

REVIEWED

By SLGFD at 8:02 am, Dec 10, 2021

**TOWN OF CAJAH'S MOUNTAIN
CAJAH'S MOUNTAIN, NORTH CAROLINA**

**BASIC FINANCIAL STATEMENTS
JUNE 30, 2021**

Boggs, Crump & Brown, P.A.

CERTIFIED PUBLIC ACCOUNTANTS

Morganton, North Carolina

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JUNE 30, 2021**

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Boggs, Crump & Brown, P.A.

CERTIFIED PUBLIC ACCOUNTANTS

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Independent Auditor's Report

Town Council
Town of Cahah's Mountain
Lenoir, North Carolina

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities and each major fund of the Town of Cahah's Mountain, North Carolina, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall financial statement presentation of the financial statements.

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

Opinions

In our opinion, based on our audit, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities and each major fund of the Town of Cajah's Mountain, North Carolina as of June 30, 2021, and the respective changes in financial position and cash flows, where appropriate, thereof and the respective budgetary comparison for the General Fund for the year ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, on pages 4 - 10, and the Local Government Employees' Retirement Systems schedules of the proportionate share of the net pension asset and contributions on pages 36 and 37, respectively, 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 inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary and Other Information

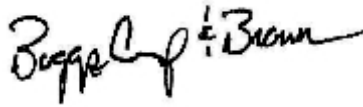
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements of the Town of Cajah's Mountain, North Carolina. The introductory information, combining and individual fund statements, budgetary schedules and other schedules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

The combining and individual fund statements, budgetary schedules and other schedules are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America.

Town of Cahaj's Mountain
Lenoir, North Carolina

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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.

A handwritten signature in black ink, appearing to read "Boggs Crump & Brown". The signature is stylized and cursive.

Boggs, Crump & Brown, P.A.
Certified Public Accountants

November 19, 2021
Morganton, North Carolina

Management's Discussion and Analysis

As management of the Town of Cajah's Mountain, we offer readers of the Town of Cajah's Mountain's financial statements this narrative overview and analysis of the financial activities of the Town of Cajah's Mountain for the fiscal year ended June 30, 2021. We encourage readers to read the information presented here in conjunction with additional information that we have furnished in the Town's financial statements, which follow this narrative.

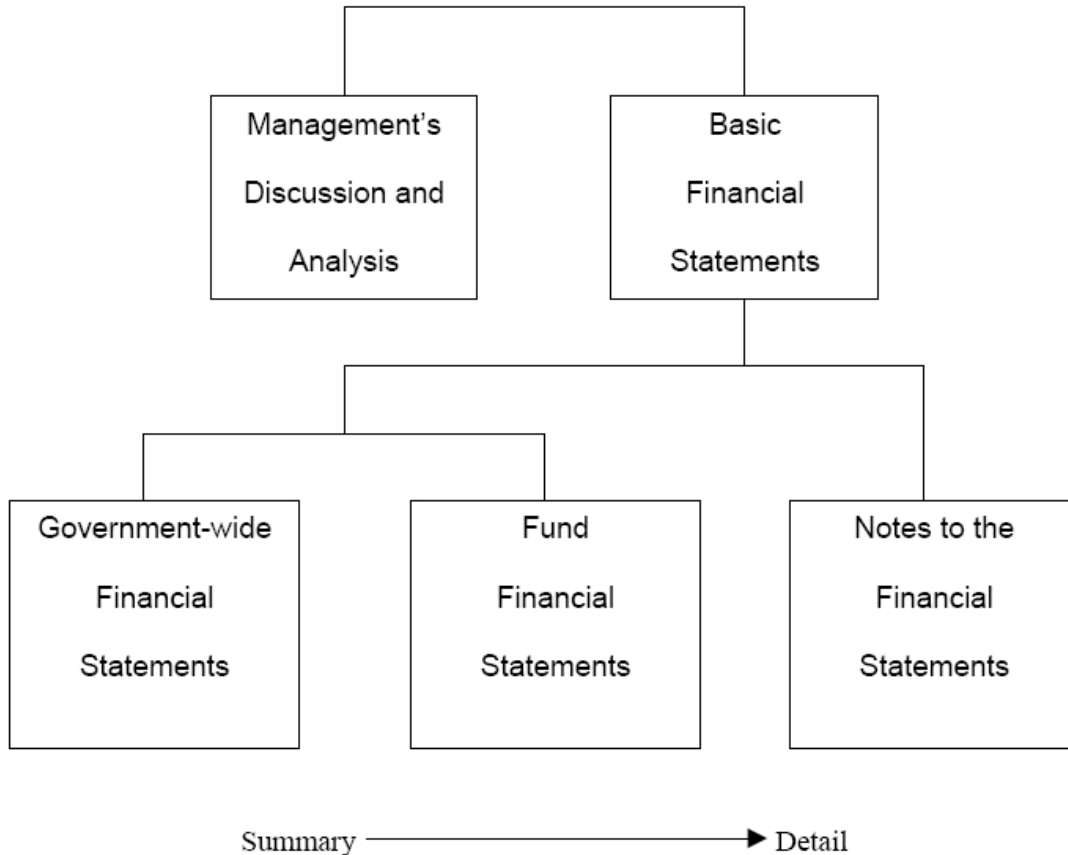
Financial Highlights

- The assets of the Town of Cajah's Mountain *exceeded* its liabilities and deferred inflows at the close of the fiscal year by \$6,646,896.
- The government's total net position increased by \$149,867, due to *increases in governmental activities* net position.
- As of the close of the current fiscal year, the Town of Cajah's Mountain's governmental funds reported combined ending fund balances of \$3,155,537. Approximately 93% of this total amount, or \$2,949,061, is available for spending at the government's discretion.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$2,949,061 or 499% of total general fund expenditures for the fiscal year.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to Town of Cajah's Mountain's basic financial statements. The Town's basic financial statements consist of three components; 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements (see Figure 1). The basic financial statements present two different views of the Town 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 Town of Cajah's Mountain.

**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 Town's financial status.

The next statements (Exhibits 3 through 8) are **Fund Financial Statements**. These statements focus on the activities of the individual parts of the Town government. These statements provide more detail than the government-wide statements. There are three parts to the Fund Financial Statements: 1) the governmental funds statements; 2) the budgetary comparison statements; and 3) the proprietary fund statements.

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

Government-wide Financial Statements

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

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

The government-wide statements are divided into two categories: 1) governmental activities; and 2) business-type activities. The governmental activities include most of the Town's basic services such as public works, buildings and grounds maintenance, and general administration. Sales taxes finance most of these activities. The business-type activities are those that the Town charges customers to provide. These include the water and sewer services offered by the Town of Cajah's Mountain.

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

Fund Financial Statements

The fund financial statements (see Figure 2) provide a more detailed look at the Town's most significant activities. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town of Cajah's Mountain, like all other governmental entities in North Carolina, uses fund accounting to ensure and reflect compliance (or non-compliance) with finance-related legal requirements, such as the General Statutes or the Town's budget ordinance. All of the funds of Town of Cajah's Mountain can be divided into two categories: governmental funds and proprietary funds.

