

CITY OF GOLDSBORO
GOLDSBORO, NORTH CAROLINA



ANNUAL COMPREHENSIVE FINANCIAL REPORT
FISCAL YEAR ENDED JUNE 30, 2024



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CITY OF GOLDSBORO, NORTH CAROLINA

Annual Comprehensive Financial Report

Fiscal Year Ended June 30, 2024



Prepared by the Finance Department



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Introductory Section

Letter of Transmittal i
 City Officials and Staff vi
 Organization Chartvii

Financial Section

Independent Auditor’s Report 1
 Management’s Discussion and Analysis 4

Basic Financial Statements

Exhibit

Government-Wide Financial Statements

1 Statement of Net Position 15
 2 Statement of Activities 16

Fund Financial Statements

3 Balance Sheet - Governmental Funds and Reconciliation of the Governmental Funds
 Balance Sheet to the Statement of Net Position 18
 4 Statement of Revenues and Expenditures, and Changes in Fund Balances -
 Governmental Funds and Reconciliation of the Statement of Revenues, Expenditures
 and Changes in Fund Balances to the Statement of Activities 20
 5 Statement of Revenues and Expenditures, and Changes in Fund Balance - Budget
 and Actual - General Fund 22
 6 Statement of Net Position - Proprietary Funds 23
 7 Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Funds 24
 8 Statement of Cash Flows - Proprietary Funds 25

Notes to Financial Statements 27

Required Supplementary Financial Data

Schedule

Other Post-Employment Benefits

RSI-1 Schedules of Changes in the Total OPEB Liability and Related Ratios 62

Local Government Employees’ Retirement System

RSI-2 Schedules of Proportionate Share of Net Pension Liability (Asset) and City
 Contributions 64

Law Enforcement Officers’ Special Separation Allowance

RSI-3 Schedules of Changes in Total Pension Liability and Total Pension Liability as a
 Percentage of Covered Payroll 65

Supplementary Information

Major Governmental Funds

Schedule

Combined General Fund

A-1	Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - General Fund.....	69
A-2	Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Hurricane Florence FEMA 4393 DR-NC Grant Project.....	75
A-3	Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Edward Byrne Memorial Justice Assistance Grant Fund.....	76
A-4	Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Police Other Restricted Revenue Fund.....	77
A-5	Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Parks and Recreation Revenue Fund.....	78
A-6	Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Community Relations Revenue Fund.....	79

Major Special Revenue Fund

A-7	Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual – State Grants Miscellaneous Grant Project Fund.....	80
-----	--	----

Major Enterprise Funds

B-1	Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP) - Utility Fund.....	82
B-2	Schedule of Revenues and Expenditures - Budget and Actual - Phase IV Sewer Collection Rehabilitation Capital Project.....	85
B-3	Schedule of Revenues and Expenditures - Budget and Actual - 2010A Sanitary Sewer Improvements Capital Project.....	86
B-4	Schedule of Revenues and Expenditures - Budget and Actual - Sewer Rehabilitation Capital Project.....	87
B-5	Schedule of Revenues and Expenditures - Budget and Actual - Water Line Replacement and Booster Pump Station Capital Project.....	88
B-6	Schedule of Revenues and Expenditures - Budget and Actual - Plate Settlers Capital Project.....	89
B-7	Schedule of Revenues and Expenditures - Budget and Actual - Little Cherry Big Cherry Pump Station Relocation.....	90
B-8	Schedule of Revenues and Expenditures - Galvanized Water Lines Capital Project Fund.....	91
B-9	Schedule of Revenues and Expenditures - Budget and Actual - NC DEQ Viable Utility Reserve Asset Inventory and Assessment Capital Project Fund.....	92
B-10	Schedule of Revenues and Expenditures - Budget and Actual - NC DEQ Viable Utility Reserve Multi-System Merger/Regionalization Feasibility Study Capital Project Fund.....	93
B-11	Schedule of Revenues and Expenditures – Budget and Actual – Lead and Copper Capital Project Fund.....	94
B-12	Schedule of Revenues and Expenditures – Budget and Actual – Utility Fund Capital Reserve Fund.....	95
B-13	Schedule of Revenues and Expenditures – Budget and Actual – Utility Fund Capital Reserve Fund for System Development Fees.....	96
B-14	Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP) - Storm Water Fund.....	97
B-15	Schedule of Revenues and Expenditures - Budget and Actual - Storm Water Capital Project Fund.....	99
B-16	Schedule of Revenues and Expenditures – Budget and Actual – Big Ditch Restoration Capital Project Fund.....	100

Nonmajor Governmental Funds

Schedule

Combining Statements and Schedules

C-1	Combining Balance Sheet - Other Governmental Funds.....	102
C-2	Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Other Governmental Funds	103

Nonmajor Special Revenue Funds

D-1	Combining Balance Sheet - Nonmajor Special Revenue Funds	104
D-2	Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds.....	105
D-3	Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual - Community Development Fund	106
D-4	Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Downtown District Fund	108
D-5	Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Occupancy Tax Fund	109
D-6	Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Federal and State Drug Forfeiture Fund.....	110
D-7	Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Fire Other Restricted Revenue Fund.....	111
D-8	Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - CARES Act Special Revenue Fund.....	112
D-9	Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – American Rescue Plan Act of 2021 Special Revenue Fund.....	113

Nonmajor Capital Projects Funds

E-1	Combining Balance Sheet - Nonmajor Capital Projects Funds	114
E-2	Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Capital Projects Funds.....	115
E-3	Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Parks and Recreation FY 2019-2024 Capital Projects Fund.....	116
E-4	Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Street Improvements Capital Projects Fund.....	117
E-5	Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Police/Fire Expansion Capital Project Fund	118
E-6	Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Herman Park Recreation Center Capital Project Fund	119
E-7	Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - 1919 LaFrance Fire Truck Restoration Capital Project Fund	120
E-8	Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - FY 2016 TIGER Discretionary Grant Capital Projects Fund.....	121
E-9	Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Aerial Fire Truck Capital Project Fund.....	122

Other Financial Information

Additional Financial Data

F-1	Schedule of Ad Valorem Taxes Receivable	124
F-2	Analysis of Current Tax Levy	126

Statistical Section

Table

Financial Trends

1	Net Position by Component.....	128
2	Change in Net Position... ..	130
3	Fund Balances - Governmental Funds	134
4	Changes in Fund Balances - Governmental Funds	136

Revenue Capacity

5	Tax Revenues by Source - Governmental Activities.....	138
6	Tax Revenues by Source - Governmental Funds (Modified Accrual Basis)	139
7	Assessed Values of Taxable Property	140
8	Direct and Overlapping Property Tax Rates	141
9	Principal Property Taxpayers	142
10	Property Tax Levies and Collections	143

Debt Capacity

11	Ratios of Outstanding Debt by Type	144
12	Ratios of General Bonded Debt Outstanding	145
13	Legal Debt Margin Information	146
14	Direct and Overlapping Debt - Governmental Activities	148

Demographic and Economic Information

15	Demographic and Economic Statistics	149
16	Principal Employers	151
17	Full-Time Equivalent City Employees by Function/Program	152

Operating Information

18	Operating Indicators by Function	154
19	Capital Asset Statistics by Function	156

Compliance Section

Compliance Reports

	Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i> - Independent Auditor's Report	161
--	---	------------

	Report on Compliance for Major State Program and Report on Internal Control Over Compliance - Independent Auditor's Report	163
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	Schedule of Findings and Questioned Costs.....	166
	Schedule of Expenditures of Federal and State Awards	168
	Notes to the Schedule of Expenditures of Federal and State Awards.....	170

Introductory Section

This section of the City of Goldsboro's annual comprehensive financial report presents general information on the City's organization and the environment in which it operates.



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LETTER OF TRANSMITTAL

November 5, 2024

Honorable Mayor, Members of City Council,
and Citizens of the City of Goldsboro, North Carolina

The Annual Comprehensive Financial Report (ACFR) of the City of Goldsboro for the fiscal year ended June 30, 2024 (FY24) is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the ACFR, including all disclosures, rests with the City's management. To the best of our knowledge and belief, the enclosed information is accurate in all material respects and reported in a manner that presents fairly the financial position and results of operations of the various City activities and funds. All disclosures required by law and necessary to enable the reader to gain an understanding of the City's financial activities are included.

The City is required to assess the need for an annual single audit in conformity with the requirements imposed by the Federal Single Audit Act and Subpart F of Title 2 U.S. Code Federal Regulations (CFR) Part 200 and the State Single Audit Implementation Act. As part of the audit process, the City's internal control system is evaluated to ensure assets are safeguarded against loss, theft or misuse, and adequate financial records are compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP). Because the cost of internal controls should not outweigh the benefits, the City's framework of internal controls has been designed to provide reasonable rather than absolute assurance the financial statements will be free from material misstatement. The basic financial statements contained herein have been audited in accordance with GAAP and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, by the independent certified public accounting firm of Forvis Mazars, LLP; their unmodified opinion is included in the financial section of this report.

The Government Accounting Standards Board (GASB) GAAP requires management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A can be found immediately following the independent auditor's report.

GOVERNMENT PROFILE



The City of Goldsboro, incorporated in 1847, is in east-central North Carolina at the geographic center of Wayne County. It is the largest municipality in Wayne County with an estimated population of 33,443 and a land area of approximately 28.6 square miles. The City operates under the Council-Manager form of government. The Mayor is elected at-large and is the presiding officer of the Council. The six Councilmembers are elected from the six districts. The Mayor and Councilmembers serve four-year concurrent terms. The Council selects

the Mayor Pro-Tempore. The Mayor and Councilmembers make appointments to various advisory boards and commissions and appoint the City Manager and City Attorney. The City Manager serves as the Chief Executive Officer and Budget Officer, responsible to Council for administration of all City affairs to include: faithful execution of all laws of the state, the City charter and ordinances, resolutions and regulations; preparation and submission of the annual budget and capital program and a complete report on the finances and activities; direction and supervision of all departments, offices, and agencies to effectively, efficiently, and safely deliver services to residents and visitors.

The City provides a wide range of services: police and fire protection; sanitation, street maintenance, and cemetery; parks and recreation; engineering, planning, zoning and inspections; event center and theatre; community relations and development; and general administrative services. In addition, the City owns, operates, and separately accounts for water, sewer and compost utilities and separately accounts for stormwater, downtown municipal service district, and travel and tourism occupancy tax funds. This report includes all the City's activities related to these services.

The City maintains budgetary controls as required by state statutes that promote sound financial management and fiscal accountability. Before April 30, as prescribed by the City Manager, each department head transmits their next fiscal year department budget requests and revenue estimates, previous fiscal year realized and current fiscal year estimated expenditures and revenues. Before June 1, the City Manager submits to Council a recommended budget by fund and department for the upcoming fiscal year. No later than June 30, the Council is required to hold a public hearing on the proposed budget and adopt a final budget.

LOCAL ECONOMY

The City has a diversified economy based upon federal military and local governmental institutions, manufacturing, a mix of wholesale and retail businesses as well as numerous service providers. This diversity is reflected in the international composition of the manufacturers that have corporate ties with Great Britain, Japan, Mexico, South Africa, and India. Excellent railroad and two interstate highways (US Highway 70/Interstate 42 and US Highway 117/Interstate 795) intersect Goldsboro offering high-speed access for commerce within 25 minutes driving time to interstate highways I-95 and I-40. In May 2024 Goldsboro unemployment rate was 3.7%; This is lower than the long-term average of 5.65% and slightly higher than the 3.6.% statewide rate and lower than the 3.8% national rate.



Seymour Johnson Air Force Base (SJAFB), located on 3,200 acres in the southeast portion of the city, is the largest local employer and contributed approximately \$1.1 billion (B) to the economy in FY24. The base is the home of the Air Combat Command's 4th Fighter Wing and 916th Air Refueling Wing (an Air Force Reserve unit), and associated units. The base payroll is over \$408M and includes: 5,259 active-duty military personnel; 611 civilian personnel; and 1,166 reservists. The base has an estimated local employment impact of over \$594M, creating 11,253 jobs with expenditures of over \$91M for construction, utilities, procurement, and lodging.

Wayne County Government, seated in Goldsboro, employs over 1,100 people providing services to include health, social, and veteran services. Wayne County Public Schools employ nearly 3,000 people for the education of roughly 20,000 students at 35 schools for grades pre-kindergarten through 13. Wayne Community College employs approximately 415 teachers supporting 2,700 students and is among the top 20% of public schools in North Carolina.

The City serves as the medical care center for the County and portions of surrounding counties. UNC Health Wayne employs over 1,700 people at a 4-star (U.S. top 26%) hospital offering a wide range of major medical services. The North Carolina Department of Health and Human Services employs over 1,750 people providing mental health care at Cherry Hospital and O’Berry Neuro-Medical Center.

Local industries involve a range of operations from simple assembly to complex manufacturing processes, resulting in products ranging from poultry and bread to automobile parts and electric transformers. Substantial technological improvements in recent years involving modernization of plant facilities and the addition of sophisticated manufacturing equipment have resulted in enhanced profitability and productivity for many of local manufacturing firms. Some of the larger companies the City provides services to include: Case Farms; Goldsboro Milling; Franklin Baking; Mission Foods; and Southco Distributing.

This fiscal year, the City Inspections Department issued commercial and residential building and miscellaneous permits for approximately \$251M of investment. Permit valuation more than doubled from the previous year to include: Two new WaWa convenience stores at \$7.4M, New Volkswagen and Mazda car dealerships at \$9.8M, Wayne County DHSS building at \$30M, WCC Center for Ind. Tech & Eng. at \$12.6M and several smaller commercial projects. In addition, the city issued 119 new single-family dwelling permits. The overall number of permits issued by the Inspections Department during this period totaled 4218. Lastly, the valuation of commercial permits issued was \$92.4M and residential \$116.6M.

Some of the larger projects consisted of Homewood Suites Hotel, New Hope Place Apartments and several smaller commercial projects. In addition, the City issued 93 new single family dwellings.



Downtown statistics for FY23 include: 7 building renovations; 55 new jobs (34 net); 15 new businesses (10 net) and 5 façade improvements accounting for ~\$7M of private investment. Since the 2013 TIGER V award, downtown has realized: 200 building renovations; 703 new jobs (525 net); 162 new businesses (87 net) and 11 business expansions. The City’s investment of \$16.4M has attracted \$18.6M in state, federal & county funding and \$52.4M in private investment, for a 4:1 ROI on the City’s investments. Private investment is expected to continue in the municipal

service district well into the future.

Domestic and international visitors to Wayne County spent an estimated \$202M in 2023; an increase of 5.5% from 2022. Popular venues such as the Bryan Multi Sports Complex and the Maxwell Center continue to have increased economic impact. Tournaments such as LaxFest and the Kepner Cup that were hosted at the Bryan Multi Sports Complex, along with USTA Singles Tournament helped contributed to some of the increase. This was not an airshow year, or we would have likely seen double digit increases.

MAJOR INITIATIVES

Wastewater. The City has undertaken an extensive sewer collection system rehabilitation program to reduce the stormwater and groundwater inflow and infiltration (I&I) which significantly impacts the Water Reclamation Facility (WRF) treatment capacity and future economic growth. Phase 1, Phase 2, and Phase 4 projects are complete; Phase 3 (~\$8.5M) remains 90% designed as the City did not receive NC State American Rescue Plan Act (ARPA) funding for this project. Phase 3 and other projects identified in the City Capital Improvement Plan (CIP) will be considered in future budget cycles. The NC State \$22M ARPA grant to the Wayne County Development Alliance that enable Mount Olive Pickle Company’s \$45M new production and distribution facilities in Goldsboro is expected to replace old sewer collection system infrastructure and help reduce I&I. This project is nearing completion with wastewater flow now going through the new pump station.

Given the city's expected growth over the next decade and beyond, engineered design plans are being drafted for the expansion of the water reclamation facility. The city is permitted through the state to expand its treatment capacity by 3.4 million gallons per day. Expansion of the WRF will not only ensure that there is treatment capacity for future growth but allow for needed upgrades within the plant to better serve current and future customers. The city has chosen to use the design build process and has selected Hazen and Sawyer as its engineer and Crowder as its contractor. The City is also working with Withers and Ravenel on a regional sewer study to determine best practices to expand the regional sewer treatment system.

Drinking Water. A waterline replacement project (~\$6M) was approved for NC State ARPA funding. The city is also evaluating future treatment options to lower PFAS/PFOS levels. The city recently received a \$500,000 grant to study the issue and make design recommendations in order to meet the new EPA guidelines. The City recently completed its lead and copper inventory as mandated by EPA and found no lead lines in the system. However, there were many galvanized lines that property owners will be required to remove.

Roads. Several North Carolina Department of Transportation (NCDOT) improvement projects are being planned or in work throughout Goldsboro. US 117 (N. William Street) Widening project from US-70 to US-70 Bypass has been completed. Realignment of Central Heights Road and Royall Avenue at Berkeley Boulevard will improve the intersection by relocating Central Heights Road to the north side of the railroad track to align with the existing Royall Avenue alignment is currently under construction and should be complete by Spring of 2025. Wayne Memorial Drive Widening from New Hope Road to US-70 Bypass with an estimated construction let year of 2025. North Berkeley Boulevard Widening is from New Hope Road to Hood Swamp Road with an estimated construction let year of 2025. Finally, Ash Street from Berkeley Boulevard to Hwy 70 will see improvements by widening the existing 2-lane facility to a 4-lane median divided roadway with an estimated construction let year beyond 2028.

Future Planning. The city is undertaking several new long term planning initiatives. In early 2025 the City anticipates starting on a new city wide long range comprehensive plan. This is coming on the heels of its five year update to the transportation master plan and bike and pedestrian plan which will be completed by December 2024. The City is also updating in Parks and Recreation Master Plan. That project will also be starting in the Spring of 2025.

LONG-TERM FINANCIAL PLANNING

City staff updated the City's strategic plan targets to achieve the Council's goals: safe and secure community; strong and diverse economy; exceptional quality of life; racial and cultural harmony; excellence in government. By aligning budget formulation, execution, analysis, and reporting with the strategic plan, the City government can best meet these goals and citizen expectations.

City staff financial forecasts expect revenues to grow in the next five to ten years due to the stability provided by SJAFB and local government institutions, growing industry, new businesses, and housing market economic drivers. Goldsboro's excellent location and access between the NC Research Triangle and eastern shore position the City well for growth. Federal, state, and local government investments in the Downtown streetscape, Bryan Multi-Sports Complex, Maxwell Center, Park East Industrial Park, and Goldsboro Business Campus should realize significant economic rewards in the form of new private investment for businesses, industry, housing, sports and entertainment events, travel and tourism that will expand our tax base and services to benefit our residents and visitors. Additionally, significant amounts of new commercial and residential growth have been approved over the past 18 months were more being proposed.

Recent studies forecasting potential expenditures with debt and affordability analysis necessary for sustainable government include the utility system rate study. The further development of the CIP will help plan, program, and budget for expected future infrastructure and equipment needs. These include: expanding and replacing Water Reclamation Facility capacity; maintaining over 500 miles of water distribution and sewer collection systems; building and maintaining roads; rebuilding Herman Park Center; replacing Fire Department Station No. 3 and fire trucks/apparatus reaching service life limits.

OTHER RELEVANT INFORMATION

The City utilizes the pooled cash and investment concept in investing temporarily idle cash. The criteria for selecting investments are safety, liquidity, and yield. The investment policy of the City is guided by state statute and, as a result, investments in certificates of deposit, short-term money market arrangements, and the North Carolina Capital Management Trust, an SEC registered mutual fund, have been made. All deposits are either insured by federal depository insurance or collateralized by pledged securities.

The Goldsboro City Council adopted fiscal policy guidelines in April 2010 and updated policies to include Utility Fund objectives in February 2012. This fiscal policy is a statement of the guidelines and goals that will influence and guide the financial management practice of Goldsboro. The City's debt policy ratio of direct net debt service expenditures as a percent of total governmental fund expenditures should not exceed 15% with an aggregate 10-year principal payout ratio target of 55% or better. This FY debt service expenditures were 10% of total fund expenditures. The City will strive to maintain unassigned fund balance in the General Fund equal to or greater than 15% of the General Fund Operating Budget. At the end of this fiscal year, unassigned fund balance is 38%.

In July 2018, Standard and Poor's Ratings Services raised the City's rating to 'AA' and Moody's assigned a rating of 'Aa2' indicating the City has very strong capacity to meet its financial commitments with high-quality fixed-income securities and very low credit risk. Due to the late submission of the FY19 Audit, Moody's removed its 'Aa2' rating; however, Standard and Poor's did not remove its rating and on September 1, 2021, affirmed its 'AA' rating on the City of Goldsboro's existing general obligation debt and 2018 street improvement bonds. The agency determined that the City's financial outlook is stable due to Goldsboro's management and budgetary performance, strong budgetary flexibility, liquidity and debt and contingent liability position.

ACKNOWLEDGEMENT

The preparation of this report was made possible by the dedicated efforts of the City Finance Department and other key staff; the independent certified public accountant auditors, FORVIS; and the support and resources provided by the City Mayor and Councilmembers. We sincerely appreciate and thank all involved.

Respectfully submitted,



Matthew S. Livingston
Interim City Manager



Catherine F. Gwynn
Finance Director

Mayor and City Council Members



Left to right: **Haiwatha Jones** (District 1), **Chris Boyette** (District 2), **Jamie Taylor** (District 3), **Charles Gaylor, IV**, **Brandi Matthews** (District 4), **Beverly Weeks** (District 5), and **Roderick White** (District 6)

Staff

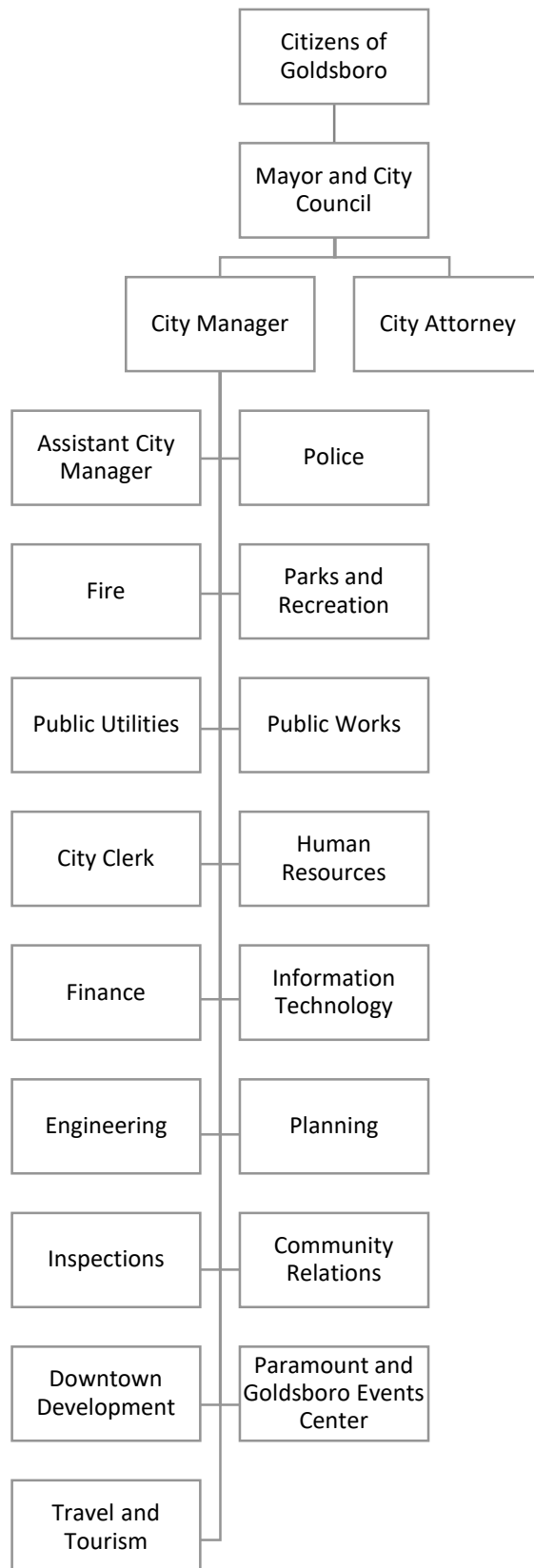
Interim City Manager
Matthew Livingston

Interim Assistant City Manager
Kelly Arnold

City Attorney
Ronald T. Lawrence, II

Finance Director
Catherine F. Gwynn, CPA, CFE, CITP

**City of Goldsboro, North Carolina
Organizational Chart**





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Independent Auditor's Report

Honorable Mayor and
Members of the City Council
City of Goldsboro, North Carolina

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Goldsboro, North Carolina (the "City") as of and for the year 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 accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, the aggregate remaining fund information of the City, as of June 30, 2024, and the respective changes in financial position and, where applicable, cash flows thereof, and the budgetary comparison information for the general fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

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 (Government Auditing Standards). 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 and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, 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 raise substantial doubt about the City's ability to continue as a going concern for 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, 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 is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for 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 judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement 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'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'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 identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, the Other Post-Employment Benefits Schedule of Changes in Total OPEB Liability and Related Ratios, the Local Government Employees' Retirement System Schedules of the Proportionate Share of the Total Pension Liability and Schedules of Employer Contributions, and the Law Enforcement Officers' Special Separation Allowance schedules of the Changes in Total Pension Liability and Total Pension Liability as a Percentage of Covered Employee Payroll be presented to supplement the basic financial statements. Such information, although not a required 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 inquires 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 Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements of the City. 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 Schedule of Expenditures of Federal and State Awards is presented for purposes of additional analysis as required by the State Single Audit Implementation Act, and is also not a required part of the basic financial statements. Such information is 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. 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 Information

Management is responsible for the other information included in the annual financial report. The other information comprises the introductory section and the statistical section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required under Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 5, 2024, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the City's internal control over financial reporting and compliance.

Forvis Mazars, LLP

**Winston-Salem, North Carolina
November 5, 2024**

Management's Discussion and Analysis

As management of the City of Goldsboro (The "City"), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended 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 exceeded its liabilities and deferred inflows of resources at the close of the recent fiscal year by \$152,552,349 (net position). Of this amount, \$31,733,239 was the unrestricted portion of net position which may be used to meet the government's ongoing obligations to citizens employees and creditors.
- The City's total net position increased by \$7,855,930 consisting of an increase in governmental activities of \$1,833,051 and an increase in business-type activities of \$6,022,879. The change consisted of a decrease of \$9,008,681 in unrestricted net position of governmental activities and a \$9,695,659 increase in unrestricted net position of business-type activities. The decrease in unrestricted net position for governmental activities was largely due to the conversion to net investment in capital assets. The increase in unrestricted net position for business-type activities was due to profitable business operations.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$31,067,781, an increase of \$240,278 in comparison with the prior year. Approximately 33.5 percent of this total, or \$10,403,501, is non-spendable or restricted.
- At the close of the current fiscal year, unassigned fund balance for the General Fund was \$17,855,662 or 40.89 percent of total General Fund expenditures for the fiscal year. The portion of total fund balance that was available for appropriation was \$20,664,280 or 47.32 percent of total General Fund expenditures.
- The City's total debt increased by \$652,752 (0.85 percent) during the current fiscal year.
- The City's bond rating remains AA from Standard and Poor's. Due to the late audit for fiscal year 2019, Moody's Investors Services withdrew its Aa2 rating from the City on August 13, 2020.

Overview of the Financial Statements

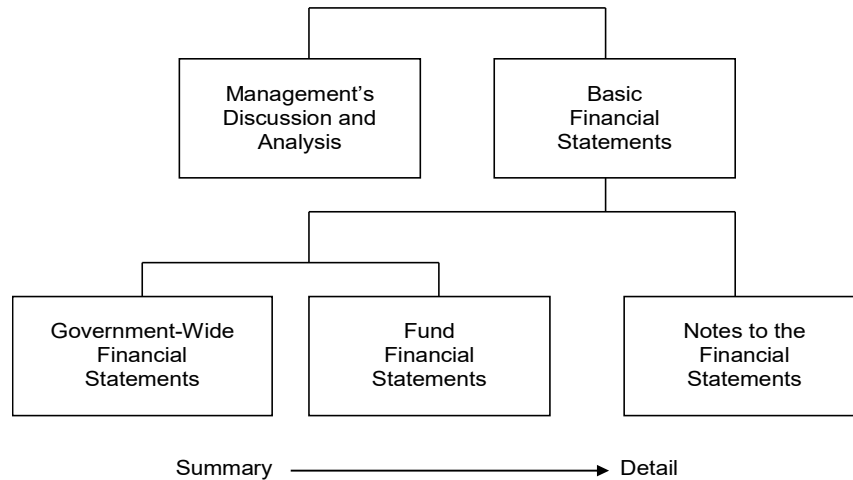
Management's discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements consist of three components (see Figure 1). They are as follows:

- Government-wide financial statements
- Fund financial statements
- Notes to the financial statements

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.

Required Components of Annual Financial Report

Figure 1



Basic Financial Statements

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 8) are Fund Financial Statements. These statements focus on the activities of the individual functions of the City's services. These statements provide more detail than the government-wide statements. There are three parts to the fund financial statements: (1) the governmental fund 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 can also be found in this part of the statements.

Government-Wide Financial Statements

The government-wide financial statements consist of two statements. They are the Statement of Net Position and the Statement of Activities. They are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

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

The Statement of Activities presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of cash flows. Thus, revenue and expenses are reported in the statement for some items that will only result in cash flows in future fiscal years.

Both of the government-wide financial statements distinguish functions of the City that are primarily supported by taxes and intergovernmental revenues (governmental activities) from functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, public safety, transportation, economic and physical development,

**City of Goldsboro, North Carolina
Management's Discussion and Analysis
Year Ended June 30, 2024**

environmental protection, and cultural and recreational. The business-type activities of the City include Utility (water and sewer) and Storm Water operations.

The government-wide financial statements can be found on pages 15-17 of this report.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. All the funds of the City are 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 moneys 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 adopts an annual budget for its General Fund, as required by North Carolina 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 City Council 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 charges. To account for the difference between the budgetary basis of accounting and the modified accrual basis, a reconciliation showing the differences in the reported activities is shown at the end of the budgetary statement.

Proprietary Funds - The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. The City uses an enterprise funds to account for its utility (water and sewer) and storm water activities. To account for the difference between the budgetary basis of accounting and the accrual basis, a reconciliation showing the differences in the reported activities is shown at the end of the budgetary schedule.

The fund financial statements can be found on pages 18-26 of this report.

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

The notes to the financial statements can be found on pages 27-60 of this report.

Other information - In addition to the basic financial statements and accompanying notes, this report includes certain required supplementary information ("RSI") concerning the City's future obligations to provide pension benefits and other post-employment benefits ("OPEB") to its employees. This information can be found in schedules on pages 62-66 of this report.

**City of Goldsboro, North Carolina
Management's Discussion and Analysis
Year Ended June 30, 2024**

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.

Government-Wide Financial Analysis

**Table 1
City of Goldsboro, North Carolina
Condensed Statement of Net Position
As of June 30,**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total Primary Government</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
ASSETS						
Current assets	\$ 37,370,110	\$ 34,751,061	\$ 42,607,106	\$ 30,950,779	\$ 79,977,216	\$ 65,701,840
Capital assets	<u>82,740,216</u>	<u>82,880,004</u>	<u>68,900,024</u>	<u>71,629,466</u>	<u>151,640,240</u>	<u>154,509,470</u>
Total Assets	120,110,326	117,631,065	111,507,130	102,580,245	231,617,456	220,211,310
DEFERRED OUTFLOWS OF RESOURCES	<u>11,233,049</u>	<u>11,186,259</u>	<u>1,764,241</u>	<u>1,919,583</u>	<u>12,997,290</u>	<u>13,105,842</u>
Total Assets and Deferred Outflows	<u>131,343,375</u>	<u>128,817,324</u>	<u>113,271,371</u>	<u>104,499,828</u>	<u>244,614,746</u>	<u>233,317,152</u>
LIABILITIES						
Current liabilities	5,172,408	2,701,371	4,211,439	1,909,691	9,383,847	4,611,062
Long-term liabilities	<u>50,362,505</u>	<u>51,664,088</u>	<u>25,493,745</u>	<u>24,844,644</u>	<u>75,856,250</u>	<u>76,508,732</u>
Total Liabilities	55,534,913	54,365,459	29,705,184	26,754,335	85,240,097	81,119,794
DEFERRED INFLOWS OF RESOURCES	<u>5,033,464</u>	<u>5,509,918</u>	<u>1,788,836</u>	<u>1,991,021</u>	<u>6,822,300</u>	<u>7,500,939</u>
Total Liabilities and Deferred Inflows	<u>60,568,377</u>	<u>59,875,377</u>	<u>31,494,020</u>	<u>28,745,356</u>	<u>92,062,397</u>	<u>88,620,733</u>
NET POSITION						
Net investment in capital assets	62,915,051	50,129,419	47,337,422	50,997,013	110,252,473	101,126,432
Restricted	9,554,595	11,505,551	1,012,042	1,025,231	10,566,637	12,530,782
Unrestricted (deficit)	<u>(1,694,648)</u>	<u>7,306,977</u>	<u>33,427,887</u>	<u>23,732,228</u>	<u>31,733,239</u>	<u>31,039,205</u>
Total Net Position	<u>\$ 70,774,998</u>	<u>\$ 68,941,947</u>	<u>\$ 81,777,351</u>	<u>\$ 75,754,472</u>	<u>\$ 152,552,349</u>	<u>\$ 144,696,419</u>

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 exceeded liabilities and deferred inflows by \$152,552,349 as of June 30, 2024. The City's net position increased by \$7,855,930 for the fiscal year ended June 30, 2024. The largest portion of net position (72.27%) reflects the City's investment in capital assets (e.g., land, buildings, infrastructure, machinery, and equipment), less any related debt still outstanding that was issued to acquire those items. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending.

Although the City'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 of \$10,566,637 (6.93%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of \$31,733,239 (20.80%) is unrestricted.

**City of Goldsboro, North Carolina
Management's Discussion and Analysis
Year Ended June 30, 2024**

**Table 2
City of Goldsboro, North Carolina
Condensed Statement of Revenue, Expenses, and Changes in Net Position
For the Year Ended June 30,**

	2024			2023		
	Governmental Activities	Business-Type Activities	Total	Governmental Activities	Business-Type Activities	Total
REVENUES						
Program revenues						
Charges for services	\$ 6,964,183	\$ 24,351,315	\$ 31,315,498	\$ 6,589,964	\$ 22,495,892	\$ 29,085,856
Operating grants and contributions	1,577,433	-	1,577,433	6,274,280	-	6,274,280
Capital grants and contributions	67,000	490,537	557,537	60,000	428,036	488,036
General revenues						
Property taxes	19,480,676	-	19,480,676	17,937,931	-	17,937,931
Other taxes	1,521,806	-	1,521,806	1,558,465	-	1,558,465
Grants and contributions not restricted to specific programs	15,345,043	-	15,345,043	15,078,915	-	15,078,915
Unrestricted investment earnings	1,109,286	872,332	1,981,618	747,281	372,306	1,119,587
Miscellaneous	492,956	1,353,236	1,846,192	262,566	1,190,915	1,453,481
Total Revenues	46,558,383	27,067,420	73,625,803	48,509,402	24,487,149	72,996,551
EXPENSES						
Governmental activities						
General government	5,268,384	-	5,268,384	3,703,360	-	3,703,360
Public safety	21,187,922	-	21,187,922	19,939,447	-	19,939,447
Transportation	3,748,137	-	3,748,137	3,939,114	-	3,939,114
Economic and physical development	2,890,960	-	2,890,960	2,859,729	-	2,859,729
Environmental protection	4,344,287	-	4,344,287	4,041,168	-	4,041,168
Cultural and recreation	6,555,672	-	6,555,672	5,857,026	-	5,857,026
Business-type grant related	-	-	-	1,979,139	-	1,979,139
Interest on long-term debt	729,970	-	729,970	771,338	-	771,338
Business-type activities						
Utilities	-	19,840,812	19,840,812	-	14,875,553	14,875,553
Storm Water	-	1,203,729	1,203,729	-	1,128,364	1,128,364
Total Expenses	44,725,332	21,044,541	65,769,873	43,090,321	16,003,917	59,094,238
TRANSFERS	-	-	-	-	-	-
Net Change	1,833,051	6,022,879	7,855,930	5,419,081	8,483,232	13,902,313
NET POSITION						
Beginning Balances	68,941,947	75,754,472	144,696,419	63,522,866	67,271,240	130,794,106
Ending Balances	\$ 70,774,998	\$ 81,777,351	\$ 152,552,349	\$ 68,941,947	\$ 75,754,472	\$ 144,696,419

Overall, the City's net position increased by \$7,855,930 during the current fiscal year. There are various factors that influenced this increase, both positively and negatively. Some key factors of the increase in governmental activities were a property tax increase of 5 cents, lapsed expenditures primarily due to vacant positions, and unspent operating expenditures due in part to supply chain issues; and increases in investment income. These amounts were offset in part by the recognition of additional pension liabilities and other post-employment benefits. In addition, there was a slight increase in the property valuation in the current fiscal year with the last octennial property reappraisal being done in fiscal year 2020. There were fee increases in engineering, inspections, planning, parks and recreation, and fire department. There was a 4 percent rate increase in water and sewer rates for the current fiscal year.

