TOWN OF PINEBLUFF, NORTH CAROLINA

Report of Audit

For the Fiscal Year Ended June 30, 2024

PINE BLUFF
NORTH
CAROLINA

Special Revenue Funds Consolidated with General Fund

Enterprise Funds

Other Schedules

FINANCIAL SECTION

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W GREENE
PLLC

Independent Auditor's Report

To the Honorable Mayor
And the Board of Commissioners
Pinebluff, North Carolina

Report on the Audit of Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Pinebluff, North Carolina, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Pinebluff, North Carolina as of June 30, 2024, and the respective changes in financial position and cash flows, where appropriate, thereof and the respective budgetary comparison for the General Fund and the American Rescue Plan 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). 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 Town of Pinebluff, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Audit of the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raises substantial doubt about the Town of Pinebluff's ability to continue as a going concern for the twelve 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 of 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 will always detect 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, we

- exercised professional judgment and maintained 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 responsible 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 Town of Pinebluff'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 Town of Pinebluff'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 Local Government Employees' Retirement System's Schedules of the Proportionate Share of the Net Pension Liability and 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 Payroll be presented to supplement the basic financial statements. Such information is the responsibility of management, 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 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 Pinebluff, North Carolina. The combining and individual fund financial statements, budgetary schedules, and other schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. This 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, the combining and individual fund financial statements, budgetary schedules, and other schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

W Greene, PLLC

Whiteville, North Carolina
December 18, 2024

As management of the Town of Pinebluff, we offer readers of the Town of Pinebluff's financial statements this narrative overview and analysis of the financial activities of the Town of Pinebluff 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 Town's financial statements, which follow this narrative.

Financial Highlights

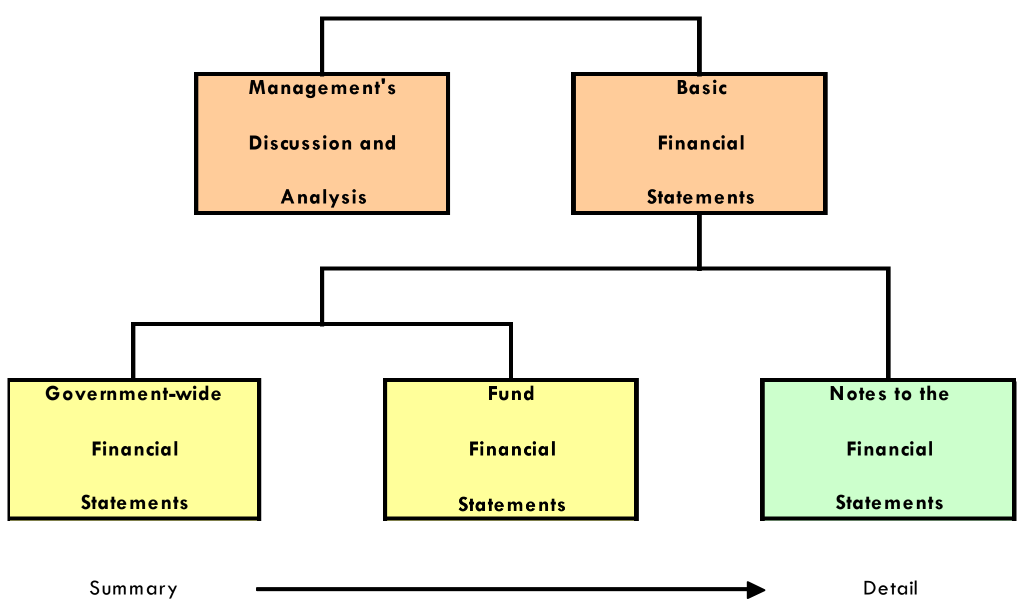
- The assets and deferred outflows of resources of the Town of Pinebluff exceeded its liabilities and deferred inflows at the close of the fiscal year by $5,436,763 (net position).
- The government's total net position increased by $119,903, primarily due to an increase in the governmental activities.
- As of the close of the current fiscal year, the Town of Pinebluff's governmental funds reported combined ending fund balances of $2,256,768 with a net increase of $37,569 in fund balance. Approximately 26.10 percent of this total amount, or $589,049, is non-spendable or restricted.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was $1,135,517, or 35.27 percent 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 Pinebluff'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 Pinebluff.

Required Components of Annual Financial Report

Figure 1



Basic Financial Statements
The first two statements (pages 18 through 21) 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 (pages 22 through 35) are **Fund Financial Statements**. These statements focus on the activities of the individual parts of the Town's government. These statements provide more detail than the government-wide statements. There are three parts to the Fund Financial Statements: 1) the governmental funds statements, 2) the budgetary comparison statements for major governmental funds; 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's individual funds. Budgetary information required by the General Statutes also can be found in this part of the statements.

Government-wide Financial Statements

The government-wide financial statements are designed to provide the reader with a broad overview of the Town's finances, similar in format to a financial statement of a private-sector business. The government-wide statements provide short and long-term information about the 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 administration, streets and highways, and public safety. Property taxes and State and federal grant funds finance most of these activities. The business-type activities are those that the Town charges customers to provide. This includes the water and sewer services offered by the Town of Pinebluff.

The government-wide financial statements are on pages 18 through 21 of this report.

Fund Financial Statements

The fund financial statements (see Figure 1) 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 Pinebluff, 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 the Town of Pinebluff 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* that 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 Pinebluff adopts an annual budget for its General Fund, as required by the General Statutes. The budget is a legally adopted document that incorporates input from the citizens of the Town, the management of the Town, and the decisions of the Board 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 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 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 – Town of Pinebluff has one kind of proprietary fund. Enterprise Funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Town of Pinebluff uses enterprise funds to account for its water and sewer activity. This fund is the same as those functions shown in 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 36 through 64 of this report.

Other Information – In addition to the basic financial statements and accompanying notes, this report includes certain required supplementary information concerning the Town of Pinebluff's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found beginning on page 66 of this report.

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

Government-Wide Financial Analysis

Town of Pinebluff's Net Position

Figure 2

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Current and other assets	$ 2,547,511	$ 2,500,957	$ 1,566,820	$ 1,442,692	$ 4,114,331	$ 3,943,649
Capital assets	3,194,143	2,642,963	427,945	443,398	3,622,088	3,086,361
Deferred outflows of resources	355,527	280,089	38,654	28,690	394,181	308,779
Total assets and deferred outflows of resources	6,097,181	5,424,009	2,033,419	1,914,780	8,130,600	7,338,789
Long-term liabilities outstanding	2,017,343	1,514,892	53,428	37,342	2,070,771	1,552,234
Other liabilities	103,495	21,215	203,140	116,936	306,635	138,151
Deferred inflows of resources	315,969	331,099	462	445	316,431	331,544
Total liabilities and deferred inflows of resources	2,436,807	1,867,206	257,030	154,723	2,693,837	2,021,929
Net position:						
Net investment in capital assets	1,720,325	1,565,267	427,945	443,398	2,148,270	2,008,665
Restricted	589,049	475,583	-	-	589,049	475,583
Unrestricted	1,351,000	1,515,953	1,348,444	1,316,659	2,699,444	2,832,612
Total net position	$ 3,660,374	$ 3,556,803	$ 1,776,389	$ 1,760,057	$ 5,436,763	$ 5,316,860

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 Pinebluff exceeded liabilities and deferred inflows by $5,436,763 as of June 30, 2024. The Town's net position increased by $119,903 for the fiscal year ended June 30, 2024. However, a large portion (39.51%) reflects the Town's net 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 Pinebluff uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town of Pinebluff's net 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 Town of Pinebluff's net position, $589,049, represents resources that are subject to external restrictions on how they may be used. The remaining balance of $2,699,444 is unrestricted.

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

- Continued diligence in the collection of property taxes by maintaining a tax collection percentage of 99.57%.

The Town of Pinebluff's Changes in Net Position

Figure 3

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Revenues:						
Program revenues:						
Charges for services	$ 31,990	$ 29,681	$ 541,675	$ 497,544	$ 573,665	$ 527,225
Operating grants and contributions	252,815	480,556	-	-	252,815	480,556
Capital grants and contributions	-	-	-	-	-	-
General Revenues						
Property taxes	799,187	573,103	-	-	799,187	573,103
Other taxes	1,144,804	943,755	-	-	1,144,804	943,755
Other	591,644	57,088	750	864	592,394	57,952
Total revenues	2,820,440	2,084,183	542,425	498,408	3,362,865	2,582,591
Expenses:						
Governing body	82,713	88,892	-	-	82,713	88,892
Administration	333,382	385,671	-	-	333,382	385,671
Police Department	631,588	487,140	-	-	631,588	487,140
Fire Department	874,901	708,919	-	-	874,901	708,919
Planning and Inspections	50,305	37,847	-	-	50,305	37,847
Street Department	363,934	396,017	-	-	363,934	396,017
Powell Bill Funds	1,432	86,635	-	-	1,432	86,635
Garbage Collection	139,114	139,504	-	-	139,114	139,504
Lakes, Parks, Cemetery	166,970	135,639	-	-	166,970	135,639
Library	11,355	9,149	-	-	11,355	9,149
Garage	2,783	-	-	-	2,783	-
Interest on long-term debt	58,392	41,063	-	-	58,392	41,063
Water and Sewer	-	-	526,093	408,590	526,093	408,590
Total expenses	2,716,869	2,516,476	526,093	408,590	3,242,962	2,925,066
Increase(Decrease) in net position before transfers	103,571	(432,293)	16,332	89,818	119,903	(342,475)
Transfers	-	-	-	-	-	-
Change in net position	103,571	(432,293)	16,332	89,818	119,903	(342,475)
Net position, July 1 (consolidated)	3,556,803	3,989,096	1,760,057	1,670,239	5,316,860	5,659,335
Restatement	-	-	-	-	-	-
Net Position, July 1 - Restated	3,556,803	3,989,096	1,760,057	1,670,239	5,316,860	5,659,335
Net position, June 30	$ 3,660,374	$ 3,556,803	$ 1,776,389	$ 1,760,057	$ 5,436,763	$ 5,316,860

Governmental activities. Governmental activities increased the Town's net position by $103,571, thereby accounting for 86.38% of the total increase in the net position of the Town of Pinebluff. Key element of this increase is as follows:

- Increase in property and other taxes.

