

12.11.14

City Council Meeting

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

City of Greenville
2014 Audited Financial Statements



Audit Highlights

- Unmodified opinion
- General Fund fund balance: \$31,412,547
- Opinion on Internal Control:
 - Deficit Fund Balance
 - EMMA Reporting
 - Over Appropriated Fund Balance
 - Prior Period Adjustment
 - Incorrect CAFR Uploaded to Website



Federal and State Awards

Opinion on Compliance:

Unmodified opinion on compliance for all federal and state programs

Major programs tested:

- CDBG Entitlement Grants
- CDBG HOME Investment Partnership
- Federal Transit Grants
- Powell Bill Grant
- Highway Planning and Construction Cluster



Audit Process

- Planning and Risk Assessment
- Interim Procedures
- Final Procedures
- Year Around Process



Available Fund Balance

Available fund balance as defined by the Local Government Commission (LGC) is calculated as follows:

Total Fund Balance

Less: Non spendable (not in cash form, not available)

Less: Stabilization by State Statute (by state law, not available)

Available Fund Balance

This is the calculation utilized as the basis for comparing you to other units and calculating your fund balance percentages.

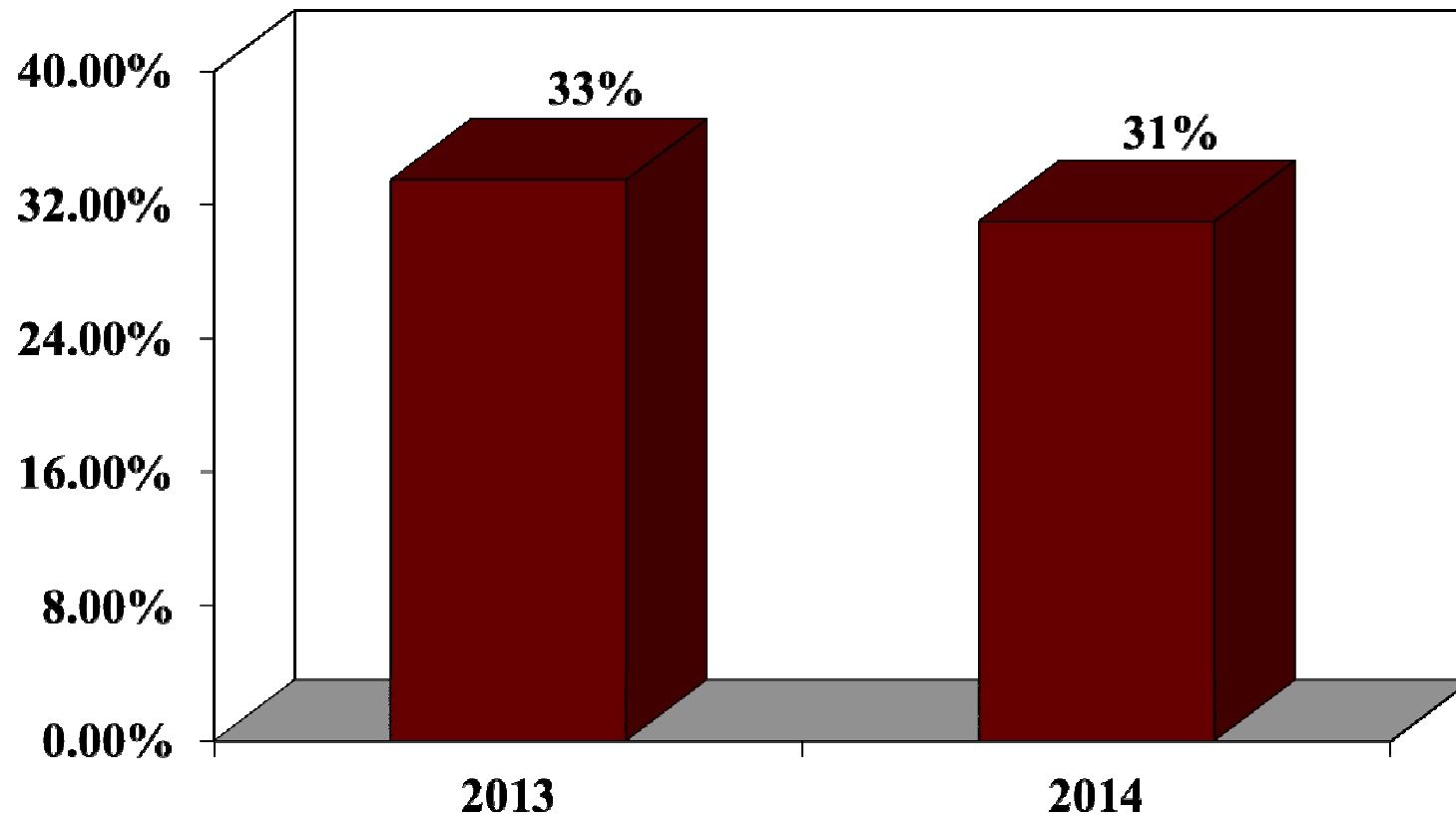
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Available Fund Balance-General Fund