**City of Goldsboro, North Carolina
Management's Discussion and Analysis
Year Ended June 30, 2024**

Several aspects of the City's financial operations influenced its government-wide net position components:

Governmental activities: Governmental activities increased the City's net position by \$1,833,051. Key elements of this increase are as follows:

- Property tax revenues increased \$1.48 million over the prior year due to property tax increase of 5 cents and modest growth.
- Investment earnings increased \$329 thousand for governmental activities due to higher cash balances and increases in interest rates.
- Operating grants and contributions of \$2.5 million due to the American Rescue Plan Act of 2021.
- Sales and services revenues increased \$478 thousand due to increased activity and rate increases in FY24.

Business-type activities: Business-type activities increased the City's net position by \$6,022,879. Key elements of this increase are as follows:

- Revenues from charges for services increased \$1.75 million. There was a 4 percent rate increase in fiscal year 2024. The increase was related to the recommendation of a utility rate study conducted in 2019 to address operating and capital needs of the utility fund.
- Investment earnings increased \$485 thousand for business activities due to higher cash balances and increases in interest rates.

Financial Analysis of the City's Funds

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

Governmental funds. The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of usable resources. Such information is useful in assessing the City'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. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$17,855,662, while total fund balance was \$28,472,212. 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 approximately 40.89% of total General Fund expenditures, while fund balance available for appropriation represents 47.32% of the same amount.

At June 30, 2024, the governmental funds of the City reported a combined fund balance of \$31,067,781, a 0.78% increase over last year, and an increase of \$329 thousand in investment income, an increase of \$478 thousand in sales and services within the general fund. Lapsed expenditures due to supply chain issues and position vacancies reduced corresponding related operating expenditures.

The Downtown District Fund had an increase in fund balance of \$33,483, due to lapsed expenditures and increased investment earnings. The Occupancy Tax Fund increased by \$75,856 due to lapsed expenditures and increased investment earnings.

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; and (3) increases in appropriations that become necessary to maintain services.

There were multiple occasions the City revised its budget as noted below.

- The annual purchase order re-appropriation from the prior fiscal year.
- Creation of system development fees capital reserve fund.
- Transfer of funds necessary for capital projects.
- Sale of property in the General Fund.
- Funding of capital outlay needs in the General fund and Utility fund.
- Funding of additional unexpected operating and salary expenditures related to contracted professional services, salary payouts, approved salary structure increases for public safety, and demolition.

Several significant differences occurred between the final amended budget and actual results:

- Ad valorem taxes exceeded the budgeted amount by approximately \$336 thousand.
- Local option sales and use taxes exceeded the budgeted amount by approximately \$95 thousand, and utility franchise taxes exceeded the budgeted amount by \$598 thousand.
- Overall expenditures were less than budgetary estimates, due to vacant positions and reduction in spending by all departments.

Proprietary funds. The City's proprietary funds provide the same type of information found in the government-wide statements, but in more detail. Unrestricted net position of the proprietary funds at the end of the fiscal year amounted to \$33,427,887. The total increase in net position for the funds was \$6,022,879. Other factors concerning the finances of the fund have already been addressed in the discussion of the City's business-type activities.

Capital Asset and Debt Administration

Capital assets. The City's investment in capital assets for its governmental and business-type activities as of June 30, 2024 totals \$151,640,240 (net of accumulated depreciation). These assets include buildings, plant and distribution systems, streets, land, equipment, and vehicles.

The significant capital asset additions during the year were:

Governmental Activities

- Construction in progress decreased \$10,614,318 overall. The police and fire renovation project was placed in service for \$6.38 million. The 2018 street bonds project was placed in service and reduced construction in progress by \$4.8 million. The Spartan Gladiator 75' aerial fire truck was placed in service for \$1.2 million. Work in process totaling \$502 thousand dollars was related to police vehicles, Mina Weil pool replastering and the city hall chiller replacement.

**City of Goldsboro, North Carolina
Management's Discussion and Analysis
Year Ended June 30, 2024**

- Equipment and vehicles totaling \$3,320,120 with the more significant purchases as follows:
 - Police department canine “Rooster” placed in service \$13,064
 - Fire department Spartan Gladiator 75’ aerial fire truck placed in service for \$1,157,778, and fire suppression equipment and air packs totaling \$120,845
 - Solid Waste Peterbilt frontload garbage vehicle \$364,506, Peterbilt leaf truck \$277,006, International leaf vacuum truck \$171,342, and transfer station compactor \$328,494
 - Parks and Recreation department mower \$12,628
 - Streets department Ford F750 dump truck \$130,129
 - Parks and recreation Golf division added fifty E-Z Go lithium battery golf carts \$250,568
 - Information technology phone system \$263,778
 - Building and grounds Ford F150 truck \$43,761, foam sprayer \$19,585, and mower \$14,052
- Buildings and improvements totaling \$6,601,383 with the more significant purchases as follows:
 - Fire department insulated garage bay door \$20,000
 - Parks and Recreation department Herman Park tennis court repaving \$39,558, and roof replacement at Peacock Park bath house \$10,312
 - Police department evidence room addition and Fire Station 4 renovations placed in service \$6,382,087
 - Paramount Theater façade repairs \$43,628
 - Goldsboro Event Center plumbing pipes relined \$42,837

Business-Type Activities

- Construction in progress decreased \$85,731 overall. The water line improvements of \$308 thousand was placed in service, and additional work on the stormwater drainage mapping increased construction in progress by \$388 thousand. Work in progress decreased \$166 thousand. The sand filter rehabilitation project \$235 thousand, agitator rebuild for Compost \$107 thousand, and New Hope bar screen project \$326 thousand were placed in service and reduced work in process.
- Vehicles and motor equipment totaling \$713,241, with the more significant purchases as follows:
 - Distribution and Collections Cat backhoe loader \$166,845, Bobcat excavator \$80,114, and Ford F350 Supercab truck \$83,472
 - Compost agitator rebuild \$106,668
 - Stormwater Ford F250 with utility body \$63,754, and 2023 Ford F350 crew cab \$73,888
- Plant, buildings and improvements totaling \$39,965 was placed in service for Water Reclamation Facility gate access and controls.

**City of Goldsboro, North Carolina
Management's Discussion and Analysis
Year Ended June 30, 2024**

The City's capital assets are summarized in the following table:

**Table 3
City of Goldsboro, North Carolina
Condensed Statement of Capital Assets (net of depreciation)
As of June 30,**

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Assets Not Depreciated						
Land	\$ 7,320,923	\$ 7,411,691	\$ 1,443,282	\$ 1,443,282	\$ 8,764,205	\$ 8,854,973
Construction-in-progress	502,139	11,106,457	1,578,728	1,664,456	2,080,867	12,770,913
Assets Depreciated, Net						
Buildings	24,533,575	19,124,185	-	-	24,533,575	19,124,185
Plant and distribution systems	-	-	59,394,752	61,409,727	59,394,752	61,409,727
Furniture and equipment	3,214,355	2,739,036	4,370,700	4,821,908	7,585,055	7,560,944
Vehicles and motor equipment	6,133,130	4,780,309	2,112,562	2,290,093	8,245,692	7,070,402
Infrastructure	40,800,009	37,510,661	-	-	40,800,009	37,510,661
Right-to-use lease assets	163,243	77,713	-	-	163,243	77,713
Right-to-use lease subscription assets	72,842	129,952	-	-	72,842	129,952
Total	\$ 82,740,216	\$ 82,880,004	\$ 68,900,024	\$ 71,629,466	\$ 151,640,240	\$ 154,509,470

Additional information on the City's capital assets can be found on pages 38 to 39 of this report.

Long-term debt. As of June 30, 2024, the City had total capital related debt outstanding of \$44,384,815. General obligation bonds in the amount of \$11,594,000 is backed by the full faith and credit of the City, while the remainder represents several notes payable and lease liabilities which are collateralized by various assets of the City.

**Table 4
City of Goldsboro, North Carolina
Condensed Statement of Long-Term Debt
As of June 30,**

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
General obligation bonds	\$ 7,838,754	\$ 8,748,301	\$ 3,755,246	\$ 4,552,699	\$ 11,594,000	\$ 13,301,000
Premium on bonds	561,213	631,739	308,453	359,862	869,666	991,601
Lease liabilities	151,842	77,797	-	-	151,842	77,797
Subscription liabilities	40,591	97,172	-	-	40,591	97,172
Notes payable	14,027,653	16,861,977	17,711,063	16,226,912	31,738,716	33,088,889
Total	\$ 22,620,053	\$ 26,416,986	\$ 21,774,762	\$ 21,139,473	\$ 44,394,815	\$ 47,556,459

North Carolina General Statutes limit the amount of general obligation debt that a unit of government can issue to 8 percent of the total assessed value of taxable property located within that government's boundaries. The legal debt margin for the City is \$189,400,000.

Other long-term liabilities for various employee benefits are not included in this analysis. Additional information regarding the City's long-term debt can be found on pages 51 to 56 of this report.

Economic Factors and Next Year's Budgets and Rates

The average unemployment rate for Goldsboro is currently 4.3 percent. The statewide and the national average unemployment rate for fiscal year 2024 is 3.7 percent.

Budget Highlights for the Fiscal Year Ending June 30, 2025

Governmental activities: The City's adopted budget for 2025 reflected an increase in the property tax rate from 73 cents per \$100 valuation to 82.5 cents. Revenues from shared state revenues and property taxes remain flat. The retirement contribution rate increased from 12.91% to 13.66% for general employees, and from 14.24% to 15.24% for law enforcement. There was a 2.5 percent cost of living increase for all employees, and a \$400 net bonus for full time employees and \$200 net bonus for permanent part time employees. Approximately \$1.5 million of fund balance was appropriated in the general fund.

Business-type activities: Water and sewer usage are expected to remain constant in FY 2024-2025. There was a 2 percent increase for all water rates and classes, a 2 percent, 4 percent and 17 percent rate increase in sewer rates and classes. Increases in the retirement contribution rate were also applicable for general employees in the proprietary funds. There was a 2.5 percent cost of living increase for all employees in the proprietary funds, and a \$400 net bonus for full time employees and \$200 net bonus for permanent part time employees.

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 financial information should be directed to the Director of Finance, City of Goldsboro, P.O. Drawer A, Goldsboro, North Carolina 27533.

Basic Financial Statements

The basic financial statements for the City of Goldsboro consist of both government-wide and fund financial statements of the City of Goldsboro.

City of Goldsboro
Statement of Net Position
June 30, 2024

Exhibit 1

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and investments	\$ 26,618,697	\$ 35,016,099	\$ 61,634,796
Receivables, net	1,759,737	3,715,246	5,474,983
Due from other governments	5,047,420	10,223	5,057,643
Lease receivable	25,466	1,125,728	1,151,194
Inventories and prepaids	868,715	1,358,484	2,227,199
Restricted assets			
Cash and investments	2,745,227	1,381,326	4,126,553
Notes receivable	304,848	-	304,848
Capital assets, net			
Assets not being depreciated	7,823,062	3,022,010	10,845,072
Other capital assets, net of depreciation	74,917,154	65,878,014	140,795,168
Total Assets	120,110,326	111,507,130	231,617,456
DEFERRED OUTFLOWS OF RESOURCES	11,233,049	1,764,241	12,997,290
LIABILITIES			
Accounts payable and accrued liabilities	2,634,845	740,702	3,375,547
Estimated claims payable	182,092	-	182,092
Accrued interest payable	291,221	78,921	370,142
Customer deposits	21,250	1,381,326	1,402,576
Unearned revenue	2,043,000	2,010,490	4,053,490
Long-term liabilities			
Due within one year	4,058,289	2,509,776	6,568,065
Due in more than one year	46,304,216	22,983,969	69,288,185
Total Liabilities	55,534,913	29,705,184	85,240,097
DEFERRED INFLOWS OF RESOURCES	5,033,464	1,788,836	6,822,300
NET POSITION			
Net investment in capital assets	62,915,051	47,337,422	110,252,473
Restricted for			
Stabilization by State Statute	6,789,808	-	6,789,808
General government	283,784	-	283,784
Public safety	204,605	-	204,605
Capital outlay	1,138,023	-	1,138,023
Cemetery maintenance	294,478	-	294,478
Economic and physical development	786,006	-	786,006
Receivables held in abeyance	57,891	1,012,042	1,069,933
Unrestricted	(1,694,648)	33,427,887	31,733,239
Total Net Position	\$ 70,774,998	\$ 81,777,351	\$ 152,552,349

**City of Goldsboro
Statement of Activities
Year Ended June 30, 2024**

**Exhibit 2
(2 pages)**

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities				
General government	\$ 5,268,384	\$ 59,253	\$ -	\$ -
Public safety	21,187,922	854,002	166,076	-
Transportation	3,748,137	57,810	1,194,304	57,000
Economic and physical development	2,890,960	116,803	203,644	-
Environmental protection	4,344,287	4,150,355	-	-
Cultural and recreation	6,555,672	1,725,960	13,409	10,000
Business-type grant related	-	-	-	-
Interest on long-term debt	729,970	-	-	-
Total Governmental Activities	44,725,332	6,964,183	1,577,433	67,000
Business-Type Activities				
Utilities	19,840,812	22,653,321	-	490,537
Stormwater	1,203,729	1,697,994	-	-
Total Business-Type Activities	21,044,541	24,351,315	-	490,537
Total Primary Government	\$ 65,769,873	\$ 31,315,498	\$ 1,577,433	\$ 557,537

**City of Goldsboro
Statement of Activities
Year Ended June 30, 2024**

**Exhibit 2
(2 pages)**

Functions/Programs	Net Revenue (Expense) and Changes in Net Position		
	Primary Government		
	Governmental Activities	Business-Type Activities	Total
Governmental Activities			
General government	\$ (5,209,131)	\$ -	\$ (5,209,131)
Public safety	(20,167,844)	-	(20,167,844)
Transportation	(2,439,023)	-	(2,439,023)
Economic and physical development	(2,570,513)	-	(2,570,513)
Environmental protection	(193,932)	-	(193,932)
Cultural and recreation	(4,806,303)	-	(4,806,303)
Business-type grant related	-	-	-
Interest on long-term debt	(729,970)	-	(729,970)
Total Governmental Activities	(36,116,716)	-	(36,116,716)
Business-Type Activities			
Utilities	-	3,303,046	3,303,046
Stormwater	-	494,265	494,265
Total Business-Type Activities	-	3,797,311	3,797,311
Total Primary Government	(36,116,716)	3,797,311	(32,319,405)
General Revenues			
Taxes			
Property taxes, levied for general purpose	19,480,676	-	19,480,676
Other taxes and licenses	1,521,806	-	1,521,806
Grants and contributions not restricted to specific programs	15,345,043	-	15,345,043
Debt forgiveness income	-	500,000	500,000
Unrestricted investment earnings	1,109,286	872,332	1,981,618
Gain on disposal of capital assets	156,355	8,000	164,355
Miscellaneous	336,601	845,236	1,181,837
Total General Revenues	37,949,767	2,225,568	40,175,335
Change in Net Position	1,833,051	6,022,879	7,855,930
Net Position			
Beginning balances	68,941,947	75,754,472	144,696,419
Ending Balances	\$ 70,774,998	\$ 81,777,351	\$ 152,552,349

**City of Goldsboro
Balance Sheet
Governmental Funds
June 30, 2024**

**Exhibit 3
(2 pages)**

	Major Funds			Total Governmental Funds
	General Fund	State Grants Miscellaneous Grant Project Fund	Other Governmental Funds	
ASSETS				
Cash and investments	\$ 21,814,466	\$ 2,082,540	\$ 2,721,691	\$ 26,618,697
Receivables (net)				
Property taxes receivable	464,335	-	5,375	469,710
Accounts receivable	1,141,118	-	-	1,141,118
Interest receivable	316	-	66,000	66,316
Lease receivable	25,466	-	-	25,466
Due from other governments	5,016,924	42	30,454	5,047,420
Due from other funds	3,694	-	-	3,694
Inventories and prepaids	868,715	-	-	868,715
Restricted assets				
Cash and investments	2,745,227	-	-	2,745,227
Notes receivable	4,848	-	300,000	304,848
Total Assets	\$ 32,085,109	\$ 2,082,582	\$ 3,123,520	\$ 37,291,211
LIABILITIES				
Accounts payable and accrued liabilities	\$ 1,851,645	\$ 1,500	\$ 186,273	\$ 2,039,418
Accrued compensation payable	591,536	-	3,891	595,427
Unearned revenue	-	2,043,000	-	2,043,000
Due to other funds	-	-	3,694	3,694
Customer deposits	21,250	-	-	21,250
Total Liabilities	2,464,431	2,044,500	193,858	4,702,789
DEFERRED INFLOWS OF RESOURCES	1,148,466	-	372,175	1,520,641
FUND BALANCES				
Nonspendable				
Inventories and prepaids	868,715	-	-	868,715
Restricted				
Stabilization by state statute	6,597,244	-	192,564	6,789,808
General government	-	-	283,784	283,784
Public safety	47,495	-	193,300	240,795
Transportation	-	-	784,962	784,962
Cemetery maintenance	294,478	-	-	294,478
Economic and physical development	-	-	786,006	786,006
Cultural and recreational	-	38,082	316,871	354,953
Committed				
Environmental protection	803,592	-	-	803,592
Cultural and recreational	11,684	-	-	11,684
Economic and physical development	1,090	-	-	1,090
Assigned				
Subsequent year's expenditures	1,992,252	-	-	1,992,252
Unassigned	17,855,662	-	-	17,855,662
Total Fund Balances	28,472,212	38,082	2,557,487	31,067,781
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 32,085,109	\$ 2,082,582	\$ 3,123,520	\$ 37,291,211

**City of Goldsboro
Balance Sheet
Governmental Funds
June 30, 2024**

**Exhibit 3
(2 pages)**

**Reconciliation of the Governmental Funds' Balance Sheet to the
Statement of Net Position**

Total Fund Balances	\$ 31,067,781
Reconciliation of amounts reported for governmental activities in the Statement of Net Position (Exhibit 1) are different because	
Capital assets used in governmental activities are not financial resources; therefore, the assets are not reported in the funds	
Historical cost or estimated fair value/acquisition value	
Assets not subject to depreciation/amortization	\$ 7,823,062
Assets subject to depreciation/amortization	<u>157,050,112</u>
Total cost	164,873,174
Less:	
Accumulated depreciation and amortization	<u>(82,132,958)</u>
Capital Assets, Net of Accumulated Depreciation and Amortization	82,740,216
Deferred outflows of resources are not financial resources; therefore, the amounts are not reported in the funds	
Local Government Employees' Retirement System ("LGERS")	9,142,532
Law Enforcement Officers' Special Separation Allowance ("LEO")	716,777
Other post employment benefits ("OPEB")	1,302,829
Deferred loss on sale of refunding bonds	70,911
Certain assets are not available to pay for current period expenditures; therefore, the balances are deferred in the funds	
Property taxes receivable	469,710
Other receivables that are not available	1,013,723
Accrued interest receivable on unpaid property taxes	82,593
Long-term liabilities are not due and payable in the current period; therefore, the liabilities are not recognized and accrued in the funds	
Bonds payable	(7,838,754)
Premium on bonds payable	(561,213)
Lease liabilities	(151,842)
Subscription liabilities	(40,591)
Notes payable	(14,027,653)
Compensated absences payable	(2,251,791)
Net pension liability - LGERS	(15,249,715)
Total pension liability - LEO	(3,886,807)
Total OPEB liability	(6,354,139)
Deferred inflows of resources do not require financial resources; therefore, the amounts are not reported in the funds	
LGERS	(650,796)
LEO	(902,055)
OPEB	(3,443,405)
Other accrual adjustments that do not require current financial resources; therefore, the liabilities are not recognized and accrued in the funds	
Estimated claims payable (incurred but not reported)	(182,092)
Interest payable	<u>(291,221)</u>
Net Position of Governmental Activities	<u>\$ 70,774,998</u>

City of Goldsboro
Statement of Revenues and Expenditures, and Changes in Fund Balances
Governmental Funds
Year Ended June 30, 2024

Exhibit 4
(2 pages)

	<u>Major Funds</u>			<u>Total Governmental Funds</u>
	<u>General Fund</u>	<u>State Grants Miscellaneous Grant Project Fund</u>	<u>Other Governmental Funds</u>	
Revenues				
Ad valorem taxes	\$ 19,351,810	\$ -	\$ 103,458	\$ 19,455,268
Other taxes and licenses	328,993	-	1,192,813	1,521,806
Unrestricted intergovernmental	15,402,184	-	-	15,402,184
Restricted intergovernmental	1,341,140	57,000	197,259	1,595,399
Permits and fees	709,662	-	-	709,662
Sales and services	6,118,051	-	60,299	6,178,350
Investment earnings	1,061,995	19,505	27,786	1,109,286
Donations and sponsorships	30,839	-	10,000	40,839
Miscellaneous	416,192	-	4,775	420,967
Total Revenues	<u>44,760,866</u>	<u>76,505</u>	<u>1,596,390</u>	<u>46,433,761</u>
Expenditures				
Current				
General government	4,553,823	-	-	4,553,823
Public safety	20,379,734	-	1,355,464	21,735,198
Transportation	2,084,216	57,000	141,890	2,283,106
Economic and physical development	1,755,955	-	1,055,779	2,811,734
Environmental protection	4,807,803	-	-	4,807,803
Cultural and recreational	5,763,619	4,939	-	5,768,558
Debt service				
Principal retirement	3,574,398	-	300,000	3,874,398
Interest and other charges	745,812	-	27,000	772,812
Total Expenditures	<u>43,665,360</u>	<u>61,939</u>	<u>2,880,133</u>	<u>46,607,432</u>
Revenues Over (Under) Expenditures	<u>1,095,506</u>	<u>14,566</u>	<u>(1,283,743)</u>	<u>(173,671)</u>
Other Financing Sources (Uses)				
Transfer from other funds	7,056	-	376,481	383,537
Transfer to other funds	(383,537)	-	-	(383,537)
Sale of capital assets	247,123	-	-	247,123
Issuance of lease liabilities	147,991	-	-	147,991
Other Financing Sources, Net	<u>18,633</u>	<u>-</u>	<u>376,481</u>	<u>395,114</u>
Net Change in Fund Balances	<u>1,114,139</u>	<u>14,566</u>	<u>(907,262)</u>	<u>221,443</u>
Fund Balances				
Beginning balances	27,339,238	23,516	3,464,749	30,827,503
Change in reserve for inventories	18,835	-	-	18,835
Ending Balances	<u>\$ 28,472,212</u>	<u>\$ 38,082</u>	<u>\$ 2,557,487</u>	<u>\$ 31,067,781</u>

City of Goldsboro
Statement of Revenues and Expenditures, and Changes in Fund Balances
Governmental Funds
Year Ended June 30, 2024

Exhibit 4
(2 pages)

Reconciliation of the Governmental Funds' Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities

Net change in fund balances - total governmental funds		\$	221,443
Amounts reported for governmental activities in the Statement of Activities (Exhibit 2) are different because			
Governmental funds report capital outlays as expenditures; however, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense in the Statement of Activities.			
Capital outlay	\$	4,702,831	
Depreciation expense		<u>(4,751,851)</u>	(49,020)
Inventories are a use of current financial resources and therefore reported as an expenditure in the governmental funds.			18,835
Deferred outflows of resources represents a consumption of net position that applies to a future period and so is not recognized as an expense in the current year.			
LGERS		347,816	
LEO		(251,889)	
OPEB		(30,403)	
Deferred loss on debt refunding		<u>(18,734)</u>	46,790
Revenues not recognized in the fund statements because they are not considered available and do not provide current financial resources			
Proceeds received from the sale of capital assets		(247,123)	
Gain on disposal of capital assets		156,355	
Net change in property taxes receivable		18,186	
Net change in accrued interest on unpaid property taxes		7,222	
Net change in other deferred balances		<u>(57,141)</u>	(122,501)
Some expenses reported in the Statement of Activities do not require the use of current financial resources; therefore, are not reported as expenditures in governmental funds.			
Net change in compensated absences		(232,499)	
Net change in interest payable		(8,950)	
Net change in estimated claims payable		8,871	
Pension expense - LGERS, net of contributions		(1,746,605)	
Pension benefit (expense) - LEO, net of contributions		67,159	
OPEB benefit (expense)		<u>(167,405)</u>	(2,079,429)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds.			
Lease liabilities issued		(147,991)	
Principal retirement		3,874,398	
Amortization of bond premiums		<u>70,526</u>	<u>3,796,933</u>
Total Changes in Net Position of Governmental Activities			<u><u>\$</u></u> <u>1,833,051</u>

City of Goldsboro
Statement of Revenues and Expenditures, and Changes in Fund Balance
Budget and Actual - General Fund
Year Ended June 30, 2024

Exhibit 5

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Revenues				
Ad valorem taxes	\$ 19,009,688	\$ 19,009,688	\$ 19,351,810	\$ 342,122
Other taxes and licenses	329,300	329,300	328,993	(307)
Unrestricted intergovernmental	14,559,081	14,591,265	15,402,184	810,919
Restricted intergovernmental	1,766,882	1,766,882	1,334,937	(431,945)
Permits and fees	433,050	433,050	709,662	276,612
Sales and services	6,015,676	6,120,276	6,118,051	(2,225)
Investment earnings	310,721	323,810	1,062,053	738,243
Miscellaneous	219,616	279,577	412,547	132,970
Total Revenues	<u>42,644,014</u>	<u>42,853,848</u>	<u>44,720,237</u>	<u>1,866,389</u>
Expenditures				
Current				
General government	7,036,777	5,983,846	4,553,823	1,430,023
Transportation	1,399,005	2,102,339	2,084,216	18,123
Economic and physical development	1,897,322	2,609,050	1,737,341	871,709
Public safety	20,939,311	22,674,111	20,368,026	2,306,085
Environmental protection	4,477,471	5,369,573	4,807,803	561,770
Cultural and recreational	5,513,812	6,099,977	5,757,892	342,085
Debt service				
Principal retirement	4,271,500	3,587,671	3,574,398	13,273
Interest and other charges	-	745,812	745,812	-
Total Expenditures	<u>45,535,198</u>	<u>49,172,379</u>	<u>43,629,311</u>	<u>5,543,068</u>
Revenues Over (Under) Expenditures	<u>(2,891,184)</u>	<u>(6,318,531)</u>	<u>1,090,926</u>	<u>7,409,457</u>
Other Financing Sources (Uses)				
Transfers to other funds	(397,000)	(406,258)	(385,258)	21,000
Transfer from other funds	-	-	7,056	7,056
Sale of capital assets	-	239,275	247,123	7,848
Issuance of debt	1,788,184	1,796,824	-	(1,796,824)
Issuance of lease liabilities	-	-	147,991	147,991
Other Financing Sources (Uses), Net	<u>1,391,184</u>	<u>1,629,841</u>	<u>16,912</u>	<u>(1,612,929)</u>
Appropriation to (from) fund balance	1,500,000	4,688,690	-	(4,688,690)
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>1,107,838</u>	<u>\$ 1,107,838</u>
Fund Balance				
Beginning balance			26,481,678	
Change in reserve for inventories			18,835	
Ending Balance			<u>27,608,351</u>	
Legally Budgeted Funds That Are Consolidated into the General Fund for Reporting Purposes				
Hurricane Florence FEMA 4393 DR-NC Grant Project				
Beginning fund balance			803,592	
Other public safety projects				
Beginning fund balance			47,812	
Revenues			11,391	
Expenditures			(11,708)	
Other cultural and recreational projects				
Beginning fund balance			4,102	
Revenues			13,309	
Expenditures			(5,727)	
Other economic and physical development projects				
Beginning fund balance			2,054	
Revenues			15,929	
Expenditures			(18,614)	
Transfers from other funds			1,721	
General Fund Ending Balance (Exhibit 4)			<u>\$ 28,472,212</u>	

**City of Goldsboro
Statement of Net Position
Proprietary Funds
June 30, 2024**

Exhibit 6

	Utility Fund	Storm Water Fund	Total
ASSETS			
Current Assets			
Cash and investments	\$ 31,320,717	\$ 3,695,382	\$ 35,016,099
Accounts receivable, net	3,495,241	203,763	3,699,004
Due from other governments	10,223	-	10,223
Lease receivable	39,452	-	39,452
Accrued interest receivable	16,242	-	16,242
Inventories and prepaids	1,302,065	56,419	1,358,484
Restricted assets			
Cash and investments	1,381,326	-	1,381,326
Total Current Assets	37,565,266	3,955,564	41,520,830
Noncurrent Assets			
Lease receivable, noncurrent	1,086,276	-	1,086,276
Capital assets			
Land and construction-in-progress	1,478,730	1,543,280	3,022,010
Other capital assets, net	64,956,684	921,330	65,878,014
Total Noncurrent Assets	67,521,690	2,464,610	69,986,300
Total Assets	105,086,956	6,420,174	111,507,130
DEFERRED OUTFLOWS OF RESOURCES			
	1,580,856	183,385	1,764,241
LIABILITIES			
Current Liabilities			
Accounts payable and accrued liabilities	691,078	49,624	740,702
Accrued interest payable	68,845	10,076	78,921
Customer deposits	1,381,326	-	1,381,326
Unearned revenue	10,490	2,000,000	2,010,490
Current portion of:			
Compensated absences payable	61,500	8,300	69,800
Notes payable	1,495,368	122,953	1,618,321
Bonds payable	821,655	-	821,655
Total Current Liabilities	4,530,262	2,190,953	6,721,215
Noncurrent Liabilities			
Net pension liability	1,962,292	241,747	2,204,039
Total OPEB liability	981,679	196,336	1,178,015
Compensated absences payable	247,898	19,231	267,129
Notes payable	15,762,435	330,307	16,092,742
Bonds payable	3,242,044	-	3,242,044
Total Noncurrent Liabilities	22,196,348	787,621	22,983,969
Total Liabilities	26,726,610	2,978,574	29,705,184
DEFERRED INFLOWS OF RESOURCES			
	1,672,122	116,714	1,788,836
NET POSITION			
Net investment in capital assets	45,326,072	2,011,350	47,337,422
Restricted - accounts receivable held in abeyance	1,012,042	-	1,012,042
Unrestricted	31,930,966	1,496,921	33,427,887
Total Net Position	\$ 78,269,080	\$ 3,508,271	\$ 81,777,351

See Notes to Financial Statements

City of Goldsboro
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds
Year Ended June 30, 2024

Exhibit 7

	<u>Utility Fund</u>	<u>Stormwater Fund</u>	<u>Total</u>
Operating Revenues			
Charges for service	\$ 22,509,815	\$ 1,697,994	\$ 24,207,809
Assessments	13,876	-	13,876
Water and sewer taps	124,300	-	124,300
Other operating revenues	5,330	-	5,330
Total Operating Revenues	<u>22,653,321</u>	<u>1,697,994</u>	<u>24,351,315</u>
Operating Expenses			
Salaries and employee benefits	4,482,931	657,420	5,140,351
Operating expenses	9,690,916	375,720	10,066,636
Depreciation	5,228,448	156,210	5,384,658
Total Operating Expenses	<u>19,402,295</u>	<u>1,189,350</u>	<u>20,591,645</u>
Operating Income	<u>3,251,026</u>	<u>508,644</u>	<u>3,759,670</u>
Nonoperating Revenues (Expenses)			
Other revenues	816,472	-	816,472
Interest revenue	28,764	-	28,764
Investment earnings	828,954	43,378	872,332
Gain on disposal of capital assets	8,000	-	8,000
Debt forgiveness income	500,000	-	500,000
Interest expense	(438,517)	(14,379)	(452,896)
Nonoperating Revenues (Expenses), Net	<u>1,743,673</u>	<u>28,999</u>	<u>1,772,672</u>
Net Income Before Contributions and Transfers	4,994,699	537,643	5,532,342
Capital contributions	490,537	-	490,537
Change in Net Position	<u>5,485,236</u>	<u>537,643</u>	<u>6,022,879</u>
Net Position			
Beginning balance	72,783,844	2,970,628	75,754,472
Ending Balance	<u>\$ 78,269,080</u>	<u>\$ 3,508,271</u>	<u>\$ 81,777,351</u>

**City of Goldsboro
Statement of Cash Flows
Proprietary Funds
Year Ended June 30, 2024**

**Exhibit 8
(2 pages)**

	<u>Utility Fund</u>	<u>Stormwater Fund</u>	<u>Total</u>
Cash Flows From Operating Activities			
Cash received from customers	\$ 22,434,944	\$ 1,672,599	\$ 24,107,543
Cash paid for goods and services	(9,592,089)	(348,441)	(9,940,530)
Cash paid to employees for services	(4,485,934)	(629,447)	(5,115,381)
Other nonoperating revenue	816,472	-	816,472
	<u>9,173,393</u>	<u>694,711</u>	<u>9,868,104</u>
Net cash provided by operating activities			
Cash Flows From Capital and Related Financing Activities			
Proceeds from the issuance of long-term debt	3,646,179	-	3,646,179
Principal paid on long-term debt	(2,332,453)	(127,028)	(2,459,481)
Interest and fees paid on long-term debt	(467,891)	(6,781)	(474,672)
Proceeds from disposal of capital assets	8,000	-	8,000
Acquisition and construction of capital assets	(2,110,064)	(529,374)	(2,639,438)
Capital contributions - federal and state grants	490,537	2,000,000	2,490,537
	<u>(765,692)</u>	<u>1,336,817</u>	<u>571,125</u>
Net cash provided (use by capital and related financing activities)			
Cash Flows From Investing Activities			
Interest on investments	858,220	43,378	901,598
	<u>858,220</u>	<u>43,378</u>	<u>901,598</u>
Net cash provided by investing activities			
Net Increase in Cash and Cash Equivalents	9,265,921	2,074,906	11,340,827
Cash and Cash Equivalents			
Beginning balances	23,436,122	1,620,476	25,056,598
Ending Balances	<u>\$ 32,702,043</u>	<u>\$ 3,695,382</u>	<u>\$ 36,397,425</u>
Cash and Cash Equivalents			
Unrestricted	\$ 31,320,717	\$ 3,695,382	\$ 35,016,099
Restricted	1,381,326	-	1,381,326
Total Cash and Cash Equivalents	<u>\$ 32,702,043</u>	<u>\$ 3,695,382</u>	<u>\$ 36,397,425</u>

**City of Goldsboro
Statement of Cash Flows
Proprietary Funds
Year Ended June 30, 2024**

**Exhibit 8
(2 pages)**

	<u>Utility Fund</u>	<u>Stormwater Fund</u>	<u>Total</u>
Reconciliation of Operating Income to Net Cash Provided by Operating Activities			
Operating income	\$ 3,251,026	\$ 508,644	\$ 3,759,670
Adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation	5,228,448	156,210	5,384,658
Other nonoperating revenue	816,472	-	816,472
Changes in assets and liabilities:			
Increase in accounts receivable	(221,073)	(25,395)	(246,468)
(Increase) decrease in due from other governments	(4,222)	11,935	7,713
Decrease in lease receivable	36,646	-	36,646
Increase in prepaid expenses	(963)	(1,000)	(1,963)
Increase in inventories	(111,930)	-	(111,930)
(Increase) decrease in:			
Deferred outflows of resources for pensions	75,356	9,284	84,640
Deferred outflows of resources for OPEB	34,773	569	35,342
Increase in accounts payable and accrued liabilities	242,333	20,388	262,721
Increase in customer deposits	62,129	-	62,129
Decrease in unearned revenues	(33,153)	-	(33,153)
Increase in compensated absences	32,162	2,544	34,706
Increase in net pension liability	55,576	6,846	62,422
Increase (decrease) in total OPEB liability	(94,657)	11,341	(83,316)
Increase (decrease) in:			
Deferred inflows of lease revenue	(62,926)	-	(62,926)
Deferred inflows of resources for pensions	(24,133)	(2,973)	(27,106)
Deferred inflows of resources for OPEB	(108,471)	(3,682)	(112,153)
Net Cash Provided by Operating Activities	<u><u>\$ 9,173,393</u></u>	<u><u>\$ 694,711</u></u>	<u><u>\$ 9,868,104</u></u>

Note 1. Summary of Significant Accounting Policies

The accounting policies of the City of Goldsboro 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 Goldsboro (the "City") is a municipal corporation that is governed by an elected mayor and a six-member council. The City is required to include, as part of the reporting entity, any entities that meet the definition of a component unit. A component unit is a legally separate entity for which the City is financial accountable. The City has no component units.