Governmental Funds – Governmental funds are used to account for those functions reported as governmental activities in the government-wide financial statements. Most of the Town's basic services are accounted for in governmental funds. These funds focus on how assets can readily be converted into cash flow in and out, and what monies are left at year-end that will be available for spending in the next year. Governmental funds are reported using an accounting method called *modified accrual accounting* which provides a short-term spending focus. As a result, the governmental fund financial statements give the reader a detailed short-term view that helps him or her determine if there are more or less financial resources available to finance the Town'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 Town of Cajah's Mountain adopts an annual budget for its General Fund and Capital Reserve Fund, as required by the General Statutes. The budget is a legally adopted document that incorporates input from the citizens of the Town, the management of the Town, and the decisions of the Council about which services to provide and how to pay for them. It also authorizes the Town to obtain funds from identified sources to finance these current period activities. The budgetary statement provided for the

General Fund and Capital Reserve Fund demonstrates how well the Town complied with the budget ordinance and whether or not the Town 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 council; 2) the final budget as amended by the council; 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 Town of Cahaj’s Mountain has one proprietary fund. *Enterprise Funds* are used to report the same functions presented as business-type activities in the government-wide financial statements. Town of Cahaj’s Mountain uses the enterprise fund to account for its sewer operations. These funds are the same as those functions shown in the business-type activities in the Statement of Net Position and the Statement of Activities.

Notes to the Financial Statements – The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements are on pages 20 - 35 of this report.

The Town of Cahaj’s Mountain’s Net Position
Figure 2

	Governmental Activities		Business-type Activities		Total	
	June 30, 2021	June 30, 2020	June 30, 2021	June 30, 2020	June 30, 2021	June 30, 2020
Current assets	\$3,181,060	\$2,879,846	\$ 160,631	\$ 170,425	\$3,341,691	\$3,050,271
Other assets		6,045				6,045
Capital assets	<u>309,241</u>	<u>316,031</u>	<u>3,045,236</u>	<u>3,174,305</u>	<u>3,354,477</u>	<u>3,490,336</u>
Total assets and deferred outflow of resources	<u>3,490,301</u>	<u>3,201,922</u>	<u>3,205,867</u>	<u>3,344,730</u>	<u>6,696,168</u>	<u>6,546,652</u>
Other liabilities	<u>25,523</u>	<u>38,440</u>	<u>9,602</u>	<u>8,594</u>	<u>35,125</u>	<u>47,034</u>
Deferred inflows of resources	14,147	2,589			14,147	2,589
Total liabilities and deferred inflow of resources	<u>39,670</u>	<u>41,029</u>	<u>9,602</u>	<u>8,594</u>	<u>49,272</u>	<u>49,623</u>
Net position:						
Invested in capital assets, net of related debt	309,241	316,031	3,045,236	3,174,305	3,354,477	3,490,336
Restricted	206,476	182,394	13,807	-	220,283	182,394
Unrestricted	<u>2,934,914</u>	<u>2,662,468</u>	<u>137,222</u>	<u>161,831</u>	<u>3,072,136</u>	<u>2,824,299</u>
Total net position	<u>\$3,450,631</u>	<u>\$3,160,893</u>	<u>\$3,196,265</u>	<u>\$3,336,136</u>	<u>\$6,646,896</u>	<u>\$6,497,029</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 Town of Cajah's Mountain exceeded liabilities and deferred inflows by \$6,646,896 as of June 30, 2021. The Town's net position *increased* by \$149,867 for the fiscal year ended June 30, 2021. However, a large portion (50%) reflects the Town's investment in capital assets (e.g. land, buildings, machinery, and equipment), less any related debt still outstanding that was issued to acquire those items. The Town of Cajah's Mountain uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. The remaining balance of \$3,292,419 is unrestricted.

Several particular aspects of the Town's financial operations positively influenced the total unrestricted governmental net position:

- Diligence in keeping expenditures as low as possible.
- Increase in state sales tax revenues
- Investment earnings are low due to interest rates.

Town of Cajah's Mountain Changes in Net Position
Figure 3

	Governmental Activities		Business-type Activities		Total	
	June 30, 2021	June 30, 2020	June 30, 2021	June 30, 2020	June 30, 2021	June 30, 2020
Revenues:						
Program revenues:						
Charges for services	\$ -	\$ -	\$ 175,783	\$ 172,517	\$ 175,783	\$ 172,517
General revenues:						
Other taxes	741,480	654,060	-	-	741,480	654,060
Other Revenue	137,933	144,119	-	-	137,933	144,119
Total revenues	<u>879,413</u>	<u>798,179</u>	<u>175,783</u>	<u>172,517</u>	<u>1,055,196</u>	<u>970,696</u>
Expenses:						
General government	439,681	315,919	-	-	439,681	315,919
Streets	2,942	4,517	-	-	2,942	4,517
Sanitation	147,052	140,043	-	-	147,052	140,043
Water and sewer	-	-	315,654	295,053	315,654	295,053
Total expenses	<u>589,675</u>	<u>460,479</u>	<u>315,654</u>	<u>295,053</u>	<u>905,329</u>	<u>755,532</u>
Increase (decrease) in net position	289,738	337,700	(139,871)	(122,536)	149,867	215,164
Transfers	()	(99,002)		99,002	-	-
Increase (decrease) in net position	289,738	238,698	(139,871)	(23,534)	149,867	215,164
Net position, beginning	<u>3,160,893</u>	<u>2,922,195</u>	<u>3,336,136</u>	<u>3,359,670</u>	<u>6,497,029</u>	<u>6,281,865</u>
Net position, June 30	<u>\$3,450,631</u>	<u>\$3,160,893</u>	<u>\$3,196,265</u>	<u>\$3,336,136</u>	<u>\$6,646,896</u>	<u>\$6,497,029</u>

Financial Analysis of the Town's Funds

As noted earlier, the Town of Cajah's Mountain uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds. The focus of the Town of Cajah's Mountain's governmental funds is to provide information on near-term inflows, outflows, and balances of usable resources. Such information is useful in assessing the Town of Cajah's Mountain'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 Town of Cajah's Mountain. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$2,949,061 while total fund balance reached \$3,155,537. 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 499% of total General Fund expenditures.

At June 30, 2021, the governmental funds of Town of Cajah's Mountain reported a combined fund balance of \$3,155,537.

General Fund Budgetary Highlights: During the fiscal year, the Town had no budget amendments.

Revenues came in higher than projected due to an increase in sales taxes.

Expenditures came in lower than projected due to decrease in general and administrative expenditures.

Proprietary Funds. The Town's proprietary fund provides the same type of information found in the government-wide statements but in more detail. Unrestricted net position of the Water and Sewer Fund at the end of the fiscal year amounted to \$151,029. The Water and Sewer Fund decreased net position by \$139,871. Other factors concerning the finances of this fund have already been addressed in the discussion of the Town's business-type activities.