□ Total Fund Balance	\$ 31,412,547
Non spendable	- 215,226
Stabilization by State Statute	- <u>7,845,690</u>
□ Available Fund Balance	\$ 23,351,631
□ Available Fund Balance 2013	\$ 23,914,028
□ Decrease in Available FB	\$ 562,397

Available Fund Balance as a Percent of Expenditures – General Fund



2014 Audit Summary

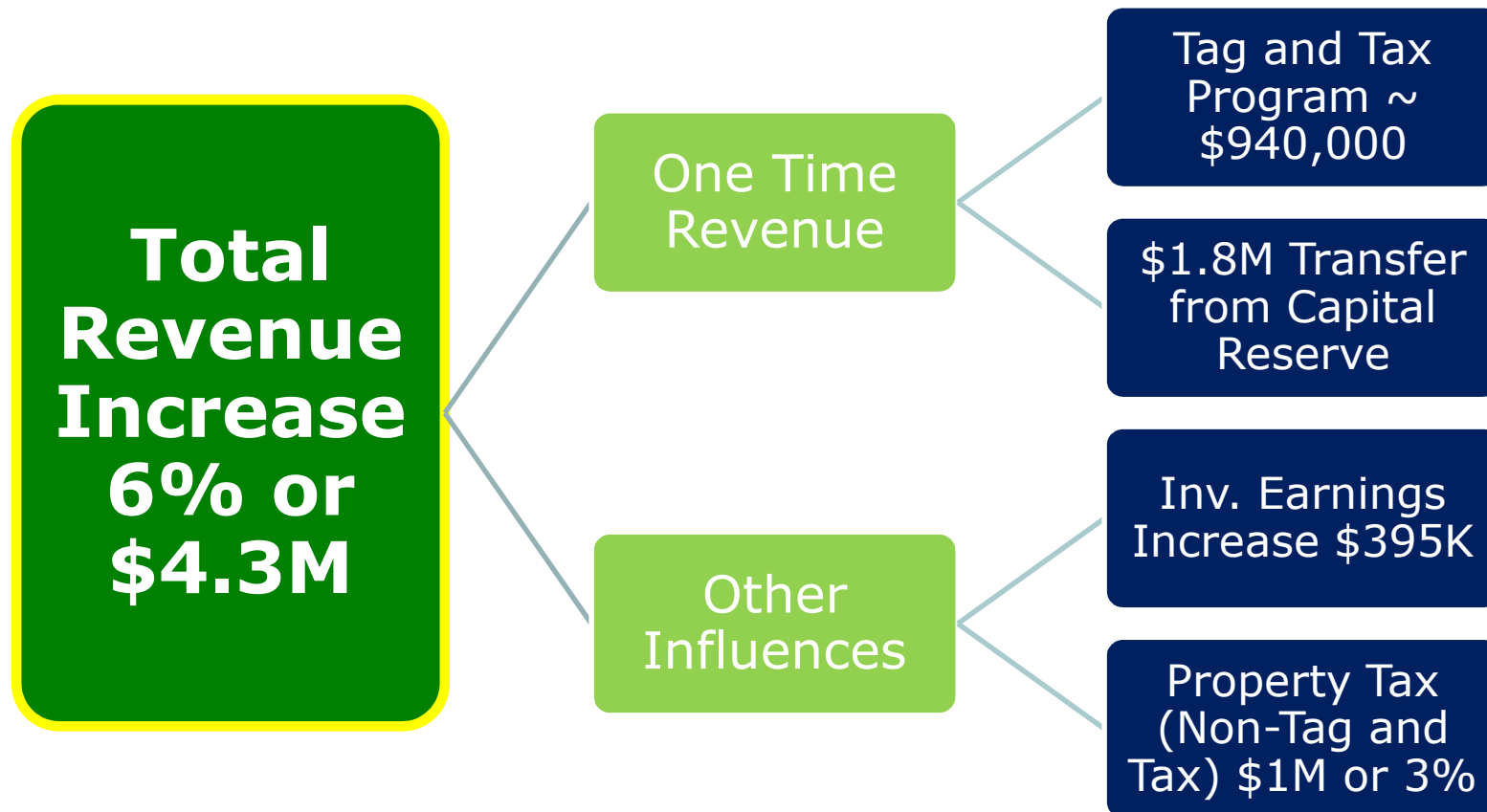
Auditors Presented an Unmodified Opinion
Unassigned Fund Balance Policy >14%

