

CITY OF GREENVILLE, ALABAMA

SEPTEMBER 30, 2024

FINANCIAL STATEMENTS

CITY OF GREENVILLE, ALABAMA
SEPTEMBER 30, 2024

TABLE OF CONTENTS

	<u>PAGE</u>
Independent auditors' report	1 - 3
Management's discussion and analysis	4 - 14
BASIC FINANCIAL STATEMENTS:	
GOVERNMENT-WIDE FINANCIAL STATEMENTS:	
Statement of net position	15
Statement of activities	16
Statement of net position - component units	17
Statement of activities - component units	18
FUND FINANCIAL STATEMENTS:	
Balance sheet - governmental funds	19
Reconciliation of the balance sheet of governmental funds to the statement of net position	20
Statement of revenue, expenditures and changes in fund balance - governmental funds	21
Reconciliation of the statement of revenue, expenditures and changes in fund balance of governmental funds to the statement of activities	22
Statement of revenue, expenditures and changes in fund balance - budget and actual - general fund	23
Notes to financial statements	24 - 52
REQUIRED SUPPLEMENTAL INFORMATION:	
Schedule of changes in the net pension liability	53
Schedule of employer contributions	54

TABLE OF CONTENTS (Continued)

	<u>PAGE</u>
Schedule of changes in the total OPEB liability	55
COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES:	
Balance sheet - general fund	56
Schedule of revenue, expenditures and changes in fund balance - budget and actual - general fund	57 - 65
Combining balance sheet - special revenue funds	66
Combining statement of revenue, expenditures and changes in fund balances - special revenue funds	67
Combining balance sheet - debt service funds	68
Combining statement of revenue, expenditures and changes in fund balances - debt service funds	69
Combining balance sheet - capital projects funds	70
Combining statement of revenue, expenditures and changes in fund balances - capital projects funds	71
Capital assets used in the operation of governmental funds	72



Branum & Company, P.C.

Certified Public Accountants and Business Consultants

INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and Members
of the City Council
Greenville, Alabama

Opinions

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, and each major fund of City of Greenville, Alabama (the City), as of and for the year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, and each major fund of the City, as of September 30, 2024, and the respective changes in financial position, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Health Care Authority, which represent 47 percent, 39 percent, and 96 percent, respectively, of the assets, net position, and revenues of the Statement of Activities and Statement of Net Position – Component Units as of September 30, 2024. Those statements were audited by other auditors whose reports have been furnished to us, and our opinions, insofar as it relates to the amounts included for the Health Care Authority, are based solely on the reports of the other auditors.

Basis of Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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 City of Greenville, Alabama, 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 Financial Statements

Management is responsible for the preparation and fair presentation of the 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 raise substantial doubt about the City's ability to continue as a going concern for 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 from 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 generally accepted auditing standards will always detect a 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 generally accepted auditing standards, we:

- Exercise professional judgment and maintain 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 responsive 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 City'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 City'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 schedule of employer contributions, schedule of changes in net pension liability, and the schedule of changes in total OPEB liability and related ratios, as well as budgetary comparison information be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a 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 and other auditors 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 City's basic financial statements. The combining and individual major fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the 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. The 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 by us and other auditors. In our opinion, based on our audit and the report of the other auditors, the combining and individual major fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Branum & Company, P.C.

Greenville, Alabama
April 24, 2026

MANAGEMENT'S DISCUSSION & ANALYSIS

This section of the City's annual financial statements presents the City of Greenville's Management's Discussion and Analysis (MD&A), a narrative overview of the City's financial performance during the fiscal year ending September 30, 2024. Readers are encouraged to read the MD&A in conjunction with the basic financial statements and accompanying notes to assess the City's overall position at year-end.

FINANCIAL HIGHLIGHTS

- The City of Greenville's liabilities exceeded its assets at the close of the fiscal year ended September 30, 2024 by \$14,901,426 (Net Position).
- The net change in the City's governmental funds reported a combined ending fund balance of \$2,403,300. Total governmental funds net change in fund balances was a decrease of \$483,657. Governmental fund revenue totaled \$17,171,501, with total expenditures of \$19,807,223. General Fund revenue totaled \$16,756,699, with total expenditures of \$16,725,250, for an excess of revenue over expenditures in the General Fund of \$31,449. Transfers between funds and component units total \$2,152,065. Transfers are made from general fund to bond funds in order to pay principal and interest each year.
- The Regional Medical Center of Central Alabama continues to experience cash flow challenges. To support ongoing operations, the City has guaranteed an additional \$6.335 million bond.
- Progress continues on the cabins at Sherling Lake Park, with an anticipated opening in Spring 2025.
- During fiscal year 2024, the City also entered into capital lease agreements for the acquisition of a Caterpillar backhoe loader, two limb trucks, and a 2025 Freightliner M2-106 garbage truck.
- Sales and use tax, the City's largest revenue source, totaled \$9,955,779, an increase of \$94,156 (.01%) during the 2024 fiscal year
- Long-term debt totaled \$56,567,525, at the close of the fiscal year, an increase of \$5,840,349 over the prior year.

OVERVIEW OF THE FINANCIAL STATEMENTS

The City's basic financial statements consist of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) narrative notes to the financial statements. This report also contains supplemental information that should enhance the reader's understanding of the City's overall financial condition

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide financial statements report information about the City as a whole, using accounting methods similar to those used by private-sector business.

The Statement of Net Position provides information on all of the City's assets and liabilities, with the difference between the two reported as net position. This statement combines and consolidates governmental funds' current financial resources (short-term spendable resources) with capital assets and long-term debt. Over time, increases or decreases in net position is one way to determine whether the overall financial condition of the City is improving or deteriorating. Additional non-financial factors such as changes in the City's tax base, planning and zoning actions, and condition of the City's streets and infrastructure should also be considered to measure the overall economic health of the City.

The government-wide financial statements distinguish functions of the City that are primarily supported by taxes and intergovernmental revenue (governmental activities such as police, fire, sanitation, recreation and general administration) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, public safety, infrastructure (public works) and cultural/recreation.

The government-wide financial statements include the City of Greenville (the primary government), and the activities of six (6) legally separate components: (1) Greenville-Butler County Public Library; (2) Industrial Development Board of the City of Greenville; (3) YMCA Public Park and Recreation Board of the City of Greenville; (4) The Greenville Downtown Redevelopment Authority; (5) The Health Care Authority of the City of Greenville – Regional Medical Center of Central Alabama; and (6) The Public Facilities Cooperative District for which the City is financially accountable. Financial information for these component units is reported separately from the information presented for the primary government. The Greenville Public Improvement Cooperative District (GPICD) is a blended component unit and functions for all practical purposes as a department of the City, and has therefore, been included as an integral part of the primary government. The GPICD is legally separate from the City.

REPORTING THE CITY'S MOST SIGNIFICANT FUNDS

FUND FINANCIAL STATEMENTS

The fund financial statements provide a more detailed accounting of the City's most significant funds. Fund accounting is used to keep track of specific sources of funding and spending for particular purposes such as debt-financed capital projects and the disbursements of grant revenue. Some funds are required by State law to be accounted for separately, because the expenditures are restricted for specific uses.

GOVERNMENTAL FUNDS

Governmental fund financial statements, unlike the government-wide statements, provide a detailed, short-term view that helps determine whether there are more or fewer financial resources that can be expended in the near future to finance the City's programs and services following the completion of a fiscal year.

The City has no proprietary funds or business-type activities; therefore, all of the City's basic services are included in the governmental funds--General Fund, Special Revenue Fund, Debt Service Fund and Capital Projects Fund. These funds are reported using the modified accrual accounting method, which measures cash and all other financial assets that can be readily converted into cash. The governmental fund statements begin on page 18. The Balance Sheet and the Statement of Revenue, Expenditures and Changes in Fund Balance provide reconciliations to illustrate a comparison between governmental activities.

NOTES TO THE FINANCIAL STATEMENTS

The notes presented on pages 23 through 51 provide additional information that is essential for a full understanding of the data provided in the financial statements. The notes also include information regarding the City's progress in financing its obligation to provide pension benefits to its employees. The combining statements of non-major government funds follow the required supplementary information.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The largest component of the City's net position balance reflects its investment in capital assets [land, buildings and building improvements, machinery & equipment, and infrastructure (streets, sidewalks, bridges, storm drainage and other improvements)] net of depreciation less any related outstanding debt that was used to acquire the assets. The City utilizes these capital assets to provide vital services and recreational programs to its citizens; therefore, these assets are not available for future spending. While the City's investment in its capital assets is reported net of related debt, the resources necessary to repay this debt must be provided from other sources, as the capital assets themselves cannot be used to pay for or to liquidate these liabilities. The City's restricted net position is subject to federal and state grant requirements, and bond and warrant covenants. The remaining balance of unrestricted net position may be used to meet the City's ongoing obligations to citizens and creditors. These unrestricted assets are available resources that do not have any external restrictions on their use.

STATEMENT OF ACTIVITIES

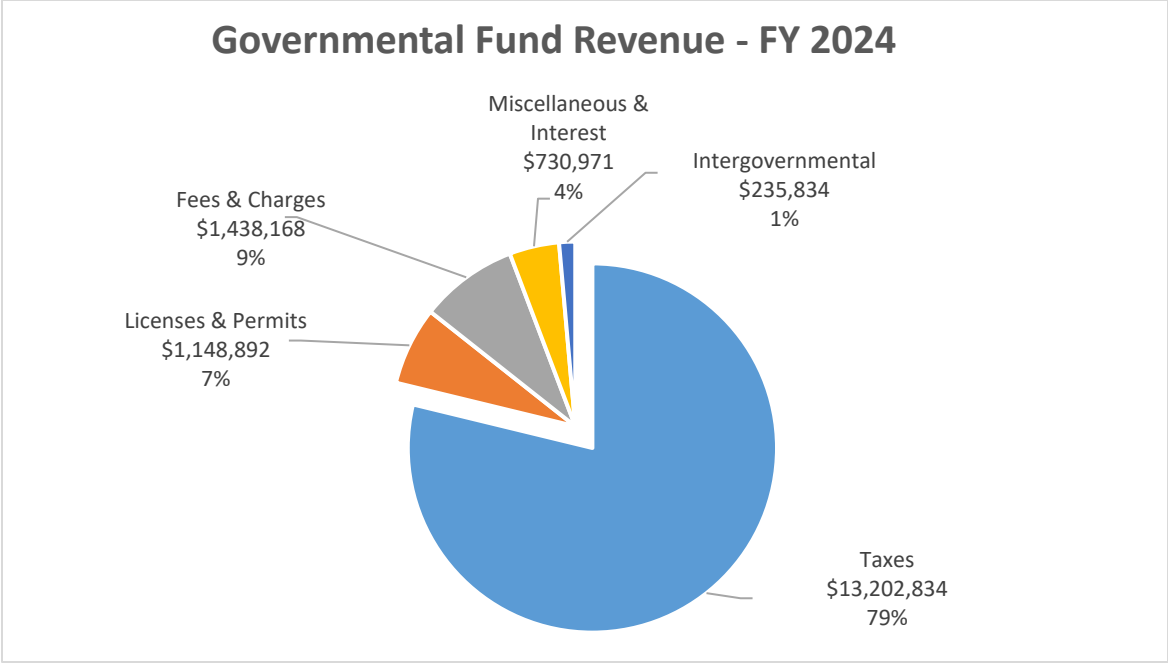
The Statement of Activities on page 15 summarizes the changes in revenue and expense activities for the period ending September 30, 2024. These financial activities comprise the major changes in governmental fund balances:

REVENUE

The Statement of Revenue, Expenditures and Changes in Fund Balance reflects total revenue of the governmental funds in 2024 of \$17,171,501 decreased by \$1,693,336 or 8.98% from the prior year. The following schedule of governmental program revenue by source offers a comparison of revenue for the fiscal years ending September 30, 2024 and 2023, and the amount of increases and decreases in relation to the prior year:

<u>REVENUE</u>	<u>9/30/2024</u>	<u>9/30/2023</u>	<u>INCREASE(DECREASE)</u>
Taxes	\$13,202,834	\$13,180,979	\$ 21,855
Licenses and Permits	1,148,892	1,151,275	(2,383)
Fees and Charges	1,438,168	1,292,424	145,744
Intergovernmental	537,373	2,490,284	(1,952,911)
Miscellaneous	840,729	732,552	108,177
Interest Income	3,505	17,323	(13,818)
	<u>\$17,171,501</u>	<u>\$18,864,837</u>	<u>\$(1,693,336)</u>

- Taxes in the amount of \$13,202,834 represented the largest revenue source for fiscal year 2024. Of this amount, General Fund Sales Tax (Sales & Use Tax, ABC Sales and Vehicle Sales Tax) generated \$10,019,006 in fiscal year 2024. Sales tax comprised 59.79% of the total revenue in the City's general fund in 2024. The current sales tax is 4.5%. Automobile, Property and Ad Valorem tax provided the second largest source of general fund revenue at \$1,764,943, an increase of \$9,742 or .56% over 2023.
- Licenses and Permits (Business Licenses, Franchise Fees, Building Permits and Inspection Fees) collectively generated \$1,148,892 in 2024, a decrease of \$2,383 from fiscal year 2023.
- Total intergovernmental revenue for the governmental funds for 2024 totaled \$235,834 a decrease from fiscal year 2023 of \$1,083,560. Miscellaneous revenue of \$730,729 for governmental funds increased by \$112,469 during fiscal 2024.
- Fees and Charges (Recreation fees, landfill and garbage fees, law enforcement, animal control, ambulance fees, Ritz Theater and miscellaneous) generated a collective total of \$1,438,168 in fiscal year 2024, an increase of \$145,744.



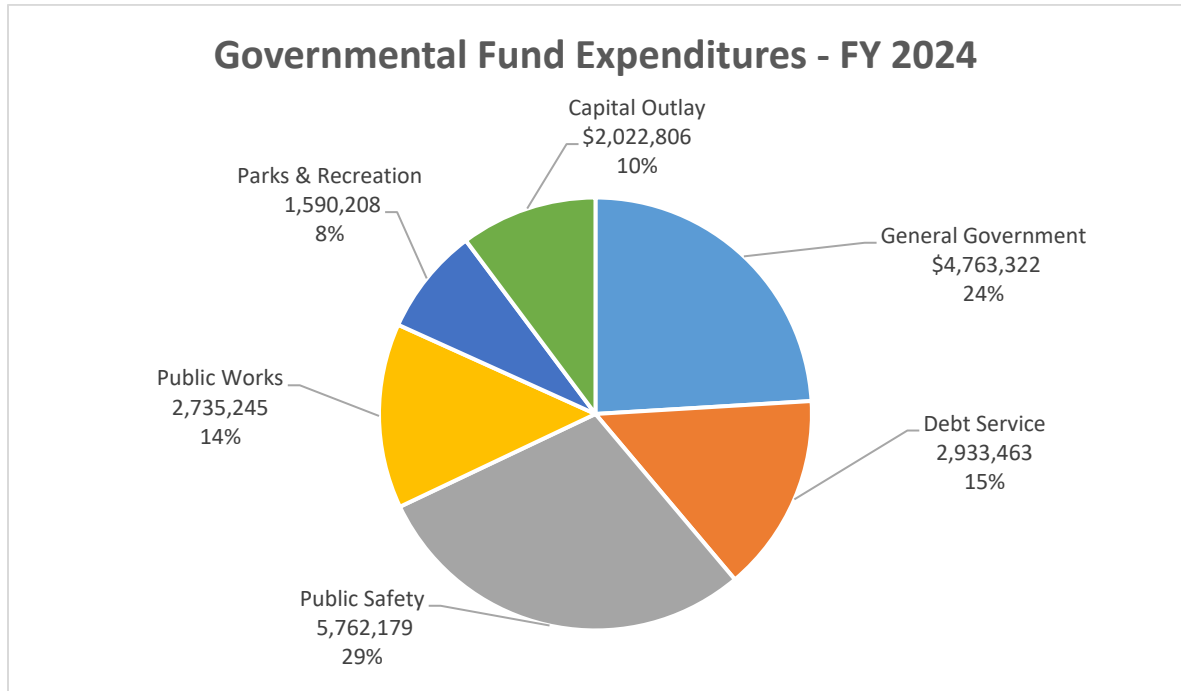
EXPENDITURES

- Expenditures for all of the City's primary governmental activities (general government, public works, public safety, cultural and recreational, & interest on long-term debt) totaled \$19,807,223 at September 30, 2024, a decrease of \$1,163,891 (5.5%) over the prior fiscal year. The largest change was in Capital Outlay, down by \$902,243 from previous year. A paving project was completed during the 2023 fiscal year in the amount of \$1,093,855. The following schedule summarizes expenditures for the 2024 and 2023 fiscal years, and displays the amount of increases and decreases in relation to the prior year.