B. Basis of Presentation

Government-wide statements: The Statement of Net Position and the Statement of Activities display information about the primary government (the City). 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. Non-operating revenues, such as subsidies, result from non-exchange transactions. Other non-operating revenues are ancillary activities such as investment earnings.

The City reports the following major governmental funds:

General Fund. This is the City's primary operating fund. The general fund accounts for all financial resources of the general government, except those required to be accounted for in another fund. The primary revenue sources are ad valorem taxes, intergovernmental revenues, and various other taxes and licenses. The primary expenditures are for public safety, street maintenance and construction, recreation and sanitation services. The City has created funds and adopted ordinances for *Hurricane Florence FEMA 4393 DR-NC Grant Project*, *Edward Byrne Memorial Justice Assistance Grant Project*, *Police Other Restricted Revenue*, *Parks and Recreation Revenue*, and *Community Relations Revenue*. These funds are combined with the General Fund for financial statement purposes.

State Grants Miscellaneous Grant Capital Project Fund. This fund is used to account for various governmental capital projects whose financial resources are restricted for the acquisition and/or construction of capital facilities and other miscellaneous capital assets (other than those finance by proprietary funds) that the City will own.

The City reports the following major proprietary enterprise funds:

Utility Fund. This fund is established to account for the City's water and sewer services provided to residents of the City. This fund also covers acquisition and/or construction of major water and sewer capital facilities and infrastructure which are accounted for in various capital projects funds and are combined with the Utility Fund for financial statement purposes. The current active projects include the *Phase IV Sewer Collection Rehabilitation Project*, the *2010A Sanitary Sewer Improvements Project*, the *Sewer Rehabilitation Capital Project*, the *Water Line Replacement & Booster Pump Station Capital Project*, the *Plate Settlers Capital Project*, the *Golden LEAF Stormwater & Sewer Infrastructure Capital Project*, the *Little Cherry Big Cherry Pump Station Relocation Capital Project*, the *Galvanized Water Lines Capital Project*, the *NC DEQ Viable Utility Reserve Asset Inventory and Assessment Capital Project*, the *NC DEQ Viable Utility Reserve Asset Inventory and Assessment Feasibility Study Capital Project*, the *Utility Fund Capital Reserve Fund*, the *Utility Fund Capital Reserve Fund for System Development Fees*, and the *Lead and Copper Capital Project*.

Storm Water Fund. This fund is established to account for the City's storm water services provided to residents of the City. Technically this is a nonmajor fund but, the City has elected to report this fund as a major fund for financial statement purposes. This fund also covers construction and rehabilitation of stormwater infrastructure which are accounted for in the *Storm Water Capital Project Fund*, and the *Big Ditch Restoration Capital Project*, which are combined with the Storm Water Fund for financial statement purposes.

The City reports the following other governmental fund types:

Nonmajor special revenue funds. These funds account for and report proceeds of specific revenue sources that are restricted or committed to expenditures for specific purposes other than debt service or capital projects. The City has the following nonmajor special revenue funds: *Community Development Fund*, *Downtown District Fund*, *Occupancy Tax Fund*, the *Federal & State Drug Forfeiture Fund*, the *Fire Other Restricted Special Revenue Fund*, the *CARES Act Miscellaneous Grants Fund*, and the *American Rescue Plan Act of 2021 Special Revenue Fund*.

Nonmajor capital project funds. These funds account for financial resources that are restricted, committed or assigned to be used for the acquisition and/or construction of capital facilities and other capital assets (other than those finance by proprietary funds) that the City will own. The City has the following nonmajor capital project funds: *Parks and Recreation FY 2019-2024 Capital Projects Fund*, *Street Improvements Capital Projects Fund*, the *Police/Fire Expansion Capital Project Fund*, the *FY 2016 TIGER Discretionary Grant Capital Project Fund*, the *Herman Park Recreation Center Capital Projects Fund*, the *1919 LaFrance Fire Truck Restoration Capital Project Fund*, and the *Aerial Fire Truck Capital Project Fund*.

C. Measurement Focus and Basis of Accounting

In accordance with North Carolina General Statutes ("NCGS" or "G.S."), 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. Non-exchange transactions, in which the City gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, 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, entitlements, 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 fund 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 non-operating 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 the governmental funds. Proceeds of general long-term debt and acquisitions under 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 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, North Carolina (the "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 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 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 because the tax is levied by Wayne 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. Grant revenues which are unearned at year-end are recorded as unearned 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 revenues.

D. Budgetary Data

The City's budgets are adopted as required by North Carolina General Statutes. An annual budget ordinance is adopted for the General Fund, special revenue funds, (excluding the Community Development Fund) and all enterprise funds. All annual appropriations lapse at the fiscal year-end. Project ordinances are adopted for the Community Development Fund, capital project funds, and the funds combined with the General Fund. The enterprise fund projects are consolidated with their respective operating fund for financial statement 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. The City's budget officer can transfer appropriations within a department or

between departments within a fund in an amount not to exceed 10% of the departmental appropriation without the approval of the governing body; however, any revisions that alter total expenditures of any fund in excess of the 10% threshold must be approved by the governing board. During the year, several immaterial 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 are made in board-designated official depositories and are secured as required by G.S. 159-31. The City may designate, as an official depository, any bank or savings association whose principal office is in North Carolina. Also, the City may establish time deposit accounts such as NOW and SuperNOW accounts, money market accounts, and certificates of deposit.

G.S. 159-30(c) authorizes the City 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 investments are reported at fair value. Non-participating, interest-earning investment contracts are accounted for at cost. The NCCMT Government Portfolio, a SEC-registered (2a-7) external investment pool, is measured at fair value. Because the NCCMT Government Portfolio has a weighted average maturity of less than 90 days, it is presented as an investment with a maturity of less than six months.

In accordance with NCGS, the City may invest in securities which are callable, and which provide for periodic interest rate increases in specific increments until maturity. These investments are reported at fair value as determined by quoted market prices.

(2) Cash and Cash Equivalents

The City pools moneys from several funds to facilitate disbursement and investment and to maximize investment income. Therefore, all cash and investments with an original maturity date of three months or less are considered cash and cash equivalents.

(3) Restricted Assets

Restricted assets include the unexpended portion of debt proceeds for which the debt was originally issued. Customer deposits held by the City before any services are supplied are restricted to the service for which the deposit was collected. Certain other cash balances are restricted by purpose and source. The City's restricted assets are summarized as follows:

Governmental Activities		
Rolling stock	Unexpended debt proceeds	\$ 2,723,977
Customer deposits		<u>21,250</u>
Total Governmental Activities		<u>\$ 2,745,227</u>
Business-Type Activities		
Utility Fund		
Customer deposits		<u>\$ 1,381,326</u>
Total Business-Type Activities		<u>\$ 1,381,326</u>

(4) Ad Valorem Taxes Receivable

In accordance with 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, the beginning of the fiscal year. The taxes are due on September 1 (lien date); however, penalties and interest do not accrue until the following January 6th. These taxes are based on the assessed values as of January 1, 2023.

(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) Inventories and Prepaid Items

The inventories of the City are valued at cost (first-in, first-out), which approximates market. The City's General Fund inventory consists of expendable supplies that are recorded as expenditures when purchased with adjustments made to inventory on hand at year end through a reserve for inventories.

The inventories of the City's enterprise funds consist of materials and supplies held for subsequent use. The cost of these inventories is recorded as an expense as the inventories are consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements and expensed as the items are used.

(7) Capital Assets

Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. 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 15, 2015 are recorded at acquisition value. All other purchased or constructed capital assets are reported at cost or estimated historical cost. General infrastructure assets acquired prior to July 1, 2003 consist of the road network and water and sewer system assets that were acquired or that received substantial improvements subsequent to July 1, 1980, and are reported as estimated historical cost using deflated replacement 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.

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

Buildings	50 years
Infrastructure	30 years
Improvements	10 to 20 years
Furniture and equipment	10 years
Vehicles	3 to 5 years
Computer software and equipment	3 to 5 years

(8) Right-to-Use Assets

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 (only applies when the City is the lessee) 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 lives of the related leases.

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 are amortized on a straight-line basis over the subscription terms.

(9) Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net 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 three items that meets this criterion, OPEB and pension deferrals for the 2024 fiscal year and an unamortized loss on a bond defeasance for Water and Sewer Refunding bonds. In addition to liabilities, the Statement of Net 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, cemetery receivable, special assessments, miscellaneous receivables and prepaid assessments, pension and OPEB deferrals, and deferred lease revenue.

(10) Long-Term Obligations

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

(11) Compensated Absences

The vacation policies of the City provide for the accumulation of up to 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. Compensated absences are liquidated in the General Fund and each respective enterprise fund. The City has assumed a first-in, first-out ("FIFO") method of accounting for accumulated compensated time assuming employees are taking leave time as it is earned. The portion of the total balance estimated to be used in the next fiscal year has been designated as a current liability in the government-wide financial statements.

The sick leave policies of the City 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 none of the entities have any obligation for accumulated sick leave until it is actually taken, no accrual for sick leave has been made by the City.

(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; restricted; and unrestricted. Restricted net position represents constraints on resources that are either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or (b) 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 they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Inventories and prepaids - portion of fund balance that is not an available resource because it represents the year-end balance of ending inventories and prepaids, which are not expendable available resources.

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 - 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 "imposed by law through constitutional provisions or enabling legislation." RSS is reduced by inventories and prepaids as they are classified as non-spendable. 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.

Public safety - portion of fund balance that is restricted by grants and donations for certain law enforcement supplies.

Cemetery maintenance - portion of fund balance that is restricted for maintenance of the City's cemetery.

Other restrictions - portion of fund balances that are restricted by the restrictive nature of special revenue and capital project funds. These restrictions are classified by the functional nature of each fund (i.e. general government, public safety, transportation, etc.).

Committed fund balance - portion of fund balance that can only be used for specific purposes pursuant to constraints imposed by the most binding formal action (for example, legislation, resolution, ordinance) of the majority vote by quorum of City of Goldsboro's governing body (highest level of decision-making authority). The governing body can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation.

Committed for environmental protection - portion of fund balance designated by the Board for repairs resulting from Hurricane Florence.

Other commitments - portion of fund balances that are designated by the Board for specific uses in line with nature of the related revenue sources. These commitments are classified by the functional nature of each fund (i.e., cultural and recreational, economic and physical development, etc.).

Assigned fund balance - portion of fund balance the City intends to use for specific purposes as designated by the governing body.

Assigned for subsequent year's expenditures - portion of fund balance that is appropriated in the next year's budget that is not already classified in restricted or committed. The governing body approves the appropriation and all amendments made to the original ordinance.

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

The City has a revenue spending policy that provides guidance for programs with multiple revenue sources. The Finance Officer will use resources in the following hierarchy: bond proceeds, federal funds, State funds, local non-city funds, city funds. For purposes of fund balance classification expenditures are to be spent from restricted fund balance first, followed in-order by committed fund balance, assigned fund balance and lastly unassigned fund balance. The Finance Officer has the authority to deviate from this policy if it is in the best interest of the City.

The City has also adopted a minimum fund balance policy for the general fund which instructs management to conduct the business of the City in such a manner that unassigned fund balance will target at the close of each fiscal year equal to 15% of the general fund operating budget; at no time shall the unassigned fund balance fall below 10% of the general fund operating budget.

(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 Government Employees' Retirement System (LGERS) and additions to/deductions from the LGERS' fiduciary net positions 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's employer contributions are recognized when due and the City has a legal requirement to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the LGERS. Investments are reported at fair value.

(14) Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Note 2. Detail Notes on All Funds

A. Assets

(1) Deposits and Investments

All the deposits of the City 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 agent in the City's name. Under the Pooling Method, which is a collateral pool, all uninsured

City of Goldsboro
Notes to Financial Statements
June 30, 2024

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, these deposits are considered to be held by the City’s agent in the City’s name. The amount of the pledged collateral is based on an approved averaging method for noninterest-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 or the escrow agent. Because of the inability to measure the exact amounts of collateral pledged for the City 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 but, relies on the State Treasurer to enforce standards of minimum capitalization for all pooling methods 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 City's bank deposits had a carrying amount of \$60,974,118 and a bank balance of \$62,097,933 on June 30, 2024. The portion of the bank balance covered by federal depository insurance was \$1,000,000 and the remainder of the bank balance was covered by collateral held under the Pooling Method. The City’s cash on hand was \$4,325 at June 30, 2024.

(2) Investments

The City’s investment balances as of June 30, 2024 consist of the following:

<u>Investments by Type</u>	<u>Valuation Measurement Method</u>	<u>Value</u>	<u>Less than 6 Months</u>	<u>6-12 Months</u>	<u>Rating</u>
NCCMT - Government Portfolio	Level 1	\$ 4,782,906	\$ 4,782,906	\$ -	AAAm
Total investments		\$ 4,782,906	\$ 4,782,906	\$ -	

The NCCMT Term Portfolio has a weighted average maturity of less than 90 days; therefore, it is presented as an investment with a maturity of less than 6 months.

All investments are measured using the market approach: using prices and other relevant information generated by market transactions involving identical or comparable assets or a group of assets.

Level of fair value hierarchy: Level 1 debt securities are valued using directly observable, quoted prices (unadjusted) in active markets for identical assets.

Interest rate risk. The City has no formal investment policy regarding interest rate risk. As a means of limiting its exposure to fair value losses arising from rising interest rates, the City’s internal investment policy limits at least half of the City’s investment portfolio to maturities of less than 12 months.

Credit risk. The City has no formal policy regarding credit risk but, it has internal management procedures that limits the City’s investments to the provisions of G.S. 159-30 and restricts the purchase of securities to the highest possible ratings whenever particular types of securities are rated. The City’s investment in the NCCMT Government Portfolio carried a credit rating of AAAM by Standard & Poor’s as of June 30, 2024.

City of Goldsboro
Notes to Financial Statements
June 30, 2024

(3) Receivables - Allowances for Doubtful Accounts

The City's receivable balances as of June 30, 2024 were presented net of an estimate for doubtful accounts as follows:

	<u>General Fund</u>	<u>Other Governmental Funds</u>	<u>Total</u>
Governmental Activities			
Taxes receivable	\$ 679,184	\$ 7,225	\$ 686,409
Accounts receivable	3,071,276	-	3,071,276
Interest receivable	316	66,000	66,316
Lease receivable	25,466	-	25,466
Allowance for doubtful accounts	<u>(2,145,007)</u>	<u>(1,850)</u>	<u>(2,146,857)</u>
Net Governmental Activities	<u>\$ 1,631,235</u>	<u>\$ 71,375</u>	<u>\$ 1,702,610</u>
		Storm Water	
	<u>Utility Fund</u>	<u>Fund</u>	<u>Total</u>
Business-Type Activities			
Accounts receivable	\$ 5,324,185	\$ 319,920	\$ 5,644,105
Allowance for uncollectible	(1,828,944)	(116,157)	(1,945,101)
Lease receivable	39,452	-	39,452
Accrued interest receivable	<u>16,242</u>	<u>-</u>	<u>16,242</u>
Net Business-Type Activities	<u>\$ 3,550,935</u>	<u>\$ 203,763</u>	<u>\$ 3,754,698</u>

Due from other governments that is owed to the City consists of the following:

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
North Carolina Department of Revenue		
Local option sales tax	\$ 3,165,034	\$ -
Refund of sales and use taxes	547,675	10,223
Franchise and other taxes	689,947	-
North Carolina Department of Transportation		
Grants	83,300	-
Wayne County		
Property taxes	268,892	-
ABC Board distributions	97,650	-
Other	<u>194,922</u>	<u>-</u>
Total Due From Other Governments	<u>\$ 5,047,420</u>	<u>\$ 10,223</u>

(4) Lease Receivables

The City has entered into two lease agreements whereby the City leases space on its water towers to unrelated parties for cellular antennas. The initial non-cancelable terms of the leases are five years, and four additional five-year extensions are offered on each of the leases, which run through 2040 and 2042, respectively. Management believes that it is reasonably certain that the lessees will exercise all extension options. The leases call for annual payments ranging from \$30,605 per month to \$31,523 per month during the year ended June 30, 2022, and increase by 3% per year thereafter, including during the extension periods. There are no variable components in the leases. The lease receivables are measured at the present value of the future minimum rent payments expected to be received during the lease term, at discount rates ranging from 1.485% to 3.75%, which are based on the lessees' incremental borrowing rates or, when unavailable, the City's own estimated incremental borrowing rate.

City of Goldsboro
Notes to Financial Statements
June 30, 2024

The City has entered into three agreements to lease farm land to unrelated parties. The leases call for annual payments ranging from \$774 to \$13,083 and have noncancellable lease terms that expire from December 2025 through December 2027, and offer no options to extend. There are no variable components in the leases. The lease receivables are measured as the present value of the future minimum rent payments expected to be received during the lease terms, at discount rates ranging from 0.218% to 2.656%, which is based on the City's estimated incremental borrowing rate.

The City has entered into an agreement to lease a kitchen and bar area, as well as related equipment at the Goldsboro Events Center to an unrelated party. The lease calls for monthly payments of \$600 and has a noncancellable lease term that expires February 28, 2026, and offers one option to extend the lease for an additional three-year term through February 28, 2029. There are no variable components in the lease. The lease receivable is measured as the present value of the future minimum rent payments expected to be received during the lease term, at a discount rate of 2.702%, which is based on the City's estimated incremental borrowing rate. During the year ended June 30, 2024, the City agreed to a termination of the lease agreement at the lessee's request.

Future minimum lessee payments due to the City under non-cancelable lease agreements, as of June 30, 2024, are as follows:

Business-Type Activities

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 39,452	\$ 28,436	\$ 67,888
2026	42,393	27,532	69,925
2027	45,473	26,550	72,023
2028	48,698	25,486	74,184
2029	52,075	24,334	76,409
Thereafter	<u>897,637</u>	<u>164,024</u>	<u>1,061,661</u>
	<u>\$ 1,125,728</u>	<u>\$ 296,362</u>	<u>\$ 1,422,090</u>

The City reported lease revenue of \$64,835 and interest revenue of \$28,764 during the year ended June 30, 2024. Deferred inflows of resources related to the leases receivable amounted to \$1,056,392 as of June 30, 2024.

Governmental Activities

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 23,937	\$ 636	\$ 24,573
2026	761	13	774
2027	768	6	774
2028	-	-	-
2029	-	-	-
Thereafter	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 25,466</u>	<u>\$ 655</u>	<u>\$ 26,121</u>

The City reported lease revenue of \$30,331 and interest revenue of \$1,797 during the year ended June 30, 2024. Deferred inflows of resources related to the leases receivable amounted to \$37,208 as of June 30, 2024.

City of Goldsboro
Notes to Financial Statements
June 30, 2024

(5) Capital Assets

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

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental Activities				
Capital assets not being amortized or depreciated				
Land	\$ 7,411,691	\$ -	\$ (90,768)	\$ 7,320,923
Construction-in-progress	<u>11,106,457</u>	<u>2,146,599</u>	<u>(12,750,917)</u>	<u>502,139</u>
Total	<u>18,518,148</u>	<u>2,146,599</u>	<u>(12,841,685)</u>	<u>7,823,062</u>
Capital assets being amortized or depreciated				
Buildings	32,977,261	6,601,383	-	39,578,644
Equipment	7,360,722	1,135,536	(17,800)	8,478,458
Streets and improvements	84,283,064	5,173,323	-	89,456,387
Vehicles and motor equipment	16,884,177	2,248,916	(46,532)	19,086,561
Right-to-use lease assets	150,729	147,991	-	298,720
Right-to-use subscription assets	<u>151,342</u>	<u>-</u>	<u>-</u>	<u>151,342</u>
Total	<u>141,807,295</u>	<u>15,307,149</u>	<u>(64,332)</u>	<u>157,050,112</u>
Less accumulated depreciation and amortization				
Buildings	13,853,076	1,191,993	-	15,045,069
Equipment	4,621,686	660,217	(17,800)	5,264,103
Streets and improvements	46,772,403	1,883,975	-	48,656,378
Vehicles and motor equipment	12,103,868	896,095	(46,532)	12,953,431
Right-to-use lease assets	73,016	62,461	-	135,477
Right-to-use subscription assets	<u>21,390</u>	<u>57,110</u>	<u>-</u>	<u>78,500</u>
Total	<u>77,445,439</u>	<u>4,751,851</u>	<u>(64,332)</u>	<u>82,132,958</u>
Depreciable Assets, Net	<u>64,361,856</u>			<u>74,917,154</u>
Capital Assets, Net	<u>\$ 82,880,004</u>			<u>\$ 82,740,216</u>

A breakdown of depreciation and amortization expense by function at June 30, 2024 is as follows:

Depreciation and Amortization Expense	
General government	\$ 814,361
Public safety	717,903
Transportation	1,848,125
Economic and physical development	16,764
Environmental protection	404,310
Cultural and recreational	<u>950,388</u>
Total Depreciation and Amortization Expense	<u>\$ 4,751,851</u>

City of Goldsboro
Notes to Financial Statements
June 30, 2024

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Business-Type Activities				
Utility Fund				
Capital assets not being depreciated				
Land	\$ 1,443,282	\$ -	\$ -	\$ 1,443,282
Construction-in-progress	<u>509,585</u>	<u>528,932</u>	<u>(1,003,069)</u>	<u>35,448</u>
Total	<u>1,952,867</u>	<u>528,932</u>	<u>(1,003,069)</u>	<u>1,478,730</u>
Capital assets being depreciated				
Plant and distribution systems	174,506,275	2,010,197	-	176,516,472
Furniture and maintenance equipment	9,781,912	435,784	-	10,217,696
Vehicles	<u>4,465,265</u>	<u>138,220</u>	<u>(17,506)</u>	<u>4,585,979</u>
Total	<u>188,753,452</u>	<u>2,584,201</u>	<u>(17,506)</u>	<u>191,320,147</u>
Less accumulated depreciation for				
Plant and distribution systems	113,115,244	4,024,704	-	117,139,948
Furniture and maintenance-equipment	5,012,268	896,617	-	5,908,885
Vehicles	<u>3,025,009</u>	<u>307,127</u>	<u>(17,506)</u>	<u>3,314,630</u>
Total	<u>121,152,521</u>	<u>5,228,448</u>	<u>(17,506)</u>	<u>126,363,463</u>
Depreciable assets, net	<u>67,600,931</u>			<u>64,956,684</u>
Utility Fund capital assets, net	<u>69,553,798</u>			<u>66,435,414</u>
Storm Water Fund				
Capital assets not being depreciated				
Construction-in-progress	\$ 1,154,871	<u>462,297</u>	<u>(73,888)</u>	\$ 1,543,280
Total	<u>1,154,871</u>	<u>462,297</u>	<u>(73,888)</u>	<u>1,543,280</u>
Capital assets being depreciated				
Plant and distribution systems	18,735	-	-	18,735
Vehicles	1,307,749	137,639	-	1,445,388
Furniture and maintenance - equipment	<u>85,543</u>	<u>19,104</u>	<u>-</u>	<u>104,647</u>
Total	<u>1,412,027</u>	<u>156,743</u>	<u>-</u>	<u>1,568,770</u>
Less accumulated depreciation for				
Plant and distribution systems	39	468	-	507
Vehicles	457,912	146,263	-	604,175
Furniture and maintenance - equipment	<u>33,279</u>	<u>9,479</u>	<u>-</u>	<u>42,758</u>
Total	<u>491,230</u>	<u>156,210</u>	<u>-</u>	<u>647,440</u>
Depreciable assets, net	<u>920,797</u>			<u>921,330</u>
Storm Water Fund capital assets, net	<u>2,075,668</u>			<u>2,464,610</u>
Business-Type Capital Assets, Net	<u>\$ 71,629,466</u>			<u>\$ 68,900,024</u>

City of Goldsboro
Notes to Financial Statements
June 30, 2024

(6) Lease Assets

The City has recorded four types of lease assets. The assets are for the right-to-use copier equipment, a modular classroom, a firing range, camera equipment, and a workman sprayer. The related leases are discussed in the Lease Liabilities note. The lease assets are amortized on a straight-line basis over the terms of the leases. Lease asset activity for the year ended June 30, 2024 was as follows:

	<u>Beginning Balances</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfers</u>	<u>Ending Balances</u>
Governmental Activities					
Lease assets					
Copier equipment	\$ 66,723	\$ -	\$ -	\$ -	\$ 66,723
Modular classroom	8,391	-	-	-	8,391
Firing range	36,267	-	-	-	36,267
Camera equipment	-	147,991	-	-	147,991
Workman sprayer	<u>39,348</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>39,348</u>
	<u>150,729</u>	<u>147,991</u>	<u>-</u>	<u>-</u>	<u>298,720</u>
Less accumulated amortization for					
Copier equipment	42,316	24,407	-	-	66,723
Modular classroom	8,391	-	-	-	8,391
Firing range	6,908	3,454	-	-	10,362
Camera equipment	-	26,833	-	-	26,833
Workman sprayer	<u>15,402</u>	<u>7,766</u>	<u>-</u>	<u>-</u>	<u>23,168</u>
	<u>73,017</u>	<u>62,460</u>	<u>-</u>	<u>-</u>	<u>135,477</u>
Governmental Activity Lease assets, net	<u>\$ 77,712</u>				<u>\$ 163,243</u>

(7) Construction Commitments

The City has active construction projects as of June 30, 2024. The projects include various water and sewer system projects and the ongoing projects in the General Fund. At June 30, 2024, the City's commitments with contractors are as follows:

<u>Project</u>	<u>Spent to Date</u>	<u>Remaining Commitment</u>
Governmental Activities		
City Hall Chiller Replacement	\$ -	\$ 411,887
Equipment Storage Building	-	169,400
Fire Pumper Truck	<u>-</u>	<u>873,952</u>
Total Governmental Activities	<u>-</u>	<u>1,455,239</u>
Business-Type Activities		
Stormwater Drainage Projects	1,519,143	50,873
Westbrook Pump Station Generator & ATS Upgrade	-	815,165
Motor Replacement Compost Grinder	-	220,620
Water Treatment Plant ATS Upgrade	-	257,167
Lead and Copper Inventory Project	<u>1,572,760</u>	<u>593,880</u>
Total Business-Type Activities	<u>3,091,903</u>	<u>1,937,705</u>
Total	<u>\$ 3,091,903</u>	<u>\$ 3,392,944</u>

B. Liabilities

(1) Pension Plan Obligations

(a) Local Governmental Employees' Retirement System

Plan Description. The City 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 ("LEO") 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 ("ACFR") for the State of North Carolina. The State's ACFR includes financial statements and required supplementary information for LGERS. The ACFR 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.

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-employment 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 G.S. 128-30 and may be amended only by the North Carolina General Assembly. City 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's contractually required contribution rate for the year ended June 30, 2024 was 14.04% of compensation for law enforcement officers and 12.90% 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 were \$3,105,963 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

City of Goldsboro
Notes to Financial Statements
June 30, 2024

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

The City reported a liability of \$17,453,755 for its proportionate share of the net pension liability on June 30, 2024. 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. The City's proportion as of June 30, 2023 (measurement date) was 0.2635%, which was a decrease of 0.0119% from its proportion measured as of June 30, 2022.

The City recognized pension expense of \$4,624,710 for the year ended June 30, 2024. Deferred outflows of resources and deferred inflows of resources related to pensions were derived from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 1,944,865	\$ 41,869
Changes of assumptions	741,684	-
Net difference between projected and actual earnings on pension plan investments	4,671,389	-
Changes in proportion and differences between employee contributions and proportionate share of contributions	-	702,986
Employer contributions subsequent to the measurement date	<u>3,105,963</u>	<u>-</u>
Total	<u>\$ 10,463,901</u>	<u>\$ 744,855</u>

\$3,105,963 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a decrease 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 Ending June 30,

2025	\$ 2,312,446
2026	1,053,248
2027	3,049,857
2028	197,532
2029	<u>-</u>
	<u>\$ 6,613,083</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	2.5 percent
Salary increases	3.25 to 8.25 percent, including inflation and productivity factor
Investment rate of return	6.50 percent, net of pension plan investment expense, including inflation

City of Goldsboro
Notes to Financial Statements
June 30, 2024

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, 2022 (measurement date) are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed income	33.0%	0.9%
Global equity	38.0%	6.5%
Real estate	8.0%	5.9%
Alternatives	8.0%	8.2%
Credit	7.0%	5.0%
Inflation protection	6.0%	2.7%
Total	<u>100.0%</u>	

The information above is based on 30-year expectations developed with the consulting actuary for the 2022 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 2.25%. 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 liability to changes in the discount rate. The following presents the City's proportionate share of the net pension liability calculated using the discount rate of 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 1 percentage-point lower (5.50 percent) or 1 percentage-point higher (7.50 percent) than the current rate:

City of Goldsboro
Notes to Financial Statements
June 30, 2024

	1% Decrease (5.50%)	Discount Rate (6.50%)	1% Increase (7.50%)
City's proportionate share of the net pension liability	\$ 30,237,945	\$ 17,453,755	\$ 6,928,612

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

(i) Plan Description

The City 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 0.85 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.

All full-time City law enforcement officers are covered by the Separation Allowance. The Separation Allowance's membership at December 31, 2022 consisted of:

Retirees receiving benefits	11
Active plan members	<u>74</u>
Total	<u>85</u>

A separate report was not issued for the plan.

(ii) 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.

(iii) 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
Projected salary increases	3.25 to 7.75 percent, including inflation and productivity factor
Discount rate	4.00 percent, including inflation

The discount rate is based on the yield of the S&P Municipal Bond 20-Year High Grade Rate Index as of December 31, 2023, the measurement date. Mortality rates are based on Pub-2010 amount-weighted tables with adjustments for mortality improvements based on Scale MP-2019.

City of Goldsboro
Notes to Financial Statements
June 30, 2024

(iv) Contributions

The City is required by Article 12D of G.S. Chapter 143 to provide these retirement benefits and has chosen to fund the Separation Allowance 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 \$166,998 as benefits came due for the reporting period.

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

The City reported a total pension liability of \$3,886,807 at June 30, 2024. 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.

The City recognized pension expense of \$351,728 for the year ended June 30, 2024. Deferred outflows of resources and deferred inflows of resources related to the Separation Allowance were derived from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 172,934	\$ 393,309
Changes of assumptions	459,581	508,746
Benefit payments and plan administrative expense subsequent to the measurement date	<u>84,262</u>	<u>-</u>
Total	<u>\$ 716,777</u>	<u>\$ 902,055</u>

\$84,262 paid as benefits came due subsequent to the measurement date has been reported as deferred outflows of resources and will be recognized as a decrease of the total pension liability in the year ended June 30, 2025. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30,

2025	\$ 67,287
2026	(1,720)
2027	(198,050)
2028	(134,938)
2029	<u>(2,119)</u>
Total	<u>\$ (269,540)</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 1-percentage-point lower (3.00 percent) or 1-percentage-point higher (5.00 percent) than the current rate:

City of Goldsboro
Notes to Financial Statements
June 30, 2024

	<u>1% Decrease (3.00%)</u>	<u>Discount Rate (4.00%)</u>	<u>1% Increase (5.00%)</u>
Total pension liability	\$ 4,221,381	\$ 3,886,807	\$ 3,582,497
Changes in the Separation Allowance Total Liability			
Beginning balance			\$ 3,794,234
Service cost			133,627
Interest on the total pension liability			159,575
Differences between expected and actual experience			(108,468)
Changes of assumptions or other inputs			91,434
Benefit payments			<u>(183,595)</u>
Ending balance			<u>\$ 3,886,807</u>

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 for the five-year period ended 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:

	<u>LGERS</u>	<u>LEOSSA</u>	<u>Total</u>
Pension expense	\$ 4,624,710	\$ 351,728	\$ 4,976,438
Pension liability	17,453,755	3,886,807	21,340,562
Proportionate share of the net pension liability	0.2635%	N/A	N/A
Deferred Outflows of Resources			
Differences between expected and actual experience	\$ 1,944,865	\$ 172,934	\$ 2,117,799
Changes of assumptions	741,684	459,581	1,201,265
Net difference between projected and actual earnings on pension plan investments	4,671,389	-	4,671,389
Benefit payments and administrative costs paid subsequent to the measurement date	<u>3,105,963</u>	<u>84,262</u>	<u>3,190,225</u>
	<u>\$ 10,463,901</u>	<u>\$ 716,777</u>	<u>\$ 11,180,678</u>
Deferred Inflows of Resources			
Differences between expected and actual experience	\$ 41,869	\$ 393,309	\$ 435,178
Changes of assumptions	-	508,746	508,746
Changes in proportion and differences between contributions and proportionate share of contributions	<u>702,986</u>	<u>-</u>	<u>702,986</u>
	<u>\$ 744,855</u>	<u>\$ 902,055</u>	<u>\$ 1,646,910</u>

(c) *Supplemental Retirement Income Plan*

Plan description. The City contributes to the Supplemental Retirement Income Plan (the “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 fund financial statements for the Internal Revenue Code Section 401(k) plan that includes the Supplemental Retirement Income Plan for Law Enforcement Officers. The ACFR 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. The City also contributes four percent of salary for all other full-time employees not engaged in law enforcement. The law enforcement officers and other employees may make voluntary contributions to the plan.

The City made contributions of \$995,820 for the reporting year, which included \$252,159 for law enforcement officers and \$743,661 for general employees. Employee contributions to the plan were \$516,497. No amounts were forfeited.

(2) Other Post-Employment Benefits (“OPEB”)

(a) *Healthcare Benefits*

Plan description. Under the terms of a City resolution, The City administers a single employer defined benefit Healthcare Benefits Plan (the HCB Plan). City Council has the authority to establish and amend the benefit terms and financing requirements. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement 75.

The Plan provides post-employment healthcare benefits to retirees of the City, provided they participate in the North Carolina Local Governmental Employees’ Retirement System (System), were 55 years of age and have at least 20 years of experience with the City or participated in the System and have 30 years of experience with the City at any age. The retiree pays the full cost of the blended rate group health insurance premium. Also, retirees can purchase coverage for their dependents at the City’s group rates if enrolled in dependent coverage at the time of retirement. Retirees coverages ends when the retiree becomes Medicare eligible. Dependent coverage continues after the retiree’s death. City Council may amend the benefit provisions. A separate report was not issued for the plan.

Membership of the HCB Plan consisted of the following at June 30, 2023, the date of the latest actuarial valuation:

Retirees and dependents receiving benefits	7
Active plan members	<u>415</u>
Total	<u><u>422</u></u>

Total OPEB Liability

The City’s total OPEB liability of \$7,532,154 was measured as of June 30, 2023 and was determined by an actuarial valuation as of June 30, 2023.

City of Goldsboro
Notes to Financial Statements
June 30, 2024

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 %
Real wage growth	0.75 %
Wage inflation	3.25 %
Salary increases, including wage inflation	
General employees	3.25% to 8.41%
Firefighters	3.25% to 8.15%
Law enforcement officers	3.25% to 7.90%
Municipal Bond Index Rate:	
Prior Measurement Date	3.54%
Measurement Date	3.65%
Healthcare cost trend rates	
Pre-Medicare	7.00% for 2023 decreasing to an ultimate rate of 4.50% by 2033

The City selected a Municipal Bond Index Rate equal to the Bond Buyer 20-year General Obligation Bond Index published at the last Thursday of June by The Bond Buyer, and the Municipal Bond Index Rate as of the measurement date as the discount rate used to measure the total OPEB liability.

