

City of Bryant, Arkansas

Annual Comprehensive Financial Report

Prepared by: Finance Department



For Fiscal Year Ended - December 31, 2020

With Independent Auditor's Report

City of Bryant, Arkansas
Annual Financial Report
For the Fiscal Year Ended December 31, 2020

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INTRODUCTORY SECTION

**City of Bryant
Finance Department**



**City Hall
210 S. W. 3rd Street
Bryant, Arkansas 72022**

June 22, 2021

To the Members of the Council
and Citizens of the City of Bryant, Arkansas

State law requires that all cities of the first class publish a complete set of financial statements audited by licensed, certified public accountants. Pursuant to the fulfillment of that requirement, we hereby issue the annual financial report for the City of Bryant, Arkansas, for the year ended December 31, 2020.

This report consists of management's representations relating to the finances of the City of Bryant. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report based on a comprehensive internal control framework that is designed for that purpose. Because the cost of internal controls should not outweigh their benefits, the object is to provide reasonable rather than absolute assurance that the financial statements are free of any material misstatement.

JWCK, Ltd., certified public accountants, issued an unmodified (clean) opinion on the city of Bryant's financial statements for the year ended December 31, 2020. The independent auditor's report is found at the beginning of the financial section of this report.

Profile of the City of Bryant

The City of Bryant was incorporated in 1892 as a political subdivision of the State of Arkansas. Bryant is in west central Arkansas about 15 miles southwest of the state capitol, Little Rock. The city has a total land area of 20.56 (Confirmed in 1/12/2020 via City Engineering dept) square miles with an additional 8.97 square miles of planning area and a population of 16,688 in the 2010 Census. Since 2010, Bryant has experienced substantial growth and current estimates have the population closer to 20,000.

The city has operated under the Mayorial form of government since its inception. Policymaking and legislative authority are vested in a Council consisting of the Mayor and eight other council members. The Council is responsible for, among other things, passing ordinances, adopting the budget, and appointing committees. The Mayor is responsible for carrying out the policies and ordinances of the city, for overseeing the day-to-day operations of the city and for appointing the heads of the various departments. The Council is elected on a nonpartisan basis. The Mayor is a voting member of the Council with veto power, and presides over Council meetings. Council members serve two-year terms with all eight members elected every two years. The Mayor is elected by the city at large every four years, and the other Council members are elected by ward. There are two Council members per each of the four Wards.

The city provides a full range of services, including police and fire protection, planning and community development, parks and recreation, construction and maintenance of city streets and traffic signals, water and wastewater services, and stormwater management (MS4, Municipal Separate Stormwater System). A dedicated funding source for Stormwater was added in 2016.

The annual budget serves as the foundation for the city's financial planning and control and is the major policy document of the Council. Budget preparation begins in September, with each department developing a budget to achieve operational goals and objections pursuant to the city's strategic focus areas. Meetings are held with the Mayor, Department Heads, and Council and a proposed budget for the entire city is developed. The Mayor presents the proposed budget to the Council. Work sessions are held, and a final budget is presented and adopted by Resolution in a formal Council meeting.

The appropriated budget is adopted mostly by expense category and consequently this level of detail becomes the legal level of control. Budget transfers between expense categories require the approval of the Council.

Economic Conditions and Outlook

The information presented in the financial statements is best understood when it is considered from the broader perspective of the specific environment in which the city operates.

The City of Bryant began as a small town on the outskirts of the state's capitol, Little Rock. As the capital and Bryant both grew their borders became closer. Bryant has developed a very strong school system and many people come to the area to benefit from that school system. The Bryant School District is now much larger than the borders of the city itself so many people feel an allegiance to the city even if they do not actually live within the city limits.

The City has many municipal activities that draw people out in the community. One of the biggest events is the Salt Bowl in September each year. The Salt Bowl is where the Bryant School District's football team competes against the neighboring football team of Benton. Over 30,000 annually attend this event. The city in conjunction with the Chamber of Commerce also supports Fall Fest, Pops in the Park and Wings over Bryant, three other largely attended community events.

Although Bryant is consistently growing and maturing as a community, it struggles with having a clearly defined center or recognizable Bryant landmark or gathering place. The city applied and was granted a \$1.2 million dollar grant to begin work on creating that "Place" as the Heart of Bryant, a downtown area for gathering, business, and community. In 2018 the work facilitated by this grant was completed and a section of Reynolds Road now has functioning sidewalks, landscaping and traffic flow patterns to encourage safe foot traffic. The city is waiting to see if these improvements bring about the increased use of this area in a more town center way.

The city is bordered on all four sides and few places still exist to be annexed. To the north is Springhill, which is contractually served by the city's fire department in exchange for annual money received. This money is tracked separately through its own department.

In 2003, the city settled with the Salem Water Users Association/Public Water Authority. This settlement is for 21 years and terminates on March 14 of 2024, unless first Salem Water Authority ceases to be an operating entity or their debts are extinguished or paid off. Under the current settlement, Bryant had to pay Salem the sum of .25 cents per 1000 gallons billed by Bryant to those retail customers existing as of September 10, 2001, a total of 479 billing entities, none of which now remain. For other Salem water users, the city shall pay .20 cents per 1000 gallons until February, 2020. Only one of these remained through 2020. These funds are tracked separately in a Special Revenue Fund.

In 2005, the city entered into an agreement (Agreement dated August of 2005, Ordinance 2004-19) with the Saline County Waterworks and Sanitary Sewer Public Facilities Board (Woodland Hills). The agreement states that the City of Bryant will facilitate the pass through of a minimum of 1000 gallons and a maximum of 500,000 gallons per day of water to Woodland Hills for the price charged the City of Bryant from the Central Arkansas Water Authority (CAW). This agreement terminates 20 years from the date of the agreement on August 11, 2024, unless the agreement is terminated early in accordance with the agreement.

The city has several major employers (over 100 employees). Two major employers are the city itself and the school district. Others are primarily in the retail and the healthcare industries. For a number of years the city has seen vast growth in rooftops but has struggled to get consistent supporting commercial growth. In 2016, two bond "refinancings" were completed that allow for the completion of a new set of on and off ramps to I-30 (a major interstate that divides the city in half from east to west) and a major connector road to the Saline County Airport (run by an autonomous commission). These two major projects will allow for more commercial development in the future.

As a state, Arkansas' local economies are commonly supported by sales tax. Arkansas has a state sales tax of 6.5%, collected across the state. In Bryant, another 3% is collected and used by the city/local government. This sales tax makes up approximately 56% of general fund income. Additionally, starting in 2020, Saline County charges .375 in sales tax as well.

Since 2012, budgets have included financing of the police fleet and fire trucks. Even though this means the city pays interest on these purchases, it does guarantee a consistent budgetary placeholder for these ongoing costs against depreciation. In Arkansas, cities are allowed to finance items through Amendment 78 but only for up to five years.

In addition to offering water and wastewater services to city residents, the city also provides those services for a significant part of the surrounding area through reciprocal agreements.

Like most cities, it is a struggle for revenues to keep pace with expenses. While Bryant has faced challenges in 2020, it is fortunate to have a variety of community-minded citizens dedicated to growing the city. It continues to attract new residents and businesses.

Acknowledgments

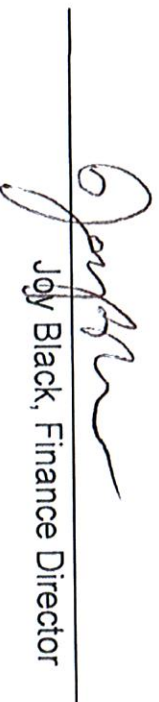
The Financial Statements are prepared by the City based on financial reporting provisions of Ark. Code Ann. 10-4-412, which is a basis of accounting other than the accounting principles generally accepted in the United States of America, to meet the requirements permitted by the State of Arkansas.

The preparation of the annual financial report is a team effort of the entire city staff, particularly the finance department staff. The city appreciates the commitment to the quality of this project and the many hours spent on the report. Credit must also be given to the Council for their unfailing support for maintaining the highest standards of professionalism in the management of the city's finances.

Respectfully submitted,



Allen E. Scott, Mayor



Joy Black, Finance Director

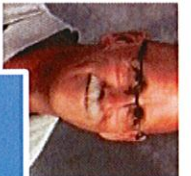
List of Elected Positions for 2020



Ashley Clancey

- City Attorney
- Elected

Bryant has operated under the Mayoral Form of Government since its inception. (Shown to the right) Mayor Allen E. Scott has been Mayor since January 1, 2019 and served through December 31, 2020. The period covered by this report.



Allen E. Scott

- Mayor
- Elected



Sue Ashcraft

- City Clerk
- Elected



Judge Stephanie Casady

- District Court of Saline County
- Elected



Lorne Gladden

- Ward 1
- Position 1
- Elected



Wade Permenter

- Ward 1
- Position 2
- Elected



RJ Hawk

- Ward 2
- Position 1
- Elected



Star Henson

- Ward 2
- Position 2
- Elected



B.E. Higginbotham

- Ward 3
- Position 1
- Elected



Rob Roedel

- Ward 3
- Position 2
- Elected



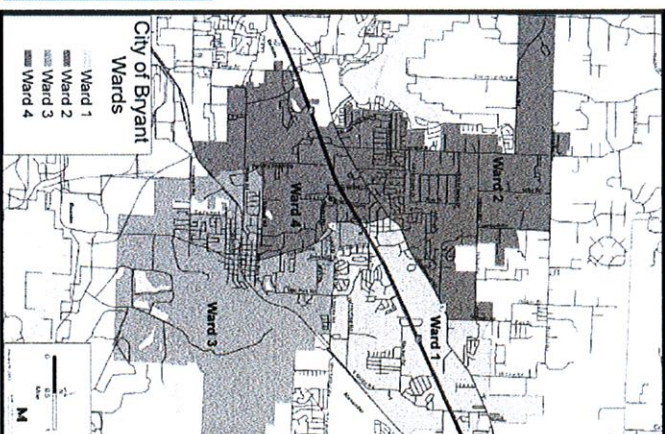
Brenda Miller

- Ward 4
- Position 1
- Elected



Carlton Billingsley

- Ward 4
- Position 2
- Elected



Administration Dept - Human Resources, Finance, Planning, and Engineering



Charlotte Rue

- HR Director
- Appointed by the Mayor



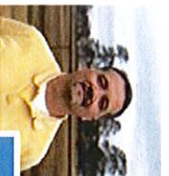
Joy Black

- Finance Director
- Appointed by the Mayor



Truitt Smith

- Director of Planning
- Appointed by the Mayor



Ted Taylor

- Director of Engineering
- Appointed by the Mayor

Public Safety Depts - Animal, Fire, Police and Code



Tricia Power

- Director of Animal Control
- Appointed by the Mayor



JP Jordan

- Fire Chief
- Appointed by the Mayor



Carl Minden

- Police Chief
- Appointed by the Mayor



Greg Huggs

- Director of Code (thru 11.17.20)
- Appointed by the Mayor

Parks Dept



Chris Treat

- Director of Parks
- Appointed by the Mayor

Public Works Dept



Mark Grimmett

- Director of Public Works
- Appointed by the Mayor

List of Funds overseen by Department Directors

Fund #	Description	Department	Fund #	Description	Department
001	General Fund	General Govt	165	PD Fleet / Long Term Govt Debt Fund	Admin
002	Sales Tax Refund	General Govt	030	Act 1256 of 1995 Admin of Justice	District Court
003	Franchise Fees	General Govt	031	Act 1809 of 2001 Court Automation	District Court
005	Designated Tax Fund	General Govt	080	Street Fund	Public Works
010	Electronic Tax and Payroll	General Govt	185	Street Bond 2016 Debt Service	Public Works
110	Special Redemp Fund	General Govt	186	Street Bond 2016 Debt Service Reserve	Public Works
113	Debt Service Reserve	General Govt	187	Street Construction Fund -2016 Bond	Public Works
114	2016 Sales and Use Bond Fund	General Govt	188	Street Bond Franchise	Public Works
020	Animal Donations	Animal Control	500	Utility Revenues	Public Works
045	1/8 Sales Tax	Parks	510	Utility Operating	Public Works
147	Parks Bond 2016 Construction	Parks	515	MS4 Stormwater	Public Works
050	Fire Donations	Fire	525	Waste Water Depreciation	Public Works
051	Act 833 of 1991	Fire	535	Sub Div Impact Wastewater	Public Works
055	Fire 3/8 Sales Tax	Fire	550	Impact Water	Public Works
061	Act 918 of 1983	Police	555	Impact Wastewater	Public Works
062	Act 988 of 1991 Emergency Vehicles	Police	560	Salem Royalty	Public Works
066	Federal Drug Control	Police	604	W/WW/ Ref Rev Bds 2017 Bond Fund	Public Works
068	State Drug Control	Police	606	W/WW/ Ref Rev Bds 2017 DSR	Public Works

FINANCIAL SECTION



Partners

Gary D. Welch, CPA, CVA
Courtney W. Moore, CPA, CFE, CGMA
Christina B. Ellis, CPA

Principals

Dennis C. Fason, CPA
Jimmy M. Pate, CPA
Phyllis A. Trent, CPA

Founding Partners

Joe L. Woosley, CPA
(1932-Present)
Harry C. Keaton, CPA
(1920-2005)
Clarence W. Jordan, CPA
(1930-2009)
Glen W. Crone, Jr., CPA
(1936-2016)

Independent Auditor's Report

Independent Auditor's Report

To the Mayor and City Council
City of Bryant, Arkansas

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 aggregate remaining fund information of the City of Bryant, Arkansas, as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the City of Bryant, Arkansas' basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

City of Bryant, Arkansas' 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 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 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, each major fund, and the aggregate remaining fund information of the City of Bryant, Arkansas, as of December 31, 2020, 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, funding progress in OPEB Liability, Changes in Net Pension Liability and Related Ratios on pages 16-26 and pages 68-70 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. 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 about 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 of Bryant, Arkansas' basic financial statements. The introductory section, the combining and individual nonmajor fund financial statements and schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations, Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations, Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards are the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining individual nonmajor fund financial statements and schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations, Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have 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 provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 24, 2021 on our consideration of the City of Bryant, Arkansas' 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 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 Bryant, Arkansas' internal control over financial reporting and compliance.



Hot Springs, Arkansas

June 22, 2021

MEMBERS OF THE AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS



501.624.5788



www.jwck.com



126 Hobson Ave.
Hot Springs, AR 71901

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the City of Bryant, we offer readers of the City of Bryant's financial statements this narrative overview and analysis of the financial activities of the City of Bryant for the fiscal year ended December 31, 2020. We encourage readers to consider the information presented in conjunction with the additional information that we furnished in our letter of transmittal, which can be found on pages 5-8 of this report.

Financial Highlights

- * The City's assets of \$103,966,820 and deferred outflows of \$3,392,396 exceeded its liabilities of \$69,267,180 and deferred inflow of \$1,966,977 by \$36,125,059. This is the City's net position balance. This is a decrease from the prior year amount of \$39,525,059.
- * The net position of the governmental activities decreased by \$2,881,841.
- * The net position of the business-type activities decreased by \$518,169.
- * As of December 31, 2020, the City of Bryant governmental funds reported combined ending fund balances of \$22,217,562, an increase of \$1,189,310 from 2019.
- * At the end of 2020, the unassigned fund balance for the General Fund was \$0 because of LOPFI the Local Fire and Police Retirement Plans.
- * A comparison of total liabilities for 2020 and 2019, as stated on the statement of net position, shows a decrease of \$1,568,675. This was due mainly to a decrease in notes payable.

Overview of the Financial Statements

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

Government-wide Financial Statements. The governmental-wide financial statements are designed to provide readers with a broad overview of the City's finances in a manner similar to a private-sector business.

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

The statement of activities presents information showing how the City of Bryant's net position changed during 2020. All changes in net position are reported as soon as the underlying event giving rise to the change occurs regardless of the timing of related cash flows. Revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods (e.g., uncollected taxes and earned, but unused, vacation leave).

City of Bryant, Arkansas
Management's Discussion and Analysis
December 31, 2020

The government-wide financial statements distinguish functions of the City 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 government activities include community development, general government, parks and recreation, public safety, and public works (although at the City of Bryant the majority of the Public Works Department is Business-Type activities). The business-type activities of the City include water, wastewater and stormwater operations.

Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City of Bryant, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources as well as balances of spendable resources available at the end of the year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is more narrow than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers can better understand the long-term effect of the City's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City of Bryant maintains 13 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund and Street Fund, both of which are considered to be major funds. Data for the other 11 funds is combined into a single aggregated presentation. Individual fund data for each of these non major governmental funds is provided in the form of combining statements elsewhere in this report on pages 71-75.

The basic governmental fund financial statements are on pages 30 through 32 of this report.

City of Bryant, Arkansas
Management's Discussion and Analysis
December 31, 2020

Proprietary Funds. The City has only one type of Proprietary Fund, Enterprise funds, which are used to report the same functions presented as Business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its water, wastewater, and stormwater operations.

The basic proprietary fund financial statements are on pages 28,34 and 35 of this report.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the City. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund's statements are on pages 36 and 37 of this report. The City of Bryant has only agency funds.

Notes to 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 financial statements are on pages 38 through 64 of this report.

Government-Wide Overall Financial Analysis

City of Bryant Net Position	Governmental Activities		Business-type Activities		Total	
	2020	2019	2020	2019	2020	2019

ASSETS

Current and other assets	\$27,165,007	\$23,182,363	\$4,320,715	\$6,239,303	\$31,485,722	\$29,421,666
Capital assets	34,976,314	34,692,212	37,504,784	37,034,770	72,481,098	71,726,982
Total Assets	62,141,321	57,874,575	41,825,499	43,274,073	103,966,820	101,148,648

DEFERRED OUTFLOWS OF RESOURCES

	3,184,701	10,492,952	207,695	109,811	3,392,396	10,602,763
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LIABILITIES

Other liabilities	1,914,223	1,923,667	2,151,712	2,081,082	4,065,935	4,004,749
Noncurrent liabilities	50,097,394	50,790,091	15,103,851	16,039,207	65,201,245	66,829,298
Total Liabilities	52,011,617	52,713,758	17,255,563	18,120,289	69,267,180	70,834,047

DEFERRED INFLOWS OF RESOURCES

	1,897,781	1,355,314	69,196	36,993	1,966,977	1,392,307
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NET POSITION

Net investment in capital assets	3,256,314	-	23,543,684	-	-	-
Restricted	8,160,300	14,298,455	1,164,751	25,226,602	36,125,059	39,525,057
Unrestricted						
Total Net Position	\$11,416,614	\$14,298,455	\$24,708,435	\$25,226,602	\$36,125,059	\$39,525,057

City of Bryant, Arkansas
Management's Discussion and Analysis
December 31, 2020

Net position can serve over time as a useful indicator of a government's financial position. In the case of the City of Bryant, assets exceeded liabilities by \$24,569,936 as of December 31, 2020.