General Fund Summary

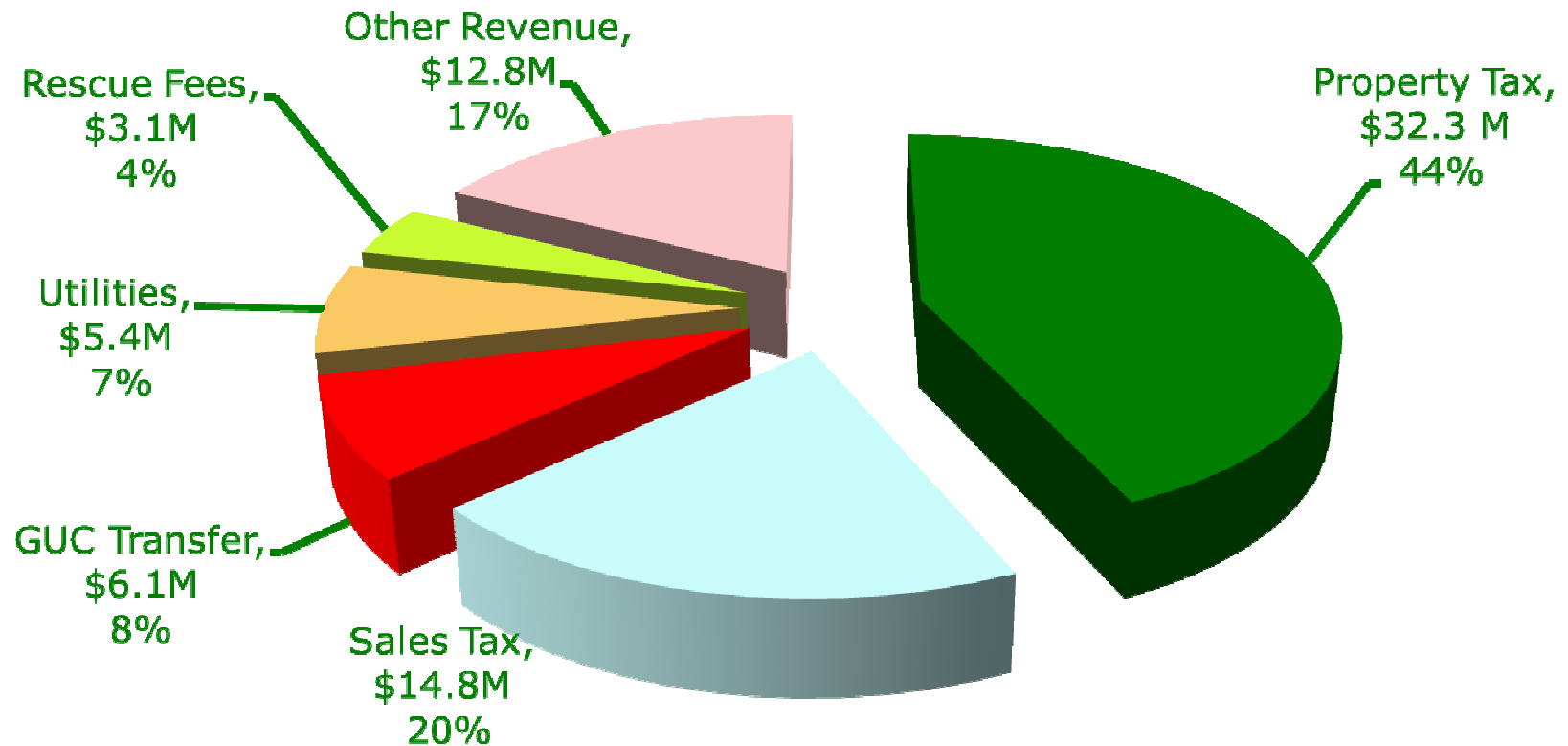
TOTAL REVENUES	\$74,473,057
TOTAL EXPENSES	<u>\$74,127,719</u>
NET	\$345,338