<u>EXPENDITURES</u>	<u>9/30/2024</u>	<u>9/30/2023</u>	<u>INCREASE(DECREASE)</u>
General Government	\$ 4,763,322	\$ 5,382,740	\$ (619,418)
Public Safety	5,762,179	5,623,115	139,064
Public Works	2,735,245	3,042,153	(306,908)
Parks and Recreation	1,590,208	1,263,965	326,243
Capital Outlay	2,022,806	2,925,049	(902,243)
Debt Service	2,933,463	2,734,092	199,371
	<u>\$19,807,223</u>	<u>\$20,971,114</u>	<u>\$(1,163,891)</u>

- Personnel service costs were \$6,758,952 in salaries and \$2,578,487 fringe benefits in year 2024. The City's leaders believe a continued commitment to the City's workforce is vital to the overall quality of services provided to its citizens. The City is

conservative in filling vacant positions, and has managed to provide the same level and quality of services for its citizens with a reduced work force.



GENERAL FUND
BUDGETARY HIGHLIGHTS

The City Council adopts a General Fund budget annually and utilizes the budget as a financial management tool. The budget is integrated within the financial management system, enabling all levels of management to determine current budget status on a line item basis. The City Council adopted a balanced General Fund budget of \$19,320,135 for fiscal year 2024, an increase of \$789,620 or 4.26% above the 2023 budget. Revisions were made to the budget during the year to transfer budgeted amounts from one line item to another to accurately reflect the category to which the revenue or expenditures were charged.

REVENUE BUDGET

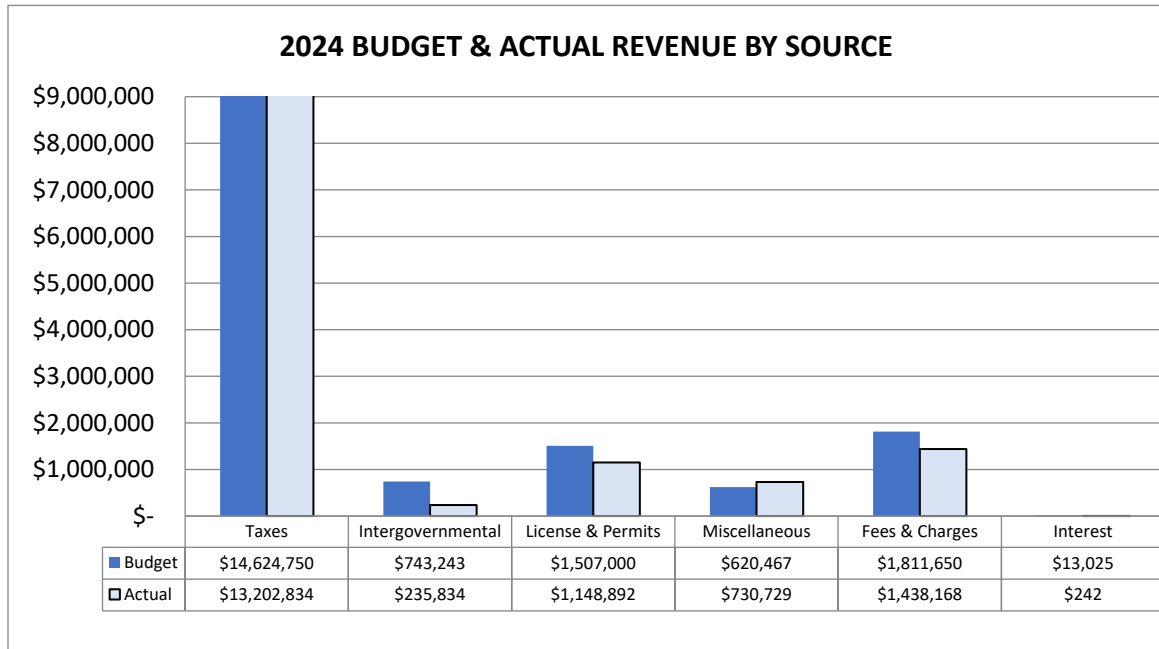
Actual General Fund revenue fell short of budgeted revenue at the end of fiscal year 2024 by \$2,563,436 or 13.27%. Contributing factors summarizing this difference include:

The City experienced a revenue shortfall in fiscal year 2024 primarily due to underperformance in key revenue sources compared to budget expectations. Actual tax revenue fell short of projections by \$1,421,916. Because taxes make up approximately 78.79% of the City's total revenue, even modest variances in collections can significantly impact overall revenue. This shortfall is largely attributed to conservative economic activity and lower-than-anticipated sales tax collections. Additionally, License and Permit revenue was below budget by \$358,108, which may

be attributed to reduced business activity, fewer new business starts, or delays in permitting and development projects. Intergovernmental revenue also came in under budget by \$507,409. The variance is primarily due to timing differences associated with grant-funded projects, specifically the Airport Grant. While the full grant amount was budgeted, only \$86,847 was expended during the fiscal year, resulting in the remaining funds not being drawn down. As a result, the associated revenue was not recognized in the current year, creating the appearance of a deficit.

Overall, the revenue shortfall is largely driven by a combination of economic conditions affecting tax and license collections, along with timing delays in grant expenditures and reimbursements, rather than a permanent loss of revenue.

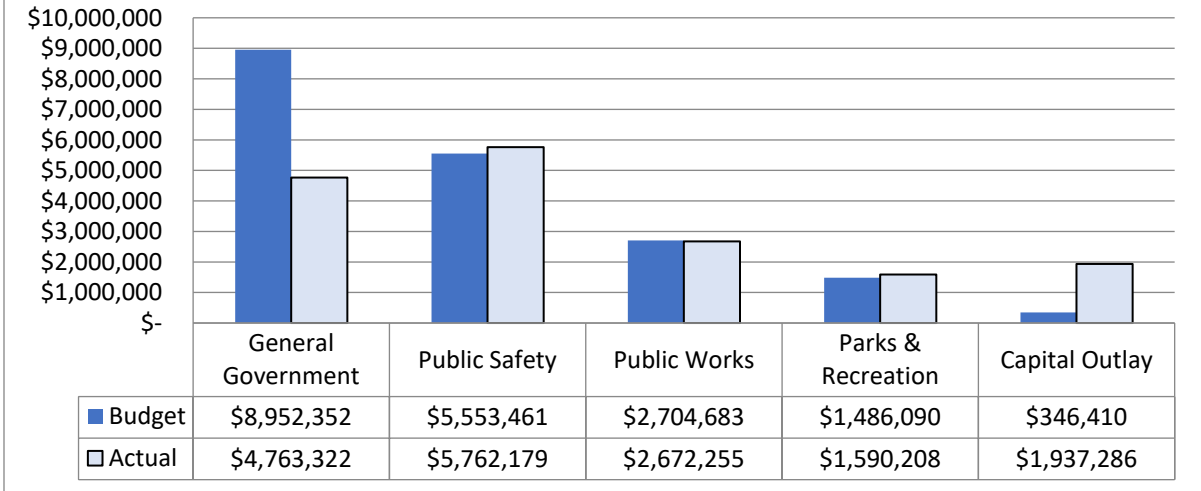
The following graph illustrates the comparison between budgeted and actual revenue by source for the fiscal year.



EXPENDITURE BUDGET

Actual General Fund expenditures \$16,725,250 at the end of the fiscal year were less than budgeted expenditures by \$2,317,746.

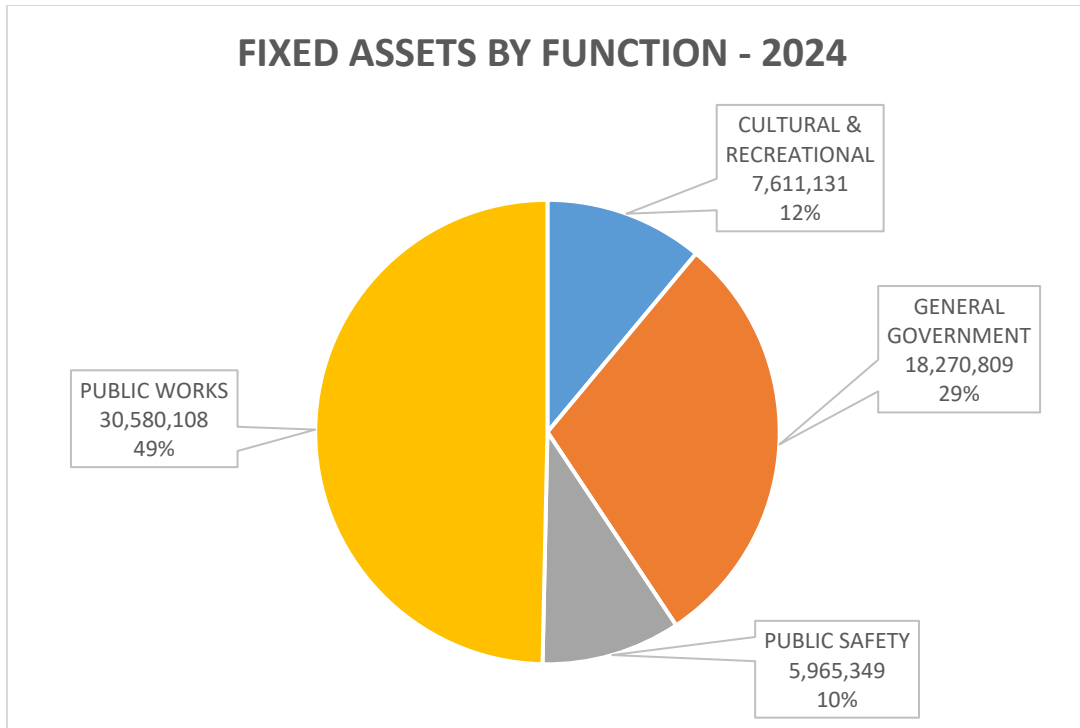
2024 BUDGET & ACTUAL EXPENDITURES BY SOURCE



The actual revenue was more than expenses by \$31,449. The City transferred \$289,263 to component units and another \$2,951,014 was transferred to other funds. Funds transferred in to General Fund were \$1,838,000. Proceeds from long-term debt was \$640,000 and the sale of capital assets was \$940,350. The ending general fund balance for the year was \$28,278, compared to a deficit of \$181,244 in fiscal year 2023.

CAPITAL ASSET AND DEBT ADMINISTRATION

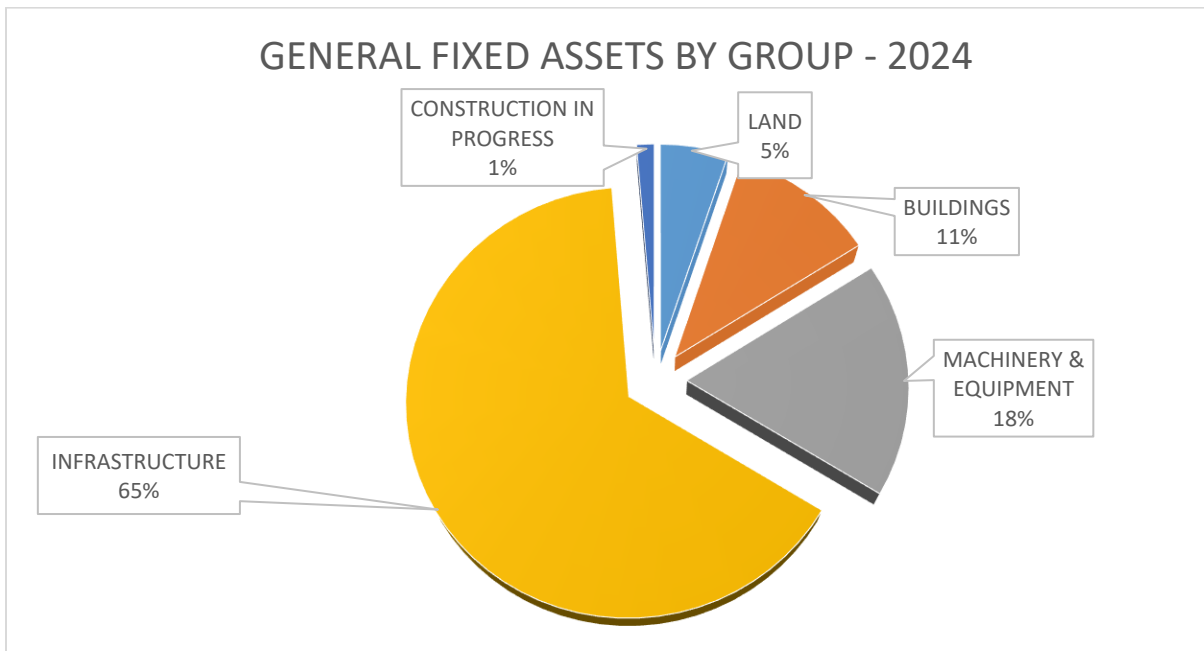
CAPITAL ASSET ACTIVITY. As of September 30, 2024, the City of Greenville owned \$36,160,146 (net of accumulated depreciation), invested in a broad range of capital assets, including land, buildings, equipment, infrastructure and other improvements. This amount represents an increase of \$453,631 from 2023. Accumulated depreciation totaled \$26,267,251; total capital assets being depreciated during fiscal year 2024 were \$58,434,187. Total depreciation expense for governmental activities was \$1,377,983 in 2024. The Investment in Governmental Funds Capital Assets totaled \$62,427,397 at year-end. The following charts show the breakdown of the City's governmental fund capital assets by cost/basis based on asset function and asset group:



Capital assets with an initial unit cost of \$5,000 or more and with a life expectancy of two-years or more are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at fair market value at the date of donation. Land and Construction in Progress are the only capital assets that are not depreciated. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend its life are not capitalized. Additions to capital assets put into service in 2024 totaled \$1,582,949 and included the following:

- LAND ADDITIONS - \$15,670. The City purchased land on 215 and 231 Second Street; Flowers at the corner of Second Street; W. Parmer near Harrison Street; 415 Hicks Street; E. Parmer at Oglesby/Parmer; and Water Street near W. Commerce during the 2024 fiscal year.
- STREETS - \$54,477. The County completed a widening/paving project on Cahaba Road and included a portion in the city limits. The city reimbursed the county for the expense.
- EQUIPMENT ADDITIONS - \$1,488,966. Police Dept. \$369,381 (three 2023 Chevrolet Tahoes, one 2023 SRT Armored Tahoe and a 2023 Dodge Durango); City Inspector's Office \$5,800 (2021 HP Plotter); Recreation \$173,435 (two playgrounds, one at Dunbar Park, one at Garfield Park, camera system for Building 3 and computer equipment); and Sanitation \$940,350 (Caterpillar Backhoe, 2 – 2025 PAC MAC limb trucks and 2025 Freightliner garbage truck).

- OTHER IMPROVEMENTS - \$23,836. Beeland Park basketball and batting cages \$23,836.
- CONSTRUCTION IN PROGRESS – ADDITIONS ONLY \$938,035. Movie Theater - \$794,000; Beeland Park Tennis and Basketball Court project \$5,494; Equipment for police cars \$138,541; Reclassified \$338,506 to other categories to be depreciated.
- ASSET DISPOSALS - \$427,149. The City disposed of equipment - Police \$55,763; Sanitation - \$371,386 (2020 limb truck and 2021 garbage truck).



- LONG-TERM DEBT ACTIVITY. At September 30, 2024 the City of Greenville had \$56,567,525 total debt outstanding for its general obligation bonds and warrants payable, compensated absences, pension and OPEB liability, an increase of \$5,840,349 over fiscal year 2023.

A summary of the City's long-term debt may be found in Note 7 on pages 44 through 48.

ECONOMIC FACTORS, MUNICIPAL GOALS, AND YEAR 2024 GENERAL FUND BUDGET

The City of Greenville is dedicated to providing high-quality services that meet the needs of its residents in a cost-effective manner. To fund its governmental activities, the City relies heavily on revenue from taxes, fees, and service charges. The level of these taxes and fees directly impacts the City's capacity to deliver essential services and promote economic growth.

