

City of Kings Mountain

2023 Audited Financial Statements



Audit Highlights

- UNMODIFIED OPINION**
- COOPERATIVE STAFF**
- NO MATERIAL WEAKNESSES OR INTERNAL CONTROL DEFICIENCIES NOTED**
- PERFORMANCE INDICATORS NOTED ON DATA INPUT WORKSHEET**

GENERAL FUND - FUND BALANCE

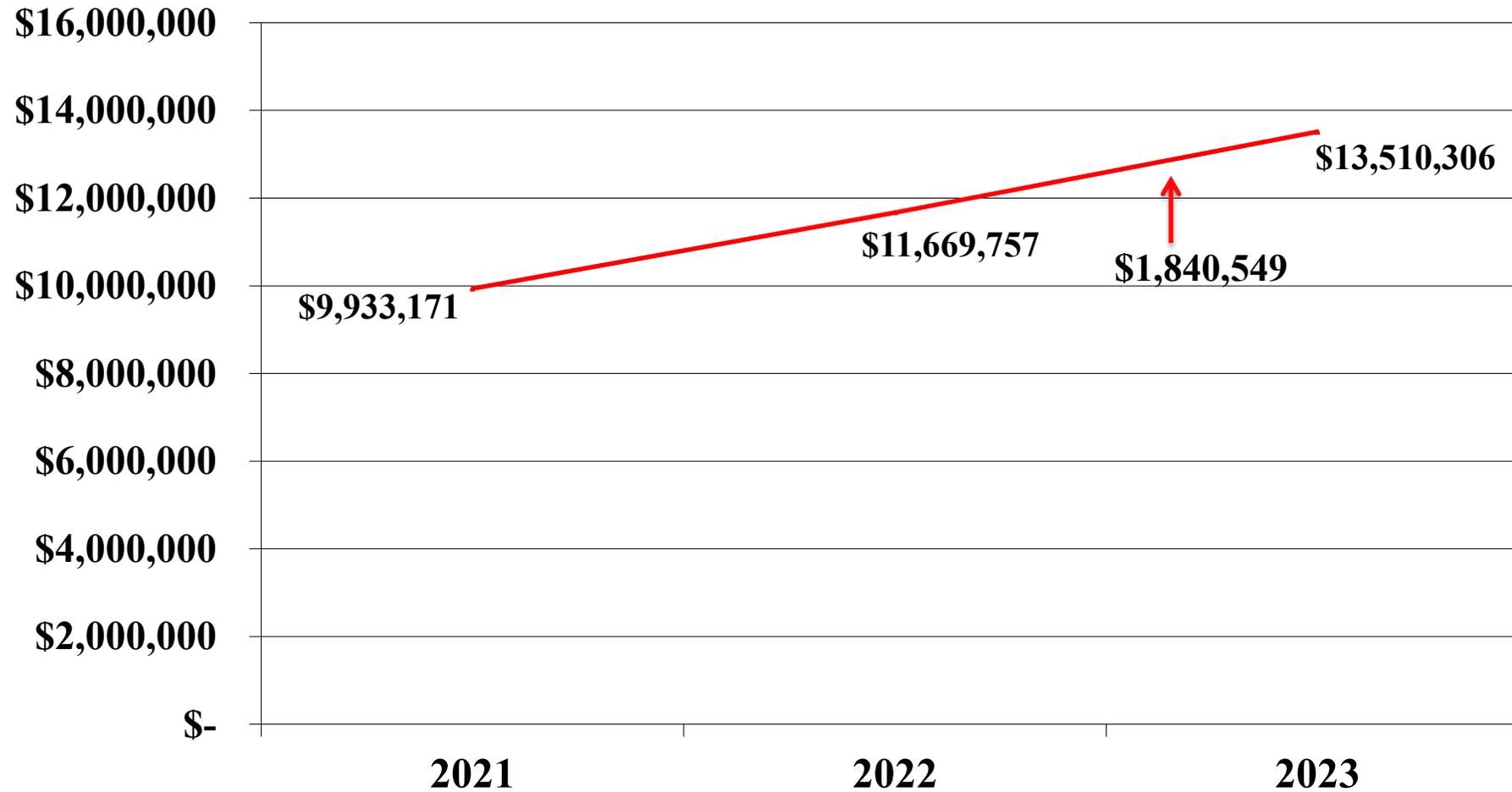
- ❖ Serves as a measure of the City's financial resources available.
 - $(\text{Assets} + \text{Deferred outflows}) - (\text{Liabilities} + \text{Deferred Inflows}) = \text{Fund Balance/Net Position}$