Changes in the Total OPEB Liability

Beginning balance	\$ 7,298,903
Service cost	348,043
Interest on the total OPEB liability	269,654
Differences between expected and actual experience in the measurement of the total OPEB liability	(523,066)
Changes of assumptions or other inputs	198,345
Benefit payments	<u>(59,725)</u>
Ending balance	<u>\$ 7,532,154</u>

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 generational mortality improvements using Scale MP-2019.

The actuarial assumptions used in the June 30, 2023 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 percent) or 1 percentage-point higher (4.65 percent) than the current discount rate:

	Discount Rate Sensitivity		
	1% Decrease (2.65%)	Current Discount Rate (3.65%)	1% Increase (4.65%)
Total OPEB liability	<u>\$ 8,367,908</u>	<u>\$ 7,532,154</u>	<u>\$ 6,788,801</u>

City of Goldsboro
Notes to Financial Statements
June 30, 2024

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 healthcare cost trend rates that are 1 percentage-point lower or 1 percentage-point higher than the current healthcare cost trend rates:

	Healthcare Cost Trend Rate Sensitivity		
	1% Decrease (6.00%)	Current Cost Trend (7.00%)	1% Increase (8.00%)
Total OPEB liability	<u>\$ 6,630,003</u>	<u>\$ 7,532,154</u>	<u>\$ 8,598,380</u>

OPEB Expense and Deferred Outflows of Resources, and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2024, the City recognized OPEB expense of \$96,068. 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	\$ -	\$ 2,987,941
Changes of assumptions or other inputs	1,475,154	1,093,848
Benefit payments and plan administrative expense subsequent to the measurement date	<u>58,386</u>	<u>-</u>
Total	<u>\$ 1,533,540</u>	<u>\$ 4,081,789</u>

\$58,386 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:

<u>Year Ending June 30,</u>	
2025	\$ (521,629)
2026	(521,629)
2027	(470,991)
2028	(434,091)
2029	(278,101)
Thereafter	<u>(380,194)</u>
	<u>\$ (2,606,635)</u>

(b) Death Benefits

The City has elected to provide death benefits to employees through the Death Benefit Plan for members of the Local Governmental Employees' Retirement System ("Death Benefit Plan"), a multiple-employer, State-administered, cost-sharing plan funded on a one-year term cost basis. The beneficiaries of those employees who die in active service after one year of contributing membership in the System, or who die within 180 days after retirement or termination of service and have at least one year of contributing membership service in the System at the time of death are eligible for death benefits. Lump sum death benefit payments to beneficiaries are equal to the employee's 12 highest months' salary in a row during the 24 months prior to the employee's death, but the benefit may not exceed \$50,000 or be less than \$25,000. Because all death benefit payments are made from the Death Benefit Plan and not by the City, the City does not determine the number of eligible participants. The City has no liability beyond the payment of monthly contributions. The contributions to the Death Benefit Plan cannot be separated between the post-employment benefit amount and the other benefit amount. Contributions are determined as a percentage of monthly payroll based upon rates established annually by the State. Separate rates are set for employees not engaged in law enforcement and for law enforcement officers. The City made contributions to the State for death benefits of \$16,189 for the year ended June 30, 2024. The City's required contributions for employees not engaged in law enforcement and for law enforcement officers represented 0.05% and 0.14% of covered payroll, respectively. The City considers these contributions to be immaterial.

(c) Additional Death Benefit

The City has elected to provide an additional death benefit to employees through a group life insurance policy. All employees are added to the policy on their first day of employment. There is no waiting period. The amount of benefit is \$20,000 per employee. Total premiums paid for the year were \$14,618.

(3) Deferred Outflows and Inflows of Resources

The City has deferred outflows of resources and deferred inflows of resources at June 30, 2024, which consist of the following:

	<u>Modified Accrual</u>	<u>Full Accrual</u>
Deferred Outflows of Resources		
Governmental activities		
Pension - LGERS	\$ -	\$ 9,142,532
Pension - LEO Special Separation Allowance	-	716,777
OPEB - Healthcare benefits	-	1,302,829
Deferred loss on sale of refunding bonds	-	70,911
	<u> </u>	<u> </u>
Total	<u>\$ -</u>	<u>\$ 11,233,049</u>
Business-type activities		
Pension - LGERS	\$ -	\$ 1,321,370
OPEB - Healthcare benefits	-	230,711
Deferred loss on sale of refunding bonds	-	212,160
	<u> </u>	<u> </u>
Total	<u>\$ -</u>	<u>\$ 1,764,241</u>

City of Goldsboro
Notes to Financial Statements
June 30, 2024

	<u>Modified Accrual</u>	<u>Full Accrual</u>
Deferred Inflows of Resources		
Governmental Activities:		
Property taxes receivable, net	\$ 469,710	\$ -
Notes receivable and related interest	366,000	-
Unavailable grant revenue	800	-
Receivables held in abeyance	57,891	-
Miscellaneous receivables	589,032	-
Deferred lease revenue	37,208	37,208
Pension - LGERS	-	650,796
Pension - LEO Special Separation Allowance	-	902,055
Healthcare benefits - OPEB	-	3,443,405
	<u>-</u>	<u>3,443,405</u>
Total	<u>\$ 1,520,641</u>	<u>\$ 5,033,464</u>
Business-type activities		
Pension - LGERS	\$ -	\$ 94,060
Healthcare benefits - OPEB	-	638,384
Deferred lease revenue	-	1,056,392
	<u>-</u>	<u>1,056,392</u>
Total	<u>\$ -</u>	<u>\$ 1,788,836</u>

(4) Long-Term Obligations

(a) Lease Liabilities

The City has entered into lease agreements to lease certain property and equipment. The lease agreements qualify as other than short-term lease under GASB 87.

The City has entered into seven lease agreements related to various pieces of office equipment. The leases have terms that range from 51 to 128 months, and expire from January 2024 through July 2031. The leases require monthly payments ranging from \$49 to \$1,121, and generally automatically renew for periods of 12 months unless the City terminates the agreement, or purchases the equipment at its fair market value. At the time of the initial measurement, there was no interest rate specified in the original lease agreements. The City has used its estimated incremental borrowing rate to discount the leases, ranging from 0.315% to 2.217%. As of June 30, 2024, the remaining net book value of the related right-to-use lease asset was \$0, net of accumulated amortization of \$66,723.

The City entered into an agreement effective July 7, 2021, to lease a sprayer, which requires monthly payments of \$701. The lease expires in July 2026, at which time the City may purchase the sprayer for its fair market value on such date. There are no variable payments components of the lease. At the time of the initial measurement, there was no interest rate specified in the original lease agreement. The City has used its estimated incremental borrowing rate to discount the lease, 0.577%. As of June 30, 2024, the remaining net book value of the related right-to-use lease asset was \$16,180, net of accumulated amortization of \$23,168.

The City entered into an agreement effective January 1, 2021, to lease land for a firing range for the police department, which requires annual payments of \$3,500. The lease expires in December 2026, and offers the City a five-year renewal option under the same terms. There are no variable payments components of the lease. At the time of the initial measurement, there was no interest rate specified in the original lease agreement. The City has used its estimated incremental borrowing rate to discount the lease, 1.217%. As of June 30, 2024, the remaining net book value of the related right-to-use lease asset was \$25,905, net of accumulated amortization of \$10,362.

City of Goldsboro
Notes to Financial Statements
June 30, 2024

The City entered into an agreement effective December 15, 2023, to lease camera equipment for the police department, which requires annual payments of \$39,000. The lease expires in December 2026. There are no variable payments components of the lease. At the time of the initial measurement, there was no interest rate specified in the original lease agreement. The City has used its estimated incremental borrowing rate to discount the lease, 3.631%. As of June 30, 2024, the remaining net book value of the related right-to-use lease asset was \$121,158, net of accumulated amortization of \$26,833.

Future minimum lease obligations and the net present value of these minimum lease payments, as of June 30, 2024, are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Governmental activities			
2025	\$ 46,026	\$ 4,354	\$ 50,380
2026	47,382	2,998	50,380
2027	41,545	1,612	43,157
2028	3,295	205	3,500
2029	3,335	165	3,500
Thereafter	<u>10,259</u>	<u>832</u>	<u>11,091</u>
	<u>\$ 151,842</u>	<u>\$ 10,166</u>	<u>\$ 162,008</u>

(b) General Obligation Bonds

All general obligation bonds serviced by the City's governmental funds are collateralized by the full faith, credit, and taxing power of the City. The City issues general obligation bonds to provide funds for the acquisition and construction of major water system capital improvements. These bonds, which are recorded in the Utility Fund, are collateralized by the full faith, credit, and taxing power of the City. Principal and interest payments are appropriated when due.

The City's general obligation bonds payable at June 30, 2024 are comprised of the following individual issues:

Serviced by the General Fund

\$1,705,000 - 2014 Public Improvements Serial Bonds due in varying annual principal installments and varying semi-annual interest installments through May 1, 2034, interest at 3.34 percent payable with each installment.	\$ 170,000
\$829,590 - 2013 Refunding Serial Bonds (Street Portion) due in varying annual principal installments and varying semi-annual interest installments through June 2025, interest at 1.75 percent payable with each installment.	63,754
\$5,500,000 - 2017 Public Improvement Bonds due in annual principal installments of \$275,000 through May 1, 2037 plus varying annual interest through May 1, 2037, interest at 3.00 to 5.00 percent payable with each installment.	3,575,000
\$1,691,900 - 2017 Refunding Bonds (Street Portion) due in varying annual principal installments through May 1, 2030 plus varying annual interest through May 1, 2030, interest at 3.00 to 4.00 percent payable with each installment.	655,000

City of Goldsboro
Notes to Financial Statements
June 30, 2024

\$4,500,000 - 2018 Street Improvement Bonds due in annual principal installments of \$225,000 through August 1, 2038 plus varying annual interest through August 1, 2038, interest at 3.00 to 5.00 percent payable with each installment. \$ 3,375,000

Total Bonds Payable - Governmental Activities \$ 7,838,754

Serviced by the Utility Fund

\$2,469,410 - 2013 Refunding Serial Bonds (Sewer Portion) due in varying annual principal installments and varying semi-annual interest installments through June 1, 2025, interest at 1.75 percent payable with each installment \$ 190,246

\$5,733,100 - 2017 Refunding Bonds (Sewer Portion) due in varying annual principal installments and varying annual interest installments through May 1, 2030, interest at 3.00 to 4.00 percent payable with each installment 3,565,000

Total Bonds Payable - Business-Type Activities \$ 3,755,246

Annual debt service requirements to maturity for the City's outstanding bonds are as follows:

<u>Year Ending June 30</u>	<u>Governmental Activities</u>		<u>Business-Type Activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2025	\$ 898,754	\$ 281,897	\$ 770,246	\$ 134,229
2026	665,000	246,631	605,000	107,700
2027	665,000	215,031	605,000	83,500
2028	660,000	183,431	605,000	59,300
2029	500,000	154,781	590,000	35,100
2030-2034	2,500,000	523,906	580,000	17,400
2035-2039	1,950,000	144,469	-	-
2040-2044	-	-	-	-
	<u>7,838,754</u>	<u>\$ 1,750,146</u>	<u>3,755,246</u>	<u>\$ 437,229</u>
Unamortized premium on general obligation bonds	<u>561,213</u>		<u>308,453</u>	
Total carrying amount of debt	<u>\$ 8,399,967</u>		<u>\$ 4,063,699</u>	

(c) *Notes Payable*

Serviced by the General Fund

On July 10, 2014, the City entered into a financing agreement for \$4,558,000 with Capital One Public Funding LLC for the construction of a Transfer Facility, Police Complex Improvements and Center Street Streetscape Improvements. The installment agreement is collateralized by all real and personal property acquired at the Paramount Theater and City Hall. The terms of the new agreement require 20 semi-annual installments of varying amounts plus interest at 3.34 % per annum beginning November 1, 2014. The balance outstanding at June 30, 2024 was \$2,277,000.

On June 26, 2015, the City entered into a financing agreement for \$7,280,000 with Sterling National Bank for the construction of the W.A. Foster Recreation Center and renovations of the Goldsboro Event Center. The installment agreement is collateralized by all real and personal property acquired with the construction of W. A. Foster

City of Goldsboro
Notes to Financial Statements
June 30, 2024

Recreation Center and Goldsboro Event Center Facility. The terms of the new agreement require 15 semi-annual installments of varying amounts plus interest at 2.91% per annum beginning November 1, 2015. The balance outstanding at June 30, 2024 was \$2,910,000.

On March 16, 2017, the City entered into an intergovernmental agreement with the County of Wayne for a funding agreement for \$3,000,000 to assist with the Multi-Sports Complex project. The installment agreement is collateralized by equipment acquired with the loan. The terms of the agreement require 15 annual payments of \$200,000 plus interest at 1.50% per annum. The balance outstanding at June 30, 2024 was \$1,600,000.

On September 13, 2018, the City entered into a financing agreement for \$5,300,000 with AMFU II, Inc. for the "Police/Fire Expansion Capital Project". The installment agreement is secured by a deed of trust that places a lien on the property. The terms of the agreement require 15 annual payments of various amounts plus interest at 3.41% per annum. The balance outstanding at June 30, 2024 was \$3,531,000.

On June 1, 2019, the City entered into a financing agreement for \$596,000 with Zions Bank for the purchase of three garbage trucks. The installment agreement is collateralized by all the vehicles acquired with the loan. The terms of the agreement require ten annual payments of various amounts plus interest at 2.68% per annum. The balance outstanding at June 30, 2024 was \$317,000.

On July 9, 2021, the City entered into a financing agreement for up to \$1,650,532 with Truist Bank for the purchase of various vehicles and equipment. The installment agreement is collateralized by all vehicles and equipment acquired with the loan. The terms of the agreement require five annual payments of various amounts plus interest at 1.180% per annum. The balance outstanding at June 30, 2024 was \$839,503.

On December 14, 2021, the City entered into a financing agreement for \$1,886,000 with Sterling National Bank for the purchase of vehicles, trailers, and heavy equipment. The installment agreement is collateralized by all the vehicles acquired with the loan. The terms of the agreement require five annual payments of various amounts plus interest at 0.940% per annum. The balance outstanding at June 30, 2024 was \$905,000.

On September 22, 2022, the City entered into a financing agreement for up to \$2,398,000 with Truist Bank for the purchase of various vehicles and equipment. The installment agreement is collateralized by all vehicles and equipment acquired with the loan. The terms of the agreement require five annual payments of approximately \$523,000, including interest at 3.09% per annum, of which approximately 85% is to be serviced by the general fund. The general fund's portion of the balance outstanding at June 30, 2024 was \$1,648,150.

Serviced by the Utility Fund

On February 2, 2010, the City entered into a long-term loan agreement with the North Carolina Department of Environment, Health, and Natural Resources' North Carolina Water Pollution Control Revolving Fund for water reclamation improvements. The loan agreement was executed for \$6,460,894 for water improvements. The terms of the agreement require 20 installments of \$336,015 plus interest at 2.5% per annum. The balance outstanding at June 30, 2024 was \$2,687,737.

On February 14, 2012, the City entered into a long-term loan agreement with the North Carolina Department of Environment, Health, and Natural Resources' North Carolina Water Pollution Control Revolving Fund for phase 2 of the water reclamation improvements. The loan agreement was executed for \$2,949,322 for water improvements. The terms of the agreement require 20 installments due not earlier than six months after completion of the project. The balance outstanding at June 30, 2024 was \$1,323,839.

On March 23, 2017, the City entered into a financing agreement for \$5,621,000 with Banc of America Public Capital Corporation for the purchase of AMI vehicles. The installment agreement is collateralized by all the equipment acquired with the loan. The terms of the agreement require 15 annual payments of various amounts plus interest at 2.3615% per annum. The balance outstanding at June 30, 2024 was \$3,078,000.

City of Goldsboro
Notes to Financial Statements
June 30, 2024

On May 10, 2016, the City entered into a long-term loan agreement with the North Carolina Department of Environment, Health, and Natural Resources' Revolving Fund for the Stoney Creek Sewer Outfall Rehabilitation. The loan agreement was executed for \$3,361,708 for these improvements. The terms of the agreement require 20 installments of \$168,085.40 plus interest at 1.88% per annum. The balance outstanding at June 30, 2024 was \$2,185,110.

On October 15, 2018, the City adopted a project ordinance for Phase IV Sewer Collection Rehabilitation Project (the "Project"). The project is being financed with a loan from the North Carolina Drinking Water State Revolving Fund. As of June 30, 2019, the City had been advanced \$1,485,421 for the Project. On November 26, 2019, the loan from the State was approved for \$8,905,676. On February 13, 2024, the final promissory note was executed in the final amount of \$8,277,337, of which \$500,000 in principal is immediately forgiven. The terms of the loan require 20 annual payments, including annual payments of \$420,284 from May 2021 through May 2023, and annual payments of \$383,323 from May 2024 through May 2040, with 0% interest. As of June 30, 2024, the City had drawn down the entire \$8,277,337. The balance outstanding at June 30, 2024 was \$6,133,163.

During fiscal year 2019, the City entered into a long-term loan agreement with the North Carolina Department of Environmental Quality for the gravity sewer rehabilitation project. The loan agreement was originally offered for \$1,235,100, but was subsequently amended to the maximum amount of \$682,191 on December 18, 2023. The terms of the agreement require an initial principal payment of \$61,755 on May 1, 2023, followed by 19 installments of \$32,654.53 plus interest at 1.82% per annum through May 1, 2042. As of June 30, 2024, the City had drawn down \$682,191. The balance outstanding at June 30, 2024 was \$587,781.

On June 14, 2021, the City entered into a long-term loan agreement with the North Carolina Department of Environmental Quality for the water treatment enhancement plate settlers project. The loan agreement was executed for \$1,484,909 for this project. The terms of the agreement require 20 installments of \$74,245.45 plus interest at 1.82% per annum, commencing no earlier than six months after the schedule date of completion of the project. As of June 30, 2024, the City had drawn down the full agreement amount of \$1,484,909. The balance outstanding at June 30, 2024 was \$1,262,173.

Serviced by the Storm Water Fund

On July 9, 2021, the City entered into a financing agreement for up to \$1,650,532 with Truist Bank for the purchase of various vehicles and equipment. The installment agreement is collateralized by all vehicles and equipment acquired with the loan. The terms of the agreement require five annual payments of various amounts plus interest at 1.180% per annum. The balance outstanding at June 30, 2024 was \$162,410.

On September 22, 2022, the City entered into a financing agreement for up to \$2,398,000 with Truist Bank for the purchase of various vehicles and equipment. The installment agreement is collateralized by all vehicles and equipment acquired with the loan. The terms of the agreement require five annual payments of approximately \$523,000, including interest at 3.09% per annum, of which approximately 15% is to be serviced by the storm water fund. The storm water fund's portion of the balance outstanding at June 30, 2024 was \$290,850.

Annual debt service requirements to maturity for the above financing agreements are as follows:

<u>Year Ending June 30,</u>	<u>Governmental Activities</u>		<u>Business-Type Activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2025	\$ 2,492,108	\$ 382,976	\$ 1,618,321	\$ 225,533
2026	2,217,271	324,491	1,629,053	200,892
2027	2,236,324	268,316	1,640,941	175,988
2028	1,761,950	211,662	1,597,418	150,796
2029	1,333,000	159,837	1,530,368	125,967
2030-2034	3,987,000	326,500	6,109,815	303,610
2035-2039	-	-	2,955,370	70,571
2040-2044	-	-	629,777	7,620
	<u>\$ 14,027,653</u>	<u>\$ 1,673,782</u>	<u>\$ 17,711,063</u>	<u>\$ 1,260,977</u>

City of Goldsboro
Notes to Financial Statements
June 30, 2024

(d) *Long-Term Debt Summary*

	<u>Beginning Balances</u>	<u>Additions</u>	<u>Retirements/ Adjustments</u>	<u>Ending Balances</u>	<u>Due Within One Year</u>
Governmental Activities					
General obligation debt	\$ 8,748,301	\$ -	\$ 909,547	\$ 7,838,754	\$ 898,754
Premium on bonds	631,739	-	70,526	561,213	70,526
Notes payable	16,861,977	-	2,834,324	14,027,653	2,492,108
Lease liabilities	77,797	147,991	73,946	151,842	46,026
Subscription liabilities	97,172	-	56,581	40,591	40,591
Net pension liability (LGERS)	13,396,004	1,853,711	-	15,249,715	-
Total pension liability (LEO)	3,794,234	92,573	-	3,886,807	166,998
Total OPEB liability	6,037,572	316,567	-	6,354,139	58,386
Compensated absences	<u>2,019,292</u>	<u>517,377</u>	<u>284,878</u>	<u>2,251,791</u>	<u>284,900</u>
Total Governmental Activities	<u>\$ 51,664,088</u>	<u>\$ 2,928,219</u>	<u>\$ 4,229,802</u>	<u>\$ 50,362,505</u>	<u>\$ 4,058,289</u>
Business-Type Activities					
Utility Fund					
General obligation debt	\$ 4,552,699	\$ -	\$ 797,453	\$ 3,755,246	\$ 770,246
Premium on bonds	359,862	-	51,409	308,453	51,409
Notes payable	15,646,624	3,646,179	2,035,000	17,257,803	1,495,368
Net pension liability (LGERS)	1,906,716	55,576	-	1,962,292	-
Total OPEB liability	1,076,336	-	94,657	981,679	-
Compensated absences	<u>277,236</u>	<u>93,674</u>	<u>61,512</u>	<u>309,398</u>	<u>61,500</u>
Total Utility Fund	<u>23,819,473</u>	<u>3,795,429</u>	<u>3,040,031</u>	<u>24,574,871</u>	<u>2,378,523</u>
Storm Water Fund					
Notes payable	580,288	-	127,028	453,260	122,953
Net pension liability (LGERS)	234,901	6,846	-	241,747	-
Total OPEB liability	184,995	11,341	-	196,336	-
Compensated Absences	<u>24,987</u>	<u>10,867</u>	<u>8,323</u>	<u>27,531</u>	<u>8,300</u>
Total Storm Water Fund	<u>1,025,171</u>	<u>29,054</u>	<u>135,351</u>	<u>918,874</u>	<u>131,253</u>
Total Business-Type Activities	<u>\$ 24,844,644</u>	<u>\$ 3,824,483</u>	<u>\$ 3,175,382</u>	<u>\$ 25,493,745</u>	<u>\$ 2,509,776</u>

(e) *Debt Margin*

The City is subject to the Local Government Bond Act of North Carolina which limits the amount of the amount of debt it can issue to 8 percent of the appraised value of property subject to taxation. The City's statutory debt limit at June 30, 2024 was approximately \$211,979,000, providing a legal debt margin of approximately \$189,400,000.

C. Interfund Balances and Activity

(1) Transfers

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. The City transferred the following amounts during the year:

City of Goldsboro
Notes to Financial Statements
June 30, 2024

<u>Transfer From</u>	<u>Transfer To</u>	<u>Amount</u>
General Fund	Nonmajor capital projects funds	\$ 383,537
Total transfers from General Fund		<u>\$ 383,537</u>
Utility Fund	Utility capital projects funds	\$ 2,150,020
Utility Fund	Utility capital reserve funds	245,395
Total transfers from the Utility Fund		<u>\$ 2,395,412</u>
Storm Water Fund	Nonmajor capital projects funds	\$ 267,114
Total transfers from the Storm Water Fund		<u>\$ 267,114</u>

The transfers from the General Fund, Utility Fund and Storm Water Fund to nonmajor capital projects totaling \$3,046,063 were to fund various capital projects.

(2) Internal Charges and Reimbursements

The “administrative chargeout” represents reimbursements to the General Fund for services provided to the Utility Fund and Storm Water Fund. The amount of “shared service fees” during the year ended June 30, 2024 consisted of the following:

<u>Paid From</u>	<u>Paid To</u>	<u>Amount</u>
Utility Fund	General Fund	\$ 3,560,881
Storm Water Fund	General Fund	129,533
Total administrative reimbursements		<u>\$ 3,690,414</u>

D. Net Position/Fund Balances

(1) Net Investment in Capital Assets

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
Capital assets, net	\$ 82,740,216	\$ 68,900,024
Less:		
General obligation bonds	(7,838,754)	(4,063,699)
Notes payable	(14,027,653)	(17,711,063)
Unamortized premium on bonds	(561,213)	-
Lease liabilities	(151,842)	-
Subscription liabilities	(40,591)	-
Add:		
Deferred loss on bond refunding	70,911	212,160
Unexpended debt proceeds	<u>2,723,977</u>	<u>-</u>
Net investment in capital assets	<u>\$ 62,915,051</u>	<u>\$ 47,337,422</u>

(2) Receivables Held in Abeyance

The City has recognized revenue from special assessments on the full accrual basis of accounting. A portion of net position related to certain outstanding receivable balances has been restricted as receivables held in abeyance as follows:

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
Assessments receivable	\$ 160,019	\$ 1,093,414
Less:		
Unrestricted portion	<u>(102,128)</u>	<u>(81,372)</u>
Receivables held in abeyance	<u>\$ 57,891</u>	<u>\$ 1,012,042</u>

(3) Fund Balance - General Fund

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	\$ 28,472,212
Less:	
Inventories and prepaids	(868,715)
Restrictions for public safety	(47,495)
Restrictions for Cemetery maintenance	(294,478)
Stabilization by state statute	<u>(6,597,244)</u>
Fund balance available for appropriation	<u>\$ 20,664,280</u>

The City has adopted a minimum fund balance policy for the General Fund which instructs management to conduct the business of the City in such a manner that unassigned fund balance will target at the close of each fiscal year equal to 15 percent of the general fund operating budget; at no time shall the unassigned fund balance fall below 10 percent of the General Fund's operating budget. Ten percent of the General Fund's operating budget for the current year was \$4,957,864.

(4) Encumbrances

Outstanding encumbrances are amounts needed to pay any commitments related to purchase orders and contracts that remain unperformed at year end. The City's outstanding encumbrances at June 30, 2024 were \$1,089,009 and \$1,043,352 in the General Fund and other governmental funds, respectively.

Note 3. Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; error and omissions; injuries to employees; and natural disasters. The City obtains property insurance coverage and general liability coverage for these risks through commercial carriers. The City also obtains health insurance for City employees through the State health insurance plan administered by Blue Cross Blue Shield of NC. Based on past experience, management believes that the City's coverages are sufficient.

The City carries commercial insurance for all other risks of loss. There have been no significant reductions in insurance coverage from the previous year and settled claims from these risks have not exceeded the total commercial insurance coverage in any of the past three fiscal years.

City of Goldsboro
Notes to Financial Statements
June 30, 2024

The City is self-insured for Worker’s Compensation. The City retains out-of-pocket costs up to \$1,000,000 per event for workers compensation claims. Excess insurance with statutory limits is maintained for any claims exceeding the \$600,000 and \$500,000 self-insured retention for police/fire and all other classes, respectively.

The City records a liability for estimated claims incurred but not reported (“IBNR”) as of the end of the year based on an analysis provided by a third-party administrator. The following table summarizes IBNR for the two-year period ending June 30, 2024:

	<u>2023</u>	<u>2024</u>
Beginning balance	\$ 322,028	\$ 190,963
Claims reported and IBNR	123,567	99,352
Less: claims paid	<u>(254,632)</u>	<u>(108,223)</u>
Ending balance	<u>\$ 190,963</u>	<u>\$ 182,092</u>

Although the City is not in an area of the State that has been mapped and designated an “A” area (an area close to a river, lake or stream) by the Federal Emergency Management Agency, the City has elected to carry flood insurance through the National Flood Insurance Plan on those buildings located within the 100-year flood area. The City has also purchased commercial flood insurance coverage of from \$6,800 to \$500,000 per structure based on specifically identified structures located in the “100-year” flood area.

In accordance with G.S. 159-29, the finance officer and tax collector are each individually bonded for \$1,000,000, respectively. The remaining employees that have access to funds are bonded under a blanket bond for \$250,000 per loss.

Note 4. Joint Ventures

The City, in conjunction with Wayne County, participates in the Goldsboro-Wayne Transportation Authority (the “Authority”). Each participating government appoints four members to the nine-member board with one joint appointee. The Authority is a joint venture established to facilitate the transportation within the County and improve the quality of life for its citizens. The Authority designates its own management. Wayne County and the City provide financial support for the Authority but are not responsible for the debts or entitled to the surpluses of the Authority. The City contributed \$353,129 to the Authority during fiscal year ended June 30, 2024. The participating governments do not have any equity interest in the joint venture, so no equity interest has been reflected in the financial statements at June 30, 2024. Complete financial statements for the Authority can be obtained from the Authority administrative offices at 1615 E. Beech Street, Goldsboro, NC 27530.

The City and the members of the City’s fire department each appoint two members to the five-member local board of trustees for the Firemen’s Relief Fund. The State Insurance Commissioner appoints one additional member to the local board of trustees. The Firemen’s Relief Fund is funded by a portion of the fire and lightning insurance premiums which insurers remit to the State. The State passes these moneys to the local board of the Firemen’s Relief Fund. The funds are used to assist firefighters in various ways. The City obtains an ongoing financial benefit from the Fund for payments for salaries and fringe benefits made to members of the City’s fire department by the board of trustees.

The participating governments do not have any equity interest in the joint venture, so no equity has been reflected in the financial statements at June 30, 2024. The Firemen’s Relief Fund does not issue separate audited financial statements. Instead, the local board of trustees files an annual financial report with the State Firemen’s Association. This report can be obtained from the Association at Post Office Box 188, Farmville, NC 27828.

Note 5. Related Organizations

The seven-member board of the Goldsboro Housing Authority (the "Housing Authority") is appointed by the Mayor of Goldsboro. The City is accountable for the Housing Authority because it appoints the governing board; however, the City is not financially accountable for the Housing Authority. The City is also disclosed as a related organization in the notes to the financial statements for the Housing Authority. Complete financial statements for the Housing Authority can be obtained from the Authority's offices at 700 N. Jefferson Avenue, Goldsboro, NC 27530.

The Paramount Theatre Foundation (the "Foundation") was originally established in 2006 to help raise funds and coordinate the reconstruction of the Paramount Theatre (the "Theatre") after it was destroyed by fire in 2005. The Foundation continues to support the Theatre and City through annual fundraising efforts, equipment purchases and upgrades, and sponsorship of community-spirited programming targeted to cultural enrichment, diversity, and youth engagement. The Foundation is a not-for-profit organization exempt from federal taxation under IRC 501(C). Complete financial statements can be obtained from the Foundation's office at P.O. Box 2063, Goldsboro, NC 27533.

Note 6. Summary Disclosure of Significant Commitments and Contingencies

A. Federal and State Assistance 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 moneys 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.

B. Claims and Litigation

The City was a defendant to various lawsuits during the year. In the opinion of the City's management and the City attorney, the ultimate effect of these legal matters will not have any significant effect on the City's financial position; therefore, no liability has been recorded at June 30, 2024.

Note 7. Subsequent Events

The City has evaluated subsequent events through November 5, 2024, the date on which the financial statements were available to be issued.

Required Supplementary Information

Required Supplementary Information ("RSI") is not a required part of the basic financial statements but is information required by accounting principles generally accepted in the United States of America. This section includes the following RSI:

- Schedules of Changes in the Total OPEB Liability and Related Ratios

- Schedule of Proportionate Share of Net Pension Liability (Asset) and City Contributions

- Schedules of Changes in Total Pension Liability and Total Pension Liability as a Percentage of Covered Payroll

Management's Discussion and Analysis is also RSI. It is presented immediately before the basic financial statements.

City of Goldsboro
Other Post-Employment Benefits
Required Supplementary Information
Schedules of Changes in the Total OPEB Liability and Related Ratios
Last Seven Fiscal Years*

RSI-1
(2 pages)

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Service cost	\$ 348,043	\$ 455,352	\$ 522,061	\$ 383,599	\$ 420,672	\$ 435,175	\$ 470,816
Interest on the total pension liability	269,654	179,937	198,384	253,520	325,810	289,035	242,438
Differences between actual expected and experience in the measurement of the total pension liability	(523,066)	(25,524)	(2,193,224)	(8,713)	(2,264,511)	(39,794)	(11,376)
Changes of assumptions or other inputs	198,345	(1,155,146)	969,721	1,065,878	122,299	(284,729)	(476,696)
Benefit payments	<u>(59,725)</u>	<u>(61,247)</u>	<u>(91,486)</u>	<u>(107,142)</u>	<u>(132,560)</u>	<u>(153,484)</u>	<u>(167,941)</u>
Net Change in Total OPEB Liability	233,251	(606,628)	(594,544)	1,587,142	(1,528,290)	246,203	57,241
Total OPEB Liability							
Beginning balance	<u>7,298,903</u>	<u>7,905,531</u>	<u>8,500,075</u>	<u>6,912,933</u>	<u>8,441,223</u>	<u>8,195,020</u>	<u>8,137,779</u>
Ending Balance	<u>\$ 7,532,154</u>	<u>\$ 7,298,903</u>	<u>\$ 7,905,531</u>	<u>\$ 8,500,075</u>	<u>\$ 6,912,933</u>	<u>\$ 8,441,223</u>	<u>\$ 8,195,020</u>
Covered-Employee Payroll	<u>\$ 21,345,979</u>	<u>\$ 19,878,203</u>	<u>\$ 19,878,203</u>	<u>\$ 19,898,944</u>	<u>\$ 19,898,944</u>	<u>\$ 18,731,050</u>	<u>\$ 18,371,050</u>
Total OPEB Liability as a Percentage of Covered Payroll	<u>35.29%</u>	<u>36.72%</u>	<u>39.77%</u>	<u>42.72%</u>	<u>34.74%</u>	<u>45.07%</u>	<u>44.61%</u>

Notes to the Required Schedules:

1. The amounts presented for each fiscal year were determined as of the prior fiscal year ended June 30.
2. Benefit changes. There were no changes of benefit terms for the year ended June 30, 2021.
3. The above schedule is intended to show information for ten years. Additional years' information will be displayed as it becomes available.

**City of Goldsboro
 Other Post-Employment Benefits
 Required Supplementary Information
 Schedules of Changes in the Total OPEB Liability and Related Ratios
 Last Seven Fiscal Years***

**RSI-1
 (2 pages)**

4. 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>Rate</u>
Fiscal year 2024	3.65%
Fiscal year 2023	3.54%
Fiscal year 2022	2.16%
Fiscal year 2021	2.21%
Fiscal year 2020	3.50%
Fiscal year 2019	3.89%
Fiscal year 2018	3.56%
Inflation	2.50%
Real wage growth	0.75%
Wage inflation	3.25%
Salary increases, including wage inflation	
General employees	3.25% - 8.41%
Firefighters	3.25% - 8.15%
Law enforcement officers	3.25% - 7.90%
Discount rate	
Prior measurement date	3.54%
Measurement date	3.65%
Healthcare cost trend rates	
Pre-Medicare	7.00% for 2023 decreasing to an ultimate rate of 4.50% by 2033

5. 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.

** The above schedule is intended to show information for ten years. Additional years' information will be displayed as it becomes available.*

City of Goldsboro
Schedules of Proportionate Share of Net Pension Liability (Asset) and City Contributions
Local Government Employees' Retirement System
Required Supplementary Information
Last Ten Fiscal Years

RSI-2

Schedule of the City's Proportionate Share of the Net Pension Liability (Asset)

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
City's proportion of the net pension liability (asset)	0.2635%	0.2754%	0.3115%	0.3183%	0.3202%	0.32890%	0.31959%	0.31496%	0.34461%	0.34955%
City's proportion of the net pension liability (asset)	\$ 17,453,755	\$ 15,537,621	\$ 4,776,385	\$ 11,373,500	\$ 8,744,958	\$ 7,803,582	\$ 4,882,450	\$ 6,684,506	\$ 1,546,596	\$ (2,061,457)
City's covered payroll	\$ 23,069,139	\$ 20,904,699	\$ 21,366,411	\$ 21,357,643	\$ 20,934,374	\$ 20,558,645	\$ 19,971,596	\$ 19,751,218	\$ -	\$ 18,765,633
City's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	75.66%	74.33%	22.35%	53.25%	41.77%	37.96%	24.45%	33.84%	#DIV/0!	-10.99%
Plan fiduciary net position as a percentage of the total pension liability	82.49%	84.14%	95.51%	88.61%	90.86%	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 ended June 30.

