

**CITY OF WHITEVILLE  
WHITEVILLE, NORTH CAROLINA  
FINANCIAL STATEMENTS  
June 30, 2024**

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## FINANCIAL SECTION



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## Independent Auditors' Report

To the Members of the City Council  
Whiteville, North Carolina

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

#### **Opinions**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Whiteville, North Carolina (the "City"), as of and for the year then ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information City of Whiteville, North Carolina as of June 30, 2024, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund, and FY22 SCIF Grant Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the City of Whiteville ABC Board, which represent 100 percent, 100 percent, and 100 percent of the assets, net position, and revenues, respectively, of the aggregate discretely presented component units as of June 30, 2024, and the respective changes in financial position, and where applicable, cash flows thereof for the year then ended. Those statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the City of Whiteville ABC Board, is based solely on the report of the other auditors.

#### **Basis for Opinions**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City of Whiteville and to meet our ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions. The financial statements of City of Whiteville ABC Board were not audited in accordance with *Governmental Auditing Standards*.

*Members*

*American Institute of CPAs - N.C. Association of CPAs - AICPA's Private Companies Practice Section*



## **Responsibilities of Management for the Audit of the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; and for 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.

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

## **Auditors' Responsibilities for the Audit of Financial Statements**

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

In performing and audit in accordance with GAAS and *Government Auditing Standards*, we:

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

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

## **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that Management's Discussion and Analysis on pages 4 through 9, the Local Government Employees' Retirement Systems' Schedules of the Proportionate Share of the Net Pension Liability and Contributions on pages 46 through 47, the Law Enforcement Officers' Special Separation Allowance schedules of the Changes in Total Pension Liability and Total Pension Liability as a Percentage of Covered Payroll on pages 48 through 49, and the Schedule of Changes in the Total OPEB Liability and Related Ratios, on page 50, 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.

## **Supplementary and Other Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Whiteville's basic financial statements. The combining and individual fund statements, budgetary schedules, and other schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund statements, budgetary schedules, other schedules are the responsibility of management and were 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 by us and other auditors. In our opinion, based on our audit, the procedures performed as described above, the combining and individual fund statements, budgetary schedules, and other schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated November 25, 2024, on our consideration of the City of Whiteville's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grants agreements, and other matters. The purpose of the report is 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 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 Whiteville's internal control over financial reporting and compliance.

*Thompson, Price, Scott, Adams & Co., P.A.*

Thompson, Price, Scott, Adams & Co., P.A.  
Whiteville, North Carolina  
November 25, 2024

## City of Whiteville Management's Discussion and Analysis

As management of the City of Whiteville, we offer the readers of the City of Whiteville's financial statements this narrative overview and analysis of the financial activities of the City of Whiteville for the fiscal year ended June 30, 2024. We encourage readers to read the information presented here in conjunction with additional information that we have furnished in the City's financial statements, which follow this narrative.

### Financial Highlights

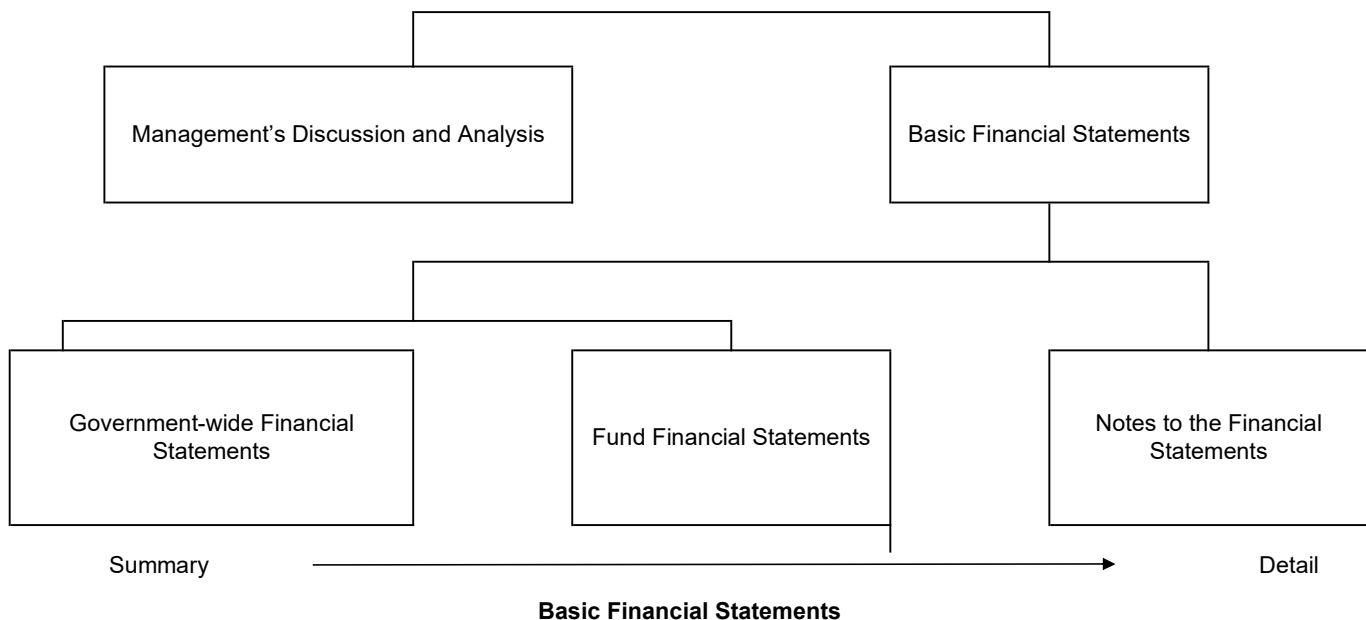
- The assets and deferred outflows of resources of the City of Whiteville exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$26,034,873 (net position).
- The government's total net position increased by \$1,290,187. Governmental activities increased net position by \$474,797, while business-type activities increased net position by \$815,390.
- As of the close of the current fiscal year, the City of Whiteville governmental funds reported combined ending fund balances of \$4,005,668, an increase of \$67,674 in comparison with the prior year. Approximately 61 percent of this total amount, or \$2,437,396, is available for spending at the government's discretion.
- At the end of the current fiscal year, fund balance for the General Fund was \$3,906,643, or 59 percent of total general fund expenditures for the fiscal year.

### Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to City of Whiteville's basic financial statements. The City of Whiteville's basic financial statements consist of three components; 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements (see Figure 1). The basic financial statements present two different views of the City through the use of government-wide statements and fund financial statements. In addition to the basic financial statements, this report contains other supplemental information that will enhance the reader's understanding of the financial condition of the City of Whiteville.

### Required Components of Annual Financial Report

Figure 1



The first two statements (Exhibits 1 and 2) in the basic financial statements are the **Government-wide Financial Statements**. They provide both short and long-term information about the City's financial status.

The next statements (Exhibits 3 through 9) are **Fund Financial Statements**. These statements focus on the activities of the individual parts of the City's government. These statements provide more detail than the government-wide statements. There are three parts to the Fund Financial Statements: 1) the governmental funds statements; 2) the budgetary comparison statements; and 3) the proprietary fund statements.

The next section of the basic financial statements is the **notes**. The notes to the financial statements explain in detail some of the data contained in those statements. After the notes, **supplemental information** is provided to show details about the City's individual funds. Budgetary information required by the General Statutes also can be found in this part of the statements.

### **Government-Wide Financial Statements**

The government-wide financial statements are designed to provide the reader with a broad overview of the City's finances, similar in format to a financial statement of a private-sector business. The government-wide statements provide short and long-term information about the City's financial status as a whole.

The two government-wide statements report the City's net position and how it has changed. Net position is the difference between the City's total assets and deferred outflows of resources and total liabilities and deferred inflows of resources. Measuring net position is one way to gauge the City's financial condition.

The government-wide statements are divided into three categories: 1) governmental activities; 2) business-type activities; and 3) a component unit. The governmental activities include most of the City's basic services such as public safety, parks and recreation, and general administration. Property taxes and state and federal grant funds finance most of these activities. The business-type activities are those that the City charges customers to provide. This includes the water, sewer, sanitation, and stormwater services offered by the City of Whiteville. The final category is the component unit. Although legally separate from the City, the ABC Board is important to the City because the City exercises control over the Board by appointing its members and because the Board is required to distribute its profits to the City. Complete financial statements for the ABC Board may be obtained from the entity's administrative offices at City of Whiteville ABC Board, 112 South J.K. Powell Blvd. Whiteville, NC

The government-wide financial statements are on Exhibits 1 and 2 of this report.

### **Fund Financial Statements**

The fund financial statements (see Figure 1) provide a more detailed look at the City's most significant activities. 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 Whiteville, like all other governmental entities in North Carolina, uses fund accounting to ensure and reflect compliance (or non-compliance) with finance-related legal requirements, such as the General Statutes or the City's budget ordinance. All of the funds of City of Whiteville can be divided into two categories: governmental funds and proprietary funds.

**Governmental Funds** – Governmental funds are used to account for those functions reported as governmental activities in the government-wide financial statements. Most of the City's basic services are accounted for in governmental funds. These funds focus on how assets can readily be converted into cash flow in and out, and what monies are left at year-end that will be available for spending in the next year. Governmental funds are reported using an accounting method called *modified accrual accounting* which provides a short-term spending focus. As a result, the governmental fund financial statements give the reader a detailed short-term view that helps him or her determine if there are more or less financial resources available to finance the City's programs. The relationship between government activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is described in a reconciliation that is a part of the fund financial statements.

The City of Whiteville adopts an annual budget for its General Fund, as required by the General Statutes. The budget is a legally adopted document that incorporates input from the citizens of the City, the management of the City, and the decisions of the Board about which services to provide and how to pay for them. It also authorizes the City to obtain funds from identified sources to finance these current period activities. The budgetary statement provided for the General Fund demonstrates how well the City complied with the budget ordinance and whether or not the City succeeded in providing the services as planned when the budget was adopted. The budgetary comparison statement uses the budgetary basis of accounting and is presented using the same format, language, and classifications as the legal budget document. The statement shows four columns: 1) the original budget as adopted by the board; 2) the final budget as amended by the board; 3) the actual resources, charges to appropriations, and ending balances in the General Fund; and 4) the difference or variance between the final budget and the actual resources and

**Proprietary Funds** – City of Whiteville has one kind of proprietary fund. *Enterprise Funds* are used to report the same functions presented as business-type activities in the government-wide financial statements. City of Whiteville uses enterprise fund to account for its water, sewer, sanitation, and stormwater activity. This fund is the same as the functions shown in the business-type activities in the Statement of Net Position and the Statement of Activities.

**Notes to the Financial Statements** – The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements follow directly behind the basic financial statements.

**Other Information** – In addition to the basic financial statements and accompanying notes, this report includes certain required supplementary information concerning the City of Whiteville's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information follows directly behind the notes to the financial statements.

**Interdependence with Other Entities** – The City depends on financial resources flowing from, or associated with, both the federal government and the State of North Carolina. Because of this dependency, the City is subject to changes in specific flows of intergovernmental revenues based on modifications to federal and State laws and federal and State appropriations. It is also subject to changes in investment earnings and asset values associated with U.S. Treasury Securities because of actions by foreign governments and other holders of publicly held U.S. Treasury Securities.

#### Government-Wide Financial Analysis

**City of Whiteville Net Position**  
Figure 2

	<b>Governmental Activities</b>		<b>Business Type Activities</b>		<b>Total</b>	
	2024	2023	2024	2023	2024	2023
Current and other assets	\$ 7,328,471	\$ 7,585,910	\$ 4,625,794	\$ 4,054,573	\$ 11,954,265	\$ 11,640,483
Capital assets	9,288,172	9,089,503	20,852,944	19,498,920	30,141,116	28,588,423
Deferred outflows of resources	1,521,695	1,596,049	583,526	563,684	2,105,221	2,159,733
Total assets	18,138,338	18,271,462	26,062,264	24,117,177	44,200,602	42,388,639
Long-term liabilities outstanding	9,099,804	9,577,086	6,701,538	5,632,874	15,801,342	15,209,960
Other liabilities	2,989,929	3,222,807	796,636	794,093	3,786,565	4,016,900
Deferred inflows of resources	1,894,502	2,025,141	469,885	408,852	2,364,387	2,433,993
Total liabilities & deferred inflows of resources	13,984,235	14,825,034	7,968,059	6,835,819	21,952,294	21,660,853
Net position:						
Net investments in capital assets	6,813,797	6,247,341	16,086,567	15,533,256	22,900,364	21,780,597
Restricted	1,267,602	1,940,919	-	-	1,267,602	1,940,919
Unrestricted	(937,368)	(1,519,025)	2,804,274	2,542,195	1,866,907	1,023,170
Total net position	\$ 7,144,032	\$ 6,669,235	\$ 18,890,841	\$ 18,075,451	\$ 26,034,873	\$ 24,744,686

As noted earlier, net position may serve over time as one useful indicator of a government's financial condition. The assets and deferred outflows of the City of Whiteville exceeded liabilities and deferred inflows by \$26,034,873 as of June 30, 2024. The City's net position increased by \$1,290,187 for the fiscal year ended June 30, 2024. The largest portion (87.96%) of net position reflects the City's investment in capital assets (e.g. land, construction in progress, buildings, machinery, and equipment), less any related debt still outstanding that was issued to acquire those items. The City of Whiteville uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City of Whiteville's investment in its capital assets is reported net of the outstanding related debt, the resources needed to repay that debt must be provided by other sources, since the capital assets cannot be used to liquidate these liabilities. An additional portion of the City's net position, \$1,267,602 represents resources that are subject to external restrictions on how they may be used. The remaining balance of \$1,866,907 is unrestricted.

### City of Whiteville Changes in Net Position

Figure 3

	<b>Governmental Activities</b>		<b>Business Type Activities</b>		<b>Total</b>	
	2024	2023	2024	2023	2024	2023
Revenues:						
Program revenues:						
Charges for services	\$ 153,922	\$ 230,194	\$ 6,512,012	\$ 5,856,644	\$ 6,665,934	\$ 6,086,838
Operating grants & contributions	1,245,833	1,107,565	627,980	68,750	1,873,813	1,176,315
Capital grants & contributions	-	-	-	-	-	-
General revenues:						
Property taxes	2,724,286	2,823,480	-	-	2,724,286	2,823,480
Other taxes	2,812,865	2,580,135	-	-	2,812,865	2,580,135
Other	271,047	353,183	188,570	194,593	459,617	547,776
Total revenues	7,207,953	7,094,557	7,328,562	6,119,987	14,536,514	13,214,544
Expenses:						
General Government	1,298,273	778,025	-	-	1,298,273	778,025
Public safety	3,966,379	4,077,702	-	-	3,966,379	4,077,702
Transportation	680,845	830,348	-	-	680,845	830,348
Environmental Protection	-	-	-	-	-	-
Cultural & Recreation	159,683	351,295	-	-	159,683	351,295
Economic & Physical Development	700,732	964,635	-	-	700,732	964,635
Interest on Long-term Debt	77,243	91,840	-	-	77,243	91,840
Water & Sewer	-	-	6,363,172	5,444,724	6,363,172	5,444,724
Total expenses	6,883,155	7,093,845	6,363,172	5,444,724	13,246,327	12,538,569
Increase (Decrease) in net position before transfers	324,798	712	965,390	675,263	1,290,187	675,975
Transfers	150,000	125,000	(150,000)	(125,000)	-	-
Increase (decrease) in net position	474,797	125,712	815,390	550,263	1,290,187	675,975
Net position, July 1	6,669,235	6,543,524	18,075,451	17,525,188	24,744,686	24,068,712
Net position, June 30	\$ 7,144,032	\$ 6,669,235	\$ 18,890,841	\$ 18,075,451	\$ 26,034,873	\$ 24,744,686

**Governmental activities.** Governmental activities increased the City's net position by \$474,797.

\* The City received more operating grants and contributions than last year.

**Business-type activities:** Business-type activities increased the City of Whiteville's net position by \$815,390. Key elements of this increase are as follows:

\* The City maintained a steady growth in business-type activities.

### Financial Analysis of the City's Funds

As noted earlier, the City of Whiteville uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental Funds.** The focus of the City of Whiteville governmental funds is to provide information on near-term inflows, outflows, and balances of usable resources. Such information is useful in assessing the City of Whiteville's financing requirements. Specifically, unassigned fund balance can be a useful measure of a government's net resources available for spending at the end of the fiscal year.

The general fund is the chief operating fund of the City of Whiteville. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$2,626,634, while total fund balance of the general fund was \$3,906,643. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 38 percent of total General Fund expenditures, while total fund balance represents 56 percent of that same amount.

At June 30, 2024, the governmental funds of City of Whiteville reported a combined fund balance of \$4,005,668, an increase of \$67,674 over last year.

**General Fund Budgetary Highlights:** During the fiscal year, the City revised the budget on several occasions. Generally, budget amendments fall into one of three categories: 1) amendments made to adjust the estimates that are used to prepare the original budget ordinance once exact information is available; 2) amendments made to recognize new funding amounts from external sources, such as Federal and State grants; and 3) increases in appropriations that become necessary to maintain

The budgetary amendments for FY 23-24 were due to necessary increases in appropriations in order to meet and maintain service needs of the City's departments.

**Proprietary Funds.** The City of Whiteville proprietary fund provides the same type of information found in the government-wide statements but in more detail. Unrestricted net position at the end of the fiscal year was \$1,060,409 in the Water Fund, \$1,392,038 in the Sewer Fund, \$396,284 in the Sanitation Fund, and \$(44,457) in the Stormwater Fund. The total change in net position was \$78,934 for the Water Fund, \$512,446 for the Sewer Fund, \$196,321 for the Sanitation Fund, and \$27,689 for the Stormwater Fund. Other factors concerning the finances of this fund have already been addressed in the discussion of the City of Whiteville's business-type activities.

#### Capital Assets and Debt Administration

**Capital Assets.** The City of Whiteville investment in capital assets for its governmental and business-type activities as of June 30, 2024, totals \$30,141,116 (net of accumulated depreciation and amortization) an increase of 13.07% over the prior year. These assets include buildings, land, construction in progress, machinery and equipment, vehicles, and right to use assets for leases and IT subscriptions.

Major capital asset transactions during the year include the following additions:

- Vehicles
- Equipment
- Infrastructure

**City of Whiteville's Capital Assets**  
**Figure 4**  
(net of depreciation/amortization)

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Land	\$ 318,182	\$ 318,182	\$ 206,018	\$ 206,018	\$ 524,200	\$ 524,200
Buildings and Distribution Systems	6,489,251	5,801,034	14,375,041	14,773,407	20,864,292	20,574,441
Equipment & Vehicles	2,257,983	2,562,087	875,378	728,233	3,133,361	3,290,320
Right to use assets:						
Leases	63,568	84,958	-	2,998	63,568	87,956
IT Subscriptions	41,201	62,751	-	-	41,201	62,751
Construction in Progress	117,987	260,491	5,396,507	3,788,262	5,514,494	4,048,753
<b>Total</b>	<b>\$ 9,288,172</b>	<b>\$ 9,089,503</b>	<b>\$ 20,852,944</b>	<b>\$ 19,498,918</b>	<b>\$ 30,141,116</b>	<b>\$ 28,588,421</b>

Additional information on the City's capital assets can be found in note 3.A. of the Basic Financial Statements.

**Long-Term Debt.** As of June 30, 2024, the City had total debt of \$12,797,562. There was a net increase in total debt of \$660,404 (5.44% over the prior year). The key factors in this increase were the increase in the liability to LGERS in the amount of \$324,272, and the increase in the direct installment in the amount of \$803,397 associated with the business-type activities.

**City of Whiteville Outstanding Debt**  
**Figure 5**

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Direct placement and borrowing installment agreements	\$ 2,514,542	\$ 2,904,303	\$ 4,766,376	\$ 3,962,979	\$ 7,280,918	\$ 6,867,282
Total OPEB liability	1,213,860	1,435,280	675,428	675,526	1,889,288	2,110,806
Net pension liability (LGERS)	1,847,851	1,616,031	736,941	644,489	2,584,792	2,260,520
Net pension liability (LEOSSA)	390,765	402,198	-	-	390,765	402,198
Compensated Absences	483,039	291,775	73,983	63,538	557,022	355,313
Lease liability	64,602	85,568	-	2,955	64,602	88,523
Subscription liability	30,175	52,516	-	-	30,175	52,516
	<b>\$ 6,544,834</b>	<b>\$ 6,787,671</b>	<b>\$ 6,252,728</b>	<b>\$ 5,349,487</b>	<b>\$ 12,797,562</b>	<b>\$ 12,137,158</b>

North Carolina general statutes limit the amount of general obligation debt that a unit of government can issue to 8% of the total assessed value of taxable property located within that government's boundaries. The legal debt margin for the City of Whiteville is \$40,853,379.

### **Economic Factors and Next Year's Budgets and Rates**

The City of Whiteville is located in Columbus County which is experiencing an unemployment rate of approximately 4.0% and the primary elements of the local economy, textiles and agriculture, have experienced losses in the past years. Related information may be reviewed at [www.nccommerce.com/workforce](http://www.nccommerce.com/workforce), which addresses transitions in occupations and opportunities for displaced workers. The North Carolina Department of Commerce has designated Columbus County as Tier One. This category is reserved for the most economically distressed counties.

### **Budget Highlights for the Fiscal Year Ending June 30, 2025**

**Governmental Activities:** Property tax revenues are expected to remain stable. Other tax revenues should also remain stable. Capital spending is expected to increase with various projects within the American Rescue Plan Project Fund.

**Business – type Activities:** Business revenues are expected to remain stable. Capital spending is expected to increase with the ongoing Mollies Branch Phase II Project as well as additional sewer rehabilitation projects which are expected to be in progress for approximately the next 3-5 years. The loan repayments will continue on the Well loan, FlexNet Smart Utility System loan, as well as Mollies Branch Phase I and II loans.

### **Requests for Information**

This report is designed to provide an overview of the City's finances for those with an interest in this area. Questions concerning any of the information found in this report or requests for additional information should be directed to the Director of Finance, City of Whiteville, P.O. Box 607, Whiteville, NC 28472. One can also call (910)-642-8046, visit our website [www.whitevillenc.gov](http://www.whitevillenc.gov) or send an email to [cbrown@ci.whiteville.nc.us](mailto:cbrown@ci.whiteville.nc.us) for more information.



## BASIC FINANCIAL STATEMENTS

City of Whiteville, North Carolina  
Statement of Net Position  
June 30, 2024

Exhibit 1

	Primary Government			City of Whiteville ABC Board
	Governmental Activities	Business-type Activities	Total	
<b>Assets</b>				
Current Assets:				
Cash and Investments	\$ 3,601,579	\$ 3,306,169	\$ 6,907,748	\$ 621,919
Taxes Receivable (Net)	44,369	-	44,369	-
Accrued Interest Receivable on Taxes	1,971	-	1,971	-
Accounts Receivable (Net)	145	1,013,226	1,013,371	-
Lease Receivable	64,744	-	64,744	-
Due From Other Governments	719,502	62,213	781,715	-
Due From Component Units	164,103	-	164,103	-
Inventories	-	-	-	257,140
Internal Balances	(79,439)	79,439	-	-
Restricted assets:				
Cash and cash equivalents	2,108,427	164,747	2,273,174	-
Total Current Assets	6,625,401	4,625,794	11,251,195	879,059
Lease Receivable, non-current	703,070	-	703,070	-
Non-current Assets:				
Capital Assets:				
Land, Non-depreciable Improvements, and				
Construction in Progress	436,169	5,602,525	6,038,694	-
Other Capital Assets, Net of Depreciation	8,747,234	15,250,419	23,997,653	103,174
Right to use assets, net of amortization	104,769	-	104,769	633,020
Total Capital Assets	9,288,172	20,852,944	30,141,116	736,194
Total Assets	16,616,643	25,478,738	42,095,381	1,615,253
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Pension deferrals	1,294,174	456,926	1,751,100	50,853
OPEB deferrals	227,521	126,600	354,121	-
Total deferred outflows of resources	1,521,695	583,526	2,105,221	50,853
<b>Liabilities</b>				
Current Liabilities:				
Accounts Payable and Accrued Liabilities	373,589	279,368	652,957	255,871
Customer Deposits	10,426	164,747	175,173	-
Unearned Revenues	2,137,041	-	2,137,041	-
Due to Primary Government	-	-	-	164,103
Accrued Interest Payable	33,914	4,694	38,608	-
Current portion of long-term liabilities	434,959	347,827	782,786	-
Total current liabilities	2,989,929	796,636	3,786,565	419,974
Long-Term Liabilities:				
Net Pension Liability	1,847,851	736,941	2,584,792	75,569
Total Pension Liability	390,765	-	390,765	-
Total OPEB Liability	1,213,860	675,428	1,889,288	-
Due in more than one year	2,657,399	4,492,533	7,149,932	617,314
Total Liabilities	9,099,804	6,701,538	15,801,342	1,112,857
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Pension deferrals	351,576	31,684	383,260	3,073
OPEB deferrals	787,519	438,201	1,225,720	-
Lease	755,407	-	755,407	-
Total deferred inflows of resources	1,894,502	469,885	2,364,387	3,073
<b>Net Position</b>				
Net investment in capital assets	6,813,797	16,086,567	22,900,364	103,174
Restricted for:				
Stabilization by State Statute	1,167,028	-	1,167,028	-
Streets	100,574	-	100,574	-
Other	-	-	-	78,228
Unrestricted	(937,368)	2,804,274	1,866,907	368,774
Total Net Position	\$ 7,144,032	\$ 18,890,841	\$ 26,034,873	\$ 550,176

City of Whiteville, North Carolina  
Statement of Activities  
For the Year Ended June 30, 2024