Business-type activities. Business-type activities increased the Town of Pinebluff's net position by $16,332.

Financial Analysis of the Town's Funds

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

Governmental Funds. The focus of the Town of Pinebluff'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 Pinebluff's financing requirements.

The general fund is the chief operating fund of the Town of Pinebluff. At the end of the current fiscal year, Town of Pinebluff's fund balance available in the General fund was $1,983,915, while total fund balance reached $2,256,768. The Town currently has an available fund balance of 61.62% of general fund expenditures, while the total balance represents 70.09% of the same amount.

At June 30, 2024, the governmental funds of Town of Pinebluff reported a combined fund balance of $2,256,768 with a net increase in fund balance of $37,569.

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

Revenues were more than the budgeted amounts primarily because of an increase in intergovernmental revenues that the Town originally had expected to receive. Total expenditures were more than budgeted amounts.

Proprietary Funds. The Town of Pinebluff's proprietary funds provide 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 $1,348,444. The total change in net position for the water and sewer fund was an increase of $16,332.

Capital Asset and Debt Administration

Capital assets. The Town of Pinebluff's investment in capital assets for its governmental and business–type activities as of June 30, 2024, totals $3,622,088 (net of accumulated depreciation). These assets include buildings, land, vehicles, infrastructure, and equipment.

Capital asset acquisitions during the year included:

- Brush Truck, 2 Ford Trucks, and a Kenworth Tanker in the governmental activities
- Equipment in the governmental activities
- Distribution system improvements in the business-type activities.

The Town of Pinebluff's Capital Assets
(net of depreciation)
Figure 4

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Land	$ 411,953	$ 411,953	$ 12,100	$ 12,100	$ 424,053	$ 424,053
Buildings	1,791,743	1,849,838	6,034	8,357	1,797,777	1,858,195
Vehicles	867,589	348,560	-	-	867,589	348,560
Plant and Distribution	-	-	404,311	411,351	404,311	411,351
Equipment	122,858	32,612	5,500	11,590	128,358	44,202
Total	$ 3,194,143	$ 2,642,963	$ 427,945	$ 443,398	$ 3,622,088	$ 3,086,361

Additional information on the Town's capital assets can be found in Note II of the Basic Financial Statements.

Long-term Debt. As of June 30, 2024, the Town of Pinebluff had total debt outstanding of $2,151,766 Of this, $-0- is debt backed by the full faith and credit of the Town of Pinebluff.

The Town of Pinebluff's Outstanding Debt

Figure 5

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Installment purchase debt	$ 1,473,818	$ 1,077,696	$ -	$ -	$ 1,473,818	$ 1,077,696
Compensated absences	51,103	24,602	-	-	51,103	24,602
Pension related debt (LGERS)	447,012	312,427	53,428	37,342	500,440	349,769
Pension related debt (LEO)	126,405	118,145	-	-	126,405	118,145
Total	$ 2,098,338	$ 1,532,870	$ 53,428	$ 37,342	$ 2,151,766	$ 1,570,212

Town of Pinebluff Outstanding Debt

The Town of Pinebluff's total debt increased by $581,554 during the fiscal year, primarily due to an increase in installment loans and pension related debt.

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 Town of Pinebluff is $15,933,482. The Town of Pinebluff does not have any authorized but un-issued debt at June 30, 2024.

Additional information regarding the Town of Pinebluff's long-term debt can be found beginning on page 62 in the Notes to the Financial Statements.

Budget Highlights for the Fiscal Year Ending June 30, 2025

Governmental Activities: Budgeted expenditures in the General Fund are projected to decrease. The tax rate is expected to remain the same in the upcoming year. The general fund balance appropriated is $500,000.

Business-type Activities. Utility rates in the Town will remain the same for the next year. Fund balance has been appropriated in the amount of $64,197.

Requests for Information

This report is designed to provide an overview of the Town finances for those with an interest in this area. Questions concerning any of the information found in this report or requests for additional information should be directed to the following:

Finance Officer
Town of Pinebluff
325 East Baltimore Ave.
Pinebluff, NC 28373

Basic Financial Statements

TOWN OF PINEBLUFF, NORTH CAROLINA
Statement of Net Position
June 30, 2024

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current Assets:			
Cash and Cash Equivalents	$ 1,690,219	$ 1,458,073	$ 3,148,292
Receivables (net):			
Ad Valorem Taxes	5,324	-	5,324
Interest	350	-	350
Accounts	3,343	13,550	16,893
Due from Other Governments	269,510	-	269,510
Restricted Cash and Cash Equivalents	578,765	95,197	673,962
Total Current Assets	2,547,511	1,566,820	4,114,331
Noncurrent Assets:			
Capital Assets			
Land, Nondepreciable Improvements, and Construction in Progress	411,953	12,100	424,053
Other Capital Assets, Net of Depreciation	2,782,190	415,845	3,198,035
Total Noncurrent Assets	3,194,143	427,945	3,622,088
Total Assets	5,741,654	1,994,765	7,736,419
DEFERRED OUTFLOWS OF RESOURCES			
Pension Deferrals	355,527	38,654	394,181
Total Deferred Outflows of Resources	$ 355,527	$ 38,654	$ 394,181

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

TOWN OF PINEBLUFF, NORTH CAROLINA
Statement of Net Position (Continued)
June 30, 2024

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
LIABILITIES			
Current Liabilities:			
Accounts Payable and Accrued Liabilities	$ 22,500	$ 93,467	$ 115,967
Customer Deposits	-	95,197	95,197
Prepaid Water Billings	-	14,476	14,476
Current Portion of Long-Term Liabilities	80,995	-	80,995
Total Current Liabilities	103,495	203,140	306,635
Long-Term Liabilities:			
Net Pension Liability	447,012	53,428	500,440
Total Pension Liability	126,405	-	126,405
Due in More Than One year	1,443,926	-	1,443,926
Total Liabilities	2,120,838	256,568	2,377,406
DEFERRED INFLOWS OF RESOURCES			
Pension Deferrals	53,400	462	53,862
Deferred Grant	262,569	-	262,569
Prepaid Taxes	-	-	-
Total Deferred Inflows of Resources	315,969	462	316,431
NET POSITION			
Net Investment in Capital Assets	1,720,325	427,945	2,148,270
Restricted for:			
Transportation	257,804	-	257,804
Stabilization by State Statute	272,853	-	272,853
Pursuant to Loan Requirements	58,392	-	58,392
Unrestricted	1,351,000	1,348,444	2,699,444
Total Net Position	$ 3,660,374	$ 1,776,389	$ 5,436,763

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

TOWN OF PINEBLUFF, NORTH CAROLINA
Statement of Activities
For the Year Ended June 30, 2024

		Program Revenues		
Functions/Programs	**Expenses**	**Charges for Services**	**Operating Grants and Contributions**	**Capital Grants and Contributions**
Primary Government:				
Governmental Activities:				
Governing Body	$ 82,713	$ -	$ -	$ -
Administration	333,382	-	10,293	-
Police Department	631,588	-	-	-
Fire Department	874,901	-	-	-
Planning and Inspections	50,305	29,196	-	-
Street Department	363,934	-	-	-
Powell Bill Funds	1,432	-	66,008	-
Sanitation	139,114	-	176,514	-
Lakes, Parks, and Cemetery	166,970	2,794	-	-
Library	11,355	-	-	-
Garage	2,783	-	-	-
Interest on long-term debt	58,392	-	-	-
Total Governmental Activities	2,716,869	31,990	252,815	-
Business-Type Activities:				
Water and Sewer	526,093	541,675	-	-
Total Business-Type Activities	526,093	541,675	-	-
Total Primary Government	$ 3,242,962	$ 573,665	$ 252,815	$ -

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

TOWN OF PINEBLUFF, NORTH CAROLINA
Statement of Activities (Continued)
For the Year Ended June 30, 2024

	Net (Expense) Revenue and Changes in Net Position		
	Primary Government		
Functions/Programs	**Governmental Activities**	**Business-Type Activities**	**Totals**
Primary Government:			
Governmental Activities:			
Governing Body	$ (82,713)	$ -	$ (82,713)
Administration	(323,089)	-	(323,089)
Police Department	(631,588)	-	(631,588)
Fire Department	(874,901)	-	(874,901)
Planning and Inspections	(21,109)	-	(21,109)
Street Department	(363,934)	-	(363,934)
Powell Bill Funds	64,576	-	64,576
Sanitation	37,400	-	37,400
Lakes, Parks, and Cemetery	(164,176)	-	(164,176)
Library	(11,355)	-	(11,355)
Garage	(2,783)		(2,783)
Interest on long-term debt	(58,392)	-	(58,392)
Total Governmental Activities	(2,432,064)	-	(2,432,064)
Business-Type Activities:			
Water and Sewer	-	15,582	15,582
Total Business-Type Activities	-	15,582	15,582
Total Primary Government	(2,432,064)	15,582	(2,416,482)
General Revenues:			
Property Taxes, Levied for General Purpose	799,187	-	799,187
Other Taxes and Licenses	1,144,804	-	1,144,804
Investment Earnings	42,887	273	43,160
Miscellaneous	548,757	477	549,234
Transfers	-	-	-
Total General Revenues and Transfers	2,535,635	750	2,536,385
Change in Net Position	103,571	16,332	119,903
Net Position - Beginning	3,556,803	1,760,057	5,316,860
Net Position - End of Year	$ 3,660,374	$ 1,776,389	$ 5,436,763

