



*City Council Memorandum*

**To: Mayor Fasbender & City Councilmembers**  
**From: Chris Eitemiller, Finance Manager**  
**Date: June 7, 2021**  
**Item: Presentation and approval of the 2020 Comprehensive Financial Report**

**Council Action Requested:**

Presentation of the 2020 Comprehensive Annual Financial Report by Bergan KDV and Acceptance of the 2020 Comprehensive Annual Financial Report (CAFR).

**Background Information:**

The annual audit has been completed. Due to scheduling difficulties, the Finance Committee of the Council has not met to review the results of the audit and the Auditor's report. Bergan KDV is available for questions tonight.

The City earned an unmodified opinion or "clean" opinion which is the best opinion an auditor is able to offer.

**Financial Impact:**

No financial impact.

**Advisory Commission Discussion:**

N/A

**Council Committee Discussion:**

N/A

**Attachments:**

Bergan KDV presentation

The 2020 Certified Annual Financial Report will be posted on the City of Hastings' website after it is formally accepted by the City Council.

**DO  
MORE.**

City of Hastings  
Audit Presentation

June 7, 2021

# Independent Auditor's Report

- Opinion on the City's Basic Financial Statements
- Management is responsible for the financial statements
- Auditor is responsible for expressing an opinion on the financial statements
- Unmodified Opinion – best opinion an auditor is able to offer
- Provides assurance that the financial statements are fairly presented in all material respects

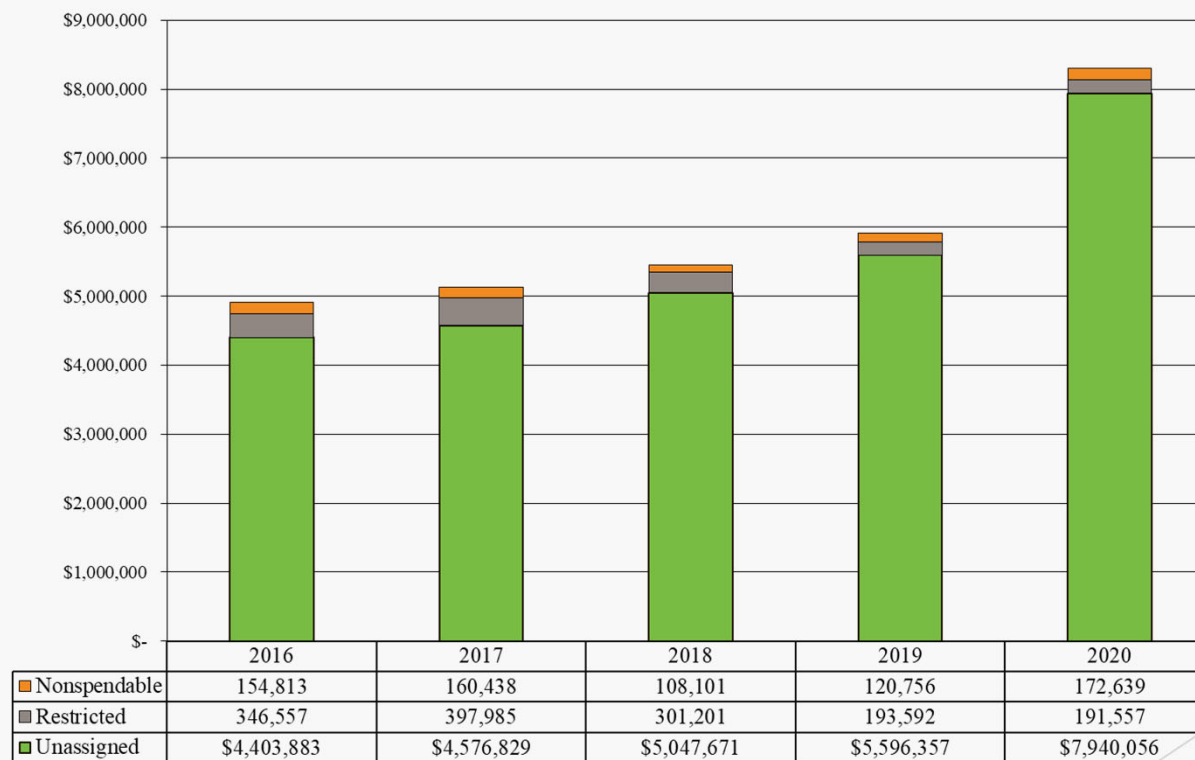
# Government Audit Standards Report

- Report on the results of an audit performed in accordance with *Government Auditing Standards*
  - Material Audit Adjustments
  - Lack of Segregation of Accounting Duties

