Clay County, North Carolina Financial Statements

June 30, 2023

Clay County, North Carolina Table of Contents June 30, 2023

i 3

Exhibit	<u>t</u>	Page
	INTRODUCTORY INFORMATION	i
	List of Principal Officials	ii
	FINANCIAL SECTION	iii
	Independent Auditors' Report	1 - 2
	Management's Discussion and Analysis	3 - 10
	Basic Financial Statements:	11
	Government-Wide Financial Statements:	
1	Statement of Net Position	12
2	Statement of Activities	13
	Fund Financial Statements:	
3	Balance Sheet - Governmental Funds	14 - 15
4	Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	16
5	Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	17
6	Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - General Fund	18
7	Statement of Net Position - Proprietary Fund - Water and Sewer District	19
8	Statement of Revenues, Expenditures, and Changes in Fund Net Position - Proprietary Fund - Water and Sewer District	20
9	Statement of Cash Flows - Proprietary Fund - Water and Sewer District	21
10	Statement of Fiduciary Net Position - Fiduciary Funds	22
11	Statement of Changes in Fiduciary Net Position - Fiduciary Funds	23
	Notes of the Financial Statements	24 - 56
	Required Supplemental Financial Data:	57
	Schedule of Proportionate Share of Net Pension Liability (Asset) for Local Governmental Employees' Retirement System	58
	Schedule of Contributions to Local Government Employees' Retirement System	59
	Schedule of Proportionate Share of Net Pension Liability (Asset) for Register of Deeds' Supplemental Pension Fund	60
	Schedule of Contributions to Registers of Deeds' Supplemental Pension Fund	61
	Schedule of Changes in Total Pension Liability Law Enforcement Officers' Special Separation Allowance	62

Clay County, North Carolina Table of Contents June 30, 2023

Schedule of Total Pension Liability as a Percentage of Covered Payroll Law Enforcement Officers' Special Separation Allowance	63
Schedule of Changes in the Total OPEB Liability and Related Ratios	64
Combining and Individual Fund Statements and Schedules:	65
Major Governmental Funds:	66
Schedules of Revenues, Expenditures, and Changes in Fund Balances - General Fund - Consolidated	67
Schedules of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual General Fund	68 - 75
Tax Revaluation Fund	76
American Rescue Plan Act Grant Project Fund	77
Public Schools Capital Project Fund	78
911 Facility Capital Project	79
Nonmajor Governmental Funds:	80
Combining Balance Sheet - Nonmajor Governmental Funds	81
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds	82
Schedules of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual Emergency Telephone System Fund	83
Fire District Fund	84
Representative Payee Fund	85
Veterans Memorial Park Fund	86
Asset Forfeiture Fund	87
Sports Complex Capital Project Fund	88
Enterprise Fund:	89
Schedule of Revenues, Expenditures - Budget and Actual (non-GAAP) - Water and Sewer District	90 - 91
Custodial Funds:	92
Combining Statement of Fiduciary Net Position	93
Combining Statement of Changes in Fiduciary Net Position	94
Other Schedules:	95
General Fund Schedule of Ad Valorem Taxes Receivable	96
Analysis of Current Tax Levy - County - Wide Levy	97
Ten Largest Taxpayers	98
Schedule of Transfers	99

Clay County, North Carolina Table of Contents June 30, 2023

Compliance Section:	100
Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	101
Independent Auditors' Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; With OMB Uniform Guidance and the State Single Audit Implementation Act	102 - 103
Independent Auditors' Report on Compliance for Each Major State Program; Report on Internal Control Over Compliance; With OMB Uniform Guidance and the State Single Audit Implementation Act	104 - 105
Schedule of Findings and Questioned Costs	106 - 107
Corrective Action Plan	108
Summary Schedule of Prior Year Audit Findings	109
Schedule of Expenditures of Federal and State Awards	110 - 114

Enterprise Fund

Water and Sewer District Fund – This fund is used to account for the operations of the water and sewer district within the County.