5 Classifications for governmental activities:

- ❑ **Nonspendable** - not in cash form (prepaids, inventories)
- ❑ **Restricted** - external restrictions (laws, grantors)
- ❑ **Committed** - internal constraints at the highest (Board) level - do not expire, require Board action to undo
- ❑ **Assigned** - internal constraints, lower level than committed
- ❑ **Unassigned** - no external or internal constraints



FUND BALANCE: GENERAL FUND AS OF JUNE 30



FUND BALANCE POSITION – GENERAL FUND

Total Fund Balance	\$ 13,510,306
Inventories	(50,163)
Stabilization by State Statute	<u>(1,514,425)</u>
Available Fund Balance	<u><u>\$ 11,945,718</u></u>
Available Fund Balance - 2022	\$ 10,201,336
Increase in AFB	\$ 1,744,382



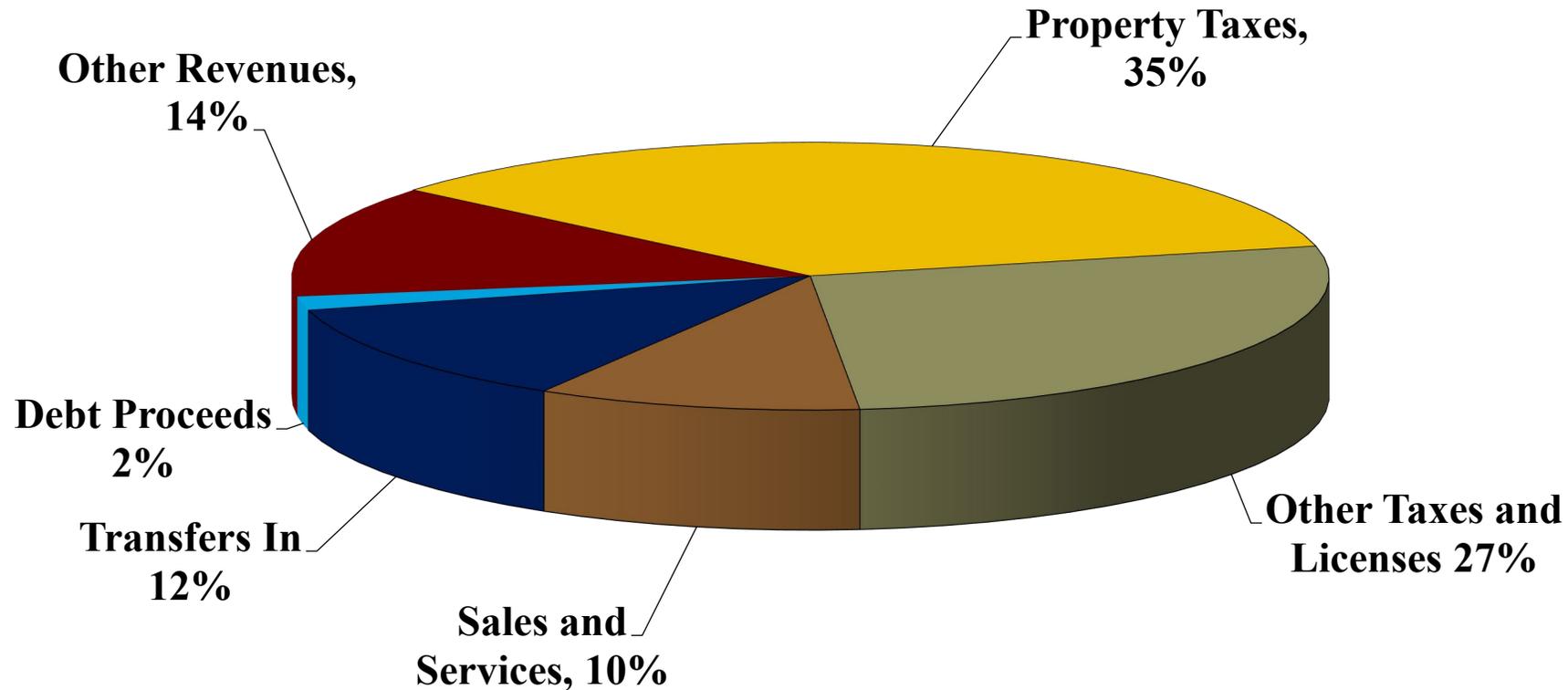
AVAILABLE FUND BALANCE AS A PERCENT OF EXPENDITURES & TRANSFERS OUT – GENERAL FUND

- ❑ Current year for Kings Mountain is 60.7%
- ❑ Prior year (6/30/22) was 58.8%
- ❑ *Peer group 46% (6/30/22)

