15,000)
Paving and materials	-	25,000	(25,000)
Street improvements	38,539	289,300	(250,761)
Sidewalk improvements	-	15,000	(15,000)
Water Street Bond payment	25,000	25,000	-
TOTAL EXPENDITURES	63,539	$ 369,300	$ (305,761)
RECEIPTS OVER (UNDER) EXPENDITURES	44,984		
UNENCUMBERED CASH, BEGINNING	341,376		
UNENCUMBERED CASH, ENDING	$ 386,360		

CITY OF HESSTON, KANSAS

EMERGENCY SERVICES FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS
(ACTUAL AND BUDGET)
For Year Ended December 31, 2021

	2021 Actual	2021 Budget	Variance Over (Under)
RECEIPTS			
Intergovernmental	$ 138,179	$ 140,000	$ (1,821)
Charges for services	269,610	210,000	59,610
Reimbursements	7,159	-	7,159
Miscellaneous	4,396	1,625	2,771
Operating transfers in	-	50,000	(50,000)
TOTAL RECEIPTS	419,344	$ 401,625	$ 17,719
EXPENDITURES			
Personal services	285,621	$ 299,128	$ (13,507)
Contractual services	56,505	59,000	(2,495)
Commodities	28,298	35,500	(7,202)
Capital outlay	60	107,594	(107,534)
Reimbursed expense	5,725	-	5,725
Operating transfers out	35,000	20,000	15,000
TOTAL EXPENDITURES	411,209	$ 521,222	$ (110,013)
RECEIPTS OVER (UNDER) EXPENDITURES	8,135		
UNENCUMBERED CASH, BEGINNING	110,486		
UNENCUMBERED CASH, ENDING	$ 118,621		

CITY OF HESSTON, KANSAS

FIRE EQUIPMENT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS
(ACTUAL AND BUDGET)
For Year Ended December 31, 2021

	2021 Actual	2021 Budget	Variance Over (Under)
RECEIPTS			
Ad valorem property tax	$ 48,817	$ 48,835	$ (18)
Delinquent tax	631	450	181
Motor vehicle tax	6,689	5,986	703
Recreational vehicle tax	64	49	15
16/20M vehicle tax	14	11	3
Commercial vehicle registration fees	-	346	(346)
Watercraft tax	-	25	(25)
Neighborhood revitalization	-	(38)	38
Service agreements	61,419	61,419	-
TOTAL RECEIPTS	117,634	$ 117,083	$ 551
EXPENDITURES			
Capital expenditures	56,295	$ 732,000	$ (675,705)
RECEIPTS OVER (UNDER) EXPENDITURES	61,339		
UNENCUMBERED CASH, BEGINNING	612,569		
UNENCUMBERED CASH, ENDING	$ 673,908		

CITY OF HESSTON, KANSAS

COMMUNITY SERVICE PROGRAM FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS
(ACTUAL AND BUDGET)
For Year Ended December 31, 2021

	2021 Actual	2021 Budget	Variance Over (Under)
RECEIPTS			
Ad valorem property tax	$ 21,801	$ 21,802	$ (1)
Delinquent tax	282	200	82
Motor vehicle tax	2,987	2,673	314
Recreational vehicle tax	29	22	7
16/20M vehicle tax	6	5	1
Commercial vehicle registration fees	-	154	(154)
Watercraft tax	-	11	(11)
Neighborhood revitalization	-	(17)	17
TOTAL RECEIPTS	25,105	$ 24,850	$ 255
EXPENDITURES			
Community service grants	13,864	$ 97,000	$ (83,136)
RECEIPTS OVER (UNDER) EXPENDITURES	11,241		
UNENCUMBERED CASH, BEGINNING	83,097		
UNENCUMBERED CASH, ENDING	$ 94,338		

CITY OF HESSTON, KANSAS

ECONOMIC DEVELOPMENT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS
(ACTUAL AND BUDGET)
For Year Ended December 31, 2021

	2021 Actual	2021 Budget	Variance Over (Under)
RECEIPTS			
Operating transfers in	$ -	$ -	$ -
EXPENDITURES			
Contractual services	3,598	$ 7,500	$ (3,902)
Commodities	1,127	1,000	127
Capital outlay	-	54,201	(54,201)
TOTAL EXPENDITURES	4,725	$ 62,701	$ (57,976)
RECEIPTS OVER (UNDER) EXPENDITURES	(4,725)		
UNENCUMBERED CASH, BEGINNING	52,803		
UNENCUMBERED CASH, ENDING	$ 48,078		

CITY OF HESSTON, KANSAS

SPECIAL PARKS FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS
(ACTUAL AND BUDGET)
For Year Ended December 31, 2021

	2021		Variance Over (Under)
	Actual	Budget	
RECEIPTS			
Local alcohol liquor tax	$ 20	$ 40	$ (20)
EXPENDITURES			
Capital outlay	-	$ 829	$ (829)
RECEIPTS OVER (UNDER) EXPENDITURES	20		
UNENCUMBERED CASH, BEGINNING	2,216		
UNENCUMBERED CASH, ENDING	$ 2,236		

