

**CENTERVILLE CITY CORPORATION  
CENTERVILLE, UTAH**

**ANNUAL COMPREHENSIVE  
FINANCIAL REPORT**

**For The Year Ended June 30, 2024**

**Together With Independent Auditor's Report**

**Centerville City Corporation**  
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## **INTRODUCTORY SECTION**



## CENTERVILLE CITY

250 North Main Centerville, Utah 84014-1824 • (801) 295-3477 • Fax: (801) 292-8034

Incorporated in 1915

*Mayor*

Clark A. Wilkinson

*City Council*

William Ince

Gina Hirst

George McEwan

Robyn Mecham

Spencer Summerhays

*City Manager*

Brant T. Hanson

November 7, 2024

To the Honorable Mayor, City Council and Citizens of Centerville, Utah:

State law requires that all cities publish within six months of the close of the fiscal year a complete set of financial statements presented in conformance to generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a qualified, licensed certified public accounting firm. Pursuant to that requirement, we hereby issue the Annual Comprehensive Financial Report of Centerville, Utah for the fiscal year ended June 30, 2024.

These statements are prepared to comply with the requirements promulgated by the Government Accounting Standards Board (GASB) Statement 87, regarding leases, as well as Statement 96, regarding subscription-based information technology arrangements (SBITAs). GASB 87 requires most leases to now be recorded on the balance sheet. Currently, the City has only one qualifying lease (Davis Performing Arts Center). As the lessor of this lease, the City must now recognize the lease receivables and deferred inflows of resources on our financial statements. GASB 96 requires qualifying SBITAs to be recorded on the balance sheet, by recognizing a right-to-use subscription asset – an intangible asset – and a corresponding subscription liability.

This report consists of management's representation concerning the finances of Centerville City. Consequently, management assumes full responsibility for the completeness and reliability of all information presented herein. To provide reasonable basis for making those presentations, management has established an internal control framework that is designed to both protect the City's assets from loss, theft, or misuse and to compile reliable information for the preparation of the financial statements in conformity to GAAP. The City's framework of internal controls is designed to provide reasonable rather than absolute assurance that the financial statements will be free of material misstatement. The cost of internal controls should not outweigh their benefit to the City. Because the cost of a control should not exceed the benefits to be derived, the objective is to provide reasonable, rather than absolute assurance, that the financial statements are free from any material misstatements.

We believe that the data, as presented, is accurate in all material aspects and fairly sets forth the financial position and results of operations of the City as measured by the financial activities of its various funds. Disclosures necessary to enable the reader to gain an understanding of the City's financial affairs have also been included. Additional review and management analysis of the financial statements and financial position of the City is provided in the Management's Discussion and Analysis.

The financial statements have been audited by Larson & Company, PC, a licensed certified public accounting firm qualified to perform audits of municipal governments. The goal of the independent audit was to provide reasonable assurance that the financial statements of Centerville City for the fiscal year ended June 30, 2024, are free of material misstatements. The independent audit involved examination, on a test basis, of evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that Centerville City's financial statements for the fiscal year ended June 30, 2024 are fairly presented in conformity with GAAP. The independent auditor's report is presented at the beginning of the financial section of this report.

## **Community and History**

Centerville was settled in the fall of 1847 by Thomas Grover and his family. In the spring of 1848, the Deuel brothers moved to the community to farm the rich soils. Early Centerville was a farming community, producing superior crops from the rich soils deposited from the streams which flowed from the canyons of the Wasatch Mountains. By 1853 the community had grown to 194 inhabitants. The community was incorporated as a Town in 1915.

Centerville continued to be a farming community through the 1940's, including market gardening and orchards of apples, apricots, cherries, and peaches. Due to its proximity to Salt Lake City and its appealing setting, Centerville has since matured primarily into a suburban community with diverse housing types. In recent decades, significant commercial development has occurred with retail, office, and entertainment.

## **Organization**

Centerville is a city of the fourth class (population between 10,000 and 30,000), operating under the six-member council form of government, with a City Manager by ordinance. The legislative body, the City Council, is comprised of five members plus the Mayor. The Mayor and council members are elected to staggered four-year terms. The City Council establishes policies and procedures for the efficient administration and operation of the City and approves and amends the budget. The City Manager is hired by the City Council. The City Manager is responsible for the daily management of the City. The Financial Statements of the City include all government activities, organizations and functions for which the City is financially accountable as defined by the Governmental Accounting Standards Board. Based on these criteria, the Redevelopment Agency of Centerville City is included; however, no other governmental organizations are included in this report.

## **Services**

Major services provided or funded by the City include Justice Court, Police, Street Improvements and Maintenance, Culinary Water, Drainage/Flood Control, Solid Waste Collection and Disposal, Recycling, Green Waste Disposal, Telecommunications, Planning and Zoning, Building Inspection, Code Enforcement, Parks Maintenance & Construction, Youth and Adult Recreation, Cemetery, and a Heritage Museum (Whitaker). The City owns a Performing Arts Center that is leased to a private non-profit arts organization (CenterPoint Legacy Theater). Major services provided under the Enterprise Fund include culinary water, storm drainage and sanitation that includes solid waste collection, recycling, and green-waste. Solid waste, recycling and green waste collection is provided through the City by a private contractor. Solid waste disposal is managed by a special district, Wasatch Integrated Waste. The City established a Telecommunications Enterprise Fund to deliver ultra-high band width telecommunications through a fiber-to-the-premise network. Centerville has contracted with Utah Infrastructure Agency (UIA) by inter-local agreement, to construct and operate the fiber optic network via the UTOPIA network. Fire services are provided by a special district, South Davis Metro Fire Service Area, with funding coming from ambulance fees, property taxes and assessments from municipalities within the district. Centerville City is also within the South Davis Recreation District that operates the South Davis Recreation Center located in Bountiful, Utah. The City contracts with Bountiful City for police dispatch and with Davis County for animal control services, court prosecutor and public defender services. Engineering services are provided via contract with ESI Engineering.

