



# City of Kings Mountain

2024 Audited Financial Statements



MARTIN ♦ STARNES  
& ASSOCIATES, CPAs, P.A.

# 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

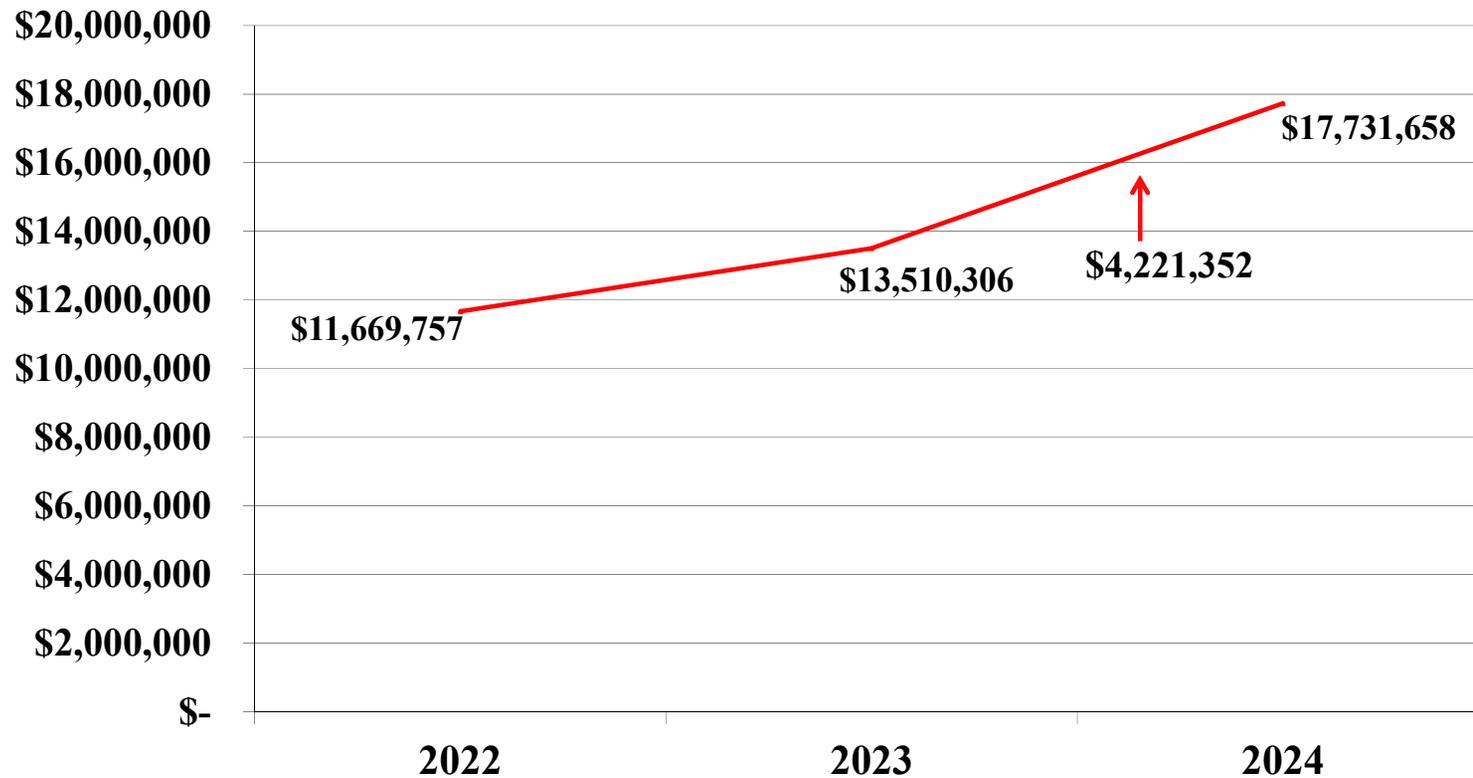
- ❖ Serves as a measure of the City's financial resources available.
  - $(\text{Assets} + \text{Deferred outflows}) - (\text{Liabilities} + \text{Deferred Inflows}) = \text{Fund Balance/Net Position}$

## 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	\$ 17,731,658
Inventories	(59,376)
Stabilization by State Statute	<u>(5,732,143)</u>
Available Fund Balance	<u><u>\$ 11,940,139</u></u>
Available Fund Balance - 2023	\$ 11,945,718
Decrease in AFB	\$ (5,579)



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

- ❑ Current year for Kings Mountain is 63.88%\*\*
- ❑ Prior year (6/30/23) was 60.06%
- ❑ \*Peer group (population of 10-20K with Electric Fund) average was 64.34% (6/30/23)
- ❑ Fund Balance percentages ranged from 26% to 137%.