CITY OF HESSTON, KANSAS

TRANSIENT GUEST TAX FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS
(ACTUAL AND BUDGET)
For Year Ended December 31, 2021

	2021 Actual	2021 Budget	Variance Over (Under)
RECEIPTS			
Transient guest tax	$ 26,404	$ 38,000	$ (11,596)
EXPENDITURES			
Transient guest tax appropriations	26,404	$ 38,000	$ (11,596)
RECEIPTS OVER (UNDER) EXPENDITURES	-		
UNENCUMBERED CASH, BEGINNING	-		
UNENCUMBERED CASH, ENDING	$ -		

CITY OF HESSTON, KANSAS

PUBLIC BUILDING COMMISSION
SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS
(ACTUAL AND BUDGET)
For Year Ended December 31, 2021

	2021 Actual	2021 Budget	Variance Over (Under)
RECEIPTS			
Operating transfers in	$ 63,759	$ 63,759	$ -
EXPENDITURES			
Bond principal	50,000	$ 50,000	$ -
Interest coupons	13,759	13,759	-
Cost of issuance	-	68,964	(68,964)
TOTAL EXPENDITURES	63,759	$ 132,723	$ (68,964)
RECEIPTS OVER (UNDER) EXPENDITURES	-		
UNENCUMBERED CASH, BEGINNING	81,744		
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, 2021

	2021 Actual	2021 Budget	Variance Over (Under)
RECEIPTS			
Ad valorem property tax	$ 74,891	$ 74,912	$ (21)
Delinquent tax	947	500	447
Motor vehicle tax	9,390	8,403	987
Recreational vehicle tax	90	69	21
16/20M vehicle tax	20	15	5
Commercial vehicle registration fees	-	485	(485)
Watercraft tax	-	35	(35)
Bond proceeds	23,783	-	23,783
Special assessments	406,560	411,453	(4,893)
Neighborhood revitalization	-	(48)	48
Operating transfers in	284,536	143,485	141,051
TOTAL RECEIPTS	800,217	$ 639,309	$ 160,908
EXPENDITURES			
Bond principal	605,000	$ 515,000	$ 90,000
Interest coupons	112,513	112,094	419
Cost of issuance	21,004	-	21,004
Cash basis reserve	-	242,200	(242,200)
TOTAL EXPENDITURES	738,517	$ 869,294	$ (130,777)
RECEIPTS OVER (UNDER) EXPENDITURES	61,700		
UNENCUMBERED CASH, BEGINNING	211,852		
UNENCUMBERED CASH, ENDING	$ 273,552		

CITY OF HESSTON, KANSAS

UTILITIES FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS
(ACTUAL AND BUDGET)
For Year Ended December 31, 2021

	2021 Actual	2021 Budget	Variance Over (Under)
RECEIPTS			
Charges for service	$ 3,829,066	$ 3,427,571	$ 401,495
Connection fees	4,118	1,804	2,314
State loan proceeds	5,330,000	5,330,000	-
Bond proceeds	46,917	-	46,917
Miscellaneous	44,744	29,674	15,070
TOTAL RECEIPTS	9,254,845	$ 8,789,049	$ 465,796
EXPENDITURES			
Personal services	908,747	$ 880,003	$ 28,744
Contractual services	571,026	509,951	61,075
Commodities	6,906,809	6,462,259	444,550
Capital outlay	539,229	198,354	340,875
Reimbursed expense	42,073	3,507,340	(3,465,267)
Operating transfers out	290,438	670,485	(380,047)
TOTAL EXPENDITURES	9,258,322	$ 12,228,392	$ (2,970,070)
RECEIPTS OVER (UNDER) EXPENDITURES	(3,477)		
UNENCUMBERED CASH, BEGINNING	3,037,925		
UNENCUMBERED CASH, ENDING	$ 3,034,448		

CITY OF HESSTON, KANSAS

GOLF COURSE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS
(ACTUAL AND BUDGET)
For Year Ended December 31, 2021

	2021 Actual	2021 Budget	Variance Over (Under)
RECEIPTS			
Golf fees	$ 524,331	$ 386,342	$ 137,989
Concessions and shop sales	146,981	144,475	2,506
Reimbursements	3,785	-	3,785
Miscellaneous	7,836	5,000	2,836
Transfers from other funds	-	77,000	(77,000)
TOTAL RECEIPTS	682,933	$ 612,817	$ 70,116
EXPENDITURES			
Personal services	275,554	$ 277,444	$ (1,890)
Contractual services	104,211	91,277	12,934
Commodities	196,802	178,750	18,052
Capital outlay	66,070	170,849	(104,779)
Reimbursed expense	1,704	-	1,704
	644,341	718,320	(73,979)
Adjustment for qualifying budget credit	-	3,785	(3,785)
TOTAL EXPENDITURES	644,341	$ 722,105	$ (77,764)
RECEIPTS OVER (UNDER) EXPENDITURES	38,592		
UNENCUMBERED CASH, BEGINNING	123,609		
UNENCUMBERED CASH, ENDING	$ 162,201		