Capital Asset and Debt Administration

Capital assets. The Town of Cajah's Mountain's investment in capital assets for its governmental and business-type activities as of June 30, 2021, totals \$3,354,477 (net of accumulated depreciation). These assets include buildings, land and equipment.

Town of Cajah's Mountain's Capital Assets
Figure 4

	Governmental Activities 2021	Business-type Activities 2021	Total Primary Government 2021
Land and improvements	\$ 33,750	\$ -	\$ 33,750
Building and systems	275,491	3,045,236	3,320,727
Participation fee	-		
Total	<u>\$309,241</u>	<u>\$3,045,236</u>	<u>\$3,354,477</u>

Additional information on the Town's capital assets can be found in notes 1 and 3 of the Basic Financial Statements.

Economic Factors and Next Year's Budgets and Rates

The following key economic indicators reflect the slower than average growth of the Town.

- High unemployment.
- Loss of manufacturing jobs.

Budget Highlights for the Fiscal Year Ending June 30, 2021

Governmental Activities: Revenues from sales taxes and unrestricted revenues are expected to be comparable to June 30, 2021.

Budgeted expenditures in the General Fund are expected to hold steady.

Business-type Activities: The water and sewer rates in the Town will be increased to cover increases by City of Lenoir for sewer treatment. The Town of Cahah's Mountain purchases sewer treatment from the City of Lenoir. Expenditures in the water and sewer fund are expected to be comparable to year ended June 30, 2021. No new projects are planned as of June 30, 2021.

Requests for Information

This report is designed to provide an overview of the Town's finances for those with an interest in this area. Questions concerning any of the information found in this report or requests for additional information should be directed to Randy Feierabend, Town Administrator, at (828) 728-5053.

**TOWN OF CAJAH'S MOUNTAIN, NORTH CAROLINA
STATEMENT OF NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	PRIMARY GOVERNMENT		
	Governmental Activities	Business- type Activities	Total
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 2,972,556	\$ 148,852	\$ 3,121,408
Accounts receivable (net)	133,467	13,807	147,274
Internal balances	2,028	(2,028)	-
Restricted cash - Capital Reserve	73,009	-	73,009
Net pension asset	-	-	-
Total current assets	3,181,060	160,631	3,341,691
Capital assets (Note 1):			
Land, non-depreciable improvements, and construction in progress	33,750	-	33,750
Other capital assets, net of depreciation	275,491	3,045,236	3,320,727
Total capital assets	309,241	3,045,236	3,354,477
Total assets	3,490,301	3,205,867	6,696,168
DEFERRED OUTFLOWS OF RESOURCES			
Pension Defferals	-	-	-
Total current outflows of resources	-	-	-
LIABILITIES			
Current liabilities:			
Accounts payable	25,523	9,602	35,125
Net pension liability	-	-	-
Total liabilities	25,523	9,602	35,125
DEFERRED INFLOWS OF RESOURCES			
Pension deferrals	14,147	-	14,147
Total current inflows of resources	14,147	-	14,147
NET POSITION			
Net Investment			
In Capital Assets	309,241	3,045,236	3,354,477
Restricted for:			
Stabilization by state statute	133,467	13,807	147,274
Capital projects	73,009	-	73,009
Unrestricted	2,934,914	137,222	3,072,136
Total net position	\$ 3,450,631	\$ 3,196,265	\$ 6,646,896

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

**TOWN OF CAJAH'S MOUNTAIN, NORTH CAROLINA
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Primary government:							
Governmental Activities:							
General government administration and building	\$ 439,681	\$ -	\$ -	\$ -	\$ (439,681)	\$ -	\$ (439,681)
Transportation	2,942				(2,942)		(2,942)
Environmental protection	147,052				(147,052)		(147,052)
Total governmental activities	589,675	-	-		(589,675)		(589,675)
Business-type activities:							
Water and sewer	315,654	175,783				(139,871)	(139,871)
Total business-type activities	315,654	175,783	-	-		(139,871)	(139,871)
Total primary government	\$ 905,329	\$ 175,783	\$ -	\$ -	(589,675)	(139,871)	(729,546)
General revenues:							
Taxes:							
Other taxes					741,480		741,480
Unrestricted Intergovernmental revenues					79,580		79,580
Restricted Intergovernmental revenues					55,879		55,879
Unrestricted investment earnings					472		472
Miscellaneous					2,002		2,002
Transfers					-	-	-
Total general revenues, special items, and transfers					879,413	-	879,413
Change in net position					289,738	(139,871)	149,867
Net position - beginning					3,160,893	3,336,136	6,497,029
Net position - ending					\$ 3,450,631	\$ 3,196,265	\$ 6,646,896

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

**TOWN OF CAJAH'S MOUNTAIN, NORTH CAROLINA
BALANCE SHEET
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	<u>Major Funds</u> <u>General</u>	<u>Total</u> <u>Governmental</u> <u>Funds</u>
ASSETS		
Cash and cash equivalents	\$ 2,972,556	\$ 2,972,556
Receivables, net		
Accounts	133,467	133,467
Due from other funds	2,028	2,028
Restricted cash - Capital Reserve	73,009	73,009
	<u>3,181,060</u>	<u>3,181,060</u>
Total assets	<u>\$ 3,181,060</u>	<u>\$ 3,181,060</u>
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts payable and accrued liabilities	\$ 25,523	\$ 25,523
Due to other funds	<u>-</u>	<u>-</u>
Total liabilities	<u>25,523</u>	<u>25,523</u>
Fund balances:		
Restricted:		
Stabilization by State Statute	133,467	133,467
Capital projects	73,009	73,009
Assigned:		
Subsequent years expenditures		
Unassigned	<u>2,949,061</u>	<u>2,949,061</u>
Total fund balances	<u>3,155,537</u>	<u>3,155,537</u>
Total liabilities and fund balances	<u>\$ 3,181,060</u>	

Amounts reported in governmental activities in the statement of net position (Exhibit 1) are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	309,241
Liabilities for earned revenues considered deferred inflows of Resources in fund statements	(14,147)
Net pension liability	-
Contributions to the pension plan in the current fiscal year are deferred outflows of resources on the Statement of Net Position	-
Pension related deferrals	<u>-</u>
Net position of governmental activities	<u>\$ 3,450,631</u>

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

**TOWN OF CAJAH'S MOUNTAIN, NORTH CAROLINA
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	Major Funds General	Total Governmental Funds
REVENUES		
Other taxes	\$ 741,480	\$ 741,480
Unrestricted intergovernmental	79,580	79,580
Restricted intergovernmental	55,879	55,879
Permits and fees	-	-
Investment earnings	472	472
Miscellaneous	2,002	2,002
	<hr/>	<hr/>
Total revenues	879,413	879,413
	<hr/>	<hr/>
EXPENDITURES		
General government	327,865	327,865
Public works	-	-
Building and grounds	116,309	116,309
Environmental protection	147,052	147,052
	<hr/>	<hr/>
Total expenditures	591,226	591,226
	<hr/>	<hr/>
Excess (deficiency) of revenues over expenditures	288,187	288,187
	<hr/>	<hr/>
OTHER FINANCING SOURCES (USES)		
Transfers from other funds		
Transfers to other funds	-	-
	<hr/>	<hr/>
Total other financing sources (uses)	-	-
	<hr/>	<hr/>
Net changes in fund balance	288,187	288,187
Fund balances - beginning	2,867,350	2,867,350
	<hr/>	<hr/>
Fund Balances - Ending	<u>\$ 3,155,537</u>	<u>\$ 3,155,537</u>