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

TOWN OF PINEBLUFF, NORTH CAROLINA
Balance Sheet
Governmental Funds
June 30, 2024

	Major Funds		
	General Fund	**ARP Fund**	**Total Governmental Funds**
ASSETS			
Cash and Cash Equivalents	$ 1,690,219	$ -	$ 1,690,219
Restricted Cash	316,196	262,569	578,765
Receivables (net):			
Ad Valorem Taxes	5,324	-	5,324
Fire District Taxes	-	-	-
Sanitation	3,343	-	3,343
Due from Other Governments	269,510	-	269,510
Total Assets	2,284,592	262,569	2,547,161
LIABILITIES			
Accounts Payable and Accrued Liabilities	22,500	-	22,500
Total Liabilities	22,500	-	22,500
DEFERRED INFLOWS OF RESOURCES			
Prepaid Taxes	-	-	-
Property Taxes Receivable	5,324	-	5,324
Deferred Grant	-	262,569	262,569
Total Deferred Inflows of Resources	5,324	262,569	267,893
FUND BALANCES			
Restricted			
Stabilization by State Statute	272,853	-	272,853
Streets	257,804	-	257,804
Pursuant to Loan Requirements	58,392	-	58,392
Committed			
Future Capital Outlay	5,000	-	5,000
Perpetual Care	27,202	-	27,202
Assigned			
Subsequent Year's Expenditures:	500,000	-	500,000
Public Safety	-	-	-
Unassigned	1,135,517	-	1,135,517
Total Fund Balances	2,256,768	-	2,256,768
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 2,284,592	$ 262,569	$ 2,547,161

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

TOWN OF PINEBLUFF, NORTH CAROLINA
Balance Sheet (Continued)
Governmental Funds
June 30, 2024

		Total Governmental Funds
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Total Governmental Fund Balance		$ 2,256,768
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		
Gross capital assets at historical costs	$ 6,361,600	
Accumulated depreciation	(3,167,457)	3,194,143
Contributions to the pension plan in the current fiscal year are deferred outflows of resources on the Statement of Net Position	93,681	93,681
Other long-term assets (accrued interest receivable from taxes) are not available to pay for current-period expenditures and and therefore are deferred		
Accrued interest - taxes	350	350
Liabilities for earned revenues considered deferred inflows of resources in fund statements.		
Ad valorem taxes	5,324	5,324
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.		
Installment purchases	(1,473,818)	
Compensated absences	(51,103)	
Total pension liability	(126,405)	
Net pension liability	(447,012)	(2,098,338)
Pension related deferrals		208,446
Net position of governmental activities		$ 3,660,374

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

TOWN OF PINEBLUFF, NORTH CAROLINA
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2024

	Major Funds		
	General Fund	ARP Fund	Total Governmental Funds
Revenues			
Ad Valorem Taxes	$ 799,172	$ -	$ 799,172
Other Taxes and Licenses	250	-	250
Unrestricted Intergovernmental	1,144,554	-	1,144,554
Restricted Intergovernmental	242,522	10,293	252,815
Permits and Fees	29,196	-	29,196
Sales and Services	2,794	-	2,794
Investment Earnings	42,887	-	42,887
Miscellaneous	537,957	-	537,957
Total Revenues	2,799,332	10,293	2,809,625
Expenditures			
Current			
Governing Body	82,713	-	82,713
Administration	278,293	10,293	288,586
Police Department	550,093	-	550,093
Fire Department	739,661	-	739,661
Planning and Inspections	38,445	-	38,445
Street Department	313,809	-	313,809
Powell Bill Funds	300	-	300
Sanitation	139,114	-	139,114
Lakes, Parks, and Cemetery	165,686	-	165,686
Library	11,355	-	11,355
Garage	2,783	-	2,783
Debt Service			
Principal	51,078	-	51,078
Interest and Other charges	58,392	-	58,392
Capital Outlay			
Administration	-	-	-
Police Department	144,685	-	144,685
Fire Department	558,379	-	558,379
Street Department	84,977	-	84,977
Total Expenditures	3,219,763	10,293	3,230,056
Excess (Deficiency) of Revenues Over Expenditures	(420,431)	-	(420,431)
Other Financing Sources (Uses)			
Transfers from Other Funds	-	-	-
Transfers to Other Funds	-	-	-
Installment Purchase Obligations Issued	447,200	-	447,200
Sale of Capital Assets	10,800	-	10,800
Total Other Financing Sources (Uses)	458,000	-	458,000
Net Change in Fund Balance	37,569	-	37,569
Fund Balance - Beginning of Year	2,219,199	-	2,219,199
Fund Balance - End of Year	$ 2,256,768	$ -	$ 2,256,768

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

TOWN OF PINEBLUFF, NORTH CAROLINA
Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)
Governmental Funds
For the Year Ended June 30, 2024

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

Net changes in fund balances - total governmental funds		$ 37,569
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the costs of those assets is allocated over their estimated useful lives and reported as depreciation expense.		
Capital outlay expenditures which were capitalized	788,041	
Depreciation expense	(236,861)	551,180
Contributions to the pension plan in the current fiscal year are not included on the Statement of Activities		93,681
Benefit payments paid and administrative expense for the LEOSSA are not included on the Statement of Activities		-
Revenues in the statement of activities that do not provide current financial resources are not reported as revenue in the funds.		
Change in unavailable revenue for tax revenues	(166)	
Interest earned on ad valorem taxes	181	15
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. Neither transaction has any effect on net position. This amount is the net effect of these differences in the treatment of long-term debt and related items.		
Debt issuance	(447,200)	
Debt retirement	51,078	(396,122)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds:		
Pension Expense	(156,251)	
Compensated absences	(26,501)	(182,752)
Total changes in net position of governmental activities		$ 103,571

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

TOWN OF PINEBLUFF, NORTH CAROLINA
General Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2024

	General Fund			
	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues				
Ad Valorem Taxes	$ 765,829	$ 765,829	$ 799,172	$ 33,343
Other Taxes and Licenses	-	310	250	(60)
Unrestricted Intergovernmental	1,050,285	1,035,975	1,144,554	108,579
Restricted Intergovernmental	244,896	243,416	242,522	(894)
Permits and Fees	20,000	22,500	29,196	6,696
Investment Earnings	900	900	42,887	41,987
Miscellaneous	32,800	44,300	537,957	493,657
Total Revenues	2,114,710	2,113,230	2,796,538	683,308
Expenditures				
Governing Body	73,923	73,923	82,713	(8,790)
Administration	192,014	242,014	277,843	(35,829)
Police Department	603,521	613,120	694,778	(81,658)
Fire Department	795,530	1,049,574	1,298,040	(248,466)
Planning and Inspections	50,789	50,789	38,445	12,344
Street Department	355,114	355,114	398,786	(43,672)
Powell Bill Funds	35,000	35,000	300	34,700
Sanitation	139,863	139,863	139,114	749
Lakes, Parks, and Cemetery	189,207	189,207	165,306	23,901
Library	11,750	11,750	11,355	395
Garage	22,530	22,530	2,783	19,747
Debt Service	155,133	155,133	109,470	45,663
Contingency	50,000	-	-	-
Total Expenditures	2,674,374	2,938,017	3,218,933	(280,916)
Revenues Over (Under) Expenditures	(559,664)	(824,787)	(422,395)	402,392
Other Financing Sources (Uses)				
Transfers from Other Funds	-	-	-	-
Transfers to Other Funds	-	-	-	-
Sale of Capital Assets	-	-	10,800	10,800
Installment Purchase Obligations Issued	-	-	447,200	447,200
Total Other Financing Sources (Uses)	-	-	458,000	458,000
Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(559,664)	(824,787)	35,605	860,392
Appropriated Fund Balance	559,664	824,787	-	(824,787)
Net Change in Fund Balance	$ -	$ -	35,605	$ 35,605
Fund Balance - Beginning of Year			2,188,961	
Fund Balance - End of Year			$ 2,224,566	

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

TOWN OF PINEBLUFF, NORTH CAROLINA
General Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2024

Fund Balance - End of Year	$ 2,224,566
A legally budgeted Capital Reserve Fund is consolidated into the General Fund for reporting purposes:	
Transfer to the General Fund	-
Fund Balance - Beginning	5,000
	5,000
A legally budgeted Cemetery Fund is consolidated into the General Fund for reporting purposes:	
Sales and Services	2,794
Cemetery Expenditures	(830)
Fund Balance - Beginning	25,238
	27,202
Fund Balance - End of Year (Consolidated)	$ 2,256,768

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

PINE BLUFF
NORTH CAROLINA

TOWN OF PINEBLUFF, NORTH CAROLINA
ARP Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2024