Exhibit 2

Program Revenues					Net (Expense) Revenue and Changes in Net Position			
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			City of Whiteville ABC Board
					Governmental Activities	Business-type Activities	Total	
<b>Primary government:</b>								
Governmental Activities:								
General government	\$ 1,298,273	\$ 101,596	\$ 805,003	\$ -	\$ (391,674)	\$ -	\$ (391,674)	\$ -
Public safety	3,966,379	28,458	26,613	-	(3,911,308)	-	(3,911,308)	-
Transportation	680,845	-	176,724	-	(504,121)	-	(504,121)	-
Environmental Protection	-	-	3,709	-	3,709	-	3,709	-
Economic & physical	700,732	-	69,101	-	(631,631)	-	(631,631)	-
Cultural and recreation	159,683	23,868	164,683	-	28,868	-	28,868	-
Interest on Long-Term Debt	77,243	-	-	-	(77,243)	-	(77,243)	-
Total governmental activities	6,883,155	153,922	1,245,833	-	(5,483,400)	-	(5,483,400)	-
Business-type activities:								
Water	1,514,279	1,614,267	-	-	-	99,988	99,988	-
Sewer	2,856,383	2,681,315	627,980	-	-	452,912	452,912	-
Stormwater	275,741	303,430	-	-	-	27,689	27,689	-
Sanitation	1,716,769	1,913,000	-	-	-	196,231	196,231	-
Total business-type activities	6,363,172	6,512,012	627,980	-	-	776,820	776,820	-
Total primary government	\$ 13,246,327	\$ 6,665,934	\$ 1,873,813	\$ -	(5,483,400)	776,820	(4,706,580)	-
Component Unit:								
City of Whiteville ABC Board	\$ 2,132,917	\$ 2,033,931	\$ -	\$ -	-	-	-	(98,986)
Total Component Unit	\$ 2,132,917	\$ 2,033,931	\$ -	\$ -	\$ -	\$ -	\$ -	(98,986)
General revenues:								
Taxes:								
Property taxes, levied for general purpose					2,724,286	-	2,724,286	-
Other taxes					10,647	-	10,647	-
Grants and contributions not restricted to specific program					2,483,123	-	2,483,123	-
Unrestricted investment earnings					319,095	-	319,095	16,867
Miscellaneous					271,047	188,570	459,617	-
Total general revenues not including transfers					5,808,197	188,570	5,996,768	16,867
Transfers					150,000	(150,000)	-	-
Total general revenues and transfers					5,958,197	38,570	5,996,768	16,867
Change in net position					474,797	815,390	1,290,187	(82,119)
Net position, beginning					6,669,235	18,075,451	24,744,686	632,295
Net position, ending					\$ 7,144,032	\$ 18,890,841	\$ 26,034,873	\$ 550,176

City of Whiteville, North Carolina  
Balance Sheet  
Governmental Funds  
June 30, 2024

Exhibit 3

	Major Funds			Total Governmental Funds
	General Fund	FY 22 SCIF Grant Fund	Non-Major Funds	
<b>ASSETS</b>				
Cash and cash equivalents	\$ 2,938,659	\$ -	\$ 662,920	\$ 3,601,579
Restricted Cash	98,001	2,000,000	10,426	2,108,427
Receivables, net:				
Taxes	43,139	-	1,230	44,369
Accounts	145	-	-	145
Leases	767,814	-	-	767,814
Due from other governments	714,962	-	4,540	719,502
Due from component unit	164,103	-	-	164,103
Due from other funds	287,818	-	-	287,818
Total assets	<u>\$ 5,014,641</u>	<u>\$ 2,000,000</u>	<u>\$ 679,116</u>	<u>\$ 7,693,757</u>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable and accrued liabilities	309,452	-	64,137	373,589
Due to other funds	-	1,500	365,757	367,257
Security Deposits	-	-	10,426	10,426
Unearned Revenues	-	1,998,500	138,541	2,137,041
Total liabilities	<u>309,452</u>	<u>2,000,000</u>	<u>578,861</u>	<u>2,888,313</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Property taxes receivable	43,139	-	1,230	44,369
Leases	755,407	-	-	755,407
Total deferred inflows of resources	<u>798,546</u>	<u>-</u>	<u>1,230</u>	<u>799,776</u>
Fund balances:				
Nonspendable				
Leases	12,407	-	-	12,407
Restricted				
Stabilization by State Statute	1,167,028	-	-	1,167,028
Streets	100,574	-	-	100,574
Assigned				
Economic Development	-	-	108,196	108,196
Capital Outlay	-	-	176,605	176,605
Public Safety	-	-	3,462	3,462
Unassigned	2,626,634	-	(189,238)	2,437,396
Total fund balances	<u>3,906,643</u>	<u>-</u>	<u>99,025</u>	<u>4,005,668</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 5,014,641</u>	<u>\$ 2,000,000</u>	<u>\$ 679,116</u>	

(continued)

## Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position

## Governmental Funds

June 30, 2024

Amounts reported for governmental activities in the Statement of Net Position (Exhibit 1) are different because:

Total Fund Balance, Governmental Funds	\$ 4,005,668
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	9,183,403
Right to use assets used in governmental activities are not financial resources and are therefore not reported in the funds	104,769
Deferred outflows of resources related to pensions are not reported in the funds	1,294,174
Deferred outflows of resources related to OPEB are not reported in the funds	227,521
Other long-term assets (accrued interest receivable from taxes) are not available to pay for current-period expenditures and therefore are inflows of resources in the funds.	1,971
Liabilities for earned revenues considered deferred inflows of resources in fund statements	44,369
Lease/Subscription liability	(94,777)
Pension related deferrals	(351,576)
OPEB related deferrals	(787,519)
Net pension asset (liability)	(1,847,851)
Total LEOSA liability	(390,765)
Total OPEB liability	(1,213,860)
Some liabilities, including bonds payable and accrued interest, are not due and payable in the current period and therefore are not reported in the	(3,031,495)
Net position of governmental activities	<u>\$ 7,144,032</u>

City of Whiteville, North Carolina  
Statement of Revenues, Expenditures, and Changes in Fund Balances  
Governmental Funds  
For the Year Ended June 30, 2024

Exhibit 4

	Major Fund			Total
	General Fund	FY 22 SCIF Grant Fund	Non-Major Funds	Governmental Funds
<b>REVENUES</b>				
Ad valorem taxes	\$ 2,725,739	\$ -	\$ 20,017	\$ 2,745,756
Other taxes and licenses	10,647	-	-	10,647
Unrestricted intergovernmental	2,483,123	-	-	2,483,123
Restricted intergovernmental	629,546	-	616,287	1,245,833
Permits and fees	101,596	-	-	101,596
Investment earnings	319,095	-	-	319,095
Sales and Service	52,326	-	-	52,326
Miscellaneous	190,673	-	80,374	271,047
Total revenues	6,512,745	-	716,678	7,229,423
<b>EXPENDITURES</b>				
Current:				
General government	1,122,831	-	56,467	1,179,298
Public safety	3,873,123	-	9,689	3,882,812
Transportation	463,097	-	-	463,097
Cultural and recreational	684,659	-	-	684,659
Economic Development	-	-	159,683	159,683
Capital Outlay	-	-	475,168	475,168
Debt Service:				
Principal	389,789	-	-	389,789
Interest & Other Charges	77,243	-	-	77,243
Total expenditures	6,610,742	-	701,007	7,311,749
Excess (deficiency) of revenues over expenditures	(97,997)	-	15,671	(82,326)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers (to) other funds	(353,125)	-	29,214	(323,911)
Transfers from other funds	473,911	-	-	473,911
Total other financing sources (uses)	120,786	-	29,214	150,000
Net change in fund balance	22,789	-	44,885	67,674
Fund balances, beginning	3,883,854	-	54,140	3,937,994
Fund balances, ending	\$ 3,906,643	\$ -	\$ 99,025	\$ 4,005,668

City of Whiteville, North Carolina  
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances  
of Governmental Funds to the Statement of Activities  
For the Year Ended June 30, 2024

Exhibit 5

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

Net changes in fund balances - total governmental funds	\$	67,674
Capital outlay expenditures recorded in the fund statements but capitalized as assets in the statement of activities		1,129,798
Depreciation expense, the allocation of those assets over their useful lives, that is recorded on the statement of activities but not in the fund statements		(888,189)
Amortization expense, the allocation of those assets over the lease term, that is recorded on the statement of activities but not in the fund statements		(42,940)
Principal payments on debt owed are recorded as a use of funds on the fund statements but again affect only the statement of net position in the government-wide statements		433,096
Contributions to the pension plan in the current fiscal year are not included on the Statement of Activities		366,729
Benefit payments and administration costs for LEOSA are deferred outflows of resources on the Statement of Net Position		2,142
OPEB benefit payments paid and administrative costs made in the current year are not included on the Statement of Activities		16,457
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Change in unavailable revenue for tax revenues		(21,471)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		
Compensated absences & related liabilities	(483,039)	
Pension expense - LGERS	(95,845)	
Pension expense (revenue) - LEOSA	(32,225)	
OPEB expense (revenue)	22,610	(588,499)
Total changes in net position of governmental activities	\$	<u>474,797</u>

City of Whiteville, North Carolina  
General Fund

Exhibit 6

Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual  
For the Year Ended June 30, 2024

	General Fund			
	Original	Final	Actual Amounts	Variance with Final Budget - Positive (Negative)
<b>Revenues:</b>				
Ad valorem taxes	\$ 2,764,792	\$ 2,764,792	\$ 2,725,739	\$ (39,053)
Other taxes and licenses	7,500	7,500	10,647	3,147
Unrestricted intergovernmental revenues	2,171,218	2,521,268	2,483,123	(38,145)
Restricted intergovernmental revenues	627,186	627,186	629,546	2,360
Permits and fees	155,298	155,298	101,596	(53,702)
Investment Earnings	140,000	140,000	319,095	179,095
Sales and Services	102,000	164,844	52,326	(112,518)
Miscellaneous	311,105	400,801	190,673	(210,128)
Total revenues	6,279,099	6,781,689	6,512,745	(268,944)
<b>Expenditures:</b>				
Current:				
General government	872,485	1,141,181	1,122,831	18,350
Public safety	3,773,475	4,211,630	3,873,123	338,507
Transportation	753,909	565,237	463,097	102,140
Cultural and recreation	1,000,016	685,198	684,659	539
Debt Service:				
Principal retirement	-	465,384	389,789	75,595
Interest and fees	-	78,434	77,243	1,191
Total expenditures	6,399,885	7,147,064	6,610,742	536,322
Revenues over/(under) expenditures	(120,786)	(365,375)	(97,997)	267,378
Other financing sources (uses):				
Transfer from (to) other fund:				
Special Revenue	(29,214)	(29,214)	(29,214)	-
Sewer Fund	150,000	150,000	150,000	-
Appropriated Fund Balance	-	244,589	-	(244,589)
Total other financing sources (uses)	120,786	365,375	120,786	(244,589)
Net change in fund balance	\$ -	\$ -	22,789	\$ 22,789
Fund balance, beginning of year			3,883,854	
Fund balance, end of year			<u>\$ 3,906,643</u>	



City of Whiteville, North Carolina  
Statement of Fund Net Position  
Proprietary Funds  
June 30, 2024

Exhibit 7

	Major		Sanitation	Non-Major	
	Water Fund	Sewer Fund	Fund	Stormwater	Total
				Fund	
<b>Assets</b>					
Current assets:					
Cash and cash equivalents	\$ 985,679	\$ 1,851,070	\$ 429,510	\$ 39,910	\$ 3,306,169
Accounts receivable (net) - billed	301,191	232,003	137,721	35,197	706,112
Accounts receivable (net) - unbilled	84,034	135,130	82,456	-	301,620
Miscellaneous Receivable	2,350	1,919	1,225	-	5,494
Due From Other Funds	162,921	172,829	-	-	335,750
Due From Other Governments	22,775	27,429	4,090	7,919	62,213
Restricted Assets:					
Cash and cash equivalents	164,747	-	-	-	164,747
Total current assets	1,723,697	2,420,380	655,002	83,026	4,882,105
Noncurrent assets:					
Capital assets:					
Land and other non-depreciable assets	34,131	5,568,394	-	-	5,602,525
Capital assets, net of depreciation	2,184,326	12,220,713	159,637	685,743	15,250,419
Capital Assets (net)	2,218,457	17,789,107	159,637	685,743	20,852,944
Total noncurrent assets	2,218,457	17,789,107	159,637	685,743	20,852,944
Total Assets	3,942,154	20,209,487	814,639	768,769	25,735,049
<b>DEFERRED OUTFLOWS OF RESOURCES</b>					
Pension plan deferrals	132,783	213,893	65,253	44,997	456,926
OPEB deferrals	41,663	57,140	18,277	9,520	126,600
Total deferred outflows of resources	174,446	271,033	83,530	54,517	583,526
<b>Liabilities</b>					
Current liabilities:					
Accounts Payable and Accrued Liabilities	74,659	123,749	71,706	9,254	279,368
Due to Other Funds	-	256,311	-	-	256,311
Customer Deposits	164,747	-	-	-	164,747
Accrued Interest Payable	-	4,694	-	-	4,694
Current Maturities of Long Term Debt	11,183	336,644	-	-	347,827
Total Current Liabilities	250,589	721,398	71,706	9,254	1,052,947
Noncurrent Liabilities					
Compensated Absences	8,481	52,189	-	13,313	73,983
Total OPEB Liability	222,276	304,851	97,511	50,790	675,428
Net Pension Liability	214,156	344,971	105,242	72,572	736,941
Long Term Debt	67,086	4,351,464	-	-	4,418,550
Total Noncurrent liabilities	511,999	5,053,475	202,753	136,675	5,904,902
Total Liabilities	762,588	5,774,873	274,459	145,929	6,957,849
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Pension deferrals	9,208	14,831	4,525	3,120	31,684
OPEB deferrals	144,207	197,779	63,264	32,951	438,201
Total deferred inflows of resources	153,415	212,610	67,789	36,071	469,885
<b>Net Position</b>					
Net investment in capital assets	2,140,188	13,100,999	159,637	685,743	16,086,567
Unrestricted	1,060,409	1,392,038	396,284	(44,457)	2,804,274
Total Net Position of Business - Type Activities	\$ 3,200,597	\$ 14,493,037	\$ 555,921	\$ 641,286	\$ 18,890,841

City of Whiteville, North Carolina  
Statement of Revenues, Expenses, and Changes in Fund Net Position  
Proprietary Funds  
For the Year Ended June 30, 2024

Exhibit 8

	Major			Non-Major	
	Water Fund	Sewer Fund	Sanitation Fund	Stormwater Fund	Total
Operating revenues:					
Charges for services	\$ 1,535,158	\$ 2,640,069	\$ 1,913,000	\$ 303,430	\$ 6,391,657
Other operating revenues	79,109	41,246	-	-	120,355
Total operating revenues	1,614,267	2,681,315	1,913,000	303,430	6,512,012
Operating Expenses:					
Administration	146,751	528,367	-	-	675,118
Water Operations	1,296,381	-	-	-	1,296,381
Sewer Operations	-	951,381	-	-	951,381
Waste Water Treatment & Distribution Plant	-	900,803	-	-	900,803
Stormwater Operations	-	-	-	229,681	229,681
Sanitation	-	-	1,690,830	-	1,690,830
Depreciation and amortization	71,127	458,893	25,939	46,040	601,999
Total operating expenses	1,514,259	2,839,444	1,716,769	275,721	6,346,193
Operating income (loss)	100,008	(158,129)	196,231	27,709	165,819
Nonoperating revenues (expenses):					
Interest and fees	(20)	(16,939)	-	(20)	(16,979)
Water Tank Lease	50,869	-	-	-	50,869
Sewer Line Expansion Revenue	-	133,206	-	-	133,206
Miscellaneous income	3,077	1,328	90	-	4,495
Total nonoperating revenues (expenses)	53,926	117,595	90	(20)	171,591
Income (Loss) Before Contributions and	153,934	(40,534)	196,321	27,689	337,410
Capital contributions	-	627,980	-	-	627,980
Transfers from (to) other funds	(75,000)	(75,000)	-	-	(150,000)
Total Income (Loss) After Contributions	78,934	512,446	196,321	27,689	815,390
Change in Net Position	78,934	512,446	196,321	27,689	815,390
Total Net Position, Beginning	3,121,663	13,980,591	359,600	613,597	18,075,451
Total Net Position, Ending	\$ 3,200,597	\$ 14,493,037	\$ 555,921	\$ 641,286	\$ 18,890,841

City of Whiteville, North Carolina  
Statement of Cash Flows  
Proprietary Funds  
For the Year Ended June 30, 2024

**Exhibit 9**

	Major		Sanitation	Non-Major	
	Water Fund	Sewer Fund	Fund	Stormwater Fund	Total
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Cash received from customers and users	\$ 1,568,173	\$ 2,704,483	\$ 1,923,906	\$ 310,250	\$ 6,506,813
Cash paid for goods and services	(666,115)	(1,311,228)	(1,332,460)	(88,234)	(3,398,037)
Cash paid to employees for services	(661,760)	(912,457)	(288,263)	(182,232)	(2,044,712)
Customer deposits received / (returned)	7,695	-	-	-	7,695
Net cash provided by (used in) operating activities	247,993	480,798	303,183	39,784	1,071,759
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>					
Acquisition and construction of capital assets	(30,898)	(1,766,914)	(141,349)	(16,863)	(1,956,024)
Installment Purchase Proceeds	-	1,313,122	-	-	1,313,122
Principal paid on loans and leases	(12,168)	(499,527)	-	(985)	(512,680)
Interest & fees paid on loans and leases	(20)	(16,939)	-	(20)	(16,979)
Miscellaneous income	3,077	1,328	-	-	4,405
Capital Contributions & Miscellaneous Grants	-	627,980	-	-	627,980
Sewer line expansion revenue	-	133,206	-	-	133,206
Water tank lease	50,869	-	-	-	50,869
Net cash provided by (used in) capital and related financing activities	10,860	(207,744)	(141,349)	(17,868)	(356,101)
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>					
Due to/from other funds	-	(168,791)	-	(95,000)	(263,791)
Transfers to / from other funds	(75,000)	(75,000)	-	-	(150,000)
Net cash provided by (used in) non-capital financing activities	(75,000)	(243,791)	-	(95,000)	(413,791)
Net increase (decrease) in cash and cash equivalents	183,853	29,263	161,834	(73,084)	301,867
Cash and cash equivalents, July 1	966,573	1,821,807	267,676	112,994	3,169,050
Cash and cash equivalents, June 30	\$ 1,150,426	\$ 1,851,070	\$ 429,510	\$ 39,910	\$ 3,470,917
Reconciliation of operating income to net cash provided by operating activities:					
Operating income (loss)	\$ 100,008	\$ (158,129)	\$ 196,231	\$ 27,709	\$ 165,819
Adjustments to reconcile operating income to net cash provided by operating activities:					
Depreciation	71,127	458,893	25,939	46,040	601,999
Changes in assets and liabilities:					
(Increase) decrease in accounts receivable	(11,582)	41,948	10,658	1,507	42,531
(Increase) decrease in due from other governments	(7,851)	16,446	622	5,313	14,530
(Increase) decrease in miscellaneous receivable	(26,657)	(35,225)	(374)	-	(62,256)
(Increase) decrease in deferred outflows of resources - pension	(9,472)	(15,257)	(4,654)	(3,210)	(32,593)
(Increase) decrease in deferred outflows of resources for OPEB	(2,762)	9,003	49	6,461	12,751
Increase (decrease) in accounts payable and other liabilities	42,165	72,108	52,379	(9,199)	157,453
Increase (decrease) in accrued vacation pay	1,832	4,268	-	4,345	10,445
Increase (decrease) in deferred inflows of resources - pension	(2,317)	(3,733)	(1,139)	(785)	(7,974)
Increase (decrease) in deferred inflows of resources - OPEB	35,526	36,834	10,076	(13,429)	69,007
Increase (decrease) in OPEB liability	23,418	10,364	193	(34,073)	(98)
Increase (decrease) in net pension liability	26,867	43,278	13,203	9,105	92,453
Increase (decrease) in customer deposits	7,695	-	-	-	7,695
Total adjustments	147,989	638,927	106,952	12,075	905,940
Net cash provided by (used in) operating activities	\$ 247,993	\$ 480,798	\$ 303,183	\$ 39,784	\$ 1,071,759

CITY OF WHITEVILLE, NORTH CAROLINA  
Notes to the Financial Statements  
For the Year Ended June 30, 2024

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies of the City of Whiteville and its discretely presented component unit conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant accounting policies:

**A. Reporting Entity**

The City of Whiteville is a municipal corporation, incorporated in 1834, that is governed by an elected mayor and a six member council. As required by generally accepted accounting principles, these financial statements present the City and its component unit, a legally-separate entity for which the City is financially accountable. The discretely presented component unit presented below is reported in a separate column in the City's financial statements in order to emphasize that it is legally separate from the City.

**Whiteville ABC Board**

The members of the ABC Board's governing board are appointed by the City. In addition, the ABC Board is required by State statute to distribute 55% of its surpluses to the General Fund of the City. The ABC Board, which has a June 30 year-end, is presented as if it were a proprietary fund (discrete presentation). Complete financial statements for the ABC Board may be reviewed at the Board's administrative offices at 112 South J.K. Powell Blvd., Whiteville, North Carolina 28472.

**B. Basis of Presentation**

*Government-wide Statements:* The statement of net position and the statement of activities display information about the primary government and its component unit. These statements include the financial activities of the overall government. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the governmental and business-type activities of the City. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the City and for each function of the City's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Indirect expense allocations that have been made in the funds have been reversed for the statement of activities. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

*Fund Financial Statements:* The fund financial statements provide information about the City's funds. Separate statements for each fund category – governmental and proprietary – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as non-major funds.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, such as subsidies result from nonexchange transactions. Other non-operating revenues are ancillary activities such as investment earnings.

The City reports the following major governmental funds:

**General Fund.** The General Fund is the general operating fund of the City. The General Fund accounts for all financial resources except those that are required to be accounted for in another fund. The primary revenue sources are ad valorem taxes, State grants, and various other taxes and licenses. The primary expenditures are for general government, public safety, transportation, and environmental protection services.

**FY 22 SCIF Grant Fund.** This fund is used to account for the SCIF infrastructure grant proceeds used for downtown stormwater infrastructure installation and maintenance.

The City reports the following non-major governmental funds:

**WDDC Tax District Fund.** This fund accounts for the ad valorem tax levy of the municipal service district established at the request of the Whiteville Downtown City Development Commission.

**NCLM P&L Insurance Grant Fund.** This fund is used to account for grant proceeds received to purchase and install a perimeter fence at the fire station.

**NCLM Workers Comp Grant Fund.** This fund is used to account for fire department safety equipment purchases.

**NCLM WC Safety Grant Fund.** This fund is used to account for fire department safety equipment purchases.

**NCLM W/C Grant Fund.** This fund is used to account for equipment purchases.

**Streamflow Rehab. Program Grant Fund.** This fund is used to account for grant proceeds received to clean debris.

**AFG FYE 2021 Grant Fund.** This fund is used to account for grant proceeds received to purchase fire department equipment.

**FEMA AFG Grant Fund.** This fund is used to account for grant proceeds received to purchase fire department equipment.

**Downtown Events Fund.** This fund is used to account for proceeds received and expenditures spent associated with various downtown events.

**HMGP Property Acquisition Fund.** This fund is used to account for funding received to purchase homes that were flooded in Hurricane Matthew.

**Hurricane Dorian Recovery Fund.** This fund is used to account for repairs necessary as a result of Hurricane Dorian.

**CARES Act Fund.** This fund is used to account for CARES Act funding received from the County. These funds will be used for relevant COVID-19 expenditures.

**Vineland Station.** This fund is used to account for rental activity and associated expenses of the Vineland Station.

**American Rescue Plan Act Fund.** This fund is used to account for the American Rescue Plan Act grant proceeds used for revenue replacement for operations due to COVID-19.

**ABC Store Building Construction Fund.** This fund is used to account for the acquisition of land and construction expenses of the new ABC Store.

**AFG COVID-19 Grant Fund.** This fund is used to account for AFG Covid-19 Grant proceeds and related expenditures for the mitigation of Covid-19.

**Parks Capital Fund.** This fund is used to account for ball field rental revenue and capital purchases.

**Parks Construction Fund.** This fund is used to account for park construction projects.

**Provalus Building Renovation Fund.** This fund is used to account for provalus building renovation projects.

**New Downtown Park Construction Fund.** This fund is used to account for downtown park construction projects.

**Hurricane Florence Recovery Fund.** This fund accounts for expenditures associated with Hurricane Florence recovery.

**Downtown WIFI Project Fund.** This fund is used to account for grant funds received to update the WIFI equipment downtown.

**Duke Energy Grant.** This fund is used to account for grant funds received to purchase public safety equipment.

The City reports the following major enterprise funds:

**Water Fund.** This fund is used to account for the City's water operations.

**Sewer Fund.** This fund is used to account for the City's sewer operations.

**Sanitation Fund.** This fund is used to account for the City's sanitation operations.

The City reports the following non-major enterprise fund:

**Stormwater Fund.** This fund is used to account for the City's stormwater operations.

### C. Measurement Focus and Basis of Accounting

In accordance with North Carolina General Statutes, all funds of the City are maintained during the year using the modified accrual basis of accounting.

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

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, 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 City enterprise funds are charges to customers for sales and services. The City also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the water and sewer system. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

*Governmental Fund Financial Statements.* Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of general long-term debt and acquisitions under capital leases are reported as other financing sources.

The City considers all revenues available if they are collected within 90 days after year-end, except for property taxes. Ad valorem taxes receivable are not accrued as a revenue because the amount is not susceptible to accrual. At June 30, taxes receivable for property other than motor vehicles are materially past due and are not considered to be an available resource to finance the operations of the current year. Also, as of September 1, 2013, State law altered the procedures for the assessment and collection of property taxes on registered motor vehicles in North Carolina. Effective with this change in the law, the State of North Carolina is responsible for billing and collecting the property taxes on registered motor vehicles on behalf of all municipalities and special tax districts. Property taxes are due when vehicles are registered. The billed taxes are applicable to the fiscal year in which they are received. Uncollected taxes that were billed in periods prior to September 1, 2013 and for limited registration plates are shown as a receivable in these financial statements and are offset by deferred inflows of resources.

Sales taxes and certain intergovernmental revenues, such as the beer and wine tax, collected and held by the State at year-end on behalf of the City are recognized as revenue. Sales taxes are considered a shared revenue for the City of Whiteville because the tax is levied by Columbus County and then remitted to and distributed by the State. Most intergovernmental revenues and sales and services are not susceptible to accrual because generally they are not measurable until received in cash. All taxes, including those dedicated for specific purposes are reported as general revenues rather than program revenues. Under the terms of grant agreements, the City funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus, when program expenses are incurred, there is both restricted and unrestricted net position available to finance the program. It is the City's policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants, and then by general revenue.