Clay County, North Carolina Statement of Net Position - Proprietary Fund Water and Sewer District June 30, 2023

ASSETS	
Current assets:	
Cash and cash equivalents	\$ 385,218
Restricted cash and cash equivalents	128,684
Receivables, net	93,106
Total current assets	607,008
Noncurrent assets:	
Capital assets:	
Land	120,280
Other capital assets, net of depreciation	3,384,408
Total capital assets	3,504,688
Total noncurrent assets	3,504,688
Total assets	4,111,696
DUNINDED CAMERA CAME OF DESCAPE COS	
DEFERRED OUTFLOWS OF RESOURCES	146,490
Total deferred outflows of resources	146,490
LIABILITIES	
Current liabilities:	
Accounts payable	11,353
Accrued interest payable	541
Compensated absences payable - current	11,000
Current portion of long term debt	104,770
Liabilities to be paid from restricted assets	128,884
Total current liabilities	256,548_
Noncurrent liabilities:	
Long term debt (less current portion)	583,434
Compensated absences	515
Net pension liability	185,880
Total OPEB liability	76,646
Total noncurrent liabilities	846,475
Total liabilities	1,103,023
DEFERRED INFLOWS OF RESOURCES	20.504
Total deferred inflows of resources	38,594 38,594
road acterioa lillows of resources	36,394
NET POSITION	
Net investment in capital assets	2,816,484
Unrestricted	300,085
Total net position	\$ 3,116,569

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

Clay County, North Carolina

Statement of Revenues, Expenditures, and Changes in Fund Net Position - Proprietary Fund Water and Sewer District

For the Year Ended June 30, 2023

OPERATING REVENUES	
Charges for services	\$ 749,689
Water and sewer taps	19,750
Miscellaneous	86,794_
Total operating revenues	856,233
OPERATING EXPENSES	
Administration	748,236
Depreciation	364,161_
Total operating expenses	1,112,397
Operating income (loss)	(256,164)
NONOPERATING REVENUES (EXPENSES)	
Interest expense	(15,421)
Interest and investment revenue	721
Total nonoperating revenues (expenses)	(14,700)
Income (loss) before contributions and transfers	(270,864)
Transfers from other funds	
Change in net position	(270,864)
Total net position, beginning	3,387,433
Total net position, ending	\$ 3,116,569
Transfer Lamina anima	\$ 5,110,307

Clay County, North Carolina Statement of Cash Flows - Proprietary Fund Water and Sewer District For the Year Ended June 30, 2023

