

**CITY OF HOLLISTER, MISSOURI**

BASIC FINANCIAL STATEMENTS  
WITH SUPPLEMENTARY DATA  
AND  
INDEPENDENT AUDITOR'S REPORT

FOR THE YEAR ENDED  
MARCH 31, 2021

## CONTENTS

	<u>PAGE NO.</u>
Independent Auditor's Report	1-2
Management Discussion and Analysis Letter	3-11
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position	12
Statement of Activities	13
Fund Financial Statements:	
Balance Sheet – Governmental Funds	14
Reconciliation of the Balance Sheet of Governmental Funds To the Statement of Net Position	15
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	16
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Activities to the Statement of Activities	17
Statement of Net Position – Proprietary Fund	18
Statement of Revenues, Expenses, and Changes in Net Position – Proprietary Fund	19
Statement of Cash Flows – Proprietary Fund	20
Notes to Basic Financial Statements	21-46
<b>REQUIRED SUPPLEMENTARY INFORMATION SECTION (UNAUDITED)</b>	
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Major Governmental Funds	47-48
Schedule of Changes in Net Pension Liability and Related Ratios	49
Schedule of Pension Plan Contributions	50

SUPPLEMENTARY INFORMATION (UNAUDITED)

2013 Certificate Continuing Disclosure

51-52

## INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Board of Aldermen  
City of Hollister, Missouri

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, and each major fund of the City of Hollister, Missouri, as of and for the year ended March 31, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

### *Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### *Auditor's Responsibility*

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 statements.

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

### *Opinions*

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, and each major fund of the City of Hollister, Missouri, as of March 31, 2021, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.



***Other Matters***


***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the *management's discussion and analysis* on pages 3 through 11, and the required supplementary information as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

***Other Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The 2013 Continuing Disclosure as listed in the table of contents is presented for the purpose of additional analysis and is not a required part of the basic financial statements.

The 2013 Continuing Disclosure has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provided any assurance on it.



Decker & DeGood  
Springfield, Missouri  
August 2, 2021



## MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the City of Hollister, Missouri (the City), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended March 31, 2021. We encourage readers to use this document in conjunction with the transmittal letter in the Introductory Section of this report and with the City's financial statements, which begin on page 12.

### Financial Highlights and Significant Events

- On a government-wide basis, the assets, and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources for the most recent fiscal year by \$ 22,918,112. The City has unrestricted net position totaling \$ 2,972,082.
- As of March 31, 2021, governmental activities and business-type activities had net positions of \$ 9,727,660 and \$ 13,190,452, respectively.
- At the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$ 3,613,546, an increase of \$ 584,415. Approximately 33.68 percent, or \$ 1,217,031, is available for discretionary spending by the City. The remaining fund balance is either restricted by outside parties or not in spendable form.
- The unassigned fund balance for the General Fund is \$ 1,217,031.
- The City's long-term debt obligations increased by \$ 3,376,286.

### Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City of Hollister's basic financial statements. The basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, 3) notes to the financial statements. This report also contains supplementary information in addition to the basic financial statements.

### Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the City of Hollister's finances, in a manner similar to private-sector business. All governmental and business-type activities are consolidated to arrive at a total for the City. There are two government-wide statements, the statement of net position and the statement of activities, which are described below.

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



*The Statement of Activities* presents information showing how the government's net assets changed during the current fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will not result in cash flows until future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City of Hollister that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City include general government, judiciary, public safety, transportation, culture and recreation. The business-type activities include the Waterworks and Wastewater systems.

The government-wide financial statements can be found on pages 12 and 13 of this report.

### **Fund Financial Statements**

A fund is a grouping of related accounts that is used to maintain control and accountability over resources that have been segregated for specific activities or objectives. Some funds are required to be established by State law, while others are established to help control and manage money for a particular purpose. The City's two kinds of funds are as follows:

- Governmental funds – Most of the City's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using the accrual method of accounting, which measures cash when earned and expenditures incurred. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in a reconciliation at the bottom of the fund financial statements.

The City of Hollister adopts an annual budget for its governmental funds and a comparison of actual to budget has been provided to demonstrate compliance with the authorized budget. The Statement of Revenues, Expenditures and Changes in Fund Balance on a Budgetary Basis can be found on pages 47-48.

The basic governmental fund financial statements (Balance Sheet and Statement of Revenues, Expenditures and Change in Fund Balance) can be found on pages 14 and 16 of this report.

## Fund financial statements – continued

- Proprietary funds – When the City charges customers for the services it provides, these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. In fact, the City’s enterprise fund is the same as the business-type activities we report in the government-wide statements but provides more detail and additional information, such as cash flows. The basic proprietary fund financial statements (Statement of Net Position, Statement of Revenues, Expenses and Changes in Net Position and Statement of Cash Flows) can be found on pages 18-20 of this report.

### **Notes to the Financial Statements**

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 21-46 of this report.

### **Required Supplemental Information**

In addition to the basic financial statements the required supplementary information can be found on pages 47-50 of this report.

### **Supplemental Information**

Supplementary information as requested by UMB Bank, NA can be found on pages 51-52 of this report.

### **Government-Wide Financial Analysis**

**Net Position.** As noted earlier, net position may serve over time as a useful indicator of a government’s financial position. In the case of the City, assets and deferred outflows exceeded liabilities and deferred inflows by \$ 22,918,112 the close of the most recent fiscal year.

The City’s net investment in capital assets (land, construction in progress, buildings, equipment, improvements, and infrastructure) totals \$ 19,561,268. As capital assets, these resources are not available for future spending, nor can they be readily liquidated to pay off their related liabilities. Resources needed to repay capital-related debt must be provided from other sources.

### City of Hollister's Net Position

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Current Assets	\$ 3,836,231	\$ 3,245,079	\$ 559,855	\$ 441,294	\$ 4,396,086	\$ 3,686,373
Capital Assets	11,709,383	8,650,905	14,492,070	13,370,767	26,201,453	22,021,672
Total Assets	<u>15,545,614</u>	<u>11,895,984</u>	<u>15,051,925</u>	<u>13,812,061</u>	<u>30,597,539</u>	<u>25,708,045</u>
Deferred Outflows of Resources						
Deferred pension	255,111	175,371	166,172	152,220	421,283	327,591
Total	<u>255,111</u>	<u>175,371</u>	<u>166,172</u>	<u>152,220</u>	<u>421,283</u>	<u>327,591</u>
Current Liabilities	318,126	798,747	266,538	259,316	584,664	1,058,063
Long-term Debt	5,713,195	2,828,138	1,708,572	299,750	7,421,767	3,127,888
Total Liabilities	<u>6,031,321</u>	<u>3,626,885</u>	<u>1,975,110</u>	<u>559,066</u>	<u>8,006,431</u>	<u>4,185,951</u>
Deferred Inflows						
Deferred pension	41,744	101,855	523,535	101,112	565,279	202,967
Total	<u>41,744</u>	<u>101,855</u>	<u>523,535</u>	<u>101,112</u>	<u>565,279</u>	<u>202,967</u>
Net Position:						
Invested in capital assets-net	6,354,819	5,387,006	13,206,449	13,370,767	19,561,268	18,757,773
Restricted	384,762	472,100	-	-	384,762	472,100
Unrestricted	2,988,079	2,483,509	(15,997)	(66,664)	2,972,082	2,416,845
Total Net Position	<u>\$ 9,727,660</u>	<u>\$ 8,342,615</u>	<u>\$ 13,190,452</u>	<u>\$ 13,304,103</u>	<u>\$ 22,918,112</u>	<u>\$ 21,646,718</u>

An additional portion of the City's net position represent resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position \$ 2,972,082 is explained further below.

At the end of the current fiscal year, the City is able to report positive balances in all both categories of net position for the City as a whole. The reporting model includes the reporting of the City's infrastructure as a capital asset, including assets acquired retroactive to 1980.

**Changes in Position.** The City's total net position increased \$ 1,271,394. This was in large part to sales tax received on the one-eighth of one-half cent sales tax coming from Taney County for reimbursement of capital decreased this past year and paying off of all long-term debt in proprietary funds.



### City of Hollister's Changes in Net Position

	Governmental Activities		Business-type Activities	
	2021	2020	2021	2020
Revenues:				
Program Revenues:				
Charge for services	\$ 430,855	\$ 217,192	\$ 1,951,384	\$ 1,953,106
Operating grants and contributions	3,667	-	-	10,561
Capital grants and contributions	-	-	-	-
General Revenues:				
Taxes	4,425,606	3,978,092	397,353	26,278
Interest	3,002	8,749	77	921
Other	7,586	34,380	179,732	71,548
Total Revenue	<u>4,870,716</u>	<u>4,238,413</u>	<u>2,528,546</u>	<u>2,062,414</u>
Expenses:				
Administration	427,821	587,663	-	-
Public Safety	1,557,025	1,405,542	-	-
Building and planning	137,485	139,575	-	-
Parks and recreation	212,843	197,306	-	-
Refuse	188,217	-	-	-
Streets	646,101	587,312	-	-
Interest	146,984	103,873	-	-
Water	-	-	931,895	927,254
Sewer	-	-	1,900,497	1,841,906
Total Expense	<u>3,316,476</u>	<u>3,021,271</u>	<u>2,832,392</u>	<u>2,769,160</u>
Change in Net Position	1,554,240	1,217,142	(303,846)	(706,746)
Other Sources and (Uses)				
Transfers	(190,195)	(613,930)	190,195	613,930
Sale of assets	21,000	-	-	-
Net Position, beginning	<u>8,342,615</u>	<u>7,739,403</u>	<u>13,304,103</u>	<u>13,396,919</u>
Net Position, ending	<u>\$ 9,727,660</u>	<u>\$ 8,342,615</u>	<u>\$ 13,190,452</u>	<u>\$ 13,304,103</u>

**Governmental activities.** Governmental activities increased the City's net position by \$ 584,415. Compared to last year's growth for Governmental activities; this was an increase of \$ 940,132.

**Business-type activities.** Business-type activities decreased the City's net position by (\$113,651). This was similar to the prior decrease.



In reviewing the current to the past year on the Water and Sewer Funds, we noted the following:

	2021	2020	Change	
			Amount	%
<b>Waterworks Fund</b>				
Revenue	\$ 567,738	\$ 543,406	\$ 24,332	4.48%
Expense net of Depreciation and interfund	795,830	793,837	1,993	0.25%
Operating (Loss)	(364,157)	(250,431)	(113,726)	45.41%
<b>Wastewater Fund</b>				
Revenue	1,383,646	1,409,700	(26,054)	-1.85%
Expense net of Depreciation and interfund	1,226,784	1,152,906	73,878	6.41%
Operating (Loss)	(516,851)	(338,690)	(178,161)	52.60%

### Financial Analysis of the City of Hollister's Funds

As noted earlier, the City uses fund accounting to demonstrate compliance with legal or finance-related requirements.