### D. Budgetary Data

The City's budgets are adopted as required by the North Carolina General Statutes. An annual budget is adopted for the General Fund, WDDC Tax District, the Water Fund, the Sewer Fund, the Sanitation Fund, and the Stormwater Fund. All annual appropriations lapse at the fiscal year-end. Project ordinances are adopted for the remaining Special Revenue Funds, Capital Project Funds, and the Enterprise Capital Project Funds, which are consolidated with the operating funds for reporting purposes. All budgets are prepared using the modified accrual basis of accounting. Expenditures may not legally exceed appropriations at the functional level for all annually budgeted funds and at the object level for the multi-year funds. Any revisions that alter the total expenditures of any fund must be approved by the governing board. During the year, several amendments to the original budget were necessary. The budget ordinance must be adopted by July 1 of the fiscal year or the governing board must adopt an interim budget that covers that time until the annual ordinance can be adopted.

## E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Fund Equity

### 1. Deposits and Investments

All deposits of the City and of the ABC Board are made in board designated official depositories and are secured as required by State law [G.S. 159-31]. The City and ABC Board may designate, as an official depository, any bank or savings association whose principal office is located in North Carolina. Also, the City and the ABC Board may establish time deposit accounts such as NOW and SuperNOW accounts, money market accounts, and certificates of deposit.

State law [G.S. 159-30(c)] authorizes the City and ABC Board to invest in obligations of the United States or obligations fully guaranteed both as to principal and interest by the United States; obligations of the State of North Carolina; bonds and notes of any North Carolina local government or public authority; obligations of certain non-guaranteed federal agencies; certain high quality issues of commercial paper and bankers acceptances; and the North Carolina Capital Management Trust (NCCMT). The City's and the ABC Board's investments are reported at fair value. Because the NCCMT Government has a weighted average maturity of less than 90 days, they are presented as an investment with a maturity of less than 6 months.

### 2. Cash and Cash Equivalents

The City pools money from several funds to facilitate disbursement and investment and to maximize investment income. Therefore, all cash and investments are essentially demand deposits and are considered cash and cash equivalents. The ABC Board considers all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased to be cash and cash equivalents.

### 3. Restricted Assets

Unexpended loan proceeds are classified as restricted assets, as the loan proceeds were restricted for project expenses. Customer deposits held by the City before any services are supplied are restricted to the service for which the deposit was collected. Powell Bill funds are also classified as restricted cash because they can be expended only for the purposes of maintaining, repairing, constructing, reconstructing or widening of local streets per G.S. 136-41.1 through 136-41.4.

City of Whiteville Restricted Cash	
Governmental Activities	
General Fund	
Powell Bill Funds - Streets	\$ 98,001
FY 22 SCIF Fund	2,000,000
Vineland Station	10,426
Total Governmental activities	<u>\$ 2,108,427</u>
Business-type Activities	
Water Fund	
Customer Deposits	\$ 164,747
Total business-type activities	<u>\$ 164,747</u>
Total Restricted Cash	<u>\$ 2,273,174</u>

### 4. Ad Valorem Taxes Receivable

In accordance with State law [G.S. 105-347 and G.S. 159-13(a)], the City levies ad valorem taxes on property other than motor vehicles on July 1<sup>st</sup>, the beginning of the fiscal year. The taxes are due on September 1<sup>st</sup> (lien date); however, interest does not accrue until the following January 6<sup>th</sup>. These taxes are based on the assessed values as of January 1, 2023. As allowed by State law, the City has established a schedule of discounts that apply to taxes that are paid prior to the due date. In the City's General Fund, ad valorem tax revenues are reported net of such discounts.

### 5. Allowances for Doubtful Accounts

All receivables that historically experience uncollectible accounts are shown net of an allowance for doubtful accounts. This amount is estimated by analyzing the percentage of receivables that were written off in prior years.

## 6. Lease Receivable

The City's lease receivable is measured at the present value of lease payments expected to be received during the lease term. Under the lease agreement, the City may receive variable lease payments that are dependent upon the lessee's revenue. The variable payments are recorded as an inflow of resources in the period the payment is received.

A deferred inflow of resources is recorded for the lease. The deferred inflow of resources is recorded at the initiation of the lease in an amount equal to the initial recording of the lease receivable. The deferred inflow of resources is amortized on a straight-line basis over the term of the lease.

## 7. Inventory and Prepaid Items

The inventories of the ABC Board are valued at LIFO. The City does not keep enough supplies on hand to require maintaining an inventory; expendable supplies are recorded as expenditures when purchased.

## 8. Capital Assets

Capital assets are defined by the government as assets with an initial, individual cost of more than a certain cost and an estimated useful life in excess of two years. Minimum capitalization costs are as follows: land, \$0; equipment, furniture and fixtures, and vehicles, \$5,000; streets, \$100,000; wells, tanks, and bridges, \$100,000; culverts, \$15,000 and sidewalks and water and sewer lines, \$10,000. Donated capital assets received prior to June 30, 2015 are recorded at their estimated fair value at the date of donation. Donated capital assets received prior to June 15, 2015 are recorded at their estimated fair value at the date of donation. Donated capital assets received after June 30, 2015 are recorded at acquisition value. All other purchased or constructed capital assets are reported at cost or estimated historical cost. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

The City's capital assets also include certain right to use assets. These right to use assets arise in association with agreements where the City reports a lease or agreements where the City reports an Information Technology (IT) Subscription in accordance with the requirements of GASB 87 and GASB 96, respectively.

The right to use lease assets are initially measured at an amount equal to the initial measurement of the related lease liability plus any lease payments made at or prior to the start of the lease term, less lease incentives received from the lessor at or prior to the start of the lease term, and plus ancillary charges necessary to place the lease asset into service. The right to use lease assets are amortized on a straight-line basis over the life of the related lease.

The right to use IT subscription assets are initially measured at an amount equal to the initial measurement of the subscription liability plus any subscription payments made at the start of the subscription term, if applicable, plus capitalizable initial implementation costs at the start of the subscription term, less any incentives received from the IT subscription vendor at the start of the subscription term. Subscription payments, as well as payments for capitalizable implementation costs made before the start of the subscription term should be reported as a prepayment (asset). Such prepayments should be reduced by any incentives received from the same vendor before the start of the subscription term if a right of offset exists. The net amount of the prepayments and incentives should be reported as an asset or liability, as appropriate, before the start of the subscription term at which time the amount should be included in the initial measurement of the subscription asset. The right to use subscription assets should be amortized on a straight-line basis over the subscription term.

Capital assets of the City are depreciated on a straight--line basis over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Lives</u>
Water and Sewer Distribution Lines	67 Years
Buildings	45 Years
Water and Sewer Equipment	40 Years
Infrastructure	30 Years
Equipment & Furniture	5-10 Years
Computers	3 - 5 Years
Vehicles	5-15 Years



## 9. Deferred Outflows/Inflows of Resources

In addition to assets, the state of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *Deferred Outflows of Resources*, represents a consumption of net position that applies to a future period and so will not be recognized as an expense or expenditure until then. The City has two items that meets this criterion, pension deferrals and OPEB deferrals. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *Deferred Inflows of Resources*, represents an acquisition of net position that applies to a future period and so will not be recognized as revenue until then. The City has several items that meet the criterion for this category – property taxes receivable, pension deferrals, OPEB deferrals, and leases.

## 10. Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method that approximates the effective interest method. Bonds payable are reported net of the applicable bond premiums or discount. Bond issuance cost, except for prepaid insurance costs, are expensed in the reporting period in which they are incurred. Prepaid insurance costs are expensed over the life of the debt.

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

## 11. Compensated Absences

The vacation policy of the City allows for the maximum accumulation of up to thirty (30) days earned vacation leave with such leave being fully vested when earned. For the City's government-wide and proprietary funds, an expense and a liability for compensated absences and the salary-related payments are recorded as the leave is earned. The City has assumed a last-in, first-out method of using accumulated compensated time. The portion of that time that is estimated to be used in the next fiscal year has been designated as a current liability in the government-wide financial statements.

The City's sick leave policy provide for an unlimited accumulation of earned sick leave. Sick leave does not vest, but any unused sick leave accumulated at the time of retirement may be used in the determination of length of service for retirement benefit purposes. Since neither the City nor the ABC Board has any obligation for the accumulated sick leave until it is actually taken, no accrual for sick leave has been made.

Full-time employees are entitled to eight days sick leave per calendar year, regardless of length of employment, and unused sick leave benefits are allowed to accumulate. Since the Board has no obligation for accumulated sick leave until it is actually taken no accrual for sick leave has been made.

## 12. Net Position/Fund Balances

### Net Position

Net position in government-wide and proprietary fund financial statements are classified as net investment in capital assets, net of related debt; restricted; and unrestricted. Restricted net position represents constraints on resources that are either externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or imposed by law through state statute.

### Fund Balances

In the governmental fund financial statements, fund balance is composed of five classifications designed to disclose the hierarchy of constraints placed on how fund balance can be spent.

The governmental fund types classify fund balances as follows:

**Nonspendable Fund Balance** – This classification includes amounts that cannot be spent because either they are (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Leases – portion of fund balance that is not an available resource because it represents the year-end balance of the lease receivable in excess of the deferred inflow of resources for the lease receivable, which is not a spendable resource.

Restricted Fund Balance – This classification includes amounts that are restricted to specific purposes externally imposed by creditors or imposed by law.

- Restricted for Stabilization by State Statute - North Carolina G.S. 159-8 prohibits units of government from budgeting or spending a portion of their fund balance. This is one of several statutes enacted by the North Carolina State Legislature in the 1930's that were designed to improve and maintain the fiscal health of local government units. Restricted by State statute (RSS), is calculated at the end of each fiscal year for all annually budgeted funds. The calculation in G.S. 159-8(a) provides a formula for determining what portion of fund balance is available for appropriation. The amount of fund balance not available for appropriation is what is known as "restricted by State statute". *Appropriated fund balance in any fund shall not exceed the sum of cash and investments minus the sum of liabilities, encumbrances, and deferred revenues arising from cash receipts, as those figures stand at the close of the fiscal year next preceding the budget*. Per GASB guidance, RSS is considered a resource upon which a restriction is "imposed by law through constitutional provisions or enabling legislation." RSS is reduced by inventories and prepaids as they are classified as nonspendable. Outstanding Encumbrances are included within RSS. RSS is included as a component of Restricted Net position and Restricted fund balance on the face of the balance sheet.
- Restricted for Streets – Powell Bill portion of fund balance that is restricted by revenue source for street construction and maintenance expenditures. This amount represents the balance of the total unexpended Powell Bill funds.

Committed Fund Balance – portion of fund balance that can only be used for specific purposes imposed by majority vote by quorum of City of Whiteville's governing body. Any changes or removal of specific purpose requires majority action by the governing body.

Assigned Fund Balance – portion of fund balance that City of Whiteville intends to use for specific purposes.

- Economic Development – Portion of fund balance that is assigned to WDDC Development and other Economic Development projects.
- Capital Outlay – Portion of fund balance that is assigned to the construction, fixed assets and equipments for various funds..
- Public Safety – Portion of fund balance that was remaining from firefighters grants received and not yet spent.

Unassigned Fund Balance – the portion of fund balance that has not been restricted, committed, or assigned to specific purposes or other funds.

### 13. Defined Benefit Cost-Sharing Plans

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Local Governmental Employees' Retirement System (LGERS) and additions to/deductions from LGERS' fiduciary net position have been determined on the same basis as they are reported by LGERS. For this purpose, plan member contributions are recognized in the period in which the contributions are due. The City of Whiteville's employer contributions are recognized when due and the City of Whiteville has a legal requirement to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of LGERS. Investments are reported at fair value.

### NOTE 2: STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

None noted.

### NOTE 3: DETAIL NOTES ON ALL FUNDS

#### A. Assets

##### 1. Deposits

All the deposits of the City and the ABC Board are either insured or collateralized by using one of two methods. Under the Dedicated Method, all deposits that exceed the federal depository insurance coverage level are collateralized with securities held by the City's or the ABC Board's agents in these units' names. Under the Pooling Method, which is a collateral pool, all uninsured deposits are collateralized with securities held by the State Treasurer's agent in the name of the State Treasurer. Since the State Treasurer is acting in a fiduciary capacity for the City and the ABC Board, these deposits are considered to be held by the City's and the ABC Board's agents in their names. The amount of the pledged collateral is based on an approved averaging method for non-interest bearing deposits and the actual current balance for interest bearing deposits. Depositories using the Pooling Method report to the State Treasurer the adequacy of their pooled collateral covering uninsured deposits. The State Treasurer does not confirm this information with the City, the ABC Board, or the escrow agent. Because of the inability to measure the exact amounts of collateral pledged for the City and the ABC Board under the Pooling Method, the potential exists for under-collateralization, and this risk may increase in periods of high cash flows. However, the State Treasurer of North Carolina enforces strict standards of financial stability for each depository that collateralizes public deposits under the Pooling Method. The City has no formal policy regarding custodial credit risk for deposits, but relies on the State Treasurer to enforce standards of minimum capitalization for all pooling method financial institutions and to monitor them for compliance. The City complies with the provisions of G.S. 159-31 when designating official depositories and verifying that deposits are properly secured. The ABC Board has no formal policy regarding custodial credit risk for deposits.

At June 30, 2024, the City's deposits had a carrying amount of \$2,602,380 and a bank balance of \$2,068,681. The carrying amount of deposits for the ABC Board was \$621,044 and the bank balance was \$696,925. Of the ABC Board's bank balance, \$250,000 was covered by federal depository insurance and the remainder was covered by collateral held under the pooling method. Of the City's bank balance, \$250,000 was covered by FDIC and the excess deposits were collateralized under the pooling method. Included in the carrying amount at June 30, 2024 was the City's petty cash fund which totaled \$200 and the ABC Board had petty cash which totaled \$875.

##### 2. Investments

At June 30, 2024, the City's investment balances were as follows:

<u>Investments by Type</u>	<u>Valuation Measurement Method</u>	<u>Book Value at 6/30/24</u>	<u>Maturity</u>	<u>Rating</u>
NC Capital Management Trust - Government Portfolio	Fair Value- Level 1	\$ 6,578,542	N/A	AAAm
Total:		\$ 6,578,542		

##### 3. Accounts Receivable and Due From Other Governments

The amounts presented in the Statement of Net Position are shown below:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>
Sales Tax Refund Receivable	\$ 45,479	\$ 58,895
Charges for Services - Billed	-	706,112
Charges for Services - Unbilled	-	301,620
Motor Vehicle Tax Receivable	19,606	-
Due from County - Taxes / Stormwater	10,581	3,318
ABC Board A/R	164,103	-
Returned Checks & Other Misc.Receivables	4,459	5,494
Franchise Tax Receivable	116,512	-
Local Option Sales Tax Receivable	523,010	-
Total	<u>\$ 883,750</u>	<u>\$ 1,075,439</u>

## Receivables – Allowance for Doubtful Accounts

The amount presented in the Balance Sheet and the Statement of Net Position for the year ended June 30, 2024 are net of the following allowances for doubtful accounts.

Fund	6/30/24
General Fund:	
Taxes Receivable	\$ 10,638
Enterprise Funds:	
Water Fund	75,298
Sewer Fund	96,708
Sanitation Fund	68,894
Total - Enterprise Funds	\$ 240,899

### 4. Lease Receivable

On 07/01/2021, Whiteville, NC entered into a 167 month lease as Lessor for the use of Whiteville ABC Board. An initial lease receivable was recorded in the amount of \$963,000. As of 06/30/2024, the value of the lease receivable is \$767,814. The lessee is required to make monthly fixed payments of \$6,250. The lease has an interest rate of 1.1810%. The value of the deferred inflow of resources as of 06/30/2024 was \$755,407 and Whiteville recognized lease revenue of \$69,198 during the fiscal year. The lessee has 2 extension option(s), each for 60 months. The lessee had a termination period of 2 months as of the lease commencement.

In fiscal year 2024, the City recognized \$65,512 of lease revenue and \$9,488 of interest revenue under the lease.

### 5. Capital Assets

#### Primary Government

Capital asset activity for the Primary Government for the year ended June 30, 2024, was as follows:

	Beginning Balances	Increases and Adjustments	Decreases	Ending Balances
<b>Governmental Activities:</b>				
Capital assets not being depreciated				
Land	\$ 318,182	\$ -	\$ -	\$ 318,182
Construction in Progress	260,491	159,660	302,164	117,987
Total capital assets not being depreciated	578,673	159,660	302,164	436,169
Capital assets being depreciated				
Buildings	7,426,313	945,884	-	8,372,197
Infrastructure	2,328,920	-	-	2,328,920
Equipment & Furn. & Fixtures	3,255,626	242,766	-	3,498,392
Vehicles	5,211,735	83,652	631,512	4,663,875
Total capital assets being depreciated	18,222,594	1,272,302	631,512	18,863,384
Less accumulated depreciation for:				
Buildings	2,135,537	190,266	-	2,325,803
Infrastructure	1,818,662	67,401	-	1,886,063
Equipment & Furn. & Fixtures	2,160,513	277,183	-	2,437,696
Vehicles	3,744,761	353,339	631,512	3,466,588
Total accumulated depreciation	9,859,473	888,189	631,512	10,116,150
Total capital assets being depreciated, net	8,363,121	384,113	-	8,747,234
Capital assets being amortized				
Right of use asset:				
Leases	101,299	-	4,096	97,203
Subscriptions	84,301	-	-	84,301
Total capital assets being amortized	185,600	-	4,096	181,504
Less accumulated amortization for:				
Right of use asset:				
Leases	16,341	21,390	4,096	33,635
Subscriptions	21,550	21,550	-	43,100
Total accumulated amortization	37,891	42,940	4,096	76,735
Total capital assets being amortized, net	147,709	(42,940)	-	104,769
Governmental activity capital assets, net	\$ 9,089,503	\$ 500,833	\$ 302,164	\$ 9,288,172

Depreciation/amortization expense was charged to functions/programs of the primary government as follows:

General Government	\$	262,686
Public Safety		331,824
Transportation		146,233
Cultural & Recreational		190,386
Total Depreciation Expense	\$	<u>931,129</u>

**Business-type activities:**

**Water Fund**

	Beginning Balances	Increases	Decreases	Ending Balances
Capital assets not being depreciated:				
Land	\$ 34,131	\$ -	\$ -	\$ 34,131
Construction in Progress	-	-	-	-
Total capital assets not being depreciated	<u>34,131</u>	<u>-</u>	<u>-</u>	<u>34,131</u>
Capital assets being depreciated:				
Plant and distribution systems	6,028,460	30,898	-	6,059,358
Furniture, Maint Equip, & Vehicles	405,550	-	-	405,550
Total capital assets being depreciated	<u>6,434,010</u>	<u>30,898</u>	<u>-</u>	<u>6,464,908</u>
Less accumulated depreciation for:				
Plant and distribution systems	3,840,991	59,851	-	3,900,842
Furniture, Maint Equip, & Vehicles	369,609	10,131	-	379,740
Total accumulated depreciation	<u>4,210,600</u>	<u>69,982</u>	<u>-</u>	<u>4,280,582</u>
Total capital assets being depreciated, net	<u>2,223,410</u>	<u>(39,084)</u>	<u>-</u>	<u>2,184,326</u>
Capital assets being amortized				
Right of use asset:				
Leases	2,182	-	-	2,182
Total capital assets being amortized	<u>2,182</u>	<u>-</u>	<u>-</u>	<u>2,182</u>
Less accumulated amortization for:				
Right of use asset:				
Leases	1,038	1,144	-	2,182
Total accumulated amortization	<u>1,038</u>	<u>1,144</u>	<u>-</u>	<u>2,182</u>
Total capital assets being amortized, net	<u>1,144</u>	<u>(1,144)</u>	<u>-</u>	<u>-</u>
Water fund capital assets, net	<u>\$ 2,258,685</u>	<u>\$ (40,228)</u>	<u>\$ -</u>	<u>\$ 2,218,457</u>

**Sewer Fund**

	Beginning Balances	Increases	Decreases	Ending Balances
Capital assets not being depreciated:				
Land	\$ 171,887	\$ -	\$ -	\$ 171,887
Construction in Progress	3,788,262	1,608,245	-	5,396,507
Total capital assets not being depreciated	<u>3,960,149</u>	<u>1,608,245</u>	<u>-</u>	<u>5,568,394</u>
Capital assets being depreciated:				
Plant and distribution systems	19,666,894	20,000	-	19,686,894
Furniture, Maint Equip, & Vehicles	1,835,069	138,669	-	1,973,738
Total capital assets being depreciated	<u>21,501,963</u>	<u>158,669</u>	<u>-</u>	<u>21,660,632</u>
Less accumulated depreciation for:				
Plant and distribution systems	7,761,598	368,646	-	8,130,244
Furniture, Maint Equip, & Vehicles	1,220,138	89,537	-	1,309,675
Total accumulated depreciation	<u>8,981,736</u>	<u>458,183</u>	<u>-</u>	<u>9,439,919</u>
Total capital assets being depreciated, net	<u>12,520,227</u>	<u>(299,514)</u>	<u>-</u>	<u>12,220,713</u>
Capital assets being amortized				
Right of use asset:				
Leases	2,589	-	-	2,589
Total capital assets being amortized	<u>2,589</u>	<u>-</u>	<u>-</u>	<u>2,589</u>
Less accumulated amortization for:				
Right of use asset:				
Leases	1,879	710	-	2,589
Total accumulated amortization	<u>1,879</u>	<u>710</u>	<u>-</u>	<u>2,589</u>
Total capital assets being amortized, net	<u>710</u>	<u>(710)</u>	<u>-</u>	<u>-</u>
Sewer fund capital assets, net	<u>\$ 16,481,086</u>	<u>\$ 1,308,021</u>	<u>\$ -</u>	<u>\$ 17,789,107</u>

**Stormwater Fund**

	Beginning Balances	Increases	Decreases	Ending Balances
Capital assets not being depreciated:				
Land	\$ -	\$ -	\$ -	\$ -
Construction in Progress	-	-	-	-
Total capital assets not being depreciated	-	-	-	-
Capital assets being depreciated:				
Plant and distribution systems	722,997	-	-	722,997
Furniture, Maint Equip, & Vehicles	112,933	16,863	-	129,796
Total capital assets being depreciated	835,930	16,863	-	852,793
Less accumulated depreciation for:				
Plant and distribution systems	42,355	20,767	-	63,122
Furniture, Maint Equip, & Vehicles	79,799	24,129	-	103,928
Total accumulated depreciation	122,154	44,896	-	167,050
Total capital assets being depreciated, net	713,776	(28,033)	-	685,743
Capital assets being amortized				
Right of use asset:				
Leases	2,182	-	-	2,182
Total capital assets being amortized	2,182	-	-	2,182
Less accumulated amortization for:				
Right of use asset:				
Leases	1,038	1,144	-	2,182
Total accumulated amortization	1,038	1,144	-	2,182
Total capital assets being amortized, net	1,144	(1,144)	-	-
Stormwater fund capital assets, net	\$ 714,920	\$ (29,177)	\$ -	\$ 685,743

**Sanitation Fund**

	Beginning Balances	Increases	Decreases	Ending Balances
Capital assets not being depreciated:				
Land	\$ -	\$ -	\$ -	\$ -
Construction in Progress	-	-	-	-
Total capital assets not being depreciated	-	-	-	-
Capital assets being depreciated:				
Plant and distribution systems	-	-	-	-
Furniture, Maint Equip, & Vehicles	144,945	141,349	-	286,294
Total capital assets being depreciated	144,945	141,349	-	286,294
Less accumulated depreciation for:				
Plant and distribution systems	-	-	-	-
Furniture, Maint Equip, & Vehicles	100,718	25,939	-	126,657
Total accumulated depreciation	100,718	25,939	-	126,657
Total capital assets being depreciated, net	44,227	115,410	-	159,637
Sanitation fund capital assets, net	\$ 44,227	\$ 115,410	\$ -	\$ 159,637
Business-type activities capital assets, net	\$ 19,498,918	\$ 1,354,026	\$ -	\$ 20,852,944

## B. - Liabilities

### 1. Pension Plan and Postemployment Obligations

#### a. Local Governmental Employees' Retirement System

*Plan Description.* The City of Whiteville is a participating employer in the statewide Local Governmental Employees' Retirement System (LGERS), a cost-sharing multiple-employer defined benefit pension plan administered by the State of North Carolina. LGERS membership is comprised of general employees and local law enforcement officers (LEOs) of participating local governmental entities. Article 3 of G.S. Chapter 128 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly. Management of the plan is vested in the LGERS Board of Trustees, which consists of 13 members – nine appointed by the Governor, one appointed by the State Senate, one appointed by the State House of Representatives, and the State Treasurer and State Superintendent, who serve as ex-officio members. The Local Governmental Employees' Retirement System is included in the Annual Comprehensive Financial Report for the State of North Carolina. The State's Annual Comprehensive Financial Report includes financial statements and required supplementary information for LGERS. That report may be obtained by writing to the Office of the State Controller, 1410 Mail Service Center, Raleigh, North Carolina 27699-1410, by calling (919) 981-5454, or at [www.osc.nc.gov](http://www.osc.nc.gov).

*Benefits Provided.* LGERS provides retirement and survivor benefits. Retirement benefits are determined as 1.85% of the member's average final compensation times the member's years of creditable service. A member's average final compensation is calculated as the average of a member's four highest consecutive years of compensation. Plan members are eligible to retire with full retirement benefits at age 65 with five years of creditable service, at age 60 with 25 years of creditable service, or at any age with 30 years of creditable service. Plan members are eligible to retire with partial retirement benefits at age 50 with 20 years of creditable service or at age 60 with five years of creditable service (age 55 for firefighters). Survivor benefits are available to eligible beneficiaries of members who die while in active service or within 180 days of their last day of service and who have either completed 20 years of creditable service regardless of age (15 years of creditable service for firefighters and rescue squad members who are killed in the line of duty) or have completed five years of service and have reached age 60. Eligible beneficiaries may elect to receive a monthly Survivor's Alternate Benefit for life or a return of the member's contributions. The plan does not provide for automatic post-retirement benefit increases. Increases are contingent upon actuarial gains of the plan.

LGERS plan members who are LEOs are eligible to retire with full retirement benefits at age 55 with five years of creditable service as an officer, or at any age with 30 years of creditable service. LEO plan members are eligible to retire with partial retirement benefits at age 50 with 15 years of creditable service as an officer. Survivor benefits are available to eligible beneficiaries of LEO members who die while in active service or within 180 days of their last day of service and who also have either completed 20 years of creditable service regardless of age, or have completed 15 years of service as a LEO and have reached age 50, or have completed five years of creditable service as a LEO and have reached age 55, or have completed 15 years of creditable service as a LEO if killed in the line of duty. Eligible beneficiaries may elect to receive a monthly Survivor's Alternate Benefit for life or a return of the member's contributions.