The next table shows the changes in net position at year end and revenue and expense comparisons to 2019.

	Governmental Activities		Business-type Activities		Total	
	2020	2019	2020	2019	2020	2019
REVENUES						
Program revenues:						
Charges for services	\$3,573,960	\$3,200,544	\$8,001,334	\$8,206,846	\$11,575,294	\$11,407,390
Operating grants and contributions	99,510	34,409	-	-	99,510	34,409
Capital grants and contributions	-	-	-	-	0	0
General revenues:					0	0
Sales tax	15,814,860	15,163,978	-	-	15,814,860	15,163,978
Franchise tax	1,402,524	1,317,696	-	-	1,402,524	1,317,696
Property tax	2,412,537	2,345,059	-	-	2,412,537	2,345,059
Investment Income	56,631	290,333	2,597	10,284	59,228	300,617
Transfers	0	(499,997)	0	500,000	0	3
Total Revenues	23,360,022	21,852,022	8,003,931	8,717,130	31,363,953	30,569,152
EXPENSES						
General government	3,467,966	3,895,279	-	-	3,467,966	3,895,279
Community Development	193,353	197,022	-	-	193,353	197,022
Parks and Recreation	3,032,510	2,807,523	-	-	3,032,510	2,807,523
Public Safety	15,535,863	4,381,508	-	-	15,535,863	4,381,508
Public Works	2,933,218	2,439,318	-	-	2,933,218	2,439,318
Interest on long-term debt	1,078,953	1,089,505	-	-	1,078,953	1,089,505
Water, Wastewater, Stormwater Operating	-	-	8,036,633	7,667,125	8,036,633	7,667,125
Water, Wastewater, Stormwater Non Operating	-	-	485,467	438,883	485,467	438,883
Total Expenses	26,241,863	14,810,155	8,522,100	8,106,008	34,763,963	22,916,163
Change in net position	(2,881,841)	7,041,867	(518,169)	611,122	(3,400,010)	7,652,989
Net position - beginning of year	14,298,455	7,256,588	25,226,604	24,615,482	39,525,059	31,872,070
Net position - end of year	\$11,416,614	\$14,298,455	\$24,708,435	\$25,226,604	\$36,125,049	\$39,525,059

Governmental activities

The net position of the governmental activities was a positive \$11,416,614 as of December 31, 2020. The change in net position on page 29 was a negative but primarily due to an adjustment to the deferred outflows resulting from LOPFI and APERS retirement funds.

The City has two major governmental funds: General Fund and Street Fund:

General Fund: The original budget for the general fund reflected an increase in fund balance of \$506,550. Reappropriations and various amendments decreased this amount but \$54,573. The actual results produced an increase of \$1,500,000 as a result of decreased spending due to the Covid 19 pandemic.

Revenues - The City has a 1% general sales tax and it is 28% of the General Fund revenue budget. The City has a 1% Designated Sales Tax as well and it is 17% of the General fund revenue budget. The Designated Tax is designated at 10% for both Parks and Animal Control, 25% for both Fire and Police and 30% for Streets. The final 1% of Sales Tax collected by the City is split 1/8 towards Fire, 3/8 towards Parks and one half towards bonded debt repayment. The State of Arkansas serves as a collection agency for the City's sales taxes and only provides business sector information, so it makes analysis of sales tax data challenging. Additionally, note that the State keeps a 3% administrative charge from all sales tax submitted.

Franchise Fees are 9% of the revenue budget. They are collected in a separate fund but those funds are shown together in the Audit Report. Franchise Fees are fairly consistent and relatively predictable but they will change slightly from year to year based on weather, utility rate changes, and usage patterns (like the migration to cell phones and on line television options).

Expenditures - The General Fund Expenditures, including transfers were originally budgeted at \$20 mil. Reappropriations and adjustments resulted in an amended budget of \$21.6mil. Actual Expenditures were \$20.2 mil producing a positive variance with the final budget of \$1,236,000. The largest category of expenditures in general fund by far is personnel, making up 70 % (more if you count the part time staff paid under Professional Services for Parks). After that the next highest % category is Building and Grounds which includes utility payments for water and electricity. It makes up 7%. Each year the City's staff strives to work on lowering that percentage and adding back in more planned capital and maintenance that is needed each year. However, it is a fine line because each year the City staff also works to draw the overall pay rates closer in line with the surrounding areas. Each year the City of Bryant loses employees to other surrounding cities who are larger and can pay more.

Two of the largest departments within General Fund are Police and Fire. These two departments are funded almost exclusively by Sales Tax. First they have dedicated Sales Tax components for each. Police and Fire both receive 25% of the 1% Designated Tax received each month via the State. Fire also additionally receives 3/8 of a 1/2 cent sales tax split with Parks. But both of these designated sales tax components are not enough to fund these departments entirely. They still receive additional amounts of the 1% general sales tax. Both of these departments have high personnel costs, a large component of which is their pensions. The match rates are very high and continue to increase each year.

Street Fund

The Major Sources of revenue for the Street fund are the State Turnback (1/2 state tax in part) and the 30% of the 1% of Designated tax allocated to Streets. With the rapid increase in population over the past several years in Bryant traffic congestion has become a major issue. Each year the Street funds are used to create new roads as well as lengthen and widen existing roads. The City works in conjunction with the surrounding cities, the county and the state on many of these projects.

The major categories of expenses in the Street fund are Construction Projects, Supplies and Personnel, with Personnel making up 42%.

Business-Type Activities

The beginning net position for business-type activities decreased by \$518,169 in 2020. The ending net position was \$24,708,435. Capital assets increased \$470,014 and long term liabilities decreased \$935,356. The increase in capital assets was due to adding approximately \$2.5 million assets while taking \$2mil in depreciation. The decrease in long term liabilities was mainly due to payments on bonds and notes payable.

The Utility Revenue Fund is used to house the incoming revenues associated with the Water, Wastewater and Stormwater fees on the Utility bills. When it is reviewed separately it shows these various revenue streams and then on the expense side it shows the transferring out of these revenues into the various funds they belong to specifically.

The Utility Department of the City of Bryant serves not only the citizens of Bryant but also portions of the surrounding county. Currently in 2020, the Utility Department for Bryant receives all its water from the Central Arkansas Water Authority. Because of its proximity to Little Rock it was deemed unnecessary to build Bryant's own water plant. However, one of the top priorities of the Public Works Department is to secure multiple stable water supply sources for the future. In 2010 water rights to Lake DeGray were obtained and currently in 2020 another source of water is being explored. The City internally reviews its water rates each year and has an external review of the rates performed every three years. Per Council's request, two outside firms were hired to review the Water and Wastewater rates in 2020. Both firms recommended increases and after much deliberation and education of the citizens, these rate increases were passed in the first quarter of 2021.

Another focus has been the monthly review of unaccounted for water usage and steps have been taken to decrease this amount. This and other metrics are reviewed monthly by the advisory committee. This committee is made up of 8 citizens. They more closely review the Utility fund activities and make recommendations to the City Council based on their reviews.

The Wastewater Department expenses are under a different department but in the same fund with the water expenses. The City has a Wastewater plant. In 2018 the City changed methodology and built a centrifuge to spin the water out of the refuse and send the solid portion to the land fill. For the foreseeable future this methodology is going to be employed by the City. Due to stormwater inflows and infiltration into the Wastewater system, the City was put under a Consent Action Order (CAO) by the State of Arkansas. Well before this CAO and since, the City has worked on mitigating and minimizing these and other Stormwater issues. In 2016 the City created a separate Stormwater Fund and started charging a Stormwater fee on the Utility Bills. While these fees do not currently fund all the expenses associated with Stormwater issues, it is a starting point and the City continues to work on allocating these citizen expenses equitably. Wastewater billing is based on water sales but their rates are determined independently; however, because one is based on the other they will track along parallel lines regarding their revenue streams.

City of Bryant, Arkansas
Management's Discussion and Analysis
December 31, 2020

Note further during 2020, Council voted to transfer \$500,000 to both the Street and Stormwater Funds to handle Stormwater issues in the future. Because the Street fund is a governmental fund, while the Stormwater fund is an Enterprise fund, only \$500,000 of this transfer shows up on the Statement of Activities for the 2019 Financials presented here for comparison to 2020.

Capital Asset and Debt Administration

Capital Assets: At December 31, 2020, the City's investment in capital assets for its governmental and business type activities amounted to \$72,483,564, net of accumulated depreciation. This investment in capital assets includes land, buildings and system improvements, machinery and equipment, park facilities and roads. The following table details the breakdown of the City's capital assets.

	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
Land	\$3,521,950	\$3,465,314	\$49,538	\$49,538	\$3,571,488	\$3,514,852
Park Facilities	4,212,915	3,803,986	-	-	4,212,915	3,803,986
Buildings	14,774,628	14,774,628	17,297,641	17,297,641	32,072,269	32,072,269
Vehicles	7,479,045	7,670,304	-	-	7,479,045	7,670,304
Heavy Machinery	2,377,889	2,284,001	13,619,954	13,088,145	15,997,843	15,372,146
Equipment	3,985,070	3,587,018	-	-	3,985,070	3,587,018
Roads & Bridges	1,377,657	1,377,657	-	-	1,377,657	1,377,657
Infrastructure	15,172,905	13,315,684	27,250,216	25,274,561	42,423,121	38,590,245
Water Storage Agreement	-	-	1,358,213	1,358,213	1,358,213	1,358,213
Totals	52,902,059	50,278,592	59,575,562	57,068,098	112,477,621	107,346,690
Accumulated Depreciation	(17,925,745)	(15,586,378)	(22,070,776)	(20,033,326)	(39,996,521)	(35,619,704)
Net Capital Assets	\$34,976,314	\$34,692,214	\$37,504,786	\$37,034,772	\$72,481,100	\$71,726,986

Additional information on the City's capital assets is on pages 46 through 47 of this report. Major completed capital asset events during the current fiscal year included the following:

Governmental Activities

- Capital expenditures of \$56,636 were made for land. A land donation valued at \$45,000 contributed the largest amount to land capital assets.
 - Capital expenditures of \$408,929 were made for a variety of park facilities projects. An amphitheater built at Bishop Park contributed 52% of the capitalized assets.
 - Capital expenditures of \$398,052 were made towards equipment. A police radio tower contributed 83% of the capitalized assets.
- Street and Business Type Activities**
- Capital expenditures of \$625,697 were made towards equipment. Pipe bursting equipment for the Sewer department contributed 48% of the assets.
 - Capital expenditures of \$1,857,700 were made towards Street infrastructure. Shobe Road/Bryant Parkway projects contributed 69% of the
 - Capital expenditures of \$1,975,655 were made towards multiple Water, Wastewater and Storm Water projects throughout the 2020 fiscal

City of Bryant, Arkansas
 Management's Discussion and Analysis
 December 31, 2020

Long Term Debt

The City's total bonded debt decreased by \$2,509,154 (.05 %) during 2020. The following table details the breakdown of the principal due on this debt:

	2020	2019
<u>Government Wide</u>		
2016 Sales and Use Tax Bond (includes a portion for Parks, Fire and Street)	\$23,460,000	\$24,485,000
Franchise Fee	9,300,000	9,645,000
2011 Water	4,788,349	5,071,985
2012 Wastewater	6,449,397	6,814,915
2017 Water/Wastewater	3,895,000	4,385,000
<u>Total Bonded indebtedness</u>	<u>\$47,892,746</u>	<u>\$50,401,900</u>

Additional information on the City's long term debt is on pages 49 through 51 and 85 through 88 of this report. In the last several years, when possible and recommended, the City has refinanced its debt obtaining better rates for the City overall. The last rating the City received was an "A+" rating from Standard & Poor's for the Sales and Use Tax Bonds, Series 2016. Under the Arkansas Constitution, the City is allowed to issue, with voter approval, general obligation (GO) debt up to 20% of total assessed valuation. This translates to allowable GO debt of \$61 million for the year ending 2020. As of the end of 2020, the City had no GO Debt. Both of the City's governmental debt issuances are not funded by general monies but rather by dedicated sources, sales tax and Franchise Fees. The City is also allowed to issue short term debt (maturities of less than five years) up to 5% of total assessed valuation. Outstanding short term financings of \$2.8 Million are well below the statutory limit of \$15.4 million. Voter approval is not required for short term financing.

Economic Factors and the Next Year's Budget and Rates

The following economic factors currently affect the City of Bryant and were considered in developing the 2020 Budget:

Sales Tax has shown a general trend of increasing from 2012 forward at an average of 4.2% see the chart below. So, an estimated increase of 2% over the Sales Tax through August of 2019 was used when the budget development began for 2020. The actual increase for 2020 was 7.8%.

City Sales & Use Tax (Three Cent Sales Tax)

	January	February	March	April	May	June	July	August	September	October	November	December	YTD Total	Increase %
2011	838,829	1,036,222	750,597	789,903	882,126	852,639	876,781	882,602	874,371	888,881	884,298	846,277	10,403,526	
2012	861,185	1,067,401	805,450	893,549	1,029,730	927,500	967,355	970,081	881,285	943,937	927,061	884,848	11,159,382	6.77%
2013	930,471	1,087,258	866,467	922,534	1,006,764	964,906	983,742	985,949	898,138	958,546	927,035	888,383	11,420,192	2.28%
2014	963,538	1,021,873	808,370	903,239	1,033,766	894,179	1,006,970	963,548	950,648	971,548	976,553	954,234	11,448,466	0.25%
2015	901,561	1,162,729	817,653	956,557	1,103,469	1,043,758	1,098,929	1,118,196	1,075,314	1,120,300	1,074,631	1,012,371	12,485,468	8.31%
2016	1,002,072	1,202,594	885,470	976,896	1,135,189	920,742	1,072,236	1,068,443	1,097,107	1,084,466	1,089,853	1,035,963	12,571,031	0.68%
2017	1,047,642	1,291,007	966,327	987,020	1,129,225	1,051,411	1,166,069	1,105,701	1,088,135	1,111,557	1,088,240	1,018,661	13,050,995	3.68%
2018	1,063,307	1,295,841	969,264	939,761	1,245,252	1,093,015	1,195,341	1,240,049	1,179,113	1,056,462	1,099,036	1,093,013	13,469,452	3.11%
2019	1,162,181	1,323,467	1,043,677	1,027,608	1,205,192	1,190,014	1,258,250	1,257,197	1,140,531	1,243,134	1,155,335	1,157,926	14,164,513	4.91%
2020	1,183,215	1,157,716	1,085,494	1,086,993	1,259,760	1,254,769	1,356,933	1,434,834	1,373,873	1,330,458	1,460,079	1,387,558	15,371,682	7.85%

Additionally, the Heart Hospital broke ground on a new facility located within the City limits of Bryant during 2019. While the hospital itself is not expected to generate much if any Sales tax (houses one cafeteria) it will bring new people to the area to eat in Bryant restaurants and stay at Bryant hotels, and it will additionally provide up to 200 new jobs. Those people taking those jobs are likely to live within Bryant as well, bringing in additional revenues. Construction during 2020 was delayed due to COVID 19. Because of COVID 19, a soft opening took place in January of 2021.

Several improvements to the area known as the Heart of Bryant were completed in 2019. It is hoped that these improvements in that area lead to more pedestrian traffic and therefore more businesses which in turn would generate more sales tax. Also in April of 2019 the State of Arkansas started allowing on line Sales Tax to be sent back to the zip code to which the item was delivered. This was a huge victory to many cities in Arkansas, including the City of Bryant. Receiving the on line sales tax of its citizens has increased Sales Tax in the last half of 2019 and as well as 2020.

Rate increases for water and wastewater are scheduled for 2021 and a review of the Stormwater fee is also to be undertaken in 2021.

The city continued using the Arkansas Municipal League's Municipal Health Benefit Fund for the city's employees health insurance. Although a rate increase did not happen in 2019 or 2020, with general national trends it would not be unexpected in 2021. Currently, the city has not budgeted for that however, because those rates only change in mid year.

The City continues to lose its personnel to neighboring cities and has been shown to pay below the market average for several years now. In 2020 a committee was formed to review Certification pay, Education Pay and any possible raises either from evaluations or COLA (cost of living).

A great deal of money was budgeted in both 2019 and 2020 for meeting the requirements of the Consent Action Order related to the Wastewater infrastructure of the city.

Request for Information

This financial report is designed to provide a general overview of the City of Bryant's finances for all those with an interest in such. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Department at City Hall at 210 SW 3rd Street Bryant, AR 72022 or an email sent to finance@cityofbryant.com. An electronic version of this report as well as other information is available on the City's website at www.cityofbryant.com.