#### Governmental Funds

The focus of the City's governmental funds is to provide information on the near-term inflows, outflows, and balances of spendable resources. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

Governmental fund balance is reported in five separate categories: Nonspendable, restricted, committed, assigned, and unassigned. Nonspendable fund balance includes amounts that cannot be spent for legal or practical reasons. Examples include prepaid items and interfund loans not expected to be repaid within one year. Restricted fund balance includes amounts restricted to specific purposes by external parties such as amounts restricted for specific purposes such as streets and parks.

Committed fund balance includes amounts that have been set aside by the City Council for a specific purpose prior to the end of the fiscal year. Assigned fund balance includes amounts that have been set aside by the City Council for a specific purpose, but subsequent to the end of the fiscal year. Unassigned fund balance includes all remaining amounts.

As of the end of the current fiscal year, the City's governmental funds reported a combined ending fund balance of \$ 3,613,546 with an increase of \$ 425,395 compared to the prior fiscal year of a decrease of (\$ 355,717). Of the total balance, \$ 29,701 is in Nonspendable, \$ 1,984,806 is restricted, \$ 381,928 is assigned, and \$ 1,217,031 is unassigned.

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, the General Fund reported a fund balance of \$ 2,013,422, of which \$ 29,701 is nonspendable, \$ 381,928 assigned, \$ 384,762 restricted and \$ 1,217,031 is unassigned.

Fund balance of the General Fund increased \$ 425,395.

Fund balance of the Transportation Sales Fund increased \$ 33,537, which was due to an increase in sales tax revenue of \$ 179,206.

Capital Improvement Fund increased \$ 128,483, due to an increase in sales tax \$ 121,813 offset by capital improvement and an increase in debt payments.

### Proprietary Funds

The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net position in the City's major proprietary funds totaled (\$ 15,997). The finances of these funds were discussed earlier as part of the business-type activities.

### GENERAL FUND BUDGETARY HIGHLIGHTS

Revisions were made to the General Fund's original expenditure budget. The original General Fund expenditure budget was forecasted at \$ 2,625,400 and the revised expenditure budget was increased by \$ 148,350 due to estimated increase in sales tax. Actual expenditures for the General Fund came in \$ 5,359,450 which was \$ 169,091 under budget.

### CAPITAL ASSET AND DEBT ADMINISTRATION

Additional information on the City's capital assets can be found in Note D of the notes to the financial statements of this report. (Net of Accumulated Depreciation).

	Governmental activities		Business-type activities		Total	
	2021	2020	2021	2020	2021	2020
Land	\$ 654,643	\$ 651,875	\$ 173,503	\$ 173,503	\$ 828,146	\$ 825,378
Construction in Progress	2,800,454	150,183	1,348,273	31,020	4,148,727	181,203
Plant	-	-	11,923,177	12,154,882	11,923,177	12,154,882
Buildings	102,683	89,575	467,056	457,813	569,739	547,388
Infrastructure	7,531,869	7,497,014	-	-	7,531,869	7,497,014
Equipment	418,114	106,507	458,719	466,001	876,833	572,508
Vehicles	201,620	155,751	121,342	87,548	322,962	243,299
	<u>\$ 11,709,383</u>	<u>\$ 8,650,905</u>	<u>\$ 14,492,070</u>	<u>\$ 13,370,767</u>	<u>\$ 26,201,453</u>	<u>\$ 22,021,672</u>



## Debt

At year-end, the City had \$ 6,640,185 in outstanding notes as compared to the prior year of \$ 3,263,899.

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Certificates of Part.	\$ 2,715,000	\$ 3,200,000	\$ -	\$ -	\$ 2,715,000	\$ 3,200,000
Short term loan	2,575,343	-	1,285,621	-	3,860,964	-
Lease Obligations	64,221	63,899	-	-	64,221	63,899
<b>TOTALS</b>	<b>\$ 5,354,564</b>	<b>\$ 3,263,899</b>	<b>\$ 1,285,621</b>	<b>\$ -</b>	<b>\$ 6,640,185</b>	<b>\$ 3,263,899</b>

Additional information on the City's long-term debt can be found in Note E of the notes to the financial statements of this report.

## ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The 2021-2022 Annual Operating Budget for the City of Hollister, Missouri indicates \$6,797,370 in expenditures, offset by \$6,885,000 in revenue. Expenditures are comprised of \$5,463,120 for operations, \$1,093,060 for debt retirement and \$241,190 for capital improvement projects. Revenue for 2021 will cover 100% of operational expenses and debt retirement.

Hollister's Use Tax (Internet Sales Tax) is established at the same rate as our existing Sales Tax (2%). We anticipate this general revenue will continue to follow its 2-year growth projection and will achieve \$215,000 in the upcoming Budget Year. Moving forward in an environment where an ever-greater percentage of retail sales occur online this continues to expand our ability to access sales from all retailers. We feel this is a significant advantage for the future of the City's revenue stream.

The City of Hollister continues to experience an increase in residential growth with fifty-six (56) new single-family homes currently built or under construction during this annual period. These new developments along with infill lots will provide a significant number of new single-family residential units. This represents a 90% increase over our last reporting period.

Immediately south of the city is the Big Cedar/Buffalo Ridge/Bass Pro Shop complex which continues to grow at an estimated \$100 million per year and expected to develop at that pace for the next several years. Most recently they have purchased the former La Quinta Inn and Suites and St. James Salon within the City and have renovated both properties into Anglers Lodge and Tall Tails Sports Bar. As the Nightly Rental Tax on the hotel begins to perform, it is setting new records each month and is fully booked for the next several months. This venue, along with the Bass Pro's other nearby properties, has a significant positive collateral impact on the City's economy through nightly lodging, food, fuel, construction materials and equipment rental purchases. On our west city limits is Table Rock Lake and on our north city limits is Lake Taneycomo. These two impoundments attract over 2.5 million visitors each year and once again the City's tax base benefits from visitor spending. This year will mark the fifth full year of operation for the 290,000 sf Menards store which is the City's largest sales tax generator. This is

in addition to our existing Lowes Home Improvement Center. The sales tax generation for the past 12 months for these two “big boxes” retailers continues to show growth as compared to the previous 12 months in spite of the COVID environment. Finally, this year will mark the start of construction of the \$265 million Imagine (Hollister) mega water park and resort. Although this venue is not scheduled to open until late 2023 or early 2024, the construction revenue will provide a boost during the interim period.

Another positive aspect of our economic outlook is the revitalization of our historic downtown district primarily centered around a thriving art and dining cultural hub. Several of the businesses are setting new monthly and annual revenue records. This in addition to the repurposing of several aging properties, bringing them into productivity.

During Budget Year 2021-2022 the city is preparing an updated Water/Sewer Rate Study which continues already in-place indexed water and sewer rate increases. Additional adjustments will be made to increase meter installation and connection fees and sewer tap fees in an effort to meet current costs.

Because the City of Hollister is located in a relatively rural part of southwestern Missouri and the COVID-19 pandemic did not have a great impact on our City, we experienced minimal health impacts and because the City of Hollister is based on a conventional rather than leisure travel economy and our largest Sales Tax generators are essential businesses coupled with the fact that we have an internet Sales Tax for stay at home shoppers, we actually have fared well during this 12 month period. As the rest of the nation emerges from their restricted environment, we are postured to continue on a positive trajectory through the foreseeable future, showing continued economic and financial growth.

#### **CONTACTING THE CITY’S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, customers, and creditors with a general overview of the City’s finances and to show the City’s accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Finance Officer’s Office at 312 Esplanade Street, Hollister, Missouri.

Suzy Whitney  
Finance Officer



**CITY OF HOLLISTER, MISSOURI**

STATEMENT OF NET POSITION

MARCH 31, 2021

	Governmental Activities	Business-type Activities	Total
<b>ASSETS</b>			
Cash and cash equivalents	\$ 434,633	\$ 495,892	\$ 930,525
Receivables -			
Property taxes (net)	17,683	-	17,683
Sales, franchise, and motor fuel taxes	603,273	-	603,273
Utilities (net)	16,853	97,993	114,846
Restricted assets-cash and cash equivalents			
Debt reserves	751,833	-	751,833
Court bonds	1,290	-	1,290
Deposits and special allocations	691,198	-	691,198
Note receivable	1,239,767	-	1,239,767
Internal balances	50,000	(50,000)	-
Prepaid items	29,701	15,970	45,671
Capital assets:			
Land	654,643	173,503	828,146
Construction in progress	2,800,454	1,348,273	4,148,727
Other capital assets, net of accumulated depreciation	8,254,286	12,970,294	21,224,580
<b>Total Assets</b>	<b>15,545,614</b>	<b>15,051,925</b>	<b>30,597,539</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred outflows-pension related	255,111	166,172	421,283
<b>LIABILITIES</b>			
Accounts payable	13,225	-	13,225
Accrued wages and benefits	43,235	38,777	82,012
Court and other bonds	7,190	-	7,190
Sales tax and primacy fee payable	-	11,382	11,382
Compensated absences payable	35,822	19,115	54,937
Accrued payroll taxes	31,138	-	31,138
Accrued interest	62,957	-	62,957
Escrow funds	124,559	-	124,559
Meter deposits	-	197,264	197,264
Amounts due within one year	3,115,880	1,285,621	4,401,501
Amounts due in more than one year	2,238,684	-	2,238,684
Pension liability	358,631	422,951	781,582
<b>Total Liabilities</b>	<b>6,031,321</b>	<b>1,975,110</b>	<b>8,006,431</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred inflows - pension related	41,744	52,535	94,279
<b>NET POSITION</b>			
Net investment in capital assets	6,354,819	13,206,449	19,561,268
Restricted - Debt reserve	384,762	-	384,762
Unrestricted (Deficit)	2,988,079	(15,997)	2,972,082
<b>Total Net Position</b>	<b>\$ 9,727,660</b>	<b>\$ 13,190,452</b>	<b>\$ 22,918,112</b>

The accompanying notes are an integral part of these financial statements.