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

**TOWN OF CAJAH'S MOUNTAIN, NORTH CAROLINA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

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

Net changes in fund balances - total governmental funds	\$ 288,187
Contributions to the pension plan in the current fiscal year are not included on the Statement of Activities	-
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlay in the current period	(6,799)
Some income reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	<u>8,350</u>
Total changes in net position of governmental activities	<u><u>\$ 289,738</u></u>

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

TOWN OF CAJAH'S MOUNTAIN, NORTH CAROLINA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	General Fund			Variance With Final Budget - Positive (Negative)
	Original	Final	Actual Amounts	
Revenues:				
Other taxes	\$ 486,725	\$ 486,725	\$ 741,480	\$ 254,755
Unrestricted intergovernmental	76,600	76,600	79,580	2,980
Restricted intergovernmental	55,000	55,000	55,879	879
Permits and fees	-	-	-	-
Investment earnings	5,000	5,000	372	(4,628)
Miscellaneous	-	-	2,002	2,002
Total Revenues	623,325	623,325	879,313	255,988
Expenditures:				
General government	343,325	343,325	327,865	15,460
Public works	-	-	-	-
Environmental protection	160,000	160,000	147,052	12,948
Building and grounds	120,000	120,000	116,309	3,691
Total expenditures	623,325	623,325	591,226	32,099
Revenues over (under) expenditures	-	-	288,087	288,087
Other financing sources (uses):				
Transfers from other funds				
Transfers to other funds	-	-	-	-
Appropriated Fund balance				-
Total other financing sources (uses)	-	-	-	-
Revenues and other sources over (under) expenditures and other uses	\$ -	\$ -	288,087	288,087
Fund balances, beginning of year			2,794,441	
Fund balance, ending			3,082,528	
A legally budgeted Capital Reserve Fund is consolidated into the General Fund for reporting purposes:				
Interest income			100	
Fund balance, beginning			72,909	
Fund balance, ending (Exhibit 4)			\$ 3,155,537	

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

**TOWN OF CAJAH'S MOUNTAIN, NORTH CAROLINA
STATEMENT OF FUND NET POSITION
PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	Enterprise Fund Water and Sewer Fund
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 148,852
Accounts receivable	13,807
Due from other funds	-
	<hr/>
Total current assets	162,659
	<hr/>
Capital assets:	
Other capital assets, net of depreciation	3,045,236
	<hr/>
Capital assets, net	3,045,236
	<hr/>
Total assets	\$ 3,207,895
	<hr/> <hr/>
LIABILITIES	
Current Liabilities:	
Accounts payable	\$ 9,602
Due to other funds	2,028
	<hr/>
Total liabilities	11,630
	<hr/>
NET POSITION	
Net Investment In	
Capital Assets	3,045,236
Unrestricted	151,029
	<hr/>
Total net position	\$ 3,196,265
	<hr/> <hr/>
Net position of business-type activities	\$ 3,196,265
	<hr/> <hr/>

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

**TOWN OF CAJAH'S MOUNTAIN, NORTH CAROLINA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	Enterprise Fund Water and Sewer Fund
OPERATING REVENUES	
Charges for services	\$ 175,783
Total operating revenues	<u>175,783</u>
OPERATING EXPENSES	
Waste collection and treatment	111,907
Depreciation and amortization	130,198
Utilities	4,747
Maintenance	7,894
Other operating expenses	<u>60,908</u>
Total operating expenses	<u>315,654</u>
Operating income (loss)	<u>(139,871)</u>
NONOPERATING REVENUES (EXPENSES)	
Sale of equipment	
Investment earnings	
Interest and other charges	
Total nonoperating revenue (expenses)	<u>-</u>
Income (loss) before contributions and transfers	(139,871)
Transfers from other funds	<u>-</u>
Change in net position	(139,871)
Total net position - beginning	<u>3,336,136</u>
Total net position - ending	<u><u>\$ 3,196,265</u></u>
Net position - business-type activities	<u><u>\$ 3,196,265</u></u>

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

**TOWN OF CAJAH'S MOUNTAIN, NORTH CAROLINA
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	Enterprise Fund Water and Sewer Fund
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received from customers	\$ 175,779
Cash paid for services	185,569
	<u>(9,790)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Acquisition of capital assets	-
Transfer from other funds	-
Grant revenue	
Sale of equipment	
	<u>-</u>
Net cash provided (used) by capital and related financing activities	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest earned on investments	<u>-</u>
Net increase (decrease) in cash and cash equivalents	(9,790)
Balances - beginning of year	<u>158,642</u>
Balances - end of year	<u><u>\$ 148,852</u></u>
Reconciliation of operating income to net cash provided by operating activities:	
Operating income (loss)	<u>\$ (139,871)</u>
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation	130,198
Changes in assets & liabilities:	
Increase (decrease) in accounts payable	1,008
(Increase) Decrease in accounts receivable	<u>(1,125)</u>
Total adjustments	<u>130,081</u>
Net cash (used) provided by operating activities	<u><u>\$ (9,790)</u></u>

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

**TOWN OF CAJAH'S MOUNTAIN
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

I. Summary of Significant Accounting Policies:

The accounting policies of the Town of Cajah's Mountain 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 Town of Cajah's Mountain is a municipal corporation which is governed by a five member Town Council with an elected mayor.

B. Basis of Presentation:

Government-wide Statements: The statement of net position and the statement of activities display information about the primary government. These statements include the financial activities of the overall government. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the *governmental* and *business-type activities* of the Town. 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 Town and for each function of the Town'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 Town'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 nonmajor funds.

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

I. Summary of Significant Accounting Policies - (Continued):

B. Basis of Presentation - (Continued):

The Town reports the following major governmental funds:

General Fund. The General Fund is the general operating fund of the Town. The General Fund accounts for all financial resources except those that are required to be accounted for in another fund. The primary revenue sources are State grants, state sales tax, and various other taxes and licenses. The primary expenditures are for administration, street maintenance and construction, sanitation services, and buildings and grounds.

The Town reports the following major enterprise fund:

Water and Sewer Fund. This fund is used to account for the Town's sewer operations.

C. Measurement Focus and Basis of Accounting:

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

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

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

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

I. Summary of Significant Accounting Policies - (Continued):

C. Measurement Focus and Basis of Accounting - (Continued):

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

The Town considers all revenues available if they are collected within 60 days after year-end. The Town has no property taxes.