* Latest available data as of 6/30/22 per 2023 Data Input WS



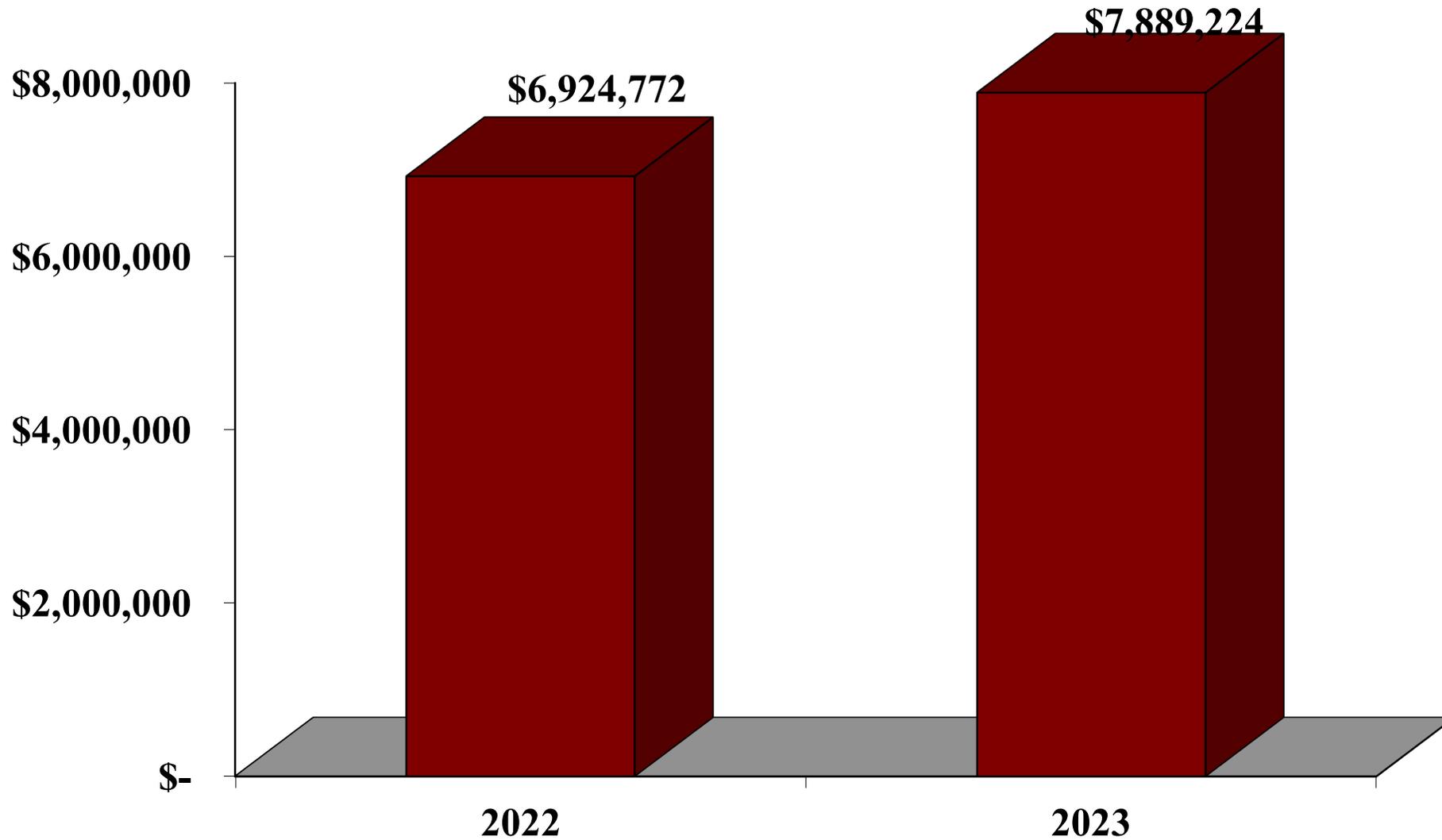
GENERAL FUND: TOTAL REVENUES AND OTHER FINANCING SOURCES