**CITY OF HOLLISTER, MISSOURI**  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED MARCH 31, 2021

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities:							
General government	\$ 427,821	\$ 29,773	-	-	\$ (398,048)	\$ -	\$ (398,048)
Public safety:							
Police	1,230,595	-	3,667	-	(1,226,928)	-	(1,226,928)
Court	100,254	86,055	-	-	(14,199)	-	(14,199)
Fire	226,176	-	-	-	(226,176)	-	(226,176)
Streets	646,101	-	-	-	(646,101)	-	(646,101)
Refuse	188,217	198,146	-	-	9,929	-	9,929
Building and planning	137,485	99,703	-	-	(37,782)	-	(37,782)
Parks and recreation	212,843	17,178	-	-	(195,665)	-	(195,665)
Interest on long-term debt	146,984	-	-	-	(146,984)	-	(146,984)
Total governmental activities	3,316,476	430,855	3,667	-	(2,881,954)	-	(2,881,954)
Business-type activities:							
Water	931,895	567,738	-	-	-	(364,157)	(364,157)
Sewer	1,900,497	1,383,646	-	-	-	(516,851)	(516,851)
Total business-type activities	2,832,392	1,951,384	-	-	-	(881,008)	(881,008)
Totals	\$ 6,148,868	\$ 2,382,239	\$ 3,667	\$ -	(2,881,954)	(881,008)	(3,762,962)
General Revenues							
Taxes:							
Property taxes				342,093			342,093
Franchise taxes				245,360			245,360
Sales taxes				3,321,182	397,353		3,718,535
Use tax				261,552			261,552
Tourism tax				7,818			7,818
Missouri motor fuel taxes				179,056			179,056
Payment in lieu of taxes				68,545			68,545
Future sewer assessments				-	16,982		16,982
Interest on investments				3,002	77		3,079
Miscellaneous				7,586	162,750		170,336
Transfers				(190,195)	190,195		-
Sale of assets				21,000			21,000
Total revenues and transfers				4,266,999	767,357		5,034,356
Change in net position				1,385,045	(113,651)		1,271,394
Net position beginning				8,342,615	13,304,103		21,646,718
Net position ending				\$ 9,727,660	\$ 13,190,452		\$ 22,918,112

The accompanying notes are an integral part of these financial statements.



**CITY OF HOLLISTER, MISSOURI**

BALANCE SHEET  
GOVERNMENTAL FUNDS  
MARCH 31, 2021

	General	Transportation	Capital	Total
ASSETS	Fund	Sales Tax	Improvement	Governmental
	Fund	Fund	Sales Tax	Funds
Cash and cash equivalents	\$ 254,329	\$ 76,011	\$ 104,293	\$ 434,633
Restricted assets-cash and cash equivalents				
Debt reserves	384,762	301,071	66,000	751,833
Court bonds	1,290	-	-	1,290
Deposits and special allocations	380,638	310,560	-	691,198
Receivables-				
Property taxes (net)	17,683	-	-	17,683
Sales, franchise, motor fuel taxes	367,322	115,595	120,356	603,273
Refuse fees (net)	16,853	-	-	16,853
Note receivable	1,239,767	-	-	1,239,767
Due from other funds	-	457,965	50,000	507,965
Prepaid items	29,701	-	-	29,701
<b>TOTAL ASSETS</b>	<b>\$ 2,692,345</b>	<b>\$ 1,261,202</b>	<b>\$ 340,649</b>	<b>\$ 4,294,196</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>				
LIABILITIES				
Accounts payable	\$ 13,225	\$ -	\$ -	\$ 13,225
Accrued wages	43,235	-	-	43,235
Accrued payroll taxes	29,411	1,727	-	31,138
Court bonds and fees	7,190	-	-	7,190
Due to other funds	457,965	-	-	457,965
Escrow funds	124,559	-	-	124,559
<b>Total Liabilities</b>	<b>675,585</b>	<b>1,727</b>	<b>-</b>	<b>677,312</b>
DEFERRED INFLOWS OF RESOURCES				
Unavailable property tax revenue	3,338	-	-	3,338
FUND BALANCES				
Fund Balances				
Nonspendable	29,701	-	-	29,701
Restricted - Debt reserves	384,762	-	-	384,762
Restricted - Capital projects	-	-	340,649	340,649
Restricted-Streets	-	1,259,475	-	1,259,475
Assigned	381,928	-	-	381,928
Unassigned	1,217,031	-	-	1,217,031
<b>Total Fund Balances</b>	<b>2,013,422</b>	<b>1,259,475</b>	<b>340,649</b>	<b>3,613,546</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>	<b>\$ 2,692,345</b>	<b>\$ 1,261,202</b>	<b>\$ 340,649</b>	<b>\$ 4,294,196</b>

The accompanying notes are an integral part of these financial statements.

**CITY OF HOLLISTER, MISSOURI**  
**RECONCILIATION OF THE BALANCE SHEET**  
**OF GOVERNMENTAL FUNDS TO THE**  
**STATEMENT OF NET POSITION**  
MARCH 31, 2021

Total Fund Balances - Governmental Funds \$ 3,613,546

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

Capital assets used in governmental activities are not financial resources; therefore, they are not reported in the respective governmental funds:

Cost of capital assets	29,027,385	
Accumulated depreciation	<u>(17,318,002)</u>	
		11,709,383

Other long-term liabilities include deferred revenue amounts which represent amounts receivable but not determined to be available and not recognized as current year revenues in the governmental funds; therefore, they added to the fund balance to arrive at net position.

Unavailable revenue - General Fund	3,338
------------------------------------	-------

Certain amounts are not a use of financial resources and, therefore, are not reported in the governmental funds. These items consist of:

Net pension liability	(358,631)
Deferred outflows - pension related	255,111
Deferred inflows - pension related	(41,744)

Certain long-term liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the governmental funds. Long-term liabilities at year-end consist of:

Long-term liabilities	(5,354,564)
Compensated absences	(35,822)
Accrued interest payable	<u>(62,957)</u>

Total Net Position of Governmental Activities	<u><u>\$ 9,727,660</u></u>
---	----------------------------

The accompanying notes are an integral part of these financial statements.

**CITY OF HOLLISTER, MISSOURI**  
 STATEMENT OF REVENUES,  
 EXPENDITURES, AND CHANGES IN FUND BALANCES -  
 GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED MARCH 31, 2021

	General Fund	Transportation Sales Tax Fund	Capital Improvement Sales Tax Fund		Total Governmental Funds
			Improvement Sales Tax Fund	Total Governmental Funds	
<b>REVENUES</b>					
Taxes:					
Property taxes	\$ 364,513	\$ -	\$ -	\$ -	\$ 364,513
Franchise taxes	245,360	-	-	-	245,360
Sales taxes	1,602,776	917,018	801,388	-	3,321,182
Use tax	261,552	-	-	-	261,552
Tourism tax	7,818	-	-	-	7,818
Intergovernmental taxes:					
Missouri motor fuel taxes	179,056	-	-	-	179,056
Payment in lieu of taxes	68,545	-	-	-	68,545
Charges for services:					
Refuse fees	198,146	-	-	-	198,146
Licenses & permits	99,703	-	-	-	99,703
Fines & forfeitures	86,055	-	-	-	86,055
Lease	-	-	-	-	-
Interest	1,839	579	584	-	3,002
Grants	3,667	-	-	-	3,667
Donations	17,178	-	-	-	17,178
Other:					
Rent	29,773	-	-	-	29,773
Miscellaneous	2,561	-	-	-	2,561
<b>Total Revenues</b>	<b>3,168,542</b>	<b>917,597</b>	<b>801,972</b>	<b>-</b>	<b>4,888,111</b>
<b>EXPENDITURES</b>					
Current:					
General government	381,668	-	-	-	381,668
Public safety -					
Police	1,133,942	-	-	-	1,133,942
Court	89,941	-	-	-	89,941
Fire	226,176	-	-	-	226,176
Streets	182,121	192,774	-	-	374,895
Refuse fees paid	188,217	-	-	-	188,217
Building and planning	120,483	-	-	-	120,483
Parks and recreation	179,688	-	-	-	179,688
Capital outlay	2,771,867	372,663	259,357	-	3,403,887
Debt service:					
Principal	77,084	265,000	211,342	-	553,426
Interest and fees	8,263	74,623	48,408	-	131,294
<b>Total Expenditures</b>	<b>5,359,450</b>	<b>905,060</b>	<b>519,107</b>	<b>-</b>	<b>6,783,617</b>
<b>EXCESS (DEFICIT) REVENUES OVER EXPENDITURES</b>	<b>(2,190,908)</b>	<b>12,537</b>	<b>282,865</b>	<b>-</b>	<b>(1,895,506)</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Short term loan	2,644,091	-	-	-	2,644,091
Sale of assets	-	21,000	-	-	21,000
Insurance recovery	5,025	-	-	-	5,025
Transfers out	(32,813)	-	(157,382)	-	(190,195)
<b>NET CHANGE IN FUND BALANCE</b>	<b>425,395</b>	<b>33,537</b>	<b>125,483</b>	<b>-</b>	<b>584,415</b>
<b>FUND BALANCES - BEGINNING</b>	<b>1,588,027</b>	<b>1,225,938</b>	<b>215,166</b>	<b>-</b>	<b>3,029,131</b>
<b>FUND BALANCES - ENDING</b>	<b>\$ 2,013,422</b>	<b>\$ 1,259,475</b>	<b>\$ 340,649</b>	<b>\$ -</b>	<b>\$ 3,613,546</b>

The accompanying notes are an integral part of these financial statements.

**CITY OF HOLLISTER, MISSOURI**  
**RECONCILIATION OF THE STATEMENT OF REVENUES,**  
**EXPENDITURES AND CHANGES IN FUND BALANCES**  
**OF GOVERNMENTAL ACTIVITIES TO**  
**THE STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED MARCH 31, 2021**

Net change in fund balances--total governmental funds	\$	584,415
<p>Amounts reported for <i>governmental activities</i> in the statement of activities are different because:</p> <p>Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.</p>		
Capital outlay		3,403,887
Depreciation expense		(345,408)
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.</p>		
		(22,150)
<p>Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the same statement of net position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.</p>		
Principal paid on debt		553,426
Issuance of note payable		(2,644,091)
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.</p>		
Pension expense		(124,421)
Compensated absences		(4,653)
Accrued interest		(15,960)
		(15,960)
Change in net position of governmental activities	\$	1,385,045

The accompanying notes are an integral part of these financial statements.