Sales taxes and certain intergovernmental revenues such as the utilities franchise tax collected and held by the State at year-end on behalf of the Town are recognized as revenue. Sales taxes are considered a shared revenue for the Town of Cajah's Mountain because the tax is levied by Caldwell 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. Grant revenues which are unearned at year-end are recorded as unearned revenues. Under the terms of grant agreements, the Town funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net position available to finance the program.

It is the Town'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 Town's budgets are adopted as required by the North Carolina General Statutes. An annual budget is adopted for the General Fund, the Capital Reserve Special Revenue Fund and the Enterprise Fund. All annual appropriations lapse at the fiscal-year end. All budgets are prepared using the modified accrual basis of accounting. Expenditures may not legally exceed appropriations at the departmental level for all annually budgeted funds. Any revisions made to the original budget must be approved by the governing board. During the year no 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.

I. Summary of Significant Accounting Policies - (Continued):

E. Assets, Liabilities, and Fund Equity:

1. Deposits and Investments

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

State law [G.S. 115C-443] authorizes the Town 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 Town's investments with a maturity of more than one year at acquisition and non-money market investments are reported at fair value as determined by quoted market prices. Money market investments that have a remaining maturity at the time of purchase of one year or less are reported at amortized cost.

2. Cash and Cash Equivalents

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

3. Restricted Assets

Money in the Capital Reserve Fund is classified as restricted because its use is restricted by revenue source for capital projects.

4. Capital Assets

Capital assets are defined by the government as assets with an initial, individual cost of more than a certain cost and an estimated useful life in excess of two years. Minimum capitalization costs are as follows: land, \$2,500; Buildings, improvements, substations, lines, and other plant and distribution systems, \$2,000; infrastructure, \$5,000; furniture and equipment, \$1,000; and vehicles, \$2,500. Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at their estimated fair value at the date

I. Summary of Significant Accounting Policies - (Continued):

E. Assets, Liabilities, and Fund Equity - (Continued):

4. Capital Assets - (Continued)

of donation. 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 at 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 are depreciated using the straight-line method over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Lives</u>
Infrastructure	30
Buildings	50
Improvements	25
Vehicles	6
Furniture and equipment	10
Computer equipment	3
Sewer lines	40

5. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *Deferred Outflows of Resources*, represents a consumption of net position that applies to a future period and so will not be recognized as an expense or expenditure until then. The Town has one item that meets this criterion, contributions made to the pension plan in the 2021 fiscal year. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *Deferred Inflows of Resources*, represents an acquisition of net position that applies to a future period and so will not be recognized as revenue until then. The Town has one item that meets the criterion for this category deferrals of pension expense that result from the implementation of GASB Statement 68.

6. Net Position/Fund Balances:

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

I. Summary of Significant Accounting Policies - (Continued):

E. Assets, Liabilities, and Fund Equity - (Continued):

6. Net Position/Fund Balances - (Continued):

Fund Balances

In the governmental fund financial statements, fund balances 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.

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 - portion of fund balance that is restricted by State Statute [G.S. 159-8(a)].

Restricted for Capital Projects - portion of fund balance restricted for capital projects.

Committed Fund Balance - portion of fund balance that can only be used for specific purposes imposed by majority vote by quorum of Town of Cajah's Mountain 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.

Any changes or removal of specific purpose requires majority action by the governing body.

Assigned fund balance - portion of fund balance that Town of Cajah's Mountain intends to use for specific purposes.

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; however the budget ordinance authorizes the manager to modify the appropriations by resource or appropriation within funds up to \$100,000.

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

I. Summary of Significant Accounting Policies - (Continued):

E. Assets, Liabilities, and Fund Equity - (Continued):

6. Net Position/Fund Balances - (continued):

Fund Balances - (Continued)

The Town of Cajah's Mountain 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-town funds, town 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 Town.

7. Pensions:

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

II. Detail Notes on All Funds:

A. Assets:

1. Deposits:

All the deposits of the Town 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 Town's agents in these units' names. Under the Pooling Method, which is a collateral pool, all uninsured deposits are collateralized with securities held by the State Treasurer's agent in the name of the State Treasurer. Since the State Treasurer is acting in a fiduciary capacity for the Town, these deposits are considered to be held by the Town's agents in their names. The amount of the pledged collateral is based on an approved averaging method for non-interest bearing deposits and the actual current balance for interest-bearing deposits. Depositories using the Pooling Method report to the State Treasurer the adequacy of their pooled collateral covering uninsured deposits. The State Treasurer does not confirm this

II. Detail Notes on All Funds - (Continued):

A. Assets - (Continued):

1. Deposits - (Continued):

information with the Town or the escrow agent. Because of the inability to measure the exact amounts of collateral pledged for the Town 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.

At June 30, 2021, the Town's deposits had a carrying amount of \$1,185,247 and a bank balance of \$1,223,446. Of the bank balance, \$250,000 is covered by federal depository insurance and the remainder was covered by collateral held under the pooling method. The Town has no policy regarding custodial risk for deposits.

2. Investments:

At June 30, 2021, the Town of Cajah's Mountain had \$2,009,170 invested with the North Carolina Capital Management Trust's Government Portfolio which carried a credit rating of AAAM by Standard and Poor's as of June 30, 2021.

3. Capital Assets:

Capital asset activity for the primary government for the year ended June 30, 2021 was as follows:

	<u>Beginning Balances</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balances</u>
Governmental activities:				
Capital assets not being depreciated:				
Land and improvements	<u>\$ 33,750</u>	<u>\$ _____</u>	<u>\$ _____</u>	<u>\$ 33,750</u>
Total capital assets not being depreciated	<u>33,750</u>	<u>_____</u>	<u>_____</u>	<u>33,750</u>
Capital assets being depreciated:				
Buildings	150,048			150,048
Equipment	52,085	16,959		69,044
Infrastructure	<u>372,950</u>	<u>_____</u>	<u>_____</u>	<u>372,950</u>
Total capital assets being depreciated	<u>575,083</u>	<u>16,959</u>	<u>_____</u>	<u>592,042</u>
Less accumulated depreciation for:				
Buildings	100,280	3,310		103,590
Equipment	45,084	1,819		46,903
Infrastructure	<u>147,438</u>	<u>18,620</u>	<u>_____</u>	<u>166,058</u>
Total accumulated depreciation	<u>292,802</u>	<u>23,749</u>	<u>_____</u>	<u>316,551</u>
Total capital assets being Depreciated, net	<u>\$282,281</u>	<u>\$ (6,790)</u>	<u>\$ _____</u>	<u>\$275,491</u>

II. Detail Notes on All Funds - (Continued):

A. Assets - (Continued):

3. Capital Assets - (Continued):

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

General government	\$20,807
Transportation	<u>2,942</u>
Total depreciation expense	<u>\$23,749</u>

	<u>Beginning Balances</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balances</u>
<i>Water and Sewer Fund</i>				
Capital assets being depreciated:				
Participation fee	\$ 354,000	\$	\$	\$ 354,000
Plant and distribution systems	<u>4,493,376</u>	<u> </u>	<u> </u>	<u>4,493,376</u>
Total capital assets being depreciated	<u>4,847,376</u>	<u> </u>	<u> </u>	<u>4,847,376</u>
Less accumulated depreciation for:				
Participation fee	162,840	7,080		169,920
Plant and distribution systems	<u>1,510,231</u>	<u>123,118</u>	<u>1,129</u>	<u>1,632,220</u>
Total accumulated depreciation	<u>1,673,071</u>	<u>\$130,198</u>	<u>\$ 1,129</u>	<u>1,802,140</u>
Total capital assets being depreciated, net	<u>3,174,305</u>			<u>3,045,236</u>
Business-type activities capital assets, net	<u>\$3,174,305</u>			<u>\$3,045,236</u>

B. Liabilities:

1. Long-Term Debt:

The Town of Cahah's Mountain had no long-term debt at June 30, 2021.