BASIC FINANCIAL STATEMENTS

City of Bryant, Arkansas
 Government Wide Statement of Net Position
 For the year ended December 31, 2020

	Governmental Activities	Business-type Activities	Primary Government
ASSETS			
Cash and cash equivalents	\$18,359,560	\$3,852,483	\$22,212,043
Investments	8,730,246	-	8,730,246
Accounts receivable(net of allowance for uncollectibles)	75,201	468,232	543,433
Fixed assets (net of accumulated depreciation)	34,976,314	37,504,784	72,481,098
	Total Assets	41,825,499	103,966,820
DEFERRED OUTFLOWS OF RESOURCES			
OP&B - changes in assumptions	157,095	23,474	180,569
Pension - changes in assumptions	892,662	11,087	903,749
Pension - difference between expected and actual experience	1,011,196	11,747	1,022,943
Pension - Net difference between projected and actual earnings on pension plan investments	626,629	93,634	720,263
Pension - Changes in proportion and differences between City contributions and proportionate share of contributions	497,119	67,753	564,872
	Total Deferred Outflows of Resources	207,695	3,392,396
LIABILITIES			
Accounts payable	125,113	164,548	289,661
Customer deposits payable	-	627,324	627,324
Accrued interest	59,153	80,400	139,553
Note/Contract payable	649,411	107,794	757,205
Bonds payable, short term portion	1,040,000	1,171,646	2,211,646
Other liabilities	40,545	-	40,545
	Total Current Liabilities	2,151,712	4,065,934
Due in more than one year:			
Bond payable	31,720,000	13,961,100	45,681,100
Note/Contract payable	2,013,224	113,786	2,127,010
Other post employment benefits obligation	964,095	144,060	1,108,155
Net pension liability	15,400,075	894,905	16,294,980
	Total Noncurrent Liabilities	15,103,851	65,201,245
	Total Liabilities	17,255,563	69,267,180
DEFERRED INFLOWS OF RESOURCES			
Pension - difference between expected and actual experience	3,922	586	4,508
OP&B - changes in assumptions	41,206	6,157	47,363
OP&B - difference between expected and actual experience	316,485	47,291	363,776
Pension - changes in assumptions	101,466	15,162	116,628
Pension - Net difference between projected and actual earnings on pension plan investments	1,144,669	-	1,144,669
Pension - Changes in proportion and differences between City contributions and proportionate share of contributions	290,033	-	290,033
	Total Deferred Inflows of Resources	69,196	1,966,977
NET POSITION			
Restricted for:			
Net investment in capital assets	3,256,314	23,543,684	26,799,998
Public safety	8,160,309	-	8,160,309
Public works	-	1,164,751	1,164,751
	Total Net Position	\$24,708,435	\$36,125,058

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

City of Bryant, Arkansas
Statement of Activities
For the Year Ended December 31, 2020

FUNCTIONS/PROGRAMS	Program Revenues		Net (Expenses) Revenues and Changes in Net Position			
	Operating		Primary Government			
	Expenses	Charges for Services	Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities						
General government	\$3,467,966	\$681,467	\$37,026	(\$2,749,473)	-	(\$2,749,473)
Community development	193,353	3,369	-	(189,984)	-	(189,984)
Parks and recreation	3,032,510	697,515	36,000	(2,298,995)	-	(2,298,995)
Public safety	15,535,863	2,206,685	26,484	(13,302,693)	-	(13,302,693)
Public works (Street)	2,933,218	82,914	-	(2,850,304)	-	(2,850,304)
Interest expense	1,078,953	-	-	(1,078,953)	-	(1,078,953)
Total Governmental Activities	26,241,863	3,671,950	99,510	(22,470,403)	-	(22,470,403)
Business-Type Activities						
Water, Wastewater and Stormwater	8,036,633	8,001,334	-	-	(35,299)	(35,299)
Non-operating	485,467	-	-	-	(485,467)	(485,467)
Total Business-Type Activities	8,522,100	8,001,334	-	-	(520,766)	(520,766)
Total Primary Government	34,763,963	11,673,284	99,510	(22,470,403)	(520,766)	(22,991,169)
	Sales taxes			15,814,860	-	15,814,860
	Property taxes			2,412,537	-	2,412,537
	Franchise fees			1,304,543	-	1,304,543
	Investment earnings			56,631	2,597	59,228
	Transfers			-	-	-
	Total general revenues and transfers			19,588,571	2,597	19,591,168
	Change in net position			(2,881,832)	(518,169)	(3,400,001)
	Net position - beginning of year			14,298,455	25,226,604	39,525,059
	Net position - ending of year			\$11,416,623	\$24,708,435	\$36,125,058

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

City of Bryant, Arkansas
Statement of Activities
For the Year Ended December 31, 2020

	Special Revenue				
	General Fund	Street Fund	Other Governmental Funds	Total Governmental Funds	
ASSETS					
Cash and cash equivalents	\$9,900,587	\$2,903,160	\$2,594,855	\$15,398,602	
Investments	-	6,909,417	-	6,909,417	
Accounts receivable	75,201	-	-	75,201	
	<u>Total Assets</u>	<u>9,812,577</u>	<u>2,594,855</u>	<u>22,383,220</u>	
LIABILITIES					
Accounts payable	94,418	37,852	1,316	133,586	
Unearned revenue	-	-	32,072	32,072	
	<u>Total Liabilities</u>	<u>94,418</u>	<u>37,852</u>	<u>33,388</u>	<u>165,658</u>
FUND BALANCES					
Unrestricted	-	-	-	-	
Restricted					
General Government	9,881,370	-	448,208	10,329,578	
Public works	-	9,774,725	414,107	10,188,832	
Public safety	-	-	1,366,905	1,366,905	
Parks and Recreation	-	-	332,247	332,247	
	<u>Total Fund Balances</u>	<u>9,881,370</u>	<u>9,774,725</u>	<u>2,561,467</u>	<u>22,217,562</u>
	<u>TOTAL LIABILITIES AND FUND BALANCES</u>	<u>\$9,975,788</u>	<u>\$9,812,577</u>	<u>\$2,594,855</u>	<u>\$22,383,220</u>

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

City of Bryant, Arkansas
 Reconciliation of the Balance Sheet of Governmental Funds
 to the Statement of Net Position December 31, 2020

Total fund balances - governmental funds (page 30)	\$22,217,562
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	34,976,314
Long term liabilities. (notes and bonds payable) are not due and payable in the current period and therefore are not reported in the funds, these are accounted for in debt service funds which also have items such as accrued interest and cash	(30,700,010)
Net pension and OPEB liabilities are not reported in the funds.	(16,364,170)
Deferred outflows related to pension contribution and investment losses are not reported in the funds.	3,184,701
Deferred inflows related to differences in pension experience and OPEB are not reported in the funds.	(1,897,774)
Net position of governmental activities (page 28)	\$11,416,623

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

City of Bryant, Arkansas
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ending December 31, 2020

	General Fund		Non Major Governmental Funds		Total Governmental Funds
	General Fund	Street Fund	Governmental Funds	Governmental Funds	Governmental Funds
REVENUES					
Taxes	\$6,179,482	\$1,774,945	\$7,711,025	-	\$15,665,452
Fees and permits	637,029	-	-	-	637,029
Membership and rental fees, park programming	278,911	-	-	-	278,911
Grant revenues	99,510	-	-	-	99,510
Reimbursements/Intergovernmental	1,085,612	76,832	41,832	-	1,204,276
Sale of services	1,402,524	-	-	-	1,402,524
Fines and forfeitures	606,409	-	32,043	-	638,452
Investment earnings	3,135	39,611	4,295	-	47,041
Misc. *	809,183	6,083	512	-	815,778
Total Revenues	11,101,795	1,897,471	7,789,707	-	20,788,973
EXPENDITURES					
General government	1,151,483	-	276,073	-	1,427,556
Planning	193,357	-	-	-	193,357
Parks and recreation	2,208,337	-	-	-	2,208,337
Public safety	9,660,404	-	55,639	-	9,716,043
Public works	-	1,994,403	-	-	1,994,403
Debt service	556,777	-	-	-	556,777
Interest and other charges	22,926	-	-	-	22,926
Capital outlay	913,177	1,951,110	-	-	2,864,287
Total Expenditures	14,706,461	3,945,513	331,712	-	18,983,686
Excess (deficiency) of revenues over (under) expenditures	(3,604,666)	(2,048,042)	7,457,995	-	1,805,287
OTHER FINANCING SOURCES (USES)					
Transfers in	10,735,000	1,440,000	-	-	12,175,000
Transfers out	(5,590,974)	-	(7,200,000)	-	(12,790,974)
Total other financing sources (uses)	5,144,026	1,440,000	(7,200,000)	-	(615,974)
Changes in fund balances	1,539,360	(608,042)	257,992	-	1,189,313
Fund balance - beginning	8,342,010	10,382,767	2,303,472	-	21,028,249
Fund balance - ending	\$9,881,370	\$9,774,725	\$2,561,464	-	\$22,217,562

*Sale of Equip, Donations and Sponsorships

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

City of Bryant, Arkansas
 Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
 to the Statement of Activities December 31, 2020

Net Changes in Fund Balances - total governmental funds (page 32) **\$1,189,313**
 Amounts reported for governmental activities in the statement of activities are different because:

Governmental Funds report capital outlay 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. This is the amount by which capital outlays exceeded depreciation in the current period. 338,766

The net effect of various miscellaneous transactions involving capital assets (i.e., sales and donations) is to increase net position. 54,665

The repayment of the principal of long-term debt consumes the current financial resources of governmental funds. However, it has no effect on the net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items. 556,777

Pension expense is reported as the amount paid in the fund, but incorporates deferred outflows and deferred inflows in the Statement of Activities. (5,021,353)

Change in the net position of governmental activities (page 29) (\$2,881,832)

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

City of Bryant, Arkansas
Statement of Revenues, Expenditures, and Changes in Net Position - Budget to Actual
Water, Wastewater and Stormwater Revenue and Operating Funds
For the Year Ending December 31, 2020

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
OPERATING REVENUES				
Sale of services	\$8,228,091	\$8,228,091	\$7,879,416	(\$348,674)
Miscellaneous revenue	133,300	142,300	121,918	(20,382)
Total Operating Revenues	8,361,391	8,370,391	8,001,334	(369,056)
OPERATING EXPENSES				
Personnel costs	2,029,753	2,022,753	2,199,404	(176,651)
Building & grounds	570,328	570,313	573,855	(3,543)
Vehicles related expenses	157,800	184,697	164,071	20,626
Supplies/water purchases	2,232,287	2,386,787	2,155,078	231,709
Operational expenses	785,900	545,190	668,880	(123,690)
Professional services	115,000	194,625	153,258	41,366
Miscellaneous operational expenses	113,960	117,960	84,636	33,324
Depreciation	5,682,550	6,865,349	2,037,450	4,827,899
Total Operating Expenses	11,687,578	12,887,674	8,036,633	4,851,041
Non-operating Revenues (Expenses)				
Interest income	-	-	2,597	2,597
Interest expense	(495,322)	(514,643)	(346,790)	167,853
Proceeds from sale of capital assets	-	-	-	-
Transfers	(1,000)	(68,358)	-	(68,358)
Bond fees	(1,237,516)	(921,015)	(138,677)	782,338
Net Non Operating Items	(1,733,838)	(1,504,016)	(482,870)	1,021,146
Changes in net position	(5,060,026)	(6,021,299)	(518,169)	5,503,131
Fund balance - beginning			25,226,604	
Fund balance - ending			\$24,708,435	

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

City of Bryant, Arkansas
Statement of Cash Flows
Proprietary Funds

For the Year Ended December 31, 2020

Cash flows from operating activities	
Receipts from customers	\$7,932,899
Payments to suppliers	(3,492,602)
Payments to employees	(2,199,404)
Other receipts (payments)	121,919
<u>Net cash provided by operating activities</u>	<u>2,362,812</u>
Cash Flows from Capital and Related Financing Activities	
Purchase of capital assets	(2,507,464)
Interest paid on capital debt	(350,850)
Principal paid on capital debt	(1,241,034)
Other receipts (payments)	(138,674)
<u>Net cash used in capital and related financing activities</u>	<u>(4,238,022)</u>
Cash flows from Investing Activities	
Interest	2,597
<u>Net cash provided by capital and related financing activities</u>	<u>2,597</u>
Decrease in cash and cash equivalents	
Cash and cash equivalents -- January 1	(1,872,613)
Cash and cash equivalents -- December 31	5,725,096
	<u>3,852,483</u>
Reconciliation of Operating Income to Net Cash Provided (used) by Operating Activities	
Operating income (loss)	(35,299)
Adjustment to reconcile operating income to net cash provided by operating activities:	-
Depreciation expense	2,037,450
Change in assets and liabilities	-
Changes in accounts receivable	45,975
Changes in pension and OPEB	272,258
Changes in accounts payable	34,920
Changes in customer meter deposits	7,508
<u>Net cash provided by operating activities</u>	<u>\$2,362,812</u>

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

City of Bryant, Arkansas
Statement of Fiduciary Net Position
Agency Funds
For the Year Ended December 31, 2020

	<u>Agency Funds</u>
ASSETS	
Cash and cash equivalents	\$2,707
Other assets	-
<u>Total Assets</u>	<u>2,707</u>
LIABILITIES	
Accounts payable	4,929
<u>Total Liabilities</u>	<u>4,929</u>
NET POSITION	<u>(\$2,222)</u>

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

City of Bryant, Arkansas
Statement of Changes in Fiduciary Net Position
Agency Funds
For the Year Ended December 31, 2020

	<u>Agency Funds</u>
REVENUES	
Fines and Forfeitures	\$377,034
Total Revenues	<u>377,034</u>
EXPENSES	
Personnel Expense	4,738
Operations Expense	374,518
Total Expenses	<u>379,256</u>
NET POSITION	<u><u>(\$2,222)</u></u>

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

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1: Summary of Significant Accounting Policies

Reporting Entity: The City of Bryant, Arkansas (city), is organized as a political subdivision of the State of Arkansas and is a city of the first class, which is organized and exists under the laws of the State. The city operates under the Mayoral form of government.

Government-Wide and Fund Financial Statements: The government-wide financial statements (i.e., the statements of net position and changes in net position) report information on all of the non-fiduciary activities of the primary government. The government-wide financial statements are presented on the GAAP basis of accounting. Generally, the effect of interfund activity has been removed from these statements. 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 expense of a given function or segment is offset by program revenues. Direct expenses are those clearly identifiable with a specific function or segment. 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 or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included in program revenues are reported as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. Since there are no differences the balance sheet on the Government Wide statements for the Business Type funds is the only balance sheet presented for those funds. Budgetary details are also presented on page 34 for the Business Type Funds.

Measurement Focus, Basis of Accounting and Financial Statement Presentation: The government-wide, proprietary fund and fiduciary financial statements are reported using the economic resources measurement focus. Agency funds do not have a measurement focus and are reported on the cash basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred regardless of the timing of related cash flows. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

See independent auditors report.

December 31, 2020

Government fund financial statements are reported using the current financial resources measurement focus. Revenues are recognized as soon as they are measurable and available. Revenues are considered to be available when they are collectible in 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 the accrual method.

Most revenue items are considered to be measurable and available only when the city receives cash. A few revenue items are accrued if deemed material to do so.

The city reports the following major governmental funds:

General Fund 001 is the city's primary operating fund. It accounts for all financial resources of the general government except those required to be accounted for in another fund. For the purposes of this report this holds also the Sales Tax Fund, Fire Donation Fund, and the Franchise Fee Fund.

Street Fund 080 is a special revenue fund to account for all activities associated with maintaining and constructing streets. Arkansas statutes that provide funding for street and drainage projects require that these activities be accounted for separately. The Street Fund is financed by state turnback funds, and a portion of a state-wide 1/2 cent sales tax approved by the voters in July 2013.

The city reports the following major proprietary funds:

Utility Revenue Fund 500 is used to account for activities associated with collecting the revenues of water, wastewater, and stormwater via the monthly bill collections.

Utility Operating Fund 510 is used to account for activities associated with collecting, treating and disposing sewage from customers in one department 0950 and the treatment and distribution of drinkable water to customers in another department 0900.

Stormwater Fund 515 is used to account for activities associated with completing major capital stormwater projects.

Agency Funds account for activities in the following areas:

- a. **Administration of Justice Fund - ACA 16-10-308 Fund 030 Act 1256 of 1995**, established that cities would receive a share of the uniform court costs and filing fees levied by the state law. These may be used to defray a part of the expenses of the administration of justice in the City. These funds are kept and spent from this fund.
- b. **Electronic Tax Fund** fund 010 was established by the City to receive electronic transfers from federal and state agencies as well as administer payroll.

The nonmajor funds of the city are special revenue funds, and debt service capital projects funds used to account for activities associated with revenue sources restricted for specified purposes as follows:

Special revenue funds include:

- a. **District Court Automation Fund 031 (Act 1809) ACA 16-13-704** established that 1/2 of \$5 per month on each person in the court could only be used for court-related technology. These funds are kept and spent from this fund.
- b. **Fire Equipment and Training Fund 051 (Act 833)** is used to account for specific revenues per ACA 14-284-403, 404 which requires insurance premium tax funds to be distributed by the County to municipal fire departments for training, purchase and improvement of fire fighting equipment, initial capital construction or improvements of fire departments, insurance for buildings and utilities costs.
- c. **Special Sales Tax Fire 3/8 Fund 055 - Bryant City Code 2.36.07 (2013)** levied a .375 % sales and use tax to be used to operate and maintain; acquire apparatus and equipment; acquire, construct, improve, and expand facilities; to pay and secure repayment of fire department bonds.

- d. **Special Sales Tax Parks 1/8 Fund 045 - Bryant City Code 12.32.01 (2013)** levied a .125 % sales and use tax to be used to acquire, construct, improve, expand, equip, furnish, operate and maintain new or existing park and recreational facilities, including parking, landscaping, signage, lighting, concession, road and utility improvements, and to pay and secure the repayment of park and recreational bonds.
- e. **Animal Donations Fund 020 Bryant City Code 6.12.01 (2013)** via Ordinance 2011-24 established fund to receive donations for the animal control department to be used for any purpose reasonably related to the care, custody, and control of animals secured by the department including training, education, and assistance.
- f. **Designated Tax Fund 005 - Bryant Ordinance no. 1996-08 (March 25, 1996)** provided for the levy of a one cent sales and use tax for the purpose of street improvements (30%), fire department (25%), police department (25%), city parks (10%), and animal control (10%).
- g. **Fire Donations Fund 050** was established to receive donations for the Fire department to be used for any purpose reasonably related to the operations of the fire department.
- h. **Police Equipment Fund 061 (Act 918) ACA 12-41-701** established the ability of cities to receive a portion of fines and penalties from the Courts to be used for law enforcement purposes. These funds are kept and spent from this fund.
- i. **Police Equipment Fund 062 (Act 988) ACA 27-22-103** established the ability of cities to receive the fine for citizens who fail to insure their motor vehicles and use those fines for the purchase and maintenance of rescue, emergency medical and law enforcement vehicles, communication equipment, animals owned or used by law enforcement agencies, life saving medical apparatus and law enforcement apparatus. These funds are kept and spent from this fund.
- j. **Drug Controls Funds Federal 066 and State 068 ACA 5-64-505** established that asset forfeitures resulting from drug offense cases should go to the arresting agency. These revenues shall only be used for law enforcement purposes.