*Contributions.* Contribution provisions are established by General Statute 128-30 and may be amended only by the North Carolina General Assembly. City of Whiteville employees are required to contribute 6% of their compensation. Employer contributions are actuarially determined and set annually by the LGERS Board of Trustees. The City of Whiteville's contractually required contribution rate for the year ended June 30, 2024, was 14.04% of compensation for law enforcement officers and 12.92% for general employees and firefighters, actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year. Contributions to the pension plan from the City of Whiteville were \$512,979 for the year ended June 30, 2024.

*Refunds of Contributions.* City employees who have terminated service as a contributing member of LGERS, may file an application for a refund of their contributions. By state law, refunds to members with at least five years of service include 4% interest. State law requires a 60 day waiting period after service termination before the refund may be paid. The acceptance of a refund payment cancels the individual's right to employer contributions or any other benefit provided by LGERS.

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

At June 30, 2024, the City reported a liability of \$2,584,792 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2022. The total pension liability was then rolled forward to the measurement date of June 30, 2023 utilizing update procedures incorporating the actuarial assumptions. The City's proportion of the net pension liability was based on a projection of the City's long-term share of future payroll covered by the pension plan, relative to the projected future payroll covered by the pension plan of all participating LGERS employers, actuarially determined. At June 30, 2024, the City's proportion was 0.03903% (measured as of June 30, 2023), which was an decrease of .00104% from its proportion measured as of June 30, 2023 (measured as of June 30, 2022).

For the year ended June 30, 2024, the City recognized pension expense of \$694,963. At June 30, 2024, 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
Differences between expected and actual experience	\$ 288,022	\$ 6,201
Changes of assumptions	109,839	-
Net difference between projected and actual earnings on pension plan investments	691,804	-
Changes in proportion and differences between City contributions and proportionate share of contributions	-	104,932
City contributions subsequent to the measurement date	512,979	-
Total	<u>\$ 1,602,644</u>	<u>\$ 111,133</u>

\$512,979 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as an increase of the net pension liability in the year ended June 30, 2025. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2025	\$ 337,030
2026	158,111
2027	454,137
2028	29,254
2029	-
Thereafter	-
	<u>\$ 978,532</u>

*Actuarial Assumptions.* The total pension liability in the December 31, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50 percent
Salary Increases	3.25 to 8.25 percent, which includes a 3.25% inflation and productivity factor
Investment rate of return	6.50 percent, net of pension plan investment expense, including inflation

The plan currently uses mortality tables that vary by age, gender, employee group (i.e. general, law enforcement officer) and health status (i.e. disabled and healthy). The current mortality rates are based on published tables and based on studies that cover significant portions of the U.S. population. The healthy mortality rates also contain a provision to reflect future mortality improvements.

The actuarial assumptions used in the December 31, 2022 valuation were based on the results of an actuarial experience study for the period January 1, 2015, through December 31, 2019.

Future ad hoc COLA amounts are not considered to be substantively automatic and are therefore not included in the measurement.

The projected long-term investment returns and inflation assumptions are developed through review of current and historical capital markets data, sell-side investment research, consultant whitepapers, and historical performance of investment strategies. Fixed income return projections reflect current yields across the U.S. Treasury yield curve and market expectations of forward yields projected and interpolated for multiple tenors and over multiple year horizons. Global public equity return projections are established through analysis of the equity risk premium and the fixed income return projections. Other asset categories and strategies' return projections reflect the foregoing and historical data analysis. These projections 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 as of June 30, 2024 are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Fixed Income	33.0%	2.4%
Global Equity	38.0%	6.9%
Real Estate	8%	6.0%
Alternatives	8.0%	8.6%
Credit	7.0%	5.3%
Inflation Protection	6.0%	4.3%
	<u>100.0%</u>	



The information above is based on 30 year expectations developed with the consulting actuary for the 2024 asset, liability, and investment policy study for the North Carolina Retirement Systems, including LGERS. The long-term nominal rates of return underlying the real rates of return are arithmetic annualized figures. The real rates of return are calculated from nominal rates by multiplicatively subtracting a long-term inflation assumption of 2.38%. All rates of return and inflation are annualized.

**Discount Rate.** The discount rate used to measure the total pension liability was 6.50%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of the 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 City's proportionate share of the net pension asset to changes in the discount rate.** The following presents the City's proportionate share of the net pension asset calculated using the discount rate of 6.50 percent, as well as what the City's proportionate share of the net pension asset or net pension liability would be if it were calculated using a discount rate that is one percentage point lower (5.50 percent) or one percentage point higher (7.50 percent) than the current rate:

	1% Decrease (5.50%)	Discount Rate (6.50%)	1% Increase (7.50%)
City's proportionate share of the net pension liability (asset)	\$ 4,478,051	\$ 2,584,792	\$ 1,026,084

**Pension plan fiduciary net position.** Detailed information about the pension plan's fiduciary net position is available in the separately issued Annual Comprehensive Financial Report for the State of North Carolina.

#### **b. Law Enforcement Officers Special Separation Allowance**

##### **1. Plan Description.**

The City of Whiteville administers a public employee retirement system (the "Separation Allowance"), a single-employer defined benefit pension plan that provides retirement benefits to the City's qualified sworn law enforcement officers under the age of 62 who have completed at least 30 years of creditable service or have attained 55 years of age and have completed five or more years of creditable service. The Separation Allowance is equal to .85 percent of the annual equivalent of the base rate of compensation most recently applicable to the officer for each year of creditable service. The retirement benefits are not subject to any increases in salary or retirement allowances that may be authorized by the General Assembly. Article 12D of G.S. Chapter 143 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly.

The Separation Allowance covers all full-time law enforcement officers of the City. At December 31, 2022 (valuation date), the Separation Allowance's membership consisted of:

Retirees Receiving Benefits	2
Terminated plan members entitled to but no yet receiving benefits	0
Active Plan Members	16
Total	18

##### **2. Summary of Significant Accounting Policies:**

**Basis of Accounting.** The City has chosen to fund the Separation Allowance on a pay as you go basis. Pension expenditures are made from the General Fund, which is maintained on the modified accrual basis of accounting. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

The Separation Allowance has no assets accumulated in a trust that meets the following criteria which are outlined in GASB Statement 73.

##### **3. Actuarial Assumptions**

The entry age actuarial cost method was used in the December 31, 2022 valuation. The total pension liability in the December 31, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50 percent
Salary increases	3.25 to 7.75 percent, including inflation and productivity factor
Discount rate	4.00 percent

The discount rate is the S&P Municipal Bond 20 Year High Grade Rate Index determined at the end of each month.

The actuarial assumptions used in the December 31, 2022 valuation were based on the results of an experience study completed by the Actuary for the Local Government Employees' Retirement System for the five-year period ending December 31, 2019.

#### Mortality Rate

Deaths After Retirement (Healthy): Mortality rates are based on the Safety Mortality Table for Retirees. Rates for all members are multiplied by 97% and Set Forward by 1 year.

Deaths After Retirement (Disabled): Mortality rates are based on the Non-Safety Mortality Table for Disabled Retirees. Rates are Set Back 3 years for all ages.

Deaths Before Retirement: Mortality rates are based on the Safety Mortality Table for Employees.

Mortality Projection: All mortality rates are projected from 2011 using generational improvement with Scale MP-2019.

#### 4. Contributions.

The City is required by Article 12D of G.S. Chapter 143 to provide these retirement benefits and has chosen to fund the benefit payments on a pay as you go basis through appropriations made in the General Fund operating budget. There were no contributions made by employees. The City's obligation to contribute to this plan is established and may be amended by the North Carolina General Assembly. Administration costs of the Separation Allowance are financed through investment earnings. The City paid \$7,355 as benefits came due for the reporting period.

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

At June 30, 2024, the City reported a total pension liability of \$390,765. The total pension liability was measured as of December 31, 2023 based on a December 31, 2022 actuarial valuation. The total pension liability was then rolled forward to the measurement date of December 31, 2023 utilizing update procedures incorporating the actuarial assumptions. For the year ended June 30, 2024, the City recognized pension expense of \$32,225.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 75,090	\$ 216,389
Changes of assumptions	71,224	55,738
City benefit payments and plan administrative expense made subsequent to the measurement date	2,142	-
Total	<u>\$ 148,456</u>	<u>\$ 272,127</u>

\$2,142 reported as deferred outflows of resources related to pensions resulting from benefit payments made and administrative expenses incurred subsequent to the measurement date will be recognized as a decrease of the total pension liability in the year ended June 30, 2025. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2025	\$ 8,544
2026	(26,359)
2027	(66,937)
2028	(37,186)
2029	(3,875)
Thereafter	-
	<u>\$ (125,813)</u>

**Sensitivity of the City's total pension liability to changes in the discount rate.** The following presents the City's total pension liability calculated using the discount rate of 4.00 percent, as well as what the City's total pension liability would be if it were calculated using a discount rate that is one percentage point lower (3.00 percent) or one percentage point higher (5.00 percent) than the current rate:

	1% Decrease (3.00%)	Discount Rate (4.00%)	1% Increase (5.00%)
Total pension liability	\$ 419,586	\$ 390,765	\$ 364,807

**Schedule of Changes in Total Pension Liability  
Law Enforcement Officers' Special Separation Allowance**

Beginning Balance	\$ 402,198
Service Cost	21,376
Interest on the total pension liability	17,176
Changes of benefit terms	-
Differences between expected and actual experience in the measurement of the total pension liability	(50,271)
Changes of assumptions or other inputs	7,641
Benefit payments	(7,355)
Other changes	-
Ending balance of the total pension liability	<u>\$ 390,765</u>

*Changes of assumptions.* Changes of assumptions and other inputs reflect a change in the discount rate from 4.31 percent at June 30, 2022 (measurement date) to 4.00 percent at June 30, 2023 (measurement date).

The plan currently uses mortality tables that vary by age, and health status (i.e. disabled and healthy). The current mortality rates are based on published tables and based on studies that cover significant portions of the U.S. population. The healthy mortality rates also contain a provision to reflect future mortality improvements.

The actuarial assumptions used in the December 31, 2022 valuation were based on the results of an actuarial experience study completed by the Actuary for the Local Governmental Employees' Retirement System for the five year period ending December 31, 2019.

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

Following is information related to the proportionate share and pension expense for all pension plans:

	LGERS	LEOSSA	Total
Pension Expense (Revenue)	\$ 694,963	\$ 32,225	\$ 727,188
Pension Liability	2,584,792	390,765	2,975,557
Proportionate share of the net pension liability	0.03903%	n/a	

**Deferred Outflows of Resources**

Differences between expected and actual experience	288,022	75,090	363,112
Changes of assumptions	109,839	71,224	181,063
Net difference between projected and actual earnings on plan investments	691,804	-	691,804
Changes in proportion and differences between contributions and proportionate share of contributions	-	-	-
Benefit payments and administrative costs paid subsequent to the measurement date	512,979	2,142	515,121

**Deferred Inflows of Resources**

Differences between expected and actual experience	6,201	216,389	222,590
Changes of assumptions	-	55,738	55,738
Changes in proportion and differences between contributions and proportionate share of contributions	104,932	-	104,932

**c. Supplemental Retirement Income Plan (Law Enforcement Officers and Non-Law)**

*Plan Description.* The City contributes to the Supplemental Retirement Income Plan (Plan), a defined contribution pension plan administered by the Department of State Treasurer and a Board of Trustees. The Plan provides retirement benefits to law enforcement officers employed by the City. Article 5 of G.S. Chapter 135 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly. The Supplemental Retirement Income Plan for Law Enforcement Officers is included in the Annual Comprehensive Financial Report (ACFR) for the State of North Carolina. The State's ACFR includes the pension trust financial statements for the Internal Revenue Code Section 401(k) plan that includes the Supplemental Retirement Income Plan for Law Enforcement Officers. That report may be obtained by writing to the Office of the State Controller, 1410 Mail Service Center, Raleigh, North Carolina 27699-1410, or by calling (919) 981-5454.

*Funding Policy.* Article 12E of G.S. Chapter 143 requires the City to contribute each month an amount equal to five percent of each officer's salary, and all amounts contributed are vested immediately. Also, the law enforcement officers may make voluntary contributions to the plan. Contributions for the year ended June 30, 2024 were \$82,499, which consisted of \$60,677 from the City and \$21,822 from law enforcement officers. The City has also elected to contribute four and one half a percent of general employees' salaries to the plan on their behalf. General employees may also make voluntary contributions to the plan. Contributions for general employees for the year ended June 30, 2024 were \$211,782, which consisted of \$133,898 from the City and \$77,884 from general employees.

#### d. Other Postemployment Benefit

##### Healthcare Benefits

*Plan Description.* Under the terms of a City resolution, the City administers a single-employer defined benefits healthcare plan ("the Retiree Health Plan"). The plan provides postemployment healthcare benefits to retirees of the City, provided they participate in the North Carolina Local Government Employees' Retirement System and have at least 20 years of creditable service with the City for all employees hired prior to June 8, 2010. The City adopted an amendment to the plan that offers healthcare benefits to retirees hired after June 8, 2010 at the following percentages: after 20 years of service, the City will pay 25%; after 25 years of service, the City will pay 50%; after 30 years of service, the City will pay 75%, and after 35 years of service, the City will pay 100%. The City pays the cost of coverage for these benefits through private insurers. Also, the City's retirees can purchase coverage for their dependents at the City's group rates. The City Council may amend the benefit provisions. A separate report was not issued for the plan.

Membership of the plan consisted of the following at December 31, 2023, the date of the latest actuarial valuation:

Retirees and dependents receiving benefits	16
Terminated plan members entitled to but not yet receiving benefits	-
Active Plan Members	80
Total	<u>96</u>

#### **Total OPEB Liability**

The City's total OPEB liability of \$1,889,288 was measured as of June 30, 2023 and was determined by an actuarial valuation as of June 30, 2023.

*Actuarial Assumptions and Other Inputs.* The total OPEB liability in the June 30, 2023 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement unless otherwise specified:

Inflation	2.50%
Salary increases	
General Employees	3.25% - 8.41%
Firefighters	3.25 % -8.15%
Law Enforcement Officers	3.25% - 7.90%
Discount rate	3.65%
Healthcare cost trend rates	
Pre-Medicare	7.00% for 2023 decreasing to an ultimate rate of 4.50% by 2033
Medicare	5.125% for 2023 decreasing to an ultimate rate of 4.50% by 2026

The discount rate is based on the June average of the Bond Buyer General Obligation 20-year Municipal Bond Index published weekly by the Bond Buyer.

#### **Changes in the Total OPEB Liability**

<b>Balance at July 1, 2023</b>	<b>\$ 2,111,017</b>
<b>Changes for the year</b>	
Service Cost	90,355
Interest	77,216
Changes in benefit terms	-
Difference between expected and actual experience	(354,007)
Changes of assumptions or other inputs	5,294
Benefit payments	(40,587)
Other	-
<b>Net Changes</b>	<b>(221,729)</b>
<b>Total OPEB Liability at June 30, 2024</b>	<b><u>\$ 1,889,288</u></b>

Changes in assumptions and other inputs reflect a change in the discount rate from 3.54% to 3.65%.

Mortality rates were based on the Pub-2010 mortality tables, with adjustments for LGERS experience and generation mortality improvements using Scale MP-2019.

The actuarial assumptions used in the June 30, 2021 valuation were based on the results of an actuarial experience study for the period January 1, 2015 through December 31, 2019, adopted by the LGERS Board.

*Sensitivity of the total OPEB liability to changes in the discount rate.* The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.65%) and 1-percentage-point higher (4.65%) than the current discount rate:

	1% Decrease (2.65%)	Discount Rate (3.65%)	1% Increase (4.65%)
Total OPEB Liability	\$ 2,203,142	\$ 1,889,288	\$ 1,639,183

*Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates.* The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower and 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Discount Rate	1% Increase
Total OPEB Liability	\$ 1,629,644	\$ 1,889,288	\$ 2,222,607

#### **OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB**

For the year ended June 30, 2024, the City recognized OPEB income of \$35,191. At June 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 53,497	\$ 727,392
Changes of assumptions	275,010	498,328
Benefit payments and administrative costs made subsequent to the measurement date	25,614	-
Total	\$ 354,121	\$ 1,225,720

\$25,614 reported as deferred outflows of resources related to pensions resulting from benefit payments made and administrative expenses incurred subsequent to the measurement date will be recognized as a decrease of the total OPEB liability in the year ended June 30, 2025. Other amounts reported as deferred inflows of resources related to pension will be recognized as pension expense as follows:

#### **Year ended June 30:**

2025	\$ (207,702)
2026	(207,702)
2027	(182,791)
2028	(63,179)
2029	(79,547)
Thereafter	(156,292)

#### **2. Other Employment Benefit**

The City has also elected to provide death benefits to employees through One America. The City pays the premiums to provide employees life insurance in the amount of one times their annual salary. The City also provides \$15,000 of life insurance coverage for department head retirees and \$5,000 of life insurance coverage for all other retirees.

### 3. Deferred Outflows and Inflows of Resources

	Deferred Outflows of Resources	Deferred Inflows of Resources
Contributions to pension plan in current fiscal year	\$ 512,979	\$ -
Benefit payments made and administrative expenses for LEOSSA	2,142	-
Benefit payments and administrative expenses for OPEB made subsequent to measurement date	25,614	-
Differences between expected and actual experience		
LGERS	288,022	6,201
LEOSSA	75,090	216,389
OPEB	53,497	727,392
Changes of assumptions		
LGERS	109,839	-
LEOSSA	71,224	55,738
OPEB	275,010	498,328
Net difference between projected and actual		
LGERS	691,804	-
Changes in proportion and differences between employer contributions and proportionate share of contributions		
LGERS	-	104,932
Lease Receivable (General Fund)	-	755,407
Total per Government-wide Statements	<u>\$ 2,105,221</u>	<u>\$ 2,364,387</u>
Taxes Receivable, less penalties (General Fund)	\$ -	\$ 44,369
Lease Receivable (General Fund)	-	755,407
Total per Fund Statements	<u>\$ -</u>	<u>\$ 799,776</u>

### 4. Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City participates in two self-funded risk-financing pools administered by the North Carolina League of Municipalities. Through these pools, the City obtains general liability and auto liability coverage of \$5 million per occurrence, property coverage up to the total insurance values of the property policy and workers' compensation coverage up to statutory limits. The liability and property exposures are reinsured through commercial carriers for claims in excess of retentions as selected by the Board of Trustees each year. Specific information on the limits of the reinsurance and excess policies purchased by the Board of Trustees can be obtained by contacting the Risk Management Services Department of the NC League of Municipalities. The pools are audited annually by certified public accountants, and the audited financial statements are available to the City upon request.

The City carries flood insurance through the North Carolina League of Municipalities. The City has areas that have been mapped and designated by the Federal Emergency Management Agency as not being in a flood zone and some are in a flood zone. The City's insurance carrier will provide coverage for those areas in the flood zones B, C, and X, but no coverage is provided for property located in the other flood zones. The City does not have any additional insurance to cover this damage should it occur.

In accordance with G.S. 159-29, The City's employees that have access to \$100 or more at any given time of the City's funds are performance bonded through a commercial surety bond. The finance officer is bonded for \$1,000,000. The remaining employees are that have access to funds are bonded under a blanket bond for \$50,000.

5. Claims, Judgments and Contingent Liabilities

As of June 30, 2024, the City was not involved in any civil or legal actions which in the opinion of management and the City's attorney, would have an adverse or material effect on the City's financial position.

6. Long-Term Obligations

a. Leases

The City has entered into agreements to lease certain equipment. The lease agreements qualify as other than short-term leases under GASB 87 and, therefore, have been recorded at the present value of the future minimum lease payments as of the date of their inception.

On 07/01/2021, Whiteville, NC entered into a 40 month lease as Lessee for the use of Clerk's Office. An initial lease liability was recorded in the amount of \$6,084. As of 06/30/2024, the value of the lease liability is \$751. Whiteville is required to make monthly fixed payments of \$150. The lease has an interest rate of 0.8450%. The value of the right to use asset as of 06/30/2024 of \$6,084 with accumulated amortization of \$5,408 is included with Equipment on the Lease Class activities table found below.

On 02/04/2022, Whiteville, NC entered into a 63 month lease as Lessee for the use of Vineland Station COECO Copier. An initial lease liability was recorded in the amount of \$4,190. As of 06/30/2024, the value of the lease liability is \$2,309. Whiteville is required to make monthly fixed payments of \$70. The lease has an interest rate of 1.8800%. The value of the right to use asset as of 06/30/2024 of \$4,190 with accumulated amortization of \$1,922 is included with Equipment on the Lease Class activities table found below.

On 05/10/2022, Whiteville, NC entered into a 63 month lease as Lessee for the use of Fire Department COECO Copier. An initial lease liability was recorded in the amount of \$4,096. As of 06/30/2024, the value of the lease liability is \$0. Whiteville is required to make monthly fixed payments of \$70. The lease has an interest rate of 2.7730%. The printer was returned before the end of the lease term, so the right to use the asset value and accumulated amortization has been removed from the table below.

On 07/01/2021, Whiteville, NC entered into a 42 month lease as Lessee for the use of Pitney Bowes Postage Meter. An initial lease liability was recorded in the amount of \$4,996. As of 06/30/2024, the value of the lease liability is \$723. Whiteville is required to make quarterly fixed payments of \$363. The lease has an interest rate of 1.0110%. The value of the right to use asset as of 06/30/2024 of \$4,996 with accumulated amortization of \$4,203 is included with Equipment on the Lease Class activities table found below.

On 05/10/2022, Whiteville, NC entered into a 63 month lease as Lessee for the use of Finance Department UBEO Copier. An initial lease liability was recorded in the amount of \$4,174. As of 06/30/2024, the value of the lease liability is \$2,568. Whiteville is required to make monthly fixed payments of \$70. The lease has an interest rate of 1.9770%. The value of the right to use asset as of 06/30/2024 of \$4,174 with accumulated amortization of \$1,698 is included with Equipment on the Lease Class activities table found below.

On 10/31/2022, Whiteville, NC entered into a 63 month lease as Lessee for the use of Multi-Function Printer UBEO Copiers - 2022. An initial lease liability was recorded in the amount of \$84,712. As of 06/30/2024, the value of the lease liability is \$58,251. Whiteville is required to make monthly fixed payments of \$1,647. The lease has an interest rate of 2.0230%. The value of the right to use asset as of 06/30/2024 of \$84,712 with accumulated amortization of \$27,357 is included with Equipment on the Lease Class activities table found below.

Amount of Lease Assets by Major Classes of Underlying Asset

Asset Class	<u>As of Fiscal Year-End</u>	
	Lease Asset Value	Accumulated Amortization
Equipment	\$ 104,156	\$ 40,588
Total Leases	\$ 104,156	\$ 40,588

The future minimum lease obligations and the net present value of these minimum lease payments were as follows:

Fiscal Year	Governmental Activities		
	Principal Payments	Interest Payments	Total Payments
2025	\$ 19,294	\$ 1,113	\$ 20,407
2026	18,182	747	18,929
2027	18,412	377	18,789
2028	8,714	51	8,765
	<u>\$ 64,602</u>	<u>\$ 2,288</u>	<u>\$ 66,890</u>

**b. Subscriptions**

The City implemented the requirements of GASB Statement No. 96, *Subscription-Based Information Technology Arrangements* (Subscriptions) effective July 1, 2022. The Statement provides a definition of Subscriptions and provides uniform guidance for accounting and financial reporting for such transactions. The guidance will decrease diversity in the accounting and financial reporting for these transactions, thereby, increasing comparability in financial reporting among governments. Further, the reporting of a subscription asset (a right-to-use intangible capital asset) and a subscription liability will enhance the relevance and reliability of the financial statements.

On 07/01/2022, Whiteville, NC entered into a 46 month subscription for the use of Ferguson Water Works Subscription. An initial subscription liability was recorded in the amount of \$48,735. As of 06/30/2024, the value of the subscription liability is \$16,580. Whiteville is required to make annual fixed payments of \$16,985. The subscription has an interest rate of 2.4453%. The value of the right to use asset as of 06/30/2024 of \$48,735 with accumulated amortization of \$25,317 is included with Software on the Subscription Class activities table found below.

On 07/01/2022, Whiteville, NC entered into a 48 month subscription for the use of Website Partnership Plan. An initial subscription liability was recorded in the amount of \$25,567. As of 06/30/2024, the value of the subscription liability is \$13,595. Whiteville is required to make monthly fixed payments of \$525. The subscription has an interest rate of 2.4453%. The value of the right to use asset as of 06/30/2024 of \$35,566 with accumulated amortization of \$17,783 is included with Software on the Subscription Class activities table found below.

**Amount of Subscription Assets by Major Classes of Underlying Asset**

Asset Class	As of Fiscal Year-End	
	Subscription Asset Value	Accumulated Amortization
Software	\$ 84,301	\$ 43,100
Total Subscriptions	<u>\$ 84,301</u>	<u>\$ 43,100</u>

The future minimum subscription obligations and the net present value of these minimum lease payments were as follows:

Fiscal Year	Governmental Activities		
	Principal Payments	Interest Payments	Total Payments
2025	\$ 23,157	\$ 665	\$ 23,822
2026	7,018	93	7,111
	<u>\$ 30,175</u>	<u>\$ 758</u>	<u>\$ 30,933</u>



c. Installment Loans

**Serviced by Governmental Activities:**

\$540,000 direct placement loan with BB&T issued for the purchase of a Rescue Pumper Fire Truck on August 14, 2013. Annual installments of \$47,320, including interest at 3.630% are due in 15 payments. Final payment is scheduled for August 2028. The equipment stands as collateral for the loan. In the event of default, the lender may: (a) declare the unpaid principal immediately due and payable; (b) proceed by appropriate court action to enforce the performance of the covenants of the agreement or to recover for the breach thereof; (c) require the lender to pay over any balance remaining in the project fund to be applied against outstanding Required Payments in any manner the lender may reasonably deem appropriate; and (d) avail itself of all available remedies under the agreement.