* Difference 1%

General Fund Revenue



Top 5 Revenues: General Fund



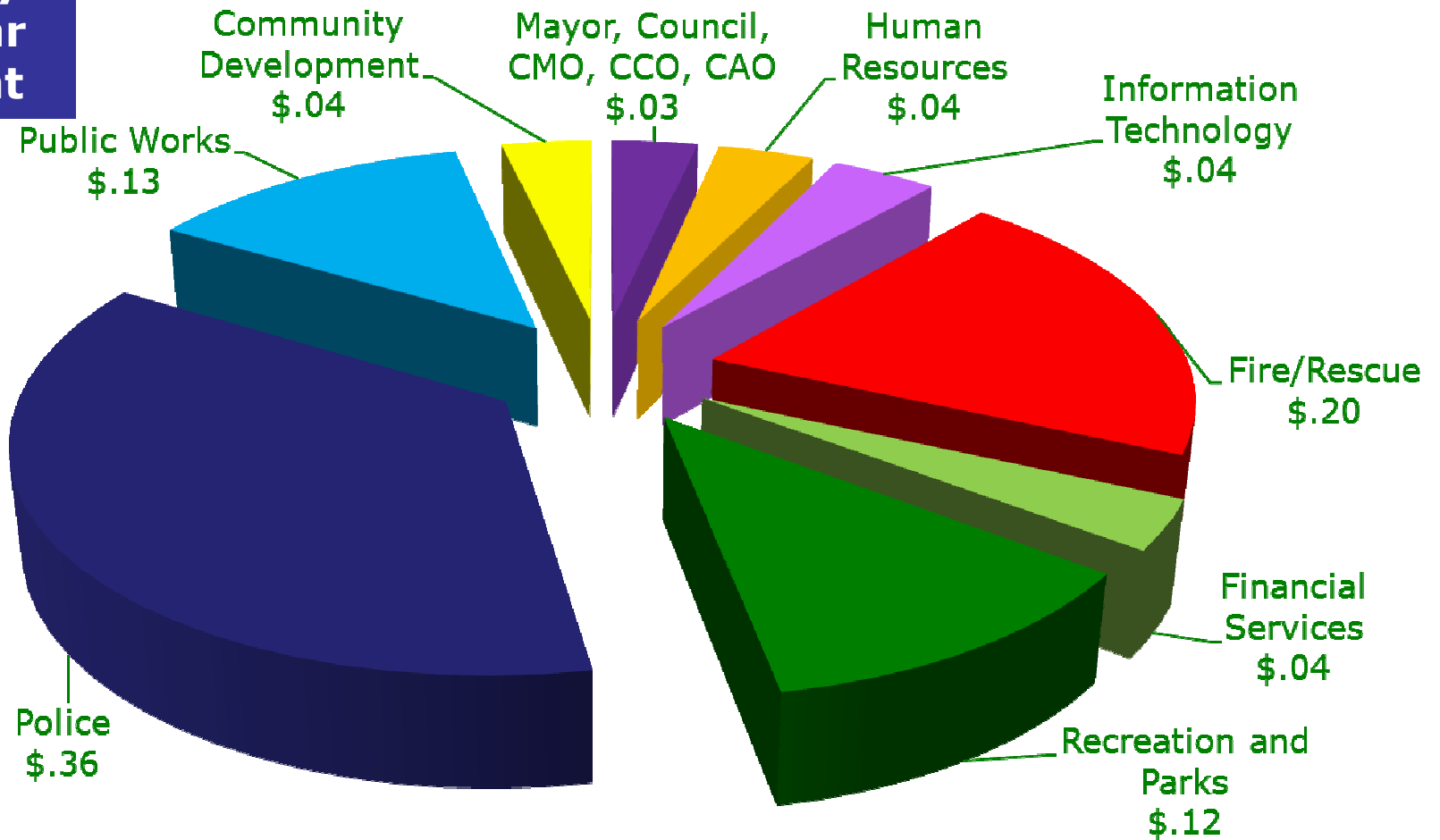
General Fund Revenue

Revenues:	<u>FY 2014</u>	<u>FY 2013</u>	<u>% Change</u>
Property Taxes	\$ 32,255,697	\$ 30,275,886	6%
Other Taxes	15,827,568	15,710,307	1%
Intergovernmental	9,076,830	9,438,053	-4%
Licenses, Fees, Sales & Services	7,468,988	7,941,278	-6%
Other Revenues	<u>9,843,974</u>	<u>6,766,352</u>	45%
Total Revenues	\$ 74,473,057	\$ 70,131,876	6%

Budget vs. Actual Revenues

Revenues:	<u>Budget 2014</u>	<u>Actual 2014</u>	<u>Difference</u>
Property Taxes	\$31,673,302	\$ 32,255,697	\$ 582,395
Other Taxes	16,023,568	15,827,568	(197,000)
Intergovernmental	9,864,859	9,076,830	(788,029)
Licenses, Fees, Sales & Services	8,434,777	7,468,988	(965,789)
Other Revenues	<u>21,402,436</u>	<u>9,843,974</u>	(11,558,462)
Total Revenues	\$ 87,398,942	\$ 74,473,057	

**For
Every
Dollar
Spent**



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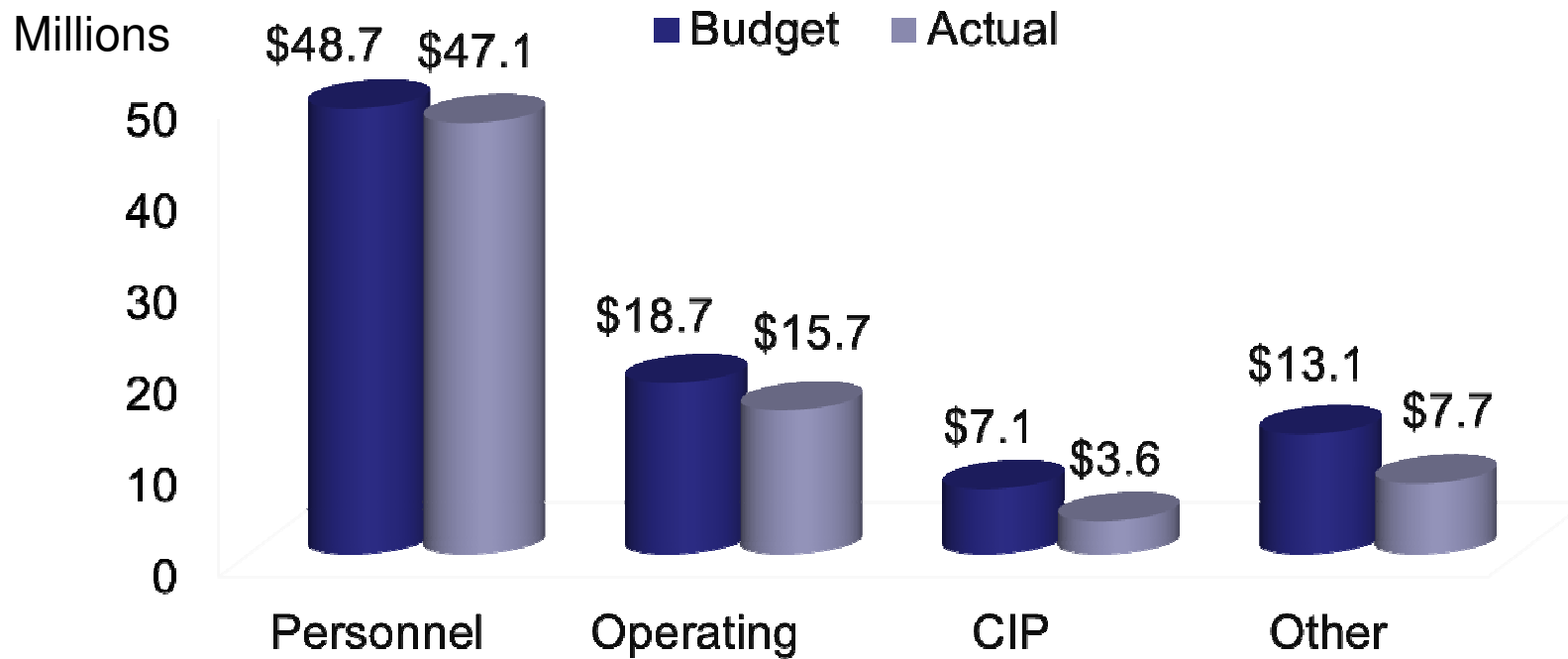
Spending by Department