	ARP Fund			
	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues				
Ad Valorem Taxes	$ -	$ -	$ -	$ -
Other Taxes and Licenses	-	-	-	-
Unrestricted Intergovernmental	-	-	-	-
Restricted Intergovernmental	515,972	515,972	10,293	(505,679)
Permits and Fees	-	-	-	-
Investment Earnings	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	515,972	515,972	10,293	(505,679)
Expenditures				
Governing Body	-	-	-	-
Administration	515,972	515,972	10,293	505,679
Police Department	-	-	-	-
Fire Department	-	-	-	-
Planning and Inspections	-	-	-	-
Street Department	-	-	-	-
Powell Bill Funds	-	-	-	-
Sanitation	-	-	-	-
Lakes, Parks, and Cemetery	-	-	-	-
Library	-	-	-	-
COVID-19	-	-	-	-
Debt Service	-	-	-	-
Contingency	-	-	-	-
Total Expenditures	515,972	515,972	10,293	505,679
Revenues Over (Under) Expenditures	-	-	-	-
Other Financing Sources (Uses)				
Transfers from Other Funds	-	-	-	-
Transfers to Other Funds	-	-	-	-
Sale of Capital Assets	-	-	-	-
Installment Purchase Obligations Issued	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	-	-	-	-
Appropriated Fund Balance	-	-	-	-
Net Change in Fund Balance	$ -	$ -	-	$ -
Fund Balance - Beginning of Year			-	
Fund Balance - End of Year			$ -	

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

TOWN OF PINEBLUFF, NORTH CAROLINA
Statement of Fund Net Position
Proprietary Fund
June 30, 2024

	Water and Sewer Fund
ASSETS	
Current Assets	
Cash and Investments	$ 1,458,073
Accounts Receivable (net)	13,550
Due from Other Governments	-
Restricted Cash and Investments	95,197
Total Current Assets	1,566,820
Noncurrent Assets	
Capital Assets	
Land, Nondepreciable Improvements, and Construction in Progress	12,100
Other Capital Assets, Net of Depreciation	415,845
Total Noncurrent Assets	427,945
Total Assets	1,994,765
DEFERRED OUTFLOWS OF RESOURCES	
Pension Deferrals	38,654
Total Deferred Outflows of Resources	$ 38,654

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

TOWN OF PINEBLUFF, NORTH CAROLINA
Statement of Fund Net Position
Proprietary Fund
June 30, 2024

	Water and Sewer Fund
LIABILITIES	
Current Liabilities	
Accounts Payable and Accrued Liabilities	$ 93,467
Customer Deposits	95,197
Unearned Revenue	14,476
Notes Payable	-
Total Current Liabilities	203,140
Noncurrent Liabilities	
Notes Payable	-
Compensated Absences Payable	-
Net Pension Liability	53,428
Total Noncurrent Liabilities	53,428
Total Liabilities	256,568
DEFERRED INFLOWS OF RESOURCES	
Pension Deferrals	462
Total Deferred Inflows of Resources	462
NET POSITION	
Net Investment in Capital Assets	427,945
Unrestricted	1,348,444
Total Net Position	$ 1,776,389

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

PINE BLUFF
NORTH
CAROLINA

TOWN OF PINEBLUFF, NORTH CAROLINA
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Fund
For the Year Ended June 30, 2024

	Water and Sewer Fund
Operating Revenues	
Water Charges	$ 481,026
Sewer Charges	60,649
Total Operating Revenues	541,675
Operating Expenses	
Water and Sewer Operations	492,740
Depreciation	33,353
Total Operating Expenses	526,093
Operating Income (Loss)	15,582
Nonoperating Revenues (Expenses)	
Investment Earnings	273
Miscellaneous Income	477
Interest Expense	-
Total Nonoperating Revenues (Expenses)	750
Total Income (Loss) Before Transfers	16,332
Transfers from Other Funds	-
Change in Net Position	16,332
Total Net Position - Beginning of Year	1,760,057
Total Net Position - End of Year	$ 1,776,389

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

TOWN OF PINEBLUFF, NORTH CAROLINA
Statement of Cash Flows
Proprietary Fund
For the Year Ended June 30, 2024

	Water and Sewer Fund
Cash Flows from Operating Activities	
Cash Received from Customers and Users	$ 537,480
Cash Paid for Goods and Services	(295,456)
Cash Paid to Employees for Services	(109,526)
Customer Deposits Received	13,500
Customer Deposits Returned	(6,697)
Other Revenues	477
Net Cash Provided(Used) by Operating Activities	139,778
Cash Flows from Noncapital Financing Activities	
Transfers in	-
Net Cash Provided(Used) by Noncapital Financing Activities	-
Cash Flows from Capital and Related Financing Activities	
Acquisition of Capital Assets	(17,900)
Installment Obligation Issued	-
Interest Paid on Bond Maturities and Equipment Contracts	-
Principal Paid on Bond Maturities and Equipment Contracts	-
Net Cash Provided(Used) by Capital and Related Financing Activities	(17,900)
Cash Flows from Investing Activities	
Interest on Investments	273
Net Increase(Decrease) in Cash and Cash Equivalents	122,151
Cash and Cash Equivalents - Beginning of Year	1,431,119
Cash and Cash Equivalents - End of Year	$ 1,553,270

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

TOWN OF PINEBLUFF, NORTH CAROLINA
Statement of Cash Flows (Continued)
Proprietary Fund
For the Year Ended June 30, 2024

		Water and Sewer Fund
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities		
Operating Income	$	15,582
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities		
Depreciation		33,353
Miscellaneous Income (Expense)		477
Changes in Assets and Liabilities		
(Increase) Decrease in Accounts Receivable		(1,977)
(Increase) Decrease in Due From Other Governments		-
(Increase) Decrease in Deferred Outflows of Resources - Pensions		(9,964)
Increase (Decrease) in Accounts Payable and Accrued Liabilities		81,619
Increase (Decrease) in Unearned Revenue		(2,218)
Increase (Decrease) in Customer Deposits		6,803
Increase (Decrease) in Net Pension Liability		16,086
Increase (Decrease) in Deferred Inflows of Resources - Pensions		17
Increase (Decrease) in Compensated Absences Payable		-
Total Adjustments		124,196
Net Cash Provided(Used) by Operating Activities	$	139,778

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Town of Pinebluff 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 Pinebluff is a municipal corporation that is governed by an elected mayor and a five-member council. As required by generally accepted accounting principles, these financial statements present the Town.

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 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.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation – Fund Accounting (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 ad valorem taxes, State grants, and various other taxes and licenses. The primary expenditures are for public safety, street maintenance and construction, and sanitation services. Additionally, the Town has legally adopted a Capital Reserve Fund and the Cemetery Fund. Under GASB 54 guidance these funds are consolidated in the General Fund. The budgetary comparisons for these funds have been included in the supplemental information.

ARP Fund. The ARP Fund is used to account for the American Rescue Plan grant revenues and expenditures.

The Town reports the following major enterprise fund:

Water and Sewer Fund. This fund is used to account for the Town's water and 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 property taxes, grants, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

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

Proprietary funds distinguish operating revenues and expenses from 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 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,

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus and Basis of Accounting (Continued)

and depreciation/amortization 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 governmental funds. Proceeds of general long-term debt and acquisitions under leases and IT subscriptions are reported as other financing sources.

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

Sales taxes and certain intergovernmental revenues, such as the 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 Pinebluff because the tax is levied by Moore County and then remitted to and distributed by the State. Most intergovernmental revenues and sales and services are not susceptible to accrual because generally they are not measurable until received in cash. All taxes, including those dedicated for specific purposes are reported as general revenues rather than program revenues. Under the terms of grant agreements, the 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 is 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 general revenues.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 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 functional level for all annually budgeted funds and at the project level for the multi-year funds. All amendments must be approved by the governing board. 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 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. 159-30(c)] 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 mutual fund shares when the mutual fund is certified by the Local Government Commission. The Town’s investments are generally reported at fair value.

The North Carolina Capital Management Trust (NCCMT) Government Portfolio is an SEC-registered money market mutual fund that is currently certified by the Local Government Commission under the provisions of G.S. 159-30(c)(8) and the North Carolina Administrative Code. The Government Portfolio is a 2a7 fund that invests in treasuries, government agencies, and repurchase agreements collateralized by treasuries. It is rated AAAm by S&P and AAA-mf by Moody’s Investor Services and reported at fair value.

In accordance with State law, the Town has invested 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 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.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Fund Equity (Continued)

3. Restricted Assets

Powell Bill funds are classified as restricted cash because they can be expended only for the purposes of maintaining, repairing, constructing, reconstructing or widening of local streets per G.S.136-41.1 through 136-41.4. Grant funds are restricted for the grant expenditures. Money pursuant to loan requirements are classified as restricted because of the requirements set forth by the USDA in the loan contract. Customer deposits held by the Town before any services are supplied are restricted to the service for which the deposit was collected.

Town of Pinebluff Restricted Cash		
Governmental Activities		
General Fund		
Streets	$	257,804
Pursuant to Loan Requirements		58,392
ARP Fund		
Grant Expenditures		262,569
Total Governmental Activities		578,765
Business-type Activities		
Water and Sewer Fund		
Customer Deposits		95,197
Total Restricted Cash	$	673,962

4. Ad Valorem Taxes Receivable

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

5. Allowances for Doubtful Accounts

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Fund Equity (Continued)

6. Inventory

The inventories of the Town are valued at cost (first-in, first-out), which approximates market. The Town's inventory consists of expendable supplies that are recorded as expenditures when purchased.

7. Capital Assets

Capital assets are defined by the government as assets with an initial, individual cost of more than a $5,000 cost and an estimated useful life in excess of two years. Donated capital assets received prior to June 30, 2015 are recorded at their estimated fair value at the date of donation. Donated capital assets received after June 30, 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 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:

Asset Class	Estimated Useful Lives
Infrastructure	30
Buildings	50
Improvements	25
Vehicles	6
Furniture and Fixtures	10
Equipment	10
Computer Equipment	3
Software	3

8. 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, pension deferrals for the 2024 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 several items that meet the criterion for this category – property taxes receivable, prepaid taxes, deferred grants, and pension deferrals.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Fund Equity (Continued)

9. Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method that approximates the effective interest method. Bonds payable are reported net of the applicable bond premiums or discount. Bond issuance 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 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.