\$ 212,868

\$520,000 direct placement loan with BB&T issued for improvements to Nolan Park fitness center and recreation complex on July 13, 2015. Annual installments of \$34,667, including interest at 2.87% are due in 15 payments. Final payment is scheduled for July, 2031. The equipment stands as collateral for the loan. In the event of default, the lender may: (a) declare the unpaid principal immediately due and payable; (b) proceed by appropriate court action to enforce the performance of the covenants of the agreement or to recover for the breach thereof; (c) require the lender to pay over any balance remaining in the project fund to be applied against outstanding Required Payments in any manner the lender may reasonably deem appropriate; and (d) avail itself of all available remedies under the agreement.

242,667

\$2,000,000 direct placement loan with BB&T issued for building the new Town Hall on March 13, 2018. Annual installments of \$200,000, plus interest at 3.01% are due in 10 annual payments. Final payment is scheduled for March 2028. The building stands as collateral for the loan. In the event of default, the lender may withdraw any balance remaining in the project fund and apply the balance against outstanding required payments.

800,000

\$688,000 direct placement loan with First Bank issued for purchasing a fire truck on February 3, 2020. Annual payments of \$53,484 including interest at 2.15% are due in 15 annual payments. Final payment is scheduled for June 2034. The equipment stands as collateral for the loan. In the event of default, the lender may: (a) declare the entire principal amount of the Installment Payments and all accrued interest and other charges immediately due and payable without notice or demand to the City; (b) proceed by appropriate court action to enforce performance of the covenants of the contract; or (c) pursue any other remedy available at law or equity to the Bank.

474,845

\$950,000 direct placement loan with First Bank issued for building the ABC Store construction on June 5, 2020. Annual installments of \$63,333, plus interest at 2.08% are due in 15 annual payments. Final payment is scheduled for June 2035. The Building stands as collateral for the loan. In the event of default, the lender may: (a) declare the entire principal amount of the Installment Payments and all accrued interest and other charges immediately due and payable without notice or demand to the City; (b) proceed by appropriate court action to enforce performance of the covenants of the contract; or (c) pursue any other remedy available at law or equity to the Bank.

760,000

\$57,000 direct placement loan with KS State Bank revolving loan issued for purchase of Fire Department equipment on June 23, 2020. Annual installments of \$12,806, including interest at 2.08% are due in 5 annual payments. Final payment is scheduled for July 2025. The City requested and received \$20,537 as of June 30, 2022. The equipment stands as collateral for the loan. In the event of default, the lender may: (a) declare the entire principal amount of the Installment Payments and all accrued interest and other charges immediately due and payable without notice or demand to the City; (b) proceed by appropriate court action to enforce performance of the covenants of the contract; or (c) pursue any other remedy available at law or equity to the Bank.

24,162

Total Serviced by Governmental Activities

\$ 2,514,542

## Serviced by the Enterprise Funds:

### Note Payable – North Carolina Drinking Water State Revolving Loan Proceeds

\$462,104 direct borrowing agreement with NC Drinking Water Revolving Loan issued for a well replacement project. Principal installments in the amount of \$11,183 are due annually on May 1. In July 2013, the City was awarded ARRA funds to refinance the loan, which reduced the principal to \$201,288 and reduced the interest rate to 0%. This note is not secured by a pledge of the faith and credit of the State of North Carolina or of the City, but is payable solely from the revenues of the project or benefited systems, or other available funds. The City agrees that any other monies due to them from the State may be withheld by the State and applied to the payment of this obligation whenever the City fails to pay any amount of principal or interest on this note when due.

\$ 78,269

\$1,107,325 revolving loan with NC DEQ issued to fund a sanitary sewer project on September 11, 2020. Annual payments of \$55,366 without interest are due in 20 annual payments. Final payment is scheduled for May 2041. This note is not secured by a pledge of the faith and credit of the State of North Carolina or of the City, but is payable solely from the revenues of the project or benefited systems, or other available funds. The City agrees that any other monies due to them from the State may be withheld by the State and applied to the payment of this obligation whenever the City fails to pay any amount of principal or interest on this note when due.

941,226

\$3,718,158 revolving loan with NC DEQ issued to fund a sanitary sewer project on February 28, 2023. Annual payments of \$209,374 with interest rate of 0.22% are due in 20 annual payments. Final payment is scheduled for May 2043. This note is not secured by a pledge of the faith and credit of the State of North Carolina or of the City, but is payable solely from the revenues of the project or benefited systems, or other available funds. The City agrees that any other monies due to them from the State may be withheld by the State and applied to the payment of this obligation whenever the City fails to pay any amount of principal or interest on this note when due.

3,508,784

\$317,347 direct placement loan with First Bank issued for the purchase of paving equipment on September 7, 2022. Annual installments of \$82,216, including interest at 4.26% are due in 5 annual payments. Final payment is scheduled for September 1, 2027. The equipment stands as collateral for the loan. In the event of default, the lender may (a) declare the entire principal amount of the Installment Payments and all accrued interest and other charges immediately due and payable without notice or demand to the City; (b) proceed by appropriate court action to enforce performance of the covenants of the contract; or (c) pursue any other remedy available at law or equity to the Bank.

238,098

Total Serviced by Enterprise Funds

\$ 4,766,376

Annual debt service requirements to maturity for the City's Governmental activities are as follows:

Fiscal Year Ended	Governmental Activities		Business-Type Activities		Total Debt	
	Principal	Interest	Principal	Interest	Principal	Interest
2025	\$ 392,508	\$ 65,969	\$ 347,827	\$ 19,064	\$ 740,335	\$ 85,033
2026	395,342	54,784	350,961	15,469	746,303	70,253
2027	385,461	43,509	354,202	11,768	739,663	55,277
2028	387,971	32,648	288,800	7,926	676,771	40,574
2029	190,557	21,711	275,923	6,909	466,480	28,620
2030-2034	636,037	52,732	1,346,059	27,637	1,982,096	80,369
2035-2039	126,666	4,007	1,323,703	16,122	1,450,369	20,129
2040-2044	-	-	478,901	4,606	478,901	4,606
Total	\$ 2,514,542	\$ 275,360	\$ 4,766,376	\$ 109,501	\$ 7,280,918	\$ 384,861

d. Changes in Long-term Liabilities

	Balance July 01, 2023	Increases	Decreases	Balance June 30, 2024	Current Portion Balance
Governmental Activities:					
Direct placement and borrowing installment agreements	\$ 2,904,303	\$ -	\$ 389,761	\$ 2,514,542	\$ 392,508
Lease liability	85,568	-	20,966	64,602	19,294
Subscription liability	52,516	-	22,341	30,175	23,157
Total OPEB liability	1,435,280	-	221,420	1,213,860	-
Net pension liability (LGERS)	1,616,031	231,820	-	1,847,851	-
Net pension liability (LEOSSA)	402,198	-	11,433	390,765	-
Compensated Absences	291,775	191,264	-	483,039	-
Governmental activity					
Long term liabilities	<u>\$ 6,787,671</u>	<u>\$ 423,084</u>	<u>\$ 665,921</u>	<u>\$ 6,544,834</u>	<u>\$ 434,959</u>
Business-type Activities:					
<u>Water Fund</u>					
Direct Borrowing Installment Agreement	\$ 89,452	\$ -	\$ 11,183	\$ 78,269	\$ 11,183
Net pension liability (LGERS)	187,289	26,867	-	214,156	-
Total OPEB liability	198,858	23,418	-	222,276	-
Compensated Absences	6,649	1,832	-	8,481	-
Lease Liabilities	985	-	985	-	-
<u>Sewer Fund</u>					
Direct Borrowing Installment Agreement	3,873,527	1,313,122	498,542	4,688,107	336,644
Net pension liability (LGERS)	301,694	43,277	-	344,971	-
Total OPEB liability	294,487	10,364	-	304,851	-
Compensated Absences	47,921	4,268	-	52,189	-
Lease Liabilities	985	-	985	-	-
<u>Sanitation Fund</u>					
Net pension liability (LGERS)	92,039	13,203	-	105,242	-
Total OPEB liability	97,318	193	-	97,511	-
<u>Stormwater Fund</u>					
Net pension liability (LGERS)	63,467	9,105	-	72,572	-
Total OPEB liability	84,863	-	34,073	50,790	-
Lease Liabilities	985	-	985	-	-
Compensated Absences	8,968	4,345	-	13,313	-
Business-type activity					
long term liabilities	<u>\$ 5,349,487</u>	<u>\$ 1,449,994</u>	<u>\$ 546,753</u>	<u>\$ 6,252,728</u>	<u>\$ 347,827</u>

At June 30, 2024, the City had a legal debt margin of \$40,853,379.

### C. Interfund Balances and Activity

Balances due to/from other funds at June 30, 2024, consist of the following:

	<b>Interfund Receivables</b>	<b>Interfund Payables</b>	<b>Purposes</b>
General Fund	\$ 287,818	\$ -	Cash Deficit
Water Fund	162,921	-	Cash Deficit
Sewer Fund	172,828	-	Cash Deficit
AFG Covid-19 Fund	-	8,715	Cash Deficit
P&R Capital Fund	-	140,000	Cash Deficit
Vineland Station Fund	-	20,000	Cash Deficit
Golden Leaf M.B. Stream Restoration Fund	-	93,390	Cash Deficit
Mollie Branch Grant Fund Ph. II	-	162,921	Cash Deficit
FY 22 SCIF Grant Fund	-	1,500	Cash Deficit
Streamflow Rehab. Program Grant Fund	-	149,773	Cash Deficit
NCLM W/C Grant Fund	-	191	Cash Deficit
NCLM WC Grant Fund	-	5,000	Cash Deficit
New Downtown Park Construction Fund	-	42,077	Cash Deficit
<b>Total</b>	<b>\$ 623,567</b>	<b>\$ 623,567</b>	

The interfund balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

Transfers to and from other funds at June 30, 2024 consist of the following:

	<b>Transfers</b>		<b>Purposes</b>
	<b>From</b>	<b>To</b>	
General Fund	\$ 353,125	\$ 150,000	Operation Support
Water Fund	75,000	-	Payment in lieu of taxes
Sewer Fund	75,000	-	Payment in lieu of taxes
Parks Capital Fund	140,000	-	Operation/Capital outlay support
Parks Construction Fund	-	140,000	Operation/Capital outlay support
WDDC Tax Fund	-	78,580	Operation Support
Vineland Depot Fund	-	49,736	Operation Support
Provalus Building Renovation Fund	-	220,000	Capital outlay support
NCLM W/C Grant Fund	-	4,809	Operation Support
<b>Total</b>	<b>\$ 643,125</b>	<b>\$ 643,125</b>	

Transfers are used to move unrestricted revenues to finance various programs that the government must account for in other funds in accordance with budgetary authorizations, including amounts provided matching funds for various grant programs.

### D. Net Investment in Capital Assets

	<u>Governmental</u>	<u>Business-type</u>
Capital Assets	\$ 9,392,941	\$ 20,852,944
less: long-term debt	2,579,144	4,766,377
<b>Net investment in capital assets</b>	<b>\$ 6,813,797</b>	<b>\$ 16,086,567</b>

### E. Fund Balance

The following schedule provides management and citizens with information on the portion of General fund balance that is available for appropriation:

Total fund balance - General Fund	\$ 3,906,643
Less:	
Nonspendable - Leases	12,407
Stabilization by State Statute	1,167,028
Street - Powell Bill	100,574
<b>Remaining Fund Balance</b>	<b>\$ 2,626,634</b>

NOTE 4: Summary Disclosure of Significant Contingencies

Federal and State Assisted Programs

The City has received proceeds from several federal and State grants. Periodic audits of these grants are required and certain costs may be questioned as not being appropriate expenditures under the grant agreements. Such audits could result in the refund of grant monies to the grantor agencies. Management believes that any required refunds will be immaterial. No provision has been made in the accompanying financial statements for the refund of grant moneys.

NOTE 5: SUBSEQUENT EVENTS

In preparing these financial statements, the City has evaluated events and transactions for potential recognition or disclosure through November 25, 2024, the date the financial statements were available to be issued.

## REQUIRED SUPPLEMENTARY FINANCIAL DATA

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This section contains additional information required by generally accepted accounting principles.

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- Schedule of Proportionate Share of Net Pension Asset for Local Government Employees' Retirement System
- Schedule of Contributions to Local Government Employees' Retirement System
- Schedule of Changes in Total Pension Liability
- Schedule of Total Pension Liability as a Percentage of Covered Payroll
- Schedule of Changes in the Total OPEB Liability and Related Ratios

**City of Whiteville, North Carolina**  
**City of Whiteville's Proportionate Share of Net Pension Liability (Asset)**  
**Required Supplementary Information**  
**Last Ten Fiscal Years\***

**Local Government Employees' Retirement System**

	2024	2023	2022	2021	2020
City's proportion of the net pension liability (asset) (%)	0.03903%	0.04007%	0.04534%	0.04811%	0.04520%
City's proportion of the net pension liability (asset) (\$)	\$ 2,584,792	\$ 2,260,520	\$ 695,332	\$ 1,719,175	\$ 1,234,377
City's covered payroll	\$ 3,309,337	\$ 3,008,794	\$ 3,196,382	\$ 3,037,975	\$ 3,014,762
City's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	78.11%	75.13%	21.75%	56.59%	40.94%
Plan fiduciary net position as a percentage of the total pension liability**	82.49%	84.14%	95.51%	88.61%	90.86%
	2019	2018	2017	2016	2015
City's proportion of the net pension liability (asset) (%)	0.04457%	0.05047%	0.04803%	0.05282%	0.04803%
City's proportion of the net pension liability (asset) (\$)	\$ 1,057,353	\$ 771,042	\$ 1,019,358	\$ 237,053	\$ (283,255)
City's covered payroll	\$ 2,770,507	\$ 2,747,989	\$ 2,567,451	\$ 2,431,308	\$ 2,387,209
City's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	38.16%	28.06%	39.70%	9.75%	-11.87%
Plan fiduciary net position as a percentage of the total pension liability**	91.63%	94.18%	91.47%	98.09%	102.64%

\* The amounts presented for each fiscal year were determined as of the prior fiscal year ending June 30.

\*\* This will be the same percentage for all participant employers in the LGERS plan.

**City of Whiteville, North Carolina**  
**City of Whiteville's Contributions**  
**Required Supplementary Information**  
**Last Ten Fiscal Years**

**Local Government Employees' Retirement System**

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Contractually required contribution	\$ 512,979	\$ 409,502	\$ 349,166	\$ 333,252	\$ 280,299
Contributions in relation to the contractually required contribution	512,979	409,502	349,166	333,252	280,299
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 3,891,491	\$ 3,309,337	\$ 3,008,794	\$ 3,196,382	\$ 3,037,975
Contributions as a percentage of covered payroll	13.18%	12.37%	11.60%	10.43%	9.23%
	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually required contribution	\$ 242,630	\$ 215,529	\$ 206,837	\$ 176,546	\$ 174,463
Contributions in relation to the contractually required contribution	242,630	215,529	206,837	176,546	174,463
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 3,014,762	\$ 2,770,507	\$ 2,747,989	\$ 2,567,451	\$ 2,431,308
Contributions as a percentage of covered payroll	8.05%	7.78%	7.53%	6.88%	7.18%



**City of Whiteville, North Carolina**  
**Schedule of Changes in Total Pension Liability**  
**Law Enforcement Officers' Special Separation Allowance**  
**Last Eight Fiscal Years\***

	2024	2023	2022	2021
Beginning Balance	\$ 402,198	\$ 554,798	\$ 726,584	\$ 216,654
Service Cost	21,376	35,294	44,023	31,947
Interest on the total pension liability	17,176	12,380	13,865	6,743
Changes of benefit terms	-	-	-	-
Differences between expected and actual experience in the measurement of the total pension liability	(50,271)	(117,682)	(198,685)	265,198
Changes of assumptions or other inputs	7,641	(73,463)	(14,584)	225,681
Benefit payments	(7,355)	(9,129)	(16,405)	(19,639)
Other changes	-	-	-	-
Ending balance of the total pension liability	<u>\$ 390,765</u>	<u>\$ 402,198</u>	<u>\$ 554,798</u>	<u>\$ 726,584</u>
	2020	2019	2018	2017
Beginning Balance	\$ 207,783	\$ 273,960	\$ 330,342	\$ 328,706
Service Cost	20,973	19,766	19,188	20,906
Interest on the total pension liability	7,247	8,400	12,326	11,356
Changes of benefit terms	-	-	-	-
Differences between expected and actual experience in the measurement of the total pension liability	(9,720)	(69,194)	(85,640)	-
Changes of assumptions or other inputs	7,761	(8,871)	19,774	(9,386)
Benefit payments	(17,390)	(16,278)	(22,030)	(21,240)
Other changes	-	-	-	-
Ending balance of the total pension liability	<u>\$ 216,654</u>	<u>\$ 207,783</u>	<u>\$ 273,960</u>	<u>\$ 330,342</u>

\*The amounts presented for each fiscal year were determined as of the prior fiscal year ending December 31.

**City of Whiteville, North Carolina**  
**Schedule of Total Pension Liability as a Percentage of Covered Payroll**  
**Law Enforcement Officers' Special Separation Allowance**  
**Last Eight Fiscal Years**

	2024	2023	2022	2021
Total pension liability	\$ 390,765	\$ 402,198	\$ 554,798	\$ 726,584
Covered payroll	\$ 775,354	\$ 830,428	\$ 1,074,309	\$ 1,147,970
Total pension liability as a percentage of payroll	50.40%	48.43%	51.64%	63.29%
	2020	2019	2018	2017
Total pension liability	\$ 216,654	\$ 207,783	\$ 273,960	\$ 330,342
Covered payroll	\$ 926,581	\$ 882,041	\$ 829,890	\$ 851,737
Total pension liability as a percentage of payroll	23.38%	23.56%	33.01%	38.78%

Notes to the schedules:

The City of Whiteville has no assets accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement 73 to pay related benefits.

**City of Whiteville, North Carolina**  
**Schedule of Changes in the Total OPEB Liability and Related Ratios**  
**Last Seven Fiscal Years**

<b>Total OPEB Liability</b>	<b>2024</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>
Service Cost	\$ 90,355	\$ 130,164	\$ 101,784	\$ 67,569
Interest	77,216	56,265	50,899	61,350
Changes in benefit terms	-	-	-	-
Difference between expected and actual experience	(354,007)	(7,150)	82,894	429
Changes of assumptions or other inputs	5,294	(520,305)	74,444	423,629
Benefit payments	(40,587)	(45,030)	(28,428)	(45,189)
Other	-	-	-	-
<b>Net change in total OPEB liability</b>	<b>\$ (221,729)</b>	<b>\$ (386,056)</b>	<b>\$ 281,593</b>	<b>\$ 507,788</b>
<b>Total OPEB Liability - beginning</b>	<b>\$ 2,111,017</b>	<b>\$ 2,497,073</b>	<b>\$ 2,215,480</b>	<b>\$ 1,707,692</b>
<b>Total OPEB Liability - ending</b>	<b>\$ 1,889,288</b>	<b>\$ 2,111,017</b>	<b>\$ 2,497,073</b>	<b>\$ 2,215,480</b>
<b>Covered payroll</b>	<b>\$ 3,063,866</b>	<b>\$ 3,688,854</b>	<b>\$ 3,688,854</b>	<b>\$ 2,396,135</b>
<b>Total OPEB liability as a percentage of covered payroll</b>	<b>61.66%</b>	<b>57.23%</b>	<b>67.69%</b>	<b>92.46%</b>

<b>Total OPEB Liability</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>
Service Cost	\$ 116,869	\$ 123,618	\$ 139,194
Interest	99,456	90,200	78,733
Changes in benefit terms	-	-	-
Difference between expected and actual experience	(1,058,970)	1,667	1,903
Changes of assumptions or other inputs	17,232	(142,771)	(250,702)
Benefit payments	(46,759)	(52,661)	(49,675)
Other	-	-	-
<b>Net change in total OPEB liability</b>	<b>\$ (872,172)</b>	<b>\$ 20,053</b>	<b>\$ (80,547)</b>
<b>Total OPEB Liability - beginning</b>	<b>\$ 2,579,864</b>	<b>\$ 2,559,811</b>	<b>\$ 2,640,358</b>
<b>Total OPEB Liability - ending</b>	<b>\$ 1,707,692</b>	<b>\$ 2,579,864</b>	<b>\$ 2,559,811</b>
<b>Covered payroll</b>	<b>\$ 2,396,135</b>	<b>\$ 2,757,830</b>	<b>\$ 2,757,830</b>
<b>Total OPEB liability as a percentage of covered payroll</b>	<b>71.27%</b>	<b>93.55%</b>	<b>92.82%</b>

**Notes to the Schedule**

Changes of assumptions: Changes of assumptions and other inputs reflect the effects of changes in the discount rate of each period. The following are the discount rates used in each period:

<u>Fiscal year</u>	<u>Rate</u>	<u>Fiscal year</u>	<u>Rate</u>
2024	3.65%	2020	3.50%
2023	3.54%	2019	3.89%
2022	2.16%	2018	3.56%
2021	2.21%		

## INDIVIDUAL FUND STATEMENTS AND SCHEDULES

City of Whiteville, North Carolina  
General Fund  
Statement of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
For the Year Ended June 30, 2024

Exhibit B-1

	2024		
	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Ad Valorem taxes:			
Taxes	\$ 2,734,792	\$ 2,711,812	\$ (22,980)
Penalties and interest	30,000	13,927	(16,073)
Total	<u>2,764,792</u>	<u>2,725,739</u>	<u>(39,053)</u>
Other taxes and licenses:			
Assessments	-	1,865	1,865
In Lieu of Taxes	7,000	8,007	1,007
Privilege license	500	775	275
Total	<u>7,500</u>	<u>10,647</u>	<u>3,147</u>
Unrestricted intergovernmental:			
Beer and Wine Tax	18,772	22,738	3,966
Court Cost and Fees	700	3,153	2,453
Hold Harmless	373,895	346,220	(27,675)
Local Option Sales Tax	1,491,633	1,446,760	(44,873)
ABC Profit Distribution	152,688	142,579	(10,109)
Telecommunications Tax	37,010	34,442	(2,568)
Video Franchise Fee	34,783	30,219	(4,564)
Utilities Sales Tax & Piped Natural Gas Sales Tax	411,787	457,012	45,225
Total	<u>2,521,268</u>	<u>2,483,123</u>	<u>(38,145)</u>
Restricted intergovernmental revenues:			
ABC Revenue - Law Enforcement	20,776	7,266	(13,510)
ABC Revenue - Fire	15,268	14,258	(1,010)
Controlled Substance Tax	800	209	(591)
Christmas Cops	4,880	4,880	-
Waste Disposal Tax	3,663	3,709	46
Reimbursement Town of Brunswick Police	73,299	74,000	701
Reimbursement Columbus County	348,500	348,500	-
Powell Bill allocation	160,000	176,724	16,724
Total	<u>627,186</u>	<u>629,546</u>	<u>2,360</u>
Permits and fees:			
Building Permits	97,590	68,985	(28,605)
Inspection Fees	57,708	32,611	(25,097)
Total	<u>155,298</u>	<u>101,596</u>	<u>(53,702)</u>
Sales and Services:			
Concessions	1,982	342	(1,640)
Emergency Services	12,000	7,289	(4,711)
Fire Protection Fees	129,698	21,169	(108,529)
Recreation Department Fees & Insurance Pymts.	21,164	23,526	2,362
Total	<u>164,844</u>	<u>52,326</u>	<u>(112,518)</u>

City of Whiteville, North Carolina  
General Fund  
Statement of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
For the Year Ended June 30, 2024

Exhibit B-1

	2024		Variance
	Final Budget	Actual	Positive (Negative)
<b>Other Revenue</b>			
Insurance recovery	26,426	36,587	10,161
Investment earnings	140,000	319,095	179,095
Sale of Fixed Assets	-	38,333	38,333
Rent Income	76,500	69,198	(7,302)
Miscellaneous	297,875	46,555	(251,320)
Total	540,801	509,768	(31,033)
 Total Revenues	 6,781,689	 6,512,745	 (268,944)
<b>Expenditures</b>			
<b>General Government:</b>			
Governing body:			
Salaries and employee benefits	6,730	6,386	344
Operating expenditures	9,164	5,761	3,403
Total	15,894	12,147	3,747
Administration:			
Salaries and employee benefits	162,547	152,787	9,760
Professional services	94,400	84,204	10,196
Operating expenditures	61,340	57,111	4,229
Capital outlay	701,000	714,690	(13,690)
Total	1,019,287	1,008,792	10,495
Public Buildings:			
Operating expenditures	106,000	94,970	11,030
Capital outlay	-	6,922	(6,922)
Total	106,000	101,892	4,108
Total general government	1,141,181	1,122,831	18,350
 <b>Public safety:</b>			
Police department:			
Salaries and employee benefits	1,753,473	1,745,532	7,941
Professional services	173,673	150,734	22,939
Operating expenditures	370,688	322,461	48,227
Capital outlay	260,000	88,837	171,163
Total	2,557,834	2,307,564	250,270
Fire and rescue:			
Salaries and employee benefits	830,880	795,553	35,327
Professional services	49,384	22,685	26,699
Operating expenditures	293,816	268,550	25,266
Capital outlay	-	5,895	(5,895)
Total	1,174,080	1,092,683	81,397

City of Whiteville, North Carolina  
General Fund  
Statement of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
For the Year Ended June 30, 2024

Exhibit B-1

	2024		Variance
	Final Budget	Actual	Positive (Negative)
Planning & Inspection:			
Salaries and employee benefits	169,161	160,048	9,113
Professional services	4,000	10,778	(6,778)
Operating expenditures	57,284	58,518	(1,234)
Total	230,445	229,344	1,101
Safety			
Salaries and employee benefits	213,027	206,946	6,081
Professional services	26,244	23,101	3,143
Operating expenditures	10,000	7,548	2,452
Capital outlay	-	5,937	(5,937)
Total	249,271	243,532	5,739
Total public safety	4,211,630	3,873,123	338,507
Transportation:			
Streets and highways:			
Salaries and employee benefits	149,578	100,299	49,279
Operating expenditures	172,386	131,887	40,499
Maintenance - sidewalks	40,000	57,447	(17,447)
Maintenance - streets	95,000	77,457	17,543
Capital outlay	45,000	43,387	1,613
Total	501,964	410,477	91,487
Garage:			
Operating expenditures	56,773	46,840	9,933
Capital outlay	6,500	5,780	720
Total	63,273	52,620	10,653
Total transportation	565,237	463,097	102,140
Cultural & Recreational:			
Parks and recreation:			
Salaries and employee benefits	458,681	401,674	57,007
Operating expenditures	191,017	209,502	(18,485)
Chamber of Commerce donation	4,000	4,000	-
Columbus County Arts Council	500	500	-
Dream Center donation	1,000	1,000	-
Capital Outlay	30,000	67,983	(37,983)
Total cultural and recreation	685,198	684,659	539