	<u>FY 2014</u>	<u>FY2013</u>	<u>Change</u>
Police	\$22,878,563	\$22,226,337	↑ 3%
Fire/Rescue	12,763,569	12,518,984	↑ 2%
Public Works	8,129,886	8,360,722	↓ (3%)
Rec/Parks	7,429,094	7,111,553	↑ 4%
Comm. Develop.	2,234,844	1,633,906	↑ 37%
Admin. Depts.	9,405,258	9,134,933	↑ 3%
Capital Improvements	3,590,692	3,785,652	↓ (5%)
Other Expenses	<u>7,695,813</u>	<u>6,635,262</u>	↑ 14%
Total Expenses	\$74,127,719	\$71,407,349	↑ 4%

Budget vs. Actual Expenses

	<u>Budget 2014</u>	<u>Actual 2014</u>	<u>Difference</u>
Police	\$ 23,220,515	\$ 22,878,563	\$ 341,952
Fire/Rescue	13,486,568	12,763,569	722,999
Public Works	9,422,194	8,129,886	1,292,308
Rec/Parks	7,645,814	7,429,094	216,720
Comm. Develop.	2,720,039	2,234,844	485,195
Admin. Depts.	10,619,842	9,405,258	1,214,584
CIP	7,134,678	3,590,692	3,543,986
Other Expenses	<u>13,149,292</u>	<u>7,695,813</u>	5,453,479
Total Expenses	\$ 87,398,942	\$ 74,127,719	

Expenses



Expenses Delayed

- Street Improvements \$3,075,000
- Multi-Purpose Facility Relocations \$ 378,085
- South Greenville Design \$ 200,000
- Tar River Study \$ 72,000
- Dickinson Avenue Land Use \$ 78,098

General Fund Summary

Revenues up
6% -

Partially due to
one time Motor
Vehicle Tax
Increase

Expenses up
4%

One time
expense for ERP
\$2.5 million

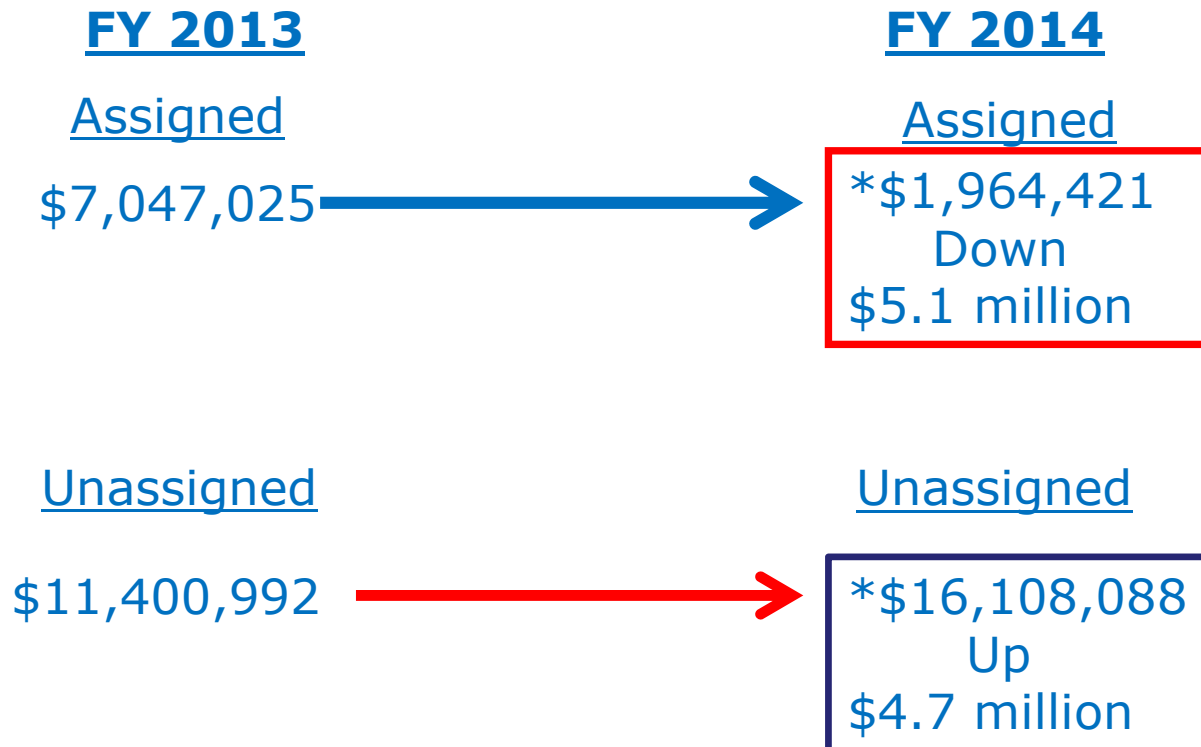
City remained
within the 14%
Unassigned Fund
Balance Policy