The Greenville City Council remains focused on building a strong and diversified economic base. Collaborating with organizations such as the Greenville Industrial Development Board, Butler County Commission for Economic Development, Greenville Area Chamber of Commerce, and the Downtown Redevelopment Authority, the Council works to attract new jobs and industries to Greenville. The 2023–2024 budget year was marked by uncertainty, largely influenced by the prevailing political climate, which created challenges in forecasting revenues and planning expenditures.

In developing the 2024-2025 General Fund budget, the City considered various factors. Recent years have presented challenges across all levels of government, including Greenville. Positive signs of recovery during the prior fiscal year have created a favorable outlook for the coming year. However, increased demand for public services continues to strain local resources. The Council has taken a conservative approach to the budget, basing revenue projections on 2023 actual receipts. Departmental spending has largely been held at 2023 levels, with adjustments for necessary expenses. The Mayor and Council are hopeful that revenue and expenditures for 2024-2025 will align with the overall budget goals.

FINANCIAL INFORMATION CONTACT

The City of Greenville's financial statements are designed to provide citizens, taxpayers, customers, investors and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the assets under its management. Questions concerning any of the information provided in this report or requests for additional financial information should be directed to: Dee Blackmon, City Clerk-Treasurer, 119 East Commerce Street (Greenville City Hall), P. O. Box 158, Greenville, Alabama 36037 (334-382-2647) or dee@cityofgville.com.

CITY OF GREENVILLE, ALABAMA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2024

	Primary Governmental Activities	Component Units
ASSETS		
Cash and cash equivalents	\$ 2,584,659	\$ 1,065,233
Receivables	586,965	3,553,070
Lease receivable		3,057,005
Investments	71,200	268,882
Inventory		552,361
Prepaid items		110,018
Capital assets not being depreciated:		
Land	3,178,131	2,156,278
Construction in progress	815,079	717,348
Capital assets net of accumulated depreciation:		
Buildings	2,478,539	7,088,631
Machinery and equipment	4,916,832	2,619
Infrastructure	24,771,565	
Right of use asset - leases		97,990
Right of use asset - SBITAs		1,809,489
Other		36,040
Total assets	<u>39,402,970</u>	<u>20,514,964</u>
DEFERRED OUTFLOWS OF RESOURCES		
Pension related items	4,494,047	
OPEB related items	605,819	
Goodwill		799,126
Total deferred outflows of resources	<u>5,099,866</u>	<u>799,126</u>
Total assets and deferred outflows	<u>\$ 44,502,836</u>	<u>\$ 21,314,090</u>
LIABILITIES		
Accounts payable	\$ 217,223	\$ 4,013,328
Other payables	78,264	44,213
Accrued payroll	80,912	836,029
Accrued vacation	463,125	
Unearned revenue		2,898
Noncurrent liabilities:		
Due within one year	2,459,093	750,877
Due in more than one year:		
Net pension liability	14,181,196	
Total OPEB liability	5,912,772	
Other	34,014,464	4,706,804
Total liabilities	<u>57,407,049</u>	<u>10,354,149</u>
DEFERRED INFLOWS OF RESOURCES		
Pension related items	158,953	51,470
OPEB related items	1,838,260	
Leases		2,596,518
Total deferred inflows of resources	<u>1,997,213</u>	<u>2,647,988</u>
NET POSITION		
Net investment in capital assets	21,140,515	6,545,109
Restricted for:		
Public works	302,124	
Health Care Authority	1,298,722	
Cultural and recreation		24,013
Capital projects		25,000
Other projects		4,682
Opioid abatement strategies	127,003	
Debt service		187,870
Unassigned	<u>(37,769,790)</u>	<u>1,525,279</u>
Total net position	<u>(14,901,426)</u>	<u>8,311,953</u>
Total liabilities, deferred inflows, and net position	<u>\$ 44,502,836</u>	<u>\$ 21,314,090</u>

The accompanying notes are an integral part of these financial statements.

CITY OF GREENVILLE, ALABAMA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	PROGRAM REVENUE				NET REVENUE (EXPENSE) AND CHANGES IN NET POSITION	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government	
					Governmental Activities	Component Units
FUNCTIONS/PROGRAMS						
Primary Government:						
Governmental activities:						
General government	\$ 11,590,458	\$ 1,244,427	\$ 229,736	\$ 147,290	\$ (9,969,005)	
Public works	3,599,512	703,804			(2,895,708)	
Public safety	5,892,438	243,317	38,404	16,987	(5,593,730)	
Cultural and recreational	1,803,400	422,910	27,200		(1,353,290)	
Interest on long-term debt	1,011,520				(1,011,520)	
Total governmental activities	<u>23,897,328</u>	<u>2,614,458</u>	<u>295,340</u>	<u>164,277</u>	<u>(20,823,253)</u>	<u>-</u>
Total primary government	<u>\$ 23,897,328</u>	<u>\$ 2,614,458</u>	<u>\$ 295,340</u>	<u>\$ 164,277</u>	<u>\$ (20,823,253)</u>	
Component Units:						
Public Library	\$ 348,074	\$ 11,591	\$ 62,653	\$ 17,155		\$ (256,675)
YMCA Public Park & Recreation Board	115,000					(115,000)
Industrial Development Board	77,975					(77,975)
The Downtown Redevelopment Auth.	210,121					(210,121)
The Health Care Authority	29,291,260	22,665,671	6,710,281	96,000		180,692
The Public Facility Cooperative District	322,471					(322,471)
Total component units	<u>\$ 30,364,901</u>	<u>\$ 22,677,262</u>	<u>\$ 6,772,934</u>	<u>\$ 113,155</u>		<u>\$ (801,550)</u>
General revenue:						
Property taxes					\$ 1,764,943	
Sales taxes					10,019,006	
Lodging taxes					493,250	
Occupancy fee					142,608	
Motor fuel taxes					312,378	
Alcoholic beverage taxes					179,131	
Tobacco tax					75,136	
Financial institution excise tax					127,037	
Mobile home tax					520	
Lease and rental tax					88,825	
Grants and contributions not restricted to specific programs						\$ 336,769
Investment earnings					3,505	189,958
Miscellaneous revenue					847,512	622,033
Gain on sale of assets					(311,665)	
Total general revenue and special items					<u>13,742,186</u>	<u>1,148,760</u>
Change in net position					(7,081,067)	347,210
NET POSITION - BEGINNING					<u>(7,820,359)</u>	<u>7,964,743</u>
NET POSITION - ENDING					<u>\$ (14,901,426)</u>	<u>\$ 8,311,953</u>

The accompanying notes are an integral part of these financial statements.

CITY OF GREENVILLE, ALABAMA
STATEMENT OF NET POSITION - COMPONENT UNITS
SEPTEMBER 30, 2024

	Component Units						Total
	Public Library	YMCA Public Park & Rec Board	Industrial Development Board	The Greenville Downtown Redevelopment Authority	The Health Care Authority	The Public Facility Cooperative District	
ASSETS							
Cash and cash equivalents	\$ 256,128		\$ 150,879	\$ 187,870	\$ 470,356		\$ 1,065,233
Investments	268,882						268,882
Accounts receivable	2,500					\$ 20,415	22,915
Patient accounts receivable					3,530,155		3,530,155
Capital lease receivable:							
Due within one year			48,081	135,902	11,262		195,245
Due in more than one year			136,238	2,596,495	129,027		2,861,760
Inventory					552,361		552,361
Prepaid expenses					110,018		110,018
Capital assets not being depreciated:							
Land and land improvements	24,223	\$ 300,000	795,988	388,067	648,000		2,156,278
Construction in progress	5,000		712,348				717,348
Capital assets net of accumulated depreciation:							
Buildings	806,594	417,377		3,554,370	2,310,290		7,088,631
Machinery and equipment		2,619					2,619
Right of use asset - leases					97,990		97,990
Right of use asset - SBITAs					1,809,489		1,809,489
Other assets					36,040		36,040
Total assets	1,363,327	719,996	1,843,534	6,862,704	9,704,988	20,415	20,514,964
DEFERRED OUTFLOWS OF RESOURCES							
Goodwill					799,126		799,126
Total assets and deferred outflows of resources	\$ 1,363,327	\$ 719,996	\$ 1,843,534	\$ 6,862,704	\$ 10,504,114	\$ 20,415	\$ 21,314,090
LIABILITIES							
Accounts payable			\$ 2,412		\$ 3,861,357	\$ 20,415	\$ 3,884,184
Accrued payroll	\$ 224				835,805		836,029
Payroll taxes payable	936						936
Estimated third-party payor settlement:					129,144		129,144
Accrued interest				\$ 43,277			43,277
Unearned revenue					2,898		2,898
Noncurrent liabilities:							
Due within one year			45,673	100,000	605,204		750,877
Due in more than one year			793,044	2,230,000	1,683,760		4,706,804
Total liabilities	1,160	-	841,129	2,373,277	7,118,168	20,415	10,354,149
DEFERRED INFLOWS OF RESOURCES							
Leases			9,663	2,452,914	133,941		2,596,518
Unamortized bond premium				51,470			51,470
Total deferred inflows of resources	-	-	9,663	2,504,384	133,941	-	2,647,988
NET POSITION							
Net investment in capital assets	835,817	\$ 719,996	851,526	1,560,967	2,576,803		6,545,109
Restricted for:							
Cultural and recreation	24,013						24,013
Capital projects	25,000						25,000
Other projects	4,682						4,682
Debt service				187,870			187,870
Unassigned	472,655		141,216	236,206	675,202		1,525,279
Total net position	1,362,167	719,996	992,742	1,985,043	3,252,005	-	8,311,953
Total liabilities, deferred inflows, and net position	\$ 1,363,327	\$ 719,996	\$ 1,843,534	\$ 6,862,704	\$ 10,504,114	\$ 20,415	\$ 21,314,090

CITY OF GREENVILLE, ALABAMA
STATEMENT OF ACTIVITIES - COMPONENT UNITS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	PROGRAM REVENUE				NET REVENUE (EXPENSE) AND CHANGES IN NET POSITION						
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Public Library	YMCA Public Park and Recreation Board	Industrial Development Board	The Greenville Downtown Redevelopment Authority	The Health Care Authority	The Public Facility Cooperative District	Total
FUNCTIONS/PROGRAMS											
Public Library	\$ 348,074	\$ 11,591	\$ 62,653	\$ 17,155	\$ (256,675)						\$ (256,675)
YMCA Public Park & Recreation Board	115,000					\$ (115,000)					(115,000)
Industrial Development Board	77,975						\$ (77,975)				(77,975)
The Greenville Downtown Redevelopment Authority	210,121							\$ (210,121)			(210,121)
The Health Care Authority	29,291,260	22,665,671	6,710,281	96,000					\$ 180,692		180,692
The Public Facility Cooperative District	322,471									\$ (322,471)	(322,471)
Total component units	\$ 30,364,901	\$ 22,677,262	\$ 6,772,934	\$ 113,155	(256,675)	(115,000)	(77,975)	(210,121)	180,692	(322,471)	(801,550)
General revenue:											
Grants and contributions not restricted to specific programs					243,849	92,920					336,769
Investment income					47,514		47,204	66,636	28,604		189,958
Miscellaneous revenue					1,583		163,020	133,332	1,627	322,471	622,033
Total general revenue and transfers					<u>292,946</u>	<u>92,920</u>	<u>210,224</u>	<u>199,968</u>	<u>30,231</u>	<u>322,471</u>	<u>1,148,760</u>
Change in net position					36,271	(22,080)	132,249	(10,153)	210,923	-	347,210
NET POSITION - BEGINNING					<u>1,325,896</u>	<u>742,076</u>	<u>860,493</u>	<u>1,995,196</u>	<u>3,041,082</u>	<u>-</u>	<u>7,964,743</u>
NET POSITION - ENDING					<u>\$ 1,362,167</u>	<u>\$ 719,996</u>	<u>\$ 992,742</u>	<u>\$ 1,985,043</u>	<u>\$ 3,252,005</u>	<u>\$ -</u>	<u>\$ 8,311,953</u>

CITY OF GREENVILLE, ALABAMA
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2024

	GENERAL	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	TOTAL GOVERNMENTAL FUNDS
ASSETS:					
Cash	\$ 216,527	\$ 1,579,586		\$ 788,546	\$ 2,584,659
Receivables	565,705	21,260			586,965
Investments	71,200				71,200
Total assets	\$ 853,432	\$ 1,600,846	\$ -	\$ 788,546	\$ 3,242,824
LIABILITIES AND FUND BALANCES:					
LIABILITIES:					
Accounts payable	\$ 202,853			\$ 14,370	\$ 217,223
Accrued payroll	80,912				80,912
Accrued vacation	463,125				463,125
Other payable	78,264				78,264
Total liabilities	825,154	-	-	14,370	839,524
FUND BALANCES:					
Restricted:					
Street repairs		\$ 302,124			302,124
Public Improvement Coop District		1,298,722			1,298,722
Opioid abatement strategies	127,003				127,003
Committed:					
Capital improvements				774,176	774,176
Unassigned	(98,725)				(98,725)
Total fund balances	28,278	1,600,846	-	774,176	2,403,300
Total liabilities and fund balances	\$ 853,432	\$ 1,600,846	\$ -	\$ 788,546	\$ 3,242,824

The accompanying notes are an integral part of these financial statements.

CITY OF GREENVILLE, ALABAMA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2024

Differences in amounts reported for governmental activities in the Statement of Net Position.

Total fund balances - governmental funds		\$ 2,403,300
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.		36,160,146
Deferred outflows of resources and deferred inflows of resources are applicable to future periods, and, therefore, are not reported in the governmental funds:		
Deferred outflows - pension related	\$ 4,494,047	
Deferred outflows - OPEB related	605,819	
Deferred inflows - pension related	(158,953)	
Deferred inflows - OPEB related	<u>(1,838,260)</u>	
		3,102,653
Long-term liabilities, including bonds payable and accrued interest, are not due and payable in the current period and, therefore, are not reported in the governmental funds. Balances at September 30, 2024 were:		
Bonds, leases and notes payable	35,199,631	
Unamortized net discounts	(32,714)	
Unamortized net premiums	307,629	
Compensated absences	764,370	
Net pension liability	14,181,196	
Total OPEB liability	<u>6,147,413</u>	
Total long-term liabilities		<u>(56,567,525)</u>
Net position of governmental activities		<u><u>\$ (14,901,426)</u></u>

The accompanying notes are an integral part of these financial statements.

CITY OF GREENVILLE, ALABAMA
STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	GENERAL	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	TOTAL GOVERNMENTAL FUNDS
REVENUE:					
Taxes	\$ 13,202,834				\$ 13,202,834
Licenses and permits	1,148,892				1,148,892
Fees and charges	1,438,168				1,438,168
Intergovernmental revenue	235,834	\$ 229,736		\$ 71,803	537,373
Miscellaneous revenue	730,729			110,000	840,729
Interest	242	912		2,351	3,505
Total revenue	<u>16,756,699</u>	<u>230,648</u>	<u>-</u>	<u>184,154</u>	<u>17,171,501</u>
EXPENDITURES:					
Current:					
General government	4,763,322				4,763,322
Public safety	5,762,179				5,762,179
Public works	2,672,255	62,990			2,735,245
Parks and recreation	1,590,208				1,590,208
Capital outlay	1,937,286			85,520	2,022,806
Debt service:					
Principal		315,000	\$ 1,498,419		1,813,419
Interest		597,503	381,326		978,829
Debt issuance cost		141,215			141,215
Total expenditures	<u>16,725,250</u>	<u>1,116,708</u>	<u>1,879,745</u>	<u>85,520</u>	<u>19,807,223</u>
Excess (deficiency) of revenue over expenditures	<u>31,449</u>	<u>(886,060)</u>	<u>(1,879,745)</u>	<u>98,634</u>	<u>(2,635,722)</u>
OTHER FINANCING SOURCES (USES):					
Transfers in	1,838,000	830,116	1,879,745	2,595,898	7,143,759
Transfers out	(3,240,277)			(4,192,745)	(7,433,022)
Transfer to The HealthCare Authority		(5,283,107)			(5,283,107)
Proceeds from capital lease obligations	940,350				940,350
Discount on issuance of bonds		(190,915)			(190,915)
Proceeds from issuance of long-term debt	640,000	6,335,000			6,975,000
Total other financing sources (uses)	<u>178,073</u>	<u>1,691,094</u>	<u>1,879,745</u>	<u>(1,596,847)</u>	<u>2,152,065</u>
Net change in fund balance	209,522	805,034	-	(1,498,213)	(483,657)
FUND BALANCE - BEGINNING	<u>(181,244)</u>	<u>795,812</u>	<u>-</u>	<u>2,272,389</u>	<u>2,886,957</u>
FUND BALANCE - ENDING	<u>\$ 28,278</u>	<u>\$ 1,600,846</u>	<u>\$ -</u>	<u>\$ 774,176</u>	<u>\$ 2,403,300</u>

The accompanying notes are an integral part of these financial statements.