City of Whiteville, North Carolina  
General Fund  
Statement of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
For the Year Ended June 30, 2024

Exhibit B-1

	2024		Variance Positive (Negative)
	Final Budget	Actual	
Debt Service:			
Principal retirement	465,384	389,789	75,595
Interest and fees	78,434	77,243	1,191
Total debt service	<u>543,818</u>	<u>467,032</u>	<u>76,786</u>
Total expenditures	<u>7,147,064</u>	<u>6,610,742</u>	<u>536,322</u>
Revenues over (under) expenditures	(365,375)	(97,997)	267,378
Other Financing Sources (Uses):			
Transfer to WDDC Fund	(78,580)	(78,580)	-
Transfer to Vineland Station Fund	(49,736)	(49,736)	-
Transfer to Provalus Building Renovation Fund	(220,000)	(220,000)	-
Transfer to NCLM W/C Grant Fund	(4,809)	(4,809)	-
Transfer from Hurricane Dorian Recovery Fund	22,384	22,384	-
Transfer from Hurricane Florence Recovery Fund	301,527	301,527	-
Transfer from Sewer Fund	150,000	150,000	-
Appropriated Fund Balance	244,589	-	(244,589)
Total Other Financing Sources (Uses)	<u>365,375</u>	<u>120,786</u>	<u>(244,589)</u>
Net change in fund balance	<u>\$ -</u>	<u>22,789</u>	<u>\$ 22,789</u>
Fund balance:			
Beginning of year, July 1		<u>3,883,854</u>	
End of year, June 30		<u>\$ 3,906,643</u>	



City of Whiteville, North Carolina  
Special Revenue Fund - FY22 SCIF Grant Fund  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
From Inception and for the Year Ended June 30, 2024

	Budget Authorization	Prior Years	Actual Current Years	Total to Date	Variance Positive (Negative)
Revenues:					
SCIF Grant	\$ 2,000,000	\$ 1,500	\$ -	\$ 1,500	\$ (1,998,500)
Total revenues	<u>2,000,000</u>	<u>1,500</u>	<u>-</u>	<u>1,500</u>	<u>(1,998,500)</u>
Expenditures:					
Capital Outlay - Police	-	-	-	-	-
Capital Outlay - PW - Water	250,000	1,500	-	1,500	248,500
Capital Outlay - PW - Sewer	250,000	-	-	-	250,000
Capital Outlay - PW - Storm Water	1,250,000	-	-	-	1,250,000
Capital Outlay - PW - Streets	250,000	-	-	-	250,000
Total expenditures	<u>2,000,000</u>	<u>1,500</u>	<u>-</u>	<u>1,500</u>	<u>1,998,500</u>
Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Sources Over (Under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balances:					
Beginning of year, July 1			<u>-</u>		
End of year, June 30			<u>\$ -</u>		

City of Whiteville, North Carolina  
Nonmajor Governmental Funds  
Combining Balance Sheet  
June 30, 2024

Exhibit C-1

		Special Revenue						
	WDDC Tax Fund	NCLM P&L Insurance	NCLM Workers Comp	FEMA AFG Grant	HMGP Property Acquisition	Hurricane Dorian Recovery	CARES Act	Vineland Station
<b>Assets</b>								
Cash and cash equivalents	\$ 68,111	\$ -	\$ 744	\$ 330	\$ 35,825	\$ -	\$ 1,989	\$ 23,011
Taxes Receivable	1,230	-	-	-	-	-	-	-
Due from other governments	23	-	-	-	-	-	-	128
Due from other funds	-	-	-	-	-	-	-	-
Restricted cash	-	-	-	-	-	-	-	10,426
Total assets	<u>\$ 69,364</u>	<u>\$ -</u>	<u>\$ 744</u>	<u>\$ 330</u>	<u>\$ 35,825</u>	<u>\$ -</u>	<u>\$ 1,989</u>	<u>\$ 33,565</u>
<b>Liabilities and fund balances</b>								
Liabilities:								
Accounts payable and accrued liabilities	\$ 6,391	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,801
Due to other funds	-	-	-	-	-	-	-	20,000
Security Deposits	-	-	-	-	-	-	-	10,426
Unspent Grant	-	-	-	-	-	-	-	-
Total liabilities	<u>6,391</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>33,227</u>
Deferred inflows of resources	<u>1,230</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances:								
Restricted								
Economic Development	-	-	-	-	-	-	-	-
Assigned								
WDDC Tax Fund	61,743	-	-	-	-	-	-	-
Public Safety	-	-	-	330	-	-	1,989	-
Economic Development	-	-	-	-	35,825	-	-	338
Capital Outlay	-	-	744	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-
Total fund balances	<u>61,743</u>	<u>-</u>	<u>744</u>	<u>330</u>	<u>35,825</u>	<u>-</u>	<u>1,989</u>	<u>338</u>
Total liabilities and fund balances	<u>\$ 69,364</u>	<u>\$ -</u>	<u>\$ 744</u>	<u>\$ 330</u>	<u>\$ 35,825</u>	<u>\$ -</u>	<u>\$ 1,989</u>	<u>\$ 33,565</u>

City of Whiteville, North Carolina  
Nonmajor Governmental Funds  
Combining Balance Sheet  
June 30, 2024

Exhibit C-1

	Special Revenue							
	AFG Covid-19 Grant	Hurricane Florence Recovery	Downtown Events Fund	ARPA Fund	Streamflow Grant Fund	AFG FYE 2021 Grant	NCLM WC Safety Grant Fund	NCLM W/C Grant
<b>Assets</b>								
Cash and cash equivalents	\$ 5,973	\$ -	\$ 11,772	\$ 135,783	\$ 110,627	\$ 6	\$ 6,143	\$ -
Taxes Receivable	-	-	-	-	-	-	-	-
Due from other governments	977	-	654	2,758	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	-
Restricted cash	-	-	-	-	-	-	-	-
Total assets	<u>\$ 6,950</u>	<u>\$ -</u>	<u>\$ 12,426</u>	<u>\$ 138,541</u>	<u>\$ 110,627</u>	<u>\$ 6</u>	<u>\$ 6,143</u>	<u>\$ -</u>
<b>Liabilities and fund balances</b>								
Liabilities:								
Accounts payable and accrued liabilities	\$ -	\$ -	\$ 2,136	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	8,715	-	-	-	149,773	-	5,000	191
Security Deposits	-	-	-	-	-	-	-	-
Unspent Grant	-	-	-	138,541	-	-	-	-
Total liabilities	<u>8,715</u>	<u>-</u>	<u>2,136</u>	<u>138,541</u>	<u>149,773</u>	<u>-</u>	<u>5,000</u>	<u>191</u>
Deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances:								
Restricted								
Economic Development	-	-	-	-	-	-	-	-
Assigned								
WDDC Tax Fund	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	1,143	-
Economic Development	-	-	10,290	-	-	-	-	-
Capital Outlay	-	-	-	-	-	6	-	-
Unassigned	(1,765)	-	-	-	(39,146)	-	-	(191)
Total fund balances	<u>(1,765)</u>	<u>-</u>	<u>10,290</u>	<u>-</u>	<u>(39,146)</u>	<u>6</u>	<u>1,143</u>	<u>(191)</u>
Total liabilities and fund balances	<u>\$ 6,950</u>	<u>\$ -</u>	<u>\$ 12,426</u>	<u>\$ 138,541</u>	<u>\$ 110,627</u>	<u>\$ 6</u>	<u>\$ 6,143</u>	<u>\$ -</u>

City of Whiteville, North Carolina  
Nonmajor Governmental Funds  
Combining Balance Sheet  
June 30, 2024

Exhibit C-1

	Capital Projects							Total Nonmajor
	Parks Construction Fund	Provalus Building Renovation	Downtown WIFI Project	Duke Energy Grant	ABC Store Building	Downtown Park Construction	Parks Capital Fund	Governmental Funds
<b>Assets</b>								
Cash and cash equivalents	\$ -	\$ 226,263	\$ 440	\$ 55	\$ 1,906	\$ -	\$ 33,942	\$ 662,920
Taxes Receivable	-	-	-	-	-	-	-	1,230
Due from other governments	-	-	-	-	-	-	-	4,540
Due from other funds	-	-	-	-	-	-	-	-
Restricted cash	-	-	-	-	-	-	-	10,426
Total assets	<u>\$ -</u>	<u>\$ 226,263</u>	<u>\$ 440</u>	<u>\$ 55</u>	<u>\$ 1,906</u>	<u>\$ -</u>	<u>\$ 33,942</u>	<u>\$ 679,116</u>
<b>Liabilities and fund balances</b>								
Liabilities:								
Accounts payable and accrued liabilities	\$ -	\$ 52,809	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 64,137
Due to other funds	-	-	-	-	-	42,078	140,000	365,757
Security Deposits	-	-	-	-	-	-	-	10,426
Unspent Grant	-	-	-	-	-	-	-	138,541
Total liabilities	<u>-</u>	<u>52,809</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>42,078</u>	<u>140,000</u>	<u>578,861</u>
Deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,230</u>
Fund balances:								
Restricted								
Economic Development	-	-	-	-	-	-	-	-
Assigned								
WDDC Tax Fund	-	-	-	-	-	-	-	61,743
Public Safety	-	-	-	-	-	-	-	3,462
Economic Development	-	-	-	-	-	-	-	46,453
Capital Outlay	-	173,454	440	55	1,906	-	-	176,605
Unassigned	-	-	-	-	-	(42,078)	(106,058)	(189,238)
Total fund balances	<u>-</u>	<u>173,454</u>	<u>440</u>	<u>55</u>	<u>1,906</u>	<u>(42,078)</u>	<u>(106,058)</u>	<u>99,025</u>
Total liabilities and fund balances	<u>\$ -</u>	<u>\$ 173,454</u>	<u>\$ 440</u>	<u>\$ 55</u>	<u>\$ 1,906</u>	<u>\$ -</u>	<u>\$ 33,942</u>	<u>\$ 679,116</u>

City of Whiteville, North Carolina  
Nonmajor Governmental Funds  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance  
For the Year Ended June 30, 2024

Exhibit C-2

		Special Revenue						
	WDDC Tax Fund	NCLM P&L Insurance	NCLM Workers Comp	FEMA AGF Grant	HMGP Property Acquisition	Hurricane Dorian Recovery	CARES Act	Vineland Station
<b>Revenues:</b>								
Ad Valorem taxes	\$ 20,017	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted intergovernmental	-	-	-	-	69,101	-	-	-
Other Revenue	1,523	-	-	-	-	-	-	37,712
Total Revenues	21,540	-	-	-	69,101	-	-	37,712
<b>Expenditures:</b>								
General government	-	-	-	-	-	-	-	56,467
Public safety	-	-	-	-	-	-	-	-
Economic and physical development	99,644	-	-	-	-	-	-	28,170
Capital Outlay	-	-	-	-	-	-	-	-
Total Expenditures	99,644	-	-	-	-	-	-	84,637
<b>Revenues over expenditures</b>	(78,104)	-	-	-	69,101	-	-	(46,925)
<b>Other Financing Sources (Uses)</b>								
Transfer (to) from General Fund	78,580	-	-	-	-	(22,384)	-	49,736
Transfer (to) from Other Fund	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	78,580	-	-	-	-	(22,384)	-	49,736
<b>Net Change in Fund Balance</b>	476	-	-	-	69,101	(22,384)	-	2,811
Fund balance, beginning	61,267	-	744	330	(33,276)	22,384	1,989	(2,473)
Fund balance, ending	\$ 61,743	\$ -	\$ 744	\$ 330	\$ 35,825	\$ -	\$ 1,989	\$ 338

City of Whiteville, North Carolina  
Nonmajor Governmental Funds  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance  
For the Year Ended June 30, 2024

Exhibit C-2

	Special Revenue							
	AFG Covid-19 Grant	Hurricane Florence Recovery	Downtown Events Fund	ARPA Fund	Streamflow Grant Fund	AFG FYE 2021 Grant	NCLM WC Safety Grant Fund	NCLM W/C Grant
<b>Revenues:</b>								
Ad Valorem taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted intergovernmental	16,639	62,739	-	352,181	110,627	-	5,000	-
Other Revenue	-	-	9,094	-	-	-	-	-
Total Revenues	16,639	62,739	9,094	352,181	110,627	-	5,000	-
<b>Expenditures:</b>								
General government	-	-	-	-	-	-	-	-
Public safety	9,689	-	-	-	-	-	-	-
Economic and physical development	-	-	31,869	-	-	-	-	-
Capital Outlay	-	-	-	352,181	-	-	-	5,000
Total Expenditures	9,689	-	31,869	352,181	-	-	-	5,000
<b>Revenues over expenditures</b>	6,950	62,739	(22,775)	-	110,627	-	5,000	(5,000)
<b>Other Financing Sources (Uses)</b>								
Transfer (to) from General Fund	-	(301,527)	-	-	-	-	-	4,809
Transfer (to) from Other Fund	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	(301,527)	-	-	-	-	-	4,809
<b>Net Change in Fund Balance</b>	6,950	(238,788)	(22,775)	-	110,627	-	5,000	(191)
Fund balance, beginning	(8,715)	238,788	33,065	-	(149,773)	6	(3,857)	-
Fund balance, ending	\$ (1,765)	\$ -	\$ 10,290	\$ -	\$ (39,146)	\$ 6	\$ 1,143	\$ (191)

City of Whiteville, North Carolina  
Nonmajor Governmental Funds  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance  
For the Year Ended June 30, 2024

Exhibit C-2

	Capital Projects						Total Nonmajor
	Parks Construction Fund	Provalus Building Renovation	Downtown WIFI Project	Duke Energy Grant	ABC Store Building	Downtown Park Construction	Governmental Funds
<b>Revenues:</b>							
Ad Valorem taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 20,017
Restricted intergovernmental	-	-	-	-	-	-	616,287
Other Revenue	-	6,263	-	-	-	23,100	80,374
Total Revenues	-	6,263	-	-	-	23,100	716,678
<b>Expenditures:</b>							
General government	-	-	-	-	-	-	56,467
Public safety	-	-	-	-	-	-	9,689
Economic and physical development	-	-	-	-	-	-	159,683
Capital Outlay	-	52,809	-	-	-	65,178	475,168
Total Expenditures	-	52,809	-	-	-	65,178	701,007
<b>Revenues over expenditures</b>	-	(46,546)	-	-	-	(42,078)	15,671
<b>Other Financing Sources (Uses)</b>							
Transfer (to) from General Fund	140,000	220,000	-	-	-	-	169,214
Transfer (to) from Other Fund	-	-	-	-	-	(140,000)	(140,000)
Total Other Financing Sources (Uses)	140,000	220,000	-	-	-	(140,000)	29,214
<b>Net Change in Fund Balance</b>	140,000	173,454	-	-	-	(42,078)	44,885
Fund balance, beginning	(140,000)	-	440	55	1,906	-	54,140
Fund balance, ending	\$ -	\$ 173,454	\$ 440	\$ 55	\$ 1,906	\$ (42,078)	\$ 99,025

City of Whiteville, North Carolina  
Special Revenue Fund - WDDC Tax District Fund  
Statement of Revenues, Expenditures and Changes in Fund Balances  
Budget and Actual (Non-GAAP)  
For the Year Ended June 30, 2024

Exhibit C-3

	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
Ad Valorem Taxes - Current Year	\$ 25,000	\$ 19,473	\$ (5,527)
Ad Valorem Taxes - Prior Year	-	544	544
Other Revenue	-	1,523	1,523
Total revenues	<u>25,000</u>	<u>21,540</u>	<u>(3,460)</u>
Expenditures:			
Economic and Physical Development			
Salaries and Benefits	83,056	82,634	422
Other Operating Expenses	19,994	17,010	2,984
Total expenditures	<u>103,050</u>	<u>99,644</u>	<u>3,406</u>
Revenues Over (Under) Expenditures	<u>(78,050)</u>	<u>(78,104)</u>	<u>(54)</u>
Other Financing Sources (Uses)			
Transfer from General Fund	78,050	78,580	\$ 530
Total Other Sources (Uses)	<u>78,050</u>	<u>78,580</u>	<u>530</u>
Revenues and Other Sources			
Over (Under) Expenditures	<u>\$ -</u>	476	<u>\$ 476</u>
Fund balances:			
Beginning of year, July 1		<u>61,267</u>	
End of year, June 30		<u>\$ 61,743</u>	



City of Whiteville, North Carolina  
Special Revenue Fund - NCLM P&L Insurance Grant Fund  
Statement of Revenues, Expenditures and Changes in Fund Balances  
Budget and Actual (Non-GAAP)  
From Inception and for the Year Ended June 30, 2024

	Budget Authorization	Prior Years	Actual Current Years	Total to Date	Variance Positive (Negative)
Revenues:					
Local Match	\$ 12,870	\$ -	\$ -	\$ -	\$ (12,870)
Total revenues	<u>12,870</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(12,870)</u>
Expenditures:					
Capital Outlay	17,870	17,870	-	17,870	-
Total expenditures	<u>17,870</u>	<u>17,870</u>	<u>-</u>	<u>17,870</u>	<u>-</u>
Revenues Over (Under) Expenditures	<u>(5,000)</u>	<u>(17,870)</u>	<u>-</u>	<u>(17,870)</u>	<u>(12,870)</u>
Other Financing Sources (Uses)					
Transfer from General Fund	5,000	17,870	-	17,870	12,870
Total Other Sources (Uses)	<u>5,000</u>	<u>17,870</u>	<u>-</u>	<u>17,870</u>	<u>12,870</u>
Revenues and Other Sources Over (Under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balances:					
Beginning of year, July 1			-		
End of year, June 30			<u>\$ -</u>		

City of Whiteville, North Carolina  
Special Revenue Fund - NCLM Workers Comp Grant Fund  
Statement of Revenues, Expenditures and Changes in Fund Balances  
Budget and Actual (Non-GAAP)  
From Inception and for the Year Ended June 30, 2024

	Budget Authorization	Prior Years	Actual Current Years	Total to Date	Variance Positive (Negative)
Revenues:					
NCLM W/C Grant	\$ 1,841	\$ 2,538	\$ -	\$ 2,538	\$ 697
Total revenues	<u>1,841</u>	<u>2,538</u>	<u>-</u>	<u>2,538</u>	<u>697</u>
Expenditures:					
Inventory Assets	3,682	3,636	-	3,636	46
Total expenditures	<u>3,682</u>	<u>3,636</u>	<u>-</u>	<u>3,636</u>	<u>46</u>
Revenues Over (Under) Expenditures	<u>(1,841)</u>	<u>(1,098)</u>	<u>-</u>	<u>(1,098)</u>	<u>743</u>
Other Financing Sources (Uses)					
Transfer from General Fund	1,841	1,842	-	1,842	1
Total Other Sources (Uses)	<u>1,841</u>	<u>1,842</u>	<u>-</u>	<u>1,842</u>	<u>1</u>
Revenues and Other Sources Over (Under) Expenditures	<u>\$ -</u>	<u>\$ 744</u>	<u>-</u>	<u>\$ 744</u>	<u>\$ 744</u>
Fund balances:					
Beginning of year, July 1			<u>744</u>		
End of year, June 30			<u>\$ 744</u>		

City of Whiteville, North Carolina  
Special Revenue Fund - FEMA AFG Grant  
Statement of Revenues, Expenditures and Changes in Fund Balances  
Budget and Actual (Non-GAAP)  
From Inception and for the Year Ended June 30, 2024

	Budget Authorization	Prior Years	Actual Current Years	Total to Date	Variance Positive (Negative)
Revenues:					
FEMA AFG Grant	\$ 120,000	\$ 120,000	\$ -	\$ 120,000	\$ -
Total revenues	<u>120,000</u>	<u>120,000</u>	<u>-</u>	<u>120,000</u>	<u>-</u>
Expenditures:					
Equipment - Air Packs	136,500	136,170	-	136,170	330
Total expenditures	<u>136,500</u>	<u>136,170</u>	<u>-</u>	<u>136,170</u>	<u>330</u>
Revenues Over (Under) Expenditures	<u>(16,500)</u>	<u>(16,170)</u>	<u>-</u>	<u>(16,170)</u>	<u>330</u>
Other Financing Sources (Uses)					
Transfer from General Fund	16,500	16,500	-	16,500	-
Total Other Sources (Uses)	<u>16,500</u>	<u>16,500</u>	<u>-</u>	<u>16,500</u>	<u>-</u>
Revenues and Other Sources Over (Under) Expenditures	<u>\$ -</u>	<u>\$ 330</u>	<u>-</u>	<u>\$ 330</u>	<u>\$ 330</u>
Fund balances:					
Beginning of year, July 1			<u>330</u>		
End of year, June 30			<u>\$ 330</u>		

City of Whiteville, North Carolina  
Special Revenue Fund - HMGP Property Acquisition Grant Fund  
Statement of Revenues, Expenditures and Changes in Fund Balances  
Budget and Actual (Non-GAAP)  
From Inception and for the Year Ended June 30, 2024

	Budget Authorization	Prior Years	Actual Current Years	Total to Date	Variance Positive (Negative)
Revenues:					
FEMA Hurricane Matthew Proceeds	\$ 196,892	\$ 92,790	\$ 69,101	\$ 161,891	\$ (35,001)
Total revenues	<u>196,892</u>	<u>92,790</u>	<u>69,101</u>	<u>161,891</u>	<u>(35,001)</u>
Expenditures:					
Acquisition	144,636	55,821	-	55,821	88,815
Demo & Hazard Mitigation	25,380	54,216	-	54,216	(28,836)
Professional Fees	17,500	4,600	-	4,600	12,900
Project Management Cost	9,376	11,429	-	11,429	(2,053)
Total expenditures	<u>196,892</u>	<u>126,066</u>	<u>-</u>	<u>126,066</u>	<u>70,826</u>
Revenues Over (Under) Expenditures	<u>-</u>	<u>(33,276)</u>	<u>69,101</u>	<u>35,825</u>	<u>35,825</u>
Revenues and Other Sources Over (Under) Expenditures	<u>\$ -</u>	<u>\$ (33,276)</u>	<u>69,101</u>	<u>\$ 35,825</u>	<u>\$ 35,825</u>
Fund balances:					
Beginning of year, July 1			<u>(33,276)</u>		
End of year, June 30			<u>\$ 35,825</u>		

City of Whiteville, North Carolina  
Special Revenue Fund - Hurricane Dorian Recovery  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
From Inception and for the Year Ended June 30, 2024

	Budget Authorization	Prior Years	Actual Current Years	Total to Date	Variance Positive (Negative)
Revenues:					
FEMA Proceeds	\$ 79,500	\$ 78,360	\$ -	\$ 78,360	\$ (1,140)
State of NC Proceeds	26,500	-	-	-	(26,500)
Total revenues	106,000	78,360	-	78,360	(27,640)
Expenditures:					
Emergency Response - Admin	20,000	-	-	-	20,000
Emergency Response-Police	40,000	25,602	-	25,602	14,398
Emergency Response - Fire	20,000	-	-	-	20,000
Emergency Response-Public Works	20,000	24,927	-	24,927	(4,927)
CATEGORY C - Road Repair	6,000	5,447	-	5,447	553
Total expenditures	106,000	55,976	-	55,976	50,024
Revenues Over (Under) Expenditures	-	22,384	-	22,384	22,384
Other Financing Sources (Uses)					
Transfer to General Fund	(22,384)	-	(22,384)	(22,384)	-
Fund balance appropriated	22,384	-	-	-	(22,384)
Total Other Sources (Uses)	-	-	(22,384)	(22,384)	(22,384)
Revenues and Other Sources Over (Under) Expenditures	\$ -	\$ 22,384	(22,384)	\$ -	\$ -
Fund balances:					
Beginning of year, July 1			22,384		
End of year, June 30			\$ -		

City of Whiteville, North Carolina  
Special Revenue Fund - CARES Act Funding  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
From Inception and for the Year Ended June 30, 2024

	Budget Authorization	Prior Years	Actual Current Years	Total to Date	Variance Positive (Negative)
Revenues:					
CARES Act Proceeds	\$ -	\$ 178,696	\$ -	\$ 178,696	\$ 178,696
Total revenues	-	178,696	-	178,696	178,696
Expenditures:					
Emergency Response - Supplies	-	13,207	-	13,207	(13,207)
Emergency Response-Equipment	-	163,500	-	163,500	(163,500)
Total expenditures	-	176,707	-	176,707	(176,707)
Revenues Over (Under) Expenditures	-	1,989	-	1,989	1,989
Revenues and Other Sources Over (Under) Expenditures	\$ -	\$ 1,989	-	\$ 1,989	\$ 1,989
Fund balances:					
Beginning of year, July 1			1,989		
End of year, June 30			\$ 1,989		

City of Whiteville, North Carolina  
Special Revenue Fund - Vineland Station  
Statement of Revenues, Expenditures and Changes in Fund Balances  
Budget and Actual (Non-GAAP)  
For the Year Ended June 30, 2024

Exhibit C-10

	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
Rental Income	\$ 35,000	\$ 37,712	\$ 2,712
Total revenues	<u>35,000</u>	<u>37,712</u>	<u>2,712</u>
Expenditures:			
Economic and Physical Development			
Salaries & Wages	56,210	53,531	2,679
Payroll Taxes	3,436	2,936	500
Contract Labor	-	-	-
Telephone & Postage	3,000	1,953	1,047
Utilities	12,263	13,176	(913)
Advertising	2,194	3,320	(1,126)
Departmental Supplies	1,079	2,109	(1,030)
Insurance & Bonds	6,554	5,293	1,261
Total expenditures	<u>84,736</u>	<u>84,637</u>	<u>99</u>
Revenues Over (Under) Expenditures	<u>(49,736)</u>	<u>(46,925)</u>	<u>2,811</u>
Other Financing Sources (Uses)			
Transfer from General Fund	49,736	49,736	-
Total Other Sources (Uses)	<u>49,736</u>	<u>49,736</u>	<u>-</u>
Revenues and Other Sources			
Over (Under) Expenditures	<u>\$ -</u>	2,811	<u>\$ 2,811</u>
Fund balances:			
Beginning of year, July 1		<u>(2,473)</u>	
End of year, June 30		<u>\$ 338</u>	