10. Compensated Absences

The vacation policy of the Town provides for the accumulation of up to thirty (30) days' earned vacation leave with such leave being fully vested when earned. For the Town's government-wide and proprietary funds, an expense and a liability for compensated absences and the salary-related payments are recorded as the leave is earned. The Town has assumed a first-in, first-out method of using accumulated compensated time.

The Town's sick leave policy provides for an unlimited accumulation of the number of days 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 the Town does not have any obligation for the accumulated sick leave until it is actually taken, no accrual for sick leave has been made.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Fund Equity (Continued)

11. 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 externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or imposed by law through state statute.

Fund Balances

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

The governmental fund types classify fund balances as follows:

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

Restricted for Streets – Powell Bill portion of fund balance that is restricted by revenue source for street construction and maintenance expenditures. This amount represents the balance of the total unexpended Powell Bill funds.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Fund Equity (Continued)

11. Net Position/Fund Balances (Continued)

Restricted for Loan Requirements – portion of fund balance that is restricted due to the requirements in the loan contract with the USDA.

Committed Fund Balance – portion of fund balance that can only be used for specific purposes imposed by majority vote by quorum of Town of Pinebluff'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 similar action is taken (the adoption of another ordinance) to remove or revise the limitation.

Committed for Future Capital Outlay- portion of fund balance committed by the Board for future capital outlays.

Committed for Perpetual Care – portion of the fund balance that has been budgeted by the Board to be retained in perpetuity for maintenance of the Town cemetery.

Assigned Fund Balance – portion of fund balance that Town of Pinebluff 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 appropriation by resource or appropriation within funds up to 10% of the departmental appropriation.

Unassigned fund balance – portion of fund balance that has not been restricted, committed, or assigned to specific purposes or other funds and that has not been reported as non-spendable fund balance.

The Town of Pinebluff 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.

12. Defined Benefit Cost-Sharing Plans

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Local Governmental Employees' Retirement System (LGERS) and additions to/deductions from LGERS' fiduciary net position have been determined on the same basis as they are reported by LGERS. For this purpose, plan member contributions are recognized in the period in which the contributions are due. The Town of Pinebluff's employer contributions are recognized when due and the Town of Pinebluff 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 this unit's name. 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 its name. The amount of the pledged collateral is based on an approved averaging method for non-interest bearing deposits and the actual current balance for interest-bearing deposits. Depositories using the Pooling Method report to the State Treasurer the adequacy of their pooled collateral covering uninsured deposits. The State Treasurer does not confirm this information with the 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. The Town has no formal policy regarding custodial credit risk for deposits but relies on the State Treasurer to enforce standards of minimum capitalization for all pooling method financial institutions and to monitor them for compliance. The Town complies with the provisions of G.S. 159-31 when designating official depositories and verifying that deposits are properly secured.

At June 30, 2024, the Town's deposits had a carrying amount of $1,780,650 and a bank balance of $1,854,376. Of the bank balance, $250,000 was covered by federal depository insurance and the remainder was covered by collateral held under the pooling method.

2. Investments

At June 30, 2024, the Town of Pinebluff had $2,041,604 invested with the North Carolina Capital Management Trust's Government Portfolio which carried a credit rating of AAAm by Standard and Poor's (S&P). The Town has no policy regarding credit risk.

3. Receivables - Allowances for Doubtful Accounts

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

Fund		06/30/2024
General Fund:		
Taxes receivable	$	600
Total General Fund		600
Enterprise Fund:		
Utilities receivable		5,800
Total Enterprise Fund		5,800
Total	$	6,400

II. DETAIL NOTES ON ALL FUNDS (Continued)

4. Capital Assets

Primary Government

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

	Beginning Balances	Increases	Decreases	Ending Balances
Governmental activities:				
Capital assets not being depreciated:				
Land	$ 411,953	$ -	$ -	$ 411,953
Construction in Progress	-	-	-	-
Total capital assets not being depreciated	411,953	-	-	411,953
Capital assets being depreciated:				
Buildings and Improvements	2,645,431	-	-	2,645,431
Equipment	379,912	109,156	-	489,068
Vehicles	2,171,393	678,885	35,130	2,815,148
Infrastructure	-	-	-	-
Total capital assets being depreciated	5,196,736	788,041	35,130	5,949,647
Less accumulated depreciation for:				
Buildings and Improvements	795,593	58,095	-	853,688
Equipment and Vehicles	2,170,133	178,766	35,130	2,313,769
Infrastructure	-	-	-	-
Total accumulated depreciation	2,965,726	236,861	35,130	3,167,457
Total capital assets being depreciated, net	2,231,010			2,782,190
Governmental activity capital assets, net	$ 2,642,963			$ 3,194,143

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

General Government	$ 28,495
Police Department	37,515
Fire Department	125,369
Lakes, Parks and Cemetery	1,284
Streets & Powell Bill	44,198
Total	$ 236,861

II. DETAIL NOTES ON ALL FUNDS (Continued)

A. Assets (Continued)

4. Capital Assets (Continued)

	Beginning Balances	Increases	Decreases	Ending Balances
Business-type activities:				
Water and Sewer Fund				
Capital assets not being depreciated:				
Land	$ 12,100	$ -	$ -	$ 12,100
Total capital assets not being depreciated	12,100	-	-	12,100
Capital assets being depreciated:				
Buildings	92,954	-	-	92,954
Equipment	295,595	-	-	295,595
Vehicles	63,141	-	-	63,141
Plant and distribution systems	1,224,602	17,900	-	1,242,502
Total capital assets being depreciated	1,676,292	17,900	-	1,694,192
Less accumulated depreciation for:				
Buildings	84,597	2,323	-	86,920
Equipment and Vehicles	347,146	6,090	-	353,236
Plant and distribution systems	813,251	24,940	-	838,191
Total accumulated depreciation	1,244,994	33,353	-	1,278,347
Total capital assets being depreciated, net	431,298			415,845
Water and Sewer fund capital assets, net	$ 443,398			$ 427,945

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities

1. Pension Plan Obligations

a. Local Governmental Employees' Retirement System

Plan Description. The Town of Pinebluff is a participating employer in the statewide Local Governmental Employees’ Retirement System (LGERS), a cost-sharing multiple-employer defined benefit pension plan administered by the State of North Carolina. LGERS membership is comprised of general employees and local law enforcement officers (LEOs) of participating local government 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 serves as ex-officio members. The Local Governmental Employees’ Retirement System is included in the Annual Comprehensive Financial Report for the State of North Carolina. The State’s Annual Comprehensive Financial Report includes financial statements and required supplementary information for LGERS. That report may be obtained by writing to the Office of the State Controller, 1410 Mail Service Center, Raleigh, North Carolina 27699-1410, 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 60 with five years of creditable service (age 55 for firefighters). Survivor benefits are available to eligible beneficiaries of members who die while in active service or within 180 days of their last day of service and who have either completed 20 years of creditable service regardless of age (15 years of creditable service for firefighters and rescue squad members who are killed in the line of duty) or have completed five years of service and have reached age 60. Eligible beneficiaries may elect to receive a monthly Survivor’s Alternate Benefit for life or a return of the member’s contributions. The plan does not provide for automatic post-retirement benefit increases. Increases are contingent upon actuarial gains of the plan.

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

1. Pension Plan Obligations (Continued)

a. Local Governmental Employees' Retirement System (Continued)

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

Contributions. Contribution provisions are established by General Statute 128-30 and may be amended only by the North Carolina General Assembly. Town of Pinebluff employees are required to contribute 6% of their compensation. Employer contributions are actuarially determined and set annually by the LGERS Board of Trustees. Town of Pinebluff's contractually required contribution rate for the year ended June 30, 2024, was 15.04% of compensation for law enforcement officers and 13.70% for general employees and firefighters, actuarially determined as an amount that, when combined with employee contributions, is expected to finance costs of benefits earned by employees during the year. Contributions to the pension plan from the Town of Pinebluff were $104,878 for the year ended June 30, 2024.

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

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

At June 30, 2024, the Town reported a liability of $500,440 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2022. The total pension liability was then rolled forward to the measurement date of June 30, 2023 utilizing update procedures incorporating the actuarial assumptions. The Town's proportion of the net pension liability 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, 2023 (measurement date), the Town's proportion was 0.00756%, which was an increase of 0.00136% from its proportion measured as of June 30, 2022.

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

1. Pension Plan Obligations (Continued)

a. Local Governmental Employees' Retirement System (Continued)

For the year ended June 30, 2024, the Town recognized pension expense of $162,384. At June 30, 2024, 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	$ 55,764	$ 1,200
Changes of assumptions	21,266	-
Net difference between projected and actual earnings on pension plan investments	133,940	-
Changes in proportion and differences between Town contributions and proportionate share of contributions	46,205	3,125
Town contributions subsequent to the measurement date	104,878	-
Total	$ 362,053	$ 4,325

$104,878 reported as deferred outflows of resources related to pensions resulting from Town 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 outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30:	
2025	$ 93,015
2026	55,702
2027	98,469
2028	5,664
2029	-
Thereafter	-
	$ 252,850

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

1. Pension Plan Obligations (Continued)

a. Local Governmental Employees' Retirement System (Continued)

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

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, 2011 through December 31, 2015.