**CITY OF HOLLISTER, MISSOURI**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUND (WATER AND SEWER)**  
MARCH 31, 2021

<b>ASSETS</b>	
Current Assets:	
Cash and cash equivalents	\$ 495,892
Receivables:	
Utilities (net)	97,993
Prepaid items	15,970
Total Current Assets	609,855
Capital assets:	
Land	173,503
Construction in progress	1,348,273
Other capital assets, net of accumulated depreciation	12,970,294
Total Noncurrent Assets	14,492,070
Total Assets	15,101,925
 <b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Deferred outflows - pension related	166,172
 <b>LIABILITIES</b>	
Current Liabilities:	
Accrued wages and taxes	38,777
Compensated absences payable	19,115
Sales tax and primacy fee payable	11,382
Short term loan	1,285,621
Due to other funds	50,000
Total Current Liabilities	1,404,895
Noncurrent Liabilities:	
Meter deposits	197,264
Net pension liability	422,951
Total Noncurrent Liabilities	620,215
Total Liabilities	2,025,110
 <b>DEFERRED INFLOWS OF RESOURCES</b>	
Deferred inflows - pension related	52,535
 <b>NET POSITION</b>	
Net investment in capital assets	13,206,449
Unrestricted (deficit)	(15,997)
Total Net Position	\$ 13,190,452

The accompanying notes are an integral part of these financial statements.



**CITY OF HOLLISTER, MISSOURI**  
STATEMENT OF REVENUES,  
EXPENSES AND CHANGES IN NET POSITION-  
PROPRIETARY FUND (WATER AND SEWER)  
FOR THE YEAR ENDED MARCH 31, 2021

OPERATING REVENUES:	
Water sales	\$ 567,738
Sewer sales	1,383,646
Total Operating Revenues	<u>1,951,384</u>
OPERATING EXPENSES:	
Chemicals	18,753
Computer software, support	23,640
Depreciation	809,778
Dues and subscriptions	2,595
Gas & oil	17,371
Group insurance	124,484
Insurance	181,931
Lab test	8,428
Miscellaneous	13,350
Office supplies and postage	10,493
Payroll taxes	46,628
Professional fees	45,078
Repairs & maintenance	382,487
Retirement contributions	160,402
Salaries	648,701
Supplies	5,897
Telephone	11,824
Uniforms	4,839
Utilities	304,735
Vehicle expense	10,978
Total Operating Expenses	<u>2,832,392</u>
OPERATING (LOSS)	<u>(881,008)</u>
NON-OPERATING REVENUES (EXPENSES):	
Interest income	77
Reimbursements and miscellaneous	162,750
Future sewer assessments	16,982
Taney County sales tax	397,353
Total Non-Operating Revenues (Expenses)	<u>577,162</u>
(LOSS) BEFORE TRANSFERS AND GRANTS	(303,846)
Transfer in	<u>190,195</u>
CHANGE IN NET POSITION	(113,651)
TOTAL NET POSITION - BEGINNING	<u>13,304,103</u>
TOTAL NET POSITION - ENDING	<u>\$ 13,190,452</u>

The accompanying notes are an integral part of these financial statements.



**CITY OF HOLLISTER, MISSOURI**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUND (WATER AND SEWER)**  
**FOR THE YEAR ENDED MARCH 31, 2021**

CASH FLOWS FROM OPERATING ACTIVITIES:

Receipts from customers	\$ 1,948,541
Payments to suppliers	(1,038,451)
Payments to employees	(926,744)
	(16,654)

CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:

Reimbursements and miscellaneous	162,750
Transfers in	190,195
	352,945

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:

Capital improvement Taney County sales tax	397,353
Short term loan for capital improvements	1,285,621
Capital improvements to utility plant	(1,931,081)
Future sewer assessments	16,982
	(231,125)

CASH FLOWS FROM INVESTING ACTIVITIES:

Interest earned	77
	77

NET CASH INCREASE FOR THE YEAR 105,243

CASH AT BEGINNING OF YEAR 390,649

CASH AT END OF YEAR \$ 495,892

SUMMARY OF CASH

Cash and cash equivalents \$ 495,892

Reconciliation of operating (loss) to net cash provided (used) by operating activities:

Operating (Loss)	\$ (881,008)
Adjustments to reconcile net operating (loss) to net cash provided by operating activities:	
Depreciation expense	809,778
(Increase) decrease in utility receivable	(11,645)
(Increase) decrease in prepaid items	(1,673)
Increase (decrease) in accrued wages and benefits	(7,201)
Increase (decrease) in other liabilities	5,621
Increase (decrease) in pension liabilities	60,672
Increase (decrease) in meter deposits	8,802

Net Cash (Used for) Operating Activities \$ (16,654)

The accompanying notes are an integral part of these financial statements.

**CITY OF HOLLISTER, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
MARCH 31, 2021

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the City of Hollister, Missouri (the “City”) were prepared in accordance with accounting principles generally accepted in the United States of America for governmental entities (U.S. GAAP). The following summary of the more significant policies of the City is presented to assist the reader in interpreting these financial statements, and should be viewed as an integral part of this report.

**THE REPORTING ENTITY**

Entity status for financial reporting purposes is governed by Governmental Accounting Standards Board (GASB). The GASB is the standard-setting body for the establishment of GAAP in governmental entities. The financial statements of the City present the financial activities of the City and any component units. The City is the primary government unit. Component units are those entities which are financially accountable to the primary government, either because the City appoints a voting majority of the component unit’s Board or because the component unit will provide a financial benefit or impose a financial burden on the City. The City does not have any component units.

**GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all activities of the City. For the most part, the effect of interfund activity has been removed from these statements. Government-wide financial statements do not provide information by fund, but distinguish between the City’s governmental activities and business-type activities. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Fund financial statements. Separate financial statements are provided for governmental funds and proprietary funds. Separate columns are presented for each major governmental fund and for each major enterprise fund. Non-major funds are aggregated and presented in a single column.

**Governmental Fund Types:** Governmental funds are those through which most governmental functions of the City are financed. The acquisition, use and balances of the City’s expendable financial resources and the related liabilities (other than those in proprietary funds) are accounted for through governmental funds. The following are the City’s major governmental funds:

**CITY OF HOLLISTER, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
MARCH 31, 2021

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

General Fund

The General Fund is the government’s primary operating fund. It is used to account for all financial resources except those required to be accounted for in another fund. The General Fund is considered a major fund type.

Transportation Sales Tax

Transportation Sales Tax fund is a special revenue fund established to account for the proceeds of transportation sales tax to be used for the construction, improvements, and maintenance of City streets.

Capital Improvement Sales Tax

The Capital Improvement Sales Tax Fund is a special revenue fund established to account for the proceeds of the ½ cent capital improvement sales tax to be used for any proper City capital improvement and payment of principal and interest on 1988 Water and Sewer bond issues.

**Proprietary Fund Types:** Proprietary funds are used to account for the City’s ongoing activities that are similar to those often found in the private sector. The following are the City’s major proprietary funds:

Water and Sewer Fund

The Water and Sewer Fund is used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges or (b) where the governing body has decided that periodic determination of revenues collected, expenditures paid, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.



**CITY OF HOLLISTER, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
MARCH 31, 2021

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**MEASUREMENT FOCUS AND BASIS OF ACCOUNTING**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recognized at the time liabilities are incurred, regardless of when the related cash transaction takes place. Nonexchange transactions, in which the City gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, claims, and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current fixed period. All other revenue items are considered to be measurable and available only when cash is received by the City.

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

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided; 2) operating grants and contributions; and 3) capital grants and contributions, including special assessment. General revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operation, the principal operating revenues of the enterprise fund are charges for services. Operating expenses for the enterprise fund include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

**CITY OF HOLLISTER, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
MARCH 31, 2021

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**ASSETS, LIABILITIES AND NET POSITION/FUND BALANCE**

**Cash and Cash Equivalents**

The City pools money from several funds to facilitate disbursement and investment and to maximize investment income. Therefore, all cash and investments are essentially demand deposits and are considered cash and cash equivalents.

**Statement of Cash Flows**

For the purpose of the statement of cash flows, the City considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

**Investments**

Missouri State statutes authorize the City to invest in obligations of the U.S. Treasury, federal agencies, commercial paper, corporate bonds, and repurchase agreements. Investments are stated at fair value.

**Due to/from other funds**

Transactions between funds that are representative of lending/borrowing arrangement outstanding at the end of the fiscal year are referred to as “due to/from other funds”. Any residual balances outstanding between the government activities and business-type activities are reported in the government-wide financial statements as “internal balances.” In governmental fund financial statements, advances between funds are offset by an amount reported as nonspendable fund balance to indicate that they are not available for appropriation and are not expendable available financial resources.

**Accounts Receivable and Unbilled Usage**

All receivables were stated at gross because the amounts were collected within the following 30 days except for water and sewer utilities receivable which had allowances of \$ 911 for water and \$ 1,089 for sewer. Unbilled usage for service consumed between periodic scheduled billing dates is recognized as revenue in the period in which service is provided. All are net of an allowance for uncollectibles.



**CITY OF HOLLISTER, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
MARCH 31, 2021

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Inventories**

The purchase method is used to account for inventories. Under the purchase method, inventories are recorded as expenditures when purchased.

**Prepaid Items**

Payments made to vendors for services that will benefit periods beyond the fiscal year-end are recorded as prepaid items. Prepaid items represent nonspendable fund balance which indicates that they do not constitute available spendable resources even though they are a component of fund balances. The cost of governmental fund-type prepaids is recorded as an expenditure when consumed rather than when purchased.

**Restricted assets**

Enterprise Funds, because of certain bond covenants, are required to establish and maintain prescribed amount of resources (consisting of cash and temporary investments) that can be used only to service outstanding debt. The bond account is used only for the payment of principal and interest on revenue bonds. The depreciation and replacement account is to be expended only for repairs or replacements to the water and sewer funds. The bond reserve account is to be used only to pay bonds at maturity or interest as it becomes due and to the extent other funds are not available for this purpose.

Certain General Fund monies are classified as restricted assets on the Balance Sheet and Statement of Revenue, Expenditures and Changes in Fund Balance because their use is limited by covenants of the capital lease agreement. The reserve account is to be used solely for the purpose of making lease payments on the applicable due dates when and to the extent other funds are not available for this purpose. The lease payment account is used only for the payment of the principal and interest on the lease obligation.

**Capital Assets and Depreciation**

Capital assets, which include property, equipment, and infrastructure (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial and proprietary fund financial statements.



**CITY OF HOLLISTER, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
MARCH 31, 2021

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Capital Assets and Depreciation - continued**

The City in compliance with GASB 34 option elected not to go back 20 years to capitalize infrastructure but began starting 2004 and forward capitalizing those costs.