City of Whiteville, North Carolina  
Special Revenue Fund - AFG Covid-19 Grant Fund  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
From Inception and for the Year Ended June 30, 2024

	Budget Authorization	Prior Years	Actual Current Years	Total to Date	Variance Positive (Negative)
Revenues:					
AFG COVID-19 Proceeds	\$ 31,638	\$ 13,092	\$ 16,639	\$ 29,731	\$ (1,907)
Total revenues	<u>31,638</u>	<u>13,092</u>	<u>16,639</u>	<u>29,731</u>	<u>(1,907)</u>
Expenditures:					
Supplies	33,220	23,389	9,689	33,078	142
Total expenditures	<u>33,220</u>	<u>23,389</u>	<u>9,689</u>	<u>33,078</u>	<u>142</u>
Revenues Over (Under) Expenditures	<u>(1,582)</u>	<u>(10,297)</u>	<u>6,950</u>	<u>(3,347)</u>	<u>(1,765)</u>
Other Financing Sources (Uses)					
Transfer from General Fund	1,582	1,582	-	1,582	-
Total Other Sources (Uses)	<u>1,582</u>	<u>1,582</u>	<u>-</u>	<u>1,582</u>	<u>-</u>
Revenues and Other Sources Over (Under) Expenditures	<u>\$ -</u>	<u>\$ (8,715)</u>	<u>6,950</u>	<u>\$ (1,765)</u>	<u>\$ (1,765)</u>
Fund balances:					
Beginning of year, July 1			<u>(8,715)</u>		
End of year, June 30			<u>\$ (1,765)</u>		



City of Whiteville, North Carolina  
Special Revenue Fund - Hurricane Florence Recovery  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
From Inception and for the Year Ended June 30, 2024

	Budget Authorization	Prior Years	Actual Current Years	Total to Date	Variance Positive (Negative)
Revenues:					
FEMA Proceeds	\$ 1,171,000	\$ 1,119,216	\$ 62,739	\$ 1,181,955	\$ 10,955
State of NC Proceeds	270,000	170,710	-	170,710	(99,290)
Insurance Proceeds	560,000	478,345	-	478,345	(81,655)
Total revenues	<u>2,001,000</u>	<u>1,768,271</u>	<u>62,739</u>	<u>1,831,010</u>	<u>(169,990)</u>
Expenditures:					
Debris Removal	407,000	406,783	-	406,783	217
Emergency Response	310,000	221,818	-	221,818	88,182
Road Repair	300,000	122,183	-	122,183	177,817
Building & Equipment Damages	626,000	556,254	-	556,254	69,746
Wastewater	134,000	133,999	-	133,999	1
Parks	224,000	88,446	-	88,446	135,554
Total expenditures	<u>2,001,000</u>	<u>1,529,483</u>	<u>-</u>	<u>1,529,483</u>	<u>471,517</u>
Revenues Over (Under) Expenditures	<u>-</u>	<u>238,788</u>	<u>62,739</u>	<u>301,527</u>	<u>301,527</u>
Other Financing Sources (Uses)					
Transfer to General Fund	(301,527)	-	(301,527)	(301,527)	-
Fund balance appropriated	<u>301,527</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(301,527)</u>
Total Other Sources (Uses)	<u>-</u>	<u>-</u>	<u>(301,527)</u>	<u>(301,527)</u>	<u>(301,527)</u>
Revenues and Other Sources Over (Under) Expenditures	<u>\$ -</u>	<u>\$ 238,788</u>	<u>(238,788)</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balances:					
Beginning of year, July 1			<u>238,788</u>		
End of year, June 30			<u>\$ -</u>		

City of Whiteville, North Carolina  
Special Revenue Fund - NCLM W/C Grant Fund  
Statement of Revenues, Expenditures and Changes in Fund Balances  
Budget and Actual (Non-GAAP)  
From Inception and for the Year Ended June 30, 2024

	Budget Authorization	Prior Years	Actual Current Years	Total to Date	Variance Positive (Negative)
Revenues:					
NCLM W/C Safety Grant Proceeds	\$ 5,000	\$ -	\$ -	\$ -	\$ (5,000)
Total revenues	<u>5,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(5,000)</u>
Expenditures:					
Capital Outlay	9,809	-	5,000	5,000	4,809
Total expenditures	<u>9,809</u>	<u>-</u>	<u>5,000</u>	<u>5,000</u>	<u>4,809</u>
Revenues Over (Under) Expenditures	<u>(4,809)</u>	<u>-</u>	<u>(5,000)</u>	<u>(5,000)</u>	<u>(191)</u>
Other Financing Sources (Uses)					
Transfer from General Fund	4,809	-	4,809	4,809	-
Total Other Sources (Uses)	<u>4,809</u>	<u>-</u>	<u>4,809</u>	<u>4,809</u>	<u>-</u>
Revenues and Other Sources Over (Under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	(191)	<u>\$ (191)</u>	<u>\$ (191)</u>
Fund balances:					
Beginning of year, July 1			-		
End of year, June 30			<u>\$ (191)</u>		

City of Whiteville, North Carolina  
Special Revenue Fund - Downtown Events Fund  
Statement of Revenues, Expenditures and Changes in Fund Balances  
Budget and Actual (Non-GAAP)  
From Inception and for the Year Ended June 30, 2024

	Budget Authorization	Prior Years	Actual Current Years	Total to Date	Variance Positive (Negative)
Revenues:					
Events Proceeds	\$ 60,000	\$ 45,465	\$ 9,094	\$ 54,559	\$ (5,441)
Total revenues	<u>60,000</u>	<u>45,465</u>	<u>9,094</u>	<u>54,559</u>	<u>(5,441)</u>
Expenditures:					
Events Expenditures	75,000	27,400	31,869	59,269	15,731
Total expenditures	<u>75,000</u>	<u>27,400</u>	<u>31,869</u>	<u>59,269</u>	<u>15,731</u>
Revenues Over (Under) Expenditures	<u>(15,000)</u>	<u>18,065</u>	<u>(22,775)</u>	<u>(4,710)</u>	<u>10,290</u>
Other Financing Sources (Uses)					
Transfer from ARPA Fund	15,000	15,000	-	15,000	-
Total Other Sources (Uses)	<u>15,000</u>	<u>15,000</u>	<u>-</u>	<u>15,000</u>	<u>-</u>
Revenues and Other Sources Over (Under) Expenditures	<u>\$ -</u>	<u>\$ 33,065</u>	<u>(22,775)</u>	<u>\$ 10,290</u>	<u>\$ 10,290</u>
Fund balances:					
Beginning of year, July 1			<u>33,065</u>		
End of year, June 30			<u>\$ 10,290</u>		

City of Whiteville, North Carolina  
Special Revenue Fund - Coronavirus State Local Fiscal Recovery Funds CFR 21.027 (ARPA Fund)  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
From Inception and for the Year Ended June 30, 2024

	Budget Authorization	Prior Years	Actual Current Years	Total to Date	Variance Positive (Negative)
Revenues:					
ARP Fund Proceeds FY 21-22	\$ 844,389	\$ 844,389	\$ -	\$ 844,389	\$ -
ARP Fund Proceeds FY 22-23	844,389	353,667	352,181	705,848	(138,541)
Total revenues	<u>1,688,778</u>	<u>1,198,056</u>	<u>352,181</u>	<u>1,550,237</u>	<u>(138,541)</u>
Expenditures:					
Capital Outlay-Viper Radios	135,000	132,407	-	132,407	2,593
Capital Outlay-Security Camera System	124,000	77,348	81,204	158,552	(34,552)
Capital Outlay-Infrastructure, F.A.	1,201,689	813,767	252,650	1,066,417	135,272
Capital Outlay-Vineland Structure Imprv.	100,000	47,298	1,000	48,298	51,702
Capital Outlay-Public Safety PPE	42,000	44,376	-	44,376	(2,376)
Capital Outlay-IT-Fiber Optic Connection	17,778	14,550	-	14,550	3,228
Total expenditures	<u>1,620,467</u>	<u>1,129,746</u>	<u>352,181</u>	<u>1,481,927</u>	<u>138,540</u>
Revenues Over (Under) Expenditures	<u>68,311</u>	<u>68,310</u>	<u>-</u>	<u>68,310</u>	<u>(1)</u>
Other Financing Sources (Uses)					
Transfer to Water Fund	-	-	-	-	-
Transfer to Sewer Fund	-	-	-	-	-
Transfer to Vineland Depot Fund	(38,500)	(38,500)	-	(38,500)	-
Transfer to Concert Series Fund	(15,000)	(15,000)	-	(15,000)	-
Transfer to FEMA AFG FY 2021 Fund	(1,729)	(1,728)	-	(1,728)	1
Transfer to NCLM WC Grant Fund	(13,082)	(13,082)	-	(13,082)	-
Total Other Sources (Uses)	<u>(68,311)</u>	<u>(68,310)</u>	<u>-</u>	<u>(68,310)</u>	<u>1</u>
Revenues and Other Sources Over (Under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balances:					
Beginning of year, July 1			-		
End of year, June 30			<u>\$ -</u>		

City of Whiteville, North Carolina  
Special Revenue Fund - Streamflow Rehab. Program Grant Fund  
Statement of Revenues, Expenditures and Changes in Fund Balances  
Budget and Actual (Non-GAAP)  
From Inception and for the Year Ended June 30, 2024

	Budget Authorization	Prior Years	Actual Current Years	Total to Date	Variance Positive (Negative)
Revenues:					
Streamflow Rehab. Program Grant	\$ 273,466	\$ -	\$ 110,627	\$ 110,627	\$ (162,839)
Total revenues	<u>273,466</u>	<u>-</u>	<u>110,627</u>	<u>110,627</u>	<u>(162,839)</u>
Expenditures:					
Debris Removal	273,466	149,773	-	149,773	123,693
Total expenditures	<u>273,466</u>	<u>149,773</u>	<u>-</u>	<u>149,773</u>	<u>123,693</u>
Revenues Over (Under) Expenditures	<u>-</u>	<u>(149,773)</u>	<u>110,627</u>	<u>(39,146)</u>	<u>(39,146)</u>
Revenues and Other Sources Over (Under) Expenditures	<u>\$ -</u>	<u>\$ (149,773)</u>	<u>110,627</u>	<u>\$ (39,146)</u>	<u>\$ (39,146)</u>
Fund balances:					
Beginning of year, July 1			<u>(149,773)</u>		
End of year, June 30			<u>\$ (39,146)</u>		

City of Whiteville, North Carolina  
Special Revenue Fund - AFG FYE 2021 Grant Fund  
Statement of Revenues, Expenditures and Changes in Fund Balances  
Budget and Actual (Non-GAAP)  
From Inception and for the Year Ended June 30, 2024

	Budget Authorization	Prior Years	Actual Current Years	Total to Date	Variance Positive (Negative)
Revenues:					
AFG FYE 2021 Grant	\$ 34,565	\$ 34,565	\$ -	\$ 34,565	\$ -
Total revenues	<u>34,565</u>	<u>34,565</u>	<u>-</u>	<u>34,565</u>	<u>-</u>
Expenditures:					
Capital Outlay	36,293	36,287	-	36,287	6
Total expenditures	<u>36,293</u>	<u>36,287</u>	<u>-</u>	<u>36,287</u>	<u>6</u>
Revenues Over (Under) Expenditures	<u>(1,728)</u>	<u>(1,722)</u>	<u>-</u>	<u>(1,722)</u>	<u>6</u>
Other Financing Sources (Uses)					
Transfer from ARPA Fund	1,728	1,728	-	1,728	-
Total Other Sources (Uses)	<u>1,728</u>	<u>1,728</u>	<u>-</u>	<u>1,728</u>	<u>-</u>
Revenues and Other Sources Over (Under) Expenditures	<u>\$ -</u>	<u>\$ 6</u>	<u>-</u>	<u>\$ 6</u>	<u>\$ 6</u>
Fund balances:					
Beginning of year, July 1			<u>6</u>		
End of year, June 30			<u>\$ 6</u>		

City of Whiteville, North Carolina  
Special Revenue Fund - NCLM WC Safety Grant Fund  
Statement of Revenues, Expenditures and Changes in Fund Balances  
Budget and Actual (Non-GAAP)  
From Inception and for the Year Ended June 30, 2024

	Budget Authorization	Prior Years	Actual Current Years	Total to Date	Variance Positive (Negative)
Revenues:					
NCLM WC Safety Grant	\$ 5,000	\$ -	\$ 5,000	\$ 5,000	\$ -
Total revenues	<u>5,000</u>	<u>-</u>	<u>5,000</u>	<u>5,000</u>	<u>-</u>
Expenditures:					
Capital Outlay	18,082	16,939	-	16,939	1,143
Total expenditures	<u>18,082</u>	<u>16,939</u>	<u>-</u>	<u>16,939</u>	<u>1,143</u>
Revenues Over (Under) Expenditures	<u>(13,082)</u>	<u>(16,939)</u>	<u>5,000</u>	<u>(11,939)</u>	<u>1,143</u>
Other Financing Sources (Uses)					
Transfer from ARPA Fund	13,082	13,082	-	13,082	-
Total Other Sources (Uses)	<u>13,082</u>	<u>13,082</u>	<u>-</u>	<u>13,082</u>	<u>-</u>
Revenues and Other Sources Over (Under) Expenditures	<u>\$ -</u>	<u>\$ (3,857)</u>	<u>5,000</u>	<u>\$ 1,143</u>	<u>\$ 1,143</u>
Fund balances:					
Beginning of year, July 1			<u>(3,857)</u>		
End of year, June 30			<u>\$ 1,143</u>		

City of Whiteville, North Carolina  
Capital Project Fund - Parks Construction Fund  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
From Inception and for the Year Ended June 30, 2024

	Budget Authorization	Prior Years	Actual Current Years	Total to Date	Variance Positive (Negative)
Revenues:					
Golden Leaf Grant	\$ -	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-	-
Expenditures:					
Equipment	235,000	235,000	-	235,000	-
Total expenditures	235,000	235,000	-	235,000	-
Revenues Over (Under) Expenditures	(235,000)	(235,000)	-	(235,000)	-
Other Financing Sources (Uses)					
Transfer from Parks Capital Fund	235,000	95,000	140,000	235,000	-
Total Other Sources (Uses)	235,000	95,000	140,000	235,000	-
Revenues and Other Sources Over (Under) Expenditures	<u>\$ -</u>	<u>\$ (140,000)</u>	140,000	<u>\$ -</u>	<u>\$ -</u>
Fund balances:					
Beginning of year, July 1			(140,000)		
End of year, June 30			<u>\$ -</u>		



City of Whiteville, North Carolina  
Capital Project Fund - Provalus Building Renovation Fund  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
From Inception and for the Year Ended June 30, 2024

	Budget Authorization	Prior Years	Actual Current Years	Total to Date	Variance Positive (Negative)
Revenues:					
Building Reuse Grant	\$ 390,000	\$ -	\$ -	\$ -	\$ (390,000)
One NC Grant	300,000	-	-	-	(300,000)
Columbus Jobs Foundation Grant	90,000	-	-	-	(90,000)
Insurance Proceeds	6,263	-	6,263	6,263	-
Total revenues	<u>786,263</u>	<u>-</u>	<u>6,263</u>	<u>6,263</u>	<u>(780,000)</u>
Expenditures:					
Professional Fees	90,000	-	-	-	90,000
Preliminary Plan Design	22,000	-	-	-	22,000
Design Fees	78,000	-	44,988	44,988	33,012
Construction	766,263	-	-	-	766,263
Demolition	50,000	-	7,821	7,821	42,179
Total expenditures	<u>1,006,263</u>	<u>-</u>	<u>52,809</u>	<u>52,809</u>	<u>953,454</u>
Revenues Over (Under) Expenditures	<u>(220,000)</u>	<u>-</u>	<u>(46,546)</u>	<u>(46,546)</u>	<u>173,454</u>
Other Financing Sources (Uses)					
Transfer from General Fund	220,000	-	220,000	220,000	-
Total Other Sources (Uses)	<u>220,000</u>	<u>-</u>	<u>220,000</u>	<u>220,000</u>	<u>-</u>
Revenues and Other Sources Over (Under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>173,454</u>	<u>\$ 173,454</u>	<u>\$ 173,454</u>
Fund balances:					
Beginning of year, July 1			<u>-</u>		
End of year, June 30			<u>\$ 173,454</u>		

City of Whiteville, North Carolina  
Capital Project Fund - Downtown WIFI Project  
Statement of Revenues, Expenditures and Changes in Fund Balances  
Budget and Actual (Non-GAAP)  
From Inception and for the Year Ended June 30, 2024

	Project Authorization	Prior Years	Actual Current Years	Total to Date	Variance Positive (Negative)
Revenues:					
Grant Proceeds	\$ 50,000	\$ 50,000	\$ -	\$ 50,000	\$ -
Total revenues	<u>50,000</u>	<u>50,000</u>	<u>-</u>	<u>50,000</u>	<u>-</u>
Expenditures:					
Professional Fees and Equipment	50,000	49,560	-	49,560	440
Total expenditures	<u>50,000</u>	<u>49,560</u>	<u>-</u>	<u>49,560</u>	<u>440</u>
Revenues Over (Under) Expenditures	<u>-</u>	<u>440</u>	<u>-</u>	<u>440</u>	<u>440</u>
Revenues and Other Sources Over (Under) Expenditures	<u>\$ -</u>	<u>\$ 440</u>	<u>-</u>	<u>\$ 440</u>	<u>\$ 440</u>
Fund balances:					
Beginning of year, July 1			<u>440</u>		
End of year, June 30			<u>\$ 440</u>		

City of Whiteville, North Carolina  
Capital Project Fund - Duke Energy Grant  
Statement of Revenues, Expenditures and Changes in Fund Balances  
Budget and Actual (Non-GAAP)  
From Inception and for the Year Ended June 30, 2024

	Budget Authorization	Prior Years	Actual Current Years	Total to Date	Variance Positive (Negative)
Revenues:					
Duke Energy Grant	\$ 49,600	\$ 49,630	\$ -	\$ 49,630	\$ 30
Total revenues	<u>49,600</u>	<u>49,630</u>	<u>-</u>	<u>49,630</u>	<u>30</u>
Expenditures:					
Safety Equipment	49,600	49,575	-	49,575	25
Total expenditures	<u>49,600</u>	<u>49,575</u>	<u>-</u>	<u>49,575</u>	<u>25</u>
Revenues Over (Under) Expenditures	<u>-</u>	<u>55</u>	<u>-</u>	<u>55</u>	<u>55</u>
Revenues and Other Sources Over (Under) Expenditures	<u>\$ -</u>	<u>\$ 55</u>	<u>-</u>	<u>\$ 55</u>	<u>\$ 55</u>
Fund balances:					
Beginning of year, July 1			<u>55</u>		
End of year, June 30			<u>\$ 55</u>		

City of Whiteville, North Carolina  
Capital Project Fund - ABC Store Building Construction  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
From Inception and for the Year Ended June 30, 2024

	Budget Authorization	Prior Years	Actual Current Years	Total to Date	Variance Positive (Negative)
Revenues:					
Misc. Revenue	\$ -	\$ 1,931	\$ -	\$ 1,931	\$ 1,931
Total revenues	-	1,931	-	1,931	1,931
Expenditures:					
Land Acquisition	218,000	218,000	-	218,000	-
Design and Construction Management	98,500	101,840	-	101,840	(3,340)
Building Cost	940,000	944,613	-	944,613	(4,613)
Soil Testing & Surveying	20,500	16,048	-	16,048	4,452
Misc. Expense	-	124	-	124	(124)
Contingency	5,000	1,400	-	1,400	3,600
Total expenditures	1,282,000	1,282,025	-	1,282,025	(25)
Revenues Over (Under) Expenditures	(1,282,000)	(1,280,094)	-	(1,280,094)	1,906
Other Financing Sources (Uses)					
NCDOT Proceeds	332,000	332,000	-	332,000	-
Loan Proceeds	950,000	950,000	-	950,000	-
Total Other Sources (Uses)	1,282,000	1,282,000	-	1,282,000	-
Revenues and Other Sources Over (Under) Expenditures	\$ -	\$ 1,906	-	\$ 1,906	\$ 1,906
Fund balances:					
Beginning of year, July 1			1,906		
End of year, June 30			\$ 1,906		

City of Whiteville, North Carolina  
Capital Project Fund - New Downtown Park Construction Fund  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balances - Budget and Actual  
From Inception and for the Year Ended June 30, 2024

	Budget Authorization	Prior Years	Actual Current Years	Total to Date	Variance Positive (Negative)
Revenues:					
Rural Transformation Grant Proceeds	\$ 439,000	\$ -	\$ -	\$ -	\$ (439,000)
NCLWF	628,786	-	-	-	(628,786)
Private Donations	116,000	-	23,100	23,100	(92,900)
Total revenues	<u>1,183,786</u>	<u>-</u>	<u>23,100</u>	<u>23,100</u>	<u>(1,160,686)</u>
Expenditures:					
Design Fees	372,516	-	65,178	65,178	307,338
Rural Transformation Grant Admin.	39,000	-	-	-	39,000
Stormwater Infrastructure	628,786	-	-	-	628,786
Contingency	143,484	-	-	-	143,484
Total expenditures	<u>1,183,786</u>	<u>-</u>	<u>65,178</u>	<u>65,178</u>	<u>1,118,608</u>
Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>(42,078)</u>	<u>(42,078)</u>	<u>(42,078)</u>
Other Financing Sources (Uses)					
Transfer from General Fund	-	-	-	-	-
Total Other Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Sources Over (Under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>(42,078)</u>	<u>\$ (42,078)</u>	<u>\$ (42,078)</u>
Fund balances:					
Beginning of year, July 1			<u>-</u>		
End of year, June 30			<u>\$ (42,078)</u>		

City of Whiteville, North Carolina  
Capital Project Fund - Parks Capital Fund  
Statement of Revenues, Expenditures and Changes in Fund Balances  
Budget and Actual (Non-GAAP)  
From Inception and for the Year Ended June 30, 2024

	Budget Authorization	Prior Years	Actual Current Years	Total to Date	Variance Positive (Negative)
Revenues:					
Tournament Ball Field Rentals	\$ 35,000	\$ 18,260	\$ 2,682	\$ 20,942	\$ (14,058)
Sponsorship	-	13,000	-	13,000	13,000
Tournament Concessions	15,000	-	-	-	(15,000)
Total revenues	<u>50,000</u>	<u>31,260</u>	<u>2,682</u>	<u>33,942</u>	<u>(16,058)</u>
Expenditures:					
Direct Tournament Contract Labor	25,000	-	-	-	25,000
Total expenditures	<u>25,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>25,000</u>
Revenues Over (Under) Expenditures	<u>25,000</u>	<u>31,260</u>	<u>2,682</u>	<u>33,942</u>	<u>8,942</u>
Other Financing Sources (Uses)					
Transfer from General Fund	(25,000)	-	-	-	25,000
Transfer to Parks Construction Fund	-	-	(140,000)	(140,000)	(140,000)
Total Other Sources (Uses)	<u>(25,000)</u>	<u>-</u>	<u>(140,000)</u>	<u>(140,000)</u>	<u>(115,000)</u>
Revenues and Other Sources Over (Under) Expenditures	<u>\$ -</u>	<u>\$ 31,260</u>	<u>(137,318)</u>	<u>\$ (106,058)</u>	<u>\$ (106,058)</u>
Fund balances:					
Beginning of year, July 1			<u>31,260</u>		
End of year, June 30			<u>\$ (106,058)</u>		

City of Whiteville, North Carolina  
Water Fund  
Schedule of Revenues and Expenditures  
Budget & Actual (Non-GAAP)  
For the Year Ended June 30, 2024

Exhibit D-1

	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Operating Revenues:			
Water Sales	\$ 1,510,945	\$ 1,535,155	\$ 24,210
Water Connections	5,000	19,765	14,765
Reconnection Fees	51,000	59,344	8,344
Total Operating Revenues	<u>1,566,945</u>	<u>1,614,264</u>	<u>47,319</u>
Nonoperating Revenues:			
Water Tank Lease	56,000	50,869	(5,131)
Miscellaneous	3,000	3,077	77
Total Nonoperating Revenues	<u>59,000</u>	<u>53,946</u>	<u>(5,054)</u>
Total Revenues	<u>1,625,945</u>	<u>1,668,210</u>	<u>42,265</u>
Expenditures:			
Water & Sewer Administration:			
Professional Fees	147,364	146,751	613
Total Administration	<u>147,364</u>	<u>146,751</u>	<u>613</u>
Water Operations:			
Salaries and Employee Benefits	698,973	663,592	35,381
Utilities	84,500	85,539	(1,039)
Supplies	278,490	231,907	46,583
Other Departmental Expenses	237,879	244,083	(6,204)
Capital Outlay	26,710	30,898	(4,188)
Total Water Operations	<u>1,326,552</u>	<u>1,256,019</u>	<u>70,533</u>
Debt service:			
Principal Retirement	15,683	11,183	4,500
Principal - Lease	-	985	(985)
Interest - Lease	-	20	(20)
Total Debt Service	<u>15,683</u>	<u>12,188</u>	<u>3,495</u>
Total Expenditures	<u>1,489,599</u>	<u>1,414,958</u>	<u>74,641</u>
Other Financing Sources (Uses):			
Transfer from (to) General Fund	(75,000)	(75,000)	-
Appropriated (Contributed) Fund Balance	(61,346)	-	61,346
Total Other Sources (Uses)	<u>(136,346)</u>	<u>(75,000)</u>	<u>61,346</u>
Revenues and Other Sources over Expenditures and Other Financing Uses	<u>\$ -</u>	<u>178,252</u>	<u>\$ 178,252</u>

City of Whiteville, North Carolina  
Water Fund  
Schedule of Revenues and Expenditures  
Budget & Actual (Non-GAAP)  
For the Year Ended June 30, 2024

Exhibit D-1

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Reconciliation from budgetary basis (modified accrual) to full accrual:			
Reconciling Items:			
Principal retirement		11,183	
Capital outlay		30,898	
Depreciation		(69,983)	
Principal payment - Lease Liability		985	
Amortization - Lease Asset		(1,144)	
Increase (decrease) in deferred outflows of resources - pensions		9,472	
Increase (decrease) in deferred outflows of resources - OPEB		2,762	
(Increase) decrease in net pension liability		(26,867)	
(Increase) decrease in OPEB liability		(23,418)	
(Increase) decrease in deferred inflows of resources - pensions		2,317	
(Increase) decrease in deferred inflows of resources - OPEB		(35,526)	
Total Reconciling items		<u>(99,318)</u>	
Change in net position		<u>\$ 78,934</u>	