Schedule of City Contributions

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually required contribution	\$ 3,105,963	\$ 2,845,572	\$ 2,413,496	\$ 2,210,712	\$ 1,960,496	\$ 1,645,124	\$ 1,577,402	\$ 1,482,481	\$ 1,282,111	\$ 1,361,251
Contributions in relation to the contractually required contribution	<u>3,105,963</u>	<u>2,845,572</u>	<u>2,413,496</u>	<u>2,210,712</u>	<u>1,960,496</u>	<u>1,645,124</u>	<u>1,577,402</u>	<u>1,482,481</u>	<u>1,282,111</u>	<u>1,361,251</u>
Contribution Deficiency	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 23,648,678	\$ 23,069,139	\$ 20,904,699	\$ 21,366,411	\$ 21,357,643	\$ 20,934,374	\$ 20,558,645	\$ 19,971,596	\$ 19,751,218	\$ 18,765,633
Contributions as a percentage of covered payroll	13.13%	12.33%	11.55%	10.35%	9.18%	7.86%	7.67%	7.42%	6.49%	7.25%

See Independent Auditor's Report

**City of Goldsboro
Schedules of Changes in Total Pension Liability and
Total Pension Liability as a Percentage of Covered Payroll
Law Enforcement Officers' Special Separation Allowance
Required Supplementary Information
Last Eight Fiscal Years***

**RSI-3
(2 pages)**

Schedule of Changes in Total Pension Liability

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Changes								
Service cost	\$ 133,627	\$ 194,062	\$ 244,165	\$ 169,091	\$ 145,016	\$ 152,324	\$ 119,831	\$ 130,775
Interest on the total pension liability	159,575	107,121	87,811	106,537	109,761	97,935	113,996	107,532
Differences between expected and actual experience in the measurement of the total pension liability	(108,468)	(470,781)	249,445	117,745	152,980	9,252	(53,754)	-
Changes of assumptions or other inputs	91,434	(692,089)	(135,399)	1,168,270	105,476	(125,356)	185,769	(71,786)
Benefit payments	<u>(183,595)</u>	<u>(210,053)</u>	<u>(259,679)</u>	<u>(300,064)</u>	<u>(221,198)</u>	<u>(214,702)</u>	<u>(225,061)</u>	<u>(225,677)</u>
Net Change in Total Pension Liability	92,573	(1,071,740)	186,343	1,261,579	292,035	(80,547)	140,781	(59,156)
Total Pension Liability								
Beginning balance	<u>3,794,234</u>	<u>4,865,974</u>	<u>4,679,631</u>	<u>3,418,052</u>	<u>3,126,017</u>	<u>3,206,564</u>	<u>3,065,783</u>	<u>3,124,939</u>
Ending Balance	<u>\$ 3,886,807</u>	<u>\$ 3,794,234</u>	<u>\$ 4,865,974</u>	<u>\$ 4,679,631</u>	<u>\$ 3,418,052</u>	<u>\$ 3,126,017</u>	<u>\$ 3,206,564</u>	<u>\$ 3,065,783</u>

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

**City of Goldsboro
Schedules of Changes in Total Pension Liability and
Total Pension Liability as a Percentage of Covered Payroll
Law Enforcement Officers' Special Separation Allowance
Required Supplementary Information
Last Eight Fiscal Years***

**RSI-3
(2 pages)**

Schedule of Total Pension Liability as a Percentage of Covered Payroll

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2018</u>
Total pension liability	\$ 3,886,807	\$ 3,794,234	\$ 4,865,974	\$ 4,679,631	\$ 3,418,052	\$ 3,126,017	\$ 3,206,564	\$ 3,065,783
Covered-employee payroll	<u>4,530,551</u>	<u>4,434,041</u>	<u>5,068,800</u>	<u>5,247,836</u>	<u>4,892,057</u>	<u>4,847,317</u>	<u>4,422,007</u>	<u>4,659,564</u>
Total Pension Liability as a Percentage of Covered Payroll	<u>85.79%</u>	<u>85.57%</u>	<u>96.00%</u>	<u>89.17%</u>	<u>69.87%</u>	<u>64.49%</u>	<u>72.51%</u>	<u>65.80%</u>

Notes to the Schedules:

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

* The above schedules are intended to show information for ten years. Additional years' information will be displayed as it becomes available.

Supplemental Information

Supplemental information ("SI") consists of combining and individual fund statements and schedules. Budgetary comparison schedules are included for every fund to demonstrate legal compliance for every fund required to adopt an annual budget or project ordinance. SI also contains certain other financial data.

Supplemental information is divided into the following sections:

Major Funds

- General Fund
- Major enterprise funds

Non-Major Funds

- Combining statements for other governmental funds
- Non-major special revenue funds combining and individual fund statements and schedules
- Non-major capital project funds combining and individual fund statements and schedules

Additional Financial Data

- Property tax schedules

All supplemental information is prepared using the same underlying financial data used to prepare the basic financial statements.

Major Governmental Funds

The General Fund is the main operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund.

The City has elected to create additional funds to account for certain activities. Each fund has a legally adopted budget for which a separate budgetary schedule is presented. These funds do not meet the definition of a special revenue or capital project fund; therefore, they are combined with the General Fund.

This section contains budgetary schedules for the following:

Combined General Fund

- General Fund
- Hurricane Florence FEMA 4393 DR-NC Grant Project
- Edward Byrne Memorial Justice Assistance Grant
- Police Other Restricted Revenue
- Parks and Recreation Revenue
- Community Relations Revenue

State Grants Miscellaneous Grant Capital Project Fund - Budget and Actual

City of Goldsboro
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - General Fund
Year Ended June 30, 2024

Schedule A-1
(6 pages)

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Ad valorem taxes	\$ 18,910,688	\$ 19,246,965	\$ 336,277
Penalties and interest	99,000	104,845	5,845
Total	19,009,688	19,351,810	342,122
Other taxes and licenses			
Privilege licenses	3,300	3,498	198
Vehicle taxes - rental/leases	77,000	84,375	7,375
Vehicle tag fee	249,000	241,120	(7,880)
Total	329,300	328,993	(307)
Unrestricted intergovernmental			
Local option sales taxes	11,729,080	11,824,990	95,910
Payment in lieu of taxes	140,184	161,986	21,802
Utility taxes	2,249,038	2,847,484	598,446
Cable franchise fees	187,626	164,814	(22,812)
Beer and wine tax	142,100	162,720	20,620
ABC revenues	101,000	199,750	98,750
Solid waste disposal tax	27,844	26,062	(1,782)
GWTA Garage reimbursement	14,393	14,378	(15)
Total	14,591,265	15,402,184	810,919
Restricted intergovernmental			
Powell Bill allocation	1,003,799	1,097,353	93,554
Wayne County Schools Resource			
Officer reimbursement	36,948	36,948	-
Cherry Hospital reimbursement	56,600	55,737	(863)
Transportation Planning Grant	480,435	96,951	(383,484)
NCDOT signals reimbursement	150,000	-	(150,000)
East Carolina Housing Grant	34,000	41,494	7,494
Other grants	5,100	6,454	1,354
Total	1,766,882	1,334,937	(431,945)
Permits and fees			
Building and inspection permits	126,000	260,917	134,917
Mechanical permits	66,000	101,537	35,537
Plumbing, gas and electric inspections	116,300	193,012	76,712
Stormwater Management Fee	14,000	8,200	(5,800)
Miscellaneous permits	110,750	145,996	35,246
Total	433,050	709,662	276,612

City of Goldsboro
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - General Fund
Year Ended June 30, 2024

Schedule A-1
(6 pages)

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Sales and services			
Recreation fees	\$ 216,500	\$ 247,146	\$ 30,646
Golf course revenue	692,000	670,889	(21,111)
Goldsboro events center	148,700	180,354	31,654
Paramount Theater	585,000	623,666	38,666
GWTA Rental	69,354	64,079	(5,275)
Recyclable materials sold	7,500	10,491	2,991
Cemetery services	45,000	32,300	(12,700)
Refuse services	4,342,122	4,277,393	(64,729)
Miscellaneous fees and services	14,100	11,733	(2,367)
Total	<u>6,120,276</u>	<u>6,118,051</u>	<u>(2,225)</u>
Investment earnings	<u>323,810</u>	<u>1,062,053</u>	<u>738,243</u>
Miscellaneous			
Officers fees	8,100	11,702	3,602
Other miscellaneous	271,477	400,845	129,368
Total	<u>279,577</u>	<u>412,547</u>	<u>132,970</u>
Total Revenues	<u>42,853,848</u>	<u>44,720,237</u>	<u>1,866,389</u>
Expenditures			
Current			
General Government			
Governing body			
Salaries and employee benefits	72,305	69,720	2,585
Operating expenditures	440,436	368,587	71,849
Total	<u>512,741</u>	<u>438,307</u>	<u>74,434</u>
Administration			
Salaries and employee benefits	2,165,615	2,084,489	81,126
Operating expenditures	1,530,012	1,219,905	310,107
Capital outlay	897,805	275,650	622,155
Total	<u>4,593,432</u>	<u>3,580,044</u>	<u>1,013,388</u>
Finance			
Salaries and employee benefits	1,565,420	1,513,661	51,759
Operating expenditures	571,159	549,817	21,342
Total	<u>2,136,579</u>	<u>2,063,478</u>	<u>73,101</u>
Human resources management			
Salaries and employee benefits	643,113	637,299	5,814
Operating expenditures	137,600	130,425	7,175
Total	<u>780,713</u>	<u>767,724</u>	<u>12,989</u>

City of Goldsboro
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - General Fund
Year Ended June 30, 2024

Schedule A-1
(6 pages)

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Public building and grounds			
Salaries and employee benefits	\$ 1,169,964	\$ 1,096,013	\$ 73,951
Operating expenditures	400,131	265,157	134,974
Capital outlay	80,700	33,514	47,186
Total	<u>1,650,795</u>	<u>1,394,684</u>	<u>256,111</u>
Administrative chargeout	<u>(3,690,414)</u>	<u>(3,690,414)</u>	<u>-</u>
Total General Government	<u>5,983,846</u>	<u>4,553,823</u>	<u>1,430,023</u>
Transportation			
Street and highways			
Salaries and employee benefits	692,817	613,240	79,577
Street lights	470,000	623,429	(153,429)
Operating expenditures	399,848	365,728	34,120
Capital outlay	186,545	128,690	57,855
Total	<u>1,749,210</u>	<u>1,731,087</u>	<u>18,123</u>
Goldsboro/Wayne Transportation Authority	<u>353,129</u>	<u>353,129</u>	<u>-</u>
Total Transportation	<u>2,102,339</u>	<u>2,084,216</u>	<u>18,123</u>
Economic and Physical Development			
Planning and redevelopment			
Salaries and employee benefits	633,320	550,425	82,895
Operating expenditures	1,124,358	480,540	643,818
Capital outlay	107,417	4,954	102,463
Total	<u>1,865,095</u>	<u>1,035,919</u>	<u>829,176</u>
Community relationships and development			
Salaries and employee benefits	152,849	159,822	(6,973)
Operating expenditures	50,187	34,066	16,121
Total	<u>203,036</u>	<u>193,888</u>	<u>9,148</u>
Downtown development			
Salaries and employee benefits	243,304	246,353	(3,049)
Operating expenditures	68,799	60,095	8,704
Total	<u>312,103</u>	<u>306,448</u>	<u>5,655</u>

City of Goldsboro
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - General Fund
Year Ended June 30, 2024

Schedule A-1
(6 pages)

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Other appropriations			
Agency Support - Boys & Girls Club	\$ 9,000	\$ 9,000	\$ -
Agency Support - Community in Schools	13,500	13,500	-
Agency Support - Literacy Connections	10,000	10,000	-
Agency Support - WATCH	15,000	15,000	-
Agency Support - WAGES	11,000	11,000	-
Agency Support - Wayne County Museum	5,000	5,000	-
Agency Support - Wayne County Chamber of Commerce	20,000	18,250	1,750
Agency Support - WISH	11,500	11,500	-
Other Agency Support	133,816	107,836	25,980
Total	228,816	201,086	27,730
Total Economic and Physical Development	2,609,050	1,737,341	871,709
Public Safety			
Building and grounds			
Salaries and employee benefits	619,844	424,069	195,775
Operating expenditures	243,800	181,556	62,244
Capital outlay	484,514	94,649	389,865
Total	1,348,158	700,274	647,884
Engineering			
Salaries and employee benefits	1,180,316	861,462	318,854
Operating expenditures	233,161	186,500	46,661
Capital outlay	26,137	20,100	6,037
Total	1,439,614	1,068,062	371,552
Fire			
Salaries and employee benefits	6,640,866	6,538,348	102,518
Operating expenditures	946,557	878,809	67,748
Capital outlay	171,771	152,265	19,506
Total	7,759,194	7,569,422	189,772
Police			
Salaries and employee benefits	8,880,233	8,317,265	562,968
Operating expenditures	1,868,253	1,492,224	376,029
Capital outlay	747,894	625,008	122,886
Total	11,496,380	10,434,497	1,061,883

City of Goldsboro
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - General Fund
Year Ended June 30, 2024

Schedule A-1
(6 pages)

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Inspections			
Salaries and employee benefits	\$ 574,131	\$ 546,181	\$ 27,950
Operating expenditures	56,634	49,590	7,044
Total	<u>630,765</u>	<u>595,771</u>	<u>34,994</u>
Total Public Safety	<u>22,674,111</u>	<u>20,368,026</u>	<u>2,306,085</u>
Environmental Protection			
Cemetery			
Salaries and employee benefits	311,939	308,514	3,425
Operating expenditures	72,726	48,502	24,224
Capital outlay	13,507	12,653	854
Total	<u>398,172</u>	<u>369,669</u>	<u>28,503</u>
Sanitation			
Salaries and employee benefits	1,876,961	1,954,372	(77,411)
Operating expenditures	1,518,908	1,297,835	221,073
Capital outlay	1,575,532	1,185,927	389,605
Total	<u>4,971,401</u>	<u>4,438,134</u>	<u>533,267</u>
Total Environmental Protection	<u>5,369,573</u>	<u>4,807,803</u>	<u>561,770</u>
Cultural and Recreational			
Parks and recreation			
Salaries and employee benefits	2,744,461	2,505,605	238,856
Operating expenditures	864,974	855,335	9,639
Capital outlay	161,704	147,367	14,337
Total	<u>3,771,139</u>	<u>3,508,307</u>	<u>262,832</u>
Golf course			
Salaries and employee benefits	421,572	443,004	(21,432)
Operating expenditures	304,119	293,193	10,926
Capital outlay	267,485	250,568	16,917
Total	<u>993,176</u>	<u>986,765</u>	<u>6,411</u>
Paramount Theatre			
Salaries and employee benefits	430,519	381,949	48,570
Operating expenditures	577,187	566,845	10,342
Capital outlay	43,628	43,628	-
Total	<u>1,051,334</u>	<u>992,422</u>	<u>58,912</u>

City of Goldsboro
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - General Fund
Year Ended June 30, 2024

Schedule A-1
(6 pages)

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Goldsboro Event Center			
Salaries and employee benefits	\$ 126,231	\$ 119,555	\$ 6,676
Operating expenditures	92,468	88,136	4,332
Capital outlay	65,629	62,707	2,922
Total	<u>284,328</u>	<u>270,398</u>	<u>13,930</u>
Total Cultural and Recreational	<u>6,099,977</u>	<u>5,757,892</u>	<u>342,085</u>
Debt Service			
Principal retirement	3,587,671	3,574,398	13,273
Interest and other charges	745,812	745,812	-
Total Debt Service	<u>4,333,483</u>	<u>4,320,210</u>	<u>13,273</u>
Total Expenditures	<u>49,172,379</u>	<u>43,629,311</u>	<u>5,543,068</u>
Revenues Over (Under) Expenditures	<u>(6,318,531)</u>	<u>1,090,926</u>	<u>7,409,457</u>
Other Financing Sources (Uses)			
Transfers to other funds			
Capital projects funds	(403,537)	(383,537)	20,000
Special revenue funds	(1,721)	(1,721)	-
Capital reserve funds	(1,000)	-	1,000
Transfers from other funds:			
Grant project funds	-	7,056	7,056
Sale of capital assets	239,275	247,123	7,848
Issuance of debt	1,796,824	-	(1,796,824)
Issuance of lease liabilities	-	147,991	147,991
Other Financing Sources, net	<u>1,629,841</u>	<u>16,912</u>	<u>(1,612,929)</u>
Fund balance appropriated	<u>4,688,690</u>	<u>-</u>	<u>(4,688,690)</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>1,107,838</u>	<u>\$ 1,107,838</u>
Fund Balance			
Beginning Balance		26,481,678	
Change in reserve for inventories		18,835	
Ending Balance		<u>\$ 27,608,351</u>	

**Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Hurricane Florence FEMA 4393 DR-NC Grant Project
From Inception and for the Year Ended June 30, 2024**

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Revenues					
Restricted intergovernmental	\$ 2,340,773	\$ 2,866,503	\$ -	\$ 2,866,503	\$ 525,730
Miscellaneous	99,758	99,758	-	99,758	-
Total Revenues	<u>2,440,531</u>	<u>2,966,261</u>	<u>-</u>	<u>2,966,261</u>	<u>525,730</u>
Expenditures					
Current					
Public safety					
Emergency response	146,646	146,646	-	146,646	-
Storm debris cleanup	886,377	461,547	-	461,547	424,830
Transportation:					
Roads and bridges repairs	14,142	14,142	-	14,142	-
Environmental protection					
Water and sewer repairs	1,584,702	1,584,701	-	1,584,701	1
Cemetery repairs	20,617	20,618	-	20,618	(1)
Total Expenditures	<u>2,652,484</u>	<u>2,227,654</u>	<u>-</u>	<u>2,227,654</u>	<u>424,830</u>
Revenues Over (Under) Expenditures	<u>(211,953)</u>	<u>738,607</u>	<u>-</u>	<u>738,607</u>	<u>950,560</u>
Other Financing Sources (Uses)					
Transfers from other funds					
General Fund	1,715,968	482,000	-	482,000	(1,233,968)
Utility Fund	447,577	1,534,577	-	1,534,577	1,087,000
Transfers to other funds					
General Fund	(563,410)	(563,410)	-	(563,410)	-
Utility Fund	(1,388,182)	(1,388,182)	-	(1,388,182)	-
Total Other Financing Sources	<u>211,953</u>	<u>64,985</u>	<u>-</u>	<u>64,985</u>	<u>(146,968)</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ 803,592</u>	<u>-</u>	<u>\$ 803,592</u>	<u>\$ 803,592</u>
Fund Balance					
Beginning balance			<u>803,592</u>		
Ending Balance			<u>\$ 803,592</u>		

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual - Edward Byrne Memorial Justice Assistance Grant Fund

From Inception and for the Year Ended June 30, 2024

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Revenues					
Restricted intergovernmental	\$ 255,014	\$ 199,500	\$ 6,203	\$ 205,703	\$ (49,311)
Investment earnings	-	59	(58)	1	1
Total Revenues	<u>255,014</u>	<u>199,559</u>	<u>6,145</u>	<u>205,704</u>	<u>(49,310)</u>
Expenditures					
Current:					
Public safety					
Capital outlay	255,014	197,033	8,671	205,704	49,310
Total Expenditures	<u>255,014</u>	<u>197,033</u>	<u>8,671</u>	<u>205,704</u>	<u>49,310</u>
Revenues Over (Under) Expenditures	<u>-</u>	<u>2,526</u>	<u>(2,526)</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ 2,526</u>	<u>(2,526)</u>	<u>\$ -</u>	<u>\$ -</u>
Fund Balance					
Beginning balance			2,526		
Ending Balance			<u>\$ -</u>		

City of Goldsboro
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Police Other Restricted Revenue Fund
From Inception and for the Year Ended June 30, 2024

Schedule A-4

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Revenues					
Donations and sponsorships	\$ 22,557	\$ 21,056	\$ 1,601	\$ 22,657	\$ 100
Miscellaneous	42,070	38,425	3,645	42,070	-
Investment earnings	191	192	-	192	1
Total Revenues	<u>64,818</u>	<u>59,673</u>	<u>5,246</u>	<u>64,919</u>	<u>101</u>
Expenditures					
Current:					
Public safety					
Operating expenditures	69,919	19,488	3,037	22,525	47,394
Total Expenditures	<u>69,919</u>	<u>19,488</u>	<u>3,037</u>	<u>22,525</u>	<u>47,394</u>
Revenues Over (Under) Expenditures	<u>(5,101)</u>	<u>40,185</u>	<u>2,209</u>	<u>42,394</u>	<u>47,495</u>
Other Financing Sources					
Sale of capital assets	5,101	5,101	-	5,101	-
Total Other Financing Sources	<u>5,101</u>	<u>5,101</u>	<u>-</u>	<u>5,101</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ 45,286</u>	<u>2,209</u>	<u>\$ 47,495</u>	<u>\$ 47,495</u>
Fund Balance					
Beginning balance			45,286		
Ending Balance			<u>\$ 47,495</u>		

City of Goldsboro
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Parks and Recreation Revenue Fund
From Inception and for the Year Ended June 30, 2024

Schedule A-5

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Revenues					
Donations	\$ 50,983	\$ 37,754	\$ 13,309	\$ 51,063	\$ 80
Total Revenues	<u>50,983</u>	<u>37,754</u>	<u>13,309</u>	<u>51,063</u>	<u>80</u>
Expenditures					
Cultural and recreational Parks and recreation Program expenditures	59,614	42,283	5,727	48,010	11,604
Total Expenditures	<u>59,614</u>	<u>42,283</u>	<u>5,727</u>	<u>48,010</u>	<u>11,604</u>
Revenues Over (Under) Expenditures	<u>(8,631)</u>	<u>(4,529)</u>	<u>7,582</u>	<u>3,053</u>	<u>11,684</u>
Other Financing Sources					
Transfer from other funds	8,631	8,631	-	8,631	-
Total Other Financing Sources	<u>8,631</u>	<u>8,631</u>	<u>-</u>	<u>8,631</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ 4,102</u>	<u>7,582</u>	<u>\$ 11,684</u>	<u>\$ 11,684</u>
Fund Balance					
Beginning balance			4,102		
Ending Balance			<u>\$ 11,684</u>		

City of Goldsboro
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Community Relations Revenue Fund
From Inception and for the Year Ended June 30, 2024

Schedule A-6

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Revenues					
Donations	\$ 30,111	\$ 14,182	\$ 15,929	\$ 30,111	\$ -
Total Revenues	<u>30,111</u>	<u>14,182</u>	<u>15,929</u>	<u>30,111</u>	<u>-</u>
Expenditures					
Economic and physical development					
Community affairs					
Program expenditures	34,181	14,477	18,614	33,091	1,090
Total Expenditures	<u>34,181</u>	<u>14,477</u>	<u>18,614</u>	<u>33,091</u>	<u>1,090</u>
Revenues Under Expenditures	<u>(4,070)</u>	<u>(295)</u>	<u>(2,685)</u>	<u>(2,980)</u>	<u>1,090</u>
Other Financing Sources					
Transfer from other funds	4,070	2,349	1,721	4,070	-
Total Other Financing Sources	<u>4,070</u>	<u>2,349</u>	<u>1,721</u>	<u>4,070</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ 2,054</u>	<u>(964)</u>	<u>\$ 1,090</u>	<u>\$ 1,090</u>
Fund Balance					
Beginning balance			<u>2,054</u>		
Ending Balance			<u>\$ 1,090</u>		

**Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - State Grants Miscellaneous Grant Project Fund
From Inception and for the Year Ended June 30, 2024**

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Revenues					
Restricted intergovernmental	\$ 2,150,000	\$ 50,000	\$ 57,000	\$ 107,000	\$ (2,043,000)
Investment earnings	2,338	603	19,505	20,108	17,770
Total Revenues	<u>2,152,338</u>	<u>50,603</u>	<u>76,505</u>	<u>127,108</u>	<u>(2,025,230)</u>
Expenditures					
Current					
Public safety					
Public safety complex	1,625,000	-	-	-	1,625,000
Transportation					
Operating	475,837	-	57,000	57,000	418,837
Cultural and recreational					
Operating	51,501	27,087	4,939	32,026	19,475
Total Expenditures	<u>2,152,338</u>	<u>27,087</u>	<u>61,939</u>	<u>89,026</u>	<u>2,063,312</u>
Revenues Over Expenditures	<u>-</u>	<u>23,516</u>	<u>14,566</u>	<u>38,082</u>	<u>38,082</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ 23,516</u>	<u>14,566</u>	<u>\$ 38,082</u>	<u>\$ 38,082</u>
Fund Balance					
Beginning balance			<u>23,516</u>		
Ending Balance			<u>\$ 38,082</u>		

Proprietary Funds

Major Enterprise Funds

Enterprise funds are used to account for revenues resulting primarily from charges for services provided to the general public and the related costs of such services.

Each enterprise fund accounts for its activities using one main operating fund. This fund adopts an annual operating budget. Significant construction activity of an enterprise fund may be accounted for in a capital projects sub-fund. Each sub-fund adopts a project ordinance.

This section contains budgetary schedules for the following:

Combined Utility Fund

- Utility Operating Fund
- Phase IV Sewer Collection Rehabilitation Capital Project
- 2010A Sanitary Sewer Improvements Project
- Sewer Rehabilitation Capital Project
- Water Line Replacement and Booster Pump Station Capital Project
- Plate Settlers Capital Project
- Little Cherry Big Cherry Pump Station Relocation
- Galvanized Water Lines Capital Project
- NC DEQ Viable Utility Reserve Asset Inventory and Assessment Capital Project
- NC DEQ Viable Utility Reserve Multi-System Merger/Regionalization Feasibility Study Capital Project
- Lead and Copper Capital Project
- Utility Fund Capital Reserve
- Utility Fund Capital Reserve Fund for System Development Fees

The City uses an enterprise fund to account for its storm water charges. This fund does not meet the criteria to be a major fund. It is the only other enterprise fund of the City; as such, the City has elected to elevate it to major fund status.

Combined Storm Water Fund

- Storm Water Fund
- Stormwater Capital Project
- Big Ditch Restoration Capital Project

City of Goldsboro
Schedule of Revenues and Expenditures Budget and Actual (Non-GAAP)
Utility Fund
Year Ended June 30, 2024

Schedule B-1
(3 pages)

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Operating revenues			
Charges for services	\$ 22,997,600	\$ 22,523,553	\$ (474,047)
Assessments	13,000	13,876	876
Water and sewer taps	42,000	124,300	82,300
Miscellaneous fees and services	1,000	5,330	4,330
Nonoperating revenues			
Other revenues	584,893	816,472	231,579
Restricted federal grants	-	192,737	192,737
Interest revenue	-	28,764	28,764
Investment earnings	224,821	827,550	602,729
Total Revenues	<u>23,863,314</u>	<u>24,532,582</u>	<u>669,268</u>
Expenditures			
Distribution and collections			
Salaries and employee benefits	1,680,805	1,437,741	243,064
Travel	4,500	2,225	2,275
Supplies	444,350	424,990	19,360
Insurance	33,209	40,604	(7,395)
Repairs and maintenance	79,500	37,372	42,128
Other expenditures	375,075	249,792	125,283
	<u>2,617,439</u>	<u>2,192,724</u>	<u>424,715</u>
Water plant			
Salaries and employee benefits	883,161	868,929	14,232
Travel	1,650	1,073	577
Supplies	1,638,195	970,425	667,770
Insurance	82,992	70,739	12,253
Utilities	338,000	304,130	33,870
Repairs and maintenance	426,710	295,354	131,356
Other expenditures	714,152	168,464	545,688
	<u>4,084,860</u>	<u>2,679,114</u>	<u>1,405,746</u>
Waste treatment plant			
Salaries and employee benefits	1,623,767	1,491,569	132,198
Travel	9,076	3,338	5,738
Supplies	412,223	162,426	249,797
Insurance	105,938	114,229	(8,291)
Utilities	559,000	555,021	3,979
Repairs and maintenance	1,273,970	872,118	401,852
Other expenditures	833,973	218,402	615,571
	<u>4,817,947</u>	<u>3,417,103</u>	<u>1,400,844</u>

City of Goldsboro
Schedule of Revenues and Expenditures Budget and Actual (Non-GAAP)
Utility Fund
Year Ended June 30, 2024

Schedule B-1
(3 pages)

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Compost facility department			
Salaries and employee benefits	\$ 337,214	\$ 319,799	\$ 17,415
Supplies	27,900	13,066	14,834
Insurance	8,358	27,162	(18,804)
Repairs and maintenance	194,940	147,730	47,210
Other expenditures	245,382	124,924	120,458
	<u>813,794</u>	<u>632,681</u>	<u>181,113</u>
Billing and meter services			
Salaries and employee benefits	394,331	394,287	44
Supplies	4,136	4,136	-
Insurance	2,827	2,827	-
Repairs and maintenance	4,684	4,684	-
Other expenditures	505,371	505,296	75
	<u>911,349</u>	<u>911,230</u>	<u>119</u>
Other			
General operating expenditures	10,800	-	10,800
	<u>10,800</u>	<u>-</u>	<u>10,800</u>
Shared service fees	3,560,881	3,560,881	-
	<u>3,560,881</u>	<u>3,560,881</u>	<u>-</u>
Budgetary appropriations			
Principal retirement - bonds payable	798,000	797,453	547
Principal retirement - notes payable	1,854,109	1,535,000	319,109
Interest and other charges	467,891	467,891	-
Capital outlay	4,446,510	1,387,022	3,059,488
	<u>7,566,510</u>	<u>4,187,366</u>	<u>3,379,144</u>
Total Expenditures	<u>24,383,580</u>	<u>17,581,099</u>	<u>6,802,481</u>
Revenues Over (Under) Expenditures	<u>(520,266)</u>	<u>6,951,483</u>	<u>7,471,749</u>
Other Financing Sources (Uses)			
Transfer to Utility Capital Projects Funds	(2,517,542)	(2,150,020)	367,522
Transfers to Utility Capital Reserve Fund	(449,600)	(245,392)	204,208
Transfer from Utility Capital Projects Funds	-	878,642	878,642
Transfers from Utility Capital Reserve Fund	367,100	267,100	(100,000)
Sale of capital assets	10,000	8,000	(2,000)
	<u>(2,590,042)</u>	<u>(1,241,670)</u>	<u>1,348,372</u>
Other Financing Sources (Uses), Net	<u>(2,590,042)</u>	<u>(1,241,670)</u>	<u>1,348,372</u>
Fund balance appropriated	3,110,308	-	(3,110,308)
	<u>3,110,308</u>	<u>-</u>	<u>(3,110,308)</u>
Revenues and Other Financing Sources over Expenditures	<u>\$ -</u>	<u>\$ 5,709,813</u>	<u>\$ 5,709,813</u>

City of Goldsboro
Schedule of Revenues and Expenditures Budget and Actual (Non-GAAP)
Utility Fund
Year Ended June 30, 2024

Schedule B-1
(3 pages)

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Reconciliation From Budgetary Basis			
(Modified Accrual) to Full Accrual Basis			
Revenues and other financing sources			
(uses) over expenditures		\$ 5,709,813	
Reconciling items			
Transfers to (from) Utility Capital			
Projects Funds, net		1,249,670	
Investment earnings - 2010A Sanitary			
Sewer Improvements Capital			
Project		1,404	
Restricted grant revenues -			
NC DEQ Viable Utility Reserve			
Asset Inventory and Assessment			
Capital Project		297,800	
Expenses recorded within Utility			
Capital Project Funds		(1,642,720)	
Capital asset additions		2,110,064	
Depreciation expense		(5,228,448)	
Proceeds from sale of capital assets		(8,000)	
Gain on disposal of capital assets		8,000	
Net change in other deferred balances		(13,738)	
Increase in inventories		110,170	
Decrease in deferred outflows of			
resources			
Pensions		(75,356)	
OPEB		(34,773)	
Decrease in accrued interest payable		13,325	
Increase in compensated absences		(32,162)	
Increase in net pension liability		(55,576)	
Decrease in total OPEB liability		94,657	
Decrease in deferred inflows of			
resources			
Pensions		24,133	
OPEB		108,471	
Forgiveness of debt income		500,000	
Principal retirement		2,332,453	
Amortization of bond premium		51,409	
Loss on bond refunding		(35,360)	
Change in Net Position		<u>\$ 5,485,236</u>	

City of Goldsboro
 Schedule of Revenues and Expenditures
 Budget and Actual - Phase IV Sewer Collection Rehabilitation Capital Project
 From Inception and for the Year Ended June 30, 2024

Schedule B-2

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Expenditures					
Sewer lines					
Construction	\$ 8,341,058	\$ 8,341,058	\$ -	\$ 8,341,058	\$ -
Debt service					
Interest and other charges	178,114	178,114	-	178,114	-
Total Expenditures	<u>8,519,172</u>	<u>8,519,172</u>	<u>-</u>	<u>8,519,172</u>	<u>-</u>
Revenues Under Expenditures	<u>(8,519,172)</u>	<u>(8,519,172)</u>	<u>-</u>	<u>(8,519,172)</u>	<u>-</u>
Other Financing Sources					
Transfer from Utility					
Operating Fund	241,835	178,114	63,721	241,835	-
Issuance of debt - State					
Revolving Loan Fund	8,277,337	4,673,457	3,603,880	8,277,337	-
Total Other Financing Sources	<u>8,519,172</u>	<u>4,851,571</u>	<u>3,667,601</u>	<u>8,519,172</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Expenditures	<u>\$ -</u>	<u>\$ (3,667,601)</u>	<u>\$ 3,667,601</u>	<u>\$ -</u>	<u>\$ -</u>

Schedule of Revenues and Expenditures

Budget and Actual - 2010A Sanitary Sewer Improvements Capital Project

From Inception and for the Year Ended June 30, 2024

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Revenues					
Investment earnings	\$ 42,000	\$ 99,905	\$ 1,404	\$ 101,309	\$ 59,309
Total Revenues	<u>42,000</u>	<u>99,905</u>	<u>1,404</u>	<u>101,309</u>	<u>59,309</u>
Expenditures					
Sewer lines					
Construction - S1104	301,777	301,777	-	301,777	-
	<u>301,777</u>	<u>301,777</u>	<u>-</u>	<u>301,777</u>	<u>-</u>
Waste Water Plant					
Construction - #001-E	164,605	164,605	-	164,605	-
	<u>164,605</u>	<u>164,605</u>	<u>-</u>	<u>164,605</u>	<u>-</u>
Total Expenditures	<u>466,382</u>	<u>466,382</u>	<u>-</u>	<u>466,382</u>	<u>-</u>
Revenues Over (Under) Expenditures	<u>(424,382)</u>	<u>(366,477)</u>	<u>1,404</u>	<u>(365,073)</u>	<u>59,309</u>
Other Financing Sources (Uses)					
Transfer from (to) Utility Operating Fund, net	424,382	1,243,715	(878,642)	365,073	(59,309)
Issuance of debt	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses), net	<u>424,382</u>	<u>1,243,715</u>	<u>(878,642)</u>	<u>365,073</u>	<u>(59,309)</u>
Revenues and Other Financing Sources Over Expenditures	<u>\$ -</u>	<u>\$ 877,238</u>	<u>\$ (877,238)</u>	<u>\$ -</u>	<u>\$ -</u>

City of Goldsboro
Schedule of Revenues and Expenditures
Budget and Actual - Sewer Rehabilitation Capital Project
From Inception and for the Year Ended June 30, 2024

