

## INDEPENDENT AUDITOR'S REPORT

**To the Honorable Mayor and  
Members of the Council  
City of Bellevue, Kentucky**

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the remaining aggregate fund information of the City of Bellevue, Kentucky, as of and for the year ended June 30, 2020, 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 an opinion 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 and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. 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 opinion.

#### ***-Opinion***

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, the business-type activities, each major fund and the remaining aggregate fund information of the City of Bellevue, Kentucky as of June 30, 2020 and the respective changes in financial position 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 3-6, the budgetary comparison schedules on pages 43-44, and the pension and other post-employment benefits disclosures on pages 45-48 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 financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

### ***-Supplementary Information***

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The combining special revenue funds, proprietary funds, and non-major governmental funds financial statements are supplementary information and are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

### **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated February 5, 2021 on our consideration of the City of Bellevue, Kentucky's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Bellevue, Kentucky's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Bellevue, Kentucky's internal control over financial reporting and compliance.

*Van Gorder, Walker & Co., Inc.*

**Van Gorder, Walker & Co., Inc.**

Erlanger, Kentucky

February 5, 2021

**CITY OF BELLEVUE, KENTUCKY**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -**  
**BUDGET TO ACTUAL - GENERAL FUND**  
**For the Year Ended June 30, 2020**

Revenues	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
From local sources:				
Property	\$ 1,445,519	\$ 1,445,519	\$ 1,533,773	\$ 88,254
Motor vehicle	114,000	114,000	121,243	7,243
Utilities	200,000	200,000	194,395	(5,605)
Insurance premium license	950,000	950,000	940,237	(9,763)
Payroll tax	1,309,000	1,309,000	1,429,667	120,667
Other license, permits, and fees	238,200	238,200	260,835	22,635
Earnings on investments	7,000	7,000	8,404	1,404
Fines and penalties	26,500	26,500	33,553	7,053
Charges for services	527,950	527,950	435,672	(92,278)
Other local revenue	40,000	40,000	40,613	613
Intergovernmental - local	58,653	58,653	59,162	509
Intergovernmental - state	68,810	68,810	77,484	8,674
Intergovernmental - federal	13,481	13,481	267	(13,214)
<b>Total Revenues</b>	<b>4,999,113</b>	<b>4,999,113</b>	<b>5,135,305</b>	<b>136,192</b>
<b>Expenditures</b>				
Administrative and legislative				
Salaries and benefits	631,820	643,832	589,464	54,368
Other	305,076	347,607	329,540	18,067
Police department				
Salaries and benefits	1,472,209	1,472,466	1,410,113	62,353
Other	119,200	123,664	100,892	22,772
Public works department				
Salaries and benefits	329,109	332,952	327,853	5,099
Other	444,750	450,761	438,864	11,897
Special appropriations				
Bellevue/Dayton fire dept. allotment	924,279	923,464	924,279	(815)
Other	335,600	277,297	182,613	94,684
FEMA - landslide	150,000	150,000	48,735	101,265
Capital outlay	-	-	-	-
<b>Total Expenditures</b>	<b>4,712,043</b>	<b>4,722,043</b>	<b>4,352,353</b>	<b>369,690</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>287,070</b>	<b>277,070</b>	<b>782,952</b>	<b>505,882</b>
<b>Other Financing Sources (Uses)</b>				
CARES Act	-	-	415,044	415,044
Operating transfers (out)	(466,960)	(477,786)	(477,786)	-
<b>Total Other Financing Sources (Uses)</b>	<b>(466,960)</b>	<b>(477,786)</b>	<b>(62,742)</b>	<b>415,044</b>
<b>Excess (Deficit) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</b>	<b>(179,890)</b>	<b>(200,716)</b>	<b>720,210</b>	<b>920,926</b>
<b>Fund Balance, Beginning of Year</b>	<b>2,474,387</b>	<b>2,474,387</b>	<b>2,474,387</b>	<b>-</b>
<b>Fund Balance, End of Year</b>	<b>\$ 2,294,497</b>	<b>\$ 2,273,671</b>	<b>\$ 3,194,597</b>	<b>\$ 920,926</b>

The full set of audited financial statements is available from the City Clerk, Bellevue City Hall, 616 Poplar Street, Bellevue, Kentucky 41073.