City of Whiteville, North Carolina  
Water Assessment Project - Capital Project Fund  
Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)  
From Inception and for the Year Ended June 30, 2024

	Budget Authorization	Prior Years	Actual Current Years	Total to Date	Variance Positive (Negative)
Revenues:					
NCDEQ Grant Proceeds	\$ 150,000	\$ 98,500	\$ -	\$ 98,500	\$ (51,500)
Total revenues	<u>150,000</u>	<u>98,500</u>	<u>-</u>	<u>98,500</u>	<u>(51,500)</u>
Expenditures:					
Professional Services	157,500	105,352	-	105,352	52,148
Total expenditures	<u>157,500</u>	<u>105,352</u>	<u>-</u>	<u>105,352</u>	<u>52,148</u>
Revenues Over (Under)					
Expenditures	<u>(7,500)</u>	<u>(6,852)</u>	<u>-</u>	<u>(6,852)</u>	<u>648</u>
Other Financing Sources (Uses)					
Transfer from Other Fund	7,500	7,500	-	7,500	-
Total Other Sources (Uses)	<u>7,500</u>	<u>7,500</u>	<u>-</u>	<u>7,500</u>	<u>-</u>
Revenues and Other Sources					
Over (Under) Expenditures	<u>\$ -</u>	<u>\$ 648</u>	<u>\$ -</u>	<u>\$ 648</u>	<u>\$ 648</u>

City of Whiteville, North Carolina  
Sewer Fund  
Schedule of Revenues and Expenditures  
Budget & Actual (Non-GAAP)  
For the Year Ended June 30, 2024

Exhibit D-2

	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Operating Revenues:			
Sewer Charges	\$ 2,562,076	\$ 2,635,069	\$ 72,993
Sewer Connections	-	5,000	5,000
Reconnection Fees	35,000	41,246	6,246
Total Operating Revenues	<u>2,597,076</u>	<u>2,681,315</u>	<u>84,239</u>
Nonoperating Revenues:			
Sewer Line Expansion Revenue	140,000	133,206	(6,794)
Miscellaneous	-	1,328	1,328
Total Nonoperating Revenues	<u>140,000</u>	<u>134,534</u>	<u>(5,466)</u>
Total Revenues	<u>2,737,076</u>	<u>2,815,849</u>	<u>78,773</u>
Expenditures:			
Sewer Administration:			
Salaries and Employee Benefits	244,323	243,955	368
Supplies	1,200	2,499	(1,299)
Other Departmental Expenses	44,970	44,394	576
Professional Fees	141,600	145,211	(3,611)
Governing Body			
Salaries and Employee Benefits	6,733	6,386	347
Other Expenses	9,164	5,432	3,732
Total Administration	<u>447,990</u>	<u>447,877</u>	<u>113</u>
Sewer Operations:			
Salaries and Employee Benefits	339,680	389,429	(49,749)
Utilities	59,100	92,118	(33,018)
Supplies	160,233	201,068	(40,835)
Other Departmental Expenses	82,049	66,075	15,974
Capital Outlay	304,750	361,360	(56,610)
Total Sewer Operations	<u>945,812</u>	<u>1,110,050</u>	<u>(164,238)</u>
Wastewater Treatment:			
Salaries and Employee Benefits	296,696	276,955	19,741
Utilities	179,000	134,230	44,770
Supplies	104,470	137,193	(32,723)
Other Departmental Expenses	138,113	131,055	7,058
Capital Outlay	15,250	-	15,250
Total Wastewater Treatment	<u>733,529</u>	<u>679,433</u>	<u>54,096</u>
Debt service:			
Principal Retirement	487,589	498,542	(10,953)
Interest and other charges	29,374	16,919	12,455
Principal - Lease	-	985	(985)
Interest - Lease	-	20	(20)
Total Debt Service	<u>516,963</u>	<u>516,466</u>	<u>497</u>
Total Expenditures	<u>2,644,294</u>	<u>2,753,826</u>	<u>(109,532)</u>

City of Whiteville, North Carolina  
Sewer Fund  
Schedule of Revenues and Expenditures  
Budget & Actual (Non-GAAP)  
For the Year Ended June 30, 2024

Exhibit D-2

	Final Budget	Actual	Variance Favorable (Unfavorable)
Other Financing Sources (Uses):			
Transfer to Other Funds	(75,000)	(75,000)	-
Appropriated (Contributed) Fund Balance	(17,782)	-	17,782
Total Other Sources (Uses)	<u>(92,782)</u>	<u>(75,000)</u>	<u>17,782</u>
Revenues and Other Sources over Expenditures and Other Financing Uses	<u>\$ -</u>	<u>(12,977)</u>	<u>\$ (12,977)</u>
Reconciliation from budgetary basis (modified accrual) to full accrual:			
Reconciling Items:			
Principal retirement		498,542	
Capital outlay		158,669	
Depreciation		(458,183)	
Principal Payment - Lease Liability		985	
Armortization - Right to Use Assets		(710)	
Increase (decrease) in deferred outflows of resources - pensions		15,256	
Increase (decrease) in deferred outflows of resources - OPEB		(9,003)	
(Increase) decrease in net pension liability		(43,278)	
(Increase) decrease in OPEB liability		(10,364)	
(Increase) decrease in deferred inflows of resources - pensions		3,733	
(Increase) decrease in deferred inflows of resources - OPEB		(36,834)	
Capital Contribution (Ex D-2C)		500,000	
Capital Contribution (Ex D-2D)		112,980	
Expenditures (Ex D-2D)		(206,370)	
Capital Contribution (Ex D-2E)		15,000	
Expenditures (Ex D-2E)		(15,000)	
Total Reconciling items		<u>525,423</u>	
Change in net position		<u>\$ 512,446</u>	

City of Whiteville, North Carolina  
Waste Water Asset Inventory & Assessment - Capital Project Fund  
Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)  
From Inception and for the Year Ended June 30, 2024

	Budget Authorization	Prior Years	Actual Current Years	Total to Date	Variance Positive (Negative)
Revenues:					
NCDENR Grant Proceeds	\$ -	\$ 150,000	\$ -	\$ 150,000	\$ 150,000
Total revenues	-	150,000	-	150,000	150,000
Expenditures:					
Professional Fees	-	146,500	-	146,500	(146,500)
Computer Hardware	-	(2,590)	-	(2,590)	2,590
Computer Software	-	11,000	-	11,000	(11,000)
Total expenditures	-	154,910	-	154,910	(154,910)
Revenues Over (Under) Expenditures	-	(4,910)	-	(4,910)	(4,910)
Other Financing Sources (Uses)					
Transfer from Sewer Fund	-	7,500	-	7,500	7,500
Total Other Sources (Uses)	-	7,500	-	7,500	7,500
Revenues and Other Sources Over (Under) Expenditures	\$ -	\$ 2,590	\$ -	\$ 2,590	\$ 2,590

City of Whiteville, North Carolina  
Mollie Branch Sewer Construction- Capital Project Fund  
Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)  
From Inception and for the Year Ended June 30, 2024

	Budget Authorization	Prior Years	Actual Current Years	Total to Date	Variance Positive (Negative)
Expenditures:					
Administrative Cost	\$ 81,740	\$ 82,564	\$ -	\$ 82,564	\$ (824)
Engineering Cost	98,910	275,812	-	275,812	(176,902)
Surveying	20,200	-	10,864	10,864	9,336
Bidding Assistance	12,000	-	13,500	13,500	(1,500)
Loan Closing Fee	22,312	-	-	-	22,312
Construction Cost	975,360	795,609	-	795,609	179,751
Total expenditures	<u>1,210,522</u>	<u>1,153,985</u>	<u>24,364</u>	<u>1,178,349</u>	<u>32,173</u>
Revenues Over (Under) Expenditures	<u>(1,210,522)</u>	<u>(1,153,985)</u>	<u>(24,364)</u>	<u>(1,178,349)</u>	<u>32,173</u>
Other Financing Sources (Uses)					
NCDEQ Loan	1,115,575	1,107,325	-	1,107,325	(8,250)
Transfer from Sewer Fund	94,947	94,947	-	94,947	-
Total Other Sources (Uses)	<u>1,210,522</u>	<u>1,202,272</u>	<u>-</u>	<u>1,202,272</u>	<u>(8,250)</u>
Revenues and Other Sources Over (Under) Expenditures	<u>\$ -</u>	<u>\$ 48,287</u>	<u>\$ (24,364)</u>	<u>\$ 23,923</u>	<u>\$ 23,923</u>

City of Whiteville, North Carolina  
Mollie Branch Sewer Construction Ph. II - Capital Project Fund  
Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)  
From Inception and for the Year Ended June 30, 2024

	Budget		Actual		Variance
	Authorization	Prior	Current	Total	Positive
		Years	Years	to Date	(Negative)
Revenues:					
Grant Proceeds-NCDEQ	\$ 500,000	\$ -	\$ 500,000	\$ 500,000	\$ -
Total revenues	500,000	-	500,000	500,000	-
Expenditures:					
Construction Administrative Fees	182,410	23,726	166,184	189,910	(7,500)
Bidding Assistance	-	162	(162)	-	-
Loan Administration Fees	-	2,000	5,500	7,500	(7,500)
Land Surveying & Legal Fees	25,000	10,100	(100)	10,000	15,000
Engineering Planning	31,000	30,018	(18)	30,000	1,000
Engineering Design	212,630	168,630	45,000	213,630	(1,000)
Construction Cost	4,227,946	2,391,141	1,375,977	3,767,118	460,828
Construction Inspection	8,500	8,500	(8,500)	-	8,500
Total expenditures	4,687,486	2,634,277	1,583,881	4,218,158	469,328
Revenues Over (Under) Expenditures	(4,187,486)	(2,634,277)	(1,083,881)	(3,718,158)	469,328
Other Financing Sources (Uses)					
Loan Proceeds-NCDEQ	4,187,486	2,405,036	1,313,122	3,718,158	(469,328)
Total Other Sources (Uses)	4,187,486	2,405,036	1,313,122	3,718,158	(469,328)
Revenues and Other Sources					
Over (Under) Expenditures	\$ -	\$ (229,241)	\$ 229,241	\$ -	\$ -

City of Whiteville, North Carolina  
Golden Leaf M.B. Stream Restoration - Capital Project Fund  
Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)  
From Inception and for the Year Ended June 30, 2024

	Budget Authorization	Prior Years	Actual Current Years	Total to Date	Variance Positive (Negative)
Revenues:					
Golden Leaf Grant	\$ 249,880	\$ -	\$ 112,980	\$ 112,980	\$ (136,900)
Total revenues	<u>249,880</u>	<u>-</u>	<u>112,980</u>	<u>112,980</u>	<u>(136,900)</u>
Expenditures:					
Engineering	249,880	-	206,370	206,370	43,510
Total expenditures	<u>249,880</u>	<u>-</u>	<u>206,370</u>	<u>206,370</u>	<u>43,510</u>
Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>(93,390)</u>	<u>(93,390)</u>	<u>(93,390)</u>
Other Financing Sources (Uses)					
Transfer from Sewer Fund	-	-	-	-	-
Total Other Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Sources Over (Under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (93,390)</u>	<u>\$ (93,390)</u>	<u>\$ (93,390)</u>

City of Whiteville, North Carolina  
 Airport Improvement Project - Capital Project Fund  
 Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)  
 From Inception and for the Year Ended June 30, 2024

	Budget Authorization	Prior Years	Actual Current Years	Total to Date	Variance Positive (Negative)
Revenues:					
Proceeds from Columbus County	\$ 1,000,715	\$ -	\$ 15,000	\$ 15,000	\$ (985,715)
Total revenues	<u>1,000,715</u>	<u>-</u>	<u>15,000</u>	<u>15,000</u>	<u>(985,715)</u>
Expenditures:					
Construction Cost	1,000,715	-	15,000	15,000	985,715
Total expenditures	<u>1,000,715</u>	<u>-</u>	<u>15,000</u>	<u>15,000</u>	<u>985,715</u>
Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources (Uses)					
Transfer from Sewer Fund	-	-	-	-	-
Total Other Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and Other Sources Over (Under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



City of Whiteville, North Carolina  
Stormwater Fund  
Schedule of Revenues and Expenditures  
Budget & Actual (Non-GAAP)  
For the Year Ended June 30, 2024

Exhibit D-3

	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Operating Revenues:			
Stormwater Assessments	\$ 295,121	\$ 303,430	\$ 8,309
Total Operating Revenues	<u>295,121</u>	<u>303,430</u>	<u>8,309</u>
Total Revenues	<u>295,121</u>	<u>303,430</u>	<u>8,309</u>
Expenditures:			
Stormwater Operations:			
Salaries and Employee Benefits	211,216	186,577	24,639
Professional Fees	-	581	(581)
Supplies	45,036	37,891	7,145
Other Departmental Expenses	38,869	40,563	(1,694)
Capital Outlay	-	16,863	(16,863)
Total Stormwater Operations	<u>295,121</u>	<u>282,475</u>	<u>12,646</u>
Debt Service:			
Principal - Lease	-	985	(985)
Interest - Lease	-	20	(20)
Total Debt Service	<u>-</u>	<u>1,005</u>	<u>(1,005)</u>
Total Expenditures	<u>295,121</u>	<u>283,480</u>	<u>11,641</u>
Revenues and Other Sources over Expenditures and Other Financing Uses	<u>\$ -</u>	<u>19,950</u>	<u>\$ 19,950</u>

City of Whiteville, North Carolina  
Stormwater Fund  
Schedule of Revenues and Expenditures  
Budget & Actual (Non-GAAP)  
For the Year Ended June 30, 2024

Exhibit D-3

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Reconciliation from budgetary basis (modified accrual) to full accrual:			
Reconciling Items:			
Capital outlay		16,863	
Depreciation		(44,896)	
Principal Payment - Lease Liability		985	
Amortization - Right to Use Assets		(1,144)	
Increase (decrease) in deferred outflows of resources - pensions		3,210	
Increase (decrease) in deferred outflows of resources - OPEB		(6,461)	
(Increase) decrease in net pension liability		(9,105)	
(Increase) decrease in OPEB liability		34,073	
(Increase) decrease in deferred inflows of resources - pensions		785	
(Increase) decrease in deferred inflows of resources - OPEB		<u>13,429</u>	
Total Reconciling items		<u>7,739</u>	
Change in net position		<u><u>\$ 27,689</u></u>	

City of Whiteville, North Carolina  
Sanitation Fund  
Schedule of Revenues and Expenditures  
Budget & Actual (Non-GAAP)  
For the Year Ended June 30, 2024

Exhibit D-4

	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Operating Revenues:			
Refuse Collection Fees	\$ 1,859,475	\$ 1,913,000	\$ 53,525
Total Operating Revenues	<u>1,859,475</u>	<u>1,913,000</u>	<u>53,525</u>
Total Revenues	<u>1,859,475</u>	<u>1,913,090</u>	<u>53,615</u>
Expenditures:			
Sanitation Services:			
Salaries and Employee Benefits	314,324	288,263	26,061
Professional Fees	94,400	83,167	11,233
Other Operating Expenses	156,401	95,769	60,632
Contract Services	1,256,000	1,205,905	50,095
Capital Outlay	20,000	141,349	(121,349)
Total Administration	<u>1,841,125</u>	<u>1,814,453</u>	<u>26,672</u>
Total Expenditures	<u>1,841,125</u>	<u>1,814,453</u>	<u>26,672</u>
Other Financing Sources (Uses):			
Appropriated From (Transfer to) Fund Balance	<u>(18,350)</u>	-	<u>18,350</u>
Total Other Sources (Uses)	<u>(18,350)</u>	<u>-</u>	<u>18,350</u>
Revenues and Other Sources over Expenditures and Other Financing Uses	<u>\$ -</u>	<u>98,637</u>	<u>\$ 98,637</u>
Reconciliation from budgetary basis (modified accrual) to full accrual:			
Reconciling Items:			
Capital outlay		141,349	
Depreciation		(25,939)	
Increase (decrease) in deferred outflows of resources - pensions		4,656	
Increase (decrease) in deferred outflows of resources - OPEB		(49)	
(Increase) decrease in net pension liability		(13,203)	
(Increase) decrease in OPEB liability		(193)	
(Increase) decrease in deferred inflows of resources - pensions		1,139	
(Increase) decrease in deferred inflows of resources - OPEB		<u>(10,076)</u>	
Total Reconciling items		<u>97,684</u>	
Change in net position		<u>\$ 196,321</u>	

## OTHER SCHEDULES

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This section contains additional information on property taxes.

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- Schedule of Ad Valorem Taxes Receivable
- Analysis of Current Tax Levy

City of Whiteville, North Carolina  
General Fund  
Schedule of Ad Valorem Taxes Receivable  
June 30, 2024

Exhibit E-1

Fiscal Year	Uncollected Balance June 30, 2023	Additions	Collections And Credits	Uncollected Balance June 30, 2024
2023-2024	\$ -	\$ 2,770,747	\$ 2,738,072	\$ 32,675
2022-2023	64,656	-	56784	7,872
2021-2022	7,495	-	4387	3,108
2020-2021	5,158	-	2389	2,769
2019-2020	2,724	-	714	2,010
2018-2019	1,239	-	152	1,087
2017-2018	1,594	-	299	1,295
2016-2017	1,540	-	316	1,224
2015-2016	1,018	-	253	765
2014-2015	1,155	-	184	971
2013-2014	1,141	-	1,141	-
Totals	<u>\$ 87,720</u>	<u>\$ 2,770,747</u>	<u>\$ 2,804,691</u>	<u>53,776</u>

Less: Allowance for Uncollectible Accounts:

General Fund 10,638

Ad valorem taxes receivable - net \$ 43,139

Reconcilement with revenues:

Ad valorem taxes - General Fund \$ 2,725,739

Reconciling items:

Interest & Penalties Collected (13,927)

Tax releases, written off & adjustments 92,879

Subtotal 78,952

Total collections and credits \$ 2,804,691

City of Whiteville, North Carolina  
Analysis of Current Tax Levy  
City - Wide Levy  
For the Year Ended June 30, 2024

Exhibit E-2

	City - Wide			Total Levy	
	Property Valuation	Rate	Total Levy	Property excluding Registered Motor Vehicles	Registered Motor Vehicles
Net levy					
Property taxed at current year's rate	<u>\$ 543,283,725</u>	0.5100	<u>\$ 2,770,747</u>	<u>\$ 2,521,364</u>	<u>\$ 249,383</u>
Total Property Valuation			<u>2,770,747</u>	<u>2,521,364</u>	<u>249,383</u>
Net levy			2,770,747	2,521,364	249,383
Uncollected taxes at June 30, 2024			<u>32,675</u>	<u>32,675</u>	<u>-</u>
Current year's taxes collected			<u>\$ 2,738,072</u>	<u>\$ 2,488,689</u>	<u>\$ 249,383</u>
Current levy collection percentage			<u>98.82%</u>	<u>98.70%</u>	<u>100.00%</u>

## COMPLIANCE SECTION



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Alan W. Thompson, CPA

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Gregory S. Adams, CPA

**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 Auditors' Report**

To the Honorable Mayor and  
Members of the City Council  
City of Whiteville, North Carolina

We have audited, in accordance with the 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, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of City of Whiteville, North Carolina, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprises City of Whiteville's basic financial statements, and have issued our report thereon dated November 25, 2024. Our report includes a reference to other auditors who audited the financial statements of the Whiteville ABC Board, as described in our report on the City of Whiteville's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported separately by those auditors. The financial statements of the Whiteville ABC Board were not audited in accordance with *Government Auditing Standards*

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered City of Whiteville's internal control over financial reporting (internal control) as a basis for designing 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 City of Whiteville's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's 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 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.

Members

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Our consideration of the 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider material weaknesses. However, material weaknesses may exist that have not been identified.

#### Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether City of Whiteville's 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 result 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.

Thompson, Price, Scott, Adams & Co., P.A.

Thompson, Price, Scott, Adams & Co., P.A.  
Whiteville, NC  
November 25, 2024



***Thompson, Price, Scott, Adams & Co, P.A.***

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**Report On Compliance With Requirements Applicable To Each Major Federal  
Program And Internal Control Over Compliance In Accordance With OMB  
Uniform Guidance and the State Single Audit Implementation Act**

**Independent Auditors' Report**

To the Honorable Mayor and  
Members of the City Council  
City of Whiteville, North Carolina

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited City of Whiteville, North Carolina, compliance with the types of compliance requirements described in the OMB Compliance Supplement and the Audit Manual for Governmental Auditors in North Carolina, issued by the Local Government Commission, that could have a direct and material effect on each of the City of Whiteville's major federal programs for the year ended June 30, 2024. The City of Whiteville's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City of Whiteville complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

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 Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and the State Single Audit Implementation Act. Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City of Whiteville and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provides a reasonable basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City of Whiteville's compliance with the compliance requirements referred to above.

**Members**

**American Institute of CPAs - N.C. Association of CPAs - AICPA's Private Companies Practice Section**

### Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to City of Whiteville federal programs.

### Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on City of Whiteville's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, Government Auditing Standards, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about City of Whiteville's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, Government Auditing Standards, and the Uniform Guidance, we

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City of Whiteville's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of City of Whiteville's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 City of Whiteville's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

### Report on 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 a 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 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 Auditor's Responsibilities for the Audit of Compliance section and above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies or material weaknesses in internal control over compliance. Given these limitations, during our audit, we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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.

Thompson, Price, Scott, Adams & Co., P.A.

Thompson, Price, Scott, Adams & Co., P.A.  
Whiteville, NC  
November 25, 2024

CITY OF WHITEVILLE, NORTH CAROLINA  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2024

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**Section I. Summary of Auditors' Results**

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Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance to GAAP: Unmodified

Internal control over financial reporting:

Material Weakness (es) identified?	<u>    </u> Yes	<u>  X  </u> No
Significant Deficiency(s)	<u>    </u> Yes	<u>  X  </u> None Reported

Noncompliance material to financial statements noted?	<u>    </u> Yes	<u>  X  </u> No
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Federal Awards

Internal control over major federal programs:

Material Weakness (es) identified?	<u>    </u> Yes	<u>  X  </u> No
Significant Deficiency(s)	<u>    </u> Yes	<u>  X  </u> None Reported

Type of auditor's report issued on compliance for major federal programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	<u>    </u> Yes	<u>  X  </u> No
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Identification of major federal programs:

<u>AL No.</u>	<u>Names of Federal Program or Cluster</u>
66.458	Capitalization Grants for Clean Water State Revolving Funds

Dollar threshold used to distinguish between Type A and Type B Programs \$ 750,000

Auditee qualified as low-risk auditee?	<u>  X  </u> Yes	No
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**Section II. Financial Statement Findings**

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None reported

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**Section III - Federal Award Findings and Questioned Costs**

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None reported



*Darren Currie*  
*City Manager*  
24 Hill Plaza  
PO Box 607  
Whiteville, NC 28472

# *City of Whiteville*

*Terry L. Mann*  
*Mayor*  
*Sara B. Thompson.*  
*Mayor Pro-Tem*  
*Tim Blackmon*  
*Council Member*  
*Jimmy Clarida*  
*Council Member*  
*Robert Leder*  
*Council Member*  
*Timothy Collier*  
*Council Member*  
*Justin S. Smith.*  
*Council Member*

Corrective Action Plan  
For the Year Ended June 30, 2024

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## **Section II. Financial Statement Findings**

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None reported.

CITY OF WHITEVILLE, NORTH CAROLINA  
Summary of Prior Year Audit Findings  
For the Year Ended June 30, 2024

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Section II. Financial Statement Findings

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None reported.

CITY OF WHITEVILLE, NORTH CAROLINA  
Schedule of Expenditures of Federal and State Awards  
For The Year Ended June 30, 2024

<u>Grantor/Pass-through Grantor/Program Title</u>	<u>Federal AL# CFDA Number</u>	<u>State/ Pass-through Grantor's Number</u>	<u>Fed (Direct &amp; Pass-through Expenditures</u>	<u>State Expenditures</u>
Federal Awards:				
<b><u>U.S. Department of Treasury</u></b>				
Direct Program				
Coronavirus State and Local Fiscal Recovery Funds	21.027		\$ 352,181	\$ -
<b><u>U.S. Department of Environmental Protection Agency</u></b>				
Passed-through NC Department of Environmental Quality:				
Capitalization Grants for Clean Water State Revolving Funds	66.458	CS370534-02	1,592,382	-
<b><u>U.S. Department of Homeland Security</u></b>				
Pass-through N.C. Dept. of Public Safety:				
Division of Emergency Management				
COVID-19 - Assistance to Firefighters Grant	97.044	EMW-2020-FG-04578	9,689	-
Total Assistance - Federal Programs			<u>\$ 1,954,252</u>	<u>\$ -</u>
State Awards:				
<b><u>The Golden Leaf Foundation:</u></b>				
Stream Restoration Grant Fund			\$ -	\$ 206,370
<b><u>N.C. Dept. of Transportation</u></b>				
Powell Bill			-	159,903
<b><u>N.C. Dept. Agriculture and Consumer Services</u></b>				
Streamflow Rehabilitation Assistance Program			-	110,627
Total Assistance - State Programs			<u>\$ -</u>	<u>\$ 476,900</u>
Total Assistance			<u><u>\$ 1,954,252</u></u>	<u><u>\$ 476,900</u></u>



CITY OF WHITEVILLE, NORTH CAROLINA  
Schedule of Expenditures of Federal and State Awards  
For The Year Ended June 30, 2024

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<b>Grantor/Pass-through <u>Grantor/Program Title</u></b>	<b>Federal AL# CFDA <u>Number</u></b>	<b>State/ Pass-through Grantor's <u>Number</u></b>	<b>Fed (Direct &amp; Pass-through <u>Expenditures</u></b>	<b>State <u>Expenditures</u></b>
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Notes to the Schedule of Expenditures of State Financial Awards

**Note 1: Basis of Presentation**

The accompanying schedule of expenditures of State awards includes the State grant activity of the City of Whiteville under the programs of the State of North Carolina for the year ended June 30, 2024. The information in this SEFSA is presented in accordance with the requirements of Title 2 US Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards and the State Single Audit Implementation Act. Because the Schedule presents only a selected portion of the operations of the City of Whiteville, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the City of Whiteville.

**Note 2: Summary of Significant Accounting Policies**

Expenditures reported in the SEFSA are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

**Note 3: Indirect Cost Rate**

The City of Whiteville has elected not to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.