Fund Balance
position
increased
\$345,338 or 1%

Fund Balance Position

Fund Balances:	<u>FY 2014</u>	<u>FY 2013</u>	<u>% Change</u>
Nonspendable	\$ 215,226	\$ 75,560	>100%
Restricted	10,848,031	10,266,851	6%
Committed	2,276,781	2,276,781	- %
Assigned	1,964,421	7,047,025	-72%
Unassigned	<u>16,108,088</u>	<u>11,400,992</u>	<u>41%</u>
Total Fund Balance	31,412,547	31,067,209	1%

Fund Balance Changes



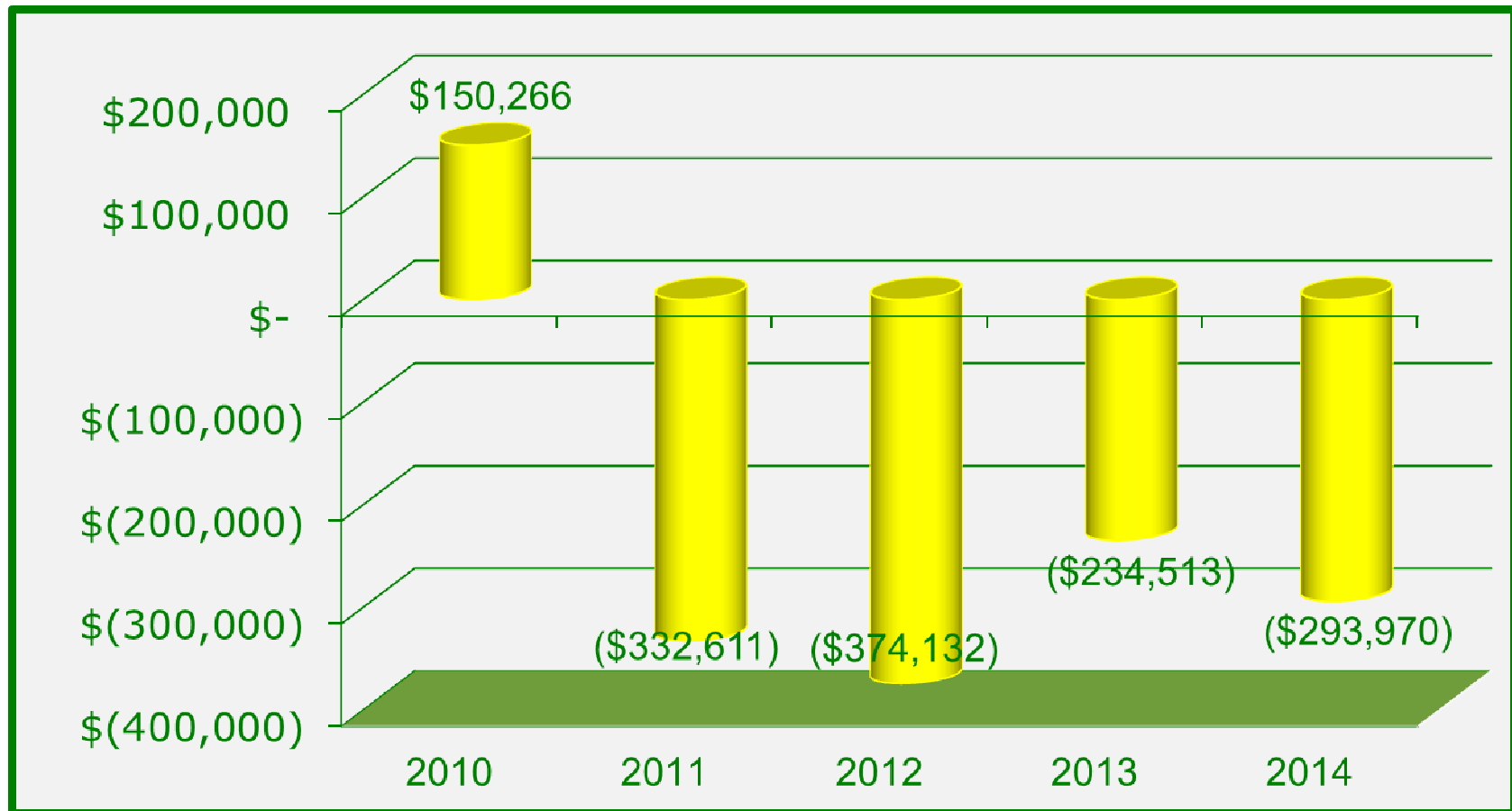
Capital Reserve Transfer

2014-2015 General Fund Budget	<u>Percent</u>	<u>Total Balance Required</u>	<u>Unassigned Fund Balance</u>	<u>Amount Available For Transfer</u>
75,503,636	14%	10,570,509	16,108,088	5,537,579
	\$ 5,537,579	Amount Available for Transfer to Capital Reserve Fund@ 14% Budget Ordinance Amendments (FY 2014-2015), through December, 2014		