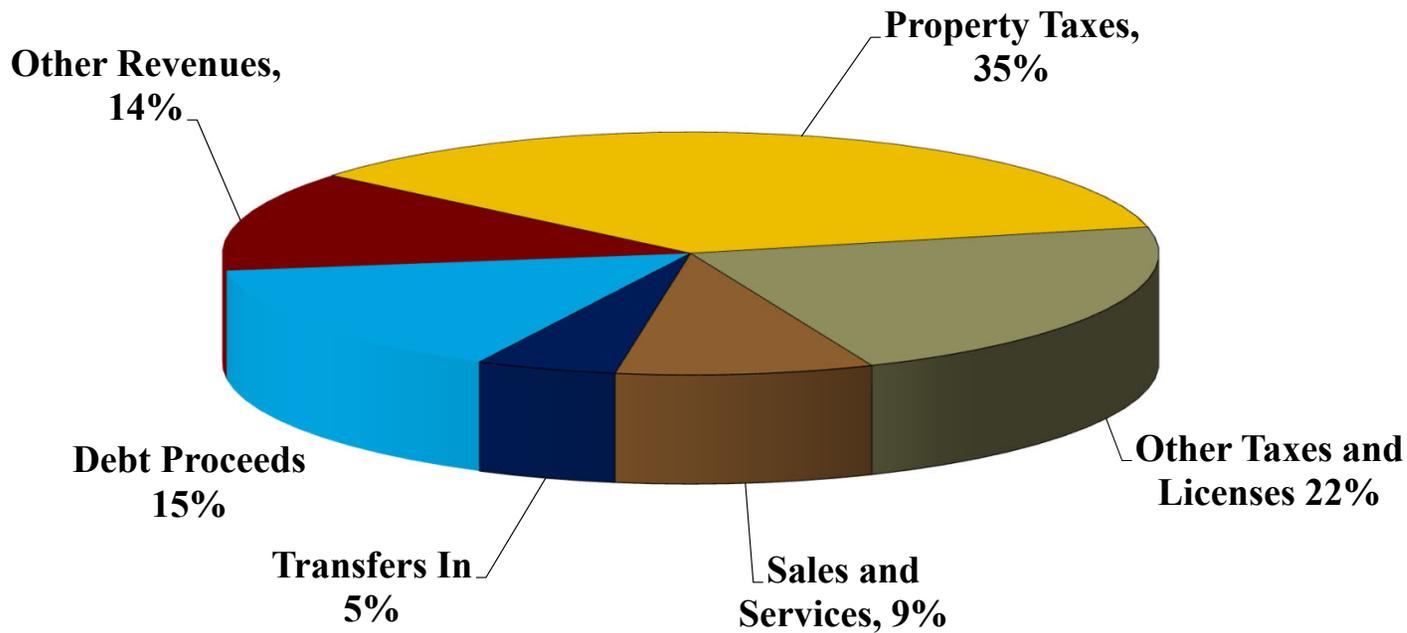
\* Latest available data as of 6/30/23, published June 2023 by the NCLGC



# GF STATISTICS AT 6/30/23 (LATEST AVAIL.)

<u>Unit</u>	<u>Population</u>	<u>FB%</u>	<u>Tax Rate</u>
KM 2023	11,492	60.06	0.43
Kinston	19,408	55.98	0.77
Laurinburg	15,034	36.64	0.40
Lincolnton	11,467	72.79	0.56
Lumberton	18,909	26.46	0.65
Morganton	18,025	136.84	0.57
Newton	13,427	61.63	0.54
Average	15,395	64.34	0.56
KM 2024	11,492	63.66	0.48