CITY OF GREENVILLE, ALABAMA
RECONCILIATION OF THE STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND
BALANCE OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2024

Differences in amounts reported for governmental activities in the Statement of Activities.

Net change in fund balances - total governmental funds	\$ (483,657)
Capital outlay, reported as expenditures in governmental funds, is shown as capital assets in the Statement of Net Position	2,175,477
Donations of capital assets increase net position in the statement of net position but do not appear in the governmental funds because they are not financial resources	7,000
Depreciation expense on governmental capital assets included in the governmental activities in the Statement of Activities	(1,377,983)
The net effect of transactions involving the sale and disposal of capital assets is to decrease net position in the Statement of Net Position	(350,863)
Loan proceeds provide current financial resources to governmental funds; however, issuing debt increases long-term liabilities in the Statement of Net Position	
Proceeds from notes payable	\$ 640,000
Proceeds from bond issuance	6,335,000
Proceeds from capital lease obligations	940,350
Bond premium	190,914
	<u>(8,106,264)</u>
Repayment of long-term debt is reported as an expenditure in governmental funds, but a reduction of long-term liabilities in the Statement of Net Position	
General obligation bonds	1,813,419
Capital leases	502,822
Notes payable	173,666
	<u>2,489,907</u>
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	(1,271,290)
OPEB	(169,176)
Governmental funds report effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities	
Amortization	<u>5,782</u>
Change in net position of governmental activities	<u><u>\$ (7,081,067)</u></u>

The accompanying notes are an integral part of these financial statements.

CITY OF GREENVILLE, ALABAMA
STATEMENT OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	BUDGETED AMOUNTS	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET (OVER) UNDER
REVENUE:			
Taxes	\$ 14,624,750	\$ 13,202,834	\$ 1,421,916
Licenses and permits	1,507,000	1,148,892	358,108
Fees and charges	1,811,650	1,438,168	373,482
Intergovernmental revenue	743,243	235,834	507,409
Miscellaneous revenue	620,467	730,729	(110,262)
Interest income	13,025	242	12,783
Total revenue	19,320,135	16,756,699	2,563,436
EXPENDITURES:			
General government	8,952,352	4,763,322	4,189,030
Public safety	5,553,461	5,762,179	(208,718)
Public works	2,704,683	2,672,255	32,428
Parks and recreation	1,486,090	1,590,208	(104,118)
Capital outlay	346,410	1,937,286	(1,590,876)
Total expenditures	19,042,996	16,725,250	2,317,746
Excess (deficit) of revenue over expenditures	277,139	31,449	245,690
OTHER FINANCING SOURCES (USES):			
Proceeds from long-term debt issued		640,000	(640,000)
Proceeds from capital lease obligations		940,350	(940,350)
Transfers to component unit	(277,139)	(289,263)	12,124
Transfers out	-	(2,951,014)	2,951,014
Transfers in		1,838,000	(1,838,000)
Total other financing uses	(277,139)	178,073	(455,212)
Net change in fund balance	\$ -	209,522	\$ (209,522)
FUND BALANCE - BEGINNING		(181,244)	
FUND BALANCE - ENDING		\$ 28,278	

The accompanying notes are an integral part of these financial statements.

CITY OF GREENVILLE, ALABAMA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Financial reporting entity - The City of Greenville (the City) was incorporated under the provisions of the State of Alabama on March 9, 1871. The City operates under a Mayor-Council form of government and provides the following services as authorized by its charter: public safety (police and fire), streets, sanitation, health and social services, culture, recreation, public improvements, planning, zoning and general administrative services. As required by accounting principles generally accepted in the United States of America, these financial statements present the City (the primary government) and its component units. Blended component units are, in substance, part of the primary government's operations, even though they are legally separate entities. Thus, blended component unit are appropriately presented as funds of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the City. They are included in the City's reporting entity because of the significance of their operational or financial relationship with the City.

Blended component units - The Greenville Public Improvement Cooperative District (the District) was formed by the City for the purpose of acquiring, constructing, installing, improving, and leasing real property and public improvements, including the acute care hospital and related health care assets operating under the name L.V. Stabler Memorial Hospital. The District is included as a Special Revenue Fund within the major governmental funds and does not issue separate financial statements.

Discretely presented component units - The Greenville-Butler County Public Library (the Library) is fiscally dependent on the City because the Library's operational and capital budgets are approved by the City Council. The members of the governing board of the Library are jointly appointed by the City Council and County Commission. The Library is presented as a governmental fund type. Complete financial statements of the individual component unit can be obtained directly from its administrative office.

The Industrial Development Board of the City of Greenville (the Board) is fiscally dependent on the City because the City guarantees its debt. The members of the governing board of the Board are appointed by the City Council. The Board is presented as a proprietary fund type. Complete financial statements of the individual component unit can be obtained directly from its administrative office.

CITY OF GREENVILLE, ALABAMA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

The YMCA Public Parks and Recreation Board of the City of Greenville (the Board) is fiscally dependent on the City because the City provides revenue to pay its debt. The members of the governing board of the Board are appointed by the City Council. The Board is presented as a proprietary fund type. Complete financial statements of the individual component unit can be obtained directly from its administrative office.

The Greenville Downtown Redevelopment Authority (the Authority) is fiscally dependent on the City because the City guarantees its debt. The members of the governing board of the Authority are appointed by the City Council. The Authority is presented as a proprietary fund type. Complete financial statements of the individual component unit can be obtained directly from its administrative office.

The Health Care Authority (the Hospital) is fiscally dependent on the City because the City provides revenue to pay its debt. Three members of the governing board of the Hospital are appointed by the City Council. The Hospital is presented as a proprietary fund type. Complete financial statements of the individual component unit can be obtained directly from its administrative office. Significant operating losses and cash flow management difficulties raise substantial doubt about its ability to continue as a going concern. Management has evaluated the events and conditions to provide plans regarding these matters.

The Public Facilities Cooperative District (the District) is fiscally dependent on the City because the City provides revenue to cover the cost of the construction of a public facility which will revert back to the City at close of the agreement. Three members of the governing board of the District are appointed by the City Council. The District is presented as a proprietary fund type. Complete financial statements of the individual component unit can be obtained directly from its administrative office.

The City's officials are responsible for appointing the members of the boards of other organizations, but the City's accountability for these organizations do not extend beyond making the appointments. The City Council appoints the board members of the Housing Authority and the Water Works and Sewer Board.

Government-wide and fund financial statements - The basic financial statements consist of the government-wide financial statements and fund financial statements. Government-wide financial statements are comprised of the statement of net position and the statement of activities and reports information on all of the non-fiduciary activities of the primary government and its component units. For the most part, the effect of inter-fund activity has been removed from these statements. The exception to this is inter-fund services provided and used which are eliminated in the

CITY OF GREENVILLE, ALABAMA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

consolidation process. The primary government is reported separately from the legally separate component units.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenue. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenue is classified into three categories: charges for services, operating grants and contributions, and capital grants and contributions. Charges for services refer to direct recovery from customers for services rendered. Grants and contributions refer to revenue restricted for specific programs whose use may be restricted further to operational or capital items. The general revenue section displays revenue collected that helps support all functions of government and contributes to the change in the net position for the fiscal year.

Certain eliminations have been made to interfund activities, payables, and receivables. All internal balances in the statement of net position have been eliminated.

The fund financial statements follow and report additional and detailed information about operations for major funds individually. A reconciliation is provided that converts the results of governmental fund accounting to the government-wide presentations.

The City classifies net position in the financial statements as follows:

- **Net Investment in Capital Assets** includes the City's capital assets (net of accumulated depreciation) reduced by any outstanding balances of mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- **Restricted Net Position** includes assets that have third-party (statutory or granting agency) limitations on their use. The City typically uses restricted assets first, as appropriate opportunities arise, but reserves the right to selectively defer the use until a future project.
- **Unrestricted Net Position** typically includes unrestricted liquid assets. The Board of Directors has the authority to revisit or alter this designation.

Net position flow assumptions - Sometimes the City will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

CITY OF GREENVILLE, ALABAMA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

Measurement focus, basis of accounting, and financial statement presentation - The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenue is recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenue in the year received or when an enforceable legal claim exists, whichever comes first. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenue is recognized as soon as it is both measurable and available. Revenue is considered to be available when it is collectible within the current period, considered to be ninety days for all revenue. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenue of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the City.

The following are reported as major governmental funds:

General Fund - This is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Debt Service Fund - Accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt. See Note 7 for detailed listing of general obligation bonds accounted for in the Debt Service Fund.

Capital Projects Fund - Accounts for the acquisition and construction of major capital facilities. Specific projects accounted for are school construction, recreational facilities, and miscellaneous projects.

Special Revenue Fund - Accounts for the proceeds of specific revenue sources (other than special assessments, expendable trust or major capital projects) that are legally restricted to expenditures for specified purposes.

CITY OF GREENVILLE, ALABAMA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

Under the terms of grant agreements, the City funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenue. Thus, when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the program. It is the City's policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants, and then by general revenue.

Cash and cash equivalents - Cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

Property tax revenue - All ad valorem taxes levied by the state, county and any municipality in Butler County are assessed by the Tax Assessor and collected by the Tax Collector of Butler County. The Butler County property tax calendar requires the Tax Assessor to assess property owned as of September 30. The taxes are levied and liens attach on October 1 the following calendar year. The taxes are due October 1 through December 31 for that fiscal year. Property taxes are recognized as revenue when they are levied because they are considered to be both measurable and available.

Capital assets - Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental columns in the government-wide financial statements. Capital assets, other than infrastructure assets, are defined by the City as assets with an initial, individual cost of more than \$5,000 for equipment, land, buildings, and other capital assets with an estimated useful life in excess of two years. Accordingly, the amounts spent for the construction or acquisition of infrastructure assets are capitalized and reported in the government-wide financial statements regardless of their amount. In the case of the initial capitalization of general infrastructure assets (i.e., those reported by government activities), the City was able to estimate the historical cost for the initial reporting of all infrastructure assets through backtrending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year) if the actual cost was not available. As the City constructs or acquires additional capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or extend its useful life beyond the original estimate. In the case of donations, the City values these capital assets at the estimated fair value of the item at the date of its donation.

CITY OF GREENVILLE, ALABAMA
 NOTES TO FINANCIAL STATEMENTS
 SEPTEMBER 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

Interest is capitalized on governmental fund assets constructed with the proceeds of tax-exempt debt. The amount of interest to be capitalized is calculated by offsetting interest expense incurred from the date of borrowing until completion of the project with interest earned on invested proceeds over the same period. The City had no capitalized interest costs during 2024.

Property, plant, and equipment of the City, as well as the component units, is depreciated using the straight-line method over the following estimated useful lives:

Asset Class	Estimated Useful Lives
Buildings	20 - 50 years
Equipment	3 - 7 years
Infrastructure	10 - 60 years

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 outflow of resources (expense/expenditure) until then. The City has several items that qualify for reporting in this category. First is the deferred charge on refunding reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. The amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. In addition, the City also reports deferred outflow items related to the City's pension plan which are described further in Note 3 and the City's OPEB plan which is described in Note 4.

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 an inflow of resources (revenue) until that time. The City has two types of items that qualify for reporting in this category. The first item results from deferred inflows related to the City's OPEB, which are described further in Note 4. The second item is related to the City's pension plan which is described further in Note 3.

CITY OF GREENVILLE, ALABAMA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

Pension plan - The Employees' Retirement System of Alabama (the Plan) financial statements are prepared using the economic resources measurement focus and accrual basis of accounting. Contributions are recognized as revenue when earned, pursuant to the plan requirements. Benefits and refunds are recognized when due and payable in accordance with the terms of the Plan. Expenses are recognized when the corresponding liability is incurred, regardless of when the payment is made. Investments are reported at fair value. Financial statements are prepared in accordance with requirements of the Governmental Accounting Standards Board (GASB). Under these requirements, the Plan is considered a component unit of the State of Alabama and is included in the State's Annual Comprehensive Financial Report.

Receivables - Receivables are revenue, which is collected by, or shared with, the City by a state or local intermediary agent, and remitted to the City following the close of the fiscal year.

Compensated absences - City employees are entitled to certain compensated absences based on their length of employment. With minor exceptions, compensated absences either vest or accumulate and are accrued when they are earned. City employees are able to use accumulated sick leave towards retirement.

Postemployment benefits - The City records a liability in the government-wide financial statements for future healthcare benefits for eligible retirees. The postemployment benefits other than pension liability at September 30, 2023 totaled \$6,147,413.

Budgets and budgetary accounting - The general fund budget is adopted annually at the beginning of each fiscal year. The City does not prepare an annual budget for special revenue funds. The Mayor and members of the City Council are responsible for the adoption and amendments to the budget.

The budget is adopted on a basis consistent with accounting principles generally accepted in the United States of America (GAAP). All budget appropriations lapse at the end of each fiscal year. The original and final budget for the current fiscal year had no amendments.

Management estimates and assumptions - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from these estimates.

CITY OF GREENVILLE, ALABAMA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

Fund equity - In accordance with Governmental Accounting Standards Board Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions," the City classifies government fund balances as follows:

Nonspendable fund balance - amounts that are in nonspendable form (such as inventory) or are required to be maintained intact.

Restricted fund balance - amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.

Committed fund balance - amounts constrained to specific purposes by the City itself, using its highest level of decision-making authority (City Council). To be reported as committed, amounts cannot be used for any other purpose unless the City takes the same highest level action to remove or change the constraint.

Assigned fund balance - amounts the City intends to use for a specific purpose. Intent can be expressed by the City Council or by an official or body to which the City Council delegates the authority.

Unassigned fund balance - amounts that are available for any purpose. Positive amounts are reported only in the general fund.

City Council establishes (and modifies or rescinds) fund balance commitments by passage of an ordinance or resolution. This is typically done through adoption and amendment of the budget. A fund balance commitment is further indicated in the budget document as a designation or commitment of the fund (such as for special incentives).

Assigned fund balance is established by City Council through adoption or amendment of the budget as intended for specific purpose (such as the purchase of fixed assets, construction, debt service, or for other purposes).

Subsequent events - Subsequent events have been evaluated through April 24, 2026, which is the date the financial statements were available to be issued.

CITY OF GREENVILLE, ALABAMA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE 2 - CASH AND CASH EQUIVALENTS:

Custodial credit risk - The City's investment policy requires that bank deposits be fully insured by the Federal Deposit Insurance Corporation (FDIC) and the Security for Alabama Funds Enhancement (SAFE) Program. The SAFE Program is a multiple financial collateral pool administered by the State Treasurer according to State of Alabama statute.

As of September 30, 2024, none of the government's bank balances were exposed to custodial credit risk and are fully insured by the FDIC and covered by the SAFE Program.

NOTE 3 - PENSION PLAN:

Plan description. The ERS, an agent multiple-employer public employee retirement plan, was established October 1, 1945, pursuant to the *Code of Alabama 1975, Title 36, Chapter 27* (Act 515 of the Legislature of 1945). The purpose of the ERS is to provide retirement allowances and other specified benefits for state employees, State Police, and on an elective basis, to all cities, counties, towns and quasi-public organizations. The responsibility for the general administration and operation of ERS is vested in its Board of Control which consists of 15 trustees. Act 390 of the Legislature of 2021 created two additional representatives to the ERS Board of Control effective October 1, 2021. The Plan is administered by the Retirement Systems of Alabama (RSA). The *Code of Alabama 1975, Title 36, Chapter 27* grants the authority to establish and amend the benefit terms to the ERS Board of Control. The Plan issues a publicly available financial report that can be obtained at www.rsa-al.gov.