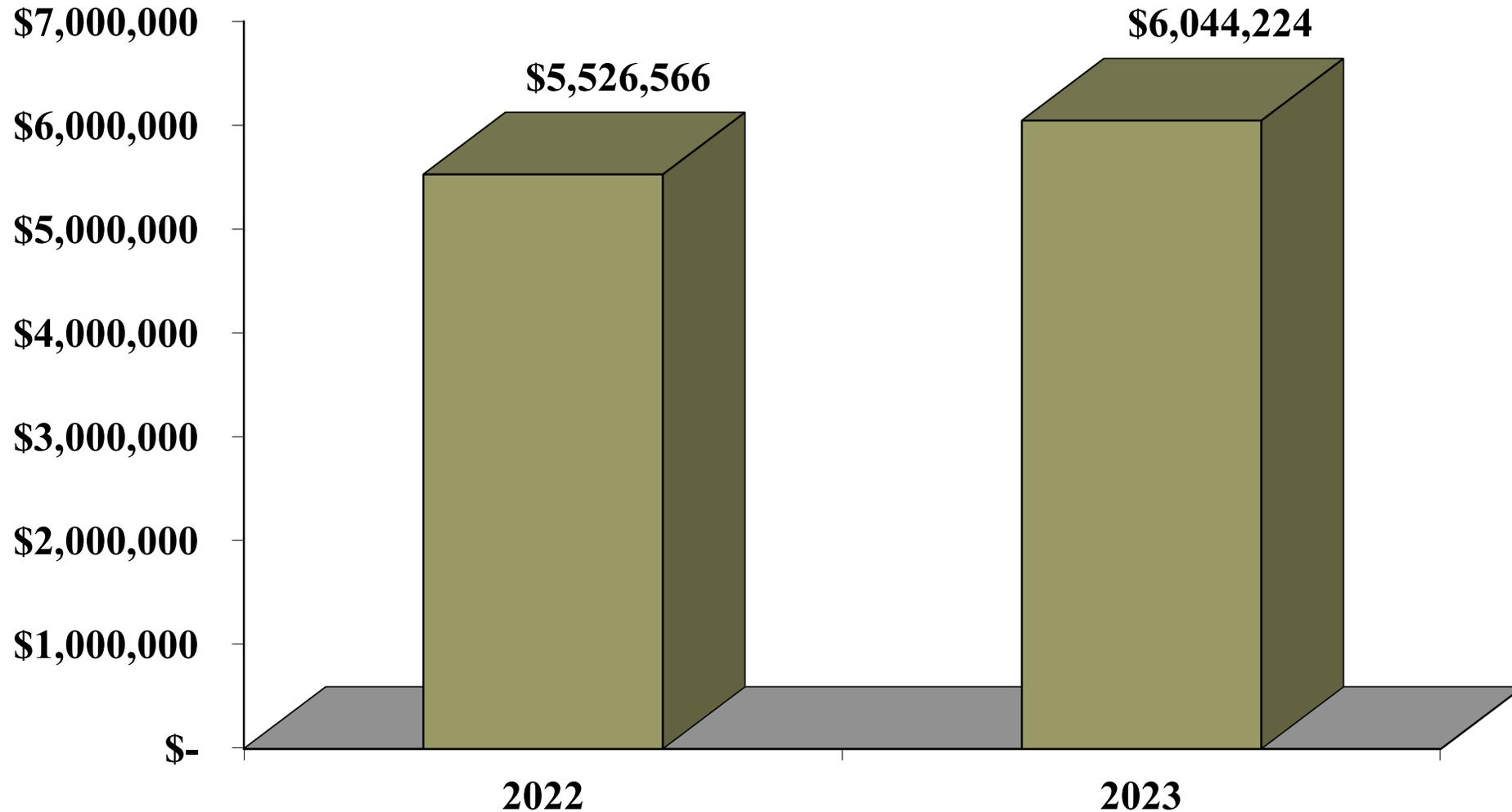
Other Revenues:

- Restricted Intergovtl (5%)
- Permits and Fees (2%)
- Miscellaneous (1%)
- Investments (5%)
- Lease Liab. (1%)