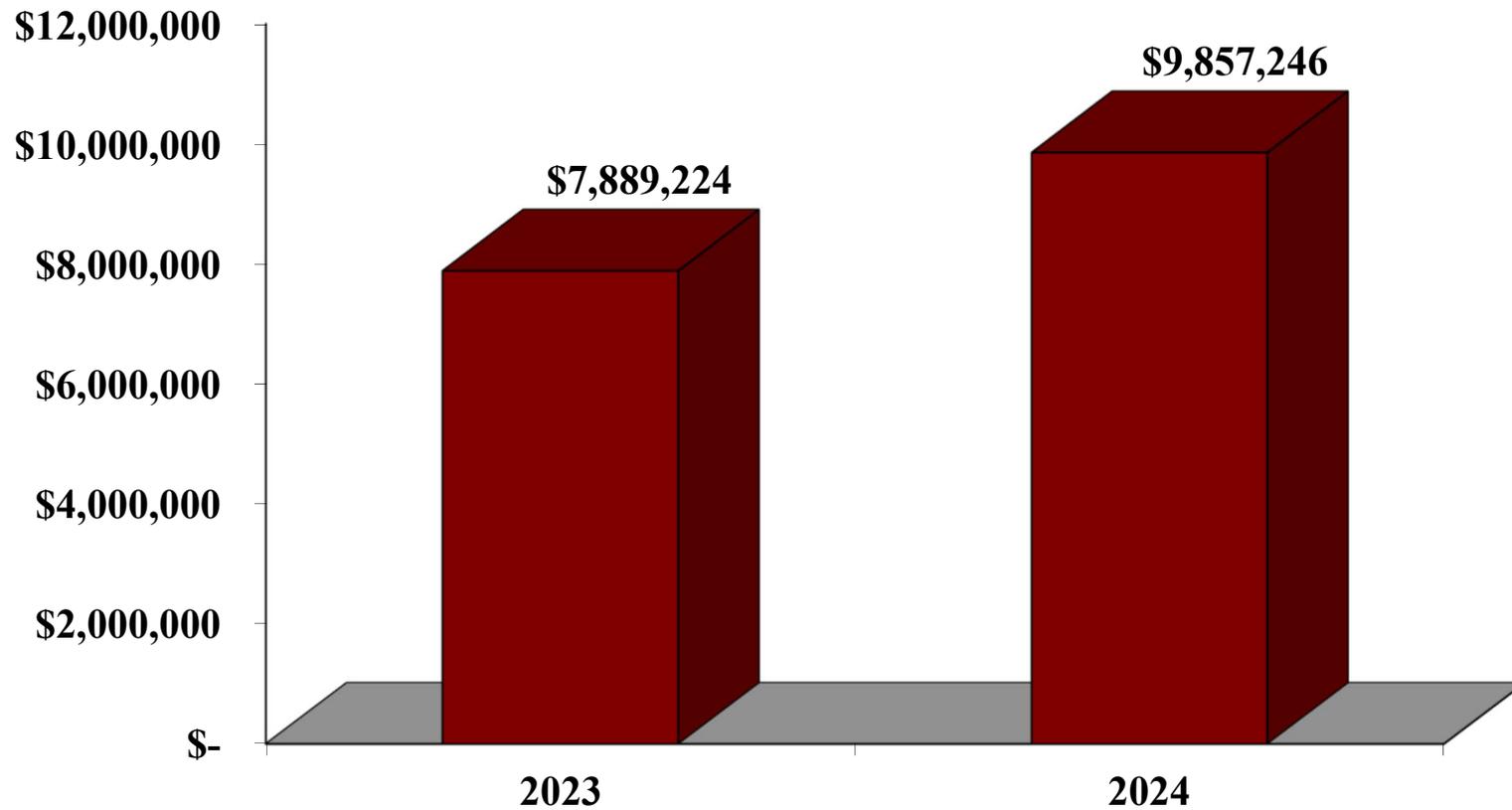
# GENERAL FUND: TOTAL REVENUES AND OTHER FINANCING SOURCES



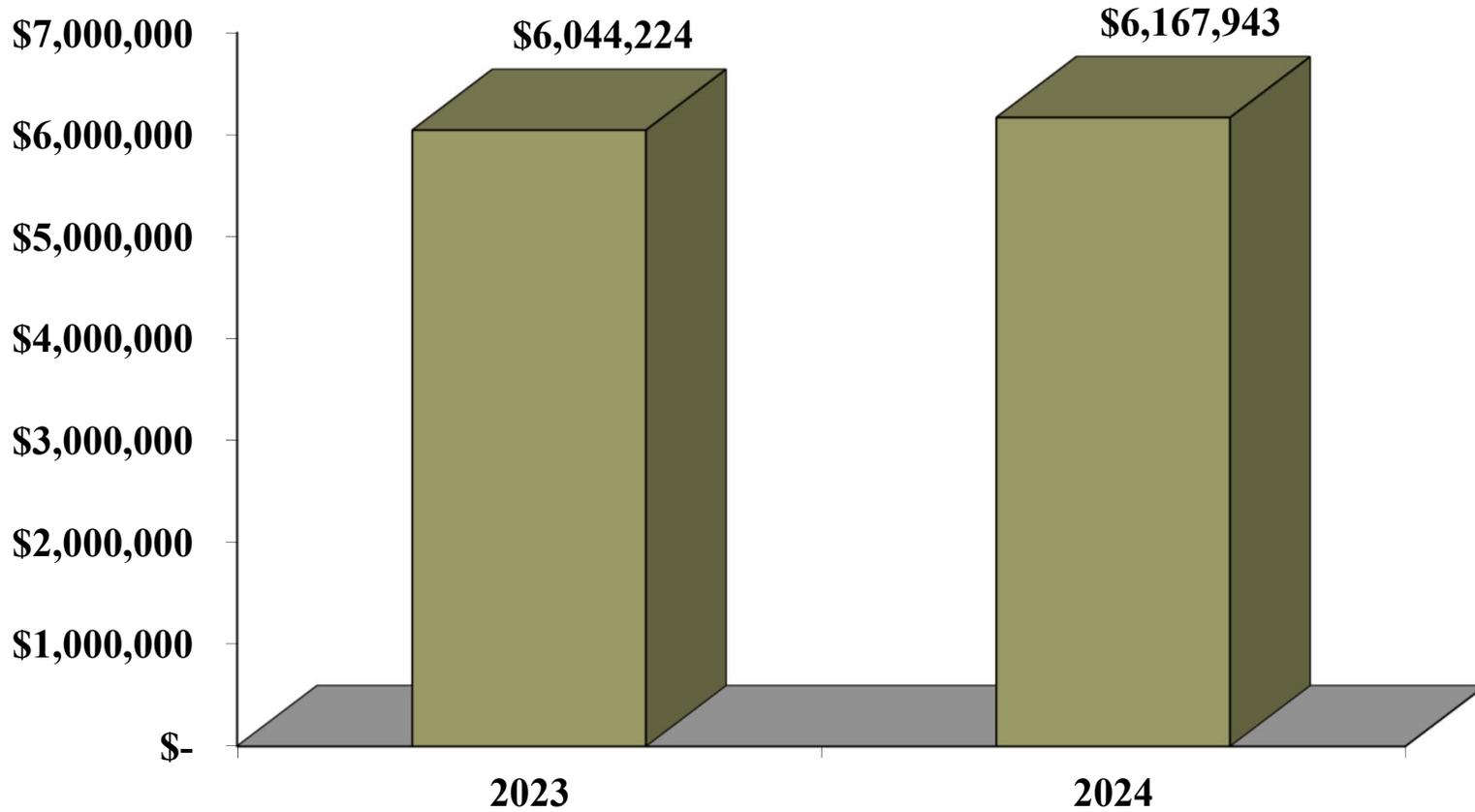
## Other Revenues:

- Restricted Intergovtl (4%)
- Permits and Fees (2%)
- Miscellaneous (1%)
- Investments (4%)
- Lease proceeds (3%)