The ERS Board of Control consists of 15 trustees as follows:

- 1) The Governor, ex officio.
- 2) The State Treasurer, ex officio.
- 3) The State Personnel Director, ex officio.
- 4) The State Director of Finance, ex officio.
- 5) Three vested members of ERS appointed by the Governor for a term of four years, no two of whom are from the same department of state government nor from any department of which an ex officio trustee is the head.
- 6) Eight members of ERS who are elected by members from the same category of ERS for a term of four years as follows:
 - a. Two retired members with one from the ranks of retired state employees and one from the ranks of retired employees of a city, county, or a public agency each of whom is an active beneficiary of ERS.
 - b. Two vested active state employees.

CITY OF GREENVILLE, ALABAMA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE 3 - PENSION PLAN: (continued)

- c. One vested active employee of a participating municipality or city in ERS pursuant to the *Code of Alabama 1975, Section 36-27-6*.
- d. One vested active employee of a participating county in ERS pursuant to the *Code of Alabama 1975, Section 36-27-6*.
- e. One vested active employee or retiree of a participating employer in ERS pursuant to the *Code of Alabama 1975, Section 36-27-6*.
- f. One vested active employee of a participating employer other than a municipality, city or county in ERS pursuant to the *Code of Alabama 1975, Section 36-27-6*.

Benefits provided. State law establishes retirement benefits as well as death and disability benefits and any ad hoc increase in postretirement benefits for the ERS. Benefits for ERS members vest after 10 years of creditable service. State employees who retire after age 60 (52 for State Police) with 10 years or more of creditable service or with 25 years of service (regardless of age) are entitled to an annual retirement benefit, payable monthly for life. Local employees who retire after age 60 with 10 years or more of creditable service or with 25 or 30 years of service (regardless of age), depending on the particular entity's election, are entitled to an annual retirement benefit, payable monthly for life. Service and disability retirement benefits are based on a guaranteed minimum or a formula method, with the member receiving payment under the method that yields the highest monthly benefit. Under the formula method, members of the ERS (except State Police) are allowed 2.0125% of their average final compensation (highest 3 of the last 10 years) for each year of service. State Police are allowed 2.875% for each year of State Police service in computing the formula method.

Act 377 of the Legislature of 2012 established a new tier of benefits (Tier 2) for members hired on or after January 1, 2013. Tier 2 ERS members are eligible for retirement after age 62 (56 for State Police) with 10 years or more of creditable service and are entitled to an annual retirement benefit, payable monthly for life. Service and disability retirement benefits are based on a formula method. Under the formula method, Tier 2 members of the ERS (except State Police) are allowed 1.65% of their average final compensation (highest 5 of the last 10 years) for each year of service up to 80% of their average final compensation. State Police are allowed 2.375% for each year of State Police service in computing the formula method.

Members are eligible for disability retirement if they have 10 years of credible service, are currently in-service, and determined by the RSA Medical Board to be permanently incapacitated from further performance of duty. Preretirement death benefits equal to the annual earnable compensation of the member as reported to the Plan for the preceding year ending September 30 are paid to the beneficiary.

CITY OF GREENVILLE, ALABAMA
 NOTES TO FINANCIAL STATEMENTS
 SEPTEMBER 30, 2024

NOTE 3 - PENSION PLAN: (continued)

Act 132 of the Legislature of 2019 allowed employers who participate in the ERS pursuant to *Code of Alabama 1975, Section 36-27-6* to provide Tier 1 retirement benefits to their Tier 2 members. Tier 2 members of employers adopting Act 2019-132 will contribute 7.5% of earnable compensation for regular employees and 8.5% for firefighters and law enforcement officers. A total of 618 employers adopted Act 2019-132 as of September 30, 2023.

Act 316 of the Legislature of 2019 allows employees at the time of retirement to receive a partial lump sum (PLOP) distribution as a single payment not to exceed the sum of 24 months of the maximum monthly retirement allowance the member could receive. This option may be selected in addition to the election of another retirement allowance option at a reduced amount based upon the amount of partial lump sum distribution selected.

The ERS serves approximately 884 local participating employers and one state employer. The ERS membership includes approximately 113,079 participants. As of September 30, 2023, membership consisted of:

Retirees and beneficiaries	
currently receiving benefits	31,481
Terminated employees entitled to but not yet receiving benefits	2,350
Terminated employees not entitled to a benefit	20,556
Active Members	58,659
Post-DROP participants who are still in active service	<u>33</u>
Total	<u>113,079</u>

Contributions. Covered members of the ERS contributed 5% of earnable compensation to the ERS as required by statute until September 30, 2011. From October 1, 2011, to September 30, 2012, covered members of the ERS were required by statute to contribute 7.25% of earnable compensation. Effective October 1, 2012, covered members of the ERS are required by statute to contribute 7.50% of earnable compensation. Certified law enforcement, correctional officers, and firefighters of the ERS contributed 6% of earnable compensation as required by statute until September 30, 2011. From October 1, 2011, to September 30, 2012, certified law enforcement, correctional officers, and firefighters of the ERS were required by statute to contribute 8.25% of earnable compensation. Effective October 1, 2012, certified law enforcement, correctional officers, and firefighters of the ERS are required by statute to contribute 8.50% of earnable compensation. State Police of the ERS contribute 10% of earnable compensation.

Employers participating in the ERS pursuant to *Code of Alabama 1975, Section 36-27-6* were not required by statute to increase covered member contribution rates but were provided the opportunity to do so through Act 2011-676. By adopting Act

CITY OF GREENVILLE, ALABAMA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE 3 - PENSION PLAN: (continued)

2011-676, Tier 1 regular members' contribution rates increased from 5% to 7.5% of earnable compensation and Tier 1 certified law enforcement, correctional officers', and firefighters' member contribution rates increased from 6% to 8.5% of earnable compensation.

Tier 2 covered members of the ERS contribute 6% of earnable compensation to the ERS as required by statute. Tier 2 certified law enforcement, correctional officers, and firefighters of the ERS are required by statute to contribute 7% of earnable compensation. Tier 2 State Police members of the ERS contribute 10% of earnable compensation. These contributions rates are the same for Tier 2 covered members of ERS local participating employers.

The ERS establishes rates based upon an actuarially determined rate recommended by an independent actuary. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year with additional amounts to finance any unfunded accrued liability, the pre-retirement death benefit and administrative expenses of the Plan. For the year ended September 30, 2024, the City's active employee contribution rate was 10.08 percent of covered employee payroll, and the City's average contribution rate to fund the normal and accrued liability costs was 24.15 percent of pensionable payroll.

City's contractually required contribution rate for the year ended September 30, 2024, was 16.20% of pensionable pay for Tier 1 employees, and 15.01% of pensionable pay for Tier 2 employees. These required contribution rates are based upon the actuarial valuation dated September 30, 2021, a percent of annual pensionable payroll, and actuarially determined as an amount that, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, with an additional amount to finance any unfunded accrued liability. Total employer contributions to the pension plan from the City were \$1,035,254 for the year ended September 30, 2024.

CITY OF GREENVILLE, ALABAMA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE 3 - PENSION PLAN: (continued)
Net Pension Liability

The City's net pension liability was measured as of September 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as September 30, 2022, rolled forward to September 30, 2023, using standard roll-forward techniques as shown in the following table:

Total Pension Liability	
as of September 30, 2022 (a)	\$32,245,885
Entry Age Normal Cost for	
October 1, 2022—September 30, 2023 (b)	601,724
Transfers Among Employers (c)	2,889
Actual Benefit Payments for	
October 1, 2022—September 30, 2023 (d)	<u>(1,819,255)</u>
Total Pension Liability	
as of September 30, 2023	
[(a) x (1.0745)] + (b) + (c) - [(d) x (1.03725)]	<u>\$33,365,794</u>

Actuarial assumptions. The total pension liability as of September 30, 2023 was determined based on the annual actuarial funding valuation report prepared as of September 30, 2022. The key actuarial assumptions are summarized below:

Inflation	2.50%
Projected Salary Increases	3.25% - 6.00% for State and Local Employees and 4.00% - 7.75% for State Police, including inflation
Investment Rate of Return*	7.45%, including inflation

Mortality rates for were based on the Pub-2010 Below-Median Tables, projected generationally using the MP-2020 scale, which is adjusted by 66-2/3% beginning with year 2019:

CITY OF GREENVILLE, ALABAMA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE 3 – PENSION PLAN: (continued)

<u>Group</u>	<u>Membership Table</u>	<u>Set Forward (+)/ Setback (-)</u>	<u>Adjustment to Rates</u>
Non-FLC Service Retirees	General Healthy Below Median	Male: +2, Female: +2	Male: 90% ages < 65, 96% ages >= 65 Female: 96% all ages
FLC/State Police Service Retirees	Public Safety Healthy Below Median	Male: +1, Female: none	None
Beneficiaries	Contingent Survivor Below Median	Male: +2, Female: +2	None
Non-FLC Disabled Retirees	General Disability	Male: +7, Female: +3	None
FLC/State Police Disabled Retirees	Public Safety Disability	Male: +7, Female: none	None

The actuarial assumptions used in the September 30, 2021 valuation were based on the results of an actuarial experience study for the period October 1, 2015 – September 30, 2020.

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and best estimates of geometric real rates of return for each major asset class are as follows:

Asset Class	Target Allocation	Long-Term Expected Rate of Return*
Fixed Income	15.0%	2.8%
US Large Stocks	32.0%	8.0%
US Mid Stocks	9.0%	10.0%
US Small Stocks	4.0%	11.0%
Int'l Developed Mkt Stocks	12.0%	9.5%
Int'l Emerging Mkt Stocks	3.0%	11.0%
Alternatives	10.0%	9.0%
Real Estate	10.0%	6.5%
Cash	<u>5.0%</u>	1.5%
Total	100.0%	

*Includes assumed rate of inflation of 2.00%

CITY OF GREENVILLE, ALABAMA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE 3 - PENSION PLAN: (continued)

Discount rate. The discount rate used to measure the total pension liability was the long-term rate of return, 7.45%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that the employer contributions will be made in accordance with the funding policy adopted by the ERS Board of Control. Based on those assumptions, components of the pension plan's fiduciary net position were projected to be available to make all projected future benefit payments of 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.

Changes in Net Pension Liability

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balances at 9/30/2022	\$ 30,540,104	\$ 17,362,636	\$ 13,177,468
Changes for the year:			
Service cost	601,724		601,724
Interest	2,207,470		2,207,470
Changes in benefit terms			
Changes in assumptions			
Differences between expected and actual experience	1,832,862		1,832,862
Contributions - employer		970,807	(970,807)
Contributions - employee		439,770	(439,770)
Net investment income		2,227,751	(2,227,751)
Benefit payments, including refunds of employee contributions	(1,819,255)	(1,819,255)	-
Administrative expense			
Transfers among employers	2,889	2,889	-
Net changes	2,825,690	1,821,962	1,003,728
Balances at 9/30/2023	\$ 33,365,794	\$ 19,184,598	\$ 14,181,196

Sensitivity of the net pension liability to changes in the discount rate. The following table presents the City's net pension liability calculated using the discount rate of 7.45%, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower

CITY OF GREENVILLE, ALABAMA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE 3 - PENSION PLAN: (continued)
(6.45%) or 1-percentage-point higher (8.45%) than the current rate (dollar amounts in thousands):

	<u>1% Decrease</u> <u>(6.45%)</u>	<u>Current Rate</u> <u>(7.45%)</u>	<u>1% Increases</u> <u>(8.45%)</u>
City's net pension liability	\$18,134,662	\$14,181,196	\$10,853,438

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued RSA Annual Comprehensive Financial Report for the fiscal year ended September 30, 2023. The supporting actuarial information is included in the GASB Statement No. 68 Report for the ERS prepared as of September 30, 2023. The auditor's report on the Schedule of Changes in Fiduciary Net Position by Employer and accompanying notes is also available. The additional financial and actuarial information is available at <http://www.rsa-al.gov/index.php/employers/financial-reports/gasb-68-reports/>.

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

For the year ended September 30, 2024, the City recognized pension expense of \$2,306,544. At September 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions of the following sources:

	<u>Deferred Outflows</u> <u>of Resources</u>	<u>Deferred Inflows</u> <u>of Resources</u>
Differences between expected and actual experience	\$ 2,153,628	\$ 158,953
Changes of assumptions	536,999	
Net difference between projected and actual earnings on pension plan investments	768,166	
Employer contributions subsequent to the measurement date	1,035,254	
Total	\$ 4,494,047	\$ 158,953

Amounts reported as deferred outflows of resources and deferred inflows of resources to pensions will be recognized in pension expense as follows:

Year ended September 30:	
2025	\$ 928,339
2026	729,373
2027	1,266,072
2028	150,969
2029	225,087

CITY OF GREENVILLE, ALABAMA
 NOTES TO FINANCIAL STATEMENTS
 SEPTEMBER 30, 2024

NOTE 4 - POSTEMPLOYMENT BENEFITS:

Plan description - The City of Greenville’s OPEB Plan is a single-employer, defined benefit OPEB Plan. The plan provides medical benefits to employees upon retirement according to the retirement eligibility provisions as follows: 25 years of service at any age; or, age 60 and 10 years of service. For Tier II (those hired on or after 1/1/13), age 62 and 10 years of service (age 56 for full-time certified firefighter, police officer, or correction officer). The City has elected Act 2019-132. Tier II employees must retire under the same eligibility requirements as Tier I employees to receive OPEB benefits.

The Plan provides for the payment of all or a portion of the health insurance premiums for eligible retired employees. The City Council has the authority to establish and amend benefit provisions of the Plan. Benefits and contribution requirements (both employee and employer) for the OPEB Plan are contained in the official plan documents. No separate financial statements are issued.

The number of participants as of September 30, 2022, the effective date of the latest OPEB valuation, follows:

	NUMBER OF ENROLLEES
Active employees	105
Inactive employees or beneficiaries currently receiving benefits	19
Total	124

Funding policy - The City currently pays for postemployment health care benefits on a pay-as-you-go basis. Although the City could establish a trust to accumulate and invest assets necessary to pay for the accumulated liability, these financial statements assume that pay-as-you-go funding will continue.

Total OPEB liability - The City’s total OPEB liability of \$6,147,413 was measured as of September 30, 2022 and was determined by actuarial valuation as of September 30, 2023. The benefit liabilities have been rolled forward to September 30, 2023 using standard roll-forward techniques.

CITY OF GREENVILLE, ALABAMA
 NOTES TO FINANCIAL STATEMENTS
 SEPTEMBER 30, 2024

NOTE 4 - POSTEMPLOYMENT BENEFITS: (continued)

Actuarial assumptions and other inputs - The total OPEB liability in the September 30, 2022 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.50%
Real wage growth	.25%
Wage inflation	2.75%
Salary increases, including wage inflation	3.25% - 6.00%
Municipal Bond Index Rate	
Prior Measurement Date	2.26%
Measurement Date	4.02%
Health Care Cost Trends	
Pre-Medicare	7.00% for 2021 decreasing to an ultimate rate of 4.5% by 2031
Medicare Medical	5.125% for 2021 decreasing to an ultimate rate of 4.5% by 2024

The discount rate was based on the last Thursday of September rate of the Municipal Bond Index Rate equal to the Bond Buyer 20-year General Obligation Bond Index published weekly by The Bond Buyer. The discount rate used to compute the total OPEB liability for the reporting date of September 30, 2022 was 4.02%

Mortality rates for active employees were based on the Pub-2010 Below-Median Tables, with adjustments for AL ERS experience and generational mortality improvements using Scale MP-2020, with an adjustment of 66-2/3% to the table beginning in year 2019.

The demographic actuarial assumptions for retirement, disability incidence, withdrawal, and salary increases used in the September 30, 2021 valuation were based on the results of an actuarial experience study for the period October 1, 2015 – September 30, 2020, and were submitted to and adopted by the Board of the Employees' Retirement System of Alabama on September 14, 2021.

The remaining actuarial assumptions (e.g., initial per capita costs, health care cost trends, rate of plan participation, rates of plan election, etc.) were based on a review of recent plan experience performed concurrently with the September 30, 2021 valuation.