All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are valued at their estimated acquisition value on the date donated.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. The capitalized threshold for capital assets is \$ 1,000.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. During the fiscal year end 2021, the City's Water and Sewer Fund had no capital assets under construction and, therefore, capitalized no current year interest costs.

Depreciation has been provided over the estimated useful lives using the straight-line method of depreciation. The estimated useful lives for each major class of depreciable capital assets are as follows:

Site improvements	7-55 years
Buildings	7-40 years
Infrastructure	20-40 years
Furniture and equipment	5-20 years
Vehicles	5-10 years

**Deferred Outflows of Resources**

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. At this time, the City has one item that meets the definition of deferred outflows of resources. That is the amount related to pension outflows as per GASB 68.

**Deferred Inflows of Resources/Unavailable Revenue**

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until then. In the Governmental Funds the item reported as a deferred inflow of resources arises only under a modified accrual basis of accounting.

**CITY OF HOLLISTER, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**MARCH 31, 2021**

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Accordingly, the item, *unavailable revenue*, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes as these amounts are deferred and will be recognized as an inflow of resources in the period in which the amounts become available.

At this time, the City has one item that meets the definition of deferred inflows of resources. That amount is related to pension inflows as per GASB 68.

**Pensions**

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Missouri Local Government Employees Retirement System (LAGERS) and additions to/deductions from LAGERS fiduciary net position have been determined on the same basis as they are reported by LAGERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are report at fair value.

**Long-term Debt**

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt is reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts, and losses on refunding are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed during the current period.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**CITY OF HOLLISTER, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**MARCH 31, 2021**

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Fund Balances-Governmental Funds**

As of March 31, 2021, fund balances of the governmental funds are classified as follows:

**Nonspendable**-This classification includes amounts that cannot be spent because they are in a nonspendable form, or are required to be maintained intact.

**Restricted**-This classification includes amounts that can be spent only for specific purposes because of the City Charter, City Code, state or federal laws, or externally imposed conditions by grantors or creditors.

**Committed**-This classification includes amounts that can be used only for specific purposes determined by a formal action by the City Council. Such formal action may be in the form of an ordinance and may only be modified or rescinded by a subsequent formal action.

**Assigned**-This classification includes amounts that are intended by the City to be used for a specific purpose but are neither restricted nor committed. Assignments may be made only by the government body or official.

**Unassigned**-This classification represents the residual positive net resources of the General Fund in excess of what can properly be classified in one of the other four categories and include all deficit amounts in all other governmental funds.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balances is available, the City considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the City considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the City Council has provided otherwise in its commitment or assigned actions.



**CITY OF HOLLISTER, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**MARCH 31, 2021**

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Fund Balances -Governmental Funds - continued**

The City has no formal minimum fund balance policies or any formal stabilization arrangements in place.

**Net Position**

Net position represents the difference between assets and deferred outflows of resources, and liabilities and deferred inflows of resources. Net investment in capital assets consists of cost of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. This net investment in capital assets amount also is adjusted by any bond issuance deferral amounts. Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. All other net position is reported as unrestricted.

The City applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

**Use of Estimates**

The preparation of basic financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the basic financial statements and accompanying notes. Actual results could differ from those estimates.

**CITY OF HOLLISTER, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
MARCH 31, 2021

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Restrictions of Net Position/Restricted Cash**

The City records restrictions to indicate that a portion of the net position is legally segregated for a specific future use. The following details the description and amount of all restrictions required, and the cash account set aside for the reserves by the City as of March 31, 2021:

**Governmental Activities**

	Required Reserve	Restricted Cash
General Fund		
Reserve for debt	\$ -	\$ 384,762
Court bonds		1,290
Escrow for projects		380,638
Total Restricted Cash for General Fund		766,690
Street Fund		-
Reserve for debt	384,762	301,071
Escrow for projects	-	310,560
Total Restricted Cash for Street Fund	384,762	611,631
Total Reserve Governmental Activities/Restricted Cash	\$ 384,762	\$ 1,378,321

**Vacation, sick leave, and other compensated absences**

City employees are entitled to certain compensated absences based on their length of employment. With minor exceptions, compensated absences either vest or accumulate as they are earned.

**Sales Taxes**

The City as reported in the governmental activities has three sales tax issues; one is a City one cent sales tax (\$ 1,602,776) to be used for any proper municipal purposes and a second 1/2 cent transportation sales tax (\$ 917,018) for operation and maintenance of City streets. The sales tax issue reported in the Capital Improvement Sales Tax Fund consists of 1/2 cent capital improvement tax (\$ 801,388) for any capital improvements and debt payment for water and sewer bonds. Then a final sales tax issue shared with Taney County a 1/8 of 1/2 cent sales tax (\$ 397,353). Projects for the County 1/8 of 1/2 cent sales tax have to be approved by Taney County before release of the said sales tax.

**CITY OF HOLLISTER, MISSOURI**  
NOTES TO BASIC FINANCIAL STATEMENTS  
MARCH 31, 2021

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Revenue Recognition - Property Taxes**

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on October 1, and are due and payable at that time. All unpaid taxes levied October 1 become delinquent January 1, of the following year. Valuation for 2020 was \$ 54,391,208 with the levy set at .6205 for the General Fund.

**Unavailable Revenue**

Governmental funds report unearned revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. For the year ended unearned revenue was property taxes in excess of 60 days of collection.

**STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**Budgets and Budgetary Accounting**

The City is required by Missouri State Law RSMo 105.485 to prepare a budget each year based on estimates of revenues and expected expenditures which include at a minimum a budget message, budget summary, schedule with prior year comparison of estimated revenue and expenditures, schedule of bonded debt obligations and budget approval letter. The accompanying statement of revenues, expenditures and changes in fund balance—budget and actual includes the budgeted expenditures for the year, along with management’s estimate of revenues for the year for both the original budget and the final budget which is reflective of any amendments throughout the fiscal year. The legal level of budgetary control is at the total fund level.

**Budgetary basis of accounting**

Annual budgets are adopted on a basis consistent with generally accepted accounting principles (modified accrual basis) for all governmental funds.

**Bond Reserve Compliance**

The City was in compliance with required bonded debt reserves for the year.

**Excess of expenditures over appropriations**

For the year ended March 31, 2021, expenditures were within the budget appropriations for the General Fund, but expenditures exceeded the budget for the Transportation Sales Tax Fund.

**Legal Debt Margin**

The City’s assessed value supports a general obligation bond limit of \$ 5,439,121. The City did not have any general obligation bonds outstanding as of March 31, 2021.



**CITY OF HOLLISTER, MISSOURI**  
NOTES TO BASIC FINANCIAL STATEMENTS  
MARCH 31, 2021

**DETAILED NOTES ON ALL FUNDS**

**NOTE B – DEPOSITS AND INVESTMENTS**

Deposits. Custodial credit risk for deposits is the risk that in the event of a bank failure, the City's deposits may not be returned or the City will not be able to recover collateral securities in the possession of an outside party. The City's bank deposits are required by state law to be secured by the deposit of certain securities specified at RSMo 30.270 with the City or trustee institution. The value of the securities must amount to the total of the City's cash not insured by the Federal Deposit Insurance Corporation.

As of March 31, 2021, the City's bank balances were entirely secured or collateralized with securities held by the City or by its agent in the City's name.

Investment Policies

**Credit Risk** is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The City does have a written investment policy covering credit risk.

**Interest Rate Risk** is the risk that changes in interest rates will adversely affect the fair value of an investment. Investments held for longer periods are subject to increased risk of adverse interest rate changes. The City policy is to limit the length of investments to meet cash flow requirements for ongoing operations, thereby avoiding the need to sell securities before maturity.

**Concentration of Credit Risk** is the risk of loss attributed to the magnitude of the City's investment in a single issuer. The City policy is to invest in only those instruments approved by the State of Missouri which have minimal risk.

**Custodial Credit Risk** is the risk that in the event of a broker/agent failure, securities that are uninsured and not registered in the name of the City and are held by either the counterparty to the transaction or the counterparty's trust department or agent but not in the government's name will not be returned to the City. The City does have a written investment policy on custodial credit risk which all investments are either insured or registered in the City's name and held by the City's agent.

**CITY OF HOLLISTER, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
MARCH 31, 2021

**NOTE C – CAPITAL ASSETS AND DEPRECIATION**

Capital asset activity for the year ended March 31, 2021, was as follows:

**Governmental activities:**

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets not being depreciated:				
Land and improvements	\$ 651,875	\$ 2,768	\$ -	\$ 654,643
Construction in progress	\$ 150,183	\$2,650,271	\$ -	\$ 2,800,454
Capital assets being depreciated:				
Buildings	\$ 142,581	\$ 17,813	\$ -	\$ 160,394
Infrastructure	10,277,875	270,213	-	10,548,088
Equipment	680,354	366,904	-	1,047,258
Vehicles	816,978	95,915	54,184	858,709
Total capital assets being depreciated	11,917,788	750,845	54,184	12,614,449
Less: Accumulated depreciation for:				
Buildings	53,006	4,705		57,711
Infrastructure	2,780,861	235,358		3,016,219
Equipment	573,847	55,297		629,144
Vehicles	661,225	50,048	54,184	657,089
Total accumulated depreciation	4,068,939	345,408	54,184	4,360,163
Total capital assets being depreciated, net	7,848,849	405,437	-	8,254,286
Governmental activities capital assets, net	\$ 8,650,907	\$ 408,205	\$ -	\$ 11,709,383

Depreciation expense was charged to functions of the government as follows:

**Governmental activities:**

General government	\$ 15,127
Police and courts	70,813
Streets	243,096
Building and planning	3,140
Parks	13,232
	<u>\$ 345,408</u>

**CITY OF HOLLISTER, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
MARCH 31, 2021

**NOTE C – CAPITAL ASSETS AND DEPRECIATION (Continued)**

**Business-type activities:**

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital assets not being depreciated:				
Land	\$ 173,503	\$ -	\$ -	\$ 173,503
Construction in progress	<u>\$ 31,020</u>	<u>\$ 1,317,253</u>	<u>\$ -</u>	<u>\$ 1,348,273</u>
Capital assets being depreciated:				
Buildings	\$ 852,085	\$ 33,457	\$ -	\$ 885,542
Plant	27,092,320	487,629	-	27,579,949
Equipment	1,139,240	41,716	-	1,180,956
Vehicles	590,823	51,026	-	641,849
Total capital assets being depreciated	<u>29,674,468</u>	<u>613,828</u>	<u>-</u>	<u>30,288,296</u>
Less Accumulated depreciation for:				
Buildings	394,272	24,214	-	418,486
Plant	14,937,438	719,334	-	15,656,772
Equipment	673,239	48,998	-	722,237
Vehicles	503,275	17,232	-	520,507
Total accumulated depreciation	<u>16,508,224</u>	<u>809,778</u>	<u>-</u>	<u>17,318,002</u>
Total capital assets being depreciated, net	<u>13,166,244</u>			<u>12,970,294</u>
Business-type activities capital assets, net	<u>\$ 13,370,767</u>			<u>\$ 14,492,070</u>