December 31, 2020

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 among the city's wastewater and water functions 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. Internally dedicated resources are reported as general revenues rather than as program revenues. General revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds are charges to customers for sales and services. The Utility Revenue Fund also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds include the cost of sales and services, and administrative expenses. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Assets, Liabilities and Net Position or Equity

Deposits and Investments: The city's cash and cash equivalents are considered as cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition. State statutes authorize the city to invest in obligations of the United States government, commercial paper and certain corporate bonds. Investments for the city are reported at fair value.

Restricted Assets: The proprietary fund types restrict assets on the balance sheet in accordance with the requirements of bond obligation agreements, donor and membership restrictions and support obligations made by the city. The Bond Depreciation Fund is used to restrict resources and set aside funds to finance capital asset renewals and replacements. The assets consist primarily of cash and short-term investment funds.

Receivables: Receivables consist primarily of uncollected utility charges to users of the system. A provision totaling \$59,318 has been made for delinquent accounts receivable that may be uncollectible at year end.

Capital Assets: Capital assets, which include property, waste water plant and equipment, are reported in the applicable governmental or business-type activities. The city defines capital assets as assets with an initial, individual cost of more than \$2,500 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair-market value at the date of donation.

Infrastructures are long-lived assets that are stationary in nature such as streets, bridges, street lighting and sidewalks. Costs of normal maintenance and repairs that do not add to the value or materially extend the life of the asset are not capitalized.

See independent auditors report.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Property, waste water plant and equipment of the city are depreciated using the straight-line method over the following, estimated useful lives:

<u>Asset</u>	<u>Primary Government Years</u>
Buildings	40
Building improvements	20
Public domain and system infrastructures	50 and 30 respectively
Vehicles and equipment	5 and 10 respectively
Other items \$2500 to \$20,000	2

Fund Equity: Beginning with fiscal year 2011, GASB Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions" was enacted by GFOA. This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balances more transparent. The following classifications describe the relative strength of the spending constraints:

Nonspendable: Amounts that are not in spendable form (such as inventory) or are required to be maintained intact.

Restricted: Amounts constrained to specific purposes by their providers (such as grantors, bondholders, and other levels of government), through constitutional provisions or by enabling legislation.

Committed: Amounts constrained to a specific purpose by the city itself, using its highest level of decision making authority (i.e. City Council). To be reported as committed, amounts cannot be used for any other purpose unless the city takes the same highest level action to remove or change the constraint (i.e. Resolution).

Assigned: Amounts the city intends to use for a specific purpose. Intent can be expressed by the City Council or by an official or body to which the City Council delegates the authority.

Unassigned: Amounts that are available for any purpose. Positive amounts are reported only in the general fund.

City of Bryant, Arkansas
Notes to Financial Statements
(Continued)
December 31, 2020

The city's goal is to use restricted, committed, or assigned amounts first, before unassigned, when an expenditure is incurred for purposes for which multiple classifications are available.

Property Taxes - A lien attaches to the real property in January and on personal property in June of each year. Property taxes are collectible beginning the first business day of March of the subsequent year, but are not considered delinquent until after October 15. Property taxes reflected as revenues on the financial statements include the property tax relief distribution made by the State of Arkansas.

NOTE 2: Deposits and Investments -

Deposits and Investments: The city's deposits and investments are governed by state law. At December 31, 2020, the deposits and investments held by the city were as follows:

Deposits:	<u>Governmental</u>	<u>Enterprise</u>	<u>Total</u>
Carrying value on the books	\$27,089,006	\$3,851,879	\$30,940,886
Cash on hand	800	610	1,410
	<u>Total</u>	<u>3,852,489</u>	<u>30,942,296</u>
Balance at the bank	\$27,324,580	\$4,117,606	\$31,442,186

Custodial Credit Risk. Custodial credit risk is the risk that in the event of a bank failure, a government's deposits may not be returned to it. The city does not have a policy for custodial credit risk. It's investments are handled by the bond trustees in accordance with Arkansas State statutes for Municipal funds. The carrying amount of the entire city's deposits was \$30,942,296, with a corresponding bank balance of \$31,442,185 (including cash on hand). Of this amount \$30,692,185 (\$750,000 FDIC protected) was subject to custodial credit risk. The City has, however, collateralized pledged securities held by and in the name of Regions Bank and the First Security Bank in excess of amounts not covered by FDIC insurance.

City of Bryant, Arkansas
Notes to Financial Statements
(continued)
December 31, 2020

NOTE 3: Capital Assets. Capital asset activity for the year ended December 31, 2020, was as follows:

	Balance		Additions	Disposals	Balance	
	January 1	December 31			January 1	December 31
Street Fund						
Capital Assets Not Being Depreciated						
Land	\$533,704	-	-	-	\$533,704	-
Construction in Progress (*Note)	-	-	-	-	-	-
Total Capital Assets Not Being Depreciated	533,704	-	-	-	533,704	-
Capital Assets Being Depreciated						
Buildings	145,922	-	-	-	145,922	-
Vehicles	1,121,990	2,464	(2,464)	-	1,121,990	-
Heavy Machinery	2,284,001	93,888	-	-	2,377,889	-
Roads & Bridges	1,377,657	-	-	-	1,377,657	-
Infrastructure	13,315,684	1,857,700	(478)	-	15,172,906	-
Total Capital Assets Being Depreciated	18,245,254	1,954,052	(2,942)	(478)	20,196,364	-
Less Accumulated Depreciation	(3,845,428)	-	(938,815)	-	(4,784,243)	-
Net Street Fund Capital Assets	14,933,530	1,954,052	(941,757)	(941,757)	15,945,825	-
General Fund						
		Balance				Balance
Land	\$2,931,610	January 1	\$56,636	Disposals	-	December 31
Total Capital Assets Not Being Depreciated	2,931,610		56,636		-	2,988,246
Park Facilities	3,803,986		408,929	-	-	4,212,915
Buildings	14,628,706		-	-	-	14,628,706
Vehicles	6,548,314		49,559	(240,818)	-	6,357,055
Equipment	3,587,018		398,052	-	-	3,985,070
Total Capital Assets Being Depreciated	28,568,024		856,540	(240,818)	-	29,183,746
Less Accumulated Depreciation	(11,740,949)		186,154	(1,586,706)	-	(13,141,501)
Net General Fund Capital Assets	19,758,685		1,099,330	(1,827,524)	-	19,030,491
Total Governmental Fund Assets	\$34,692,215		\$3,053,382	(\$2,769,281)	-	\$34,976,316

See independent auditors report.

City of Bryant, Arkansas
Notes to Financial Statements
(continued)
December 31, 2020

Business Type Activities	Balance	Additions		Disposals	Balance
	January 1				December 31
Capital Assets Not Being Depreciated					
Land	\$49,538	-	-	-	\$49,538
Construction in Progress (*Note)	-	-	-	-	-
Total Capital Assets Not Being Depreciated	49,538	-	-	-	49,538
Capital Assets Being Depreciated					
Buildings	17,297,641	-	-	-	17,297,641
Infrastructure	25,274,561	1,975,655	-	-	27,250,216
Improvements, machinery, and equipment	13,088,145	531,809	-	-	13,619,954
Water Storage Agreement	1,358,213	-	-	-	1,358,213
Total Capital Assets Being Depreciated	57,018,560	2,507,464	-	-	59,526,024
Less Accumulated Depreciation	(20,033,326)	-	(2,037,450)	(22,070,776)	
Net Business Assets Being Depreciated	36,985,234	2,507,464	(2,037,450)	37,455,248	
Net Business Capital Assets	\$37,034,772	\$2,507,464	(\$2,037,450)	\$37,504,786	

* Portions completed in the year on projects spanning more than one year are recorded within that year so no work in progress is shown.

See independent auditor's report.

City of Bryant, Arkansas
Notes to Financial Statements
(continued)
December 31, 2020

As of December 31, 2020 the city had the following active multi-year projects. Those highlighted are from 2018. The others are from 2019 and 2020.

	Expenses Through December 31, 2020	Remaining Contract Commitments	
Basin 3 & 4 Capacity Improvements	\$643,224	\$327,696	PO 2018006345/2019009815
Boone Road Improvements	-	66,459	PO 2020007976
Collection System/Hydraulic Model	-	5,537	PO 2018007947
Encore Hospital Project	43,800	73,200	PO 2020004490/6565
Henson Place Project	37,430	4,679	PO 2020001796/8054
Hidden Creek Improvements	16,313	2,688	PO 2019009478
Hilldale Road Improvements	79,897	409	PO 2019003292
Indian Springs Main Replacement	47,133	187,103	PO 2019009147/7395
Lift Station Upgrades	-	106,819	PO 2020007309
Light Pole Replacements	-	12,597	PO 2020002143/8365
Mills Park Road Improvements	62,565	305,614	PO 2020002143/6871
Ozark/Henson Improvements	-	36,185	PO 2020006854/7970
Raintree Improvements	17,964	25,891	PO 2019005639/2020007352/7353
Robinwood Drainage Project	27,505	(3,214)	PO 2019006246
Sanitary Sewer Evaluation Services	198,426	33,809	PO 2019002235/9498
Sedgefield Concrete Repair	-	3,500	PO 2020008685
Shobe Road Sewer Improvements	6,923	15,855	PO 2019009499/9500
Spanway Road Improvements	-	37,138	PO 2020007969
Springhill Gravity Sewer Project	27,006	16,744	PO 2020004326
Totals for Water and Wastewater Funds	1,208,185	1,258,708	
Springhill/Hilltop Improvements	12,635	551,724	PO 2019006254/9201/2020001960
Stillman Loop Improvements	14,000	4,000	PO 2020001795
Westpoint Stormwater Improvements	6,020	8,180	PO 2019005497
Woodland Park Improvements	16,625	2,375	PO 2019009479
Totals for Street and Stormwater Funds	49,280	566,279	
Tower Equipments and Radios	331,996	1,859,084	PO 2020006951
HOB Plan Contract	-	68,925	PO 2018009632
Ashley Park Improvements	52,950	170,490	PO 2020006193/7385
Totals for Governmental Funds	\$384,946	\$2,098,498	

See independent auditors report.

NOTE 4: Debt

Legal Debt Limits for Property Tax Secured Bonded Debt equals 20% of the total assessed value for tax purposes of real and personal property as determined by the last tax assessment. The City has no property tax secured bond issues. Short-Term Financing Obligations are subject to a constitutional limitation of equal to 5% of the assessed value of taxable property within the City as determined by the last tax assessment. The City is well below its limitation.

In 2001, the State of Arkansas passed Amendment No. 78 and Act No. 1808, providing a method for cities and counties to obtain short-term financing. The law requires permissible items to have an expected useful life of over one year and requires that the financing not exceed five years and that interest and principal repayments be made from general revenues. The City of Bryant has several notes that have been issued pursuant to this authority, see those with payments during 2020 listed below.

2020 Public Safety Tower and Radios Financing Note - The \$2.1 million promissory note was issued by Regions Security Bank, November 4, 2020, to finance the cost of acquiring new Public Safety Radios and the Equipment on the Tower (owned by the city of Bauxite) that corresponds with the new Radios. Principal and interest payments of \$38,721.85 (2.33%) are paid monthly for five years from the General Fund.

2018 Fire and Parks Financing Note - The \$1,130,000 loan from Regions Bank was issued on March 15, 2018 (1st payment April 15th), for the cost of acquiring one Fire Ladder Truck and several work trucks and exercise equipment for Parks. Principal and interest payments of approx. \$19,910.35 are paid monthly for 60 months at 2.21%. The Loan Pay off Date is March 15, 2023; total interest will be \$64,621.

	2020 Public Safety Tower and Radios		2018 Fire and Parks		Totals	
	Principal	Interest	Principal	Interest	Principal	Interest
2021	\$418,868	\$45,795	\$230,543	\$8,857	\$649,411	\$54,652
2022	428,732	35,930	235,690	3,710	664,422	39,640
2023	438,829	25,833	39,790	110	478,619	25,943
2024	449,163	15,499	-	-	449,163	15,499
2025	421,020	4,921	-	-	421,020	4,921
Total	\$2,156,612	\$127,978	\$506,022	\$12,677	\$2,662,634	\$140,655

Business-Type Activities

Water and Sewer Revenue Bonds, Series 2017 were issued for the purpose of refunding the Series 2008A&B. The interest rates range from 2% to 3.625%. Original face value of the bonds was \$3,800,000 for the Series A bonds and \$4,885,000 for the Series B Bonds. Principal payments are due annually on December 1, and interest payments are due semi-annually on June 1, and December 1. These bonds were issued on December 1, 2017.

Bond Payable-Loan Advances-Arkansas Natural Resource Commission (ANRC)

Series 2011 Bond payable water and wastewater revenue bond original face value of the bonds was \$6,500,000. The interest rate is 1.95% with a 1% service fee. Principal and interest payments began April 15, 2014.

Series 2012 Bond payable water and wastewater revenue bond original face value of the bonds \$8,500,000. The interest rate is 1.95% with a 1% service fee. Principal and interest payments began April 15, 2015.

Government-Type Activities

City of Bryant, Arkansas Capital Improvement Refunding and Construction Revenue Bonds, Series 2016 These bonds were issued on March 31, 2016, with a face value of \$10,625,000 for the purpose of refunding and financing a portion of the costs of 130 Improvements (on and off ramp). These bonds are secured by a pledge of all of the franchise fees charged to public utilities for the privilege of using the streets, highways, and other public places in the City. The interest rates range from 2% to 3.625%. Principal payments are due annually on February 1, and interest payments are due semiannually on February 1 and August 1.

City of Bryant, Arkansas Sales and Use Tax Series 2016 These bonds were issued December 1 of 2016, with an original par value of \$28,755,000 for the purpose of funding a portion of the costs of acquiring, constructing, equipping, and furnishing park and recreational improvements, building two new Fire Stations, and constructing the Bryant Parkway South from I-30 to the Airport. These bonds are secured by a pledge of the sales and use tax of the city. The interest rates range from 2% to 4%. Principal payments are due annually on December 1, and interest payments are due semiannually on June 1 and December 1.

	Balance at 1/1/2020	Increases	Decreases	Balance at 12/31/2020	Amount Due in 1 year
Government-Type Activities Long Term Debt					
Bonds Payable	\$34,130,000	-	\$1,369,990	\$32,760,010	\$1,040,000
Note Payable	1,031,592	2,191,079	560,036	2,662,635	649,411
Net Pension and OPEB Liabilities	17,174,068	-	809,898	16,364,170	-
Business-Type Activities Long Term Debt					
Bonds Payable	16,271,900	-	1,042,923	15,228,977	1,171,646
Note/Contract Payable	323,460	-	101,880	221,580	107,794
Net Pension and OPEB Liabilities	\$691,026	\$337,939	-	\$1,028,965	-

2016 Sales and Use Tax Bonds

	Principal	Interest
2021	\$690,000	\$748,131
2022	700,000	748,431
2023	720,000	749,731
2024	270,000	687,351
2025	-	686,931
2026 and thereafter	21,080,000	8,547,013
Total	\$23,460,000	\$12,167,588

2016 Franchise Fee Revenue Bonds

	Principal	Interest
2,021	\$350,000	\$289,544
2,022	360,000	282,544
2,023	370,000	274,444
2,024	375,000	265,194
2,025	385,000	257,694
2026 and thereafter	7,460,000	2,212,810
Total	\$9,300,000	\$3,582,230

2011 Water ANRC Bonds

	Principal	Interest
2021	\$293,465	\$139,107
2022	302,186	130,386
2023	311,166	121,406
2024	320,413	112,159
2025	329,934	102,638
2026 and thereafter	3,231,185	445,669
Total	\$4,788,349	\$1,051,365

	Principal	Interest
2,021	\$378,181	\$187,489
2,022	389,420	176,250
2,023	400,992	164,678
2,024	412,909	152,761
2,025	425,180	140,490
2026 and thereafter	4,442,720	648,337
Total	\$6,449,402	\$1,470,005

* includes a 1% service fee

*includes a 1% service fee

2017 Water and Sewer Refunding Bonds

	Principal	Interest
2021	\$500,000	\$111,116
2022	515,000	101,116
2023	145,000	90,301
2024	145,000	87,256
2025	155,000	83,631
2026 and thereafter	2,435,000	620,175
Total	\$3,895,000	\$1,093,595

See independent auditors report.

NOTE 5: Other Information Including Risk Management

During the course of daily operations, the city is exposed to various risks of loss relating to theft of, damage to or destruction of assets, errors and omissions, injuries to employees and natural disasters. The city has tort immunity except in the case of civil rights issues. The city manages these risks by following coverage procedures:

The city participates in the Arkansas Municipal League insurance program (Program) for the coverage in the following areas:

Municipal League Defense Program: This insurance program provides coverage for legal defense, expenses and damages in suits against city officials and employees and civil-rights suits against the municipal government. The program is a participant in a funded trust with pooled risk involving cities in Arkansas. The coverage of each case is at the sole discretion of the program's administrator. The maximum coverage of any one loss cannot exceed 25% of the programs fund reserve; therefore, the city could be at risk if any suit against the city exceeds 25% of the program's reserve. The City agrees to pay into the program each year a charge established by the steering committee. Each city also agrees to pay the first \$3,000 of the aggregate cost for all expenses on each lawsuit. This cost deposit is not refundable.

Municipal Property Program: This insurance program provides coverage for insurable property and equipment exclusive of motor vehicles and water vessels that belong to the participating municipality and for which coverage has been applied and approved. The limit of the program's liability is 1) actual cash value, or 2) the cost to repair or replace the property of like kind and quality, or 3) the applicable limit of liability stated in the enumeration schedule, or 4) 25% of the program's available funds at the time of settlement. Loss amounts payable will be reduced by the deductible amount of \$5,000, or in the case of flood or earthquake, \$100,000.