Schedule B-4

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Expenditures					
Sewer lines					
Construction - S1103	\$ 717,808	\$ 717,808	\$ -	\$ 717,808	\$ -
Debt service					
Interest and other charges	<u>13,182</u>	<u>13,182</u>	<u>-</u>	<u>13,182</u>	<u>-</u>
Total Expenditures	<u>730,990</u>	<u>730,990</u>	<u>-</u>	<u>730,990</u>	<u>-</u>
Revenues Under Expenditures	<u>(730,990)</u>	<u>(730,990)</u>	<u>-</u>	<u>(730,990)</u>	<u>-</u>
Other Financing Sources					
Transfer from Utility Operating Fund	48,799	-	48,799	48,799	-
Issuance of debt	<u>682,191</u>	<u>639,892</u>	<u>42,299</u>	<u>682,191</u>	<u>-</u>
	<u>730,990</u>	<u>639,892</u>	<u>91,098</u>	<u>730,990</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Expenditures	<u>\$ -</u>	<u>\$ (91,098)</u>	<u>\$ 91,098</u>	<u>\$ -</u>	<u>\$ -</u>

City of Goldsboro
Schedule of Revenues and Expenditures

Schedule B-5

Budget and Actual - Water Line Replacement and Booster Pump Station Capital Project
From Inception and for the Year Ended June 30, 2024

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Revenues					
Miscellaneous	\$ 32,400	\$ -	\$ -	\$ -	\$ (32,400)
Total revenues	32,400	-	-	-	(32,400)
Expenditures					
Water plant					
Construction - W1111	265,513	265,513	-	265,513	-
Debt service					
Interest and other charges	-	-	-	-	-
Total Expenditures	<u>265,513</u>	<u>265,513</u>	<u>-</u>	<u>265,513</u>	<u>-</u>
Revenues Under Expenditures	<u>(233,113)</u>	<u>(265,513)</u>	<u>-</u>	<u>(265,513)</u>	<u>(32,400)</u>
Other Financing Sources					
Transfer from Utility Capital					
Reserve Fund	233,113	233,113	-	233,113	-
	<u>233,113</u>	<u>233,113</u>	<u>-</u>	<u>233,113</u>	<u>-</u>
Revenues and Other Financing Sources Under Expenditures	<u>\$ -</u>	<u>\$ (32,400)</u>	<u>\$ -</u>	<u>\$ (32,400)</u>	<u>\$ (32,400)</u>

City of Goldsboro
 Schedule of Revenues and Expenditures
 Budget and Actual - Plate Settlers Capital Project
 From Inception and for the Year Ended June 30, 2024

Schedule B-6

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Expenditures					
Water plant					
Construction - W1112	\$ 1,484,909	\$ 1,482,923	\$ 1,986	\$ 1,484,909	\$ -
Other fees	34,627	34,627	-	34,627	-
Total Expenditures	<u>1,519,536</u>	<u>1,517,550</u>	<u>1,986</u>	<u>1,519,536</u>	<u>-</u>
Revenues Under Expenditures	<u>(1,519,536)</u>	<u>(1,517,550)</u>	<u>(1,986)</u>	<u>(1,519,536)</u>	<u>-</u>
Other Financing Sources					
Transfer from Utility Operating Fund	34,627	34,627	-	34,627	-
Issuance of debt	1,484,909	1,484,909	-	1,484,909	-
	<u>1,519,536</u>	<u>1,519,536</u>	<u>-</u>	<u>1,519,536</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under)					

City of Goldsboro
Schedule of Revenues and Expenditures
Budget and Actual - Little Cherry Big Cherry Pump Station Relocation
From Inception and for the Year Ended June 30, 2024

Schedule B-7

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Expenditures					
Water plant					
Construction - S1106	\$ 30,000	\$ 30,000	\$ -	\$ 30,000	\$ -
Total Expenditures	<u>30,000</u>	<u>30,000</u>	<u>-</u>	<u>30,000</u>	<u>-</u>
Revenues Under Expenditures	<u>(30,000)</u>	<u>(30,000)</u>	<u>-</u>	<u>(30,000)</u>	<u>-</u>
Other Financing Sources					
Transfer from Utility Operating Fund	<u>30,000</u>	<u>30,000</u>	<u>-</u>	<u>30,000</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

City of Goldsboro
Schedule of Revenues and Expenditures
Budget and Actual - Galvanized Water Lines Capital Project Fund
From Inception and for the Year Ended June 30, 2024

Schedule B-8

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Revenues					
Federal grants	\$ 5,999,395	\$ -	\$ -	\$ -	\$ (5,999,395)
Total Revenues	<u>5,999,395</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(5,999,395)</u>
Expenditures					
Water lines Construction	\$ 6,029,395	\$ 25,000	\$ -	\$ 25,000	\$ 6,004,395
Total Expenditures	<u>6,029,395</u>	<u>25,000</u>	<u>-</u>	<u>25,000</u>	<u>6,004,395</u>
Revenues Under Expenditures	<u>(30,000)</u>	<u>(25,000)</u>	<u>-</u>	<u>(25,000)</u>	<u>6,004,395</u>
Other Financing Sources					
Transfer from Utility Operating Fund	30,000	30,000	-	30,000	-
Revenues and Other Financing Sources Over Expenditures	<u>\$ -</u>	<u>\$ 5,000</u>	<u>\$ -</u>	<u>\$ 5,000</u>	<u>\$ 5,000</u>

Schedule of Revenues and Expenditures

Budget and Actual - NC DEQ Viable Utility Reserve Asset Inventory and Assessment

Capital Project Fund

From Inception and for the Year Ended June 30, 2024

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Revenues					
Restricted state grants	\$ 300,000	\$ -	\$ 297,800	\$ 297,800	\$ (2,200)
Total Revenues	<u>300,000</u>	<u>-</u>	<u>297,800</u>	<u>297,800</u>	<u>(2,200)</u>
Expenditures					
Infrastructure Asset Inventory & Assessment	304,500	302,300	-	302,300	2,200
Total Expenditures	<u>304,500</u>	<u>302,300</u>	<u>-</u>	<u>302,300</u>	<u>2,200</u>
Revenues Under Expenditures	<u>(4,500)</u>	<u>(302,300)</u>	<u>297,800</u>	<u>(4,500)</u>	<u>-</u>
Other Financing Sources					
Transfer from Utility Operating Fund	4,500	4,500	-	4,500	-
Revenues and Other Financing Sources Under Expenditures	<u>\$ -</u>	<u>\$ (297,800)</u>	<u>\$ 297,800</u>	<u>\$ -</u>	<u>\$ -</u>

Schedule of Revenues and Expenditures

Budget and Actual - NC DEQ Viable Utility Reserve Multi-System Merger/Regionalization

Feasibility Study Capital Project Fund

From Inception and for the Year Ended June 30, 2024

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Revenues					
Restricted state grants	\$ 100,000	\$ -	\$ -	\$ -	\$ (100,000)
Total Revenues	<u>100,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(100,000)</u>
Expenditures					
Infrastructure					
Asset inventory and assessment	101,500	33,526	67,974	101,500	-
Total Expenditures	<u>101,500</u>	<u>33,526</u>	<u>67,974</u>	<u>101,500</u>	<u>-</u>
Revenues Under Expenditures	(1,500)	(33,526)	(67,974)	(101,500)	(100,000)
Other Financing Sources					
Transfer from Utility Operating Fund	1,500	1,500	-	1,500	-
Revenues and Other Financing Sources Over (Under) Expenditures	<u>\$ -</u>	<u>\$ (32,026)</u>	<u>\$ (67,974)</u>	<u>\$ (100,000)</u>	<u>\$ (100,000)</u>

City of Goldsboro
Schedule of Revenues and Expenditures
Budget and Actual - Lead and Copper Capital Project Fund
From Inception and for the Year Ended June 30, 2024

Schedule B-11

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Expenditures					
Infrastructure					
Lead and copper inventory	\$ 2,037,500	\$ -	\$ 1,572,760	\$ 1,572,760	\$ 464,740
Total Expenditures	<u>2,037,500</u>	<u>-</u>	<u>1,572,760</u>	<u>1,572,760</u>	<u>464,740</u>
Revenues Under Expenditures	(2,037,500)	-	(1,572,760)	(1,572,760)	464,740
Other Financing Sources					
Transfer from Utility Operating Fund	2,037,500	-	2,037,500	2,037,500	-
Revenues and Other Financing Sources Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 464,740</u>	<u>\$ 464,740</u>	<u>\$ 464,740</u>

City of Goldsboro
Schedule of Revenues and Expenditures
Budget and Actual - Utility Fund Capital Reserve
From Inception and for the Year Ended June 30, 2024

Schedule B-12

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Other Financing Sources					
Transfer from Utility Fund	\$ 1,506,129	\$ 530,840	\$ -	\$ 530,840	\$ (975,289)
Transfers to Utility Capital Projects Funds	<u>(1,506,129)</u>	<u>(198,113)</u>	<u>(267,100)</u>	<u>(465,213)</u>	<u>1,040,916</u>
Total Other Financing Sources	<u>-</u>	<u>332,727</u>	<u>(267,100)</u>	<u>65,627</u>	<u>65,627</u>
Other Financing Sources Over (Under) Expenditures	<u>\$ -</u>	<u>\$ 332,727</u>	<u>\$ (267,100)</u>	<u>\$ 65,627</u>	<u>\$ 65,627</u>

Schedule of Revenues and Expenditures

Budget and Actual - Utility Fund Capital Reserve Fund for System Development Fees

From Inception and for the Year Ended June 30, 2024

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Expenditures					
Utility Fund:					
Capital projects	\$ 449,600	\$ -	\$ -	\$ -	\$ 449,600
Total Expenditures	<u>449,600</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>449,600</u>
Revenues Under Expenditures	<u>(449,600)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>449,600</u>
Other Financing Sources					
Transfer from Utility Fund	\$ 449,600	\$ -	\$ 245,392	\$ 245,392	\$ (204,208)
Total Other Financing Sources	<u>449,600</u>	<u>-</u>	<u>245,392</u>	<u>245,392</u>	<u>(204,208)</u>
Other Financing Sources Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 245,392</u>	<u>\$ 245,392</u>	<u>\$ 245,392</u>

City of Goldsboro
Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)
Storm Water Fund
Year Ended June 30, 2024

Schedule B-14
(2 pages)

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Operating revenues			
Charges for services	\$ 1,684,200	\$ 1,697,994	\$ 13,794
Nonoperating revenues			
Investment earnings	10,000	43,378	33,378
Miscellaneous	5,000	-	(5,000)
Total Revenues	<u>1,699,200</u>	<u>1,741,372</u>	<u>42,172</u>
Expenditures			
Public Works - Storm Water			
Salaries and employee benefits	660,113	633,491	26,622
Consultant fees	10,900	6,400	4,500
Vehicle maintenance	45,000	35,677	9,323
Landfill tipping fees	40,000	36,883	3,117
Utility service fee	129,533	129,533	-
Other expenses	212,074	167,227	44,847
	<u>1,097,620</u>	<u>1,009,211</u>	<u>88,409</u>
Budgetary appropriations			
Principal retirement	127,028	127,028	-
Interest and other charges	7,663	6,781	882
Capital outlay	510,709	156,184	354,525
Contingency	60,521	-	60,521
	<u>705,921</u>	<u>289,993</u>	<u>415,928</u>
Total Expenditures	<u>1,803,541</u>	<u>1,299,204</u>	<u>504,337</u>
Revenues Over (Under) Expenditures	<u>(104,341)</u>	<u>442,168</u>	<u>546,509</u>
Other Financing Sources (Uses)			
Issuance of debt	235,000	-	(235,000)
Transfers to Capital Project Funds	(267,114)	(267,114)	-
Total Other Financing Uses	<u>(32,114)</u>	<u>(267,114)</u>	<u>(235,000)</u>
Revenues Over (Under) Expenditures and Other Financing Uses	<u>(136,455)</u>	<u>175,054</u>	<u>311,509</u>
Fund balance appropriated	136,455	-	(136,455)
Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	<u>\$ -</u>	<u>175,054</u>	<u>\$ 175,054</u>

City of Goldsboro
Schedule of Revenues and Expenditures - Budget and Actual (Non-GAAP)
Storm Water Fund
Year Ended June 30, 2024

Schedule B-14
(2 pages)

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Reconciliation From Budgetary Basis (Modified Accrual)			
to Full Accrual			
Reconciling items			
Transfer to Stormwater Capital Projects Fund		\$ 267,114	
Capital outlay		156,184	
Depreciation expense		(156,210)	
Decrease in deferred outflows of resources:			
Pensions		(9,284)	
OPEB		(569)	
Increase in accrued interest payable		(7,598)	
Increase in compensated absences		(2,544)	
Increase in net pension liability		(6,846)	
Increase in OPEB liability		(11,341)	
Decrease in deferred inflows resources - pensions		2,973	
Decrease in deferred inflows resources - OPEB		3,682	
Principal retirement		<u>127,028</u>	
Change in Net Position		<u>\$ 537,643</u>	

City of Goldsboro
 Schedule of Revenues and Expenditures
 Budget and Actual - Storm Water Capital Project Fund
 From Inception and for the Year Ended June 30, 2024

Schedule B-15

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Expenditures					
Stormwater					
Mapping and GIS Overlay	\$ 1,568,086	\$ 1,154,309	\$ 364,833	\$ 1,519,142	\$ 48,944
Storm Drainage - Vine Street	43,583	18,738	24,135	42,873	710
Contingency	249,589	-	-	-	249,589
Total Expenditures	<u>1,861,258</u>	<u>1,173,047</u>	<u>388,968</u>	<u>1,562,015</u>	<u>299,243</u>
Revenues Under Expenditures	(1,861,258)	(1,173,047)	(388,968)	(1,562,015)	299,243
Other Financing Sources					
Transfer from Storm Water Fund	<u>1,861,258</u>	<u>1,594,144</u>	<u>267,114</u>	<u>1,861,258</u>	<u>-</u>
Revenues and Other Financing Sources Over (Under) Expenditures	<u>\$ -</u>	<u>\$ 421,097</u>	<u>\$ (121,854)</u>	<u>\$ 299,243</u>	<u>\$ 299,243</u>

City of Goldsboro
Schedule of Revenues and Expenditures
Budget and Actual - Big Ditch Restoration Capital Project Fund
From Inception and for the Year Ended June 30, 2024

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Revenues					
Restricted state grants	\$ 2,000,000	\$ -	\$ -	\$ -	\$ (2,000,000)
Total revenues	<u>2,000,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,000,000)</u>
Expenditures					
Stormwater					
Big Ditch Stream Restoration	\$ 2,000,000	\$ -	\$ -	\$ -	\$ 2,000,000
Total Expenditures	<u>2,000,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,000,000</u>
Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Nonmajor Governmental Funds Combining Statements and Schedules

Nonmajor governmental funds are combined and presented in the aggregate as "other governmental funds" in the basic financial statements. The City's nonmajor governmental funds are as follows:

Other Governmental Funds

- Combining Balance Sheet
- Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

Nonmajor Special Revenue Funds

- Combining Balance Sheet
- Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
- Community Development Fund - Budget and Actual
- Downtown District Fund - Budget and Actual
- Occupancy Tax Fund - Budget and Actual
- Federal and State Drug Forfeiture Fund - Budget and Actual
- Fire and Other Restricted Revenue Special Revenue Fund - Budget and Actual
- CARES Act Miscellaneous Grants Fund - Budget and Actual
- American Rescue Plan Act of 2021 Special Revenue Fund

Nonmajor Capital Project Funds

- Combining Balance Sheet
- Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
- Parks and Recreation FY 2019-2024 Capital Projects Fund - Budget and Actual
- Street Improvements Capital Projects Fund - Budget and Actual
- Police/Fire Expansion Capital Project Fund - Budget and Actual
- FY 2016 TIGER Discretionary Grant Capital Project Fund - Budget and Actual
- Herman Park Recreation Center Capital Projects Fund - Budget and Actual
- 1919 LaFrance Fire Truck Restoration Capital Project Fund - Budget and Actual
- Aerial Fire Truck Capital Project Fund - Budget and Actual

**City of Goldsboro
Combining Balance Sheet
Other Governmental Funds
June 30, 2024**

Schedule C-1

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Other Governmental Funds
ASSETS			
Cash and investments	\$ 1,513,635	\$ 1,208,056	\$ 2,721,691
Receivables (net)			
Property taxes receivable	5,375	-	5,375
Interest receivable	66,000	-	66,000
Due from other governments	23,261	7,193	30,454
Inventories and prepaids	-	-	-
Notes receivable	300,000	-	300,000
Total Assets	<u>\$ 1,908,271</u>	<u>\$ 1,215,249</u>	<u>\$ 3,123,520</u>
LIABILITIES			
Accounts payable and accrued liabilities	\$ 112,741	\$ 73,532	\$ 186,273
Accrued compensation payable	3,891	-	3,891
Due to other funds	-	3,694	3,694
Total Liabilities	<u>116,632</u>	<u>77,226</u>	<u>193,858</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable grant revenue	800	-	800
Property taxes receivable	5,375	-	5,375
Interest receivable	66,000	-	66,000
Notes receivable	300,000	-	300,000
Total Deferred Inflows of Resources	<u>372,175</u>	<u>-</u>	<u>372,175</u>
FUND BALANCES			
Restricted			
Stabilization by state statute	192,564	-	192,564
General government	283,784	-	283,784
Transportation	-	784,962	784,962
Economic and physical development	786,006	-	786,006
Public safety	157,110	36,190	193,300
Cultural and recreational	-	316,871	316,871
Total Fund Balances	<u>1,419,464</u>	<u>1,138,023</u>	<u>2,557,487</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,908,271</u>	<u>\$ 1,215,249</u>	<u>\$ 3,123,520</u>

City of Goldsboro
Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Other Governmental Funds
Year Ended June 30, 2024

Schedule C-2

	<u>Nonmajor Special Revenue Funds</u>	<u>Nonmajor Capital Projects Funds</u>	<u>Total Other Governmental Funds</u>
Revenues			
Ad valorem taxes	\$ 103,458	\$ -	\$ 103,458
Other taxes and licenses	1,192,813	-	1,192,813
Restricted intergovernmental	197,259	-	197,259
Sales and services	60,299	-	60,299
Investment earnings	27,786	-	27,786
Donations and sponsorships	-	10,000	10,000
Miscellaneous	4,775	-	4,775
Total Revenues	<u>1,586,390</u>	<u>10,000</u>	<u>1,596,390</u>
Expenditures			
Current			
Public safety	50,677	1,304,787	1,355,464
Transportation	-	141,890	141,890
Economic and physical development	1,055,779	-	1,055,779
Debt service			
Principal retirement	300,000	-	300,000
Interest and other charges	27,000	-	27,000
Total Expenditures	<u>1,433,456</u>	<u>1,446,677</u>	<u>2,880,133</u>
Revenues Over (Under) Expenditures	<u>152,934</u>	<u>(1,436,677)</u>	<u>(1,283,743)</u>
Other Financing Sources			
Transfers from other funds	(7,056)	383,537	376,481
Other Financing Sources, Net	<u>(7,056)</u>	<u>383,537</u>	<u>376,481</u>
Net Change in Fund Balances	145,878	(1,053,140)	(907,262)
Fund Balances			
Beginning balances	1,273,586	2,191,163	3,464,749
Ending Balances	<u>\$ 1,419,464</u>	<u>\$ 1,138,023</u>	<u>\$ 2,557,487</u>

**City of Goldsboro
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2024**

Schedule D-1

	Community Development Fund	Downtown District Fund	Occupancy Tax Fund	Federal and State Drug Forfeiture Fund	Fire Other Restricted Fund	CARES Act Miscellaneous Grants Fund	ARPA Special Revenue Fund	Total Nonmajor Special Revenue Funds
ASSETS								
Cash and investments	\$ 247,537	\$ 187,363	\$ 637,841	\$ 157,110	\$ 25,760	\$ 258,024	\$ -	\$ 1,513,635
Receivables (net):								
Property taxes receivable	-	5,375	-	-	-	-	-	5,375
Interest receivable	66,000	-	-	-	-	-	-	66,000
Due from other governments	97	1,145	22,019	-	-	-	-	23,261
Notes receivable	300,000	-	-	-	-	-	-	300,000
Total Assets	\$ 613,634	\$ 193,883	\$ 659,860	\$ 157,110	\$ 25,760	\$ 258,024	\$ -	\$ 1,908,271
LIABILITIES								
Accounts payable and accrued liabilities	\$ -	\$ 3,236	\$ 109,505	\$ -	\$ -	\$ -	\$ -	\$ 112,741
Accrued compensation payable	-	-	3,891	-	-	-	-	3,891
Total Liabilities	-	3,236	113,396	-	-	-	-	116,632
DEFERRED INFLOWS OF RESOURCES								
Unavailable grant revenue	800	-	-	-	-	-	-	800
Property taxes receivable	-	5,375	-	-	-	-	-	5,375
Interest receivable	66,000	-	-	-	-	-	-	66,000
Notes receivable	300,000	-	-	-	-	-	-	300,000
Total Deferred Inflows of Resources	366,800	5,375	-	-	-	-	-	372,175
FUND BALANCES								
Restricted								
Stabilization by state statute	-	1,145	191,419	-	-	-	-	192,564
General government	-	-	-	-	25,760	258,024	-	283,784
Economic and physical development	246,834	184,127	355,045	-	-	-	-	786,006
Public safety	-	-	-	157,110	-	-	-	157,110
Total Fund Balances	246,834	185,272	546,464	157,110	25,760	258,024	-	1,419,464
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 613,634	\$ 193,883	\$ 659,860	\$ 157,110	\$ 25,760	\$ 258,024	\$ -	\$ 1,908,271

See Independent Auditor's Report

City of Goldsboro
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances -
Nonmajor Special Revenue Funds
Year Ended June 30, 2024

Schedule D-2

	Community Development Fund	Downtown District Fund	Occupancy Tax Fund	Federal and State Drug Forfeiture Fund	Fire Other Restricted Fund	CARES Act Miscellaneous Grants Fund	ARPA Special Revenue Fund	Total Nonmajor Special Revenue Funds
Revenues								
Ad valorem taxes	\$ -	\$ 103,458	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 103,458
Other taxes and licenses	-	-	1,192,813	-	-	-	-	1,192,813
Restricted intergovernmental								
Community Development Block Grant	51,032	-	-	-	-	-	-	51,032
Community Development Block								
Grant - Coronavirus Relief Funds	396	-	-	-	-	-	-	396
Home Partnership Program	90,999	-	-	-	-	-	-	90,999
NCHFA ESFRLP - Disaster	-	-	3,794	-	-	-	-	3,794
Other grants	-	-	-	-	17,500	-	-	17,500
DEA funds	-	-	-	33,102	-	-	-	33,102
NC controlled substance tax	-	-	-	436	-	-	-	436
Sales and services								
Owner Income	60,299	-	-	-	-	-	-	60,299
Investment earnings	-	4,741	18,645	4,400	-	-	-	27,786
Miscellaneous	-	-	325	-	4,450	-	-	4,775
Total Revenues	202,726	108,199	1,215,577	37,938	21,950	-	-	1,586,390
Expenditures								
Current								
Public safety	-	-	-	49,767	910	-	-	50,677
Economic and physical development	168,342	74,716	812,721	-	-	-	-	1,055,779
Debt service								
Principal retirement	-	-	300,000	-	-	-	-	300,000
Interest and other charges	-	-	27,000	-	-	-	-	27,000
Total Expenditures	168,342	74,716	1,139,721	49,767	910	-	-	1,433,456
Revenues Over Expenditures	34,384	33,483	75,856	(11,829)	21,040	-	-	152,934
Other financing uses								
Transfers to general fund	-	-	-	-	-	-	(7,056)	(7,056)
Total other financing uses, net	-	-	-	-	-	-	(7,056)	(7,056)
Net Change in Fund Balances	34,384	33,483	75,856	(11,829)	21,040	-	(7,056)	145,878
Fund Balances								
Beginning balances	212,450	151,789	470,608	168,939	4,720	258,024	7,056	1,273,586
Ending Balances	\$ 246,834	\$ 185,272	\$ 546,464	\$ 157,110	\$ 25,760	\$ 258,024	\$ -	\$ 1,419,464

See Independent Auditor's Report

City of Goldsboro
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit)
Budget and Actual - Community Development Fund
From Inception and for the Year Ended June 30, 2024

Schedule D-3
(2 pages)

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Revenues					
Restricted intergovernmental					
CDBG FY10-FY24	\$ 5,788,956	\$ 4,629,041	\$ 51,032	\$ 4,680,073	\$ (1,108,883)
CDBG-CV	427,303	133,792	396	134,188	(293,115)
HOME FY10-FY24	3,269,505	2,547,388	83,677	2,631,065	(638,440)
HOME ARP	907,913	36,436	7,322	43,758	(864,155)
Urgent repair program	433,570	408,970	-	408,970	(24,600)
Essential Single Family Rehab					
Loan Pool program (ESFRLP)	150,000	139,975	-	139,975	(10,025)
Other grants	456,965	350,000	-	350,000	(106,965)
Owner income					
CDBG	162,776	261,994	60,299	322,293	159,517
HOME	55,823	20,437	-	20,437	(35,386)
Investment earnings	-	154	-	154	154
Miscellaneous	800	504,788	-	504,788	503,988
Prior years FY1996-FY2009					
CDBG	9,707,787	6,403,309	-	6,403,309	(3,304,478)
HOME	7,163,071	4,773,289	-	4,773,289	(2,389,782)
Owner income CDBG	465,521	527,784	-	527,784	62,263
Owner income HOME	70,947	-	-	-	(70,947)
Other grants	47,622,877	29,476,219	-	29,476,219	(18,146,658)
Miscellaneous income	-	109,929	-	109,929	109,929
Total Revenues	76,683,814	50,323,505	202,726	50,526,231	(26,157,583)

City of Goldsboro
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit)
Budget and Actual - Community Development Fund
From Inception and for the Year Ended June 30, 2024

Schedule D-3
(2 pages)

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Expenditures					
Current					
Economic and physical development CDBG					
Coronavirus Relief Fund	\$ 427,303	\$ 133,792	\$ 396	\$ 134,188	\$ 293,115
FY23-FY24	362,029	-	25,371	25,371	336,658
FY22-FY23	359,449	25,150	-	25,150	334,299
FY21-FY22	354,302	87,559	-	87,559	266,743
FY20-FY21	351,643	244,814	16,610	261,424	90,219
FY19-FY20	353,246	283,276	3,291	286,567	66,679
FY18-FY19	344,309	301,952	-	301,952	42,357
Prior years FY 96 - FY 18	16,082,654	12,495,602	4,784	12,500,386	3,582,268
HOME					
HOME-ARP	907,913	36,436	7,322	43,758	864,155
FY23-FY24	293,636	-	39,249	39,249	254,387
FY22-FY23	287,303	27,468	-	27,468	259,835
FY21-FY22	252,710	32,592	26,410	59,002	193,708
FY20-FY21	245,547	92,853	30,780	123,633	121,914
FY19-FY20	214,732	69,443	4,129	73,572	141,160
FY18-FY19	317,616	20,283	-	20,283	297,333
Prior years FY 09 - FY 18	6,865,039	6,023,576	10,000	6,033,576	831,463
Urgent repair program	433,570	421,131	-	421,131	12,439
ESFRLP	150,000	139,975	-	139,975	10,025
Other grants	456,965	350,000	-	350,000	106,965
FEMA and prior year grants	47,623,048	29,325,153	-	29,325,153	18,297,895
Total Expenditures	<u>76,683,014</u>	<u>50,111,055</u>	<u>168,342</u>	<u>50,279,397</u>	<u>26,403,617</u>
Revenues Over Expenditures	<u>800</u>	<u>212,450</u>	<u>34,384</u>	<u>246,834</u>	<u>246,034</u>
Other Financing Uses					
Transfer to other funds	(800)	-	-	-	800
Total Other Financing Uses	<u>(800)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>800</u>
Change in Fund Balance	<u>\$ -</u>	<u>\$ 212,450</u>	<u>34,384</u>	<u>\$ 246,834</u>	<u>\$ 246,834</u>
Fund Balance					
Beginning balance			<u>212,450</u>		
Ending Balance			<u>\$ 246,834</u>		

City of Goldsboro
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Downtown District Fund
Year Ended June 30, 2024

Schedule D-4

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Ad valorem taxes	\$ 102,183	\$ 102,845	\$ 662
Penalties and interest	500	613	113
Total	102,683	103,458	775
Investment earnings	-	4,741	4,741
Total Revenues	<u>102,683</u>	<u>108,199</u>	<u>5,516</u>
Expenditures			
Current			
Economic and physical development			
Downtown revitalization	102,683	71,406	31,277
Capital outlay	9,532	3,310	6,222
Total Expenditures	<u>112,215</u>	<u>74,716</u>	<u>37,499</u>
Revenue Over (Under) Expenditures	<u>(9,532)</u>	<u>33,483</u>	<u>43,015</u>
Fund balance appropriated	9,532	-	(9,532)
Net Change in Fund Balance	<u>\$ -</u>	<u>33,483</u>	<u>\$ 33,483</u>
Fund Balance			
Beginning balance		151,789	
Ending Balance		<u>\$ 185,272</u>	

City of Goldsboro
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Occupancy Tax Fund
Year Ended June 30, 2024

Schedule D-5

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Other taxes and licenses	\$ 1,209,450	\$ 1,192,813	\$ (16,637)
NC Tennis Association grant	3,800	3,794	(6)
Investment earnings	5,000	18,645	13,645
Miscellaneous	1,000	325	(675)
Total Revenues	<u>1,219,250</u>	<u>1,215,577</u>	<u>(3,673)</u>
Expenditures			
Current			
Economic and physical development:			
Salaries and employee benefits	220,464	223,623	(3,159)
Operating expenditures	218,520	186,556	31,964
Capital Outlay	250,000	-	250,000
Wayne County share of occupancy tax	415,380	402,542	12,838
	<u>1,104,364</u>	<u>812,721</u>	<u>291,643</u>
Debt service			
Principal retirement - notes	200,000	200,000	-
Principal retirement - bonds	100,000	100,000	-
Interest and other charges	27,000	27,000	-
	<u>327,000</u>	<u>327,000</u>	<u>-</u>
Contingency	37,886	-	37,886
Total Expenditures	<u>1,469,250</u>	<u>1,139,721</u>	<u>329,529</u>
Revenues Over (Under) Expenditures	<u>(250,000)</u>	<u>75,856</u>	<u>325,856</u>
Fund balance appropriated	250,000	-	(250,000)
Net Change in Fund Balance	<u>\$ -</u>	<u>75,856</u>	<u>\$ 75,856</u>
Fund Balance			
Beginning balance		<u>470,608</u>	
Ending Balance		<u>\$ 546,464</u>	

City of Goldsboro
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Federal and State Drug Forfeiture Fund
From Inception and for the Year Ended June 30, 2024

Schedule D-6

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Revenues					
Restricted intergovernmental DEA funds	\$ 96,049	\$ 62,948	\$ 33,102	\$ 96,050	\$ 1
NC controlled substance tax	<u>24,085</u>	<u>24,084</u>	<u>436</u>	<u>24,520</u>	<u>435</u>
Total	120,134	87,032	33,538	120,570	436
Investment earnings	<u>7,299</u>	<u>4,241</u>	<u>4,400</u>	<u>8,641</u>	<u>1,342</u>
Total Revenues	<u>127,433</u>	<u>91,273</u>	<u>37,938</u>	<u>129,211</u>	<u>1,778</u>
Expenditures					
Current					
Public safety					
Federal operating expenditures	281,461	102,569	49,767	152,336	129,125
State operating expenditures	<u>30,176</u>	<u>3,969</u>	<u>-</u>	<u>3,969</u>	<u>26,207</u>
Total Expenditures	<u>311,637</u>	<u>106,538</u>	<u>49,767</u>	<u>156,305</u>	<u>155,332</u>
Revenue Over (Under) Expenditures	<u>(184,204)</u>	<u>(15,265)</u>	<u>(11,829)</u>	<u>(27,094)</u>	<u>157,110</u>
Other Financing Sources					
Transfer from general fund	179,508	179,508	-	179,508	-
Sale of fixed assets	<u>4,696</u>	<u>4,696</u>	<u>-</u>	<u>4,696</u>	<u>-</u>
Total Other Financing Sources	<u>184,204</u>	<u>184,204</u>	<u>-</u>	<u>184,204</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ 168,939</u>	<u>(11,829)</u>	<u>\$ 157,110</u>	<u>\$ 157,110</u>
Fund Balance					
Beginning balance			<u>168,939</u>		
Ending Balance			<u>\$ 157,110</u>		

City of Goldsboro
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Fire Other Restricted Revenue Fund
From Inception and for the Year Ended June 30, 2024

Schedule D-7

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Revenues					
Restricted intergovernmental					
State summer fire camp					
grant	\$ 17,500	\$ -	\$ 17,500	\$ 17,500	\$ -
Other revenue					
Donations	8,655	4,786	4,450	9,236	581
Total Revenues	<u>26,155</u>	<u>4,786</u>	<u>21,950</u>	<u>26,736</u>	<u>581</u>
Expenditures					
Current:					
Public safety					
Public health measures	26,155	66	910	976	25,179
Total Expenditures	<u>26,155</u>	<u>66</u>	<u>910</u>	<u>976</u>	<u>25,179</u>
Revenue Over Expenditures	<u>-</u>	<u>4,720</u>	<u>21,040</u>	<u>25,760</u>	<u>25,760</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ 4,720</u>	<u>21,040</u>	<u>\$ 25,760</u>	<u>\$ 25,760</u>
Fund Balance					
Beginning balance			4,720		
Ending Balance			<u>\$ 25,760</u>		

City of Goldsboro
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - CARES Act Special Revenue Fund
From Inception and for the Year Ended June 30, 2024

Schedule D-8

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Revenues					
Restricted intergovernmental Coronavirus relief funds	\$ 966,688	\$ 966,688	\$ -	\$ 966,688	\$ -
Total Revenues	<u>966,688</u>	<u>966,688</u>	<u>-</u>	<u>966,688</u>	<u>-</u>
Expenditures					
Current					
General government					
Public Health	45,991	30,346	-	30,346	15,645
Payroll expense	196,654	165,847	-	165,847	30,807
Public health measures	429,461	235,161	-	235,161	194,300
Small business grants	57,500	57,500	-	57,500	-
Environmental services	37,082	26,202	-	26,202	10,880
Nonprofit agency support	200,000	193,608	-	193,608	6,392
Total Expenditures	<u>966,688</u>	<u>708,664</u>	<u>-</u>	<u>708,664</u>	<u>258,024</u>
Revenue Over Expenditures	<u>-</u>	<u>258,024</u>	<u>-</u>	<u>258,024</u>	<u>258,024</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ 258,024</u>	<u>-</u>	<u>\$ 258,024</u>	<u>\$ 258,024</u>
Fund Balance					
Beginning balance			<u>258,024</u>		
Ending Balance			<u>\$ 258,024</u>		

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual - American Rescue Plan Act of 2021 Special Revenue Fund

From Inception and for the Year Ended June 30, 2024

	Project Authorization	Prior Years	Actual Current Year	Total	Variance Positive (Negative)
Revenues					
Restricted intergovernmental					
Federal grants	\$ 8,813,514	\$ 8,813,514	\$ -	\$ 8,813,514	\$ -
Total	8,813,514	8,813,514	-	8,813,514	-
Investment earnings	670,654	7,056	-	7,056	(663,598)
Total Revenues	<u>9,484,168</u>	<u>8,820,570</u>	<u>-</u>	<u>8,820,570</u>	<u>(663,598)</u>
Expenditures					
Current					
General government	1,143,095	1,143,095	-	1,143,095	-
Public safety	3,485,290	3,485,290	-	3,485,290	-
Transportation	170,177	170,177	-	170,177	-
Economic and physical development	230,444	230,444	-	230,444	-
Environmental protection	487,238	487,238	-	487,238	-
Cultural and recreational	713,234	713,234	-	713,234	-
Utility related services	2,558,994	2,558,994	-	2,558,994	-
Occupancy tax-related services	25,042	25,042	-	25,042	-
Total Expenditures	<u>8,813,514</u>	<u>8,813,514</u>	<u>-</u>	<u>8,813,514</u>	<u>-</u>
Revenue Over (Under) Expenditures	<u>670,654</u>	<u>7,056</u>	<u>-</u>	<u>7,056</u>	<u>(663,598)</u>
Other financing uses					
Transfer to general fund	(670,654)		(7,056)	(7,056)	663,598
Total other financing uses	<u>(670,654)</u>	<u>-</u>	<u>(7,056)</u>	<u>(7,056)</u>	<u>663,598</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ 7,056</u>	<u>(7,056)</u>	<u>\$ -</u>	<u>\$ -</u>
Fund Balance					
Beginning balance			7,056		
Ending Balance			<u>\$ -</u>		