Depreciation expense was charged to functions of the government as follows:

**Business-type activities:**

Water Fund	\$ 136,065
Sewer Fund	<u>673,713</u>
	<u>\$ 809,778</u>



**CITY OF HOLLISTER, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
MARCH 31, 2021

**NOTE D – LONG-TERM DEBT**

**Business-type activities:**

The following is a summary of debt transactions of the City for the year ended March 31, 2021, as it relates to the business type activities:

	Beginning Balance	Additions	Reductions	Ending Balance	Amount Due Within One Year
Short-term loan	\$ -	\$1,285,621		\$1,285,621	\$1,285,621
Compensated Absences	22,954	42,970	46,809	19,115	19,115
Net Pension Liability	299,750	123,201	-	422,951	-
Totals	<u>\$ 322,704</u>	<u>\$ 166,171</u>	<u>\$ 46,809</u>	<u>\$ 442,066</u>	<u>\$ 19,115</u>

**Governmental activities**

The following is a summary of debt transactions of the City for the year ended March 31, 2021:

	Beginning Balance	Additions	Reductions	Ending Balance	Amount Due Within One Year
Certificate of participation	\$ 3,200,000	\$ -	\$ 485,000	\$ 2,715,000	\$ 500,000
Short term loan	-	2,575,343	-	2,575,343	2,575,343
Lease payable	63,899	68,748	68,426	64,221	40,537
	<u>3,263,899</u>	<u>2,644,091</u>	<u>553,426</u>	<u>5,354,564</u>	<u>3,115,880</u>
Compensated Absences	31,170	34,000	29,348	35,822	35,822
Net Pension Liability	<u>\$ 94,359</u>	<u>\$ 264,272</u>	<u>\$ -</u>	<u>\$ 358,631</u>	<u>\$ -</u>
Amounts due within one year				<u>\$ 3,115,880</u>	
Amounts due in more than one year:					
Certificate of participation				2,215,000	
Lease payable				23,684	
Total amounts due in more than one year				<u>\$ 2,238,684</u>	

For governmental activities, liability for compensated absences are generally liquidated by the General Fund.

**CITY OF HOLLISTER, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
MARCH 31, 2021

**NOTE D – LONG-TERM DEBT (Continued)**

The Governmental long-term debt as of March 31, 2021, follows:

Promissory Notes and

On October 10, 2020, the City entered into a note payable for \$ 268,748 for the purchase of two 2020 Ford Explorers. Payments are \$ 24,881.46 annually on October 10, with the final payment October 10, 2022. Interest rate is 3.49%	\$ 45,442
On November 10, 2019, the City entered into a note payable for \$ 28,138 for the purchase of a 2019 Ram 1500DS. Payments are \$ 10,199.19 annually on November 10, with the final payment November 10, 2021. Interest rate is 5.75%	9,423
On October 1, 2019, the City entered into a note payable for \$ 27,938 for the purchase of a 2019 Ram 1500 DS. Payments are \$ 10,126.69 annually on November 10, with the final payment November 10, 2021. Interest rate is 5.75%	9,356
	\$ 64,221

Certificates of Participation

On March 1, 2013, the City entered into a cancelable lease for the refunding of existing lease obligations on City Hall and money for construction of Hwy 65 project. \$ 5,875,000 paid from this issue.	\$ 2,715,000
--	--------------

Short-term Loan

The City entered into a short-term construction loan for building located at Hollister Pointe for the Water, Sewer, Street, and Police Department. Beginning date was January 22, 2021, at 2.73% interest and for the period ending March 31, 2021, \$ 1,285,621 was allocated to the Water and Sewer Fund and the balance of \$ 2,575,343 for the Street and Police departments. Once completion of construction the loan will be rolled into a long-term loan.

**CITY OF HOLLISTER, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
MARCH 31, 2021

**NOTE D – LONG-TERM DEBT (Continued)**

The annual requirements to amortize bonded debt as of March 31, 2021, follows:

<u>March 31,</u>	<u>Promissory Note/Lease Payable</u>		<u>Capital Lease Obligations</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2022	\$ 40,537	\$ 4,670	\$ 500,000	\$ 96,801
2023	23,684	1,198	520,000	78,314
2024	-	-	710,000	54,688
2025	-	-	840,000	23,688
2026	-	-	15,000	25,057
2027-2031	-	-	90,000	4,275
2032-2033	-	-	40,000	-
Totals	<u>\$ 64,221</u>	<u>\$ 5,868</u>	<u>\$ 2,715,000</u>	<u>\$ 282,823</u>

**NOTE E – CONDUIT DEBT OBLIGATION**

Not included in the accompanying financial statements is a conduit debt obligation issued under the name of the City and the Hollister Parkway Tax Increment Financing Redevelopment Plan. The Bonds are not secured by or payable from revenues or assets of the City or Hollister. A portion of the sales tax generated by Menard Inc. will be used to fund the debt service. On March 31, 2021, the aggregate principal amount of Conduit Debt Obligation outstanding totaled \$ 5,335,000.



**CITY OF HOLLISTER, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
MARCH 31, 2021

**NOTE F – DEFINED BENEFIT PENSION PLAN**

The City of Hollister participates in the Missouri Local Government Employees Retirement System (LAGERS). LAGERS is an agent multiple-employer, statewide public employee retirement plan for units of local government which is legally separate and fiscally independent of the State of Missouri. The retirement system covers all full-time City employees.

Plan description

The City of Hollister’s defined benefit pension plan provides certain retirement, disability and death benefits to plan members and beneficiaries. The City of Hollister participates in the Missouri Local Government Employees Retirement System (LAGERS). LAGERS is an agent multiple-employer, statewide public employee pension plan established in 1967 and administered in accordance with RSMo. 70.600-70.755. As such, it is LAGERS responsibility to administer the law in accordance with the expressed intent of the General Assembly. The plan is qualified under the Internal Revenue Code Section 401(a) and is tax exempt. The responsibility for the operations and administration of LAGERS is vested in the LAGERS Board of Trustees consisting of seven persons. LAGERS issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained by accessing the LAGERS website at [www.molagers.org](http://www.molagers.org).

Benefits provided

LAGERS provides retirement, death and disability benefits. Benefit provisions are adopted by the governing body of the employer, within the options available in the state statutes governing LAGERS. All benefits vest after 5 years of credited service. Employees who retire on or after age 60 (55 for police and fire) with 5 or more years of service are entitled to an allowance for life based upon the benefit program information provided below. Employees may retire with an early retirement benefit with a minimum of 5 years of credited service and after attaining age 55 (50 for police and fire) and receive a reduced allowance.

	<u>2020 Valuation</u>
Benefit Multiplier:	2.00%
Final Average Salary:	3 years
Member Contributions:	4.00%

Benefit terms provide for annual post retirement adjustments to each member’s retirement allowance subsequent to the member’s retirement date. The annual adjustment is based on the increase in the Consumer Price Index and is limited to 4% per year.

**CITY OF HOLLISTER, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
MARCH 31, 2021

**NOTE F – DEFINED BENEFIT PENSION PLAN (Continued)**

**Employees covered by benefit terms**

On June 30, 2020, the following employees were covered by the benefits terms:

Inactive employees or beneficiaries currently receiving benefits	28
Inactive employees entitled to but not yet receiving benefits	28
Active employees	43
Total	99

**Contributions**

The employer is required to contribute amounts at least equal to the actuarially determined rate, as established by LAGERS. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance an unfunded accrued liability. Full-time employees of the employer contribute 4% of their gross pay to the pension plan. Employer’s contribution rates are 16.0 % General and 9.2% Police of annual payroll.

**Net Pension Liability**

The employer’s net pension liability was measured as June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of February 29, 2020.

**Actuarial assumptions**

The total pension liability in the February 29, 2020, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.25% wage inflation: 2.50% price inflation
Salary increase	3.25% to 6.55% including wage inflation
Investment rate of return	7.25% net of investment expenses

Mortality rates were based on the healthy retiree mortality tables, for post-retirement mortality, were the RP-2014 Healthy Annuitant mortality table for males and females. The disabled retiree mortality tables, for post-retirement mortality, were the RP-2014 disabled mortality table for males and females. The pre-retirement mortality tables used were the RP-2014 employees’ mortality table for males and females.

**CITY OF HOLLISTER, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
MARCH 31, 2021

**NOTE F – DEFINED BENEFIT PENSION PLAN (Continued)**

Both the post-retirement and pre-retirement tables were adjusted for mortality improvement back to the observation period base year of 2006. The base year for males was then established to be 2021. Mortality rates for a particular calendar year are determined by applying the MP-2015 mortality improvement scale.

The actuarial assumptions were based on the 5-year experience study for the period March 1, 2010 through February 28, 2015.

The long-term expected rate of return on pension plan investments was determined using a model method in which the best-estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Equity	39.00%	4.16%
Fixed Income	28.00%	0.89%
Real Assets	33.00%	2.09%

**Discount rate**

The discount rate used to measure the total pension liability is 7.25%. The projection of cash flows used to determine the discount rate assumes that employer and employee contributions will be made at the rates agreed upon for employees and the actuarially determined rates for employers. Based on these assumptions, the pension plan’s fiduciary net position was projected to be available to pay all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payment to determine the total pension liability.