2. Pension Plan Obligations:

Local Governmental Employees' Retirement System:

Plan Description. The Town of Cahah's Mountain 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

II. Detail Notes on All Funds - (Continued):

B. Liabilities - (Continued):

2. Pension Plan Obligations - (Continued):

Local Governmental Employees' Retirement System - (Continued):

membership is comprised of general employees and local law enforcement officers (LEOs) of participating local governmental entities. Article 3 of G.S. Chapter 128 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly. Management of the plan is vested in the LGERS Board of Trustees, which consists of 13 members - nine appointed by the Governor, one appointed by the State Senate, one appointed by the State House of Representatives, and the State Treasurer and State Superintendent, who serve as ex-officio members. The Local Governmental Employees' Retirement System is included in the Comprehensive Annual Financial Report (CAFR) for the State of North Carolina. The State's CAFR includes financial statements and required supplementary information for LGERS. That report may be obtained by writing to the Office of the State Controller, 1410 Mail Service Center, Raleigh, North Carolina 27699-1410, or 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 50 with five years of creditable service (age 55 for firefighters). Survivor benefits are available to eligible beneficiaries of members who die while in active service or within 180 days of their last day of service and who have either completed 20 years of creditable service regardless of age (15 years of creditable service for firefighters and rescue squad members who are killed in the line of duty) or have completed five years of service and have reached age 60. Eligible beneficiaries may elect to receive a monthly Survivor's Alternate Benefit for life or a return of the member's contributions. The plan does not provide for automatic post-retirement benefit increases. Increases are contingent upon actuarial gains of the plan.

LGERS plan members who are LEOs are eligible to retire with full retirement benefits at age 55 with five years of creditable service as an officer, or at any age with 30 years of creditable service. LEO plan members are eligible to retire with partial retirement benefits at age 50 with 15 years of creditable service as an officer. Survivor benefits are available to eligible beneficiaries of LEO members who die while in active service or within 180 days of their last day of service and who also have either completed 20 years of creditable service regardless of age, or have completed 15 years of service as a

II. Detail Notes on All Funds - (Continued):

B. Liabilities - (Continued):

2. Pension Plan Obligations - (Continued):

Local Governmental Employees' Retirement System - (Continued):

LEO and have reached age 50, or have completed five years of creditable service as a LEO and have reached age 55, or have completed 15 years of creditable service as a LEO if killed in the line of duty. Eligible beneficiaries may elect to receive a monthly Survivor's Alternate Benefit for life or a return of the member's contributions.

Contributions. Contribution provisions are established by General Statute 128-30 and may be amended only by the North Carolina General Assembly. The Town of Cajah's Mountain employees are required to contribute 6% of their compensation. Employer contributions are actuarially determined and set annually by the LGERS Board of Trustees. The Town of Cajah's Mountain's contractually required contribution rate for the year ended June 30, 2021 was 0% for general employees, 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 Town of Cajah's Mountain were \$ -0- for the year ended June 30, 2021.

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

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

At June 30, 2021, the Town reported a liability of \$ -0- for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2020. The total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of December 31, 2019. The total pension liability was then rolled forward to the measurement date of June 20, 2020 utilizing updated procedures incorporating the actuarial assumptions. The Town's proportion of the net pension asset was based on a projection of the Town's long-term share of future payroll covered by the pension plan, relative to the projected future payroll covered by the pension plan of all participating LGERS employers, actuarially determined. At June 30, 2020, the Town's proportion was 0%, which was a decrease of .00095% from its proportion measured as of June 30, 2020.

II. Detail Notes on All Funds - (Continued):

B. Liabilities - (Continued):

2. Pension Plan Obligations - (Continued):

Local Governmental Employees' Retirement System - (Continued):

For the year ended June 30, 2021 the Town recognized pension expense of \$ -0- . At June 30, 2021 the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$	\$
Changes of assumptions		
Net difference between projected and actual earnings on pension plan investments		
Changes in proportion and differences between Town contributions and proportionate share of contributions		14,147
Town contributions subsequent to the measurement date		
Total	\$ -	\$14,147

\$ -0- reported as deferred outflows of resources related to pensions resulting from Town contributions subsequent to the measurement date will be recognized as an increase of the net pension asset in the year ended June 30, 2021. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:

2022	(4,916)
2023	(4,755)
2024	(4,476)
2025	
2026	
Thereafter	
	<u>\$(14,147)</u>

Actuarial Assumptions. The total pension liability in the December 31, 2013 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.0 percent
Salary increases	3.50 to 8.10 percent, including inflation and productivity factor
Investment rate of return	7.00 percent, net of pension plan investment expense, including inflation

II. Detail Notes on All Funds - (Continued):

B. Liabilities - (Continued):

2. Pension Plan Obligations - (Continued):

Local Governmental Employees' Retirement System - (Continued):

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, 2019 valuation were based on the results of an actuarial experience study for the period January 1, 2010 through December 31, 2014.

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 weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class as of June 30, 2020 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	29.0%	1.4%
Global Equity	42.0%	5.3%
Real Estate	8.0%	4.3%
Alternatives	8.0%	8.9%
Credit	7.0%	6.0%
Inflation Protection	<u>6.0%</u>	4.0%
Total	<u>100%</u>	

II. Detail Notes on All Funds - (Continued):

B. Liabilities - (Continued):

2. Pension Plan Obligations - (Continued):

Local Governmental Employees' Retirement System - (Continued):

The information above is based on 30 year expectations developed with the consulting actuary for the 2017 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 3.00%. All rates of return and inflation are annualized.

Discount rate. The discount rate used to measure the total pension liability was 7.00%. 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 period of projected benefit payments to determine the total pension liability.

Sensitivity of the Town's proportionate share of the net pension asset to changes in the discount rate. The following present the Town's proportionate share of the net pension asset calculated using the discount rate of 7.00 %, as well as what the Town's proportionate share of the net pension asset or net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.00%) or one percentage point higher (8.00%) than the current rate:

	1% Decrease <u>(6.00%)</u>	Discount Rate <u>(7.00%)</u>	1% Increase <u>(8.00%)</u>
Town's proportionate share of the net pension liability (asset)	\$ -0-	\$ -0-	\$ -0-

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

3. Risk Management:

The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Town, thru a commercial carrier, has property liability coverage of \$563,000 on buildings and contents per occurrence. Claims have not exceeded coverage in any of the last three fiscal years.