City of Goldsboro
Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2024

Schedule E-1

	Parks and Recreation FY 2019-2024 Capital Project Fund	Street Improvements Capital Project Fund	Police/Fire Expansion Capital Project Fund	FY 2016 TIGER Discretionary Grant Capital Project Fund	Herman Park Recreation Center Fund	1919 LaFrance Fire Truck Restoration Capital Project Fund	Aerial Fire Truck Capital Project Fund	Total Nonmajor Capital Project Funds
ASSETS								
Cash and investments	\$ 316,871	\$ -	\$ -	\$ 858,494	\$ -	\$ 32,691	\$ -	\$ 1,208,056
Due from other governments	-	-	7,160	-	-	-	33	7,193
Total Assets	<u>\$ 316,871</u>	<u>\$ -</u>	<u>\$ 7,160</u>	<u>\$ 858,494</u>	<u>\$ -</u>	<u>\$ 32,691</u>	<u>\$ 33</u>	<u>\$ 1,215,249</u>
LIABILITIES								
Accounts payable and accrued liabilities	\$ -	\$ -	\$ -	\$ 73,532	\$ -	\$ -	\$ -	\$ 73,532
Due to other funds	-	-	3,661	-	-	-	33	3,694
Total Liabilities	<u>-</u>	<u>-</u>	<u>3,661</u>	<u>73,532</u>	<u>-</u>	<u>-</u>	<u>33</u>	<u>77,226</u>
FUND BALANCES								
Restricted								
Transportation	-	-	-	784,962	-	-	-	784,962
Public safety	-	-	3,499	-	-	32,691	-	36,190
Cultural and recreational	316,871	-	-	-	-	-	-	316,871
Total Fund Balances	<u>316,871</u>	<u>-</u>	<u>3,499</u>	<u>784,962</u>	<u>-</u>	<u>32,691</u>	<u>-</u>	<u>1,138,023</u>
Total Liabilities and Fund Balances	<u>\$ 316,871</u>	<u>\$ -</u>	<u>\$ 7,160</u>	<u>\$ 858,494</u>	<u>\$ -</u>	<u>\$ 32,691</u>	<u>\$ 33</u>	<u>\$ 1,215,249</u>

City of Goldsboro

Schedule E-2

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances -
 Nonmajor Capital Projects Funds
 Year Ended June 30, 2024

	Parks and Recreation FY 2020-2024 Capital Project Fund	Street Improvements Capital Project Fund	Police/Fire Expansion Capital Project Fund	FY 2016 TIGER Discretionary Grant Capital Project Fund	Herman Park Recreation Center Fund	1919 LaFrance Fire Truck Restoration Capital Project Fund	Aerial Fire Truck Capital Project Fund	Total Nonmajor Capital Project Funds
Revenues								
Donations and sponsorships	\$ 10,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,000
Total Revenues	<u>10,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,000</u>
Expenditures								
Current								
Transportation	-	68,359	-	73,531	-	-	-	141,890
Public safety	-	-	161,724	-	-	-	1,143,063	1,304,787
Total Expenditures	<u>-</u>	<u>68,359</u>	<u>161,724</u>	<u>73,531</u>	<u>-</u>	<u>-</u>	<u>1,143,063</u>	<u>1,446,677</u>
Revenues Over (Under) Expenditures	<u>10,000</u>	<u>(68,359)</u>	<u>(161,724)</u>	<u>(73,531)</u>	<u>-</u>	<u>-</u>	<u>(1,143,063)</u>	<u>(1,436,677)</u>
Other Financing Sources								
Transfer from other funds	-	1,873	5,664	-	376,000	-	-	383,537
Total Other Financing Sources	<u>-</u>	<u>1,873</u>	<u>5,664</u>	<u>-</u>	<u>376,000</u>	<u>-</u>	<u>-</u>	<u>383,537</u>
Net Change in Fund Balances	<u>10,000</u>	<u>(66,486)</u>	<u>(156,060)</u>	<u>(73,531)</u>	<u>376,000</u>	<u>-</u>	<u>(1,143,063)</u>	<u>(1,053,140)</u>
Fund Balances								
Beginning balances	306,871	66,486	159,559	858,493	(376,000)	32,691	1,143,063	2,191,163
Ending Balances	<u>\$ 316,871</u>	<u>\$ -</u>	<u>\$ 3,499</u>	<u>\$ 784,962</u>	<u>\$ -</u>	<u>\$ 32,691</u>	<u>\$ -</u>	<u>\$ 1,138,023</u>

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual - Parks and Recreation FY 2019-2024 Capital Projects Fund

From Inception and for the Year Ended June 30, 2024

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Revenues					
Restricted intergovernmental	\$ 56,893	\$ 6,893	\$ -	\$ 6,893	\$ (50,000)
Donations and sponsorships	536,050	511,050	10,000	521,050	(15,000)
Total Revenues	<u>592,943</u>	<u>517,943</u>	<u>10,000</u>	<u>527,943</u>	<u>(65,000)</u>
Expenditures					
Current					
Cultural and recreational					
Multi Sports Complex					
Construction	330,500	211,270	-	211,270	119,230
GoWayneGo projects					
Construction	96,893	39,802	-	39,802	57,091
Playground	5,550	-	-	-	5,550
Southend Park					
Construction	200,000	-	-	-	200,000
Total Expenditures	<u>632,943</u>	<u>251,072</u>	<u>-</u>	<u>251,072</u>	<u>381,871</u>
Revenues Over (Under) Expenditures	<u>(40,000)</u>	<u>266,871</u>	<u>10,000</u>	<u>276,871</u>	<u>316,871</u>
Other Financing Sources					
Transfer from other funds	40,000	40,000	-	40,000	-
Total Other Financing Sources	<u>40,000</u>	<u>40,000</u>	<u>-</u>	<u>40,000</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ 306,871</u>	<u>10,000</u>	<u>\$ 316,871</u>	<u>\$ 316,871</u>
Fund Balance					
Beginning balance			306,871		
Ending Balance			<u>\$ 316,871</u>		

City of Goldsboro
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Street Improvements Capital Projects Fund
From Inception and for the Year Ended June 30, 2024

Schedule E-4

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Revenues					
Investment earnings	\$ 116,228	\$ 116,228	\$ -	\$ 116,228	\$ -
Expenditures					
Current					
Transportation					
Street resurfacing	4,940,267	4,871,908	68,359	4,940,267	-
Debt service					
Interest and other charges	108,257	108,257	-	108,257	-
Total Expenditures	<u>5,048,524</u>	<u>4,980,165</u>	<u>68,359</u>	<u>5,048,524</u>	<u>-</u>
Revenues Under Expenditures	<u>(4,932,296)</u>	<u>(4,863,937)</u>	<u>(68,359)</u>	<u>(4,932,296)</u>	<u>-</u>
Other Financing Sources					
Transfer from General Fund	189,373	187,500	1,873	189,373	-
Issuance of debt	4,742,923	4,500,000	-	4,500,000	(242,923)
Premium on the issuance of debt	-	242,923	-	242,923	242,923
Total Other Financing Sources	<u>4,932,296</u>	<u>4,930,423</u>	<u>1,873</u>	<u>4,932,296</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ 66,486</u>	<u>(66,486)</u>	<u>\$ -</u>	<u>\$ -</u>
Fund Balance					
Beginning balance			66,486		
Ending Balance			<u>\$ -</u>		

City of Goldsboro
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Police/Fire Expansion Capital Project Fund
From Inception and for the Year Ended June 30, 2024

Schedule E-5

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Revenues					
Investment earnings	\$ 115,262	\$ 119,160	\$ -	\$ 119,160	\$ 3,898
Miscellaneous	195,000	195,000	-	195,000	-
Total Revenues	<u>310,262</u>	<u>314,160</u>	<u>-</u>	<u>314,160</u>	<u>3,898</u>
Expenditures					
Current:					
Public safety					
Construction	5,953,926	6,089,207	161,724	6,250,931	(297,005)
Professional fees	463,000	172,058	-	172,058	290,942
Total Expenditures	<u>6,416,926</u>	<u>6,261,265</u>	<u>161,724</u>	<u>6,422,989</u>	<u>(6,063)</u>
Revenues Under Expenditures	<u>(6,106,664)</u>	<u>(5,947,105)</u>	<u>(161,724)</u>	<u>(6,108,829)</u>	<u>(2,165)</u>
Other Financing Sources					
Transfer from other funds	806,664	806,664	5,664	812,328	5,664
Issuance of debt	5,300,000	5,300,000	-	5,300,000	-
Total Other Financing Sources	<u>6,106,664</u>	<u>6,106,664</u>	<u>5,664</u>	<u>6,112,328</u>	<u>5,664</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ 159,559</u>	<u>(156,060)</u>	<u>\$ 3,499</u>	<u>\$ 3,499</u>
Fund Balance					
Beginning balance			159,559		
Ending Balance			<u>\$ 3,499</u>		

**Schedule of Revenues, Expenditures, and Changes in Fund Deficit
Budget and Actual - Herman Park Recreation Center Capital Project Fund
From Inception and for the Year Ended June 30, 2024**

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Expenditures					
Current					
Cultural and recreational					
Construction	\$ 11,013,000	\$ 376,000	\$ -	\$ 376,000	\$ 10,637,000
Debt service					
Interest and other charges	137,000	-	-	-	137,000
Total Expenditures	<u>11,150,000</u>	<u>376,000</u>	<u>-</u>	<u>376,000</u>	<u>10,774,000</u>
Revenues Under Expenditures	<u>(11,150,000)</u>	<u>(376,000)</u>	<u>-</u>	<u>(376,000)</u>	<u>10,774,000</u>
Other Financing Sources					
Transfer from other funds	-	-	376,000	376,000	376,000
Issuance of debt	11,150,000	-	-	-	(11,150,000)
Total Other Financing Sources	<u>11,150,000</u>	<u>-</u>	<u>376,000</u>	<u>376,000</u>	<u>(10,774,000)</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ (376,000)</u>	<u>376,000</u>	<u>\$ -</u>	<u>\$ -</u>
Fund Balance (Deficit)					
Beginning deficit			<u>(376,000)</u>		
Ending Fund Balance (Deficit)			<u>\$ -</u>		

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual - 1919 LaFrance Fire Truck Restoration Capital Project Fund

From Inception and for the Year Ended June 30, 2024

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Revenues					
Donations	\$ 80,000	\$ 32,691	\$ -	\$ 32,691	\$ (47,309)
Total Revenues	<u>80,000</u>	<u>32,691</u>	<u>-</u>	<u>32,691</u>	<u>(47,309)</u>
Expenditures					
Current					
Public safety					
Restoration	80,000	-	-	-	80,000
Total Expenditures	<u>80,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>80,000</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ 32,691</u>	<u>-</u>	<u>\$ 32,691</u>	<u>\$ 32,691</u>
Fund Balance					
Beginning balance			32,691		
Ending Balance			<u>\$ 32,691</u>		

**Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - FY 2016 TIGER Discretionary Grant Capital Projects Fund
From Inception and for the Year Ended June 30, 2024**

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Revenues					
Restricted intergovernmental	\$ 5,100,000	\$ 4,733,532	\$ -	\$ 4,733,532	\$ (366,468)
Total Revenues	<u>5,100,000</u>	<u>4,733,532</u>	<u>-</u>	<u>4,733,532</u>	<u>(366,468)</u>
Expenditures					
Current					
Transportation					
Design	980,000	477,375	-	477,375	502,625
Construction	5,748,642	5,589,200	73,531	5,662,731	85,911
Contingency	460,741	460,741	-	460,741	-
Total Expenditures	<u>7,189,383</u>	<u>6,527,316</u>	<u>73,531</u>	<u>6,600,847</u>	<u>588,536</u>
Revenues Under Expenditures	<u>(2,089,383)</u>	<u>(1,793,784)</u>	<u>(73,531)</u>	<u>(1,867,315)</u>	<u>222,068</u>
Other Financing Sources					
Transfers from other funds	2,089,383	2,652,277	-	2,652,277	562,894
Total Other Financing Sources	<u>2,089,383</u>	<u>2,652,277</u>	<u>-</u>	<u>2,652,277</u>	<u>562,894</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ 858,493</u>	<u>(73,531)</u>	<u>\$ 784,962</u>	<u>\$ 784,962</u>
Fund Balance					
Beginning balance			858,493		
Ending Balance			<u>\$ 784,962</u>		

City of Goldsboro
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Aerial Fire Truck Capital Project Fund
From Inception and for the Year Ended June 30, 2024

Schedule E-9

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total</u>	<u>Variance Positive (Negative)</u>
Expenditures					
Current					
Public safety					
Construction	\$ 1,143,063	\$ -	\$ 1,143,063	\$ 1,143,063	\$ -
Fire pumper	873,952	-	-	-	873,952
Debt service					
Interest and other charges	26,037	8,537	-	8,537	17,500
Total Expenditures	<u>2,043,052</u>	<u>8,537</u>	<u>1,143,063</u>	<u>1,151,600</u>	<u>891,452</u>
Revenues Under Expenditures	<u>(2,043,052)</u>	<u>(8,537)</u>	<u>(1,143,063)</u>	<u>(1,151,600)</u>	<u>891,452</u>
Other Financing Sources					
Issuance of debt	2,043,052	1,151,600	-	1,151,600	(891,452)
Total Other Financing Sources	<u>2,043,052</u>	<u>1,151,600</u>	<u>-</u>	<u>1,151,600</u>	<u>(891,452)</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ 1,143,063</u>	<u>(1,143,063)</u>	<u>\$ -</u>	<u>\$ -</u>
Fund Balance					
Beginning balance			1,143,063		
Ending Balance			<u>\$ -</u>		

Additional Financial Data

The City's largest source of revenue is derived from the assessment and collection of property taxes. This section contains additional information on property taxes City-wide and

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

City of Goldsboro
 Schedule of Ad Valorem Taxes Receivable
 June 30, 2024

Schedule F-1
 (2 pages)

City-Wide Levy

Fiscal Year	Uncollected Balance July 1, 2023	Additions	Collections and Credits	Uncollected Balance June 30, 2024
2023-2024	\$ -	\$ 19,333,981	\$ 19,103,091	\$ 230,890
2022-2023	215,708	-	130,503	85,205
2021-2022	90,672	-	31,432	59,240
2020-2021	48,229	-	14,884	33,345
2019-2020	38,225	-	10,582	27,643
2018-2019	25,966	-	4,566	21,400
2017-2018	19,728	-	1,971	17,757
2016-2017	18,599	-	1,593	17,006
2015-2016	18,693	-	1,220	17,473
2014-2015	16,112	-	1,102	15,010
2013-2014	36,169	-	36,169	-
	<u>\$ 528,101</u>	<u>\$ 19,333,981</u>	<u>\$ 19,337,113</u>	524,969
				(60,634)
				<u>\$ 464,335</u>
				Reconciliation With Revenue
				Ad valorem taxes - General Fund \$ 19,351,810
				Reconciling items
				Interest collected (104,845)
				Taxes written off 36,169
				Other adjustments 53,979
				<u>\$ 19,337,113</u>
				Total Collections and Credits

Downtown District Fund

Fiscal Year	Uncollected Balance July 1, 2023	Additions	Collections and Credits	Uncollected Balance June 30, 2024
2023-2024	\$ -	\$ 104,701	\$ 102,343	\$ 2,358
2022-2023	1,571	-	224	1,347
2021-2022	1,665	-	363	1,302
2020-2021	724	-	478	246
2019-2020	220	-	1	219
2018-2019	85	-	85	-
2017-2018	430	-	-	430
2016-2017	499	-	-	499
2015-2016	444	-	-	444
2014-2015	65	-	-	65
2013-2014	113	-	113	-
	<u>\$ 5,816</u>	<u>\$ 104,701</u>	<u>\$ 103,607</u>	6,910
				(1,535)
				<u>\$ 5,375</u>
				Reconciliation with Revenue
				Ad valorem taxes - Downtown District Fund \$ 103,458
				Reconciling items
				Interest collected (613)
				Other adjustments 762
				<u>\$ 103,607</u>
				Total Collections and Credits

**City of Goldsboro
Analysis of Current Tax Levy
Year Ended June 30, 2024**

Schedule F-2

<u>Original Levy</u>	<u>Total Property Valuation</u>	<u>Rate</u>	<u>Amount of Levy</u>	<u>Property Excluding Registered Motor Vehicles</u>	<u>Registered Motor Vehicles</u>
City-Wide					
Property taxed at current year's rate	\$ 2,649,742,740	0.73	\$ 19,343,122	\$ 17,214,136	\$ 2,128,986
Penalties	-		27,236	27,236	-
Discoveries	3,300,411	0.73	24,093	24,093	-
Abatements	<u>(8,283,562)</u>	0.73	<u>(60,470)</u>	<u>(60,470)</u>	<u>-</u>
Total Property Valuation	<u>\$ 2,644,759,589</u>				
Net Levy			19,333,981	17,204,995	2,128,986
Uncollected taxes at June 30, 2024			<u>(230,890)</u>	<u>(230,890)</u>	<u>-</u>
Current Year's Taxes Collected			<u>\$ 19,103,091</u>	<u>\$ 16,974,105</u>	<u>\$ 2,128,986</u>
Current Levy Collection Percentage			<u>98.81%</u>	<u>98.66%</u>	<u>100.00%</u>
Downtown District					
Property taxed at current year's rate	\$ 46,218,723	0.235	\$ 108,614	\$ 102,597	\$ 6,017
Penalties	-		107	107	-
Discoveries	53,617	0.235	126	126	-
Abatements	<u>(1,764,255)</u>	0.235	<u>(4,146)</u>	<u>(4,146)</u>	<u>-</u>
Total Property Valuation	<u>\$ 44,508,085</u>				
Net Levy			104,701	98,684	6,017
Uncollected taxes at June 30, 2024			<u>(2,358)</u>	<u>(2,358)</u>	<u>-</u>
Current Year's Taxes Collected			<u>\$ 102,343</u>	<u>\$ 96,326</u>	<u>\$ 6,017</u>
Current Levy Collection Percentage			<u>97.75%</u>	<u>97.61%</u>	<u>100.00%</u>

Statistical Section

This section of the City of Goldsboro's (the "City") annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information say about the City's overall financial health.

Financial Trends

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the City's most significant local revenue source, the ad valorem or property tax.

Debt Capacity

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

Operating Information

These schedules contain service, water system, and infrastructure data to help the reader understand how the information in the City's comprehensive annual financial report relates to the services the City provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the City's annual comprehensive financial reports for the relevant year.

**City of Goldsboro
Net Position by Component
Last Ten Fiscal Years**

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Governmental Activities				
Net investments in capital assets	\$ 42,803,884	\$ 44,410,030	\$ 46,326,181	\$ 45,169,151
Restricted	8,952,468	3,045,504	3,797,767	4,406,657
Unrestricted	<u>(2,315,163)</u>	<u>5,329,663</u>	<u>(653,682)</u>	<u>(2,285,781)</u>
Total Governmental Activities	<u>\$ 49,441,189</u>	<u>\$ 52,785,197</u>	<u>\$ 49,470,266</u>	<u>\$ 47,290,027</u>
Business-Type Activities				
Net investments in capital assets	\$ 45,635,607	\$ 47,525,121	\$ 48,098,769	\$ 48,720,090
Restricted	-	-	6,506,387	876,387
Unrestricted	<u>10,943,475</u>	<u>10,326,236</u>	<u>4,345,372</u>	<u>9,774,239</u>
Total Business-Type Activities	<u>\$ 56,579,082</u>	<u>\$ 57,851,357</u>	<u>\$ 58,950,528</u>	<u>\$ 59,370,716</u>
Primary Government				
Net investments in capital assets	\$ 88,439,491	\$ 91,935,151	\$ 94,424,950	\$ 93,889,241
Restricted	8,952,468	3,045,504	10,304,154	5,283,044
Unrestricted	<u>8,628,312</u>	<u>15,655,899</u>	<u>3,691,690</u>	<u>7,488,458</u>
Total Primary Government	<u>\$ 106,020,271</u>	<u>\$ 110,636,554</u>	<u>\$ 108,420,794</u>	<u>\$ 106,660,743</u>

Note: Financial information was prepared on the accrual basis of accounting.

Table 1

2019	2020	2021	2022	2023	2024
\$ 50,028,618	\$ 59,410,166	\$ 58,574,492	\$ 59,114,372	\$ 50,129,419	\$ 62,915,051
11,861,204	8,972,412	8,470,337	10,056,329	11,505,551	9,554,595
<u>(14,968,065)</u>	<u>(16,045,891)</u>	<u>(13,442,439)</u>	<u>(5,647,835)</u>	<u>7,306,977</u>	<u>(1,694,648)</u>
<u>\$ 46,921,757</u>	<u>\$ 52,336,687</u>	<u>\$ 53,602,390</u>	<u>\$ 63,522,866</u>	<u>\$ 68,941,947</u>	<u>\$ 70,774,998</u>
\$ 50,977,306	\$ 50,776,484	\$ 52,153,982	\$ 50,925,948	\$ 50,997,013	\$ 47,337,422
1,058,078	1,058,078	1,056,430	1,040,619	1,025,231	1,012,042
<u>5,680,895</u>	<u>5,953,461</u>	<u>9,153,709</u>	<u>15,304,673</u>	<u>23,732,228</u>	<u>33,427,887</u>
<u>\$ 57,716,279</u>	<u>\$ 57,788,023</u>	<u>\$ 62,364,121</u>	<u>\$ 67,271,240</u>	<u>\$ 75,754,472</u>	<u>\$ 81,777,351</u>
\$ 101,005,924	\$ 110,186,650	\$ 110,728,474	\$ 110,040,320	\$ 101,126,432	\$ 110,252,473
12,919,282	10,030,490	9,526,767	11,096,948	12,530,782	10,566,637
<u>(9,287,170)</u>	<u>(10,092,430)</u>	<u>(4,288,730)</u>	<u>9,656,838</u>	<u>31,039,205</u>	<u>31,733,239</u>
<u>\$ 104,638,036</u>	<u>\$ 110,124,710</u>	<u>\$ 115,966,511</u>	<u>\$ 130,794,106</u>	<u>\$ 144,696,419</u>	<u>\$ 152,552,349</u>

City of Goldsboro
Change in Net Position
Last Ten Fiscal Years

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Expenses				
Governmental activities				
General government	\$ 4,184,415	\$ 3,547,629	\$ 3,257,540	\$ 4,164,439
Public safety	15,715,097	15,793,509	17,209,532	17,919,547
Transportation	4,235,342	4,618,881	4,428,701	6,693,599
Economic and physical development	3,724,636	2,241,469	4,060,385	2,941,441
Environmental protection	3,620,474	3,371,917	3,561,080	3,528,252
Cultural and recreational	3,213,278	3,374,173	4,103,845	5,030,394
Business-type grant related	-	-	-	-
Interest on long-term debt	505,575	647,356	365,594	917,168
Total expenses - governmental activities	<u>35,198,817</u>	<u>33,594,934</u>	<u>36,986,677</u>	<u>41,194,840</u>
Business-type activities				
Utilities	13,662,335	14,916,454	15,494,774	17,248,002
Storm Water	-	-	-	372,144
Total expenses - business-type activities	<u>13,662,335</u>	<u>14,916,454</u>	<u>15,494,774</u>	<u>17,620,146</u>
Total Expenses - Primary Government	<u>48,861,152</u>	<u>48,511,388</u>	<u>52,481,451</u>	<u>58,814,986</u>
Program Revenues				
Governmental activities				
Charges for services				
General government	302,688	309,090	421,844	83,897
Public safety	381,999	423,512	557,288	386,306
Transportation	1,219,735	139,597	152,081	-
Economic and physical development	-	-	7,955	15,402
Environmental protection	3,244,483	3,250,079	3,308,449	3,253,077
Cultural and recreational	1,831,393	743,631	733,313	951,021
Operating grants & contributions				
General government	3,735,555	3,905,483	-	27,031
Public safety	193,725	184,025	258,484	1,108,563
Transportation	1,389,397	1,320,074	1,933,703	1,467,623
Economic and physical development	31,739	31,253	743,600	688,955
Environmental protection	-	-	1,259,527	440,014
Cultural and recreational	854,358	448,774	-	-
Business-type grant related	-	-	-	-
Capital grants & contributions				
General government	-	-	-	105,852
Transportation	-	-	-	-
Economic and physical development	7,137,148	3,317,775	-	-
Cultural and recreational	-	-	-	138,813
Total program revenues - governmental activities	<u>20,322,220</u>	<u>14,073,293</u>	<u>9,376,244</u>	<u>8,666,554</u>

**Table 2
(2 pages)**

	2019	2020	2021	2022	2023	2024
\$	3,261,068	\$ 3,344,174	\$ 4,382,157	\$ 3,265,463	\$ 3,703,360	\$ 5,268,384
	18,902,090	17,282,752	18,900,022	17,740,365	19,939,447	21,187,922
	4,590,846	3,879,162	4,213,913	4,286,639	3,939,114	3,748,137
	2,945,596	5,295,646	2,820,014	2,623,651	2,859,729	2,890,960
	4,693,340	4,278,685	3,708,748	3,659,805	4,041,168	4,344,287
	5,948,219	5,326,874	5,304,795	5,485,584	5,857,026	6,555,672
	-	-	-	579,855	1,979,139	-
	973,293	557,062	930,163	805,959	771,338	729,970
	<u>41,314,452</u>	<u>39,964,355</u>	<u>40,259,812</u>	<u>38,447,321</u>	<u>43,090,321</u>	<u>44,725,332</u>
	17,895,448	19,387,215	16,744,862	15,790,140	14,875,553	19,840,812
	<u>1,124,364</u>	<u>924,675</u>	<u>1,073,276</u>	<u>1,053,518</u>	<u>1,128,364</u>	<u>1,203,729</u>
	<u>19,019,812</u>	<u>20,311,890</u>	<u>17,818,138</u>	<u>16,843,658</u>	<u>16,003,917</u>	<u>21,044,541</u>
	<u>60,334,264</u>	<u>60,276,245</u>	<u>58,077,950</u>	<u>55,290,979</u>	<u>59,094,238</u>	<u>65,769,873</u>
	119,189	70,089	84,878	85,677	76,931	59,253
	419,291	376,336	530,494	572,248	627,145	854,002
	218,045	70,128	390,219	230,626	246,420	57,810
	25,410	7,905	62,457	51,520	94,120	116,803
	3,265,796	4,049,875	3,713,661	3,711,813	4,039,406	4,150,355
	1,232,744	1,058,688	946,911	1,449,271	1,505,942	1,725,960
	27,377	27,353	26,451	719,219	478,657	-
	326,333	299,045	293,501	2,397,950	1,670,589	166,076
	1,055,851	1,310,490	1,005,312	1,324,431	1,245,364	1,194,304
	546,205	982,431	1,483,052	269,203	442,861	203,644
	263,111	2,497,458	279,557	811,044	201,924	-
	99,197	-	25,180	806,931	255,746	13,409
	-	-	-	579,855	1,979,139	-
	-	-	-	-	-	-
	272,160	4,274,200	187,172	-	60,000	57,000
	-	-	-	-	-	-
	<u>137,393</u>	<u>55,000</u>	<u>79,116</u>	<u>167,625</u>	<u>-</u>	<u>10,000</u>
	<u>8,008,102</u>	<u>15,078,998</u>	<u>9,107,961</u>	<u>13,177,413</u>	<u>12,924,244</u>	<u>8,608,616</u>

City of Goldsboro
Change in Net Position
Last Ten Fiscal Years

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Program Revenues				
Business-type activities				
Charges for services	\$ 15,691,832	\$ 16,175,654	\$ 15,965,714	\$ 17,101,516
Operating grants & contributions	-	-	-	136,914
Capital grants & contributions	-	-	-	-
Total program revenues - business-type activities	<u>15,691,832</u>	<u>16,175,654</u>	<u>15,965,714</u>	<u>17,238,430</u>
Total Program Revenues - Primary Government	<u>36,014,052</u>	<u>30,248,947</u>	<u>25,341,958</u>	<u>25,904,984</u>
Net Revenue (Expense)				
Governmental activities	(14,876,597)	(19,521,641)	(27,610,433)	(32,528,286)
Business-type activities	<u>2,029,497</u>	<u>1,259,200</u>	<u>470,940</u>	<u>(381,716)</u>
Total Primary Government	<u>(12,847,100)</u>	<u>(18,262,441)</u>	<u>(27,139,493)</u>	<u>(32,910,002)</u>
General Revenues and Transfers				
Governmental activities				
Ad valorem taxes	15,420,547	15,056,921	15,679,927	16,052,594
Other taxes	785,616	889,751	966,303	1,287,326
Unrestricted intergovernmental	7,214,633	7,625,338	11,712,038	12,586,998
Investment earnings	6,848	28,027	46,006	119,896
Miscellaneous revenue	416,502	745,492	624,985	551,233
Special item	-	(1,479,880)	-	-
Transfers	-	-	-	(250,000)
Total governmental activities	<u>23,844,146</u>	<u>22,865,649</u>	<u>29,029,259</u>	<u>30,348,047</u>
Business-type activities				
Investment earnings	6,612	13,075	44,115	104,850
Miscellaneous revenue	-	-	480,802	447,054
Transfers	-	-	-	250,000
Total business-type activities	<u>6,612</u>	<u>13,075</u>	<u>524,917</u>	<u>801,904</u>
Total Primary Government	<u>23,850,758</u>	<u>22,878,724</u>	<u>29,554,176</u>	<u>31,149,951</u>
Change in Net Position				
Governmental activities	8,967,549	3,344,008	1,418,826	(2,180,239)
Business-type activities	<u>2,036,109</u>	<u>1,272,275</u>	<u>995,857</u>	<u>420,188</u>
Total Primary Government	<u>\$ 11,003,658</u>	<u>\$ 4,616,283</u>	<u>\$ 2,414,683</u>	<u>\$ (1,760,051)</u>

Note: Financial information was prepared on the accrual basis of accounting.

Table 2
(2 pages)

2019	2020	2021	2022	2023	2024
\$ 17,893,916	\$ 19,117,212	\$ 20,375,257	\$ 20,317,500	\$ 22,495,892	\$ 24,351,315
507,885	-	-	-	-	-
-	336,324	268,854	359,206	428,036	490,537
<u>18,401,801</u>	<u>19,453,536</u>	<u>20,644,111</u>	<u>20,676,706</u>	<u>22,923,928</u>	<u>24,841,852</u>
<u>26,409,903</u>	<u>34,532,534</u>	<u>29,752,072</u>	<u>33,854,119</u>	<u>35,848,172</u>	<u>33,450,468</u>
(33,306,350)	(24,885,357)	(31,151,851)	(25,269,908)	(30,166,077)	(36,116,716)
(618,011)	(858,354)	2,825,973	3,833,048	6,920,011	3,797,311
<u>(33,924,361)</u>	<u>(25,743,711)</u>	<u>(28,325,878)</u>	<u>(21,436,860)</u>	<u>(23,246,066)</u>	<u>(32,319,405)</u>
15,664,078	16,534,709	16,902,783	17,771,140	17,937,931	19,480,676
1,416,068	1,304,724	1,376,911	1,440,159	1,558,465	1,521,806
13,519,564	11,652,463	14,150,649	15,611,041	15,078,915	15,345,043
326,850	153,374	11,466	22,029	747,281	1,109,286
238,255	309,017	978,927	636,607	262,566	492,956
-	-	-	-	-	-
1,773,265	346,000	(1,003,182)	(290,592)	-	-
<u>32,938,080</u>	<u>30,300,287</u>	<u>32,417,554</u>	<u>35,190,384</u>	<u>35,585,158</u>	<u>37,949,767</u>
180,115	61,710	10,229	19,992	372,306	872,332
556,724	1,214,388	736,714	763,487	1,190,915	1,353,236
(1,773,265)	(346,000)	1,003,182	290,592	-	-
<u>(1,036,426)</u>	<u>930,098</u>	<u>1,750,125</u>	<u>1,074,071</u>	<u>1,563,221</u>	<u>2,225,568</u>
<u>31,901,654</u>	<u>31,230,385</u>	<u>34,167,679</u>	<u>36,264,455</u>	<u>37,148,379</u>	<u>40,175,335</u>
(368,270)	5,414,930	1,265,703	9,920,476	5,419,081	1,833,051
(1,654,437)	71,744	4,576,098	4,907,119	8,483,232	6,022,879
<u>\$ (2,022,707)</u>	<u>\$ 5,486,674</u>	<u>\$ 5,841,801</u>	<u>\$ 14,827,595</u>	<u>\$ 13,902,313</u>	<u>\$ 7,855,930</u>

City of Goldsboro
Fund Balances - Governmental Funds
Last Ten Fiscal Years

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
General Fund				
Nonspendable	\$ 651,278	\$ 589,493	\$ 564,291	\$ 606,124
Restricted	8,952,468	2,808,546	5,270,374	4,998,215
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	6,625,432	7,587,797	7,811,928	6,670,426
Total General Fund	<u>\$ 16,229,178</u>	<u>\$ 10,985,836</u>	<u>\$ 13,646,593</u>	<u>\$ 12,274,765</u>
Other Governmental Funds				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Restricted	-	236,958	2,690,689	234,493
Committed				
General government	-	-	-	-
Downtown Development	130,665	66,512	82,896	95,311
Economic Development	1,976,464	1,921,156	1,357,357	852,722
Cultural and Recreational	-	-	5,885,915	62,593
Assigned				
Subsequent year's expenditures	24,850	-	-	-
Unassigned	-	-	-	-
Total Other Governmental Funds	<u>\$ 2,131,979</u>	<u>\$ 2,224,626</u>	<u>\$ 10,016,857</u>	<u>\$ 1,245,119</u>

Note: Financial information was prepared on the modified accrual basis of accounting.

Table 3

2019	2020	2021	2022	2023	2024
\$ 187,925	\$ 257,212	\$ 255,407	\$ 425,801	\$ 760,312	\$ 868,715
6,313,654	5,357,362	5,610,552	7,946,741	8,211,391	6,939,217
374,346	2,146,511	291,143	815,163	809,748	816,366
778,842	12,964	-	-	1,500,000	1,992,252
3,132,854	1,310,509	4,454,057	12,220,201	16,057,787	17,855,662
<u>\$ 10,787,621</u>	<u>\$ 9,084,558</u>	<u>\$ 10,611,159</u>	<u>\$ 21,407,906</u>	<u>\$ 27,339,238</u>	<u>\$ 28,472,212</u>
\$ -	\$ -	\$ -	\$ 6,391	\$ 1,996	\$ -
5,489,659	3,557,159	3,062,030	2,051,697	3,236,269	2,595,569
-	-	-	7,056	-	-
-	-	-	-	-	-
-	-	-	-	-	-
24,000	-	150,000	-	250,000	-
(57,024)	-	-	-	-	-
<u>\$ 5,456,635</u>	<u>\$ 3,557,159</u>	<u>\$ 3,212,030</u>	<u>\$ 2,065,144</u>	<u>\$ 3,488,265</u>	<u>\$ 2,595,569</u>

City of Goldsboro
Changes in Fund Balances - Governmental Funds
Last Ten Fiscal Years

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Revenues				
Ad valorem taxes	\$ 15,483,368	\$ 15,373,561	\$ 15,679,928	\$ 15,747,628
Other taxes and licenses	785,616	889,751	1,056,487	1,287,326
Unrestricted intergovernmental	11,172,014	11,854,168	11,712,038	12,586,998
Restricted intergovernmental	10,256,791	5,387,555	4,354,537	3,976,851
Permits and fees	359,599	420,115	525,738	386,306
Sales and services	4,243,671	4,296,235	4,273,510	4,303,397
Investment earnings	6,848	28,027	46,006	119,896
Miscellaneous	1,944,958	-	750,571	551,233
Total Revenues	<u>44,252,865</u>	<u>38,249,412</u>	<u>38,398,815</u>	<u>38,959,635</u>
Expenditures				
Current				
General government	3,790,187	3,180,045	3,481,672	3,554,876
Public safety	15,524,494	15,704,769	16,910,403	19,047,197
Transportation	3,164,379	3,102,998	3,261,299	6,054,853
Economic and physical development	3,712,003	1,385,332	4,402,069	2,927,772
Environmental protection	3,322,699	2,743,280	3,179,650	3,158,528
Cultural and recreational	3,014,588	2,797,524	4,181,318	11,195,202
Utility related services	-	-	-	-
Capital outlay	12,975,831	12,975,831	-	-
Debt service				
Principal	2,552,236	3,362,270	3,409,903	4,237,705
Interest and other charges	406,507	665,728	655,308	859,103
Total Expenditures	<u>48,462,924</u>	<u>45,917,777</u>	<u>39,481,622</u>	<u>51,035,236</u>
Revenues Over (Under) Expenditures	<u>(4,210,059)</u>	<u>(7,668,365)</u>	<u>(1,082,807)</u>	<u>(12,075,601)</u>
Other Financing Sources (Uses)				
Transfers from other funds	-	-	-	7,342
Transfers to other funds	-	-	-	(257,342)
Sale of capital assets	-	-	110,040	252,509
Insurance recoveries	-	-	-	-
Issuance of debt	20,686,842	2,106,326	12,608,664	2,328,000
Issuance of lease liabilities	-	-	-	-
Issuance of subscription liabilities	-	-	-	-
Premium on the issuance of debt	-	-	684,211	-
Debt refundings	(4,551,214)	-	(1,885,664)	-
Other Financing Sources (Uses), Net	<u>16,135,628</u>	<u>2,106,326</u>	<u>11,517,251</u>	<u>2,330,509</u>
Net Change in Fund Balances	<u>\$ 11,925,569</u>	<u>\$ (5,562,039)</u>	<u>\$ 10,434,444</u>	<u>\$ (9,745,092)</u>
Debt Service as a Percentage of Noncapital Expenditures	<u>8.34%</u>	<u>12.23%</u>	<u>10.30%</u>	<u>12.32%</u>

Note: Financial information was prepared on the modified accrual basis of accounting.