Municipal Vehicle Program:

A.) Liability - The City shall pay into the program each year a charge established annually by the program administrator for covered municipal vehicles and self-propelled mobile equipment owned or leased by the City.

B.) Physical Damage - The City shall pay into the program each year a charge established annually by the program administrator for covered property.

Workers' Compensation: This insurance program provides compensation to employees in the event of injury suffered while conducting city business. The program covers all statutory requirements and the city's risk of loss is effectively transferred. Rates are revised by class code on an annual basis by the Arkansas Workers' Compensation Commission.

Contingent Liabilities: Amounts received or receivable from grant agencies are subject to audit and adjustments by grantor agencies, mainly the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time. The city expects disallowed claims, if any, to be immaterial. The city is a party in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the city's attorney the resolution of these matters will not have a material adverse effect on the financial condition of the city.

Self-Insured Fidelity Bond Program: The City also participates in this program administered by the Governmental Bonding Board. This program covers actual losses sustained by the participating entity through any fraudulent or dishonest act or acts committed by any of the officials or employees, acting alone or in collusion with others, during the bond period to an amount not exceeding the lesser of \$250,000 or the amount of the bond. Premiums for coverage are determined by the State Risk Manager and approved by the Board. There is a \$2,500 deductible per occurrence.

Post-Employment Benefits: Other post-employment benefits for city employees are limited to health insurance continuation coverage under federal law (COBRA) providing all costs associated with the benefits are borne by the electing participant.

See independent auditors report.

NOTE 6: Employee retirement systems and pension plans-

Pension Plans - Primary Government: The city participates in retirement plans that cover all full-time employees. The city's municipal judges and clerks participate in a pension and retirement plan maintained by the state. The city's uniformed police and fire personnel participate in the Local Police and Fire Retirement System (LOPFI). All other city employees are covered under the Arkansas Public Employees Retirement System (APERS).

Arkansas District Judge Retirement System

Plan Description: Acts 1374 and 1375 of 2003 established the Arkansas District Judge Retirement System (ADJRS), a cost sharing multiple employee plan. This retirement system became effective January 1, 2005. The legislation merged the city's administered pension plan with the new pension system. The city funds retirement through retirement matching of judges' and clerks' salaries through the Court's Operating Fund. ADJRS provides for the retirement of all district court judges who are not covered under the Arkansas Public Employees Retirement System (APERS). District court judges first hired after January 1, 2005 are covered by ADJRS. The system provides retirement benefits for district judges and court clerks, who retired from the local retirement plans, and their survivors. A deferred benefit was established for all district judges and court clerks in the local plans that were active on December 31, 2004. These deferred annuities will be eligible for a benefit when they meet the eligibility requirements for their previous, local plans. The statutes providing for and covering the ADJRS are in chapters two and eight of Title 24 of the Arkansas Code Annotated. The administration and control of the system is vested in the board of trustees. The Arkansas District Judge Council and the governor appoint the board. The city's financial information is in the annual report of ADJRS. A copy of the report can be obtained by writing to ADJRS, 124 West Capitol Avenue, Suite 400, Little Rock, Arkansas 72201.

Summary of Significant Accounting Policies: Basis of Accounting and Valuation of Investments. The Arkansas District Judge Retirement System is accounted for using the accrual basis of accounting. Revenues are recognized when earned, without regard to date of collection, and expenses are recognized when a liability is incurred, regardless of when payment is made. Investments are reported at market value determined by the custodial agent. The agent's determination of market value includes, among other factors, using pricing services or process quoted at current exchange rates by independent brokers.

At implementation, an actuarial valuation was performed. As of June 30, 2020 the City's unfunded liability was \$46,679. The city will pay this deficit over a 30 year amortization, with payments being due to ADJRS by December 31 of each year. The valuation changes as the city changes judges, therefore changing the annual payment. The 2020 payment made was \$10,000, of which \$4,997 was interest and the balance went to reduce the principal.

Arkansas Local Police and Fire Retirement System (LOPFI)

Plan Description: LOPFI is a statewide cost sharing multiple-employer defined-benefit pension plan administered in accordance with Act 364 of the 1981 Arkansas General Assembly for units of local governments covering police officers and firefighters. The plan provides retirement, disability and death benefits to plan members and their beneficiaries. Employees hired after January 1, 1983, whose political subdivision had a retirement system in effect at July 1, 1981, are eligible to participate in the Plan. The city's financial information is in the annual report of LOPFI. A copy of the report can be obtained by writing to LOPFI, 620 West 3rd Street, Suite 200, Little Rock, Arkansas 72201 or on their website at www.lopfi-prb.com or calling 866-859-1745.

Contributions requirements are set forth in Arkansas statute. LOPFI members were required to contribute 8.5% of their annual covered salary. The City is required to contribute at an actuarially determined rate, which was 23.5% for participating policemen and 23.5% for participating firemen. City contributions to the Plan were \$1,023,574 for the year ended December 31, 2019.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At December 31, 2019, the LOPFI Police and LOPFI Fire reported a liability of \$4,506,277 and \$4,971,788, respectively, for their proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019. The City's proportionate share was .58% and .64% respectively, for LOPFI Police and LOPFI Fire. The allocation percentages are based on the ratio of each employer's contributions to total employer contributions of the group for the fiscal year ended December 31, 2019. The contributions used excluded contributions made for prior service, excess benefits and irregular payments. The employer allocation percentages have been rounded for presentation purposes.

	Deferred Outflows of Resources	Deferred Inflows of Resources
<u>LOPFI Police</u>		
Differences between expected and actual experience	\$443,385	-
Difference between expected and actual investment earnings on pension plan investments	-	544,221
Changes in proportion and differences between City contributions and proportionate share of contributions	43,698	177,265
Changes of assumptions	389,130	-
Total	876,213	721,486
<u>LOPFI Fire</u>		
Differences between expected and actual experience	489,194	-
Difference between expected and actual investment earnings on pension plan investments	-	600,448
Changes in proportion and differences between City contributions and proportionate share of contributions	-	112,768
Changes of assumptions	429,333	-
Total	\$918,527	\$713,216

City of Bryant, Arkansas
Notes to Financial Statements
(continued)
December 31, 2020

At December 31, 2019, LOPFI Police and LOPFI Fire reported \$876,213 and \$918,527 as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date that will be recognized as a reduction of the net pension liability in the year ended December 31, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources at December 31, 2019, related to pensions will be recognized in pension expense as follows:

	Schedule of Deferred Inflows and Outflows	
	LOPFI Police	LOPFI Fire
Year ended December 31:		
2020	\$298,833	\$326,635
2021	72,958	92,593
2022	24,513	52,619
2023	(241,577)	(266,536)
	\$154,727	\$205,311

Actuarial Assumptions: The total pension liability in the December 31, 2019, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

LOPFI - Police and Fire	
Inflation (Wage, Price)	3.25%, 2.50%
Salary increases	3.25-18.25% including inflation
Investment rate of return	7.00% as adopted by the board
Actuarial cost method	Entry age normal
Asset valuation method	5 year smoothed market, 20% corridor

Mortality rates were based on the RP-2000 Combined Mortality Table

The actuarial assumptions used in the December 31, 2019 valuation were based on the results of an actuarial experience study for the period January 1, 2008 to December 31, 2011. As a result of the 2011 actuarial experience study, the expectation of life after disability was adjusted in the December 31, 2019 actuarial evaluation to more closely reflect actual experience.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These real rates of return are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. For each major asset class that is included in the pension plan's target asset allocation as of December 31, 2019, these best estimates are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return	Allocation-Weighted Long-Term Expected Real Rate of Return
Fixed income	30%	1.30%	0.35%
Domestic equity	42%	5.40%	2.15%
Foreign equity	18%	7.80%	1.35%
Alternative Investments	10%	6.70%	0.65%
Cash	-	-	-
Total	<u>100%</u>	<u>-</u>	<u>4.50%</u>
Expected Inflation			<u>2.50%</u>
Total Return			<u>7.00%</u>

Discount Rate: A single discount rate of 7 percent was used to measure the total pension liability. This single discount rate was based on the expected rate of return on pension plan investments of 8 percent. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the net pension liability to changes in the single discount rate. The following presents the City's net pension liability, calculated using a single discount rate of 7 percent, as well as what the plan's net pension liability would be if it were calculated using a single discount rate that is one percent lower or one percent higher:

	1% Decrease 6%	Current Discount Rate 7%	1% Increase 8%
LOPFI - Police Net pension liability	7,180,147	4,506,227	2,349,929
LOPFI - Fire Net pension liability	7,921,964	4,971,788	2,592,711

Arkansas Public Employee Retirement System (APERS)

Plan description: APERS is a cost-sharing, multiple-employer, defined benefit plan which covers all State employees who are not covered by another authorized plan, all county employees, municipal employees whose municipalities have elected coverage under this plan, college and university employees, and certain non-teaching school employees. The plan was established by the authority of the Arkansas General Assembly with the passage of Act 177 of 1957. The costs of administering the plan are paid out of investment earnings. The general administration and responsibility for the proper operation of the System is vested in the nine members of the Board of Trustees of the Arkansas Public Employees Retirement System (the Board). Membership includes three state and three non-state employees, all appointed by the Governor, and three ex-officio trustees, including the Auditor of the State, the Treasurer of the State and the Director of the Department of Finance and Administration. Benefits and contribution provisions are established by Arkansas law and can be amended only by the Arkansas General Assembly.

Benefits provided: Benefit provisions are set forth in Arkansas Code Annotated, Title 24, Chapters 5 and 6 and may only be amended by the Arkansas General Assembly. APERS provides retirement, disability and death benefits. Retirement benefits are determined as a percentage of the member's highest 3-year average compensation times the member's years of service. The percentage used is based upon whether a member is contributory or non-contributory as follows:

Contributory, prior to 7/1/2005	2.07%
Contributory, on or after 7/1/2005, but prior to 7/1/2007	2.03%
Contributory, on or after 7/1/2007	2.00%
Non-Contributory	1.72%

Members are eligible to retire with a full benefit under the following conditions:

- at age 65 with 5 years of service,
- at any age with 28 years actual service,
- at age 60 with 20 years of actual service if under the old contributory plan (prior to July 1, 2005), or
- at age 55 with 35 years of credited service for elected or public safety officials.

Members may retire with a reduced benefit at age 55 with at least 5 years of actual service at age 55 or at any age with 25 years of service.

Members are eligible for disability benefits with 5 years of service. Disability benefits are computed as an age and service benefit, based on service and pay at disability. Death benefits are paid to a surviving spouse as if the member had 5 years of service and the monthly benefit is computed as if the member had retired and elected the Joint & 75% Survivor option. A cost-of living adjustment of 3% of the current benefit is added each year.

Contributions: Contribution requirements are set forth in Arkansas Code Annotated, Title 24, Chapter 4. The contributions are expected to be sufficient to finance the costs of benefits earned by members during the year and make a level payment that, if paid annually over a reasonable period of future years, will fully cover the unfunded costs of benefit commitments for services previously rendered (A.C.A. 24-2-701(a)). Members who began service prior to July 1, 2005, are not required to make contributions to APERS. Members who began service on or after July 1, 2005, are required to contribute 5% of their salary. Employers are required to contribute at a rate established by the Board of Trustees of APERS based on an actuary's determination of a rate required to fund the plan (A.C.A. 24-2-701(c)(3)). Employers contributed 15.32% for municipal employees and 25% for district judges of compensation from January 1, to June 30, 2020. In some cases, an additional 2.5% of member and employer contributions are required for elected officials. Contributions to the APERS from the City were \$710,556 for the year ended December 31, 2020.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions
At December 31, 2020, the City reported a liability of \$6,806,965 for its proportionate share of the APERS net pension liability. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. Each employer's proportion of the net pension liability was based on the employer's share of contributions to the pension plan relative to the total contributions of all participating employers. At June 30, 2020, the City's proportion was 0.237%.

For the year ended December 31, 2020, the City recognized APERS pension expense of \$1,466,129. At December 31, 2020, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources		Deferred Inflows of Resources	
	Outflows of	Resources	Inflows of	Outflows
Differences between expected and actual experience	\$90,364	(\$4,508)	2021	\$295,124
Changes of assumptions	85,286	(116,628)	2022	379,125
Net difference between projected and actual earnings on pension plan investments	720,263	-	2023	403,568
Changes in proportion and differences between City contributions and proportionate share of	521,174	-	2024	218,134
			2025	-
			Thereafter	-
Total	\$1,417,087	(\$121,136)		

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in your financial statements as shown to the right above.

Actuarial assumptions: The total pension liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Wage Inflation rate	3.25%
Salary increases	3.25% – 9.85%
Investment rate of return	7.15%, net of investment and admin expenses

Mortality rates were based on RP-2014 weighted generational mortality tables for healthy annuitant, disability, or employee death in service, as applicable. The tables applied credibility adjustments of 135% for males and 125% for females and were adjusted for fully generational mortality improvements using Scale MP-2017.

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of an actuarial experience study for the period July 1, 2012 through June 30, 2017.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan 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 weighting 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 included in APERS's target asset allocation as of June 30, 2017 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Broad Domestic Equity	37%	6.22%
International Equity	24%	6.69%
Real Assets	16%	4.81%
Absolute Return	5%	3.05%
Domestic Fixed	<u>18%</u>	<u>0.57%</u>
	100%	

Discount rate: The discount rate used to measure the total pension liability was 7.15% for the year ended June 30, 2020. The single discount rate was based on the expected rate of return on pension plan investments of 7.15%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that participating employer contributions will be made at contractually required rates, actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make 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 payments to determine the total pension liability.

Sensitivity of the City's proportionate share of the net pension liability to changes in the discount rate: The following presents the City's proportionate share of the net pension liability calculated using the discount rate of 7.15%, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.15%) or 1-percentage-point higher (8.15%) than the current rate:

	Current Discount Rate	1% Decrease 6.15%	1% Increase 8.15%
City's proportionate share of the net pension liability	7.15%	<u>\$10,367,511</u>	<u>\$6,806,965</u>
		\$3,868,708	

APERS fiduciary net position: Detailed information about APERS's fiduciary net position is available in the separately issued APERS Financial Report available at <http://www.apers.org>.

Payable to the pension plan: At December 31, 2020, the City did not have an outstanding amount of contributions due to the pension plan for the year ended December 31, 2020.

NOTE 7: Other Post-employment Benefits -

Plan Description and Benefits Provided: The City of Bryant uses the Health Insurance provided by the Arkansas Municipal League through the Municipal Benefit Health Fund. Arkansas statute provides that any municipal city official or employee vested in any of the city's retirement plans with 20 years of service and attains 55 years of age may continue to participate in the city's healthcare plan after retirement. In addition, members employed at least 5 years with age plus service exceeding 70 at retirement are eligible for benefits. The State of Arkansas has the authority to establish and amend the requirements of this statute. The city does not issue stand-alone financial statements of its health care plan but all required information is presented in this report. The contribution requirements of OPEB plan members are established by the city and may be amended as needed. Plan members pay the entire cost of monthly insurance premiums at the same rate charged to active employees and receive a benefit of the blended premium rate from all of the employees participating in the city's health insurance plan. The plan had one retired participant paying premiums as of December 31, 2020. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Total OPEB Liability: The city's total OPEB liability of \$1,108,155 was measured as of December 31, 2020, and was determined by an actuarial valuation as of that date.

Changes in Total OPEB Liability	
Balance at 12/31/2019	\$1,176,430
1 Service Cost	66,528
2 Interest	40,404
3 Benefit payments	(7,162)
4 Assumption changes	(168,045)
5 Net change in total OPEB liability	(68,275)
<u>Balance at 12/31/2020</u>	<u>\$1,108,155</u>

Actuarial Cost Methods and Assumptions.

Inflation Rate: The discount rate, and the health care cost trend rate incorporate an assumed annual inflation rate of 3.00%.

Discount Rate: A single discount rate of 3.16% at 12/31/17, 3.64% at 12/31/18, 3.26% at 12/31/19 and 1.93% at 12/31/20.

Healthcare Trend Rate: The health care cost trend rate was assumed to be 8.0% next year, with the rate decreasing by 0.5% each year, to an ultimate rate of 5.0% in the seventh year.

Cost Method: The entry age normal method was used.

Base Claim Costs: The following monthly claim costs were assumed for 2020: Member

Retiree, No Medicare	1,180
Retiree, with Medicare	496
Premium per month	496
Therefore, net subsidy assumed was	684

Source of Claim Costs: The Medical cost for retirees equals the rate charged by the providers at the beginning of the year.

NOTE 7: Other Post-employment Benefits con't

Sensitivity of the Total OPEB liability to Changes in the Discount Rate

1% Decrease to 1.93%	\$1,231,150.00	Current Single Discount Rate of 1.93%	\$1,108,155.00	1% Increase to 1.93%	\$993,369.00
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Sensitivity of the Total OPEB liability to Changes in the Healthcare Cost Trend Rates

1% Decrease in HCCTR 911,626	Assumed HCCTR 1,108,155	1% Increase in HCCTR 1,354,516
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At December 31, 2020, the City reported deferred inflows of resources related to OPEB from the following sources:

Difference between expected and actual experience	(\$363,776)
Changes of assumptions	133,206
<u>Total</u>	<u>(\$230,570)</u>

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

Year ending	Net Deferred	Outflow/(Inflow)
December 31:		of Resources
2021	(\$21,281)	
2022	(21,281)	
2023	(21,281)	
2024	(21,281)	
2025	(21,281)	
Thereafter	(124,165)	
<u>Total</u>	<u>(\$230,570)</u>	

Employees Covered by the Benefit Terms:

Number of Employees	192
Number of Retirees and Beneficiaries under 65	0
Number of Retirees and Beneficiaries 65 and over	1

HCCTR - Health Care Cost Trend Rate

See independent auditors report

Actuarial Methods and Assumptions cont: No Administrative costs were assumed. It was assumed that the sponsor would provide single coverage only. It was assumed 85% of eligible retirees would select the coverage when they initially retired and that 15% of them would continue it past age 65. The data was provided by the Arkansas Municipal League Health Benefit Plan and deaths have been projected on a basis of the RP 2014 Mortality Table.