II. Detail Notes on All Funds - (Continued):

B. Liabilities - (Continued):

3. Risk Management - (Continued):

The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets and errors. The Town has general liability coverage up to \$1,000,000, personal injury coverage up to \$1,000,000 with a limit of \$1,000,000 per occurrence. The Town carries commercial insurance on all of the above risks. There were no claims in the past three years and there are no pending claims.

The Town carries no flood insurance coverage.

In accordance with G.S. 159-29, the Town's employee that has access at any given time to the Town's funds is performance bonded through a commercial surety bond. The finance officer and this employee are each individually bonded for \$50,000 each.

C. Interfund Balances and Activity:

Balances due to/from Other Funds

Balances due to/from Other Funds at June 30, 2021, consist of the following:

Due To:

Capital Reserve Fund	<u>\$2,161</u>
	<u>\$2,161</u>

Due From:

General Fund	\$ 133
Water & Sewer	<u>2,028</u>
	<u>\$2,161</u>

D. Fund Balance

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

<i>Total fund balance - General Fund</i>	<i>\$3,155,537</i>
Less:	
Stabilization by State Statute	133,467
Restricted for capital projects	73,009
Appropriated Fund Balance in 2022 budget	-
Remaining Fund Balance	\$2,949,061

III. Segment Information for Enterprise Fund:

The accompanying financial statements include one enterprise fund which provides water and sewer services. Segment information for the fiscal year ended June 30, 2021, is as follows:

	<u>Sewer Fund</u>
Operating Revenues	\$ 175,783
Depreciation Expense	130,198
Operating Income (Loss)	(139,871)
Net Income (Loss)	(139,871)
Plant, Property and Equipment:	
Additions	-
Net Working Capital	151,029
Total Assets	3,207,895
Total Equity	\$3,196,265

IV. Summary Disclosure of Significant Contingencies:

Federal and State Assisted Programs:

The Town 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.

V. Significant Effects of Subsequent Events:

The Town has evaluated subsequent events through November 19, 2021, the date which the financial statements were available to be issued.

**REQUIRED SUPPLEMENTARY
FINANCIAL DATA**

**TOWN OF CAJAH'S MOUNTAIN
PROPORTIONATE SHARE OF NET PENSION LIABILITY (ASSET)
REQUIRED SUPPLEMENTARY INFORMATION
LAST EIGHT FISCAL YEARS***

LOCAL GOVERNMENT EMPLOYEES' RETIREMENT SYSTEM

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Cajah's Mountain proportion of the net pension liability (asset)(%)	0.00000%	0.00095%	0.00096%	0.00094%	0.00087%	0.00064%	0.00060%	0.00029%
Cajah's Mountain proportionate share of the net pension liability (asset)(\$)	\$ 0	\$ 25,944	\$ 22,774	\$ 14,361	\$ 18,464	\$ 2,872	\$ (3,539)	\$ 7,232
Cajah's Mountain covered-employee payroll	\$ 0	\$ 1,875	\$ 43,084	\$ 40,500	\$ 40,500	\$ 25,333	\$ 50,845	\$ 42,646
Cajah's Mountain proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll *	0.00%	138.37%	56.23%	35.46%	72.88%	5.64%	13.97%	16.96%
Plan fiduciary net position as a percentage of the total pension liability **	88.61%	91.63%	91.63%	94.18%	91.47%	98.09%	102.64%	94.35%

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

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

**TOWN OF CAJAH'S MOUNTAIN, NORTH CAROLINA
CONTRIBUTIONS
REQUIRED SUPPLEMENTARY INFORMATION
LAST EIGHT FISCAL YEARS**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually required contribution	\$ 0	\$ 168	\$ 3,339	\$ 3,129	\$ 2,936	\$ 2,701	\$ 6,293	\$ 10,559
Contributions in relation to the contractually required contribution	<u>0</u>	<u>168</u>	<u>3,339</u>	<u>3,129</u>	<u>2,936</u>	<u>2,701</u>	<u>6,293</u>	<u>10,559</u>
Contribution deficiency (excess)	<u>\$ 0</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Cajah's Mountain covered-employee payroll	\$ 0	\$ 1,875	\$ 43,084	\$ 41,715	\$ 40,500	\$ 40,500	\$ 25,333	\$ 50,845
Contributions as a percentage of covered-employee payroll	0.00%	8.96%	7.75%	7.50%	7.25%	6.67%	24.84%	20.76%

INDIVIDUAL FUND STATEMENTS AND SCHEDULES

TOWN OF CAJAH'S MOUNTAIN, NORTH CAROLINA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL FOR THE FISCAL YEAR ENDED JUNE 30, 2021
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2020)

	2021			
	Budget	Actual	Positive (Negative) Variances	2020 Actual
REVENUES:				
Other Taxes:				
Local Option Sales Tax	\$ 486,725	\$ 741,480	\$ 254,755	\$ 654,060
Total	486,725	741,480	254,755	654,060
Unrestricted intergovernmental revenues:				
Franchise tax	75,000	77,542	2,542	79,566
Solid Waste Disposal Tax	1,600	2,038	438	2,083
Total	76,600	79,580	2,980	81,649
Restricted intergovernmental revenues:				
PARTF Grant	-	-	-	43,575
CARES Act	55,000	55,879	879	-
Investment Earnings:				
Interest earned	5,000	372	(4,628)	9,645
Total	5,000	372	(4,628)	9,645
Permits and fees:				
Permit fees	-	-	-	-
Total	-	-	-	-
Miscellaneous				
Miscellaneous income	-	2,002	2,002	200
Contributions	-	-	-	9,050
Total	-	2,002	2,002	9,250
Total revenues	623,325	879,313	255,988	798,179
EXPENDITURES:				
General government:				
Administration:				
Insurance and bonds	-	7,142	7,142	8,185
Dues and subscriptions	-	2,042	2,042	5,425
Auditing and accounting	-	9,528	9,528	8,505
Election expense	-	-	-	3,635
Travel	-	505	505	686
Legal	-	500	500	750
Contracted services	-	37,267	37,267	44,344
Donations	-	650	650	1,400
Bank Charges	-	4,820	4,820	1,860
Advertising	-	5,663	5,663	5,861
Meetings and Conventions	-	-	-	1,919
Copier Lease	-	2,454	2,454	2,680
Stormwater program	-	-	-	-

TOWN OF CAJAH'S MOUNTAIN, NORTH CAROLINA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL FOR THE FISCAL YEAR ENDED JUNE 30, 2021
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2020)