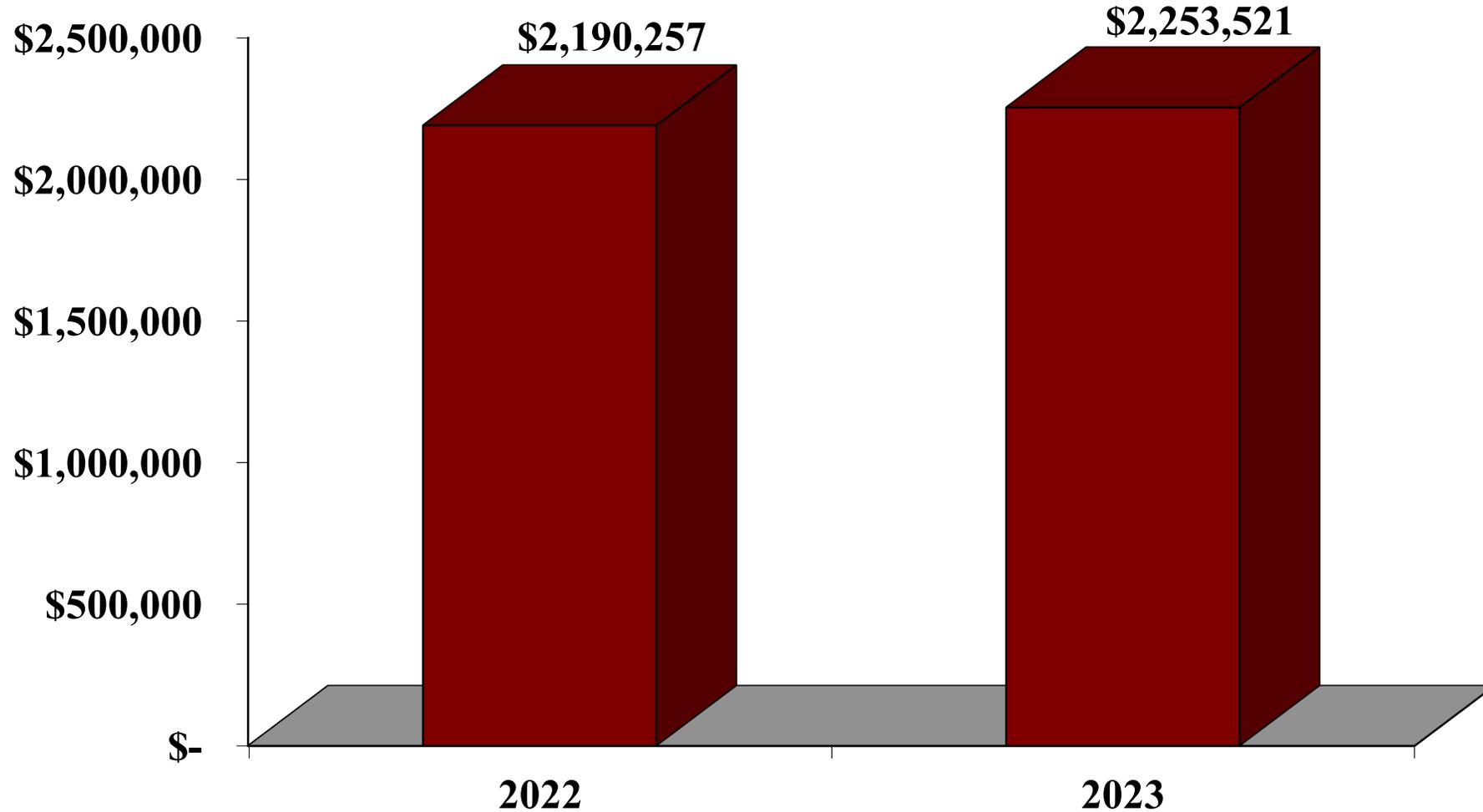
PROPERTY TAXES



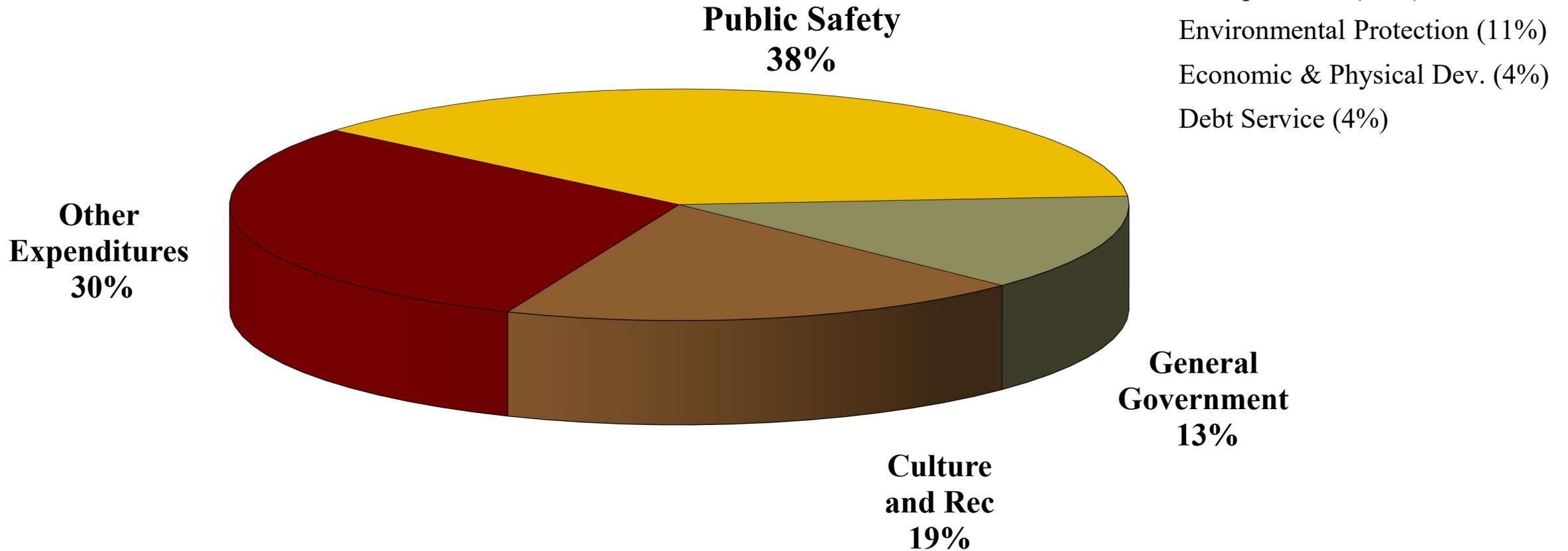
OTHER TAXES AND LICENSES



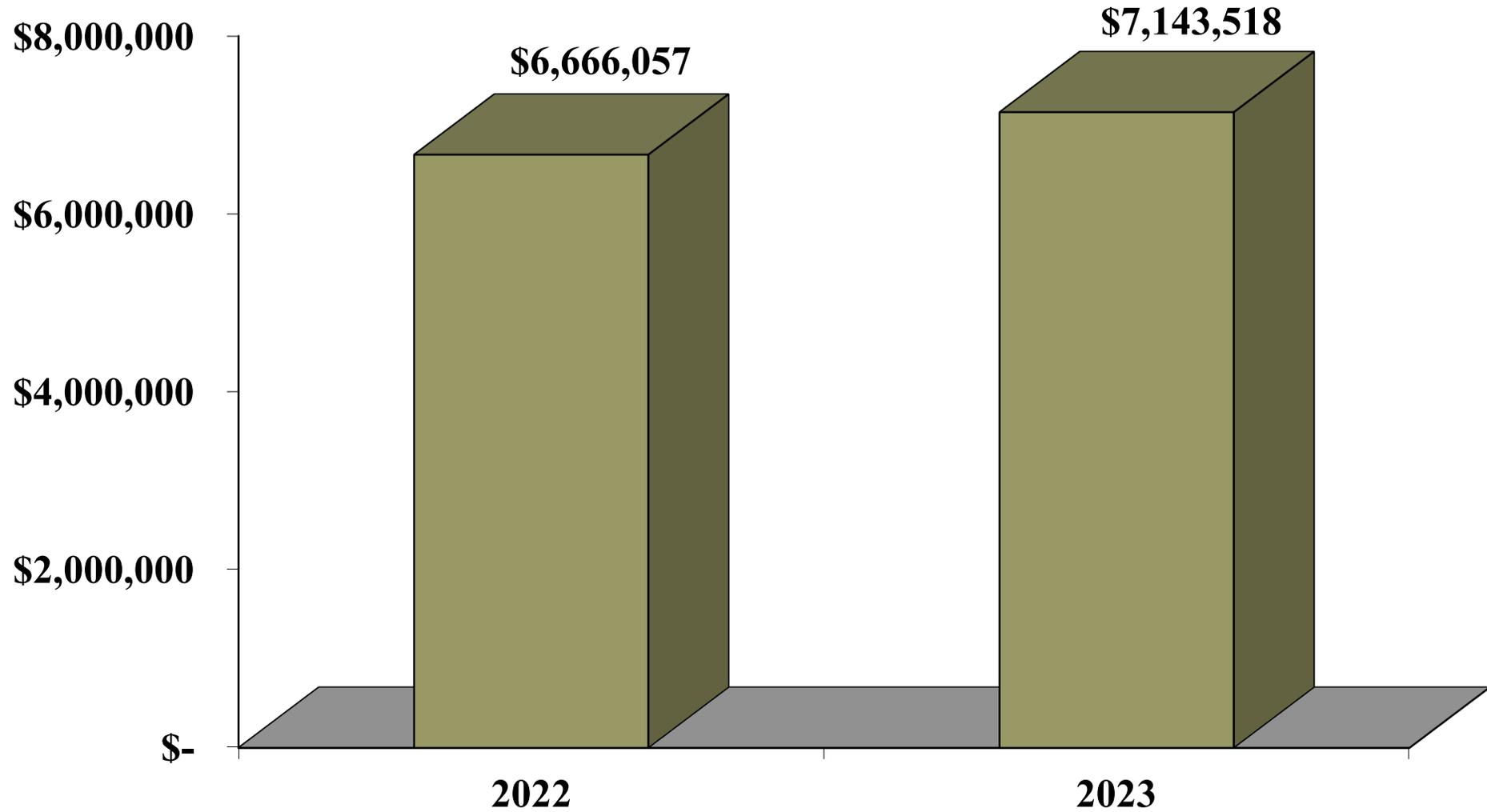
SALES AND SERVICES



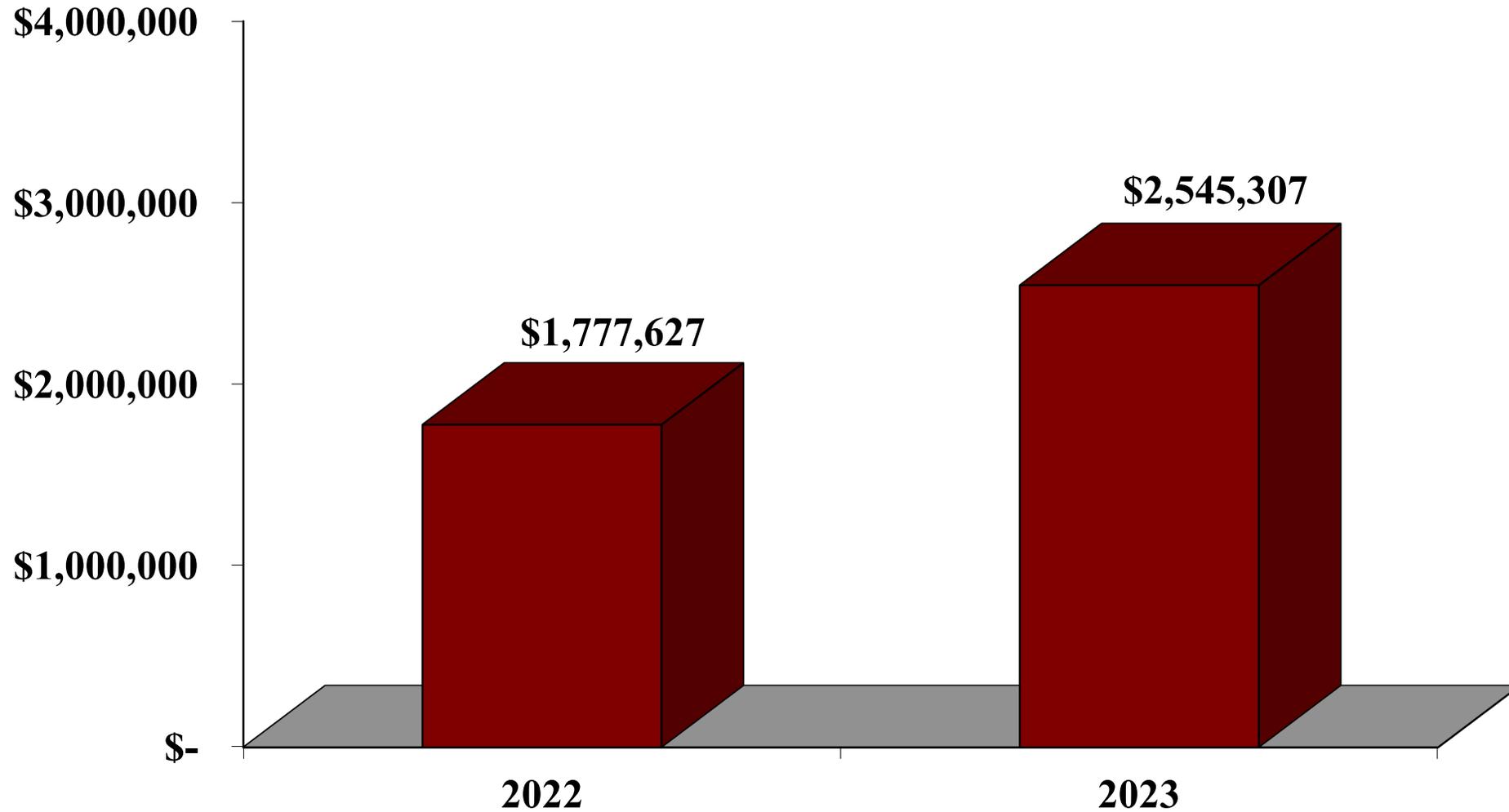
GENERAL FUND EXPENDITURE BREAKDOWN