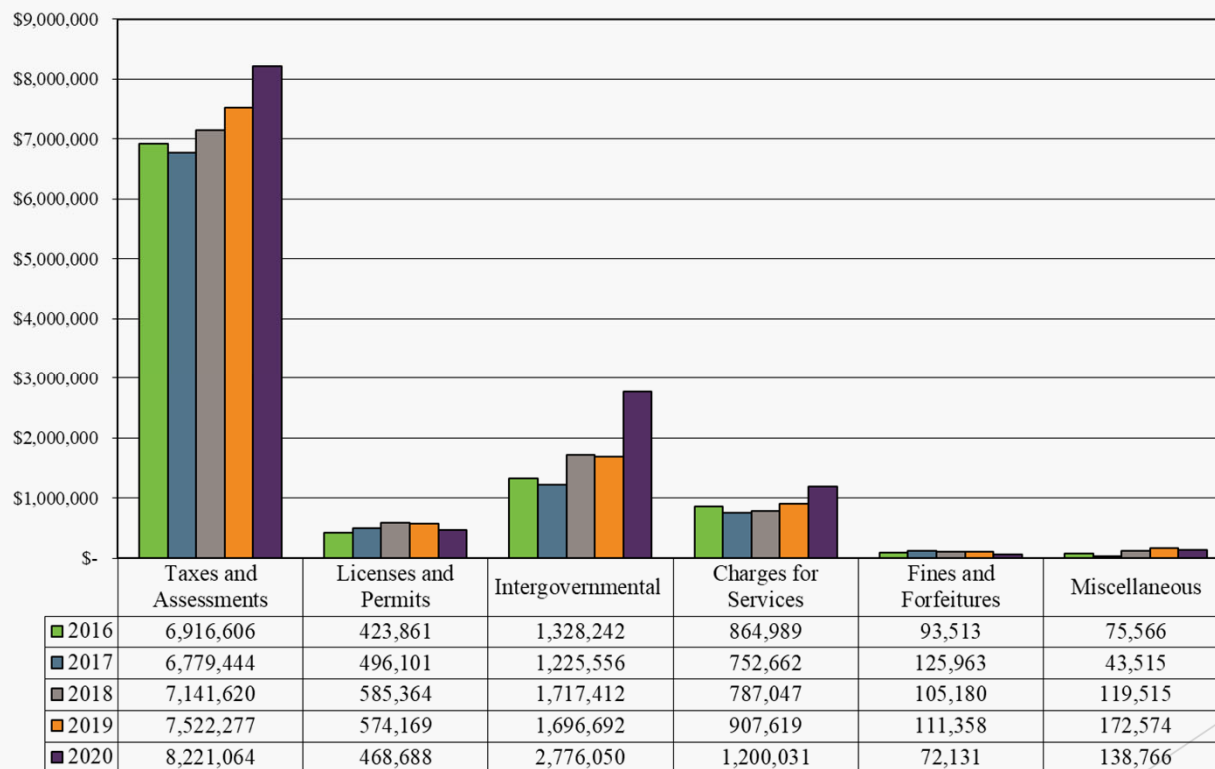
# Minnesota Legal Compliance Report

- Required by the Minnesota Office of the State Auditor
- Tests the City for compliance with seven areas of Statute that apply to municipalities: deposits and investments, conflicts of interest, public indebtedness, claims and disbursements, contracting and bidding, tax increment financing and miscellaneous
- No Findings for 2020