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

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

1. Pension Plan Obligations (Continued)

a. Local Governmental Employees' Retirement System (Continued)

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, 2024 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Fixed Income	33.0%	2.4%
Global Equity	38.0%	6.9%
Real Estate	8.0%	6.0%
Alternatives	8.0%	8.6%
Opportunistic Fixed Inc	7.0%	5.3%
Inflation Sensitive	6.0%	4.3%
Total	100%	

The information above is based on 30 year expectations developed with an investment consulting firm's 2024 long term capital market assumptions. The long-term nominal rates of return underlying the real rates of return are arithmetic annualized figures. The real rates of return are calculated from nominal rates by multiplicatively subtracting a long-term inflation assumption of 2.38%. All rates of return and inflation are annualized figures. Source data provided in the 2023 Annual Comprehensive Financial Report published on the website of the NC Office of State Controller.

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

1. Pension Plan Obligations (Continued)

a. Local Governmental Employees' Retirement System (Continued)

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 Town's proportionate share of the net pension liability to changes in the discount rate*.** The following presents the Town's proportionate share of the net pension liability calculated using the discount rate of 6.50 percent, 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 (5.50 percent) or one percentage point higher (7.50 percent) than the current rate:

	1% Decrease (5.50%)	Discount Rate (6.50%)	1% Increase (7.50%)
Town's proportionate share of the net pension liability (asset)	$ 866,993	$ 500,440	$ 198,660

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.

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

1. Pension Plan Obligations (Continued)

b. Law Enforcement Officers Special Separation Allowance

1. Plan Description

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

All full time law enforcement officers of the Town are covered by the Separation Allowance. At December 31, 2022, the valuation date, the Separation Allowance's membership consisted of:

Inactive members currently receiving benefits	-
Active plan members	4
Total	4

2. Summary of Significant Accounting Policies:

Basis of Accounting. The Town 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 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 criteria which are outlined in GASB Statement 73.

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

1. Pension Plan Obligations (Continued)

b. Law Enforcement Officers Special Separation Allowance (Continued)

3. Actuarial Assumptions

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

Inflation	2.50 percent
Salary Increases	3.25 to 7.75 percent, including inflation and productivity factor
Discount Rate	4.00 percent

The discount rate is based on the yield of the S&P Municipal Bond 20 Year High Grade Rate Index as of December 31, 2022.

Mortality rates use Pub-2010 amount-weighted tables. All mortality rates are projected from 2010 using generational improvement with Scale MP-2019.

4. Contributions

The Town is required by Article 12D of G.S. Chapter 143 to provide these retirement benefits and has chosen to fund the amounts necessary to cover the benefits earned on a pay as you go basis through appropriations made in the General Fund operating budget. There were no contributions made by employees. The Town’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 Town paid $-0- as benefits came due for the reporting period.

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

1. Pension Plan Obligations (Continued)

b. Law Enforcement Officers Special Separation Allowance (Continued)

4. Contributions (Continued)

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

At June 30, 2024, the Town reported a total pension liability of $126,405. The total pension liability was measured as of December 31, 2023 based on a December 31, 2022 actuarial valuation. The total pension liability was then rolled forward to the measurement date of December 31, 2023 utilizing update procedures incorporating the actuarial assumptions. For the year ended June 30, 2024, the Town recognized pension expense of $11,532.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 4,026	$ 28,257
Changes of assumptions	28,102	21,280
Town benefit payments and plan administrative expense subsequent to the measurement date	-	-
Total	$ 32,128	$ 49,537

$-0- reported as deferred outflows of resources related to pensions resulting from benefit payments made and administrative expenses incurred subsequent to the measurement date will be recognized as a decrease of the total pension liability in the year ended June 30, 2025. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30:	
2025	$ (872)
2026	(500)
2027	(1,654)
2028	(5,767)
2029	(7,144)
Thereafter	(1,472)
	$ (17,409)

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

1. Pension Plan Obligations (Continued)

b. Law Enforcement Officers Special Separation Allowance (Continued)

4. Contributions (Continued)

Sensitivity of the Town's total pension liability to changes in the discount rate. The following presents the Town's total pension liability calculated using the discount rate of 4.00 percent, as well as what the Town's total pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.00%) or 1-percentage-point higher (5.00%) than the current rate:

	1% Decrease (3.00%)	Discount Rate (4.00%)	1% Increase (5.00%)
Total Pension Liability	$ 136,594	$ 126,405	$ 116,971

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

	2024
Beginning balance	$ 118,145
Service Cost	5,843
Interest on the total pension liability	5,092
Changes of benefit terms	-
Differences between expected and actual experience in the measurement of the total pension liability	(5,489)
Changes of assumptions or other inputs	2,814
Benefit payments	-
Other changes	-
Ending balance of the total pension liability	$ 126,405

The plan currently uses mortality tables that vary by age, 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 ending December 31, 2019.

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

1. Pension Plan Obligations (Continued)

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

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

	LGERS	LEOSSA	Total
Pension Expense	$ 162,384	$ 11,532	$ 173,916
Pension Liability	500,440	126,405	626,845
Proportionate share of the net pension liability	0.00756%	n/a	
Deferred Outflows of Resources			
Differences between expected and actual experience	55,764	4,026	59,790
Changes of assumptions	21,266	28,102	49,368
Net difference between projected and actual earnings on plan investments	133,940	-	133,940
Changes in proportion and differences between contributions and proportionate share of contributions	46,205	-	46,205
Benefit payments and administrative costs paid subsequent to the measurement date	104,878	-	104,878
Deferred Inflows of Resources			
Differences between expected and actual experience	1,200	28,257	29,457
Changes of assumptions	-	21,280	21,280
Net difference between projected and actual earnings on plan investments	-	-	-
Changes in proportion and differences between contributions and proportionate share of contributions	3,125	-	3,125

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

1. Pension Plan Obligations (Continued)

c. Supplemental Retirement Income Plan for Law Enforcement Officers

Plan Description. The Town contributes to the Supplemental Retirement Income Plan (Plan), a defined contribution pension plan administered by the Department of State Treasurer and a Board of Trustees. The Plan provides retirement benefits to law enforcement officers employed by the Town. 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 for the State of North Carolina. The State's Annual Comprehensive Financial Report 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. That report may be obtained by writing to the Office of the State Controller, 1410 Mail Service Center, Raleigh, North Carolina 27699-1410, or by calling (919) 981-5454.

Funding Policy. Article 12E of G.S. Chapter 143 requires the Town to contribute each month an amount equal to five percent of each officer's salary, and all amounts contributed are vested immediately. Also, the law enforcement officers may make voluntary contributions to the plan. Contributions for the year ended June 30, 2024 were $14,071 which consisted of $12,157 from the Town and $1,914 from the law enforcement officers. No amounts were forfeited.

The Town has also elected for all employees not engaged in law enforcement to be covered under the Supplemental Retirement Income Plan. The Town contributes three percent of the employee's monthly compensation to the plan, and the employees may make voluntary contributions. Total contributions for the year ended June 30, 2024 were $31,175, which consisted of $19,498 from the Town and $11,677 from the employees. No amounts were forfeited.

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

2. Other Employment Benefit

The Town 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 Town, the Town does not determine the number of eligible participants. The Town 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 Town considers these contributions to be immaterial.

3. Deferred Outflows and Inflows of Resources

The Town has several deferred outflows of resources. Deferred outflows of resources is comprised of the following:

Contributions to pension plan in current fiscal year	$	104,878
Benefit payments made and administrative expenses for LEOSSA		-
Differences between expected and actual experience		59,790
Changes of assumptions		49,368
Net difference between projected and actual		133,940
Changes in proportion and differences between employer contributions and proportionate share of contributions		46,205
Charge on refunding		-
Total	$	394,181

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

3. Deferred Outflows and Inflows of Resources (Continued)

Deferred inflows of resources at year-end is composed of the following:

	Statement of Net Position	General Fund Balance Sheet
Prepaid taxes (General Fund)	$ -	$ -
Taxes Receivable (General Fund)	-	5,324
Deferred Grant	262,569	262,569
Changes in assumptions	21,280	-
Difference between expected and actual experience	29,457	-
Difference between projected and actual earnings	-	
Changes in proportion and differences between employer contributions and proportionate share of contributions	3,125	-
Total	$ 316,431	$ 267,893

4. 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 has obtained commercial general liability, auto liability, public officials' liability, law enforcement liability coverage of $1 million per occurrence, property coverage up to $2,337,325, and workers' compensation coverage up to $1,000,000.

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

Because the Town is in an area of the State that has not been mapped and designated an "A" area by the Federal Emergency Management Agency, the Town has not purchased any flood insurance coverage.

In accordance with G.S. 159-29, the Town's employees that have access to $100 or more at any given time of the Town's funds are performance bonded through a commercial surety bond. The finance officer is individually bonded for $300,000. The remaining employees that have access to funds are bonded under a blanket bond for $10,000.

5. Claims, Judgements and Contingent Liabilites

At June 30, 2024, the Town did not have any litigation pending.

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

6. Long-Term Obligations

a. Installment Purchases

The Town entered into a $1,200,000 installment contract with USDA for the financing of a police and public safety building. The financing contract requires payments beginning 2016 with an interest rate of 3.75%. Maturity is March 2055. The outstanding principal balance at June 30, 2024 was $1,059,718.

The Town entered into a $116,000 installment loan for the financing of a 2024 Ram 5500. The loan requires annual payments of $22,543 beginning October 2024 with an interest rate of 4.511%. Maturity is March 2029. The outstanding principal balance at June 30, 2024 was $116,000.

The Town entered into a $66,400 installment loan for the financing of a 2024 Ford F-150. The loan requires annual payments of $15,583 beginning April 2025 with an interest rate of 5.500%. Maturity is April 2029. The outstanding principal balance at June 30, 2024 was $66,400.