CITY OF GREENVILLE, ALABAMA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE 4 - POSTEMPLOYMENT BENEFITS: (continued)

Sensitivity of the total OPEB liability to changes in the discount rate - The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using the discount rate that is 1-percentage-point lower (3.02%) or 1-percentage-point higher (5.02%) than the current discount rate:

	1% Decrease (3.02%)	Discount Rate (4.02%)	1% Increase (5.02%)
Total OPEB liability	\$ 6,792,662	\$ 6,147,413	\$ 5,569,144

Sensitivity of the total OPEB liability to changes in the healthcare cost trends rate - The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using the healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare trend rates:

	1% Decrease	Current	1% Increase
Total OPEB liability	\$ 5,376,470	\$ 6,147,413	\$ 7,066,990

Changes in the Total OPEB Liability was calculated as follows:

	<u>Total OPEB Liability</u>
Balance at September 30, 2021	\$ 6,921,367
Changes for the year:	
Service Cost *	414,698
Interest	154,547
Change in benefit terms	0
Difference between expected and actual experience	6,937
Effect of assumptions changes or inputs	(1,183,164)
Benefit payments	<u>(166,972)</u>
Net changes	<u>(773,954)</u>
Balance at September 30, 2022	<u><u>\$ 6,147,413</u></u>

*The service cost includes interest for the year.

Changes in assumptions and other inputs reflect a change in the following:

1. Discount rate from 2.26% used in the September 30, 2021 valuation to 4.02% in the roll forward for September 30, 2022 to reflect the current economic development.

CITY OF GREENVILLE, ALABAMA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE 4 - POSTEMPLOYMENT BENEFITS: (continued)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB - For the year ended September 30, 2022, the City recognized OPEB expense of \$403,817. At September 30, 2022, the City also reported deferred inflows of resources related to the OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 15,681	\$ 637,977
Changes in assumptions	590,138	1,200,283
Total	\$ 605,819	\$ 1,838,260

Amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Measurement Period Ended September 30:	Amount
2023	\$ (233,097)
2024	(193,718)
2025	(147,311)
2026	(186,370)
2027	(231,049)
Thereafter	(240,896)

NOTE 5 - CLAIMS AND JUDGEMENTS:

The City has received federal and state grants for specific purposes which are subject to review and audit by the grantor agencies. Such audits could produce requests for reimbursements to the grantor agencies due to the disallowance of expenditures pursuant to the terms of the grant. It is the opinion of the City that such disallowances, if any, would be immaterial.

CITY OF GREENVILLE, ALABAMA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE 6 - CAPITAL ASSETS:

Capital asset activity for the year ended September 30, 2024, was as follows:

	<u>BEGINNING BALANCES</u>	<u>ADDITIONS</u>	<u>REDUCTIONS</u>	<u>ENDING BALANCES</u>
Capital assets, not being depreciated:				
Land	\$ 3,162,461	\$ 15,670		\$ 3,178,131
Construction in progress	<u>215,550</u>	<u>938,035</u>	<u>\$ 338,506</u>	<u>815,079</u>
Total capital assets, not being depreciated	<u>3,378,011</u>	<u>953,705</u>	<u>338,506</u>	<u>3,993,210</u>
Capital assets, being depreciated:				
Buildings	6,826,655			6,826,655
Machinery and equipment	9,982,519	1,488,966	427,149	11,044,336
Infrastructure	<u>40,484,883</u>	<u>78,313</u>		<u>40,563,196</u>
Total capital assets, being depreciated	<u>57,294,057</u>	<u>1,567,279</u>	<u>427,149</u>	<u>58,434,187</u>
Less accumulated depreciation for:				
Buildings and system	4,163,219	184,897		4,348,116
Machinery and equipment	5,989,895	213,894	76,285	6,127,504
Infrastructure	<u>14,812,439</u>	<u>979,192</u>		<u>15,791,631</u>
Total accumulated depreciation	<u>24,965,553</u>	<u>1,377,983</u>	<u>76,285</u>	<u>26,267,251</u>
Total capital assets being depreciated, net	<u>32,328,504</u>	<u>189,296</u>	<u>350,864</u>	<u>32,166,936</u>
Total capital assets, net	<u>\$35,706,515</u>	<u>\$1,143,001</u>	<u>\$ 689,370</u>	<u>\$36,160,146</u>

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

Governmental Activities:	
General Government	\$ 288,156
Public Works	831,733
Public Safety	128,732
Culture and Recreation	<u>129,362</u>
Total depreciation expense - governmental activities	<u>\$ 1,377,983</u>

CITY OF GREENVILLE, ALABAMA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE 7 - LONG-TERM DEBT:

Long-term debt activity for the year ended September 30, 2024, was as follows:

	BEGINNING BALANCES	ADDITIONS	REDUCTIONS	ENDING BALANCES	DUE WITHIN ONE YEAR
General obligation bonds	\$ 14,412,906		\$ 1,498,419	\$ 12,914,487	\$ 1,020,037
Less: issuance discounts	(35,212)		(2,498)	(32,714)	(2,498)
Add: issuance premiums	124,995		7,731	117,264	7,731
Total general obligation bonds payable	14,502,689		1,503,652	12,999,037	1,025,270
Note payable	554,667	\$ 640,000	173,666	1,021,001	253,666
Lease liability	646,615	940,350	502,822	1,084,143	94,568
Compensated absences	764,370	454,365	454,365	764,370	454,365
Net pension liability	13,177,468	1,003,728		14,181,196	
Total OPEB liability	6,921,367		773,954	6,147,413	234,641
Blended Component Unit:					
Public Imp Co-op District bonds payable	14,160,000	6,335,000	315,000	20,180,000	390,000
Add: issuance premiums		190,914	549	190,365	6,583
Total component unit bonds payable	14,160,000	6,525,914	315,549	20,370,365	396,583
Total long-term debt	<u>\$ 50,727,176</u>	<u>\$ 9,564,357</u>	<u>\$ 3,724,008</u>	<u>\$ 56,567,525</u>	<u>\$ 2,459,093</u>

General obligation bonds at September 30, 2024, are comprised of the following:

	<u>AMOUNT</u>
General Obligation Warrants, Series 2017-A; due in annual principal payments each September 1 and semiannual interest payments due each September 1 and March 1; interest rates range from 1.35% to 3.30%; final maturity date is September 1, 2037	\$ 1,435,000
General Obligation Warrants, Series 2020-A; due in annual principal payments each March 1 and semiannual interest payments due each September 1 and March 1; interest rates range from 2.00% to 3.00%; final maturity date is September 1, 2041	3,960,000
General Obligation Warrants - Taxable, Series 2020-B; due in annual principal payments each March 1 and semiannual interest payments due each September 1 and March 1; interest rates range from 2.00% to 3.00%; final maturity date is September 1, 2041	3,285,000

CITY OF GREENVILLE, ALABAMA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE 7 - LONG-TERM DEBT: (continued)

General Obligation Warrants, Series 2017-C; due in annual principal payments each June 1 and semiannual interest payments due each December 1 and June 1; interest rate 2.87%; final maturity date is June 1, 2036 \$ 4,234,487

Total general obligation bonds \$12,914,487

Debt service requirements on general obligation bonds at September 30, 2024, are as follows:

<u>YEAR ENDING SEPTEMBER 30,</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>
2025	\$ 1,020,037	\$ 340,622	\$ 1,360,659
2026	829,771	313,186	1,142,957
2027	854,194	291,043	1,145,237
2028	903,186	268,343	1,171,529
2029-2033	4,325,381	983,663	5,309,044
2034-2038	3,601,918	419,572	4,021,490
2039-2042	<u>1,380,000</u>	<u>65,395</u>	<u>1,445,395</u>
Totals	<u>\$12,914,487</u>	<u>\$ 2,681,824</u>	<u>\$15,596,311</u>

Notes payable at September 30, 2024, are comprised of the following:

	<u>AMOUNT</u>
Promissory note with National Security Fire and Casualty Co.; due in annual principal payments each February 1 beginning in 2024; interest rate is zero; final maturity date is February 1, 2027	\$ 416,001
Promissory note with SBS Investments; due in monthly principal payments beginning in March 2024; interest rate is 4%; final maturity date is October 1, 2029	<u>605,000</u>
Total notes payable	<u>\$ 1,021,001</u>

CITY OF GREENVILLE, ALABAMA
 NOTES TO FINANCIAL STATEMENTS
 SEPTEMBER 30, 2024

NOTE 7 - LONG-TERM DEBT: (continued)

Debt service requirements on notes payable at September 30, 2024, are as follows:

<u>YEAR ENDING SEPTEMBER 30,</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>
2025	\$ 253,666	\$ -	\$ 253,666
2026	258,667		258,667
2027	258,668		258,668
2028	120,000		120,000
2029	120,000		120,000
2030	10,000		10,000

The Butler County Board of Education entered into a lease agreement with the City of Greenville, whereby the School Board agreed to pay the City \$7,519,061 over the life of the lease. This amount represents 34.99% of the total debt service on the \$11,940,000 General Obligation Warrants, Series 1996 of the City. The lease agreement paid out during fiscal year 2023.

There are a number of limitations and restrictions contained in various bond indentures. The amount of long-term debt the City can incur is limited by State statute. Total outstanding long-term obligations during a year can be no greater than 20% of the assessed value of taxable property as of the beginning of the fiscal year. As of September 30, 2024, the amount of outstanding long-term debt was equal to 16.58% of property assessments as of October 1, 2023. The City has complied with all bond covenants.

On October 1, 2011, the City issued \$9,565,000 of general obligation warrants with an average interest rate of 3.13 percent to current refund \$4,375,000 of outstanding 2003 Series bonds, retire debt of the YMCA Public Park and Recreation Board of the City of Greenville, retire a bank loan incurred for funding road construction, and acquiring, constructing and equipping certain capital improvements for the City. The remaining \$5,190,000 was placed in a capital improvements fund until a time the work is performed. This refunding was undertaken to reduce total debt service payments over the next twenty-four years and resulted in an economic gain of \$345,186.

The City issued \$5,635,000 in general obligation bonds in fiscal year 2015 to redeem outstanding general obligation refunding warrants of \$5,285,806 which were scheduled to mature in 2022. The reacquisition price equaled the net carrying

CITY OF GREENVILLE, ALABAMA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE 7 - LONG-TERM DEBT: (continued)

amount of the old debt. Future debt service requirements totaling \$6,199,400 are scheduled through 2022. The refunding was undertaken to reduce total debt service payments over the next six years and resulted in an economic gain of \$345,186.

In December 2017, the City issued Series 2017-C General Obligation Warrants in the amount of \$7,807,766 with an interest rate of 2.87%, to refund \$7,245,000 of outstanding 2011 Series bonds and to provide cash at closing to the City for capital projects. This refunding was undertaken to reduce total debt service payments over the next 19 years and resulted in an economic gain of \$255,008.

On November 30, 2020, the City issued \$7,980,000 of general obligation warrants. The tax-exempt portion of these warrants was in the amount of \$3,960,000 with an interest rate of 2.32 percent, and \$4,020,000 was taxable general obligation warrants with an interest rate of 2.67 percent to current refund \$3,923,754 of outstanding 2017-B Series bonds and multiple outstanding bank loans incurred for funding construction and relocation of Interstate and Executive Drive and improvements to Magnolia Cemetery drainage. After bond issuance cost, a balance of \$2,835,854 was placed in a capital improvement fund until a time work is performed on projects or equipment is purchased. This refunding was undertaken to reduce total debt service payments over the next twenty years and resulted in an economic gain of \$461,868.

In February 2019, the City of Greenville Public Improvement Cooperative District, a blended component unit of the City, issued Series 2019 Public Improvement Revenue Bonds in the amount of \$15,305,000 with an interest rate between 3.0% and 5.0% for a thirty year term, in order to refinance interim loans, acquisition of the project facilities and borrowing of additional funds to be used by the Healthcare Authority to establish a reserve of working capital or capital improvements to the project facilities, or both.

In July 2024, the City of Greenville Public Improvement Cooperative District, a blended component unit of the City, issued Series 2024 Taxable Public Improvement Revenue Bonds in the amount of \$6,335,000 with an interest rate between 5.0% and 5.75% for a thirty year term, in order to retire interim loans, cost of issuance, and the balance transferred to the Healthcare Authority to establish a working capital reserve.

The City has entered into lease agreements as lessee for financing the acquisition of property and equipment. These lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the inception date.

CITY OF GREENVILLE, ALABAMA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE 7 - LONG-TERM DEBT: (continued)

The assets acquired through capital leases are as follows:

Asset	Governmental Activities
Machinery and equipment	\$ 1,640,101
Less: accumulated depreciation	59,782
	\$ 1,580,319

The future minimum lease obligations and the net present value of these minimum lease payments as of September 30, 2024, were as follows:

	Governmental Activities
Year ending September 30:	
2025	\$ 128,798
2026	240,860
2027	240,859
2028	204,859
2029	456,976
Total minimum lease payments	1,272,352
Less amount representing interest	188,209
Present value of minimum lease payments	\$ 1,084,143

Compensated absences, benefits, and other governmental activity obligations are generally liquidated by the General Fund.

NOTE 8 - LANDFILL OPERATIONS:

During fiscal year 1994, the City closed a landfill. Post-closure care costs of the landfill consist of ground water testing for a period of five years. The cost of annual testing is not material to the basic financial statements of the City; therefore, no liability has been recorded for these costs. However, additional costs that might arise from changes in post-closure care requirements (due to changes in technology or more rigorous environmental regulations, for example) may need to be recorded in future years.

CITY OF GREENVILLE, ALABAMA
 NOTES TO FINANCIAL STATEMENTS
 SEPTEMBER 30, 2024

NOTE 9 - INTERFUND BALANCES:

The following is a reconciliation of operating transfers:

Operating transfers in:	
General fund	\$ 1,838,000
Debt service fund	1,879,745
Special revenue funds	830,116
Capital projects funds	<u>2,595,898</u>
Total transfers in	<u><u>\$ 7,143,759</u></u>
Operating transfers out:	
General fund	\$ 2,951,014
Capital projects funds	<u>4,192,745</u>
Total transfers out	<u><u>\$ 7,143,759</u></u>

NOTE 10 - RISK MANAGEMENT, CONTINGENCIES, AND COMMITMENTS:

The City is exposed to various risks of losses related to theft of property, damage or destruction of assets, injuries to employees, torts, and natural disasters.

The City has obtained coverage from commercial insurance companies and has effectively managed risk through various employee education and prevention programs. All risk management activities are accounted for in the General Fund.

The City is involved in several lawsuits which are being investigated to ascertain the extent, if any, of the City's possible liability. Therefore, no liabilities have been recorded because a reasonable estimate cannot be made. Settlement amounts have not exceeded insurance coverage for the current year or the three prior years.

The City entered into an agreement with the Industrial Development Board of the City of Greenville to be the guarantor on the loan for the purchase of the Boss Manufacturing Building and the Russell Mill Building. In addition, a construction loan was taken out to finance the building of cabins at Sherling Lake. The City entered into an agreement to be the guarantor on that loan.

The agreement stipulates that the City deposit \$81,750 into an IDB Escrow Reserve Account and that they earmark \$10,000 per month of the City's capital improvements fund until the reserve amount reaches \$225,000. The City also entered into an agreement with The Greenville Downtown Redevelopment Authority to be the guarantor on the note for the construction of Wintzell's Oyster House.

CITY OF GREENVILLE, ALABAMA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE 10 - RISK MANAGEMENT, CONTINGENCIES, AND COMMITMENTS: (continued)

The City has commitments to pay several contractors. The total contract commitments for construction, engineering, and grant administration are \$725,059 as of September 30, 2024.

NOTE 11 - RELATED PARTIES TRANSACTIONS:

The Water Works Board is the City's collection agent for garbage collection fees. The City receives the receipts for services when collected by the Water Works Board. The amount of the receivable from the Water Works Board for garbage collection fees at September 30, 2024 was \$57,125.

NOTE 12 - ECONOMIC DEVELOPMENT INCENTIVE OBLIGATIONS - TAX ABATEMENTS:

The City enters into economic development incentive agreements with entities that propose to locate businesses within the City, or expand businesses within the City, which are expected to provide jobs and stimulus to the City's economy. Eligibility for these agreements is in accordance with the Tax Reform Act of 1992 (Chapter 9B, Title 40, Code of Alabama 1975) and the Alabama Reinvestment & Abatements Act (Chapter 9G, Title 40, Code of Alabama 1975). These agreements provide for full or partial abatement of sales, use and/or property taxes. Property taxes are abated through reductions of assessed values. Sales and use taxes are abated through exemptions granted on purchases for specified construction or equipment-purchase purposes.