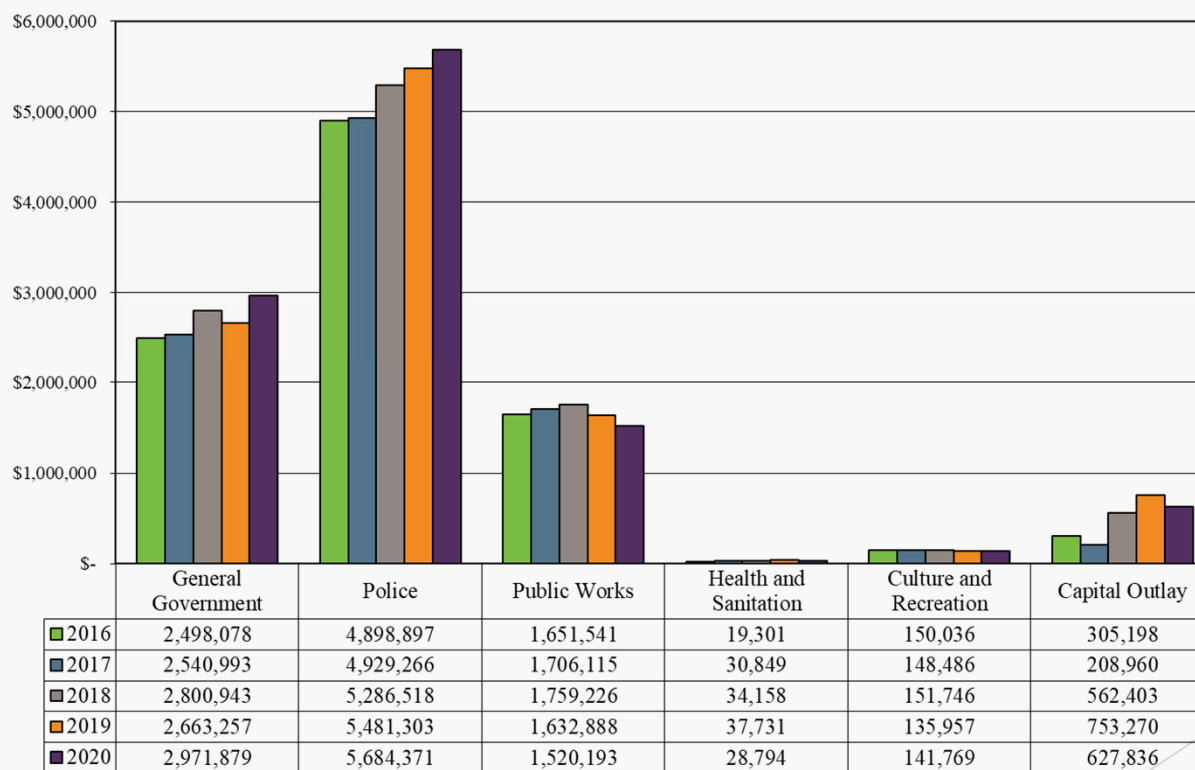
# General Fund Fund Balance



# General Fund Revenues



# General Fund Expenditures

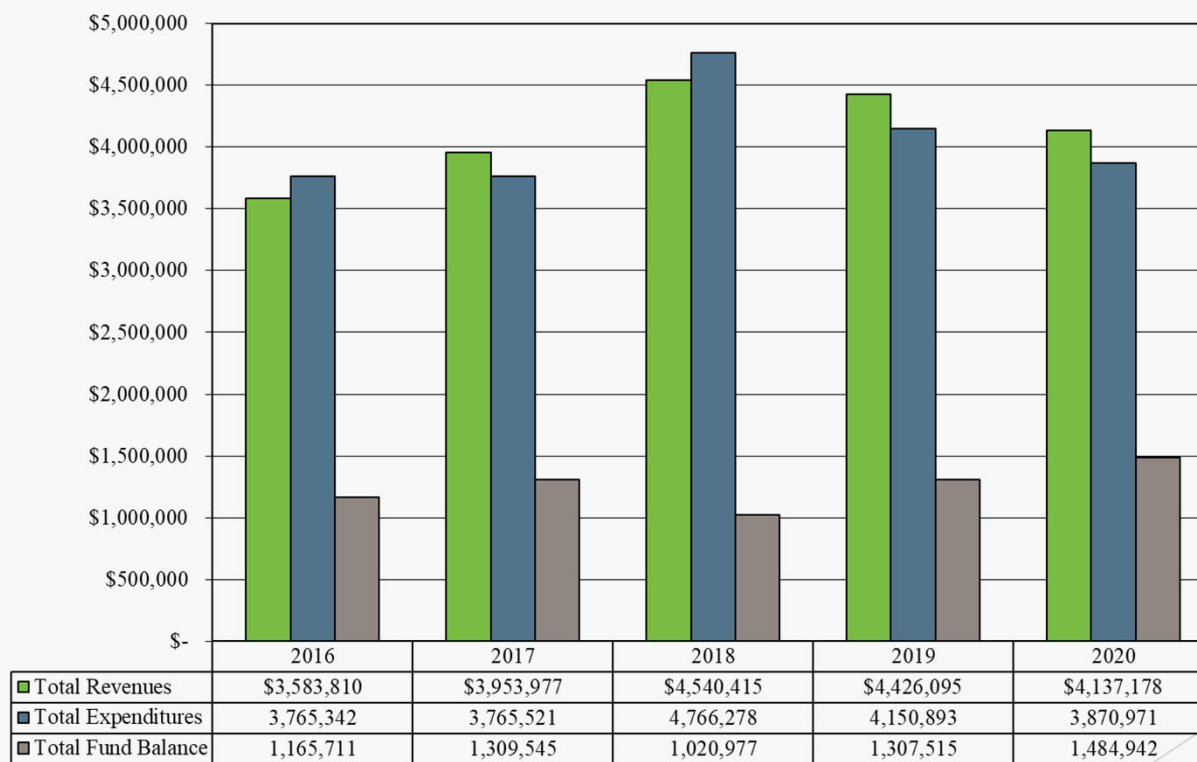




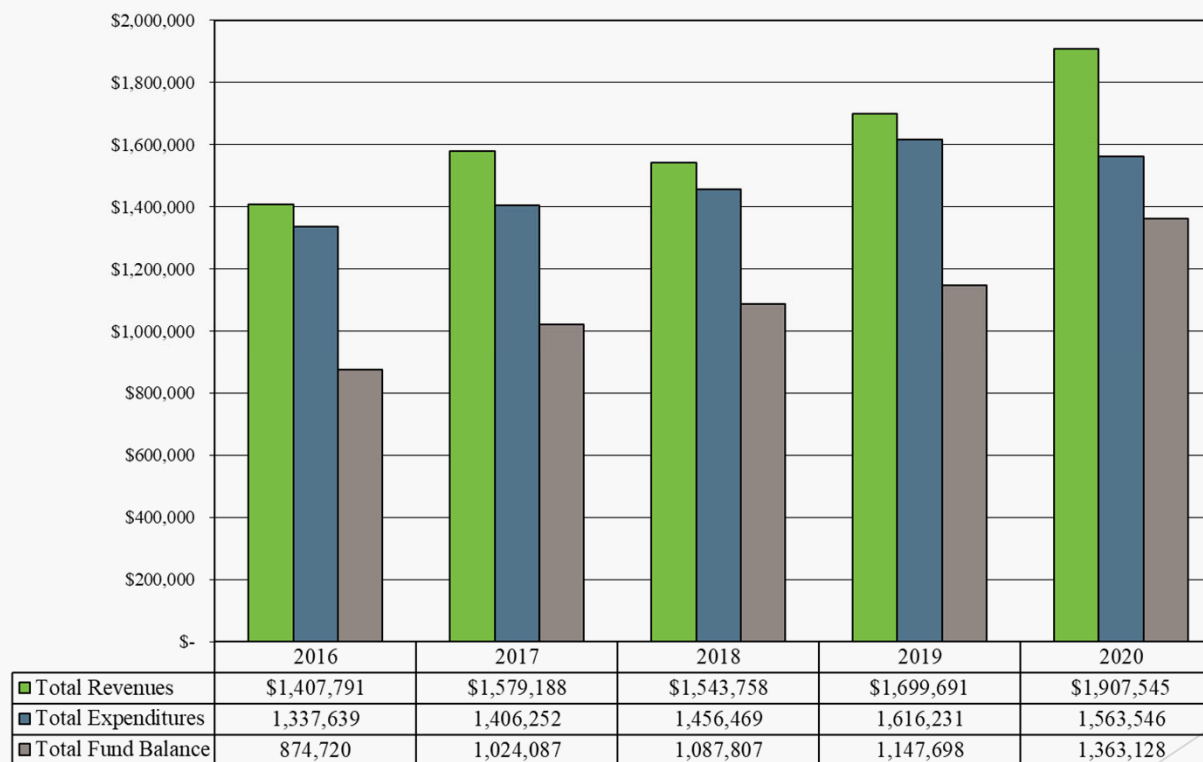
# General Fund Budget and Actual

	Budget	Actual Amounts	Over (Under) Budget
<b>Revenues</b>			
Property taxes	\$ 7,961,662	\$ 8,221,064	\$ 259,402
Licenses and permits	490,250	468,688	(21,562)
Intergovernmental revenues	1,548,234	2,776,050	1,227,816
Charges for services	756,115	1,200,031	443,916
Fines and forfeitures	120,500	72,131	(48,369)
Miscellaneous	108,480	138,766	30,286
Total revenues	<u>10,985,241</u>	<u>12,876,730</u>	<u>1,891,489</u>
<b>Expenditures</b>			
General government	3,084,088	2,971,879	(112,209)
Public safety	5,675,296	5,684,371	9,075
Public works	1,805,115	1,520,193	(284,922)
Health and sanitation	40,100	28,794	(11,306)
Culture and recreation	157,156	141,769	(15,387)
Capital outlay	422,993	627,836	204,843
Total expenditures	<u>11,184,748</u>	<u>10,974,842</u>	<u>(209,906)</u>
<b>Other Financing Sources (Uses)</b>			
Proceeds from sale of capital asset	-	13,835	13,835
Transfers in	493,466	267,035	(226,431)
Transfers out	(425,631)	(425,000)	631
Total other financing sources (uses)	<u>67,835</u>	<u>(144,130)</u>	<u>(211,965)</u>
Net change in fund balances	<u>\$ (131,672)</u>	<u>\$ 1,757,758</u>	<u>\$ 1,889,430</u>