**CITY OF HOLLISTER, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
MARCH 31, 2021

**NOTE F – DEFINED BENEFIT PENSION PLAN (Continued)**

**Changes in the Net Pension Liability**

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a)+(b)
<b>Balances at 7/1/2018</b>	\$ 5,417,992	\$ (5,023,883)	\$ 394,109
Changes for the year:			
Service Cost	210,488	-	210,488
Interest	393,527	-	393,527
Changes in assumptions	-	-	-
Difference between expected and actual experience	(29,338)	-	(29,338)
Contribution - employer	-	(229,187)	(229,187)
Contribution - employee	-	(64,895)	(64,895)
Net investment income	-	(65,520)	(65,520)
Benefit payments, including refunds	(190,171)	190,171	-
Administrative expense	-	11,026	11,026
Other changes	-	161,372	161,372
<b>Net changes</b>	<u>384,506</u>	<u>2,967</u>	<u>387,473</u>
<b>Balances at 6/30/2019</b>	<u>\$ 5,802,498</u>	<u>\$ (5,020,916)</u>	<u>\$ 781,582</u>

**Sensitivity of the net pension liability to changes in the discount rate**

The following presents the Net Pension Liability of the employer, calculated using the discount rate of 7.25%, as well as what the employer's Net Pension Liability would be using a discount rate that is one percentage point lower 6.25% or one percentage point higher 8.25 % than the current rate.

1% Decrease 6.25%	Current Single Discount Rate Assumption 7.25%	1% Increase 8.25%
<u>\$ 1,684,365</u>	<u>\$ 781,582</u>	<u>\$ 50,228</u>

**CITY OF HOLLISTER, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
MARCH 31, 2021

**NOTE F – DEFINED BENEFIT PENSION PLAN (Continued)**

**Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

For the year ended March 31, 2021, the employer recognized pension expense of \$ 428,362. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences in experience	\$ 101,923	\$ (94,279)
Differences in assumptions	19,102	-
Excess(deficit) in investment returns	133,933	-
Contributions subsequent to the measurement date*	166,325	-
Total	\$ 421,283	\$ (94,279)

\*The amount reported as deferred outflows of resources resulting from contributions subsequent to the measurement date will be recognized as an increase in the Deferred Outflow for the year ending March 31, 2022.

Amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended:		
2021	\$	26,450
2022		24,672
2023		59,289
2024		50,268
2025		-
Thereafter		-
Total	\$	160,679

**Payable to the Pension Plan**

On March 31, 2021, the City of Hollister reported a payable of \$ 13,246.64 for the outstanding amount of contributions to the pension plan required for the year ended March 31, 2021.

**CITY OF HOLLISTER, MISSOURI**  
NOTES TO BASIC FINANCIAL STATEMENTS  
MARCH 31, 2021

**NOTE G – 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 maintains commercial insurance coverage for property damage and various Missouri Official's bonds. Management believes coverage is sufficient to preclude any significant uninsured losses to the City. The City carries commercial insurance and has not incurred any claims which have exceeded its coverage in any of the past three years.

On March 31, 2021, the City maintained commercial insurance coverage for building and contents and employee theft. In the past three years, the City had no losses that exceeded commercial insurance coverage.

**NOTE H – GRANTS**

Intergovernmental awards received by the City are subject to audit and adjustment by the grantor agencies. If grant revenues are received for expenditures, which are subsequently disallowed, the City may be required to repay the revenues to the funding agencies. No disallowed costs have resulted from this audit and management believes that further examination will not result in any disallowed costs.

**NOTE I – TRANSFERS BETWEEN FUNDS**

Transfers between funds were for allocation of shared costs, for payment of bond principal and interest payment, and \$ 190,195 from the Capital Improvement Sales Tax Fund to the Water and Sewer Fund for capital improvements.

**NOTE J – COMMITMENTS**

Fire Protection Agreement

The City, on October 8, 2003, entered into an "Inter-Governmental Agreement" with the Western Taney County Fire Protection District. The provisions of the agreement provides that the City will share with the Fire District a portion of its property tax revenue each year as per Missouri Revised Statute 321.221 and pay that portion in quarterly payments. For 2021, that amount was \$ 226,176 and was reflected within the statements under Current Fire expenditures of \$ 226,176.



**CITY OF HOLLISTER, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**MARCH 31, 2021**

**NOTE K – LEASE REVENUE**

The City leases various City-owned properties to corporations for cellular towers. The minimum lease payments the City will receive will be \$ 23,805 with a 15% increase over the five year period. The contract was renewed September 28, 2015.

**NOTE L – FUTURE ACCOUNTING PRONOUNCEMENTS**

The accounting principles governing the reported amounts, presentation and related disclosures are subject to change from time to time based on new pronouncements and/or rules issued by various governing bodies. The Governmental Accounting Standards Board (GASB) is responsible for establishing generally accepted accounting principles (GAAP) for state and local governments.

**The City adopted the following statements during the year ended March 31, 2021:**

GASB Statement No. 83, *Certain Asset Retirement Obligations*, issued November 2016, will be effective for the City beginning with its fiscal year ending December 31, 2020. This Statement is to provide financial statement users with information about assets retirement obligations (AROs) that were not addressed in GASB standards establishing uniform accounting and financial reporting requirement for these obligations.

GASB Statement No. 89, *Accounting for Interest Costs Incurred before the End of a Construction Period*, issued June 2018, will be effective for the City for reporting periods beginning after December 15, 2020. The primary objective of this Statement is (1) to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and (2) to simplify accounting for interest cost incurred before the end of a construction period.

GASB Statement No. 91, *Conduit Debt Obligations*, issued May 2019, will be effective for the City beginning after December 15, 2021. Earlier application is encouraged. The primary objective of this Statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice.

GASB Statement No. 92, *Omnibus 2020*, issued January 2020, will be effective for the City beginning after June 15, 2021. Earlier application is encouraged and is permitted by topic. The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements.

GASB Statement No. 93, *Replacement of Interbank Offered Rates*, issued March 2020, will be effective for except for paragraphs 11b,13, and 14 June 15, 2020, paragraphs Paragraph 11b effective for periods after December 31, 2021, and paragraphs 13 and 14 effective after June 15, 2021. Earlier application is encouraged.

**CITY OF HOLLISTER, MISSOURI**  
NOTES TO BASIC FINANCIAL STATEMENTS  
MARCH 31, 2021

**NOTE K– FUTURE ACCOUNTING PRONOUNCEMENTS (Continued)**

GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, issued March 2020 will be effective for years beginning after June 15, 2022, earlier application is encouraged. The primary objective of this Statement is to improve financial reporting by addressing issues related to public-private partnership arrangements (PPPs) and (APAs). Earlier application is encouraged.

GASB Statement No. 95. *Postponement of the Effective Dates of Certain Authoritative Guidance issued May 2020. The following provisions have been delayed 83, 84, 88, 89, 90, 92, 93, and 87. Pronouncements 83, 89, 92 and 93 have been adopted this year and had no changes to report. Pronouncements 84, 88, 90 were adopted in the current year with no changes to report.*

GASB Statement No. 96. *Subscription-Based Information Technology Arrangements*, issued May 2020, earlier application is encouraged. This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government and end users (governments).

The City did not have any changes to report for the year ending March 31, 2021, upon adopting GASB 83, 89, 91, 92, 93, 94, 95, and 96.

**The Statements which might impact the City are as follows:**

GASB Statement No. 87, *Leases*, issued June 2017, will be effective for the City beginning after June 15, 2021. This Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This Statement increases the usefulness of governments' financial statements by requiring of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities.

GASB Statement No, 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Section 457 Deferred Compensation Plans-and amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32*, issued June 2020. Effective date is June 15, 2021, with earlier application permitted.

The City's management has not yet determined the effect these statements will have on the City's financial statements.

**CITY OF HOLLISTER, MISSOURI**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**MARCH 31, 2021**

**NOTE M – SALE OF BUILDINGS AND NOTE RECEIVABLE**

The City sold land and buildings used for the Police and Public Works Departments for \$ 1,500,000 to OTC. Terms are the note is interest free and with payments of \$ 7,033.33 for sixty months with the balance of \$ 1,078,000 at the end of the sixty months.



**CITY OF HOLLISTER, MISSOURI**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND**  
**BALANCES - BUDGET AND ACTUAL - MAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED MARCH 31, 2021**

REVENUES	General Fund			Variance With Final Budget
	Budget		Actual	
	Original	Final		
Taxes:				
Property taxes	\$ 324,000	\$ 344,000	\$ 364,513	\$ 20,513
Franchise taxes	247,500	243,000	245,360	2,360
Sales taxes	1,535,000	1,510,000	1,602,776	92,776
Use tax	-	140,000	261,552	121,552
Tourism tax	-	-	7,818	7,818
Intergovernmental:				
Missouri motor fuel taxes	175,000	180,000	179,056	(944)
Payment in lieu of taxes	-	-	68,545	68,545
Charge for services:				
Refuse fees	198,000	198,000	198,146	146
Licenses & permits	43,800	45,450	99,703	54,253
Fines & forfeitures	67,000	78,700	86,055	7,355
Interest	500	500	1,839	1,339
Grants	5,000	5,000	3,667	(1,333)
Donations	-	-	17,178	17,178
Other:				
Rent	26,400	26,400	29,773	3,373
Miscellaneous	3,200	2,700	2,561	(139)
Total Revenues	<u>2,625,400</u>	<u>2,773,750</u>	<u>3,168,542</u>	<u>394,792</u>
 EXPENDITURES				
Current:				
General government	578,840	578,840	381,668	197,172
Police	1,118,550	1,118,550	1,133,942	(15,392)
Courts	90,000	90,000	89,941	59
Fire	280,900	280,900	226,176	54,724
Streets	175,600	175,600	182,121	(6,521)
Refuse fees paid	189,000	189,000	188,217	783
Building and planning	238,120	238,120	120,483	117,637
Parks and recreation	217,230	217,230	179,688	37,542
Capital outlay	51,000	2,595,091	2,771,867	(176,776)
Debt service:				
Principal	39,930	39,930	77,084	(37,154)
Interest	5,280	5,280	8,263	(2,983)
Total Expenditures	<u>2,984,450</u>	<u>5,528,541</u>	<u>5,359,450</u>	<u>169,091</u>
 EXCESS (DEFICIT) REVENUES OVER EXPENDITURES	 (359,050)	 (2,754,791)	 (2,190,908)	 563,883
 OTHER FINANCING SOURCES (USES)				
Short term loan	-	2,644,091	2,644,091	-
Insurance recovery	10,000	-	5,025	5,025
Transfers (net)	-	-	(32,813)	(32,813)
 NET CHANGE IN FUND BALANCE	 <u>\$ (349,050)</u>	 <u>\$ (110,700)</u>	 425,395	 <u>\$ 536,095</u>
 FUND BALANCES - BEGINNING			 <u>1,588,027</u>	
 FUND BALANCES - ENDING			 <u>\$ 2,013,422</u>	

**CITY OF HOLLISTER, MISSOURI**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND**  
**BALANCES - BUDGET AND ACTUAL - MAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED MARCH 31, 2021**