	Budget	2021 Actual	Variances	2020 Actual
EXPENDITURES - (Continued):				
General government - (Continued):				
Administration - (Continued):				
Office Supplies	\$ -	\$ 9,120	\$ (9,120)	\$ 2,375
Salaries	-	34,900	(34,900)	30,750
Retirement expense	-	-	-	168
Payroll taxes	-	2,670	(2,670)	2,352
Miscellaneous	-	-	-	-
CARES Act'	-	55,604	(55,604)	-
County - interlocal agreement	-	155,000	(155,000)	155,000
Total administration	-	327,865	(327,865)	275,895
Buildings and Grounds:				
Utilities	-	4,642	(4,642)	5,113
Supplies	-	200	(200)	250
Maintenance	-	26,605	(26,605)	3,646
Park and Holiday lights	-	67,912	(67,912)	-
Capital Outlay	-	16,950	(16,950)	145,753
Total buildings and grounds	-	116,309	(116,309)	154,762
Public Works:				
Street repairs	-	-	-	-
Street signs	-	116	(116)	863
Waste pick-up	-	146,936	(146,936)	140,043
Recycling program	-	-	-	-
Capital Outlay	-	-	-	-
Total public works	-	147,052	(147,052)	140,906
Total expenditures	-	591,226	(591,226)	571,563
Revenues over (under) expenditures	623,325	288,087	(335,238)	226,616
Other Financing Sources (Uses):				
Operating transfer (to) from				
Capital Project Fund				
Water and Sewer Fund	-	-	-	(99,002)
Appropriated fund balance				
Total other financing sources (uses)	-	-	-	(99,002)
Revenues and other financing sources				
under expenditures and other				
financing uses	<u>\$ 623,325</u>	<u>288,087</u>	<u>\$ (335,238)</u>	<u>127,614</u>
Fund Balances:				
Beginning of year, July 1		<u>2,794,441</u>		<u>2,666,827</u>
End of year, June 30		<u>\$ 3,082,528</u>		<u>\$ 2,794,441</u>

**TOWN OF CAJAH'S MOUNTAIN, NORTH CAROLINA
SPECIAL REVENUE - CAPITAL RESERVE
SCHEDULE OF REVENUES AND EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	2021		
	Budget	Actual	Variance Positive (Negative)
Revenues:			2020 Actual
Investment Earnings:			
Interest earned	\$ -	\$ 100	\$ 100
			\$ 243
Total revenues		100	100
			243
Expenditures:			
Sewer construction			
Total			
Revenues over expenditures		100	100
			243
Other Financing (uses):			
Transfer from General Fund			
Appropriated Fund Balance			
Transfer to Sewer Fund			-
Total other financing (uses)		-	-
			-
Revenues and other sources over (under) expenditures and other uses	\$ -	100	\$ 100
			243
Fund Balance:			
Beginning of year - July 1, 2020		72,909	72,666
End of year - June 30, 2021		\$ 73,009	\$ 72,909

**TOWN OF CAJAH'S MOUNTAIN, NORTH CAROLINA
WATER AND SEWER FUND
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP)
FOR THE FISCAL YEAR ENDED JUNE 30, 2021
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2020)**

	2021		
	Budget	Actual	Variance Positive (Negative)
			2020 Actual
Revenues:			
Water and sewer charges	\$ 188,200	\$ 175,783	\$ (12,417)
			\$ 172,517
Total operating revenues	188,200	175,783	(12,417)
			172,517
Nonoperating revenues:			
Grant revenue			
Interest earnings			
Total revenues	188,200	175,783	(12,417)
			172,517
Expenditures:			
Waste collection and treatment:			
Sewage collection system:			
Waste treatment	103,200	111,907	(8,707)
Other operating expenditures	72,000	60,908	11,092
Total	175,200	172,815	2,385
			153,970
Water and sewer maintenance:			
Other operating expenditures	13,000	12,641	359
			9,803
Total	13,000	12,641	359
			9,803
Capital outlay:			
Sewer extension	-	-	-
			100,368
Total expenditures	188,200	185,456	2,744
			264,141
Other financing sources (uses):			
Transfer to other fund:			
Appropriated Retained Earnings	-	-	-
Transfer to Capital Projects Fund			
Grant Revenue			
Transfer from Capital Reserve Fund			
Transfer from General Fund	-	-	-
			99,002
Total other financing sources (uses)	-	-	-
			99,002

**TOWN OF CAJAH'S MOUNTAIN, NORTH CAROLINA
WATER AND SEWER FUND
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP)
FOR THE FISCAL YEAR ENDED JUNE 30, 2021
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2020)**

	<u>Budget</u>	<u>2021 Actual</u>	<u>(Negative)</u>	<u>2020 Actual</u>
Reconciliation from budgetary basis (modified accrual) to full accrual:				
Revenues and other sources over (under) expenditures and other uses	<u>\$ -</u>	\$ (9,673)	<u>\$ (9,673)</u>	\$ 7,378
Reconciling items:				
Capital outlay		-		100,368
Depreciation and amortization		<u>(130,198)</u>		<u>(131,280)</u>
Total		<u>(130,198)</u>		<u>(30,912)</u>
Net Income		<u>\$ (139,871)</u>		<u>\$ (23,534)</u>

**TOWN OF CAJAH'S MOUNTAIN
GASB 34 CALCULATION OF MAJOR FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

<u>Type of Fund</u>	<u>Assets</u>	<u>Computes "X" if Meets</u>		<u>Liabilities</u>	<u>Computes "X" if Meets</u>		<u>Revenue</u>	<u>Computes "X" if Meets</u>		<u>Expenditures/ Expenses</u>	<u>Computes "X" if Meets</u>		<u>Computes "MAJOR" if Fund is Major If a "Category" Has an "X" in Both Columns, Then Fund is a Major Fund</u>
		<u>10% Rule</u>	<u>5% Rule</u>		<u>10% Rule</u>	<u>5% Rule</u>		<u>10% Rule</u>	<u>5% Rule</u>		<u>10% Rule</u>	<u>5% Rule</u>	
General Fund	\$ 3,490,301	N/A	N/A	\$ 25,523	N/A	N/A	\$ 879,413	N/A	N/A	\$ 589,675	N/A	N/A	YES ALWAYS MAJOR
Total Government Funds	\$ 3,490,301			\$ 25,523			\$ 879,413			\$ 589,675			
10% of Total Governmental Funds	\$ 349,030			\$ 2,552			\$ 87,941			\$ 58,968			
Enterprise Funds:													
Water and Sewer Fund	\$ 3,205,867	X	X	\$ 9,602	X	X	\$ 175,783	X	X	\$ 315,654	X	X	YES MAJOR
Total Enterprise Funds	\$ 3,205,867			\$ 9,602			\$ 175,783			\$ 315,654			
10% of Total Enterprise Funds	\$ 320,587			\$ 960			\$ 17,578			\$ 31,565			
Total Governmental and Enterprise Funds	\$ 6,696,168			\$ 35,125			\$ 1,055,196			\$ 905,329			
5% of Total Governmental and Enterprise Funds	\$ 334,808			\$ 1,756			\$ 52,760			\$ 45,266			