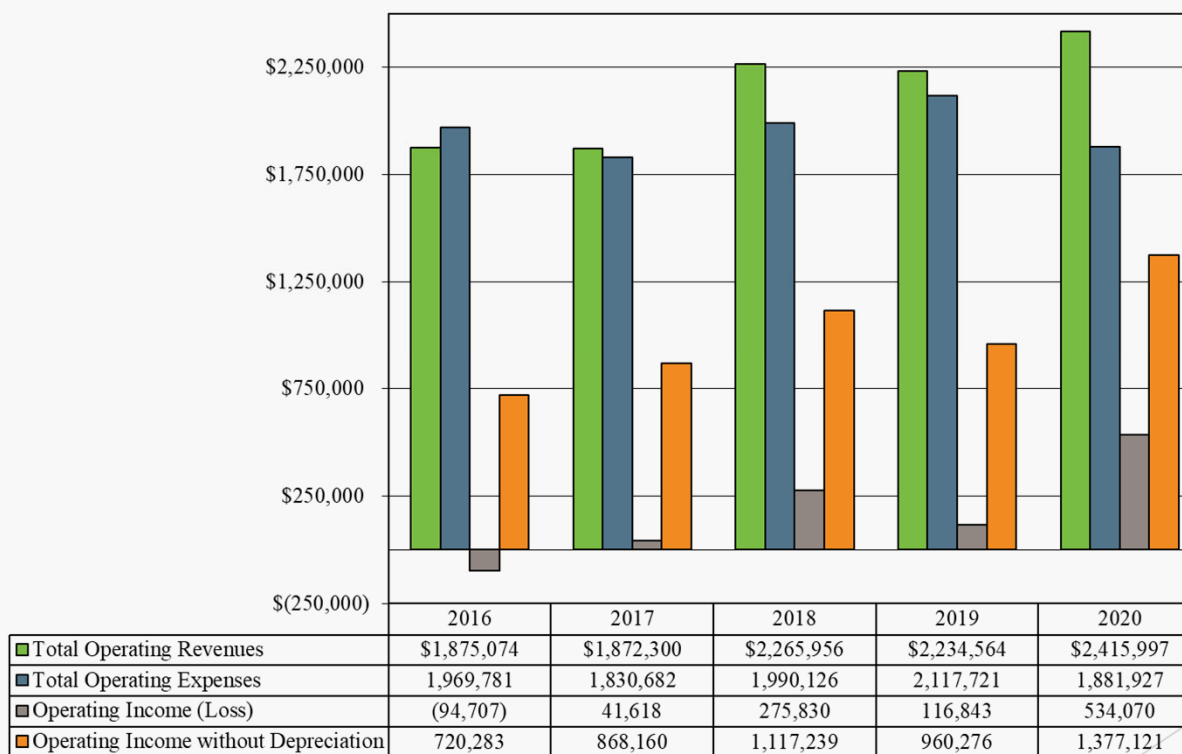
# Fire and Ambulance Special Revenue Fund



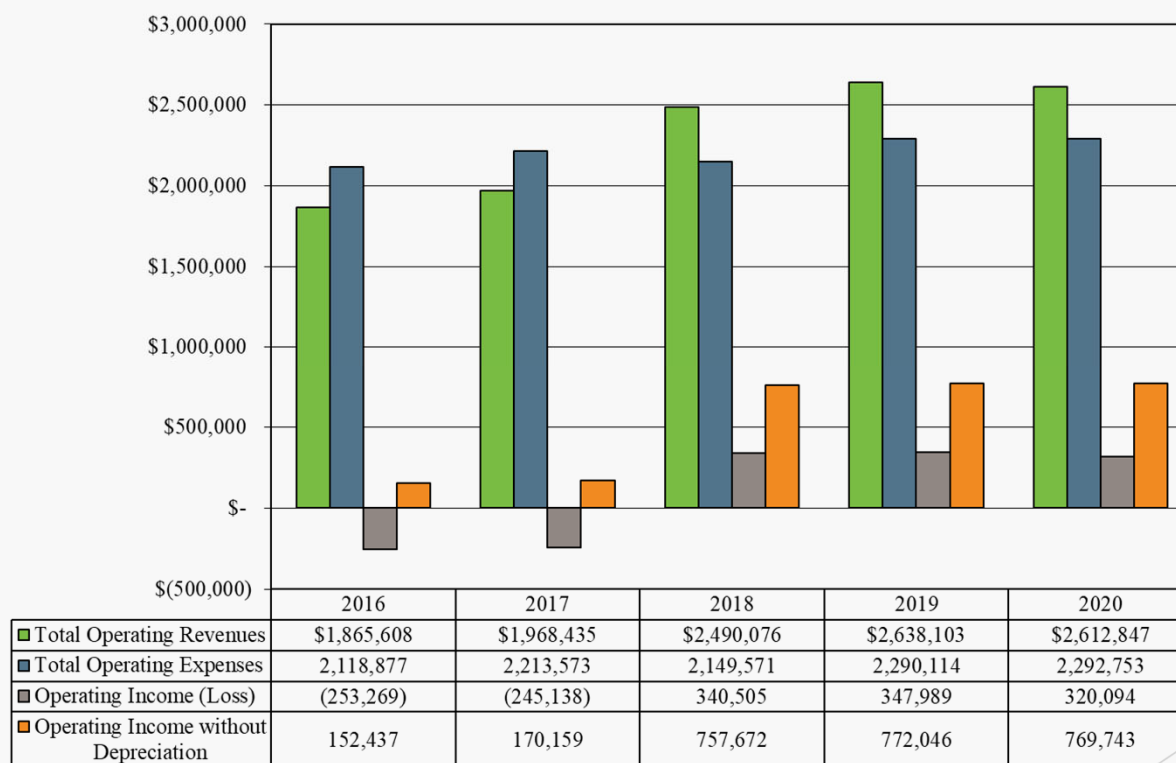
# Parks and Recreation Special Revenue Fund