	<u>(2,705,550)</u>			
	\$ <u>2,832,029</u>	Amount Available to transfer, above the 14% Fund Balance Policy for Capital Improvements		
	53,965	Capital Reserve Interest (Unallocated)		
	\$ 2,885,994	Total Amount Available for Capital Improvements		

Fund Balance Comparison

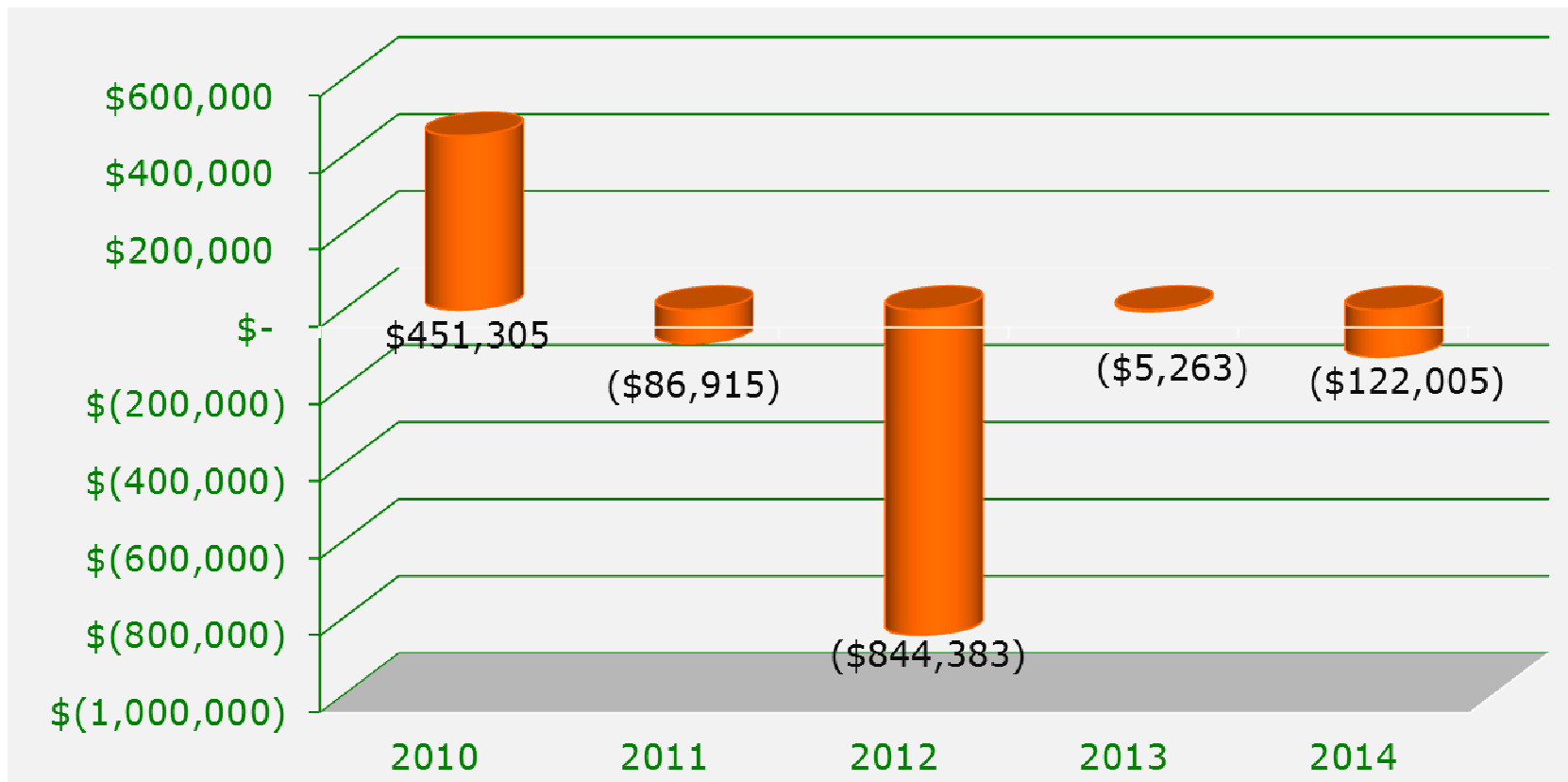
<u>MUNICIPALITY</u>	<u>POPULATION</u>	<u>FUND BALANCE AVAILABLE</u>	<u>FBA as a % of GF Expenses</u>
CONCORD	81,350	\$ 43,381,692	60.04
ASHEVILLE	86,205	16,377,885	18.60
GASTONIA	72,507	13,855,114	25.16
GREENVILLE('13)	86,142	23,914,028	33.43
Greenville ('14)	89,130	23,351,631	31.00
HIGH POINT	106,393	20,569,836	19.14
JACKSONVILLE	74,492	13,908,712	35.11