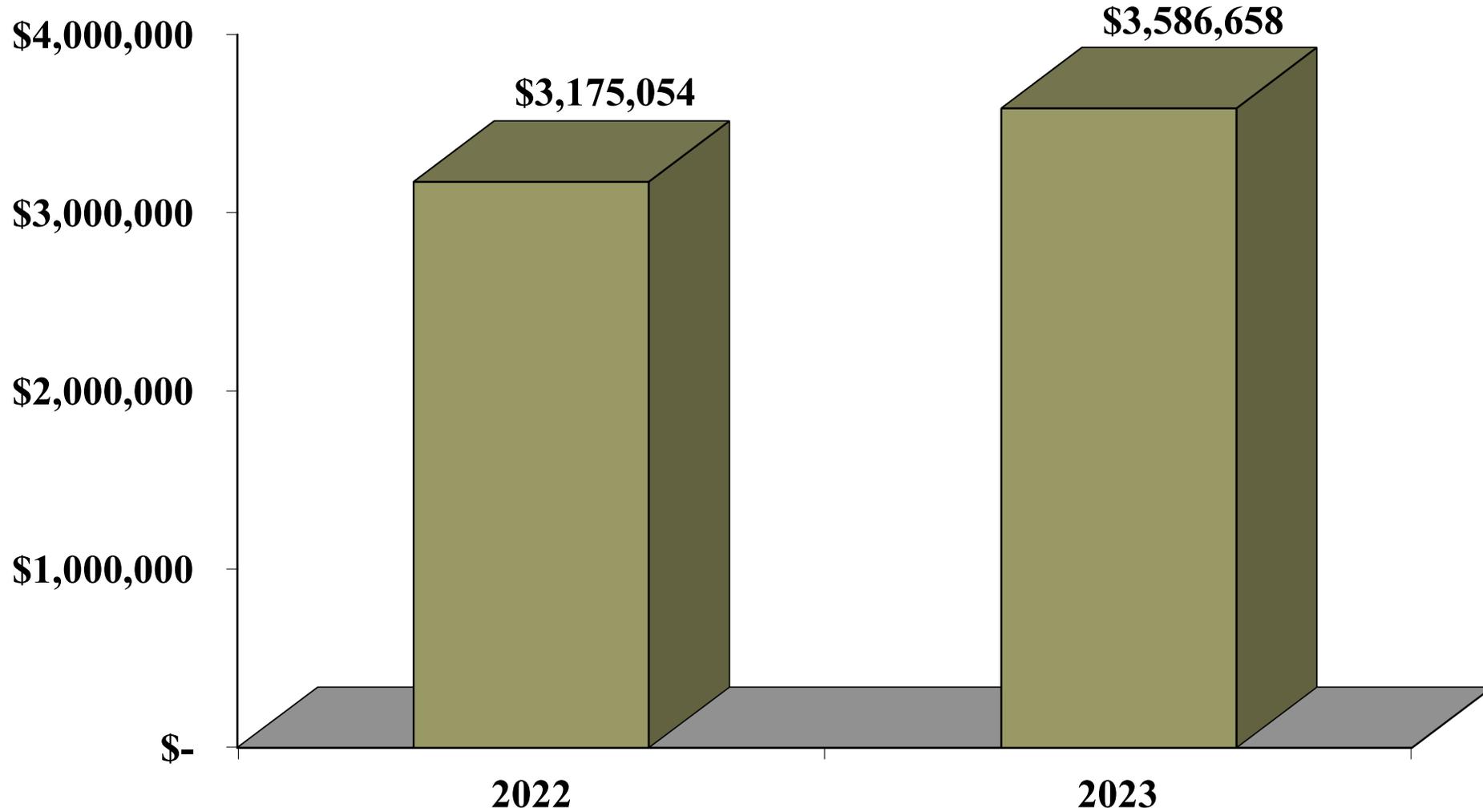
PUBLIC SAFETY



GENERAL GOVERNMENT



CULTURE AND RECREATION



DEBT POSITION

GOVERNMENTAL AND BUSINESS-TYPE ACTIVITIES

Outstanding debt at 6/30/23:	\$ 28,485,269
■ Notes Payable – Governmental	\$ 1,535,608
■ Notes Payable – Enterprise	\$ 26,949,661
Assessed Value	\$ 2,068,203,256
Debt Limit (8%)	\$ 165,456,260
Legal debt margin at 6/30/23:	\$ 137,000,000

ENTERPRISE FUNDS

	<u>Total Cash</u>	<u>Unrestricted Net Position</u>	<u>Cash Flows from Operations</u>
<input type="checkbox"/> W & S	\$ 5,529,037	\$ 3,982,734	\$ 1,594,739
<input type="checkbox"/> Electric	5,796,313	4,153,280	2,304,205
<input type="checkbox"/> Gas	3,235,591	2,475,132	1,440,095
<input type="checkbox"/> Nonmajor	351,564	49,150	52,506



Questions?

Matt Braswell



828-327-2727



mbraswell@msa.cpa



www.msa.cpa