These incentive agreements require approval by the Mayor and City Council and are authorized by Chapters 9B and 9G of Title 40 of the Code of Alabama 1975, as amended. Some agreements provide for the repayment to the City of abated amounts if the entity ceases to operate its business for a certain length of time or fails to produce a certain level of employment. The agreements have limited terms, typically property taxes are abated for ten years. The City does not collect property taxes directly. The Revenue Commissioner of Butler County is responsible for billing and collection of property taxes which are then disbursed to the city.

Property Tax Abated - Fiscal Year 2024	<u>\$206,230</u>
--	------------------

Total sales taxes abatement commitments by the City in fiscal year 2024 was approximately \$420,039 on approximately \$31,661,262 of additional development. These developments will be completed during the next three to five years and the sales tax abatement will be realized as funds are spent. In the case of sales and use tax abatements on construction materials, the taxes abated are not received by the City, nor is there currently a reporting mechanism for the City to receive such information. The State Department of Revenue provides a Purchasing Agent appointment letter to subject entities so that they can purchase materials tax-exempt.

CITY OF GREENVILLE, ALABAMA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE 13 - EFFECT OF NEW PRONOUNCEMENTS:

Management of the City has not currently determined what, if any, impact implementation of the following Governmental Accounting Statements Board statements may have on the financial statements of the City.

GASB 101	<i>Compensated Absences</i>
GASB 103	<i>Financial Reporting Model Improvements</i>
GASB 104	<i>Disclosure of Certain Capital Assets</i>

CITY OF GREENVILLE, ALABAMA
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY
REQUIRED SUPPLEMENTARY INFORMATION
LAST TEN FISCAL YEARS ENDING SEPTEMBER 30

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Total pension liability										
Service Cost	\$ 601,724	\$ 550,131	\$ 458,299	\$ 414,936	\$ 407,646	\$ 400,386	\$ 412,053	\$ 393,033	\$ 379,117	\$ 369,335
Interest	2,207,470	2,111,033	1,978,941	1,940,145	1,861,362	1,732,597	1,676,723	1,584,925	1,464,675	1,394,075
Changes of benefit terms		18,714		139,097						
Differences between expected and actual experience	1,832,862	126,424	776,429	(493,593)	542,337	1,049,122	(132,752)	(229,200)	555,822	
Changes in assumptions			1,057,306			133,549		1,081,568		
Benefit payments, including refunds of employee contributions	(1,819,255)	(1,646,825)	(1,481,410)	(1,410,943)	(1,378,471)	(1,395,430)	(1,087,018)	(839,366)	(953,610)	(808,215)
Transfers among employers	2,889	221,202	(71,380)	(50,559)	(393,488)	(111,256)	6,154	(43,563)		
Net change in total pension liability	2,825,690	1,380,679	2,718,185	539,083	1,039,386	1,808,968	875,160	1,947,397	1,446,004	955,195
Total pension liability - beginning	30,540,104	29,159,425	26,441,240	25,902,157	24,862,771	23,053,803	22,178,643	20,231,246	18,785,242	17,830,047
Total pension liability - ending (a)	<u>\$ 33,365,794</u>	<u>\$ 30,540,104</u>	<u>\$ 29,159,425</u>	<u>\$ 26,441,240</u>	<u>\$ 25,902,157</u>	<u>\$ 24,862,771</u>	<u>\$ 23,053,803</u>	<u>\$ 22,178,643</u>	<u>\$ 20,231,246</u>	<u>\$ 18,785,242</u>
Plan fiduciary net position										
Contributions - employer	\$ 970,807	\$ 967,626	\$ 835,765	\$ 751,900	\$ 615,873	\$ 570,053	\$ 593,691	\$ 580,441	\$ 483,673	\$ 479,967
Contributions - member	439,770	394,498	327,077	342,027	282,598	267,031	282,983	274,564	276,638	255,952
Net investment income	2,227,751	(2,550,773)	3,665,499	912,710	415,409	1,435,720	1,810,471	1,317,646	153,102	1,399,323
Benefit payments, including refunds of employee contributions	(1,819,255)	(1,646,825)	(1,481,410)	(1,410,943)	(1,378,471)	(1,395,430)	(1,087,018)	(839,366)	(953,610)	(808,215)
Transfers among employers	2,889	221,202	(71,380)	(50,559)	(393,488)	(111,256)	6,154	(43,563)	(18,536)	(29,312)
Net change in plan fiduciary net position	1,821,962	(2,614,272)	3,275,551	545,135	(458,079)	766,118	1,606,281	1,289,722	(58,733)	1,297,715
Plan net position - beginning	17,362,636	19,976,908	16,701,357	16,156,222	16,614,301	15,848,183	14,241,902	12,952,180	13,010,913	11,713,198
Plan net position - ending (b)	<u>\$ 19,184,598</u>	<u>\$ 17,362,636</u>	<u>\$ 19,976,908</u>	<u>\$ 16,701,357</u>	<u>\$ 16,156,222</u>	<u>\$ 16,614,301</u>	<u>\$ 15,848,183</u>	<u>\$ 14,241,902</u>	<u>\$ 12,952,180</u>	<u>\$ 13,010,913</u>
Net pension liability (asset) - ending (a)	\$ 14,181,196	\$ 13,177,468	\$ 9,182,517	\$ 9,739,883	\$ 9,745,935	\$ 8,248,470	\$ 7,205,620	\$ 7,936,741	\$ 7,279,066	\$ 5,774,329
Plan fiduciary net position as a percentage of the total pension liability	56.85%	56.85%	68.51%	63.16%	66.82%	66.82%	68.74%	64.21%	64.02%	69.26%
Covered-employee payroll	\$ 4,291,745	\$ 4,402,460	\$ 4,648,715	\$ 4,166,248	\$ 3,952,024	\$ 4,056,592	\$ 5,230,337	\$ 5,477,510	\$ 5,345,754	\$ 5,137,703
Net pension liability as a percentage of covered-employee payroll	330.43%	299.32%	197.53%	233.78%	246.61%	203.33%	137.77%	144.90%	136.17%	112.39%

See Auditors' Report

CITY OF GREENVILLE, ALABAMA
 SCHEDULE OF EMPLOYER CONTRIBUTIONS
 REQUIRED SUPPLEMENTARY INFORMATION
 LAST TEN FISCAL YEARS

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially determined contribution	\$ 1,035,254	\$ 993,135	\$ 952,937	\$ 856,697	\$ 742,132	\$ 634,018	\$ 555,564	\$ 615,456	\$ 598,591	\$ 499,495
Contributions in relation to the actuarially determined contribution	<u>1,035,254</u>	<u>993,135</u>	<u>952,937</u>	<u>856,697</u>	<u>742,132</u>	<u>634,018</u>	<u>555,564</u>	<u>615,456</u>	<u>598,591</u>	<u>499,495</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$ 4,291,745	\$ 4,402,460	\$ 4,648,715	\$ 4,166,248	\$ 3,952,024	\$ 4,056,592	\$ 5,230,337	\$ 5,477,510	\$ 5,345,754	\$ 5,137,703
Contributions as a percentage of covered-employee payroll	24.12%	22.56%	20.50%	20.56%	18.78%	15.63%	10.62%	11.24%	11.20%	9.72%

Notes to Schedule

Actuarially determined contribution rates are calculated as of September 30, three years prior to the end of the fiscal year in which contributions are reported. Contributions for fiscal year 2024 were based on the September 30, 2021 actuarial valuation.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry Age
Amortization method	Level percent closed
Remaining amortization period	23.8 years
Asset valuation method	Five year smoothed market
Inflation	2.50%
Salary increases	3.25 - 6.00%, including inflation
Investment rate of return	7.45%, net of pension plan investment, including inflation

See Auditors' Report

CITY OF GREENVILLE, ALABAMA
SCHEDULE OF CHANGES IN THE TOTAL OPEB LIABILITY
REQUIRED SUPPLEMENTARY INFORMATION
LAST SIX FISCAL YEARS ENDING SEPTEMBER 30

	2022	2021	2020	2019	2018	2017
Total OPEB liability						
Service Cost	\$ 414,698	\$ 338,201	\$ 246,035	\$ 193,700	\$ 214,078	\$ 236,691
Interest	154,547	155,925	166,052	235,942	205,183	173,986
Changes in assumptions	(1,183,164)	91,723	321,388	785,557	(338,773)	(400,702)
Changes in benefit terms			296,388			
Differences between expected and actual experience	6,937	(613,704)	(15,818)	(415,755)	30,748	(9,927)
Benefit payments	<u>(166,972)</u>	<u>(211,230)</u>	<u>(191,038)</u>	<u>(210,906)</u>	<u>(217,600)</u>	<u>(164,529)</u>
Net change in total OPEB liability	(773,954)	(239,085)	823,007	588,538	(106,364)	(164,481)
Total OPEB liability - beginning	<u>\$ 6,921,367</u>	<u>7,160,452</u>	<u>6,337,445</u>	<u>5,748,907</u>	<u>5,855,271</u>	<u>6,019,752</u>
Total OPEB liability - ending (a)	<u>\$ 6,147,413</u>	<u>\$ 6,921,367</u>	<u>\$ 7,160,452</u>	<u>\$ 6,337,445</u>	<u>\$ 5,748,907</u>	<u>\$ 5,855,271</u>
Covered-employee payroll	\$ 4,291,745	\$ 5,329,097	\$ 4,806,497	\$ 4,806,497	\$ 4,560,437	\$ 4,560,437
Total OPEB liability as a percentage of covered-employee payroll	143.24%	129.88%	148.97%	131.85%	126.06%	128.39%

Note to the Schedule:

1. This schedule is to be built prospectively until it contains ten years of data.
2. No assets related to OPEB benefits are accumulated in a trust that meets the criteria in GASBS No. 75, paragraph 4.
3. The City's measurement date is September 30, 2021, with the total OPEB liability rolled forward to September 30, 2022 using standard roll-forward techniques.
4. The actuarial assumptions used for the schedule are detailed in Note 4 to the financial statements.
5. Contributions are not based on a measure of pay; therefore, covered employee payroll above represents the payroll of employees that are eligible to receive future OPEB benefits.
6. The discount rate used as of September 30, 2021 was 2.26%. The discount rate used as of September 30, 2020 was 2.21%.

See Auditors' Report

CITY OF GREENVILLE, ALABAMA
BALANCE SHEET - GENERAL FUND
SEPTEMBER 30, 2024

ASSETS

Cash	\$ 216,527
Receivables	565,705
Investments	<u>71,200</u>
Total assets	<u><u>\$ 853,432</u></u>

LIABILITIES AND FUND BALANCE

Liabilities:	
Accounts payable	\$ 202,853
Accrued vacation	463,125
Accrued payroll	80,912
Other payables	<u>78,264</u>
Total liabilities	<u><u>825,154</u></u>
Fund balance	<u>28,278</u>
Total liabilities and fund balance	<u><u>\$ 853,432</u></u>

The accompanying notes are an integral part of these financial statements.

CITY OF GREENVILLE, ALABAMA
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	BUDGET	ACTUAL	OVER (UNDER) BUDGET
REVENUE:			
Taxes:			
Ad valorem - property	\$ 1,800,000	\$ 1,574,115	\$ (225,885)
Ad valorem - automobile	160,000	190,828	30,828
Sales tax:			
Sales and use tax	11,000,000	9,955,779	(1,044,221)
ABC sales	36,000	29,728	(6,272)
Vehicle sales tax	35,100	33,499	(1,601)
Lodging	466,000	493,250	27,250
Occupancy fee	150,000	142,608	(7,392)
Local gasoline	340,000	312,378	(27,622)
Tobacco products	86,000	75,136	(10,864)
Beer	180,000	173,831	(6,169)
Wine	5,650	5,300	(350)
Financial institution excise tax	275,000	127,037	(147,963)
Mobile home tax	1,000	520	(480)
Lease and rental	90,000	88,825	(1,175)
Total taxes	14,624,750	13,202,834	(1,421,916)
Licenses and Permits:			
Privilege licenses and franchise	1,473,000	1,121,641	(351,359)
Building permits and inspection fee	34,000	27,251	(6,749)
Total licenses and permits	1,507,000	1,148,892	(358,108)
Fees and Charges:			
Law enforcement revenue	60,000	46,422	(13,578)
Animal control	18,900	16,090	(2,810)
Ambulance fees	275,000	243,317	(31,683)
Park - camping	140,000	124,771	(15,229)
Park - fishing	3,000	2,732	(268)
Park - pavilion rental	5,500	4,825	(675)
Park - miscellaneous	500	60	(440)
Park - storage	7,000	300	(6,700)
Recreation - concessions	67,000	65,828	(1,172)
Recreation - athletic and class fees	206,000	132,756	(73,244)
Recreation - room reservations	120,000	70,503	(49,497)
Landfill	105,250	66,794	(38,456)
Garbage	765,000	637,010	(127,990)
Ritz Theater	33,500	21,135	(12,365)
Miscellaneous fees and charges	5,000	5,625	625
Total fees and charges	1,811,650	1,438,168	(373,482)

CITY OF GREENVILLE, ALABAMA
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	BUDGET	ACTUAL	OVER (UNDER) BUDGET
REVENUE: (continued)			
Intergovernmental:			
Title III - Special Programs			
for the Aging	\$ 28,443	\$ 27,200	\$ (1,243)
Housing authority grant reimbursement	50,000	38,404	(11,596)
Airport grant	633,800	86,847	(546,953)
Brownsfield grant		60,443	60,443
Auto license/reg probate	31,000	22,940	(8,060)
Total intergovernmental	743,243	235,834	(507,409)
Miscellaneous:			
Sale of equipment and supplies	31,000	19,740	(11,260)
Rental income	31,079	27,398	(3,681)
Regional utilities revenue	200,000	144,021	(55,979)
Donated revenue	10,200	16,987	6,787
Housing Authority PILOT	21,888	21,888	-
Airport fuel proceeds	75,000	34,169	(40,831)
Other	251,300	466,526	215,226
Total miscellaneous	620,467	730,729	110,262
Interest income	13,025	242	(12,783)
Total revenue	\$ 19,320,135	\$ 16,756,699	\$ (2,563,436)

CITY OF GREENVILLE, ALABAMA
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>OVER (UNDER) BUDGET</u>
EXPENDITURES:			
General Government:			
Mayor's Office:			
Salaries	\$ 291,758	\$ 290,502	\$ (1,256)
Fringe	84,014	91,054	7,040
Office supplies and expense	2,100	1,543	(557)
Repairs and maintenance	800	3,974	3,174
Travel and training	26,420	24,770	(1,650)
Utilities	8,950	8,802	(148)
Equipment lease	1,300	1,245	(55)
Other	250	388	138
Total Mayor's office	<u>415,592</u>	<u>422,278</u>	<u>6,686</u>
Finance:			
Salaries	105,800	106,481	681
Fringe	15,640	15,434	(206)
Nonemployee fringe	224,614	244,039	19,425
Travel and training	6,906	5,976	(930)
Utilities	246,950	243,281	(3,669)
Legal and audit	78,000	37,574	(40,426)
Insurance	263,645	267,416	3,771
Administrative expenses	125,236	179,416	54,180
Grant costs	710,684	138,591	(572,093)
Economic incentives	766,453	356,938	(409,515)
Allocations	280,582	277,781	(2,801)
Contribution to Board of Education	50,000	40,517	(9,483)
Interest paid on notes payable	30,209	32,691	2,482
Principal paid on long term notes	3,023,445	489,950	(2,533,495)
Other	1,014,591	391,752	(622,839)
Total finance	<u>6,942,755</u>	<u>2,827,837</u>	<u>(4,114,918)</u>
City Inspector:			
Salaries	145,455	137,573	(7,882)
Fringe	53,189	46,858	(6,331)
Supplies	2,750	1,518	(1,232)
Repairs and maintenance	900	2,217	1,317
Travel and training	5,050	1,648	(3,402)
Utilities	6,700	6,411	(289)
Other	5,900	4,741	(1,159)
Total city inspector	<u>219,944</u>	<u>200,966</u>	<u>(18,978)</u>