CITY OF HESSTON, KANSAS

SPECIAL PURPOSE NONBUDGETED FUNDS
SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS
For Year Ended December 31, 2021

	Special Law Enforcement	Revolving Loan	Library Maintenance	Capital Improvement	Equipment Reserve	Business Utility Grant	American Rescue	CDBG
RECEIPTS								
Grants	$ -	$ -	$ -	$ -	$ -	$ -	$ 285,532	$ 143,100
Reimbursements	-	-	-	-	40,186	-	-	-
Forfeitures	2,276	-	-	-	-	-	-	-
Operating transfers in	-	-	-	75,000	200,000	-	-	-
TOTAL RECEIPTS	2,276	-	-	75,000	240,186	-	285,532	143,100
EXPENDITURES								
Contractual services	-	-	2,284	-	-	-	-	6,500
Capital outlay	-	-	-	136,565	418,459	-	-	-
Reimbursed expense	-	-	-	378	-	-	-	-
Community losses	-	-	-	-	-	-	26,914	-
Business support grants	-	-	-	-	-	1,630	-	136,600
TOTAL EXPENDITURES	-	-	2,284	136,943	418,459	1,630	26,914	143,100
RECEIPTS OVER (UNDER) EXPENDITURES	2,276	-	(2,284)	(61,943)	(178,273)	(1,630)	258,618	-
UNENCUMBERED CASH, BEGINNING	265	186,080	22,470	1,333,743	1,201,091	1,630	-	-
UNENCUMBERED CASH, ENDING	$ 2,541	$ 186,080	$ 20,186	$ 1,271,800	$ 1,022,818	$ -	$ 258,618	$ -

CITY OF HESSTON, KANSAS

CAPITAL PROJECTS NONBUDGETED FUNDS
SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS
For Year Ended December 31, 2021

	Golf Clubhouse Improvements	Bicycle/ Pedestrian	22 Acre Development	Downtown Revitalization	Street Project	Total
RECEIPTS						
Bond proceeds	$ -	$ -	$ -	$ -	$ 925,629	$ 925,629
Operating transfers in	-	-	-	-	-	-
TOTAL RECEIPTS	-	-	-	-	925,629	925,629
EXPENDITURES						
Contractual services	-	-	8,770	200	20,822	29,792
Construction	152,414	-	-	-	835,709	988,123
Transfer to - Bond and Interest Fund	-	-	-	-	69,098	69,098
TOTAL EXPENDITURES	152,414	-	8,770	200	925,629	1,087,013
RECEIPTS OVER (UNDER) EXPENDITURES	(152,414)	-	(8,770)	(200)	-	(161,384)
UNENCUMBERED CASH, BEGINNING	208,383	-	59,216	2,576	-	270,175
UNENCUMBERED CASH, ENDING	$ 55,969	$ -	$ 50,446	$ 2,376	$ -	$ 108,791

CITY OF HESSTON, KANSAS

BUSINESS NONBUDGETED FUNDS
SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS
For Year Ended December 31, 2021

	Utility Maintenance Reserve	Golf Course Maintenance Reserve
RECEIPTS		
Lease proceeds	$ -	$ 333,142
Miscellaneous	8,380	277
Operating transfers in	-	25,000
TOTAL RECEIPTS	8,380	358,419
EXPENDITURES		
Maintenance	34,707	21,969
Service contracts	-	6,187
Equipment	19,087	6,789
TOTAL EXPENDITURES	53,794	34,945
RECEIPTS OVER (UNDER) EXPENDITURES	(45,414)	323,474
UNENCUMBERED CASH, BEGINNING	1,191,120	77,228
UNENCUMBERED CASH, ENDING	$ 1,145,706	$ 400,702

CITY OF HESSTON, KANSAS

HESSTON PUBLIC LIBRARY - RELATED MUNICIPAL ENTITY
SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS
For Year Ended December 31, 2021

Schedule 3

	Actual
RECEIPTS	
City appropriations	$ 230,800
SCKLS	22,532
Grants	8,580
Fines	2,569
Donations	4,782
H-Town	75
Miscellaneous	891
Interest	524
State	8,204
TOTAL RECEIPTS	278,957
EXPENDITURES	
Buildings	12,118
Books and collection	34,440
Operations	9,663
Payroll	156,753
Programming	6,377
Technology	14,315
Utilities	12,505
TOTAL EXPENDITURES	246,171
RECEIPTS OVER (UNDER) EXPENDITURES	32,786
UNENCUMBERED CASH, BEGINNING	131,745
UNENCUMBERED CASH, ENDING	$ 164,531

CITY OF HESSTON, KANSAS

HESSTON LAND BANK - RELATED MUNICIPAL ENTITY
SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS
For Year Ended December 31, 2021

Schedule 3

	Actual
RECEIPTS	
City appropriations	$ -
Land sales	-
TOTAL RECEIPTS	-
EXPENDITURES	
Special assessments	3,088
Miscellaneous	-
TOTAL EXPENDITURES	3,088
RECEIPTS OVER (UNDER) EXPENDITURES	(3,088)
UNENCUMBERED CASH, BEGINNING	21,963
UNENCUMBERED CASH, ENDING	$ 18,875