Cash received from customers \$ 848,82 Cash paid for goods and services (373,527) Cash paid for goods and services 7,971 Cash paid for employees for services 86,794 Other operating revenues 86,794 Net cash used by operating activities 224,798 CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES: C20,806 CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES: (20,806) Principal paid on bond maturities and equipment contracts (20,806) Principal paid on bond maturities and equipment contracts (102,562) Interest paid on bond maturities and equipment contracts (333,248) CASH FLOWS FROM INVESTING ACTIVITIES: 751 Net cash provided (used) by capital and related financing activities 751 Net cash provided (used) by capital and related financing activities 721 Net ash provided (used) by investing activities 87,271 CASH FLOWS FROM INVESTING ACTIVITIES: 87,271 Cash and cash equivalents, beginning 426,631 Cash and cash equivalents, beginning 36,161 Cash and cash equivalents, ending 9,255,164 Adjustments to reconcile op			
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NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS: Cash and cash equivalents, beginning Cash and cash equivalents, ending RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES: Operating income (loss) Adjustments to reconcile operating income to net cash provided by operating activities: Depreciation Changes in assets, liabilities, and deferred outflows and inflows of resources: Decrease (increase) in accounts receivable Decrease (increase) in deferred outflows of resources for pensions Decrease (increase) in deferred outflows of resources - OPEB Increase (decrease) in accounts payable and accrued liabilities Increase (decrease) in customer deposits Increase (decrease) in customer deposits Increase (decrease) in compensated absences payable Increase (decrease) in net pension liability Increase (decrease) in net pension liability Increase (decrease) in deferred inflows of resources for pensions (62,323) Increase (decrease) in deferred inflows of resources for pensions (62,323) Increase (decrease) in deferred inflows of resources for pensions (62,323) Increase (decrease) in deferred inflows of resources oPEB Total adjustments			
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RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES: Operating income (loss) \$ (256,164) Adjustments to reconcile operating income to net cash provided by operating activities: Depreciation 364,161 Changes in assets, liabilities, and deferred outflows and inflows of resources: Decrease (increase) in accounts receivable 79,403 Decrease (increase) in deferred outflows of resources for pensions (57,416) Decrease (increase) in deferred outflows of resources - OPEB 1,153 Increase (decrease) in accounts payable and accrued liabilities 7,308 Increase (decrease) in customer deposits 7,971 Increase (decrease) in compensated absences payable 1,1513 Increase (decrease) in net pension liability 141,915 Increase (decrease) in net OPEB liability (8,390) Increase (decrease) in deferred inflows of resources for pensions (62,323) Increase (decrease) in deferred inflows of resources OPEB 1,650 Total adjustments 480,962	NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS:		87,271
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES: Operating income (loss) Adjustments to reconcile operating income to net cash provided by operating activities: Depreciation Changes in assets, liabilities, and deferred outflows and inflows of resources: Decrease (increase) in accounts receivable Decrease (increase) in deferred outflows of resources for pensions Decrease (increase) in deferred outflows of resources - OPEB Increase (decrease) in accounts payable and accrued liabilities Increase (decrease) in customer deposits Increase (decrease) in customer deposits Increase (decrease) in compensated absences payable Increase (decrease) in net pension liability Increase (decrease) in net OPEB liability Increase (decrease) in deferred inflows of resources for pensions Increase (decrease) in deferred inflows of resources for pensions Increase (decrease) in net operating income to pensions Increase (decrease) in compensated absences payable Increase (decrease) in net pension liability Increase (decrease) in net operating income to pensions Increase (decrease) in deferred inflows of resources for pensions Increase (decrease) in deferred inflows of resources for pensions Increase (decrease) in deferred inflows of resources - OPEB Increase (decrease) in deferred inflows of resources - OPEB Increase (decrease) in deferred inflows of resources - OPEB Increase (decrease) in deferred inflows of resources - OPEB	Cash and cash equivalents, beginning		426,631
Operating income (loss) Adjustments to reconcile operating income to net cash provided by operating activities: Depreciation Changes in assets, liabilities, and deferred outflows and inflows of resources: Decrease (increase) in accounts receivable Decrease (increase) in deferred outflows of resources for pensions Decrease (increase) in deferred outflows of resources - OPEB Increase (decrease) in accounts payable and accrued liabilities Increase (decrease) in due to other funds Increase (decrease) in customer deposits Increase (decrease) in compensated absences payable Increase (decrease) in compensated absences payable Increase (decrease) in net pension liability Increase (decrease) in net OPEB liability Increase (decrease) in deferred inflows of resources for pensions Increase (decrease) in deferred inflows of resources for pensions Increase (decrease) in deferred inflows of resources - OPEB Total adjustments \$ (256,164) \$ (256,164) \$ (256,164) \$ (256,164) \$ (256,164) \$ (256,164) \$ (274,16) \$ (274	Cash and cash equivalents, ending	\$	513,902
Adjustments to reconcile operating income to net cash provided by operating activities: Depreciation Changes in assets, liabilities, and deferred outflows and inflows of resources: Decrease (increase) in accounts receivable 79,403 Decrease (increase) in deferred outflows of resources for pensions (57,416) Decrease (increase) in deferred outflows of resources - OPEB 1,153 Increase (decrease) in accounts payable and accrued liabilities 7,308 Increase (decrease) in due to other funds Increase (decrease) in customer deposits 7,971 Increase (decrease) in compensated absences payable Increase (decrease) in net pension liability 141,915 Increase (decrease) in net OPEB liability (8,390) Increase (decrease) in deferred inflows of resources for pensions (62,323) Increase (decrease) in deferred inflows of resources - OPEB Total adjustments	RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:		