The Town entered into a $220,640 installment loan for the financing of a Kenworth Tanker. The loan requires annual payments of $27,580 beginning December 2023 with an interest rate of 0.0%. Maturity is December 2030. The outstanding principal balance at June 30, 2024 was $193,060.

The Town entered into a $44,160 installment loan for the financing of a Kenworth Tanker. The loan requires annual payments of $5,520 beginning December 2023 with an interest rate of 0.0%. Maturity is December 2030. The outstanding principal balance at June 30, 2024 was $38,640.

	Governmental Activities		Business Type Activities	
Year Ending June 30	Principal	Interest	Principal	Interest
2025	$ 80,995	$ 48,624	-	-
2026	83,130	46,488	-	-
2027	85,365	44,253	-	-
2028	87,701	41,917	-	-
2029	89,958	39,474	-	-
2030-2034	208,319	172,079	-	-
2035-2039	145,263	146,697	-	-
2040-2044	174,621	117,339	-	-
2045-2049	209,911	82,049	-	-
2050-2054	252,333	39,627	-	-
2055-2059	56,222	2,108	-	-
2060-2064	-	-	-	-
Total	$ 1,473,818	$ 780,655	$ -	$ -

II. DETAIL NOTES ON ALL FUNDS (Continued)

B. Liabilities (Continued)

6. Long-Term Obligations (Continued)

b. Changes in Long-Term Liabilities

Governmental activities:	Balance 07/01/23	Increases	Decrease	Balance 06/30/24	Current Portion of Balance
Installment purchases	$ 1,077,696	$ 447,200	$ 51,078	$ 1,473,818	$ 80,995
Net pension liability (LGERS)	312,427	134,585	-	447,012	-
Total pension liability (LEO)	118,145	8,260	-	126,405	-
Compensated absences	24,602	26,501	-	51,103	-
Governmental activity long-term liabilities	$ 1,532,870	$ 616,546	$ 51,078	$ 2,098,338	$ 80,995

Business-type activities:					
Installment purchases	$ -	$ -	$ -	$ -	$ -
Net Pension Liability (LGERS)	37,342	16,086	-	53,428	-
Compensated absences	-	-	-	-	-
Business-type activity long-term liabilities	$ 37,342	$ 16,086	$ -	$ 53,428	$ -

Compensated absences typically have been liquidated in the General Fund.

C. Net Investment in Capital Assets

	Governmental	Business-type
Capital Assets	$ 3,194,143	$ 427,945
less: long-term debt	1,473,818	-
Add: unexpended debt proceeds	-	-
Net Investment in Capital Assets	$ 1,720,325	$ 427,945

II. DETAIL NOTES ON ALL FUNDS (Continued)

D. Fund Balance

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

Total fund balance – General Fund	$ 2,256,768
Less:	
Stabilization by State Statute	272,853
Streets	257,804
Pursuant to Loan Requirements	58,392
Future Capital Outlay	5,000
Perpetual Care	27,202
Appropriated Fund Balance in 2024-2025 budget	500,000
Remaining Fund Balance	1,135,517

The outstanding encumbrances are amounts needed to pay any commitments related to purchase orders and contracts that remain unperformed at year-end.

Encumbrances	General Fund	Non-Major Funds
-	$ -	$ -

III. 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 money 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 money.

IV. SUBSEQUENT EVENTS

Subsequent events have been evaluated through December 18, 2024, which is the date the financial statements were available to be issued.

V. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Excess of Expenditures over Appropriations
For the fiscal year ended June 30, 2024, the expenditures made in the Town's General Fund exceeded the authorized appropriations made by the governing board for the governing body, administration, police, fire and street departments by $8,790, 35,829, 81,658, 248,466 and $43,672. This over-expenditure occurred because of unplanned expenditures. Management and the Board will more closely review the budget reports to ensure compliance in future years.

Noncompliance with North Carolina General Statutes
The finance officer's individual performance bond is not in compliance with G.S. 159-29. The amount of bond is required to be an amount equal to ten percent of the Town's annually budgeted funds, up to one million dollars. The Board has not increased sufficient surety to be in compliance at June 30, 2024. Going forward the Board will increase the required amount of the bond.

Required Supplementary

Financial Data

TOWN OF PINEBLUFF, NORTH CAROLINA
Proportionate Share of Net Pension Liability (Asset)
Required Supplementary Information
Last Ten Fiscal Years*

Local Government Employees' Retirement System

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Pinebluff's proportion of the net pension liability (asset) (%)	0.00756%	0.00620%	0.00450%	0.00473%	0.00411%	0.00494%	0.00557%	0.00589%	0.00490%	0.00495%
Pinebluff's proportion of the net pension liability (asset) ($)	$ 500,440	$ 349,769	$ 69,012	$ 169,023	$ 112,241	$ 117,194	$ 85,094	$ 125,006	$ 21,991	$ (29,192)
Pinebluff's covered-employee payroll	$ 595,234	$ 430,868	$ 342,550	$ 325,861	$ 309,052	$ 335,468	$ 322,706	$ 315,416	$ 271,015	$ 285,785
Pinebluff's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	84.07%	81.18%	20.15%	51.87%	36.32%	34.93%	26.37%	39.63%	8.11%	(10.21%)
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 ending June 30.

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

TOWN OF PINEBLUFF, NORTH CAROLINA
Town of Pinebluff's Contributions
Required Supplementary Information
Last Ten Fiscal Years

Local Government Employees' Retirement System

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	$ 104,878	$ 74,778	$ 50,428	$ 36,231	$ 30,738	$ 25,508	$ 26,676	$ 24,807	$ 22,000	$ 19,757
Contributions in relation to the contractually required contribution	104,878	74,778	50,428	36,231	30,738	25,508	26,676	24,807	22,000	19,757
Contributions deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Pinebluff's covered employee payroll	$ 729,308	$ 595,234	$ 430,868	$ 342,550	$ 325,861	$ 309,052	$ 335,468	$ 322,706	$ 315,416	$ 271,015
Contributions as a percentage of covered-employee payroll	14.38%	12.56%	11.70%	10.58%	9.43%	8.25%	7.95%	7.69%	6.97%	7.29%

TOWN OF PINEBLUFF, NORTH CAROLINA
Schedule of Changes in Total Pension Liability
June 30, 2024

Law Enforcement Officers' Special Separation Allowance

	2024	2023	2022	2021	2020	2019	2018	2017
Beginning balance	$ 118,145	$ 140,690	$ 164,101	$ 102,709	$ 79,391	$ 75,532	$ 60,112	$ 55,642
Service cost	5,843	7,059	7,539	5,484	5,035	4,820	4,433	4,552
Interest on the total pension liability	5,092	3,166	3,167	3,348	2,890	2,387	2,320	1,986
Changes of benefit terms	-	-	-	-	-	-	-	-
Differences between expected and actual experience in the measurement of the total pension liability	(5,489)	(7,769)	(29,989)	320	11,590	696	2,878	-
Changes of assumptions or other inputs	2,814	(25,001)	(4,128)	52,240	3,803	(4,044)	5,789	(2,068)
Benefit payments	-	-	-	-	-	-	-	-
Other changes	-	-	-	-	-	-	-	-
Ending balance of the total pension liability	$ 126,405	$ 118,145	$ 140,690	$ 164,101	$ 102,709	$ 79,391	$ 75,532	$ 60,112

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

TOWN OF PINEBLUFF, NORTH CAROLINA
Schedule of Total Pension Liability as a Percentage of Covered Payroll
June 30, 2024

Law Enforcement Officers' Special Separation Allowance

	2024	2023	2022	2021	2020	2019	2018	2017
Total pension liability	$ 126,405	$ 118,145	$ 140,690	$ 164,101	$ 102,709	$ 79,391	$ 75,532	$ 60,112
Covered payroll	193,359	147,463	167,469	184,207	180,459	161,372	156,249	151,594
Total pension liability as a percentage of covered payroll	65.37%	80.12%	84.01%	89.09%	56.92%	49.20%	48.34%	39.65%

Notes to the schedules:

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

PINE BLUFF

NORTH CAROLINA

Major Governmental Funds

TOWN OF PINEBLUFF, NORTH CAROLINA
General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Fiscal Year Ended June 30, 2024

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Ad Valorem Taxes			
Taxes		$ 796,840	
Penalties and Interest		2,332	
Total Ad Valorem Taxes	$ 765,829	799,172	$ 33,343
Other Taxes and Licenses			
Privilege Licenses		250	
Total Other Taxes and Licenses	310	250	(60)
Unrestricted Intergovernmental			
Local Option Sales Tax		599,834	
Utility Sales Tax		73,676	
Telecommunications Tax		3,363	
Video Franchise Tax		11,595	
Fire District Tax		448,588	
Beer and Wine Tax		7,498	
Total Unrestricted Intergovernmental	1,035,975	1,144,554	108,579
Restricted Intergovernmental			
Powell Bill Allocation		66,008	
Federal Grants		-	
State and Local Grants		-	
EMS Stipend		-	
Landfill		175,302	
Solid Waste Disposal Tax		1,212	
Total Restricted Intergovernmental	243,416	242,522	(894)
Permits and Fees			
Inspection Fees		26,451	
Zoning Permits		2,745	
Total Permits and Fees	22,500	29,196	6,696
Investment Earnings			
General		42,783	
Powell Bill		104	
Total Investment Earnings	900	42,887	41,987
Miscellaneous			
Other		537,957	
Total Miscellaneous	44,300	537,957	493,657
Total Revenues	2,113,230	2,796,538	683,308

TOWN OF PINEBLUFF, NORTH CAROLINA
General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance (Continued)
Budget and Actual
For the Fiscal Year Ended June 30, 2024