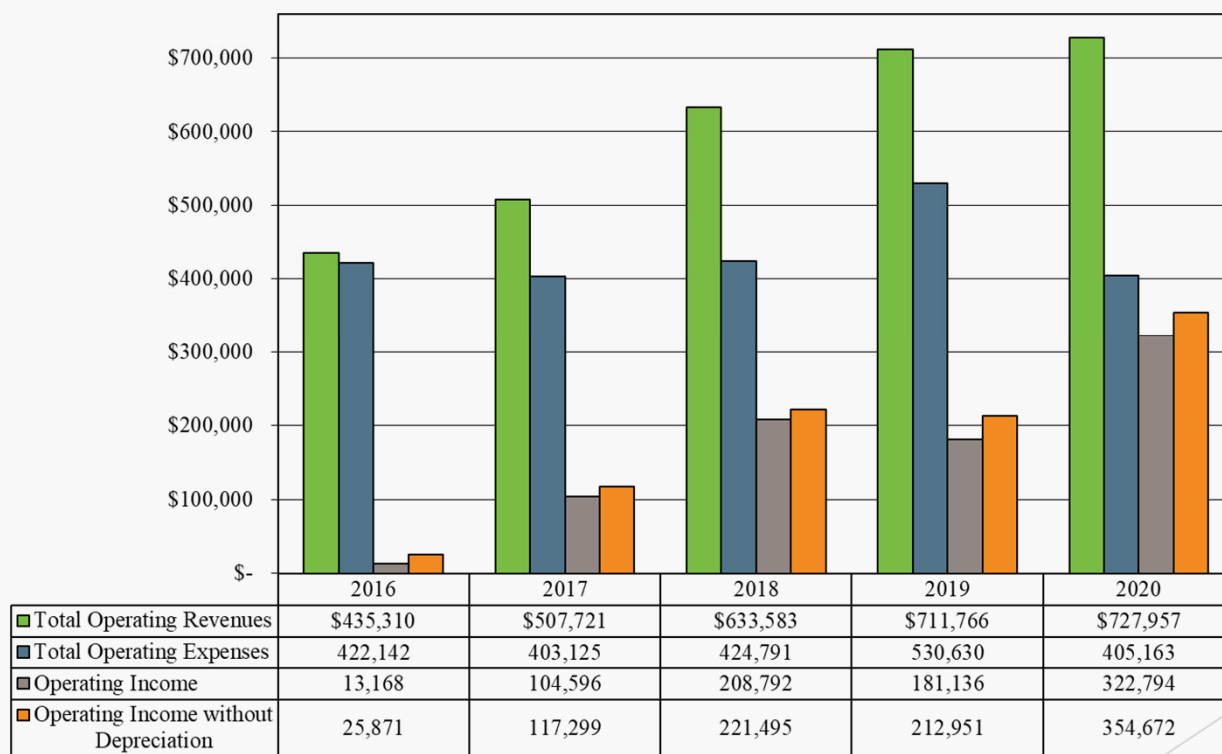
# Water Fund



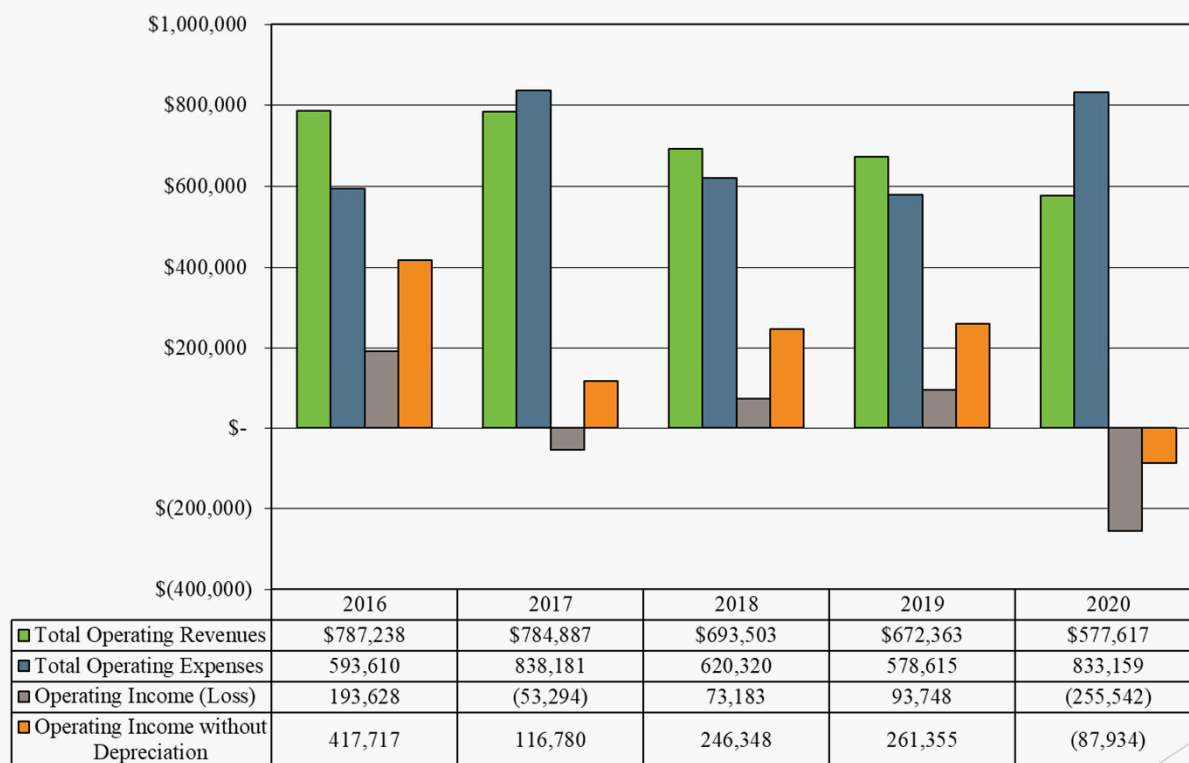
# Sewer Fund



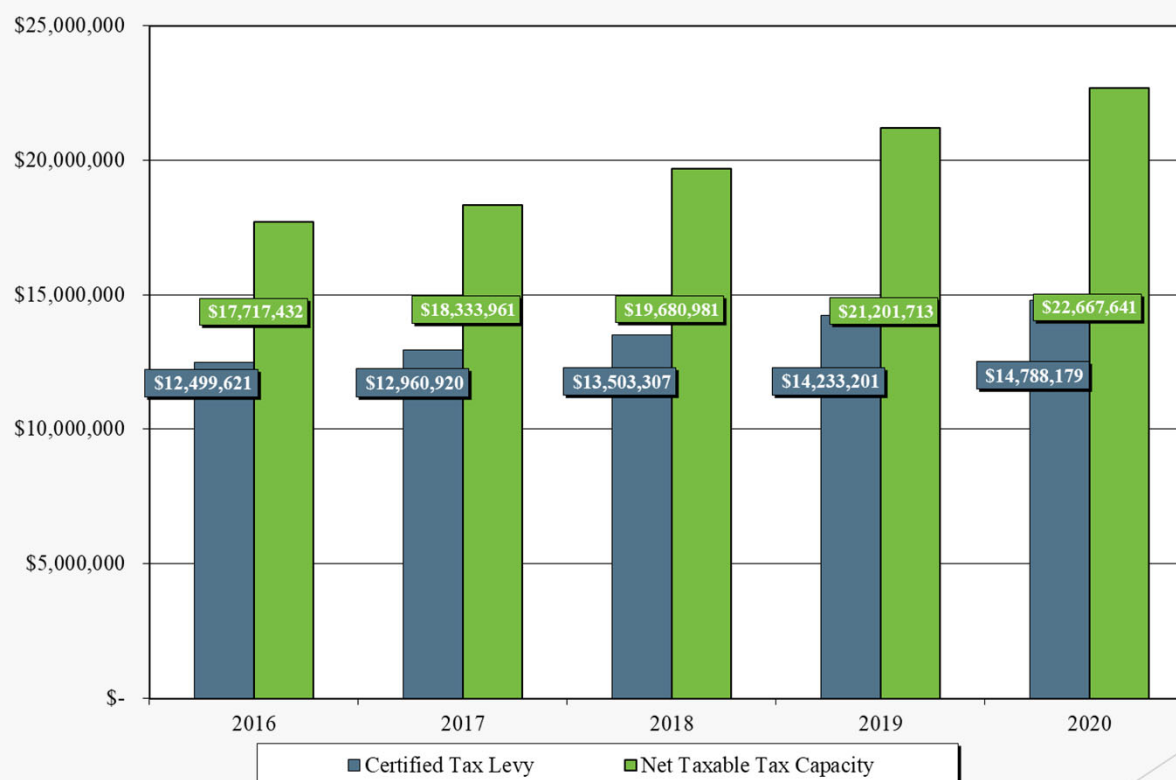
# Storm Water Fund



# Hydro Fund

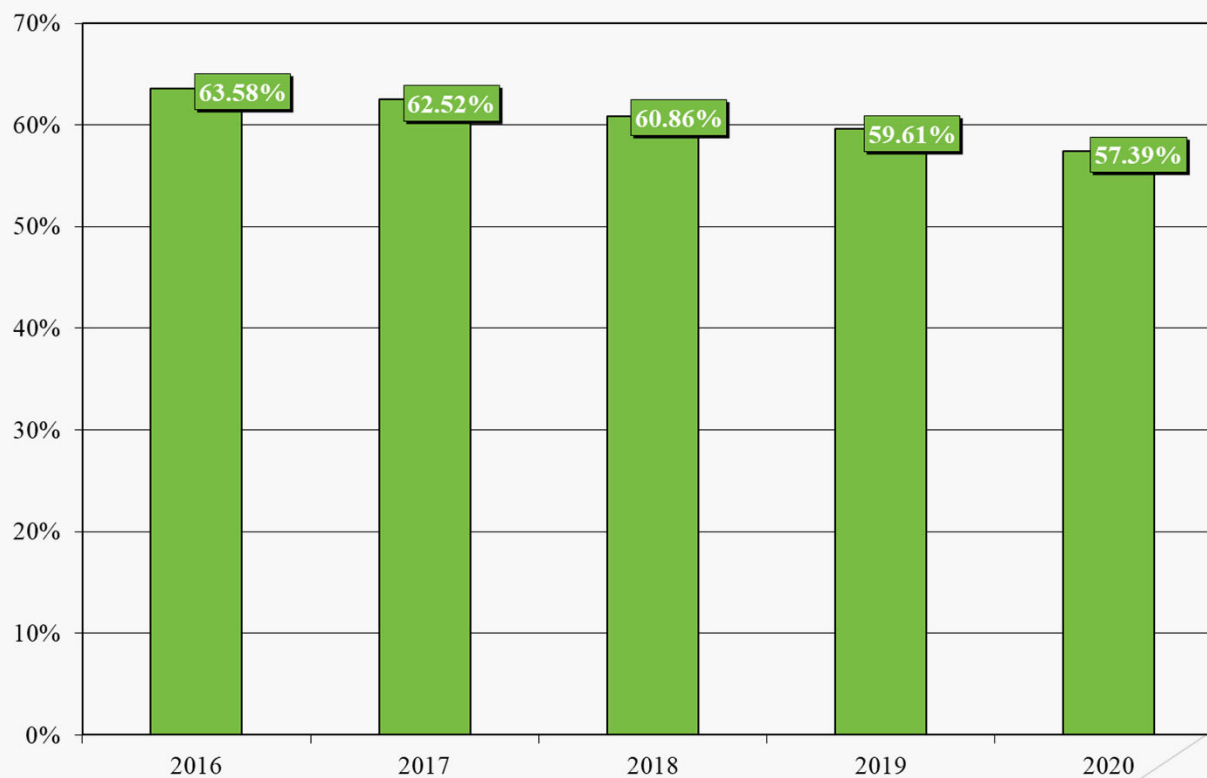


# Tax Levies and Capacities





# Tax Capacity Rates



# Questions?

Caroline Stutsman

320-650-0228

[Caroline.Stutsman@BerganKDV.com](mailto:Caroline.Stutsman@BerganKDV.com)





LET'S DO MORE, TOGETHER.

**THANK YOU**



*BerganKDV is a leading professional services firm with a contagious culture; where growth is fostered and making a difference means something. Our values drive our decisions, and our passion is empowering people and creating a wow experience for our clients.*

*We are powered by people who do business the Midwest way delivering comprehensive business, financial and technology solutions including business planning and consulting, tax, assurance and accounting, technology, wealth management and turnaround management services. From tax reform to technology, we go beyond so you can...*

**DO MORE.**



**berganKDV**  
*bergankdv.com | #starthere*