NOTE 8: Water/Wastewater Rates and Customers - Customers pay for the first 2,000 gallons of water consumption each month or portion thereof, rates that vary from \$11.34 for a 5/8" meter up to \$567.00 for a 6" meter. All water consumption in excess of 2,000 gallons is \$.545 for each 100 gallons. There were approximately 9,538 active water customers at December 31, 2020. The total annual billable water for customers in 2020 was from 641 commercial and 8,897 residential customers. Wastewater customers pay \$16.45 for the first 2,000 gallons of water consumed. Consumption in excess of 2,000 gallons is \$.877 for each 100 gallons. There were approximately 10,549 wastewater users at December 31, 2020. There are 932 Sewer only accounts; these accounts are not within the city limits. These types of accounts grew in 2020.

During 2016, the City Council approved an ordinance charging \$3.00 per month for residential customers and \$6.00 per month for commercial customers to fund improvements to the stormwater system. Total revenue collected in 2016, 2017, 2018, 2019 and 2020 was respectively \$157,452, \$322,140, \$287,801, \$379,854 and \$291,324. Additionally, approximately 900-1,000 customers are stormwater fee exempt due to the Sr Citizen discount program.

NOTE 9: Dissolved Advertising and Promotion (A&P) Commission Funds - The creation (2018) and subsequent dissolution (2019) of the A&P led to a prior period adjustment to the beginning balance of the Other Governmental Funds in a prior year. The 2019 Audit Report showed an ending balance for these funds of \$1,428,740. Collections were made for approximately one year and approximately \$800,000 was collected during that time. The Commission was unable to agree on a go forward plan and the Commission was dissolved by the Council effective August 8, 2019. Resolution 2019-47 outlines that those funds will be spent by the consensus of the City Council on items that State Statute allows and checks will be cut and signed by the Mayor and the Finance Director until all the money has been spent. The ending fund balance of these funds at 12/31/20 was \$448,208.

NOTE 10: Subsequent Events – On March 22, 2020 the World Health Organization declared a pandemic following the global outbreak of COVID-19, a respiratory disease caused by a new strain of coronavirus. Then President Trump and later President Biden unlocked federal funding to help states and local governments fight the pandemic. COVID affected the City of Bryant's finances and personnel in numerous ways. Unexpected expense costs and lost revenue to name a few such affects. At the date of this report the city and the entire country continue to struggle with these unprecedented daily changes. Council, Mayor and Department Heads continue to evaluate their budgets and management as necessary.

See independent auditors report.

REQUIRED SUPPLEMENTARY INFORMATION

City of Bryant, Arkansas
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget (GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2020

Variance with Final
Budget Positive
(Negative)

	Original	Budgeted	Final	Actual	
REVENUES					
Taxes	\$5,671,700		\$5,692,700	\$6,179,482	\$486,782
Fees and Permits	529,255		554,255	637,029	82,774
Membership and Rental Fees, Park Programming	728,995		728,995	278,911	(450,084)
Grant Revenues	33,700		69,700	99,510	29,810
Reimbursements (SRO, Court, Code, State)	409,000		1,113,891	1,085,612	(28,279)
Sale of services	1,554,000		1,554,000	1,402,524	(151,476)
Fines and forfeitures	539,680		539,680	606,409	66,729
Investment earnings	1,550		1,550	3,135	1,585
Miscellaneous (Sale of equip, Donations, Sponsorships)	301,270		1,062,166	809,183	(252,983)
Total Revenues	9,769,150		11,316,937	11,101,795	(215,142)
EXPENDITURES					
Admin (Mayor, City Clerk, Finance, Attorney, HR, IT)	1,089,839		1,189,099	1,151,479	37,621
Planning	265,467		334,391	193,357	141,035
Parks and Recreation	2,573,923		3,180,668	2,695,934	484,734
Public Safety:					
Police	4,879,244		5,495,172	5,266,311	228,861
Fire	4,167,010		4,282,553	4,047,613	234,940
Court	485,408		485,408	410,301	75,107
Code	386,849		431,709	425,897	5,812
Animal	525,860		576,960	515,569	61,391
Total Public Safety	10,444,371		11,271,802	10,665,691	606,110
Total Expenditures	14,373,600		15,975,960	14,706,461	1,269,499
Excess (deficiency) of revenues over expenditures					
OTHER FINANCING SOURCES (USES)					
Transfers in	10,759,000		10,735,000	10,735,000	-
Transfers out	(5,648,000)		(5,624,000)	(5,590,974)	33,026
Total Other Financing Sources and Uses	5,111,000		5,111,000	5,144,026	33,026
Net change in fund balance	506,550		451,977	1,539,360	1,087,383
Fund balances - beginning				8,342,010	
Fund balances - ending				\$9,881,370	

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

City of Bryant, Arkansas
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual
Street Fund
For the Year Ended December 31, 2020

**Variance with Final
Budget Positive
(Negative)**

	Original Budget	Final Budget	Actuals	
REVENUES				
Taxes	\$1,691,058	\$1,691,058	\$1,774,945	\$83,887
Reimbursements	-	75,835	76,832	997
Investment earnings	775	775	39,611	38,836
Miscellaneous	1,000	1,700	6,083	4,383
	<u>Total Revenues</u>	<u>1,692,833</u>	<u>1,769,368</u>	<u>1,897,471</u>
EXPENDITURES				
Public works: Street and Stormwater Operations				
Personnel	1,089,944	1,089,944	1,035,715	54,229
Services (Building, Grounds)	75,360	75,360	69,894	5,466
Supplies (and Vehicle)	314,930	302,773	115,098	187,675
Supplies and Operations and Prof Services	920,268	927,330	590,274	337,057
Misc (including Construction not Capital)	319,655	495,905	183,423	312,482
Capital Outlay	3,102,500	2,920,768	1,951,110	969,658
	<u>Total Expenditures</u>	<u>5,822,657</u>	<u>5,812,080</u>	<u>3,945,513</u>
Excess (deficiency) of revenues over (under)	(4,129,824)	(4,042,712)	(2,048,042)	(1,738,464)
OTHER FINANCING SOURCES (USES)				
Transfers in	1,440,000	1,440,000	1,440,000	-
Transfers out	-	-	-	-
	<u>Total Other Financing Sources (uses)</u>	<u>1,440,000</u>	<u>1,440,000</u>	<u>-</u>
Net change in fund balance	(2,689,824)	(2,602,712)	(608,042)	1,994,670
Fund balance - beginning			10,382,767	
Fund balance - ending			<u>\$9,774,725</u>	

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

City of Bryant, Arkansas
 Required Supplemental Information for APERS, LOPFI and OPEB
 Last Five Fiscal Years

Arkansas Public Retirement System (APERS) Reports ended June 30 of the year noted

Fiscal Year	Actuarial Determined Contribution (ADC)	Actual Contribution	Contribution Deficiency or excess	Covered Payroll	Actual Contribution as a % of Covered Payroll	City's Proportion of the Net Pension Liability	City Proportionate Share of the Net Pension Liability	City Proportionate
								Share of the Net Pension Liability as a % of Its Covered Payroll
2016	\$468,816	\$468,816	-	\$3,192,086	15%	\$4,267,372	0.18%	134%
2017	525,466	525,466	-	3,584,771	15%	5,195,937	0.20%	145%
2018	572,463	572,463	-	3,905,607	15%	4,570,741	0.21%	117%
2019	645,949	645,949	-	4,245,515	15%	5,315,583	0.22%	125%
2020	\$710,556	\$710,556	-	\$5,016,237	14%	\$6,806,965	0.24%	136%

NOTE: This schedule is presented to fulfill the requirement to show ten years of trend data. However, only the years shown are available. Covered Payroll includes only salaries not taxes or benefits. LOPFI covers payroll for Fire and Police; APERS covered payroll covers all depts but Fire and Police and OPEB covers all depts together. Plan Fiduciary Net Position as a % of the total Pension Liability is being investigated for inclusion for the years shown in a later report.

City of Bryant, Arkansas
 Required Supplemental Information for APERS, LOPFI and OPEB
 Last Five Fiscal Years

Local Fire and Police Retirement System (LOPFI) Reports ended December 31 of the year noted City Proportionate Share of the Net Pension Liability as a % of Its Covered Payroll

Fiscal Year	Actuarial Determined Contribution (ADC)	Actual Contribution	Contribution Deficiency or excess	Covered Payroll	Actual Contribution as a % of Covered Payroll	City's Proportion of the Net Pension Liability	City Proportionate Share of the Net Pension Liability	City Proportionate Net Pension Liability as a % of Its Covered Payroll
2017	\$923,735	\$923,735	-	\$4,531,404	20%	\$9,175,941	1%	202%
2018	984,111	984,111	-	4,678,258	21%	11,373,081	1%	243%
2019	\$1,023,574	\$1,023,574	-	\$4,751,146	22%	\$9,478,015	1%	199%

NOTE: This schedule is presented to fulfill the requirement to show ten years of trend data. However, only the years shown are available. Covered Payroll includes only salaries not taxes or benefits. LOPFI covers payroll for Fire and Police; APERS covered payroll covers all depts but Fire and Police and OPEB covers all depts together. Plan Fiduciary Net Position as a % of the total Pension Liability is being investigated for inclusion for the years shown in a later report.

Note: LOPFI Annual Reports are completed at the same time as City of Bryant Annual Financial Reports. Therefore LOPFI 2019 Annual Report figures are the most current and are reflected in this report.

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

City of Bryant, Arkansas
 Required Supplemental Information for APERS, LOPFI and OPEB
 Last Five Fiscal Years

Other Post Employment Benefits (OPEB) Reports ended December 31 of the year noted

Fiscal Year	Service Cost	Interest	Benefit Payments	Covered Payroll	Assumption Changes	Net Change in total OPEB Liability	Liability as a % of Covered Payroll	Total OPEB Liability
2018	\$67,863	\$34,893	(\$21,485)	\$8,583,864	(\$151,352)	(\$70,081)	12%	\$1,034,122
2019	62,065	39,738	(8,952)	8,996,661	49,457	142,308	13%	1,176,430
2020	\$66,528	\$40,404	(\$7,162)	\$9,089,284	\$150,740	(\$68,275)	12%	\$1,108,155

NOTE: This schedule is presented to fulfill the requirement to show ten years of trend data. However, only the years shown are available. Covered Payroll includes only salaries not taxes or benefits. LOPFI covers payroll for Fire and Police; APERS covered payroll covers all depts but Fire and Police and OPEB covers all depts together. Plan Fiduciary Net Position as a % of the total Pension Liability is being investigated for inclusion for the years shown in a later report.

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

**COMBINING STATEMENTS AND
INDIVIDUAL FUND FINANCIAL
STATEMENTS**

City of Bryant, Arkansas
 Combining Balance Sheet
 Nonmajor Governmental Funds
 December 31, 2020

	ASSETS				
	Designated Tax Fund	Animal Control Donations	Act 1809 of 2001 Court Auto Fund	Parks 1/8 Sales Tax Fund	Act 833 of 1991 Fire Fund
Cash and cash equivalents	\$1,380,358	\$46,810	\$72,404	\$194,211	\$73,159
Total Assets	1,380,358	46,810	72,404	194,211	73,159
LIABILITIES					
Unearned revenue	-	32,072	-	-	-
Accounts Payable	-	-	-	-	1,316
Total Liabilities	-	32,072	-	-	1,316
Sum of Total Assets and Total Liabilities					
FUND BALANCES					
Restricted					
General Government	-	-	-	-	-
Public Works	414,107	-	-	-	-
Public Safety	828,215	14,738	72,404	-	71,843
Other Special Revenue Funds - Parks	138,036	-	-	194,211	-
Total Fund Balances	1,380,358	14,738	72,404	194,211	71,843
TOTAL LIABILITIES AND FUND BALANCES	\$1,380,358	\$46,810	\$72,404	\$194,211	\$73,159

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

City of Bryant, Arkansas
 Combining Balance Sheet
 Nonmajor Governmental Funds
 December 31, 2020

	Fire 3/8 Sales Tax Fund	Police Act 918 of 1983 Fund	Police Act 988 of 1991 Fund	Police Federal Drug	Police State Drug Control	Advertising and Promotions Collections	Totals
ASSETS							
Cash and cash equivalents	\$297,089	\$26,163	\$30,819	\$2,347	\$23,287	\$448,208	\$2,594,855
Total Assets	<u>297,089</u>	<u>26,163</u>	<u>30,819</u>	<u>2,347</u>	<u>23,287</u>	<u>448,208</u>	<u>2,594,855</u>
LIABILITIES							
Unearned revenue	-	-	-	-	-	-	32,072
Accounts Payable	-	-	-	-	-	-	1,316
Total Liabilities	-	-	-	-	-	-	<u>33,388</u>
FUND BALANCES							
Restricted							
General Government	-	-	-	-	-	448,208	448,208
Public Works	-	-	-	-	-	-	414,107
Public Safety	297,089	26,163	30,819	2,347	23,287	-	1,366,905
Other Special Revenue Funds - Parks	-	-	-	-	-	-	332,247
Unassigned							
Total Fund Balances	<u>297,089</u>	<u>26,163</u>	<u>30,819</u>	<u>2,347</u>	<u>23,287</u>	<u>448,208</u>	<u>2,561,467</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$297,089</u>	<u>\$26,163</u>	<u>\$30,819</u>	<u>\$2,347</u>	<u>\$23,287</u>	<u>\$448,208</u>	<u>\$2,594,855</u>

City of Bryant, Arkansas
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 Nonmajor Governmental Funds
 For the Year Ended December 31, 2020

	Designated Tax Fund	Animal Control Donations	Act 1809 of 2001 Court Auto Fund	Parks 1/8 Sales Tax Fund	Act 833 of 1991 Fire Fund
REVENUES					
Taxes	\$5,123,894	-	-	\$640,486	\$25,185
Fines and forfeitures	-	8,013	33,816	-	-
Intergovernmental	-	-	-	-	-
Investment earnings and interest and Misc	410	17	-	61	24
Total Revenues	5,124,304	8,030	33,816	640,547	25,209
EXPENDITURES					
Current:					
Public Safety	-	1,529	32,332	-	11,631
General Government	-	-	-	-	-
Total Expenditures	-	1,529	32,332	-	11,631
Excess(deficiency) of revenues over expenditures	5,124,304	6,501	1,484	640,547	13,578
OTHER FINANCING SOURCES					
Transfers Out	(4,800,000)	-	-	(600,000)	-
Total other financing sources and uses	(4,800,000)	-	-	(600,000)	-
Net change in fund balances	324,304	6,501	1,484	40,547	13,578
Fund balance - beginning	1,056,053	8,236	70,920	153,664	58,266
Fund balance - ending	\$1,380,357	\$14,737	\$72,404	\$194,211	\$71,844

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

City of Brant, Arkansas
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 Nonmajor Governmental Funds
 For the Year Ended December 31, 2020

	Fire 318 Sales Tax	Police Act 918	Police Act 988	Police Federal	Police State	Advertising and	Totals
	Fund	of 1983 Fund	of 1991 Fund	Drug Control Fund	Drug Control Fund	Promotions Collections Fund	
REVENUES							
Taxes	\$1,921,460	-	-	-	-	-	7,711,025
Intergovernmental	-	-	-	-	-	-	41,832
Fines and forfeitures	-	16,111	8,922	-	7,010	-	32,043
Investment earnings and interest and Misc	-	71	9	10	-	8	4,807
Total Revenues	1,921,531	16,120	8,932	-	7,018	4,197	7,789,707
EXPENDITURES							
Current:							
Public safety	-	6,373	3,774	-	-	-	55,639
General Government	-	-	-	-	-	276,073	276,073
Total Expenditures	-	6,373	3,774	-	-	276,073	331,712
Excess(deficiency) of revenues over expenditures	1,921,531	9,747	5,158	-	7,018	(271,876)	7,457,992
OTHER FINANCING SOURCES							
Transfers out	(1,800,000)	-	-	-	-	-	(7,200,000)
Total other financing sources and (uses) (1,800,000)							
Net change in fund balances	121,531	9,747	5,158	-	7,018	(271,876)	257,992
Fund balance - beginning	175,559	16,415	25,661	2,346	16,268	720,084	2,303,472
Fund balance - ending	\$297,090	\$26,162	\$30,819	\$2,346	\$23,286	\$448,208	2,561,464

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

STATISTICAL SECTION

Financial Trends

City of Bryant, Arkansas
Net Position by Component
Last Ten Fiscal Years
(regulatory basis of accounting for years 2011 - 2014, modified cash afterwards)
(amounts expressed in thousands)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Governmental Activities										
Invested in capital assets, net of related debt	5,834,603	5,606,026	4,857,632	4,912,731	6,586,219	9,546,009	11,267,743	6,913,034	14,298,455	\$3,256,314
Restricted	1,267,488	1,637,117	1,731,441	1,647,436	-	-	-	-	-	8,160,309
Committed	3,968,696	4,878,543	2,984,820	3,422,733	2,517,558	-	-	-	-	-
Unassigned	11,070,787	12,121,686	9,573,893	9,982,900	9,103,777	9,546,009	11,267,743	6,913,034	14,298,455	11,416,623
Total Governmental activities net position										
Business-Type Activities										
Invested in capital assets, net of related debt	10,374,047	11,468,347	12,871,075	12,366,345	13,834,245	13,903,700	22,639,909	24,615,482	25,226,604	23,543,684
Restricted	2,743,384	2,824,016	1,128,554	285,505	394,193	425,216	-	-	-	1,164,751
Unassigned	4,385,096	4,750,654	5,938,521	7,711,074	6,398,630	7,807,693	-	-	-	-
Total business-type activities net position	17,502,527	19,043,017	19,939,150	20,364,924	20,627,068	22,136,609	22,639,909	24,615,482	25,226,604	24,708,435
Primary Government										
Invested in capital assets, net of related debt	16,208,650	17,074,373	17,728,707	17,281,076	20,420,464	23,449,709	22,639,909	24,615,482	25,226,604	23,543,684
Restricted	4,010,872	4,461,133	2,860,995	1,932,941	394,193	425,216	11,267,743	6,913,034	14,298,455	9,325,060
Unassigned	8,353,792	9,629,197	8,923,341	11,133,807	8,916,188	7,807,693	-	-	-	-
Total primary government net position	\$28,573,314	\$31,164,703	\$29,513,043	\$30,347,824	\$29,730,845	\$31,682,618	\$33,907,652	\$31,528,516	\$39,525,059	\$36,125,058

* When changing from the Regulatory Basis of Accounting to the Modified Cash Basis of Accounting it was determined the Committed Fund Balances were Restricted.