	Final Budget	Actual	Variance Positive (Negative)
Expenditures			
Governing Body			
Salaries and Employee Benefits		25,652	
Other Expenditures		57,061	
Total Governing Body	73,923	82,713	(8,790)
Administration			
Salaries and Employee Benefits		209,743	
Other Expenditures		68,100	
Total Administration	242,014	277,843	(35,829)
Police Department			
Salaries and Employee Benefits		403,933	
Other Expenditures		146,160	
Capital Outlay		144,685	
Total Police	613,120	694,778	(81,658)
Fire Department			
Salaries and Employee Benefits		533,526	
Other Expenditures		206,135	
Capital Outlay		558,379	
Total Fire Department	1,049,574	1,298,040	(248,466)
Planning and Inspections			
Salaries and Employee Benefits		33,448	
Other Expenditures		4,997	
Total Planning and Zoning	50,789	38,445	12,344
Street Department			
Salaries and Employee Benefits		203,923	
Other Expenditures		109,886	
Capital Outlay		84,977	
Total Street Department	355,114	398,786	(43,672)
Powell Bill Funds			
Other Expenditures		300	
Total Powell Bill Funds	35,000	300	34,700
Sanitation			
Other Expenditures		139,114	
Total Sanitation	139,863	139,114	749

TOWN OF PINEBLUFF, NORTH CAROLINA
General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance (Continued)
Budget and Actual
For the Fiscal Year Ended June 30, 2024

	Final Budget	Actual	Variance Positive (Negative)
Lakes, Parks, and Cemetery			
Salaries and Employee Benefits		11,432	
Other Expenditures		153,874	
Total Lakes, Parks, and Cemetery	189,207	165,306	23,901
Library			
Other Expenditures		11,355	
Total Library	11,750	11,355	395
Garage			
Salaries and Employee Benefits		2,783	
Other Expenditures		-	
Total Garage	22,530	2,783	19,747
Debt Service			
Principal Retirement		51,078	
Interest and Other Charges		58,392	
Total Debt Service	155,133	109,470	45,663
Total Expenditures	2,938,017	3,218,933	(280,916)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(824,787)	(422,395)	402,392
Other Financing Sources (Uses)			
Transfers In:			
Capital Reserve Fund	-	-	-
Transfers Out:			
Capital Reserve Fund	-	-	-
Sale of Capital Assets	-	10,800	10,800
Installment Purchase Obligations Issued	-	447,200	447,200
Total Other Financing Sources (Uses)	-	458,000	458,000
Fund Balance Appropriated	824,787	-	(824,787)
Net Change in Fund Balance	$ -	35,605	$ 35,605
Fund Balance - Beginning of Year		2,188,961	
Fund Balance - End of Year		$ 2,224,566	

TOWN OF PINEBLUFF, NORTH CAROLINA
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
ARP Fund
For the Fiscal Year Ended June 30, 2024

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Restricted Intergovernmental Revenues			
Grant Revenues	$ 515,972	$ 10,293	$ (505,679)
Expenditures			
Administration			
Other Expenditures		10,293	
Capital Outlay		-	
Total	515,972	10,293	505,679
Excess (Deficiency) of Revenues Over Expenditures	-	-	-
Other Financing Sources			
Transfers in:			
General Fund	-	-	-
Total Other Financing Sources	-	-	-
Appropriated Fund Balance		-	-
Net Change in Fund Balance	$ -	-	$ -
Fund Balance - Beginning of Year		-	
Fund Balance - End of Year		$ -	

PINE BLUFF
NORTH
CAROLINA

Special Revenue Funds

Consolidated With General Fund

TOWN OF PINEBLUFF, NORTH CAROLINA
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
Nonmajor Special Revenue Fund - Capital Reserve Fund
For the Fiscal Year Ended June 30, 2024

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Miscellaneous			
Other	$ -	$ -	$ -
Other Financing Sources (Uses)			
Transfers in:			
General Fund	-	-	-
Transfers out:			
General Fund		-	-
Total Other Financing Sources (Uses)	-	-	-
Appropriated Fund Balance	-	-	-
Net Change in Fund Balance	$ -	-	$ -
Fund Balance - Beginning of Year		5,000	
Fund Balance - End of Year		$ 5,000	

TOWN OF PINEBLUFF, NORTH CAROLINA
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
Nonmajor Special Revenue Fund - Cemetery Fund
For the Fiscal Year Ended June 30, 2024

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Sales and Services			
Cemetery Fees	$ -	$ 2,794	$ 2,794
Expenditures			
Cemetery			
Other Operating Expenditures		830	
Total Cemetery	12,999	830	12,169
Excess (Deficiency) of Revenues Over Expenditures	(12,999)	1,964	14,963
Other Financing Sources			
Transfers in:			
General Fund	-	-	-
Total Other Financing Sources	-	-	-
Appropriated Fund Balance	12,999	-	(12,999)
Net Change in Fund Balance	$ -	1,964	$ 1,964
Fund Balance - Beginning of Year		25,238	
Fund Balance - End of Year		$ 27,202	

PINE BLUFF
NORTH CAROLINA

Enterprise Funds

TOWN OF PINEBLUFF, NORTH CAROLINA
Water and Sewer Fund
Schedule of Revenues and Expenditures
Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2024

	Budget	Actual	Variance Positive (Negative)
Revenues			
Water Charges	$ 426,000	$ 481,026	$ 55,026
Sewer Charges	56,232	60,649	4,417
Investment Earnings	400	273	(127)
Miscellaneous	350	477	127
Total Revenues	482,982	542,425	59,443
Expenditures			
Water and Sewer Operations			
Salaries and Employee Benefits		115,665	
Repairs and Maintenance		10,593	
Other Expenditures		360,343	
Capital Outlay		17,900	
Debt Service			
Principal Retirement		-	
Interest Expense		-	
Total Water and Sewer Operations	678,644	504,501	174,143
Total Expenditures	678,644	504,501	174,143
Revenues Over (Under) Expenditures	(195,662)	37,924	233,586
Other Financing Sources (Uses)			
Installment Purchase Obligation Issued	-	-	-
Transfers In:			
General Fund	-	-	-
Water Capital Reserve Fund	-	-	-
Transfer Out:			
Water Capital Reserve Fund	-	-	-
Total Other Financing Sources (Uses)	-	-	-
Appropriated Fund Balance	195,662	-	(195,662)
Revenues and Other Sources Over Expenditures and Other Uses	$ -	$ 37,924	$ 37,924

TOWN OF PINEBLUFF, NORTH CAROLINA
Water and Sewer Fund
Schedule of Revenues and Expenditures (Continued)
Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2024

	Budget	Actual	Variance Positive (Negative)
Reconciliation from Budgetary Basis (Modified Accrual) to Full Accrual:			
Revenues and Other Sources Over Expenditures and Other Uses		$ 37,924	
Reconciling Items:			
Depreciation Expense		(33,353)	
Increase(Decrease) in Deferred Outflows of Resources - Pensions		9,964	
(Increase)Decrease in Net Pension Liability		(16,086)	
(Increase)Decrease in Deferred Inflows of Resources - Pensions		(17)	
(Increase)Decrease in Compensated Absences Payable		-	
Capital Outlay		17,900	
Principal Retirement		-	
Installment Loan Proceeds		-	
Transfers In:		-	
Water Capital Reserve Fund		-	
Total Reconciling Items		(21,592)	
Change in Net Position		$ 16,332	

PINE BLUFF
NORTH
CAROLINA

Other Schedules

TOWN OF PINEBLUFF, NORTH CAROLINA
General Fund
Schedule of Ad Valorem Taxes Receivable
June 30, 2024

Fiscal Year	Uncollected Balance 7-1-23	Additions and Adjustments	Collections and Credits	Uncollected Balance 6-30-24
2023-24	$ -	$ 796,674	$ 793,287	$ 3,387
2022-23	4,050	-	3,175	875
2021-22	867	-	378	489
2020-21	600	-	-	600
2019-20	335	-	-	335
2018-19	212	-	-	212
2017-18	26	-	-	26
2016-17	-	-	-	-
2015-16	-	-	-	-
2014-15	-	-	-	-
2013-14	-	-	-	-
	$ 6,090	$ 796,674	$ 796,840	5,924

Less: Allowance for Uncollectible Accounts:	
General Fund	600
Ad Valorem Taxes Receivable - Net	$ 5,324

Reconcilement with Revenues

Ad Valorem Taxes - General Fund	799,172
Reconciling Items:	
Interest and Penalties Collected	(2,332)
Tax Adjustments	-
Taxes Written Off	-
Total Collections and Credits	$ 796,840

TOWN OF PINEBLUFF, NORTH CAROLINA
Analysis of Current Tax Levy
Town-Wide Levy
June 30, 2024

	Town-Wide			Total Levy	
	Property Valuation	Rate Per $100	Amount of Levy	Property Excluding Registered Motor Vehicles	Registered Motor Vehicles
Original Levy:					
Property Taxed at Current Year's Rate	$ 199,410,174	0.40	$ 797,641	$ 723,343	$ 74,298
Penalties	-		-	-	-
	199,410,174		797,641	723,343	74,298
Discoveries:					
Current Year Taxes	-	0.40	-	-	-
Penalties	-		-	-	-
	-		-	-	-
Abatements:					
Property Taxes - Current Year's Rate	(241,643)	0.40	$ (967)	(297)	(670)
Total Property Valuations	$ 199,168,531				
Net Levy			796,674	723,046	73,628
Uncollected Taxes at June 30, 2024			3,387	3,387	-
Current Year's Taxes Collected			$ 793,287	$ 719,659	$ 73,628
Current Levy Collection Percentage			99.57%	99.53%	100.00%

PINE BLUFF

NORTH CAROLINA