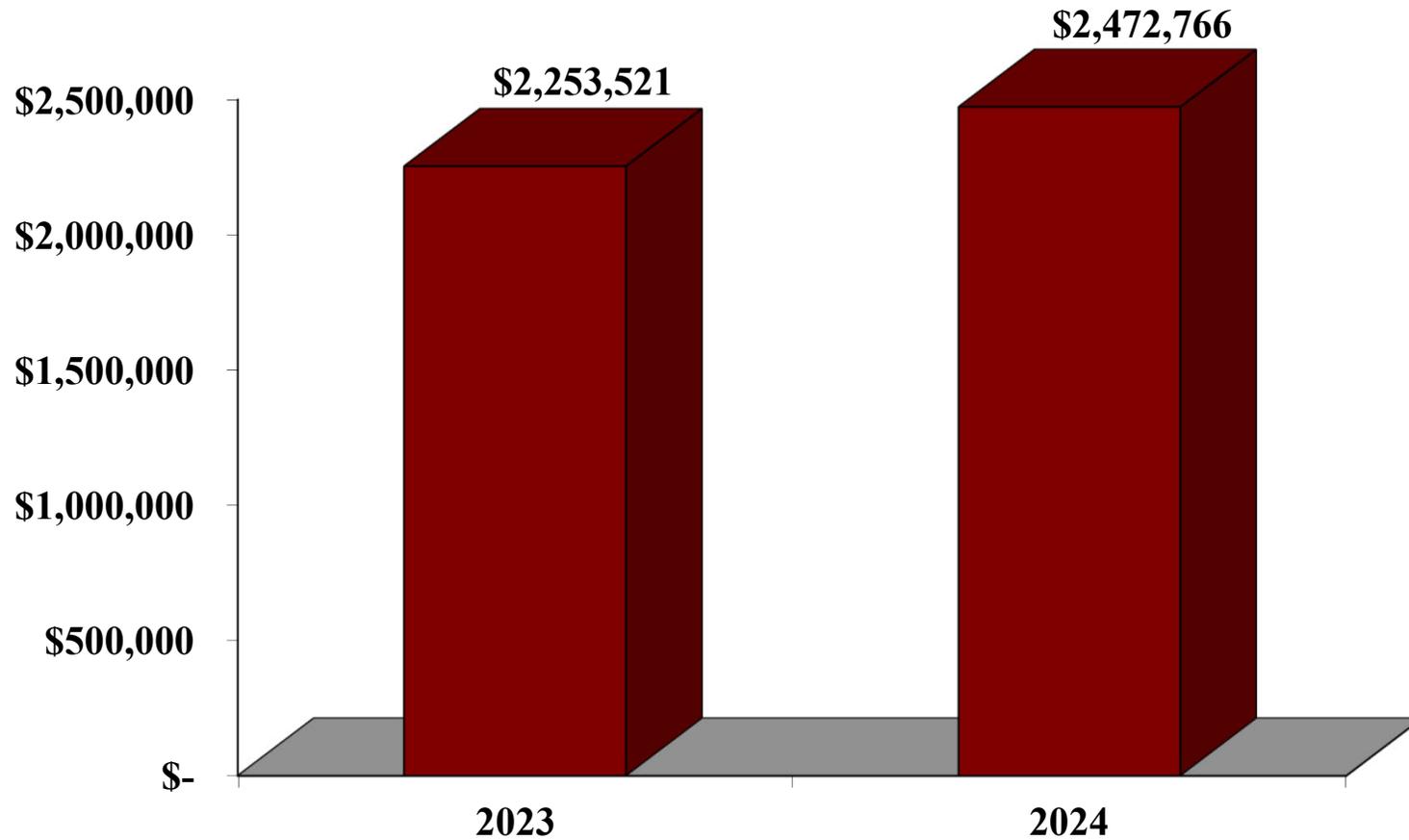
# PROPERTY TAXES



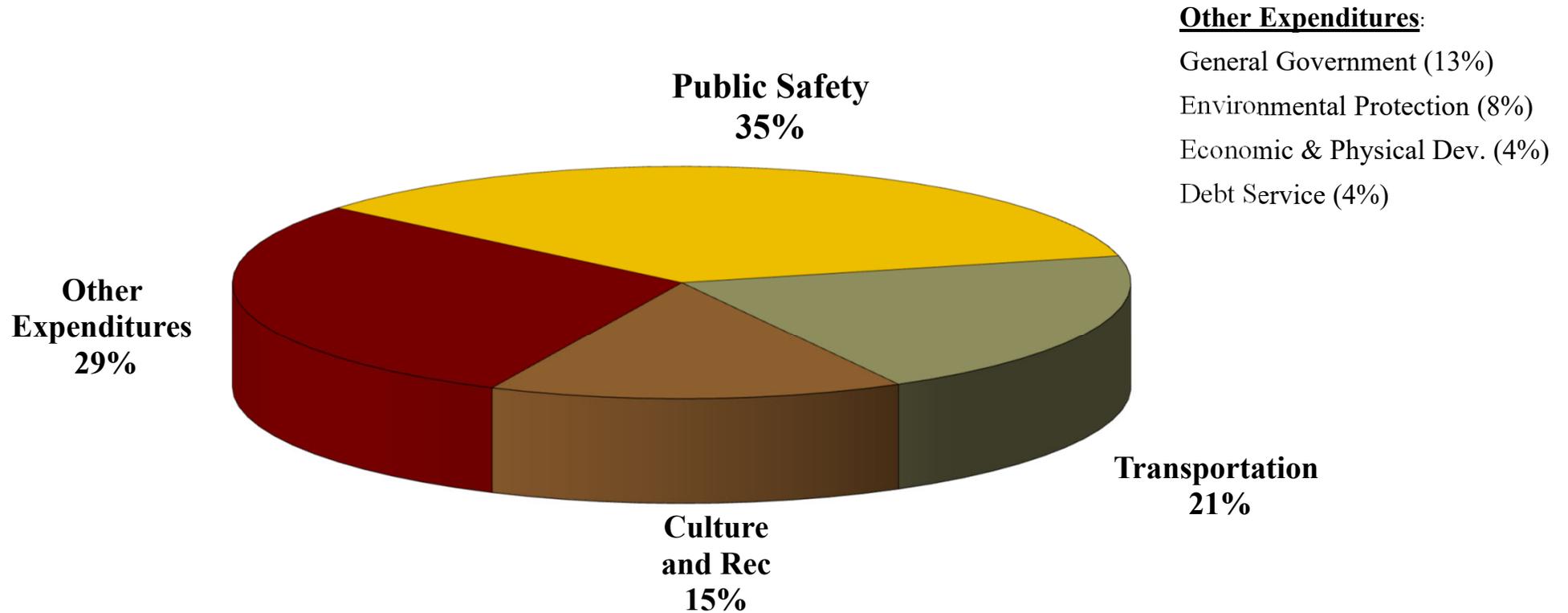
# OTHER TAXES AND LICENSES



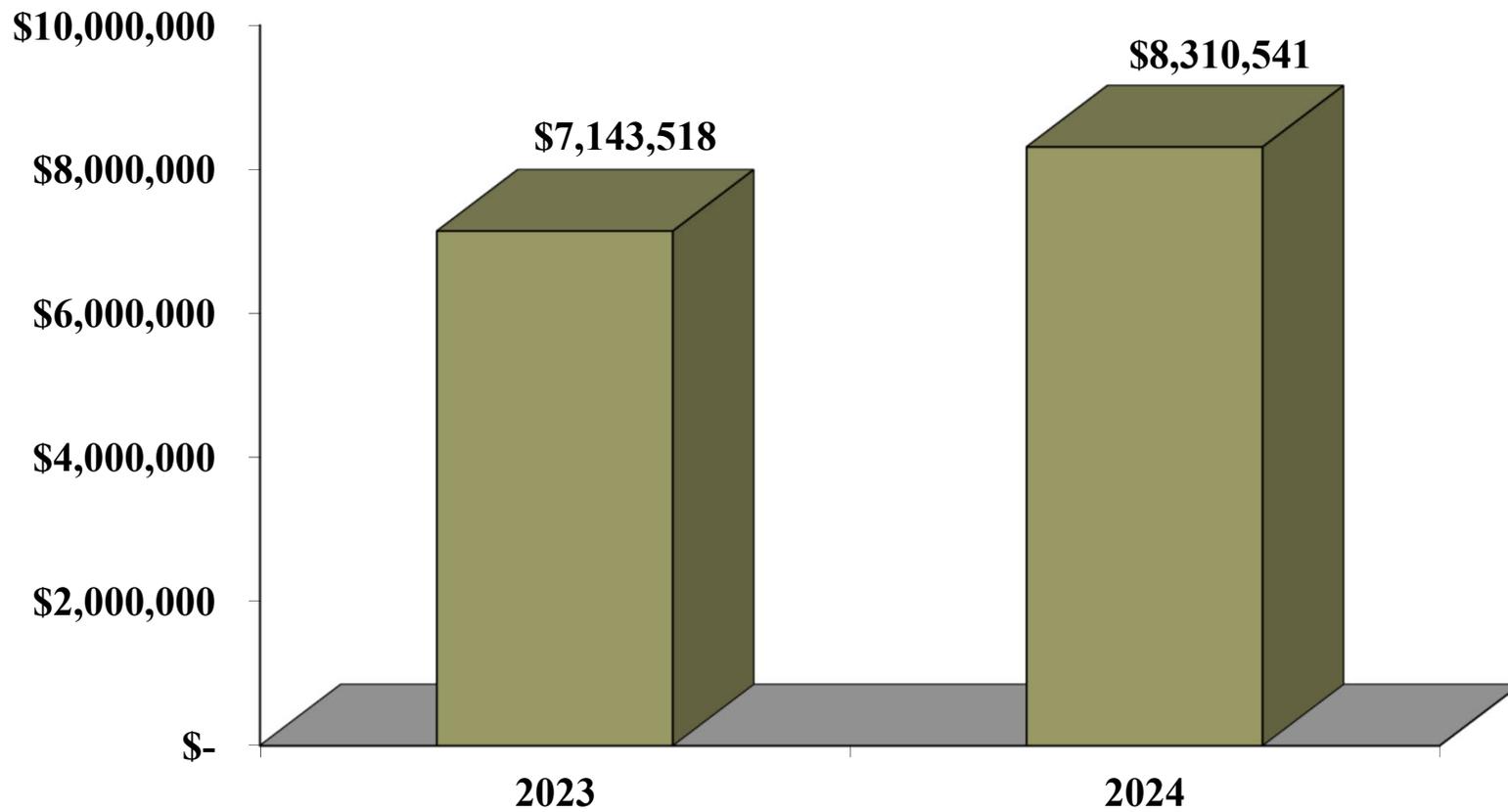
# SALES AND SERVICES



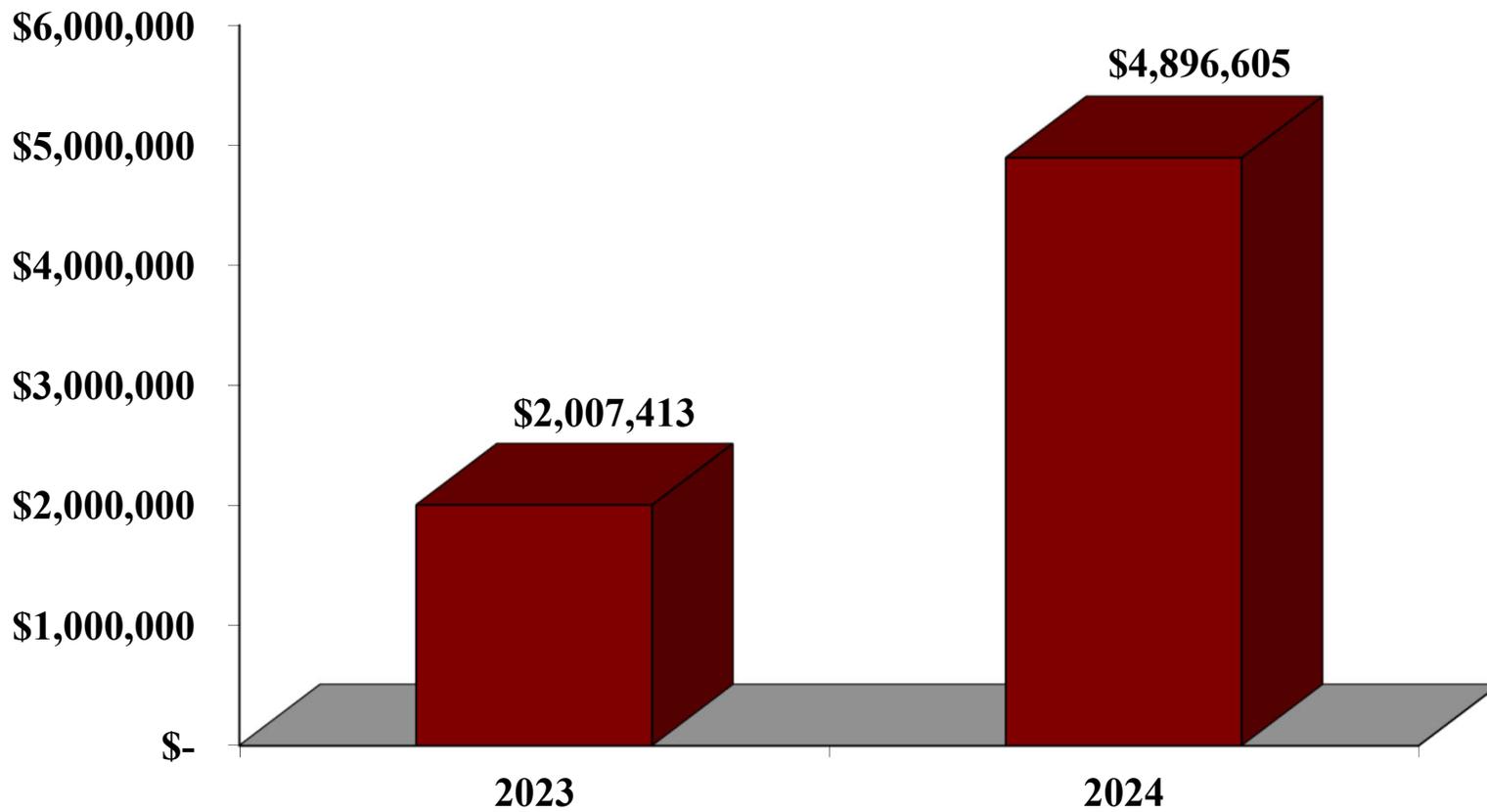