City of Bryant, Arkansas
 Changes in Net Position
 Last Ten Fiscal Years
 (regulatory basis of accounting for years 2011 - 2014, modified cash afterwards)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Expenses -										
Governmental Activities										
General government	\$2,578,872	\$1,723,971	\$1,933,660	\$1,575,682	\$1,866,065	\$1,836,945	\$1,806,520	\$1,796,359	3,885,279	3,467,966
Community development	122,944	11,390	113	-	194,017	154,527	227,075	254,938	197,022	193,353
Parks and recreation	2,119,594	1,961,947	2,445,539	2,257,338	2,122,505	2,111,399	2,613,246	2,702,383	2,807,523	3,032,510
Public safety	6,993,342	8,613,803	8,204,930	7,809,070	7,778,346	9,755,369	9,555,592	8,834,113	4,381,508	15,555,863
Public works	1,815,600	2,604,193	3,820,650	2,934,301	2,285,482	3,127,788	3,282,145	1,975,264	2,439,318	2,833,218
Interest and long term debt	3,027,948	2,900,286	3,335,829	3,181,314	783,088	987,291	-	38,429	1,089,505	1,078,653
Total governmental activities expenses	16,669,300	17,815,570	19,740,221	17,757,705	15,029,503	17,873,319	17,484,578	15,801,486	14,810,193	26,241,863
Business-Type Activities										
Water - Operating	2,239,842	2,416,519	2,674,572	2,832,422	2,956,826	2,942,339	2,907,065	6,382,112	7,667,125	8,036,633
Wastewater - Nonoperating	1,756,491	2,052,686	2,372,653	2,303,345	2,413,173	2,553,306	3,897,379	6,092,274	6,991,386	485,467
Total Business-Type activities expenses	3,996,333	4,469,205	5,047,225	5,135,767	5,369,999	5,495,647	6,804,444	6,991,386	8,106,008	8,522,100
Total primary government expenses	20,665,633	22,284,775	24,787,946	22,893,472	20,399,502	23,468,966	24,289,022	22,592,872	22,916,163	34,763,963
Program Revenues										
Capital grants/contributions	-	-	-	-	-	-	-	250,000	-	-
Operating grants/contributions	0	0	-	-	46,239	-	39,598	26,300	34,409	99,510
Total governmental activities program revenues	-	-	-	-	46,239	70,690	39,598	276,300	34,409	99,510
Business-Type Revenues										
Charges for services	6,438,574	6,391,135	6,462,375	6,312,849	7,205,674	7,629,916	8,114,604	8,962,404	8,206,846	8,001,334
Capital grants/contributions	-	-	-	-	-	-	-	-	-	-
Total Business-Type activities program revenues	6,438,574	6,391,135	6,462,375	6,312,849	7,205,674	7,629,916	8,114,604	8,962,404	8,206,846	8,001,334
Net (Expense) Revenue										
Governmental activities	(16,669,300)	(17,815,570)	(19,740,721)	(17,757,705)	(14,983,264)	(17,902,629)	(17,444,960)	(15,325,166)	(14,775,746)	(26,142,355)
Business-Type activities	2,442,242	1,921,930	1,415,149	1,177,082	1,835,675	2,134,269	1,310,160	1,971,018	539,721	(35,299)
Total primary government net expense	(14,227,058)	(15,893,641)	(18,325,572)	(16,580,623)	(13,147,389)	(15,768,360)	(16,134,820)	(13,354,169)	(14,236,025)	(26,177,652)
General Revenues and Other Changes in Net Position										
Governmental Activities										
Taxes	10,425,873	11,228,489	11,453,097	11,386,176	15,565,629	14,462,597	13,324,849	15,478,227	15,163,978	15,814,860
Note Proceeds	181,500	1,300,000	-	-	-	40,107,315	-	1,325,949	2,345,059	2,412,537
Investment earnings	32,702	32,767	27,536	18,661	31,151	19,344	-	2,105,599	1,317,696	1,402,524
Gain (loss) on sale of assets	-	-	91,695	-	-	-	-	578,545	290,333	56,631
Transfers/Note Proceeds	18,000	-	-	-	(522,582)	-	-	-	(499,997)	-
Charges for services	5,906,064	6,282,550	5,620,600	6,761,877	4,607,115	4,210,727	6,728,606	4,709,459	3,200,544	3,573,960
Total governmental activities	16,564,139	18,901,599	17,192,928	18,166,714	21,981,313	20,053,455	20,053,455	24,197,779	21,817,613	23,260,512
Business-Type Activities										
Bond fees	(5,333)	(4,638)	(3,722)	(4,265)	(4,052)	(3,868)	(145,136)	(8,223)	(125,662)	(138,677)
Investment income	4,757	6,889	3,559	5,464	2,873	2,237	5,722	12,778	10,284	2,597
Order (in 2019) Transfers and Proceeds from Sale of Asset	729,102	190,293	1,777,436	1,777,436	120,904	1,506,622	176,096	-	574,643	-
Interest expense	(421,842)	(573,981)	(996,291)	(494,109)	(768,083)	(773,719)	(843,543)	-	(387,964)	(346,790)
Total Business-Type activities	306,684	(381,437)	(519,018)	(494,910)	(648,358)	(624,728)	(806,961)	4,555	71,401	(482,870)
Total primary government	16,870,823	18,520,162	16,673,910	17,671,804	21,332,955	19,428,727	19,246,584	24,202,334	21,889,014	22,777,642
Change in Net Position	(105,161)	1,086,029	(2,547,793)	409,009	4,899,049	40,897,354	2,608,475	8,872,593	7,041,867	(2,881,841)
Governmental Activities										
Total primary government	2,748,926	1,540,493	1,640,493	682,172	1,881,517	1,509,541	503,299	1,975,573	611,122	(518,169)
Business-Type Activities										
Total primary government	\$2,643,765	\$2,626,522	(\$1,651,662)	\$1,091,181	\$3,988,566	\$42,406,895	\$3,111,774	10,848,166	\$7,652,989	(\$3,400,070)

* In 2018 the City stopped breaking out Water and Wastewater separately and instead reflected it as Operating and non operating

City of Bryant, Arkansas
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(regulatory basis of accounting for years 2011 - 2014, modified cash for 2015-2019, GAAP 2020)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General Fund										
Restricted	\$5,455	\$3,838	\$4,166	\$4,122	\$4,558,699	\$6,245,016	\$7,250,323	\$9,933,122	\$8,342,010	\$9,881,370
Committed	-	-	-	-	-	-	-	-	-	-
Unassigned	3,958,396	4,878,543	2,984,820	3,422,733	433,161	-	-	-	-	-
Total General Fund	3,973,851	4,882,381	2,988,986	3,426,855	4,991,860	6,245,016	7,250,323	9,933,122	8,342,010	9,881,370

*In implementing GASB 68 for 2015 significant Fund Balances were Restricted for LOPFI and APERS.

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
All Other Governmental Funds										
Restricted										
Community Development	11,431	63	-	-	-	-	-	-	-	-
Pensions	112,940	102,819	92,797	83,208	-	-	-	-	-	-
Parks	218,447	131,598	205,004	86,753	164,112	136,674	178,443	225,411	241,591	332,247
Public Safety	609,615	683,898	572,948	538,786	1,228,440	899,897	1,235,948	886,818	1,847,206	1,366,905
Public Works (Street)	2,857,289	801,281	1,126,481	1,706,509	2,719,364	2,264,422	2,603,031	12,967,401	10,597,445	10,188,832
Debt Service	2,019,425	2,255,126	2,271,363	2,459,988	-	-	-	-	-	-
Capital Projects	-	1,627,302	584,872	33,365	-	-	-	-	-	-
Committed										
Capital Projects	16,933	-	-	-	-	-	-	-	-	-
Parks	125,056	54,367	36,126	30,068	-	-	-	-	-	-
General Govt	-	78,943	79,414	80,036	-	-	-	-	-	448,208
Public Safety	750,333	525,202	892,019	816,801	-	-	-	-	-	-
Public Works (Street)	375,186	978,805	723,882	720,533	-	-	-	-	-	-
Total all other governmental funds	7,096,635	7,239,304	6,584,906	6,556,047	4,111,916	3,300,993	4,017,422	14,079,630	12,686,242	12,336,192
Total Government Funds	\$11,070,486	\$12,121,685	\$9,573,892	\$9,982,902	\$9,103,776	\$9,546,009	\$11,267,745	\$24,012,752	\$21,028,552	\$22,217,562

City of Bryant, Arkansas
 Changes in Fund Balance, Governmental Funds
 Last Ten Fiscal Years
 (regulatory basis of accounting for years 2011 - 2014, modified cash for 2015-2019, GAAP 2020)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Revenues										
Taxes	\$11,250,072	\$12,119,907	\$12,394,379	\$12,361,294	\$12,906,479	\$12,534,437	\$13,456,482	\$13,814,137	\$15,148,288	\$15,665,452
Licenses, fees and permits	2,142,673	2,223,483	2,455,731	2,664,795	2,135,035	1,128,037	1,102,966	1,316,134	1,019,667	915,940
Intergovernmental (State and Federal Aid)	1,855,530	1,473,340	1,227,068	1,706,038	570,694	70,690	636,179	1,966,396	743,693	1,303,963
Fines and penalties	615,670	743,436	556,624	694,009	643,515	584,628	690,931	648,779	724,048	638,452
Investment earnings	32,702	32,767	28,157	20,218	31,151	4,525	5,065	319,059	242,315	47,041
Other Revenue	488,994	530,873	439,254	718,360	3,963,600	2,500,094	1,917,635	2,260,352	2,065,270	2,218,102
Total Revenues	16,385,641	17,123,806	17,101,233	18,166,714	20,250,134	16,820,411	17,811,238	20,344,857	19,943,271	20,768,970
Expenditures										
General government	2,581,874	1,723,971	1,933,660	1,575,682	1,866,065	946,275	982,104	946,291	1,127,706	1,427,556
Community development	122,944	11,390	113	-	194,017	154,527	227,075	254,938	197,022	193,357
Parks and recreation	2,119,594	1,961,947	2,445,539	2,257,338	2,122,505	2,458,388	2,350,242	2,702,383	2,602,342	2,208,337
Public safety	6,993,342	8,613,803	8,204,930	7,809,070	7,778,346	9,849,078	8,650,460	8,980,734	9,288,545	9,716,043
Public works	1,816,600	2,604,193	3,820,650	2,934,301	2,285,482	3,543,770	1,856,144	1,742,464	1,898,322	1,994,403
Debt service	-	-	-	-	-	-	-	-	-	-
Principal	1,973,542	1,799,305	2,260,490	2,159,987	-	14,008	517,447	482,843	600,354	556,777
Interest and other charges	1,064,406	1,100,961	1,075,339	1,021,327	783,088	-	-	38,429	31,924	22,926
Capital outlay	-	-	-	-	-	-	2,400,065	16,436,470	6,583,545	2,864,287
Total Expenditures	16,672,302	17,815,570	19,740,721	17,757,705	15,029,503	16,966,046	16,983,537	31,594,552	22,329,760	18,983,686
Excess of revenues over (under) expenditures	(286,661)	(691,764)	(2,639,488)	409,009	5,220,631	(145,635)	827,701	(11,239,695)	(2,386,489)	1,805,284
Other Financing Sources (Uses)										
Proceeds of long term debt	181,500	1,300,000	-	-	-	-	-	-	-	-
Sale of Equipment	-	77,793	91,695	-	-	-	-	-	-	-
Contributed services	-	400,000	-	-	-	-	-	-	-	-
Transfer in	6,613,693	6,487,377	7,069,649	7,098,417	10,654,244	11,864,750	10,461,583	13,608,381	12,142,049	12,175,000
Transfer out	(6,613,693)	(6,487,377)	(7,069,649)	(7,098,417)	(11,176,827)	(11,278,884)	(11,102,766)	(13,139,767)	(13,287,945)	(12,790,974)
Total Financing sources (uses)	181,500	1,777,793	91,695	\$4,099,009	\$4,698,048	\$442,231	\$186,578	(\$3,532,385)	\$1,145,096	(615,974)
Net change in fund balance	(\$3105,161)	\$1,086,029	(\$2,547,793)	\$4,099,009	\$4,698,048	\$442,231	\$186,578	(\$3,532,385)	\$1,145,096	(\$1,189,370)

Revenue Capacity

City of Bryant, Arkansas
Sales and Use Tax Revenue Rates for the City
Last Ten Fiscal Years

The City has three cents of Sales Tax. 1% that is generally used with no specifications on it. 1% that is dedicated by law to be spent 10% on both Animal Control and Parks and 20% of Police and Fire and the remaining 30% on Streets. The last 1% is spent by law 4/8 on bonds and 1/8 on Parks and 3/8 on Fire. Additionally all cities in Arkansas receive another 1/2 cent sales tax from the state dedicated to Streets, see these amounts outlined below.

Fiscal Year	1% General	30% plus 1/2 Street	4/8. Bond	20% plus 3/8 Fire	20% Police	10% plus 1/8 Parks	10% Animal	3% plus 1/2 Total
2011	3,467,842	1,040,353	1,733,921	2,167,401	866,961	780,264	346,784	10,403,526
2012	3,719,794	1,115,938	1,859,897	2,324,871	929,949	836,954	371,979	11,159,382
2013	3,806,731	1,142,019	1,903,365	2,379,207	951,683	856,514	380,673	11,420,192
2014	3,816,155	1,144,847	1,908,078	2,385,097	954,039	858,635	381,616	11,448,466
2015	4,161,823	1,248,547	2,080,911	2,601,139	1,040,456	936,410	416,182	12,485,468
2016	4,190,344	1,257,103	2,095,172	2,618,965	1,047,586	942,827	419,034	12,571,031
2017	4,350,332	1,305,100	2,175,166	2,718,957	1,087,583	978,825	435,033	13,050,995
2018	4,489,817	1,346,945	2,244,909	2,806,136	1,122,454	1,010,209	448,982	13,469,452
2019	4,721,504	1,416,451	2,360,752	2,950,940	1,180,376	1,062,338	472,150	14,164,513
2020	5,123,894	1,537,168	2,561,947	3,202,434	1,280,974	1,152,876	512,389	15,371,682

* the totals shown above differ from the Sales and Use Totals on the next page by the 1/2 cent Street tax as well as items outlined below.

Fiscal Year	Difference	1/2 cent Street	Explanation	Remaining Difference
2011	(22,347)	-		(22,347)
2012	(69,107)	-	Remaining small differences are deemed immaterial for exploration at this point. 2011, 2012, and half of 2013 were accounting for in a different General Ledger software as well.	(69,107)
2013	303,170	-		303,170
2014	(813,784)	282,528	In 2014 a Sales Tax Accrual of \$670,091 was booked per Legislative Audit.	138,835
2015	(385,375)	323,516		(61,859)
2016	287,791	338,585	In 2016 Legislative Audit's Sales Tax Accrual of \$670,091 was reversed.	(43,715)
2017	914,345	357,283	In 2017 \$1,268,199 Sales Tax for the 2016 Bond Issuance was recorded in fund 114	3,429
2018	(383,939)	383,940		1
2019	(402,055)	402,056		1
2020	(408,762)	408,762		0

City of Bryant, Arkansas
Major Tax/Fee Revenue by Source, Governmental Funds
Last Ten Fiscal Years

NOTE: The current year shown below will also be shown on the Government Wide Statement of Activities shown earlier in this report.

Fiscal Year	Sales and	Millage	Franchise Fees	Alcohol	Alcohol	Total
	Use Tax	Real and Personal Property Tax		Tax Permits	Tax Revenue	
2011*	10,425,873	824,199	1,070,831			12,320,903
2012*	11,228,489	891,418	1,161,948			13,281,855
2013	11,117,022	2,218,947	1,109,852			14,445,821
2014	12,262,250	2,172,726	1,283,233			15,718,209
2015	12,870,843	2,135,035	1,420,096	13,826	35,335	16,475,135
2016	12,283,240	2,134,743	1,299,512	21,028	44,614	15,783,137
2017	12,136,650	2,197,526	1,331,027	19,374	49,632	15,734,209
2018	13,853,391	2,160,852	1,325,949	24,238	44,802	17,409,232
2019	14,566,568	2,345,059	1,317,695	30,165	42,408	18,301,895
2020	15,780,444	2,412,540	1,304,542	21,115	34,419	19,553,060

* Obtained only from the Legislative Audit Report that year, not available in the General Ledger Springbrook Software

1) R10 is Sales tax in 001,002, 005, 045,055, 080,140, 142,143, 114 includes 700-4656 Alcohol Revenue

2) R15 Taxes Prop includes Springhill Fire revenues

3) R50 Sales of Services only in fund 003 shown with General Fund 001 in the Audit Reports

4) R20 Act 001-0700-4258 Permits, the city did not start allowing Alcohol Sales until 2015

Debt Capacity

City of Bryant, Arkansas
 Direct and Overlapping Debt
 December 31, 2020
 (amounts expressed in thousands)

Taxing Jurisdiction	Debt Outstanding	Percent Applicable to the City of Bryant (1)	Amount Applicable to the City of Bryant
Direct			
City of Bryant	\$50,776	100%	\$50,776
Overlapping			
Saline County	51,154	15%	7,736
Bryant School District	120,330 *	83%	100,310
Total direct and overlapping debt	\$222,260		\$158,823

Source: Saline County
 (1) The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the County's taxable assessed value that is within the City's boundaries and dividing it by the County's total taxable assessed value.

City of Bryant, Arkansas
 Legal Debt Margin Information
 (amounts expressed in thousands)

2020

Legal Debt Margin Calculation for Taxable Year 2020	
Assessed value	\$309,761
Debt Limit (20% of Total Assessed Value)	61,952
Debt applicable to the limit	-
General Obligation Legal Debt Margin	61,952
Debt Limit (5% of Total Assessed Value)	\$15,488
Debt applicable to the limit	-

Note: Computation of the city's legal debt margin is set forth in Amendments to the constitution of the state of Arkansas.