Adjustments to reconcile operating income to net cash provided by operating activities: Depreciation Changes in assets, liabilities, and deferred outflows and inflows of resources: Decrease (increase) in accounts receivable 79,403 Decrease (increase) in deferred outflows of resources for pensions (57,416) Decrease (increase) in deferred outflows of resources - OPEB 1,153 Increase (decrease) in accounts payable and accrued liabilities 7,308 Increase (decrease) in due to other funds Increase (decrease) in customer deposits 7,971 Increase (decrease) in compensated absences payable Increase (decrease) in net pension liability 141,915 Increase (decrease) in net OPEB liability (8,390) Increase (decrease) in deferred inflows of resources for pensions (62,323) Increase (decrease) in deferred inflows of resources - OPEB Total adjustments	Operating income (loss)	\$	(256.164)
Depreciation Changes in assets, liabilities, and deferred outflows and inflows of resources: Decrease (increase) in accounts receivable Total adjustments 364,161		-	(200,201)
Changes in assets, liabilities, and deferred outflows and inflows of resources: Decrease (increase) in accounts receivable Decrease (increase) in deferred outflows of resources for pensions Decrease (increase) in deferred outflows of resources - OPEB 1,153 Increase (decrease) in accounts payable and accrued liabilities 7,308 Increase (decrease) in due to other funds Increase (decrease) in customer deposits 7,971 Increase (decrease) in compensated absences payable 5,530 Increase (decrease) in net pension liability 141,915 Increase (decrease) in net OPEB liability (8,390) Increase (decrease) in deferred inflows of resources for pensions Increase (decrease) in deferred inflows of resources - OPEB Total adjustments			364.161
Decrease (increase) in accounts receivable Decrease (increase) in deferred outflows of resources for pensions Decrease (increase) in deferred outflows of resources - OPEB 1,153 Increase (decrease) in accounts payable and accrued liabilities 7,308 Increase (decrease) in due to other funds Increase (decrease) in customer deposits 7,971 Increase (decrease) in compensated absences payable Increase (decrease) in net pension liability Increase (decrease) in net oPEB liability (8,390) Increase (decrease) in deferred inflows of resources for pensions Increase (decrease) in deferred inflows of resources - OPEB Total adjustments 480,962	-		
Decrease (increase) in deferred outflows of resources for pensions Decrease (increase) in deferred outflows of resources - OPEB 1,153 Increase (decrease) in accounts payable and accrued liabilities 7,308 Increase (decrease) in due to other funds Increase (decrease) in customer deposits 7,971 Increase (decrease) in compensated absences payable 5,530 Increase (decrease) in net pension liability 141,915 Increase (decrease) in net OPEB liability (8,390) Increase (decrease) in deferred inflows of resources for pensions Increase (decrease) in deferred inflows of resources - OPEB Total adjustments (57,416) (57,416) (8,708) 1,650			79,403
Decrease (increase) in deferred outflows of resources - OPEB Increase (decrease) in accounts payable and accrued liabilities 7,308 Increase (decrease) in due to other funds Increase (decrease) in customer deposits 7,971 Increase (decrease) in compensated absences payable 5,530 Increase (decrease) in net pension liability 141,915 Increase (decrease) in net OPEB liability (8,390) Increase (decrease) in deferred inflows of resources for pensions Increase (decrease) in deferred inflows of resources - OPEB Total adjustments 480,962	Decrease (increase) in deferred outflows of resources for pensions		(57,416)
Increase (decrease) in due to other funds Increase (decrease) in customer deposits 7,971 Increase (decrease) in compensated absences payable 5,530 Increase (decrease) in net pension liability 141,915 Increase (decrease) in net OPEB liability (8,390) Increase (decrease) in deferred inflows of resources for pensions Increase (decrease) in deferred inflows of resources - OPEB Total adjustments 480,962	Decrease (increase) in deferred outflows of resources - OPEB		
Increase (decrease) in due to other funds Increase (decrease) in customer deposits 7,971 Increase (decrease) in compensated absences payable 5,530 Increase (decrease) in net pension liability 141,915 Increase (decrease) in net OPEB liability (8,390) Increase (decrease) in deferred inflows of resources for pensions Increase (decrease) in deferred inflows of resources - OPEB Total adjustments 480,962	Increase (decrease) in accounts payable and accrued liabilities		7,308
Increase (decrease) in compensated absences payable5,530Increase (decrease) in net pension liability141,915Increase (decrease) in net OPEB liability(8,390)Increase (decrease) in deferred inflows of resources for pensions(62,323)Increase (decrease) in deferred inflows of resources - OPEB1,650Total adjustments480,962			-
Increase (decrease) in net pension liability141,915Increase (decrease) in net OPEB liability(8,390)Increase (decrease) in deferred inflows of resources for pensions(62,323)Increase (decrease) in deferred inflows of resources - OPEB1,650Total adjustments480,962	Increase (decrease) in customer deposits		7,971
Increase (decrease) in net pension liability141,915Increase (decrease) in net OPEB liability(8,390)Increase (decrease) in deferred inflows of resources for pensions(62,323)Increase (decrease) in deferred inflows of resources - OPEB1,650Total adjustments480,962	Increase (decrease) in compensated absences payable		5,530
Increase (decrease) in deferred inflows of resources for pensions Increase (decrease) in deferred inflows of resources - OPEB Total adjustments (62,323) 1,650 480,962	Increase (decrease) in net pension liability		141,915
Increase (decrease) in deferred inflows of resources for pensions(62,323)Increase (decrease) in deferred inflows of resources - OPEB1,650Total adjustments480,962	Increase (decrease) in net OPEB liability		
Increase (decrease) in deferred inflows of resources - OPEB Total adjustments 480,962	Increase (decrease) in deferred inflows of resources for pensions		
Total adjustments 480,962	Increase (decrease) in deferred inflows of resources - OPEB		
Net cash provided (used) by operating activities \$ 224,798	Total adjustments		
	Net cash provided (used) by operating activities	\$	224,798