CITY OF GREENVILLE, ALABAMA
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>OVER (UNDER) BUDGET</u>
EXPENDITURES: (continued)			
General Government: (continued)			
Administration:			
Salaries	\$ 435,791	\$ 440,766	\$ 4,975
Fringe	148,993	147,036	(1,957)
Office supplies and expense	11,800	9,464	(2,336)
Repairs and maintenance	25,000	23,609	(1,391)
Utilities and equipment	12,500	11,677	(823)
Travel and training	9,690	9,212	(478)
Equipment lease	4,634	4,658	24
Other	1,535	926	(609)
Total administration	<u>649,943</u>	<u>647,348</u>	<u>(2,595)</u>
Building and Grounds:			
Salaries	237,194	242,076	4,882
Fringe	94,615	99,808	5,193
Repairs and maintenance - building and equipment	36,200	12,697	(23,503)
Utilities	17,915	19,737	1,822
Supplies	5,800	5,653	(147)
Other	3,075	2,082	(993)
Total building and grounds	<u>394,799</u>	<u>382,053</u>	<u>(12,746)</u>
Title III Nutrition and Aging Program:			
Salaries	137,410	110,759	(26,651)
Fringe	45,604	41,176	(4,428)
Supplies	8,300	7,567	(733)
Repairs and maintenance	6,200	3,729	(2,471)
Travel and training	1,955	1,187	(768)
Utilities	11,850	10,599	(1,251)
Equipment lease	1,200	1,278	78
Other	7,340	5,026	(2,314)
Total Title III Nutrition and Aging Program	<u>219,859</u>	<u>181,321</u>	<u>(38,538)</u>

CITY OF GREENVILLE, ALABAMA
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>OVER (UNDER) BUDGET</u>
EXPENDITURES: (continued)			
General Government: (continued)			
Airport:			
Repairs and maintenance	\$ 9,875	\$ 9,129	\$ (746)
Utilities	18,900	12,447	(6,453)
Management expenses	37,595	37,595	-
Fuel	29,000	28,313	(687)
Insurance	4,000	-	(4,000)
Other	10,090	14,035	3,945
Total airport	<u>109,460</u>	<u>101,519</u>	<u>(7,941)</u>
Total general government	<u>8,952,352</u>	<u>4,763,322</u>	<u>(4,189,030)</u>
Public Safety:			
Fire:			
Salaries	1,407,975	1,532,578	124,603
Fringe	522,740	545,402	22,662
Volunteer firemen	15,200	15,000	(200)
Supplies (office and departmental)	26,450	18,308	(8,142)
Repairs and maintenance	55,750	43,178	(12,572)
Travel and training	17,675	18,442	767
Equipment lease	2,100	1,872	(228)
Utilities	45,300	40,132	(5,168)
EMT costs	57,100	44,775	(12,325)
Other	1,600	691	(909)
Total fire	<u>2,151,890</u>	<u>2,260,378</u>	<u>108,488</u>

CITY OF GREENVILLE, ALABAMA
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>OVER (UNDER) BUDGET</u>
EXPENDITURES: (continued)			
Public Safety: (continued)			
Police:			
Salaries	\$ 2,169,316	\$ 2,242,197	\$ 72,881
Fringe	775,474	790,919	15,445
Supplies	26,200	24,757	(1,443)
Repairs and maintenance	145,520	156,289	10,769
Travel and training	30,495	36,905	6,410
Equipment lease	2,326	2,351	25
Utilities	70,240	72,098	1,858
Prisoner expense	144,400	148,433	4,033
Animal control expense	22,900	19,788	(3,112)
Terminal rental	5,000	4,200	(800)
Other	9,700	3,864	(5,836)
Total police	<u>3,401,571</u>	<u>3,501,801</u>	<u>100,230</u>
Total public safety	<u>5,553,461</u>	<u>5,762,179</u>	<u>208,718</u>
Public Works:			
Sanitation:			
Salaries	357,745	361,597	3,852
Fringe	171,019	173,470	2,451
Supplies	5,400	4,189	(1,211)
Repairs and maintenance	85,700	82,062	(3,638)
Travel and training	2,900	1,529	(1,371)
Utilities	2,300	2,043	(257)
Landfill monitor	15,000	18,970	3,970
Garbage dumping fees	218,200	208,893	(9,307)
Other	500	166	(334)
Total sanitation	<u>858,764</u>	<u>852,919</u>	<u>(5,845)</u>

CITY OF GREENVILLE, ALABAMA
 SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND
 FOR THE YEAR ENDED SEPTEMBER 30, 2024

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>OVER (UNDER) BUDGET</u>
EXPENDITURES: (continued)			
Public Works: (continued)			
Streets:			
Salaries	\$ 786,426	\$ 806,483	\$ 20,057
Fringe	283,825	296,115	12,290
Supplies	14,250	12,636	(1,614)
Repairs and maintenance	96,700	99,118	2,418
Street maintenance	40,600	43,611	3,011
Equipment lease	1,200	1,081	(119)
Utilities	27,450	26,524	(926)
Other	10,285	8,515	(1,770)
Total streets	<u>1,260,736</u>	<u>1,294,083</u>	<u>33,347</u>
Horticulturist:			
Salaries	304,944	270,692	(34,252)
Fringe	125,339	118,954	(6,385)
Supplies	2,000	972	(1,028)
Repairs and maintenance	20,900	15,306	(5,594)
Contract mowing	107,000	94,540	(12,460)
Utilities	14,000	12,368	(1,632)
Landscaping	10,800	12,374	1,574
Other	200	47	(153)
Total horticulturist	<u>585,183</u>	<u>525,253</u>	<u>(59,930)</u>
Total public works	<u>2,704,683</u>	<u>2,672,255</u>	<u>(32,428)</u>
Parks and Recreation:			
Recreation:			
Salaries	527,368	604,964	77,596
Fringe	191,628	209,261	17,633
Supplies and equipment	19,000	22,483	3,483
Repairs and maintenance	110,460	110,259	(201)
Travel and training	23,400	22,671	(729)
Equipment lease	4,500	3,582	(918)
Utilities	195,100	217,302	22,202
Program and sports expense	164,800	153,814	(10,986)
Concessions expense	59,500	58,059	(1,441)
Other	2,150	2,012	(138)
Total recreation	<u>1,297,906</u>	<u>1,404,407</u>	<u>106,501</u>

CITY OF GREENVILLE, ALABAMA
 SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND
 FOR THE YEAR ENDED SEPTEMBER 30, 2024

	BUDGET	ACTUAL	OVER (UNDER) BUDGET
EXPENDITURES: (continued)			
Parks and Recreation: (continued)			
Parks:			
Salaries	\$ 152,284	\$ 152,284	\$ -
Repairs and maintenance	1,500	1,315	(185)
Other	2,300	2,279	(21)
Total parks	156,084	155,878	(206)
Ritz Theater:			
Repairs and maintenance	6,900	3,895	(3,005)
Utilities	24,900	26,028	1,128
Other	300		(300)
Total Ritz Theater	32,100	29,923	(2,177)
Total parks and recreation	1,486,090	1,590,208	104,118

CITY OF GREENVILLE, ALABAMA
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	BUDGET	ACTUAL	OVER (UNDER) BUDGET
EXPENDITURES: (continued)			
Capital Outlay:			
Mayor's office		\$ 7,000	\$ 7,000
City inspector	\$ 5,800	5,800	-
Police	189,110	189,105	(5)
Fire	6,000	5,674	(326)
Streets		690,380	690,380
Recreation	127,500	767,496	639,996
Sanitation		271,831	271,831
Airport	18,000		(18,000)
Total capital outlay	346,410	1,937,286	1,590,876
Total expenditures	19,042,996	16,725,250	(2,317,746)
Excess (deficit) of revenue over expenditures	277,139	31,449	(245,690)
Other financing sources (uses):			
Proceeds from long-term debt issued		640,000	(640,000)
Proceeds from capital lease obligations		940,350	(940,350)
Transfers to component units	(277,139)	(289,263)	12,124
Transfers to other funds		(2,951,014)	2,951,014
Transfers from other funds		1,838,000	(1,838,000)
Total other financing sources (uses)	(277,139)	178,073	(455,212)
Excess (deficit) of expenditures and uses over revenue and other financing sources	\$ -	209,522	\$ 209,522
FUND BALANCE - BEGINNING		(181,244)	
FUND BALANCE - ENDING		\$ 28,278	

The accompanying notes are an integral part of these financial statements.

CITY OF GREENVILLE, ALABAMA
 COMBINING BALANCE SHEET
 SPECIAL REVENUE FUNDS
 SEPTEMBER 30, 2024

	SEVEN CENT GAS FUND	FOUR CENT GAS FUND	FIVE CENT GAS FUND	TEN CENT GAS FUND	MOTOR VEHICLE REG. FUND	PUBLIC IMPROVE- MENT COOP DISTRICT	TOTALS
ASSETS:							
Cash	\$ 33,465	\$ 52,341	\$ 27,667	\$ 157,918	\$ 9,473	\$1,298,722	\$1,579,586
Receivables	7,541	4,120	1,858	7,575	166		21,260
Total assets	<u>\$ 41,006</u>	<u>\$ 56,461</u>	<u>\$ 29,525</u>	<u>\$ 165,493</u>	<u>\$ 9,639</u>	<u>\$1,298,722</u>	<u>\$1,600,846</u>
FUND BALANCE:							
Fund balance	<u>\$ 41,006</u>	<u>\$ 56,461</u>	<u>\$ 29,525</u>	<u>\$ 165,493</u>	<u>\$ 9,639</u>	<u>\$1,298,722</u>	<u>\$1,600,846</u>
Total fund balance	<u>\$ 41,006</u>	<u>\$ 56,461</u>	<u>\$ 29,525</u>	<u>\$ 165,493</u>	<u>\$ 9,639</u>	<u>\$1,298,722</u>	<u>\$1,600,846</u>

The accompanying notes are an integral part of these financial statements.

CITY OF GREENVILLE, ALABAMA
 COMBINING STATEMENT OF REVENUE, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2024

	SEVEN CENTS GAS FUND	FOUR CENTS GAS FUND	FIVE CENTS GAS FUND	TEN CENT GAS FUND	MOTOR VEHICLE REG. FUND	PUBLIC IMPROVE- MENT COOP DISTRICT	TOTALS
Revenue:							
Intergovernmental revenue	\$ 81,515	\$ 44,322	\$ 20,085	\$ 78,151	\$ 5,663		\$ 229,736
Interest	612	16	284				912
Total revenue	<u>82,127</u>	<u>44,338</u>	<u>20,369</u>	<u>78,151</u>	<u>5,663</u>	<u>-</u>	<u>230,648</u>
Expenditures:							
Public works	62,990						62,990
Principal payments						\$ 315,000	315,000
Interest payments						597,503	597,503
Debt issuance cost						141,215	141,215
Total expenditures	<u>62,990</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,053,718</u>	<u>1,116,708</u>
Excess of revenue over (under) expenditures	19,137	44,338	20,369	78,151	5,663	(1,053,718)	(886,060)
Other financing sources (uses):							
Transfer from other funds						830,116	830,116
Issuance of bonds						6,335,000	6,335,000
Discount on issuance of bonds						(190,915)	(190,915)
Transfer to The HealthCare Authority						(5,283,107)	(5,283,107)
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,691,094</u>	<u>1,691,094</u>
Excess of revenue and other financing sources under expenditures and other uses	19,137	44,338	20,369	78,151	5,663	637,376	805,034
FUND BALANCE - BEGINNING	<u>21,869</u>	<u>12,123</u>	<u>9,156</u>	<u>87,342</u>	<u>3,976</u>	<u>661,346</u>	<u>795,812</u>
FUND BALANCE - ENDING	<u>\$ 41,006</u>	<u>\$ 56,461</u>	<u>\$ 29,525</u>	<u>\$ 165,493</u>	<u>\$ 9,639</u>	<u>\$ 1,298,722</u>	<u>\$ 1,600,846</u>

The accompanying notes are an integral part of these financial statements.

CITY OF GREENVILLE, ALABAMA
 COMBINING BALANCE SHEET
 DEBT SERVICE FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2024

	<u>2014 WARRANTS DEBT SERVICE</u>
ASSETS:	
Cash - restricted	\$ -
Lease receivable - Butler County Board of Education	-
Total assets	\$ -
LIABILITIES:	
Deferred revenue - Butler County Board of Education	\$ -
RESERVED FUND BALANCES:	
Reserved for debt service	-
Total liabilities and fund balances	\$ -

The accompanying notes are an integral part of these financial statements.

CITY OF GREENVILLE, ALABAMA
 COMBINING STATEMENT OF REVENUE, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 DEBT SERVICE FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2024

	2014 WARRANTS DEBT SERVICE
REVENUE:	
Miscellaneous revenue - lease payment	
Total revenue	-
EXPENDITURES:	
Principal payments	\$ 1,498,419
Interest payments	381,326
Total expenditures	1,879,745
Deficit of revenue over expenditures	(1,879,745)
Other financing sources (uses):	
Transfers from other funds	1,879,745
Total other financing sources	1,879,745
Deficit of revenue and other financing sources over expenditures and other uses	-
FUND BALANCE - BEGINNING	-
FUND BALANCE - ENDING	\$ -

The accompanying notes are an integral part of these financial statements.

CITY OF GREENVILLE, ALABAMA
 COMBINING BALANCE SHEET
 CAPITAL PROJECTS FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2024

	CAPITAL IMPROVEMENT FUND	ALABAMA TRUST FUND	2011 Bond Fund	TOTALS
ASSETS:				
Cash	\$ 206,282	\$ 9,281	\$ 572,983	\$ 788,546
Total assets	\$ 206,282	\$ 9,281	\$ 572,983	\$ 788,546
LIABILITIES:				
Accounts payable			\$ 14,370	\$ 14,370
FUND BALANCE:				
Fund balance	\$ 206,282	\$ 9,281	558,613	774,176
Total liabilities and fund balance	\$ 206,282	\$ 9,281	\$ 572,983	\$ 788,546

The accompanying notes are an integral part of these financial statements.

CITY OF GREENVILLE, ALABAMA
 COMBINING STATEMENT OF REVENUE, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 CAPITAL PROJECTS FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2024

	CAPITAL IMPROVEMENT FUND	ALABAMA TRUST FUND	2011 Bond Fund	TOTALS
REVENUE:				
Intergovernmental		\$ 71,803		\$ 71,803
Rent income			\$ 110,000	110,000
Other	\$ 883	792	676	2,351
Total revenue	<u>883</u>	<u>72,595</u>	<u>110,676</u>	<u>184,154</u>
EXPENDITURES:				
Capital outlay	65,150		20,370	85,520
Total expenditures	<u>65,150</u>	<u>-</u>	<u>20,370</u>	<u>85,520</u>
Excess of revenue over (under) expenditures	(64,267)	72,595	90,306	98,634
Other financing sources (uses):				
Transfers to other funds	(245,000)	(478,000)	(3,469,745)	(4,192,745)
Transfers from other funds	390,000	218,000	1,987,898	2,595,898
Total other financing sources (uses)	<u>145,000</u>	<u>(260,000)</u>	<u>(1,481,847)</u>	<u>(1,596,847)</u>
Excess (deficit) of revenue and other financing sources over (under) expenditures and other financing uses	80,733	(187,405)	(1,391,541)	(1,498,213)
FUND BALANCE - BEGINNING	<u>125,549</u>	<u>196,686</u>	<u>1,950,154</u>	<u>2,272,389</u>
FUND BALANCE - ENDING	<u>\$ 206,282</u>	<u>\$ 9,281</u>	<u>\$ 558,613</u>	<u>\$ 774,176</u>

The accompanying notes are an integral part of these financial statements.

CITY OF GREENVILLE, ALABAMA
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENT FUNDS
SEPTEMBER 30, 2024

Governmental Funds Capital Assets	
Land	\$ 3,178,131
Construction in progress	815,079
Buildings	6,826,655
Machinery and equipment	11,044,336
Infrastructure	<u>40,563,196</u>
Total governmental funds capital assets	<u><u>\$ 62,427,397</u></u>
Investment in Governmental Funds Capital Assets	<u><u>\$ 62,427,397</u></u>

The accompanying notes are an integral part of these financial statements.