Table 4

	2019	2020	2021	2022	2023	2024
\$	15,935,610	\$ 16,600,626	\$ 16,998,970	\$ 17,778,944	\$ 17,977,386	\$ 19,455,268
	1,416,068	1,304,724	1,376,911	1,440,159	1,558,465	1,521,806
	12,632,314	12,814,943	14,075,736	15,374,960	15,253,518	15,402,184
	2,514,427	9,349,644	3,512,722	7,030,632	6,484,459	1,595,399
	415,087	373,171	512,777	555,631	625,290	709,662
	4,666,133	5,260,516	4,791,165	5,260,820	5,647,551	6,178,350
	326,850	153,374	11,466	21,972	746,272	1,109,286
	650,710	404,684	1,134,831	578,423	334,827	461,806
	<u>38,557,199</u>	<u>46,261,682</u>	<u>42,414,578</u>	<u>48,041,541</u>	<u>48,627,768</u>	<u>46,433,761</u>
	3,238,210	2,740,767	3,588,058	3,032,086	3,058,365	4,156,031
	22,786,647	15,532,071	16,787,272	16,697,219	18,413,705	19,211,365
	2,644,769	2,066,549	2,421,598	2,631,105	2,438,909	1,883,836
	3,075,334	5,207,444	2,743,007	2,602,335	2,590,621	2,808,424
	4,748,127	3,866,411	3,312,730	3,350,622	3,524,267	3,824,139
	5,678,455	4,117,378	4,058,363	4,457,164	4,746,273	5,373,596
	-	-	-	579,855	1,979,139	-
	2,513,809	10,569,413	2,215,260	3,637,608	2,032,160	4,702,831
	4,579,171	4,968,807	4,225,075	3,973,160	4,023,226	3,874,398
	785,799	628,292	1,024,231	898,224	836,290	772,812
	<u>50,050,321</u>	<u>49,697,132</u>	<u>40,375,594</u>	<u>41,859,378</u>	<u>43,642,955</u>	<u>46,607,432</u>
	<u>(11,493,122)</u>	<u>(3,435,450)</u>	<u>2,038,984</u>	<u>6,182,163</u>	<u>4,984,813</u>	<u>(173,671)</u>
	2,342,353	1,800,430	590,871	685,243	-	-
	(569,088)	(2,148,958)	(1,594,053)	(975,835)	-	-
	169,080	65,931	135,392	180,027	62,944	247,123
	-	-	-	226,852	124,869	-
	11,513,233	105,000	-	3,268,981	2,033,000	-
	-	-	-	48,720	-	147,991
	-	-	-	-	151,342	-
	242,923	-	-	-	-	-
	-	-	-	-	-	-
	<u>13,698,501</u>	<u>(177,597)</u>	<u>(867,790)</u>	<u>3,433,988</u>	<u>2,372,155</u>	<u>395,114</u>
\$	<u>2,205,379</u>	<u>(3,613,047)</u>	<u>1,171,194</u>	<u>9,616,151</u>	<u>7,356,968</u>	<u>221,443</u>
	<u>11.29%</u>	<u>14.30%</u>	<u>13.76%</u>	<u>12.75%</u>	<u>11.68%</u>	<u>11.09%</u>

City of Goldsboro
Tax Revenues by Source - Governmental Activities
Last Ten Fiscal Years

Table 5

Fiscal Year	Property Tax	Occupancy Tax	Privilege License Tax	Other	Total
2015	\$ 15,409,895	\$ 608,514	\$ 93,101	\$ 61,361	\$ 16,172,871
2016	15,056,921	743,626	25,593	60,362	15,886,502
2017	15,679,927	964,375	1,823	66,737	16,712,862
2018	16,052,594	993,506	2,210	59,960	17,108,270
2019	15,664,078	1,104,829	3,026	72,973	16,844,906
2020	16,534,709	995,009	3,405	69,810	17,602,933
2021	16,902,783	1,034,175	2,961	86,005	18,025,924
2022	17,771,140	1,107,941	3,480	85,828	18,968,389
2023	17,937,931	1,228,243	3,503	84,308	19,253,985
2024	19,480,676	1,192,813	3,498	84,375	20,761,362

Note: Financial information was prepared on the accrual basis of accounting.

City of Goldsboro
Tax Revenues by Source - Governmental Funds (Modified Accrual Basis)
Last Ten Fiscal Years

Table 6

Fiscal Year	Property Tax	Occupancy Tax	Privilege License Tax	Other	Total
2015	15,486,368	608,514	93,101	61,361	16,249,344
2016	15,373,561	743,626	25,593	60,362	16,203,142
2017	15,679,928	964,375	1,823	66,737	16,712,863
2018	15,747,628	993,506	2,210	59,960	16,803,304
2019	15,935,610	1,104,829	3,026	72,973	17,116,438
2020	16,600,626	995,009	3,405	69,810	17,668,850
2021	16,998,970	995,009	3,405	69,810	18,067,194
2022	17,778,944	1,034,175	2,961	86,005	18,902,085
2023	17,977,386	1,107,941	3,480	85,828	19,174,635
2024	19,455,268	1,228,243	3,503	84,308	20,771,322

City of Goldsboro
Assessed Values of Taxable Property
Last Ten Fiscal Years

Table 7

Fiscal Year	(1) Real Property	(1) Personal Property	(1) Corporate Excess	(1) Total Taxable Assessed Value	Total Direct Tax Rate per \$100
2015	\$ 2,057,232,730	\$ 231,037,274	\$ 52,652,660	\$ 2,340,922,664	\$ 0.65
2016	2,054,356,827	230,001,759	62,084,900	2,346,443,486	0.65
2017	2,099,079,754	233,064,083	66,627,156	2,398,770,993	0.65
2018	1,855,763,343	460,281,742	70,855,530	2,386,900,615	0.65
2019	1,871,422,440	243,977,949	75,519,544	2,190,919,933	0.65
2020	1,973,661,667	250,802,345	79,103,601	2,303,567,613	0.65
2021	2,023,839,987	254,682,252	74,792,835	2,353,315,074	0.65
2022	2,005,867,369	247,836,662	74,767,017	2,328,471,048	0.68
2023	2,022,812,385	236,473,811	76,711,694	2,335,997,890	0.68
2024	2,329,809,335	243,018,070	76,915,335	2,649,742,740	0.73

Note: Property in the county is reassessed once every eight years on average. The last county-wide revaluation occurred January 1, 2019. The county assesses property at actual value; therefore, the assessed values are equal to actual value. Tax rates are per \$100 of assessed value.

(1) Source - Wayne County Tax Administrator/Collector. TR-2 reporting

**City of Goldsboro
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years**

Table 8

Fiscal Year Ended June 30	City Direct Rates			Overlapping Rates	Total Direct and Overlapping Rates
	General Fund Rate	Total Direct Rate	Downtown Service District Rate	(1) County Rate	
2015	\$ 0.650	\$ 0.650	\$ 0.235	\$ 0.664	\$ 1.549
2016	0.650	0.650	0.235	0.664	1.5490
2017	0.650	0.650	0.235	0.664	1.5490
2018	0.650	0.650	0.235	0.664	1.5490
2019	0.650	0.650	0.235	0.664	1.5490
2020	0.650	0.650	0.235	0.664	1.5490
2021	0.650	0.650	0.235	0.708	1.5925
2022	0.680	0.680	0.235	0.743	1.6580
2023	0.680	0.680	0.235	0.743	1.6580
2024	0.730	0.730	0.235	0.743	1.7080

Note: There is a NC statutory tax rate limit of \$1.50 per hundred dollars valuation for operating expenses, but no limitation on the rate of tax which may be levied for debt service.

Note: Tax rates are established on a per \$100 of assessed value.

(1) Wayne County Comprehensive Annual Financial Report.

**City of Goldsboro
Principal Property Taxpayers
Current Year and Nine Years Ago**

Table 9

(1) Taxpayer	(1) Type of Business	Fiscal Year 2024			Fiscal Year 2015		
		(1) Taxable Assessed Value	Rank	Percentage of Total Assessed Valuation	(1) Taxable Assessed Value	Rank	Percentage of Total Assessed Valuation
Duke Energy Progress Inc	Public Utility	\$ 27,554,260	1	1.04%	\$ 22,639,031	2	0.97%
Franklin Baking Co.	Bread Manufacturing	25,217,851	2	0.95%	21,069,610	4	0.90%
Piedmont Natural Gas Company Inc	Public Utility	24,369,459	3	0.92%			0.00%
Berkeley Mall LLC	Mall Shopping Center	21,528,020	4	0.81%	22,625,900	3	0.97%
EWT 75 LLC		21,320,301	5	0.80%			0.00%
Wal-Mart Stores	Retail Department Store	21,110,278	6	0.80%	39,788,026	1	1.70%
Berkeley Place Apartments LLC	Real Estate	19,172,757	7	0.72%	18,537,824	7	0.79%
The Three J's Inc.	Automobile Dealer	16,240,170	8	0.61%			
Spectrum Southeast LLC	Public Utility	14,656,313	9	0.55%			
Berkeley Realty Associates LLC	Real Estate	13,576,190	10	0.51%	13,320,210	10	
Gruma Corporation	Real Estate				20,426,042	6	0.87%
Goldsboro Apartments Investors LLC	Real Estate				20,890,211	5	0.89%
TWE-Advance-Newhouse Partnership	Public Utility				13,783,857	9	0.59%
Cooper Standard, Inc.	Rubber & Plastic Auto Parts				14,746,664	8	0.63%
Totals		<u>204,745,599</u>		<u>7.73%</u>	<u>207,827,375</u>		<u>8.88%</u>
Total Assessed Valuation		<u>\$ 2,649,742,740</u>		<u>100.00%</u>	<u>\$ 2,340,922,664</u>		<u>100.00%</u>

(1) Source - Wayne County Tax Administrator/Collector.

**City of Goldsboro
Property Tax Levies and Collections
Last Ten Fiscal Years**

Table 10

<u>Fiscal Year</u>	<u>(1) Taxes Levied for the Fiscal Year (Original Levy)</u>		<u>(1) Total Adjusted Levy</u>	<u>Collected within the Fiscal Year of the Levy</u>		<u>Collections in Subsequent Years</u>	<u>Total Collections to Date</u>	
		<u>(1) Adjustments</u>		<u>Amount</u>	<u>Percentage of Original Levy</u>		<u>Amount</u>	<u>Percentage of Adjusted Levy</u>
2015	\$ 13,651,130	\$ (54,376)	\$ 13,596,754	\$ 13,375,305	98.37%	\$ 206,439	\$ 13,581,744	99.89%
2016	13,364,789	430,577	13,795,366	13,493,702	97.81%	284,191	13,777,893	99.87%
2017	14,115,765	(51,837)	14,063,928	13,780,916	97.99%	266,006	14,046,922	99.88%
2018	15,109,733	427,959	15,537,692	15,283,969	98.37%	235,966	15,519,935	99.89%
2019	15,771,272	(41,299)	15,729,973	15,485,233	98.19%	223,340	15,708,573	99.86%
2020	16,526,892	33,535	16,560,427	16,285,619	98.54%	247,165	16,532,784	99.83%
2021	16,865,771	(17,626)	16,848,145	16,626,966	98.58%	187,834	16,814,800	99.80%
2022	17,653,462	(48,709)	17,604,753	17,391,296	98.79%	154,217	17,545,513	99.66%
2023	17,837,195	(30,423)	17,806,772	17,591,064	98.79%	130,503	17,721,567	99.52%
2024	19,343,122	(9,141)	19,333,981	19,103,091	98.81%	-	19,103,091	98.81%

(1) Source - Wayne County Tax Collector.

City of Goldsboro
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Table 11

Fiscal Year	Governmental Activities				Business-Type Activities		Total Primary Government	Per Capita	Percentage of Actual Property Values	Percentage of Personal Income
	General Obligation Bonds	Installment Loans	Subscription Liabilities	Lease Liabilities	General Obligation Bonds	Installment Loans				
2015	\$ 5,135,723	\$ 21,683,475	\$ -	\$ -	\$ 13,628,277	\$ 12,922,295	\$ 53,369,770	\$ 1,506	2.28%	1.267%
2016	4,644,007	20,919,247	-	-	11,921,993	11,278,198	48,763,445	1,395	2.08%	1.114%
2017	10,389,178	23,139,645	-	-	10,729,816	17,818,945	62,077,584	1,784	2.59%	1.353%
2018	9,573,697	22,182,533	-	-	9,832,509	16,586,250	58,174,989	1,727	2.44%	1.262%
2019	13,642,377	25,232,458	-	-	8,664,963	16,870,664	64,410,462	1,915	2.94%	1.358%
2020	12,433,805	20,812,169	-	-	7,806,600	18,796,484	59,849,058	1,778	2.60%	1.126%
2021	11,393,959	17,556,414	-	-	6,789,512	18,530,702	54,270,587	1,609	2.31%	0.931%
2022	10,362,121	17,847,312	-	116,963	5,772,415	17,162,655	51,261,466	1,543	2.20%	0.885%
2023	9,380,040	16,861,977	97,172	77,797	4,912,561	16,226,912	47,556,459	1,421	2.04%	0.821%
2024	8,399,967	14,027,653	40,591	151,842	4,063,699	17,711,063	44,394,815	1,313	1.68%	0.767%

** BEA Interactive data website not updated for 2023

City of Goldsboro
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years

Table 12

Fiscal Year	(1) General Obligation Bonds	(2) Assessed Value	Percentage of Actual Taxable Value of Property	(3) Population	(4) Per Capita
2015	\$ 18,764,000	\$ 2,340,922,664	0.80%	\$ 35,436	\$ 530
2016	16,566,000	2,346,443,486	0.71%	34,959	474
2017	21,118,994	2,398,770,993	0.88%	34,793	607
2018	19,406,206	2,386,900,615	0.81%	33,685	576
2019	22,307,340	2,190,919,933	1.02%	33,636	663
2020	18,883,000	2,303,567,613	0.82%	33,657	561
2021	18,183,471	2,353,315,074	0.77%	33,723	539
2022	16,134,536	2,328,471,048	0.69%	33,215	486
2023	14,292,601	2,335,997,890	0.61%	33,463	427
2024	12,463,666	2,649,742,740	0.47%	33,804	369

- (1) Source - Debt amortization schedules for the City of Goldsboro.
- (2) Source - Wayne County Tax Administrator/Collector.
- (3) Source - U.S. Department of Commerce, Bureau of Economic Analysis.
- (4) Source - Employment Security Commission of North Carolina.

**City of Goldsboro
 Legal Debt Margin Information
 Last Ten Fiscal Years**

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Debt limit (8% of assessed value)	\$ 187,273,813	\$ 187,715,479	\$ 191,901,679	\$ 190,952,049
Total debt applicable to limit	<u>26,819,198</u>	<u>25,563,254</u>	<u>33,528,823</u>	<u>31,756,230</u>
Legal Debt Margin	<u><u>\$ 160,454,615</u></u>	<u><u>\$ 162,152,225</u></u>	<u><u>\$ 158,372,856</u></u>	<u><u>\$ 159,195,819</u></u>
Total Debt Applicable to Limit as a Percentage of Debt Limit	<u><u>16.71%</u></u>	<u><u>15.76%</u></u>	<u><u>21.17%</u></u>	<u><u>19.95%</u></u>

Note: North Carolina General Statute 159-55 limits the City's outstanding debt to 8% of the appraised value of property subject to taxation. The legal debt margin is the difference between the debt limit and the City's net debt outstanding applicable to the limit, and represents the City's legal borrowing authority.

Table 13

<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
\$ 175,273,595	\$ 184,285,409	\$ 188,265,206	\$ 186,277,684	\$ 186,879,831	\$ 211,979,419
38,874,835	33,245,974	28,950,373	28,326,396	26,416,986	18,283,785
<u>\$ 136,398,760</u>	<u>\$ 151,039,435</u>	<u>\$ 159,314,833</u>	<u>\$ 157,951,288</u>	<u>\$ 160,462,845</u>	<u>\$ 193,695,634</u>
<u>28.50%</u>	<u>22.01%</u>	<u>18.17%</u>	<u>17.93%</u>	<u>16.46%</u>	<u>9.44%</u>

**Legal Debt Margin Calculation
for Fiscal Year 2024**

Assessed value	<u>\$ 2,649,742,740</u>
Debt Limit (8% of Assessed Value)	211,979,419
Debt applicable to limit:	
General obligation bonds	8,399,967
Other debt	<u>14,179,495</u>
Legal Debt Margin	<u>\$ 189,399,957</u>

City of Goldsboro
Direct and Overlapping Debt - Governmental Activities
June 30, 2024

Table 14

Governmental Unit	(1) Debt Outstanding	(2) Estimated Percentage Applicable	Estimated Share of Direct and Overlapping Debt
Debt repaid with property taxes			
Wayne County General Obligation Debt	\$ 16,965,000	28.64%	\$ 4,858,776
Other debt			
Wayne County Installment Purchase Loans	49,061,000	28.64%	<u>14,051,070</u>
Subtotal, Overlapping Debt			18,909,846
Total direct debt			<u>26,416,986</u>
Total Direct and Overlapping Debt			<u><u>\$ 45,326,832</u></u>

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident - and therefore responsible for repaying the debt of each overlapping government.

(1) Source - Wayne County Comprehensive Annual Financial Report.

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

**City of Goldsboro
Demographic and Economic Statistics
Last Ten Fiscal Years**

Table 15

Fiscal Year	(1) Population	(2) Personal Income (000's)	(2) Per Capita Personal Income	(1) Median Age	(3) School Enrollment	(4) Unemployment Rate Percentage
2015	35,436	\$ 4,212,734	\$ 33,815	36.0	19,444	6.40%
2016	34,959	4,378,472	35,181	34.4	19,221	5.60%
2017	34,793	4,587,326	36,950	33.3	19,249	5.10%
2018	33,685	4,610,060	37,126	33.0	18,955	3.80%
2019	33,636	4,741,631	38,472	38.0	17,374	4.67%
2020	33,657	5,315,916	42,882	38.0	17,997	7.10%
2021	33,723	5,827,845	49,881	41.7	17,352	5.69%
2022	33,215	5,790,425	49,370	36.7	17,402	4.40%
2023	33,463	5,790,425	49,370	36.9	17,433	3.90%
2024	33,804	5,790,425	44,196	36.7	17,558	4.30%

Note: Personal income information is a total for the year. Unemployment rate information is an adjusted yearly average. School enrollment is based on the census at the start of the school year.

(1) Source - North Carolina Office of State Budget and Management - State Demographer

(2) Source - U.S. Department of Commerce, Bureau of Economic Analysis and North Carolina Department of Commerce

(3) Source - Wayne County Board of Education

(4) Source - U.S. Department of Labor and Employment Security Commission of North Carolina



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**City of Goldsboro
Principal Employers
Current Year and Nine Years Ago**

Table 16

Employer	2024			2015		
	* Employees	Rank	(1) Percentage of Total MSA Employment	Employees	Rank	(1) Percentage of Total MSA Employment
Seymour Johnson Air Force Base	11,516	1	22.38%	6,482	1	11.89%
Wayne UNC Healthcare	2,925	2	5.68%	1,814	3	3.33%
Wayne County Board of Education	2,390	3	4.64%	2,997	2	5.50%
Mount Olive Pickle Company, Inc	1,234	4	2.40%			
Case Farms	1,100	5	2.14%	1,049	4	1.92%
County of Wayne	1,007	6	1.96%	980	5	1.80%
O'Berry Center	624	7	1.21%	817	7	1.50%
Cherry Hospital	580	8	1.13%	978	6	1.79%
City of Goldsboro	560	9	1.09%			
AP Exhaust Technologies	550	10	1.07%			
Wal-Mart				695	10	1.28%
Goldsboro Milling				800	8	1.47%
Cooper Standard Automotive				789	9	1.45%
Total	22,486		43.70%	17,401		31.93%

(1) Source - Employment Security Commission of North Carolina for the Goldsboro Metropolitan Statistical Area.

(2) Source - d4.nccommerce.com/QCEWLargestEmployers.aspx

*(2) Employees- same as 2023

City of Goldsboro
Full-Time Equivalent City Employees by Function/Program (1)
Last Ten Fiscal Years

Function	2015	2016	2017	2018
General government	33.0	34.0	35.0	36.0
Transportation				
Streets and highways	21.0	24.0	24.0	22.0
Garage	10.0	10.0	10.0	11.0
Economic and physical development	15.0	14.0	15.0	14.0
Public safety				
Police				
Officers	110.0	110.0	110.0	110.0
Civilians	10.0	11.0	10.0	11.0
Fire				
Firefighters and officers	81.0	81.0	81.0	81.0
Civilians	1.0	1.0	1.0	2.0
Other	30.0	29.0	29.0	29.0
Environmental protection	47.0	39.0	39.0	39.0
Cultural and recreational	37.0	35.0	40.0	44.0
Stormwater	-	-	-	4.0
Maintenance	24.0	26.0	28.0	28.0
Water	11.0	11.0	11.0	11.0
Sewer	24.0	24.0	24.0	24.0
Total	454.0	449.0	457.0	466.0

Source - City of Goldsboro's Budget Document

Table 17

2019	2020	2021	2022	2023	2024
36.0	38.0	41.0	62.2	62.2	63.2
12.5	12.5	12.5	12.5	12.5	12.5
11.0	11.0	12.0	12.0	12.0	12.0
15.0	15.0	14.0	18.0	18.0	18.0
110.0	110.0	110.0	109.0	109.0	109.0
11.0	11.0	11.0	11.0	11.0	11.0
82.0	82.0	82.0	82.0	82.0	82.0
2.0	2.0	2.0	2.0	2.0	2.0
33.0	33.0	33.0	17.0	17.0	19.0
39.0	40.0	40.0	41.0	41.0	40.0
45.0	45.0	45.0	43.0	43.0	44.0
10.5	10.5	11.5	11.9	11.9	11.9
28.0	28.0	24.0	30.4	30.4	30.4
11.0	11.0	18.0	12.0	12.0	12.0
25.0	25.0	24.0	25.0	25.0	26.0
471.0	474.0	480.0	489.0	489.0	493.0

City of Goldsboro
Operating Indicators by Function (1)
Last Ten Fiscal Years

Function/Program	2015	2016	2017	2018
Police				
Physical arrests	2,833	2,657	2,462	2,193
Traffic violations	7,964	6,367	4,959	3,690
Fire				
Number of calls answered	2,475	2,767	2,827	2,387
Inspections	1,161	1,005	901	995
Building Inspections				
New construction permits	77	58	67	73
Highways and Streets				
Street resurfacing (miles)	3.06	3.30	-	11
Potholes repaired	488	835	654	601
Sanitation				
Refuse collected (tons per day)	55.00	54.00	51.20	49.73
Recyclables collected (tons per day)	6.03	5.60	5.30	5.28
Cultural and Recreational				
Athletic field permits issued	68	85	203	432
Community center admissions	128,073	144,414	116,316	168,525
Water				
New connections	60	17	28	33
Water mains breaks	29	68	56	71
Average daily consumption (millions of gallons)	4.7	4.8	5.1	5.9
Number of customers	13,556	13,626	13,530	13,651
Waste Water				
New connections	37	29	41	31
Average daily sewage treatment (millions of gallons)	9.5	9.6	9.4	8.3
Number of customers	10,611	10,750	10,755	10,685

Note: Indicators are not available for the general government function.

(1) Sources - Various departments of the City of Goldsboro.

Table 18

2019	2020	2021	2022	2023	2024
2,070	1,840	1,551	1,288	1,130	1,421
5,581	6,116	2,091	3,722	2,544	3,198
2,623	2,296	2,630	2,806	3,107	4,960
1,228	1,387	1,879	1,889	1,520	1,772
58	81	59	113	102	147
9.60	0.31	-	4.64	-	0.38
452	423	693	564	816	1,303
53.09	32.45	49.74	66.50	65.66	63.21
3.60	2.96	4.10	1.55	2.73	0.93
434	409	252	321	346	227
358,062	51,565	11,000	22,499	29,124	32,793
27	24	23	46	39	52
359	273	18	23	15	6
6.5	6.5	6	6	6.1	5.9
13,836	13,874	13,659	13,713	13,807	13,648
37	26	39	57	49	45
11.5	9.0	13	9	7.8	8.5
11,214	11,311	11,518	11,707	11,777	11,766

City of Goldsboro
Capital Asset Statistics by Function (1)
Last Ten Fiscal Years

Function/Program	2015	2016	2017	2018
Public Safety				
Police				
Stations	1	1	1	1
Patrol units	59	70	60	64
Fire stations	5	5	5	5
Sanitation				
Collection trucks	7	8	8	8
Highways and Streets				
Streets (miles)	163	163	163	163
Streetlights	2,805	2,836	2,905	2,924
Cultural and Recreational				
Parks acreage	403	403	403	403
Parks	13	13	13	13
Swimming pools	2	2	2	2
Tennis courts	18	18	18	18
Community centers	2	2	2	2
Water				
Water mains (miles)	270	270	274	274
Maximum daily capacity (millions of gallons)	12.0	12.0	12.0	12.0
Sewer				
Sanitary sewers (miles)	241	241	243	243
Maximum daily treatment capacity (millions of gallons)	14.2	14.2	14.2	14.2

Note: Indicators are not available for the general government function.

(1) Sources - Various departments of the City of Goldsboro.

Table 19

2019	2020	2021	2022	2023	2024
1	1	1	1	1	1
64	64	56	56	51	55
5	5	5	5	5	5
8	8	7	16	15	6
163	163	163	165	165	160
2,924	2,924	2751	2980	2,980	2,980
403	403	403	403	403	403
13	13	14	14	14	14
2	2	2	2	2	2
18	18	18	18	18	18
2	2	2	2	2	2
274	274	274	272	273	269
12.0	12.0	14	14	14.0	14.0
243	243	229	229	230	234
14.2	14.2	14.2	14.2	14.2	14.2



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Compliance Section

This section of the City of Goldsboro's (the "City") comprehensive annual financial report presents various schedules in accordance with the requirements of Title 2 *U.S. Code of Federal Regulations* Part 200, *Information Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance") and the *State Single Audit Implementation Act*. It also contains the independent Auditor's reports on compliance and controls as required by the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the independent Auditor's reports on compliance and controls as required by the Uniform Guidance, and the independent Auditor's reports on compliance and controls as required by the *State Single Audit Implementation Act*.



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Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

Independent Auditor's Report

Honorable Mayor and
Members of the City Council
City of Goldsboro, 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 and each major fund of the City of Goldsboro, North Carolina (the "City") as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated November 5, 2024.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City'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 the City'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 a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of 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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

Forvis Mazars, LLP

**Winston-Salem, North Carolina
November 5, 2024**

Report on Compliance for Major State Program and Report on Internal Control over Compliance

Independent Auditor's Report

Honorable Mayor and
Members of the City Council
City of Goldsboro, North Carolina

Report on Compliance for Major State Program

Opinion on Major State Program

We have audited the City of Goldsboro, North Carolina's (the "City") compliance with the types of compliance requirements described in the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission, that could have a direct and material effect on the City's major state program for the year ended June 30, 2024. The City's major state program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

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

Basis for Opinion on Major State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and applicable sections of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), as described in the *Audit Manual for Governmental Auditors in North Carolina*, and the State Single Audit Implementation Act. Our responsibilities under those standards, the Uniform Guidance and the State Single Audit Implementation Act 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 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 provide a basis for our opinion on compliance for the major state program. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

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 the City's state 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 the City'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*, applicable sections of the Uniform Guidance, and the State Single Audit Implementation Act 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 the City's compliance with the requirements of the major state program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, applicable sections of the Uniform Guidance, and the State Single Audit Implementation Act, 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'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 the City'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 the City'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 state 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 state program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a state 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.

Honorable Mayor and
Members of the City Council
City of Goldsboro, North Carolina

Our consideration of internal control over compliance was for the limited purpose described in the "Auditor's Responsibilities for the Audit of Compliance" section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies 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, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance 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 applicable sections of the Uniform Guidance and the State Single Audit Implementation Act. Accordingly, this report is not suitable for any other purpose.

Forvis Mazars, LLP

**Winston-Salem, North Carolina
November 5, 2024**

Schedule of Findings and Questioned Costs

I. Summary of Auditor's Results

Financial Statements

Type of Auditor's report issued on whether the financial statements audited were prepared in accordance with GAAP:

Unmodified

Internal control over financial reporting:

- Material weaknesses identified? _____ Yes X No
- Significant deficiencies identified that are not considered to be material weaknesses? _____ Yes X None reported

Noncompliance material to financial statements noted?

_____ Yes X No

State Awards

Internal control over major state programs:

- Material weaknesses identified? _____ Yes X No
- Significant deficiencies identified that are not considered to be material weaknesses? _____ Yes X None reported
- Noncompliance material to state awards? _____ Yes X No

Type of Auditor's report issued on compliance for major state programs:

Unmodified

Any audit findings disclosed that are required to be reported in accordance with the State Single Audit Implementation Act?

_____ Yes X No

Identification of major state programs:

Program Name

DOT-4 Powell Bill

II. Financial Statement Findings

There were no findings related to the financial statements for the year ended June 30, 2024.

III. State Awards Findings and Questioned Costs

There were no findings related to state awards for the fiscal year ended June 30, 2024.

City of Goldsboro
Schedule of Expenditures of Federal and State Awards
Year Ended June 30, 2024

(2 pages)

Grantor/Pass-through Grantor/Program Title	Assistance Listing Number	Pass-through Grantor's Number	Federal (Direct and Pass-through) Expenditures	State Expenditures
FEDERAL AWARDS				
Cash Programs				
U.S. Dept. of Housing and Urban Development ("HUD")				
Direct				
Office of Community Planning and Development				
Community Development Block Grant -				
Entitlement Grants Cluster:				
FY23-FY24	14.218	B-23-MC-37-0019	\$ 50,057	\$ -
COVID-19: CDBG-CV	14.218	B-20-MW-370019	396	-
Total CDBG Entitlement Grants Cluster			<u>50,453</u>	<u>-</u>
Home Investment Partnership Program				
HOME ARP	14.239	M-21-MP-370209	7,322	-
FY22-FY23	14.239	M23-MC-370209	110,567	-
Total Home Investment Partnership Program			<u>117,889</u>	<u>-</u>
Total HUD			<u>168,342</u>	<u>-</u>
U.S. Department of Justice ("DOJ")				
Passed through NC Department of Public Safety				
Edward Byrne Memorial Justice Assistance Grant				
Program:				
FY17- FY18	16.738	2017-DJ-BX-0128	2,488	-
FY22- FY23	16.738	15PBJA-22-GG-02635-JAGX	6,183	-
			<u>8,671</u>	<u>-</u>
Equitable Sharing Program				
	16.922	NC0960100	49,767	-
Total DOJ			<u>58,438</u>	<u>-</u>
U.S. Department of Transportation ("DOT")				
Passed through NC Department of Transportation:				
Highway Planning and Construction ("HPC") Cluster				
104(f) Funds	20.205-5	40435.1.9	38,242	9,560
5303 Funds	20-205	36230.13.20.6	40,152	5,019
SPR	20.205	50854.3.3	16,927	-
Total HPC Cluster			<u>95,321</u>	<u>14,579</u>
Total DOT			<u>95,321</u>	<u>14,579</u>
STATE AWARDS				
Cash Programs				
N.C. Department of Environmental Quality ("NCDEQ")				
NC Viable Utility Reserve Program				
VUR MRF (MRF-M-VUR-0001) Feasibility	N/A	DEQ-32	-	67,974
Total NCDEQ			<u>-</u>	<u>67,974</u>

City of Goldsboro
Schedule of Expenditures of Federal and State Awards
Year Ended June 30, 2024

(2 pages)

Grantor/Pass-through Grantor/Program Title	Assistance Listing Number	Pass-through Grantor's Number	Federal (Direct and Pass-through) Expenditures	State Expenditures
N.C. Office of Management & Budget ("NC OMB")				
State Appropriations Grant Transportation	N/A	12181	-	57,000
State Appropriations Grant P&R	N/A	12182	-	4,939
Total NC OMB			-	61,939
N.C. Department of Transportation ("NCDOT")				
Powell Bill	N/A	DOT-4	-	1,097,353
Total NCDOT			-	1,097,353
Total Expenditures of Federal and State Awards			\$ 322,101	\$ 1,241,845

City of Goldsboro
Notes to Schedule of Expenditures of Federal and State Awards
Year Ended June 30, 2024

1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal and State Awards (“SEFSA”) includes the federal and state grant activity of the City of Goldsboro (the “City”) under the programs of the federal government and the State of North Carolina (the “State”) 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* (the “Uniform Guidance”) and the State Single Audit Implementation Act. Because this schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net position, or cash flows of the City.

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 the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

3. Indirect Costs

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

4. Loan and Loan Guarantee Balances Outstanding

The City has outstanding loan balances at June 30, 2024 relating to the Clean Water State Revolving Fund. The State has not imposed continuing compliance requirements other than repayment of the loan. As prescribed by the Uniform Guidance, the City shall consider current year amounts expended under this loan for inclusion within the SEFSA. Therefore, the amount reported on the SEFSA represents current year expenditures whereas the following table consists of the loans outstanding at June 30, 2024:

<u>Loan Description</u>	<u>Assistance Listing Number</u>	<u>Loan Balance</u>
Clean Water State Revolving Loan - CS370482-06	66.458	\$ 2,185,110
Clean Water State Revolving Loan - CS370482-07	66.458	6,133,163
Clean Water State Revolving Loan - 1942	66.458	1,262,173
Clean Water State Revolving Loan - E-SRP-2-17-0110	66.458	<u>587,781</u>
Total Outstanding Loan Balances		<u>\$ 10,168,227</u>

5. Program Clusters

Federal programs with different Catalog of Federal Domestic Assistance (CFDA) numbers that are closely related because they share common compliance requirements are defined as a cluster by the Uniform Guidance. The Highway Planning and Construction Cluster is separately identified in the SEFSA as a program cluster.

6. Sub-Recipients

The City did not pass through any federal or State funds to sub-recipients during the year ended June 30, 2024.

7. Contingencies

Grant moneys received and disbursed by the City are for specific purposes and are subject to review by the grantor agencies. Such audits may result in requires for reimbursement due to disallowed expenditures. Based upon experience, the City does not believe that such disallowance, if any, would have a material effect on the SEFSA.