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

Clay County, North Carolina Statement of Fiduciary Net Position Fiduciary Funds For the Year Ended June 30, 2023

ASSETS Cash and cash equivalents	Custodial Funds \$ 8,762
LIABILITIES AND NET POSITION	
LIABILITIES Due to others Due to other governments Total liabilities	- - -
NET POSITION Restricted for:	
Individuals, organizations, and other governments Total fiduciary net position	8,762 \$ 8,762

Clay County, North Carolina Water and Sewer District

Schedule of Revenues, Expenditures - Budget and Actual (non-GAAP) For the Fiscal Year Ended June 30, 2023

			W
			Variance
			Positive
	Final Budget	Actual	(Negative)
REVENUES			
Operating revenues:			
Charges for services:			
Water sales:			
Residential/commercial		\$ 412,990	
Sewer sales:			
Residential/commercial		336,699	
Total	\$ 770,061	749,689	\$ (20,372)
			+ (20,072)
Water and sewer taps	22,830	19,750	(3,080)
Other operating revenues	99,654	86,794	(12,860)
Total operating revenues	892,545	856,233	(36,312)
	072,313	030,233	(30,312)
Nonoperating revenues:			
Investment earnings	250	721	471
Total nonoperating revenues	250	721	471
Total revenues	892,795	856,954	(35,841)
EXPENDITURES			
Administration:			
Salaries and employee benefits		345,282	
Insurance		5,143	
Repairs		72,035	
Other operating expenditures		303,657	
Total	735,353	726,117	9,236
Capital outlay:			
Buildings		13,806	
Equipment, furniture and fixtures		7,000	
Total	40,000	20,806	19,194
Debt service:			
		102 502	
Principal Interest		102,562	
	447.440	14,880	0
Total debt service	117,442	117,442	
Total expenditures	892,795	864,365	28,430

Clay County, North Carolina Water and Sewer District Schedule of Revenues, Expenditures - Budget and Actual (non-GAAP) For the Fiscal Year Ended June 30, 2023

Reconciliation from Budgetary Basis (modified accrual) to full accrual: Revenues and other financing sources over	\$ (7,411)
Reconciling items:	
Principal retirement	102,562
Capital outlay	20,806
Increase (decrease) in deferred outflows of resources - pensions	57,416
Increase (decrease) in deferred outflows of resources - OPEB	(1,153)
Decrease (increase) in net pension liability	(141,915)
Decrease (increase) in net OPEB liability	8,390
Decrease (increase) in accrued vacation pay	(5,530)
Decrease (increase) in accrued vacation pay	(541)
Decrease (increase) in deferred inflows of resources - pensions	62,323
Decrease (increase) in deferred inflows of resources - OPEB	(1,650)
Depreciation	(364,161)
Total reconciling items	(263,453)
Change in net position	\$ (270,864)