Transit Fund

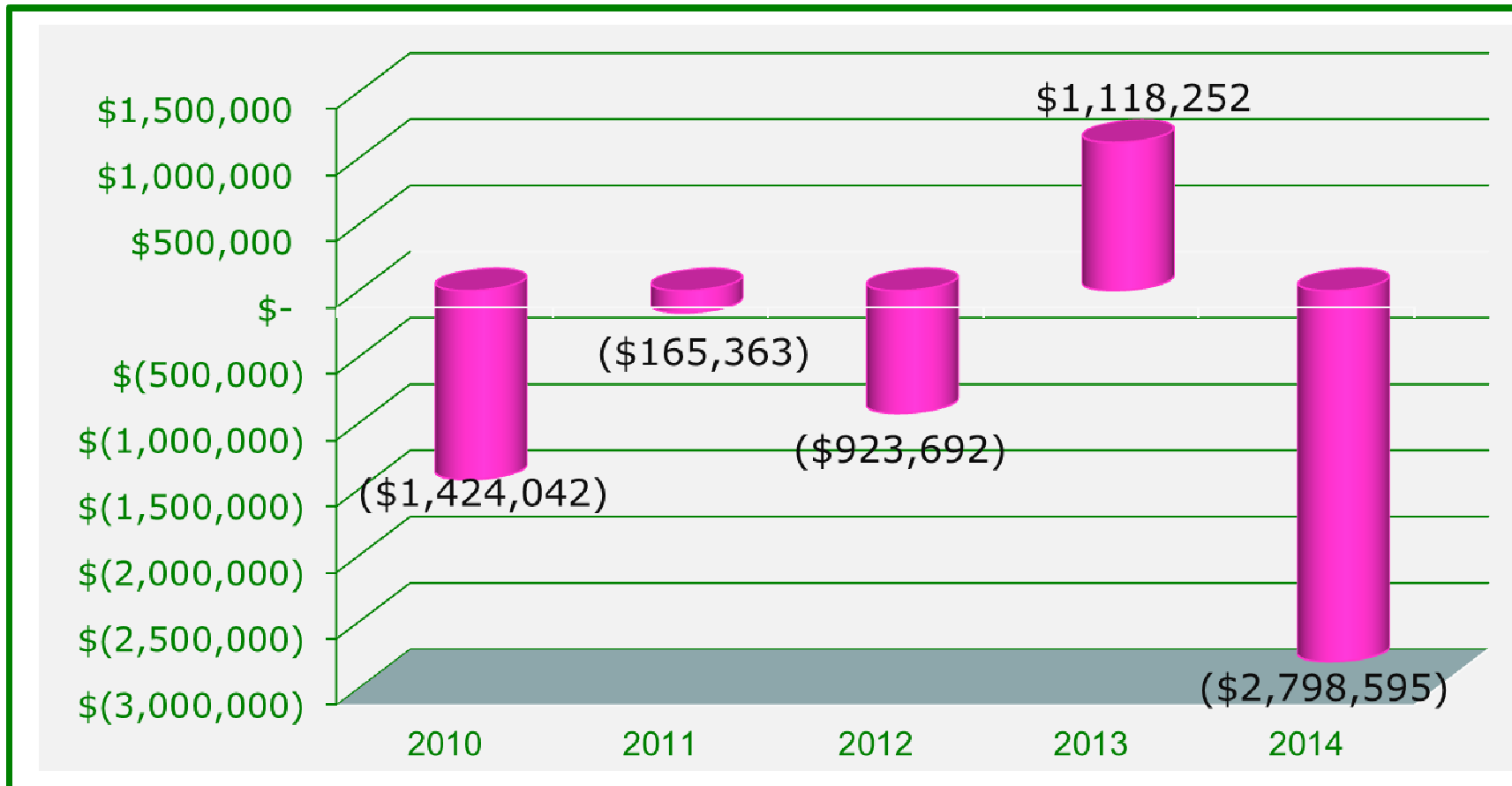


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Sanitation Fund



Stormwater Fund



Year End Summary

Revenues Increased \$4.3M or 6%

Expenses Increased \$2.7M or 4%

Fund Balance Increased \$345K or 1%

Year End Summary

Auditors Presented an Unmodified Opinion
Unassigned Fund Balance Policy >14%

Questions