Amendment 62 General Obligation debt is not to exceed 20% of assessed value. The city of Bryant has no General Obligation Debt beyond short term financing. All of the bonds are supported by specific revenue streams. One by Sales and Use Tax, one by Franchise Fee payments and Three by utility rates.

Amendment 78 Short-term financing debt is not to exceed 5% of assessed value.

City of Bryant, Arkansas
 Outstanding Debt Obligations by Type
 Last Ten Fiscal Years
 (amounts expressed in thousands)

Fiscal Year	Governmental Activities			Business-Type Activities				Total Primary Government
	Net Special Obligation Bonds	Lease Payable	Water.WW Bonds	Water Bonds	Wastewater Bonds	Contract Payable		
2011	21,640	1,110	8,086	-	-	338	31,174	
2012	20,340	1,912	6,398	-	-	106	28,756	
2013	18,741	2,065	6,074	-	-	910	27,790	
2014	17,290	1,355	6,135	6,078	5,205	910	36,973	
2015	14,805	731	6,829	5,880	6,845	683	35,773	
2016	39,295	1,488	5,270	5,618	7,520	569	59,760	
2017	37,800	1,014	4,865	5,349	7,173	585	56,786	
2018	36,030	1,633	4,385	5,073	6,816	486	54,423	
2019	34,130	1,031	4,385	5,072	6,815	323	51,756	
2020	32,760	2,662	3,895	4,788	6,449	222	50,776	

*The 2018 Bond Series has not been split out between water and wastewater in the historical audit reports.

** Consists of Revenue Bonds and Sales and Use Tax Bonds, refinanced in 2016, see page 49.

*** The City uses Amendment 78 financing to buy certain items over five years.

Operating Information

City of Bryant, Arkansas

Full Time Equivalent Budgeted Employees by Function/Program for last seven years

Function/Program	2014	2015	2016	2017	2018	2019	2020
General government							
Staff attorney	1	1	1	1	1	1	0
Elected attorney	0	(A) 1	1	1	1	1	1
Mayor 's office	3	3	3	(B) 4	4	3	3
Human resources	3	3	3	3	3	3	3
Finance	4	4	4	4	4	4	4
City clerk	1	1	1	1	1	1	1
Office of Technology	1	1	1	1	1	1	2
Engineering	0	0	0	0	0	0	4
Planning	2	2	2	2	2	2	2
Code	4	4	4	(C.) 5	5	5.5	5
Animal Control	4	4	4	4	4	4	6
Court (includes the Judge who is paid by the County)	4	4	4	4	4	4	8
Parks	8	8	8	8	8	8	3
Admin	6	6	6	4	4	4	13
Parks	10	10	10	(C.) 13	14	14	4
Recreation	8	8	8	10	(D) 3	3	4
Uniform	48	48	48	48	48	48	49
Clerical	1	1	1	1	1	1	1
Public Safety - Police							
Uniform (Patrol) (SAT)	21	21	21	(C.) 23	26	26	27
Uniform (SRO)	7	7	7	7	7	8	8
Uniform (K9)	2	2	2	2	2	2	2
CID	4	4	4	4	4	4	4
Communication (Dispatch)	10	10	10	10	10.5	10.5	10
Admin/Warrants/Training/PIO	10	10	10	10	(D) 5	6	8
Public works							
Admin (includes Customer Service 3 and Pumps&Controls 4)	3	3	3	(C.) 5	13	12	12
Stormwater (MS4)	3	3	3	3	3	3	3
Street and drainage	15	15	15	14	14	14	13
Water	8	8	8	10	5	5	7
Wastewater	14	14	14	13	13	19	14
Total	201	202	202	211	206.5	213	217

(E.)

SOURCE: HR

(A) In 2015, the first election was held for the City Attorney position.

(B) In 2017, a temporary position was added in the Mayor's office to address one time city wide software training items.

(C.) Also, in 2017, a new code officer, two new police officers, three parks positions, and two public works positions were added. These positions had been requested for some time and when funding became available were added.

(D) In 2018 a review was made of the calculation of the Part Time Positions in Parks and new numbers were determined. Staff hopes to continue to refine this review during 2018. Also a more careful review was given to the presentation of the Police sub departments.

(E.) In 2020 four positions were added in total .5 and 1 were removed from Code and Parks while 2, 1, and 2.5 were added to Animal, Fire and PD. These position increases had been requested for several years. Also in 2020 the Staff and Elected City Attorney positions were made one position and one position was added to the IT Department and the 4 people in Engineering moved from Public Works to Administration.

City of Bryant, Arkansas Operating Indicators by Function/Program for last ten years

Function/Program	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Planning/Code and Community Development										
New Construction Building permits issued - Residential	149	159	69	74	81	130	123	149	130	114
New Construction Building permits issued - Commercial	31	23	15	8	16	26	24	17	17	16
Parks										
Number of Parks	9	9	9	9	9	9	9	9	9	9
Acreage	312	312	312	312	312	312	352	352	352	352
Miles of Trails	1.5	1.5	1.5	1.5	1.5	1.5	6.5	6.5	6.5	6.5
Animal Control										
Animals In	1132	1016	910	919	817	791	818	855	931	910
Animals Adopted	436	350	374	374	308	351	453	406	409	363
Animals reclaimed	148	163	156	156	144	138	135	120	166	193
Fire										
Calls Answered	1657	2044	2357	2803	2830	2889	3114	2927	2913	2781
Hydrants	789	795	820	845	845	850	885	940	960	990
Police										
Accidents	NA	NA	NA	NA	NA	1203	1360	1386	887	1171
Alarms	NA	NA	NA	NA	NA	1153	1526	1458	905	1062
Traffic Stops	NA	NA	NA	NA	NA	236	2024	10442	7432	5564
Extra Patrols/Property & Welfare Checks	NA	NA	NA	NA	NA	473	2116	8716	6272	12273
Total Police Calls for Service	NA	NA	NA	NA	NA	9397	15704	31668	22004	29756
Dispatch Calls taken	NA	NA	NA	NA	NA	11668	19100	35592	24421	32941
911 Calls Received	NA	NA	NA	NA	NA	9016	8863	8722	9082	9313
Street										
Paving cuts performed by staff *amounts shown in tons	NA	NA	NA	21,562	168	106	144	124	395	382
Paving cuts performed by vendor*amounts shown in ton:	NA	NA	NA	1,570	3,384	13,241	2,570	991	1,949	6,277
Water										
Consumers*Obtained from Cont. Dis. Bond Documents	7497	7392	7553	7760	7919	8000	8089	9676	9305	9538
Average daily consumption	NA	NA	NA	NA	396,768	493,024	657,366	876,488	1,168,651	1,558,201
Wastewater										
Consumers*Obtained from Cont. Dis. Bond Documents	6674	7091	7078	7739	8528	8835	8953	9992	10202	10549
Miles of lines	NA	NA	NA	NA	44.77	59.69	79.59	106.12	141.5	188.67

City of Bryant, Arkansas

Capital Asset Statistics by Function/Program for last ten years

Function/Program	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Parks										
Number of Parks	9	9	9	9	9	9	9	9	9	9
Playgrounds	3	3	3	3	3	3	3	3	3	4
Pools	2	2	2	2	2	2	2	2	2	2
Large Equipment ie. Tractors, etc.	4	4	4	4	4	4	4	6	6	6
Animal Control Facility										
Animal Control Service Units	1	1	1	1	1	1	1	1	1	1
City Hall Facility										
Animal Control Service Units	4	4	4	4	4	4	4	4	4	4
Fire										
Stations	3	3	3	3	3	3	3	3	3	3
Fire Trucks	6	6	6	6	6	6	6	6	6	6
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units	24	24	24	25	25	25	28	28	28	28
Animal Service K9 Dog Units	2	2	2	2	2	2	3	3	3	3
School Resource Officer Units	6	6	7	7	7	7	7	7	8	8
Street										
Miles of Streets	NA	NA	NA	NA	37.49	49.99	65.65	88.78	118.5	158
Number of Street Lights	NA	NA	NA	NA	NA	NA	NA	NA	NA	1678
Number of Traffic Signals	NA	NA	NA	NA	9	9	9	9	10	10
Water										
Water Mains (miles)	NA	NA	NA	NA	6.61	8.82	11.76	15.62	20.91	27.88
Storage Capacity	NA	NA	NA	NA	4MGD	4MGD	4MGD	4MGD	4MGD	4MGD
Large Equipment ie. Tractors, etc.	NA	NA	NA	NA	NA	NA	NA	NA	3	3
Wastewater										
Treatment Capacity	NA	NA	NA	NA	3MGD	3MGD	3MGD	3MGD	3MGD	3MGD

Demographic and Economic Information

City of Bryant, Arkansas
 Demographic Statistics
 Last Ten Fiscal Years

Fiscal Year	Population	Personal Income	Per Capita Income	Median Age	School Enrollment	Unemployment Rate
2011	18,066	495,893,634	27,449	35.2	7,946	5.1%
2012	18,558	512,367,822	27,609	35.0	8,290	2.8%
2013	19,059	539,731,821	28,319	35.0	8,620	3.0%
2014	19,396	544,154,780	28,055	36.4	8,862	3.0%
2015	19,685	555,018,575	28,195	37.3	9,017	3.1%
2016	19,707	563,166,939	28,577	37.4	8,969	4.0%
2017	20,192	628,980,800	31,150	37.3	9,134	4.7%
2018	20,578	670,101,992	32,564	36.9	9,121	5.6%
2019	20,968	727,421,856	34,692	38.5	9,136	5.9%
2020	21,387	744,604,254*	35,733*	38.9*	9,299	6.3%

*Based on average percentage change from 2011-2019. Data for 2020 has not been made available at the time of this report

Population is based on an estimate based on information provided by the United States Census Bureau
<https://www.census.gov/data/tables/time-series/demo/popest/2010s-total-cities-and-towns.html>

Per Capita Income: Estimates provided by the United States Census Bureau, American Community Survey, Selected Economic Characteristics, TableID DP03

Median Age: Estimates provided by the United States Census Bureau, American Community Survey, ACS Demographic and Housing Estimates, TableID DP05

School Enrollment: Data provided by the Bryant School District and the Arkansas Department of Education

Unemployment Rate for Saline County :discover.arkansas.gov Saline County Unemployment Rate

City of Bryant, Arkansas
Area Principal Employers - Last Two Years

		City of Bryant, Arkansas Principal Employers - Current/Prior Year							
NAICS	Description	Rank	2019 # Emps	Rank	2020 # Emps	2019/2020 Change	Average Earnings per Job		
903611	Elementary/Secondary Schools	1	959	1	979	20	\$ 61,873		
722513	Limited Service Restaurants	2	792	2	788	-4	\$ 17,655		
722511	Full-Service Restaurants	3	633	3	577	-56	\$ 20,625		
452311	Warehouse Clubs & Supercenters	5	380	4	412	31	\$ 32,619		
238210	Electrical Contractors	4	394	5	402	8	\$ 53,862		
623110	Nursing Care Facilities	6	334	6	327	-6	\$ 33,686		
812112	Beauty Salons	7	249	7	254	5	\$ 21,655		
452210	Department Stores	8	241	8	237	-4	\$ 20,103		
813110	Religious Organizations	9	231	9	232	1	\$ 17,637		
531110	Lessors of Residential Buildings	10	223	10	230	7	\$ 52,141		

		Saline County, Arkansas Principal Employers - Current/Prior Year							
NAICS	Description	Rank	2019 # Emps	Rank	2020 # Emps	2019/2020 Change	Average Earnings per Job		
903611	Elementary/Secondary Schools	2	1,820	1	1,857	37	\$ 61,873		
722513	Limited Service Restaurants	1	1,840	2	1,831	-9	\$ 17,648		
903999	Local Government, Exc Education/Hospitals	4	1,057	3	1,081	25	\$ 46,886		
722511	Full-Service Restaurants	3	1,159	4	1,056	-103	\$ 20,615		
622110	General Medical & Surgical Hospitals	5	913	5	920	7	\$ 64,793		
238220	Plumbing, Heating & Air Contractors	6	801	6	814	13	\$ 50,851		
452311	Warehouse Clubs & Supercenters	8	744	7	806	62	\$ 32,619		
902999	State Government, Exc Education/Hospitals	7	790	8	789	-1	\$ 46,891		
238210	Electrical Contractors	10	694	9	707	14	\$ 53,849		
813110	Religious Organizations	9	702	10	705	2	\$ 17,639		

2020 Payrolled Business Locations

COMPLIANCE SECTION



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REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Independent Auditor's Report

To the Mayor and City Council
City of Bryant, Arkansas

We have audited, 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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Bryant, Arkansas as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the City of Bryant, Arkansas' basic financial statements, and have issued our report thereon dated June 24, 2021.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Bryant, Arkansas' internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Bryant, Arkansas' internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Bryant, Arkansas' internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Bryant, Arkansas' financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Hot Springs, Arkansas

June 22, 2021

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City of Bryant, Arkansas
 Schedule of Expenditures of Federal Awards
 Year Ended December 31, 2020

Check from/State Pass Thru Agency				
Ark Department of Finance and Administration				
Federal Department of Health and Human Services		Coronavirus Aid and Relief	21,019	\$661,141
Ark Department of Finance and Administration		Economic Security Act		
Federal Department of Health and Human Services		COVID CARES EMT	21,019	76,341
Ark Department of Transportation, 061543		Mills Park Trail TAP 15	20,205	36,000
Federal Highway Administration				
Ark State Police		Police Grant - DUJ/Step	20,616/600	19,185
Federal Highway Administration				
Ark State Police/Ark Dept of Finance and Admin		Police Grant - JAG	16,738	4,349
Federal Department of Justice				
Ark Department of Transportation, 061470		Hwy 183 Jumpstart	20,205	28,245
Federal Highway Administration				
Ark Department of Transportation, 061335/061500		Hwy 5 Util Reloc	20,205	8,030
Federal Highway Administration				
Ark Department of Emergency Management		COVID PPE FEMA 4518DR	97,036	30,259
Federal Emergency Management Agency				
Totals				\$863,552

City of Bryant, Arkansas
Notes to the Schedule of Expenditures of Federal Awards
Year Ended December 31, 2020

NOTE 1: Summary of Significant Accounting Policies – Expenditures reported on the schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards (Uniform Guidance), wherein certain types of expenditures are not allowable or are limited to reimbursement.

NOTE 2: Basis of Accounting - The accompanying schedule of expenditures of federal awards includes the federal grant activities of the city of Bryant, Arkansas, and is presented on the accrual basis of accounting. The information in the schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the City.

NOTE 3: Federal Indirect Rate - The City has elected not to use the 10 percent de-minimis indirect cost rate as allowed under the Uniform Guidance.

NOTE 4: Program Costs - The amounts shown as current-year expenses represent only the federal grant portion of the program costs. Entire program costs including the City's portion may be more than shown.

City of Bryant, Arkansas
Schedule of Findings and Questioned Costs
Year Ended December 31, 2020

A. Summary of Audit Results

1. The independent auditor's report expresses an unmodified opinion on the Schedule of Expenditures of Federal Awards of the City.
2. No material weaknesses or significant deficiencies relating to the audit of the major award program is reported in the Independent Auditor's Report on Compliance for the Major Program and Report on Internal Control over Compliance in accordance with the Uniform Guidance.
3. The independent auditor's report on compliance for the major federal award program for the City expresses an unmodified opinion.
4. No audit findings were noted that are required to be reported in accordance with 2CFR section 200.516(a).
5. The program tested as a major program was: Coronavirus Aid and Relief Economic Security Act, CFDA 21.019
6. The threshold for distinguishing Types A and B programs was \$750,000.
7. The City was determined not to be a low-risk auditee.

B. Findings - Financial Statement Audit - None

C. Federal Awards Findings and Questioned Costs - None

D. No Prior Year Findings



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REPORT ON COMPLIANCE FOR THE MAJOR PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH THE UNIFORM GUIDANCE

Independent Auditor's Report

City of Bryant, Arkansas
To the Mayor and City Council

Report on Compliance for Each Major Federal Program

We have audited the City of Bryant, Arkansas' compliance with the types of compliance requirements described in the OMB Compliance Supplement that could have a direct and material effect on the City of Bryant, Arkansas' major federal program for the year ended December 31, 2020. The City of Bryant, Arkansas' major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance of the City of Bryant, Arkansas' major federal program based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and the audit

requirements of Title 2 U.S. Code of Federal regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City of Bryant, Arkansas' compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the City of Bryant, Arkansas compliance.

Opinion on the Major Federal Program

In our opinion, the City of Bryant, Arkansas complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended December 31, 2020.

Report on Internal Control over Compliance

Management of the City of Bryant, Arkansas is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City of Bryant, Arkansas' internal control over compliance with the types of requirements that could have a direct and material effect on the major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for the major program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City of Bryant, Arkansas' internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

QUICK, Ltd

Hot Springs, Arkansas

June 22, 2021

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH CERTAIN STATE ACTS

Mayor and City Council
City of Bryant, Arkansas

We have examined management's assertions that the City of Bryant, Arkansas, complied with the requirements of Arkansas Code Annotation § 14-58-101 and the following Arkansas statutes during the year ended December 31, 2020:

1. Arkansas Municipal Accounting Law, § 14-59-101 et seq.,
2. Arkansas District Courts Accounting Law, § 16-10-210 et seq.,
3. Improvement contracts, §§ 22-9-202 – 22-9-204,
4. Budgets, purchases and payments of claims, etc., § 14-58-201 et seq. and 14-58-301 et seq.,
5. Investment of public funds, § 19-1-501 et seq., and
6. Deposit of public funds, §§ 19-8-101 – 19-8-107.

Management is responsible for the City's compliance with these requirements. Our responsibility is to express an opinion on the City's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the City's compliance with specified requirements.

In our opinion, the City of Bryant, Arkansas, complied, in all material respects, with the aforementioned requirements for the year ended December 31, 2020.

This report is intended solely for the information and use of management, the city council, city officials and the State of Arkansas and is not intended to be and should not be used by anyone other than these specified parties.

JWCK, Ltd

Hot Springs, Arkansas
June 22, 2021

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