# GENERAL FUND EXPENDITURE BREAKDOWN



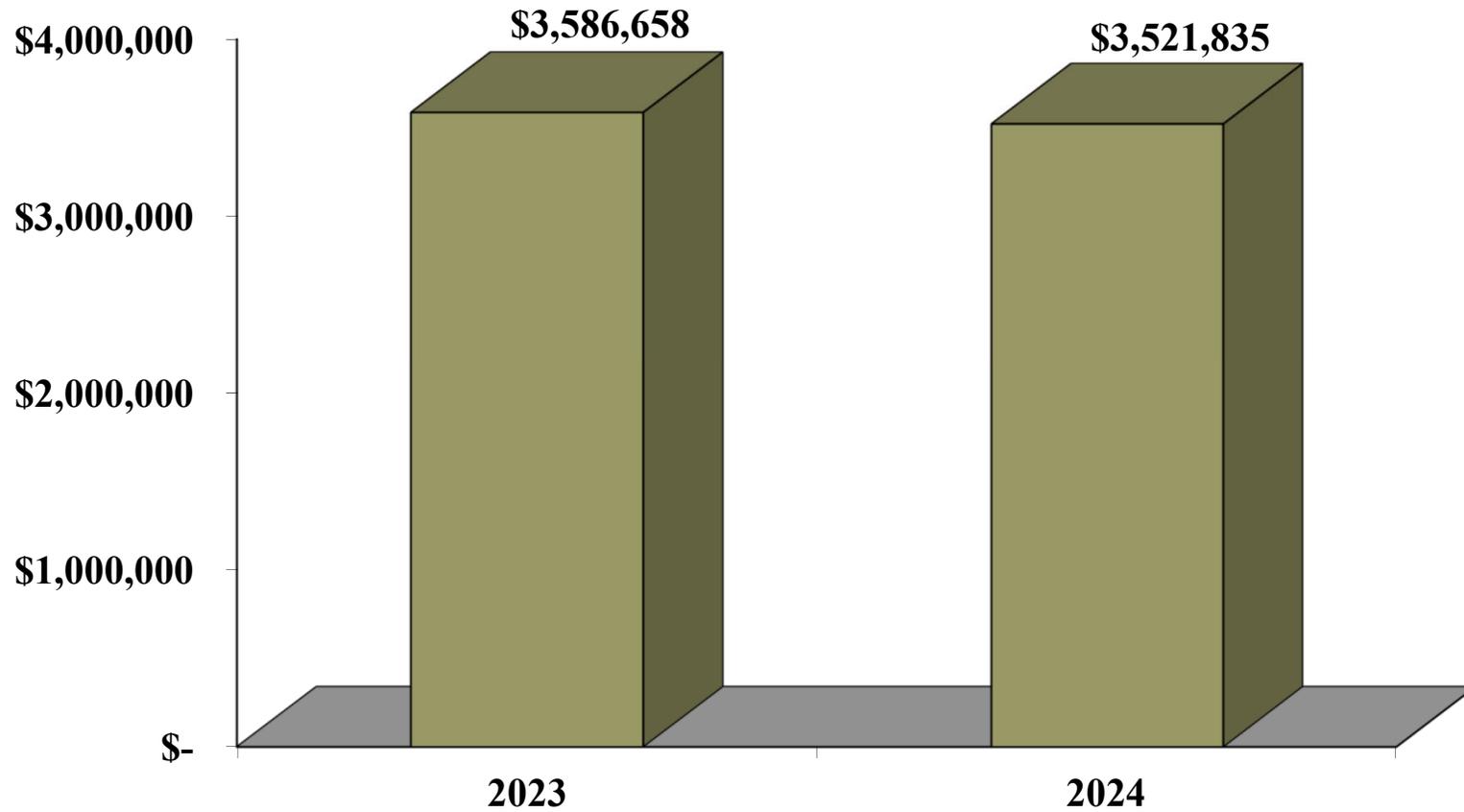
# PUBLIC SAFETY



# TRANSPORTATION



# CULTURE AND RECREATION



## **DEBT POSITION GOVERNMENTAL AND BUSINESS-TYPE ACTIVITIES**

<b>Outstanding debt at 6/30/24:</b>	<b>\$ 28,485,269</b>
■ Notes Payable – Governmental	\$ 5,251,498
■ Notes Payable – Enterprise	\$ 24,514,603
Assessed Value	\$ 2,140,883,333
Debt Limit (8%)	\$ 171,270,667
<b>Legal debt margin at 6/30/24:</b>	<b>\$ 142,000,000</b>

# ENTERPRISE FUNDS

	<u>Total Cash</u>	<u>Unrestricted Net Position</u>	<u>Cash Flows from Operations</u>
□ W & S	\$ 3,896,779	\$ 2,048,118	\$ 2,259,774
□ Electric	5,934,421	4,324,515	5,155,152
□ Gas	3,193,763	2,000,590	1,045,952
□ Nonmajor	488,748	144,211	173,889



# Questions?

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