	Transportation Sales Tax Fund			
	Budget		Actual	Variance With Final Budget
	Original	Final		
<b>REVENUES</b>				
Sales tax	\$ 750,000	\$ 735,000	\$ 917,018	\$ 182,018
Interest	100	500	579	79
<b>Total Revenues</b>	<u>750,100</u>	<u>735,500</u>	<u>917,597</u>	<u>182,097</u>
<b>EXPENDITURES</b>				
Current:				
Streets	186,330	186,330	192,774	(6,444)
Capital outlay	232,500	232,500	372,663	(140,163)
Debt service:				
Principal	270,000	270,000	265,000	5,000
Interest	65,720	65,720	74,623	(8,903)
<b>Total Expenditures</b>	<u>754,550</u>	<u>754,550</u>	<u>905,060</u>	<u>(150,510)</u>
<b>EXCESS (DEFICIT) REVENUES OVER EXPENDITURES</b>	(4,450)	(19,050)	12,537	31,587
<b>OTHER FINANCING SOURCES (USES)</b>				
Sale of assets	-	-	21,000	21,000
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (4,450)</u>	<u>\$ (19,050)</u>	33,537	<u>\$ 52,587</u>
<b>FUND BALANCES - BEGINNING</b>			<u>1,225,938</u>	
<b>FUND BALANCES - ENDING</b>			<u>\$ 1,259,475</u>	

**CITY OF HOLLISTER, MISSOURI**  
**REQUIRED SUPPLEMENTARY INFORMATION - UNAUDITED**  
**SCHEDULE OF CHANGES IN NET PENSION**  
**LIABILITY AND RELATED RATIOS**  
**FOR THE YEARS ENDED MARCH 31**

	2021	2020	2019	2018	2017	2016
<b>Total Pension Liability</b>						
Service costs	\$ 210,488	\$ 191,537	\$ 187,338	\$ 180,456	\$ 172,087	\$ 178,885
Interest on Total Pension Liability	393,527	358,864	338,182	305,746	273,014	260,442
Changes in Benefit Terms	-		-	(1,251)	-	966
Difference between expected and actual experience	(29,338)	93,052	(97,320)	93,309	(22,312)	(136,859)
Changes in assumptions	-		(3,071)	-	146,176	-
Benefit payments, including refunds	(190,171)	(159,651)	(135,897)	(137,673)	(99,782)	(149,325)
Net change in total pension liability	384,506	483,802	289,232	440,587	469,183	154,109
Total Pension Liability-beginning	5,417,992	4,934,190	4,644,958	4,204,371	3,735,188	3,581,079
Total Pension Liability-ending	<u>\$ 5,802,498</u>	<u>\$ 5,417,992</u>	<u>\$ 4,934,190</u>	<u>\$ 4,644,958</u>	<u>\$ 4,204,371</u>	<u>\$ 3,735,188</u>
<b>Plan Fiduciary Net Position</b>						
Contributions - employer	\$ (229,187)	\$ (227,628)	\$ (218,256)	\$ (220,778)	\$ (189,846)	\$ (193,903)
Contributions - employee	(64,895)	(62,253)	(57,468)	(62,519)	(54,500)	(52,043)
Net investment income	(65,520)	(312,226)	(494,623)	(425,516)	3,920	(65,605)
Benefits payments, including refunds	190,171	159,651	135,897	137,673	99,782	149,325
Pension Plan Administrative Expense	11,026	9,177	6,147	5,731	5,639	6,270
Other (Net Transfer)	161,372	(28,127)	(6,344)	(14,488)	83,732	31,520
Net change in plan fiduciary net position	2,967	(461,406)	(634,647)	(579,897)	(51,273)	(124,436)
Plan Fiduciary Net Position-beginning	(5,023,883)	(4,562,477)	(3,927,830)	(3,347,933)	(3,296,660)	(3,172,224)
Plan Fiduciary Net Position-ending	<u>\$ (5,020,916)</u>	<u>\$ (5,023,883)</u>	<u>\$ (4,562,477)</u>	<u>\$ (3,927,830)</u>	<u>\$ (3,347,933)</u>	<u>\$ (3,296,660)</u>
<b>Net Pension Liability(Asset)</b>	<u>\$ 781,582</u>	<u>\$ 394,109</u>	<u>\$ 371,713</u>	<u>\$ 717,128</u>	<u>\$ 856,438</u>	<u>\$ 438,528</u>
<b>Plan fiduciary net position as a percentage of the total pension liability</b>	86.53%	92.73%	92.47%	84.56%	79.63%	88.26%
<b>Covered payroll</b>	\$ 1,569,862	\$ 1,615,049	\$ 1,356,510	\$ 1,437,064	\$ 1,319,896	\$ 1,293,441
<b>Net Pension liability as a percentage of covered payroll</b>	49.79%	24.40%	27.40%	49.90%	64.89%	33.90%

Notes to schedule:

\*Information not available as this represents the first actuarial valuation performed pursuant to GASB Statement No. 67.

This schedule is intended to cover ten years. The City implemented GASB Statement No. 67 in fiscal year 2014. Information for years prior to fiscal year 2014 is therefore unavailable.



**CITY OF HOLLISTER, MISSOURI**  
**REQUIRED SUPPLEMENTARY INFORMATION-UNAUDITED**  
**SCHEDULE OF PENSION PLAN CONTRIBUTIONS**  
**LAST TEN FISCAL YEARS**  
**FOR THE YEARS ENDED MARCH 31**

Fiscal Year	Actuarially Determined Contribution	Contribution in Relation	Contribution Deficiency	Covered Employee Payroll	Contribution as Percentage
2011	\$ 138,551	\$ 129,224	\$ 9,327	\$ 1,121,213	11.53%
2012	179,264	177,938	1,326	1,191,897	14.93%
2013	189,219	183,517	5,702	1,222,209	15.02%
2014	192,615	198,069	(5,454)	1,274,639	15.54%
2015	181,076	196,505	(15,429)	1,287,367	15.26%
2016	187,575	187,503	72	1,347,132	13.92%
2017	207,057	207,056	1	1,477,155	14.02%
2018	220,840	214,335	6,505	1,477,155	14.51%
2019	225,445	225,445	-	1,503,075	15.00%
2020	226,065	226,065	-	1,609,255	14.05%

NOTES TO SCHEDULE OF CONTRIBUTIONS

Valuation Date: February 29, 2020

Notes: The roll-forward of total pension liability from February 29, 2020 to June 30, 2020 reflects expected service cost and interest reduced by actual benefit payments.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method Entry Age Normal and Modified Terminal Funding  
Amortization Method A level percentage of payroll amortization method is used to amortize the UAAL over a closed period of years. If the UAAL (excluding the UAAL associated with the benefit changes) is negative, then this amount is amortized over the greater of (i) the remaining initial amortization period of (ii) 15 years.  
Remaining Amortization Period Multiple bases from 11 to 22 years  
Asset Valuation Method 5-Year smoothed market: 20% corridor  
Inflation 3.25% wage inflation; 2.50% price inflation  
Salary Increases 3.25% to 6.55% including wage inflation  
Investment Rate of Return 7.25%, net of investment expenses  
Retirement Age Experience-based table of rates that are specific to the type of eligibility condition.  
Mortality The healthy retiree mortality tables, for post-retirement mortality, were the RP-2014 Healthy Annuitant mortality table for males and females. The disabled retiree mortality tables, for post-retirement mortality, were the RP-2014 disabled mortality table for males and females. The pre-retirement mortality tables used were the RP-2014 employees mortality table for males and females.

Both the post-retirement and pre-retirement tables were adjusted for mortality improvement back to the observation period base year of 2006. The base year for males was then established to be 2017. Mortality rates for a particular calendar year are determined by applying the MP-2015 mortality improvement scale to the above described tables.

Other information: None

**CITY OF HOLLISTER, MISSOURI**  
**SUPPLEMENTARY INFORMATION**  
**PER 2013 CERTIFICATES-EXHIBIT A**  
**CONTINUING DISCLOSURE**  
**FOR THE YEAR ENDED MARCH 31, 2021**

**HISTORY OF PROPERTY VALUATION**

The total assessed valuation of all taxable tangible property situated in the City, including state assessed railroad and utility property, according to the assessments of January 1 in each of the following years, has been as follows:

<u>Calendar Year</u>	<u>Assessed Valuation</u>	<u>Percent Change</u>
2020	\$ 54,391,208	-1.43%
2019	55,180,689	6.42%
2018	51,847,476	-12.30%
2017	59,159,327	24.30%
2016	47,596,779	-0.50%
2015	47,857,415	-0.21%
2014	48,892,985	2.60%
2013	47,670,879	1.40%
2012	47,025,194	4.70%
2011	44,907,195	-0.50%

**HISTORY OF TAX LEVIES**

The following table shows the City's tax levies (per \$100 of assessed valuation) for each of the last eight fiscal years:

<u>Fiscal Year Ended</u>	<u>General Fund</u>	<u>Debt Service</u>	<u>Total Levy</u>
2021	\$ 0.6205	\$ -	\$ 0.6205
2020	0.6082	-	0.6082
2019	0.6210	-	0.6210
2018	0.6099	-	0.6099
2017	0.6185	-	0.6185
2016	0.6056	-	0.6056
2015	0.5917	-	0.5917
2014	0.5912	0.3289	0.9201
2013	0.5912	0.4934	1.0846
2012	0.5912	0.5309	1.1221

**CITY OF HOLLISTER, MISSOURI**  
**SUPPLEMENTARY INFORMATION**  
**PER 2013 CERTIFICATES-EXHIBIT A**  
**CONTINUING DISCLOSURE**  
**FOR THE YEAR ENDED MARCH 31, 2021**

**TAX COLLECTION RECORD**

The following table sets forth tax collection information for the City for the last nine fiscal years:

<u>Fiscal Year Ended</u>	<u>Total Levy</u>	<u>Taxes Levied</u>	<u>Current and Delinquent Taxes Collected</u>	
			<u>Amount</u>	<u>%</u>
2021	\$ 0.6205	\$ 337,497	\$ 357,156	105.8%
2020	0.6082	319,770	352,879	110.4%
2019	0.6210	321,973	326,088	101.2
2018	0.6099	360,813	353,405	97.9
2017	0.6056	295,394	303,187	102.6
2016	0.6185	289,825	302,267	104.3
2015	0.5917	289,300	306,798	106.0
2014	0.9201	438,620	441,088	100.6
2013	1.0846	510,035	525,644	103.1
2012	1.1221	503,904	531,156	105.4