## **Economic Factors and Conditions**

Centerville City demonstrated a strong, yet uncertain economy during FY 2024. The unemployment rate in Utah near the end of FY 2024 was 3.0%. While the unemployment rate is higher than it has been in recent years, it remains lower than the national unemployment rate (4.1%) near the end of FY 2024.

Centerville continues to welcome new businesses into the city. During FY 2024, the City issued 37 business licenses to new businesses in Centerville. Centerville is home to multiple used-automobile dealerships, a large recreational vehicle dealership, several big box retailers, and construction and building supply companies. Because of this diversification, sales tax revenue has been able to maintain stability during economic uncertainty.

Local option sales tax is the main source of tax revenue for general services. Sales tax revenue remained strong throughout FY 2024. The City received approximately \$5.6M in sales tax revenue, a decrease of about 2% from the prior fiscal year.

After years of high inflation, the annual inflation rate slowed to roughly 2.8% at fiscal year-end. The return to a more normal inflationary rate has left some economists predicting a more stable economy.

## **Major Initiatives**

Significant projects and initiatives in Fiscal Year (FY) 2024 include park improvements, transportation improvements, water projects, and drainage projects.

### **Park Improvements**

During FY 2024, the City completed construction of a niche wall for cremains for U.S. Veteran's in the Freedom Hills Park. The niche wall has a total of 48 spots and is a beautiful addition to the Veterans' Memorial at the park.

The City started design work on pickleball courts at Community Park. The design calls for 8 pickleball courts. Construction of the courts is scheduled to be completed in May 2025.

### **Transportation Improvements**

The City completed construction on Deerfield Drive, Linda Loma Drive, and Wilmar Place Circle. Additionally, the City started construction on Briarwood Drive and 1250 North. Construction on these roads is expected to be completed in FY 2025.

Funding for sidewalk repair/replacement has been a priority each year since City staff completed a comprehensive inventory of sidewalk conditions in 2016. Nearly 10,000 sidewalk defects were mapped into a geographic information system and all trip hazards were sprayed with yellow paint. In FY 2019, the City formed a Tree Board to tackle policy dealing with trees in the park strip. Repairing sidewalk faults continues and in FY 2024, the City Council budgeted \$150,000 to continue this ongoing project. The City Council budgeted another \$125,000 for FY 2025.

### **Water Projects**

In FY 2024, the City continued its schedule of replacing aging water mains per the master plan. Major replacements occurred in conjunction with the street rebuilds on Briarwood Drive and 1250 North.

In September 2021, the City purchased 4.27 acres at the top of Oakridge Drive for the purpose of building a new water reservoir. The new reservoir will replace the aging green steel tank. Grant funding and design work continued throughout FY 2024. Construction of the new reservoir is expected to commence in FY 2025.

Due to aging equipment, the Church Well failed near the end of FY 2023. The decision was made to replace the pump and various other parts. The work was completed in early FY 2024, and the pump is now fully operational and open to the public.

## **Drainage Projects**

In FY 2024, the City replaced its drainage system in conjunction with the rebuilding of Briarwood Drive and 1250 North. The City also completed the Storm Drain & Subdrain Capital Facilities Plan. This plan outlines suggestions for system growth, identifies current issues and flaws in the system, and provides cost estimates for fixing them.

## **Financial Policies**

State Code dictates that 5% to 35% of general fund revenue be kept in the unreserved fund balance of the general fund. Each year's budget plan targets an amount within that range and may be higher or lower depending on operational and capital needs. The unassigned fund balance as of June 30, 2024 was approximately 30% of this year's revenue. The Council and management attempt to finance operations and capital on a pay as you go basis if possible, using debt when it is to the long-term financial advantage to the City and/or is necessary to acquire capital in a timely manner.

The City uses several capital improvement plans including streets, water, drainage, parks and capital facility plans to focus and plan for upcoming projects and required funding. In FY 2023, the City started using the Capital Projects Fund for governmental capital expenditures. Since then, City Council elected to transfer the unassigned General fund balance in excess of 30% to the Capital Projects Fund. In FY 2024, this resulted in a transfer of approximately \$1.1 million. The capital improvement plans are reviewed annually and periodically modified.

## **Awards**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Centerville City for its annual comprehensive financial report for the fiscal year ended June 30, 2023. This was the twenty-fourth consecutive year that the City has received this prestigious award. In order to be awarded a Certificate of Achievement, the City published an annual comprehensive financial report, the contents of which conform to program standards. The report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current Annual Comprehensive Financial Report continues to conform to the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

## Acknowledgments

The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the Finance Department, professional assistance from Keddington & Christensen, LLC and City employees in other departments. We would like to thank the Mayor and members of the City Council for their interest and support in the financial operations of the City, for demonstrating fiscal responsibility, and for striving to achieve the highest possible standards.

Respectfully submitted,



Nathanael O. Plaizier  
Finance Director

## **CENTERVILLE CITY CORPORATION**

## PRINCIPAL OFFICIALS

## **EXECUTIVE BUDGETARY**

Brant T. Hanson      City Manager

**Nathanael Plaizier**      **Finance Director**

## STATUTORY APPOINTED OFFICIALS

# Jennifer Robison      Recorder

Ronil Chand Treasurer

## DEPARTMENT HEADS

Michael Carlson      Public Works Director

Bruce Cox Parks & Recreation Director

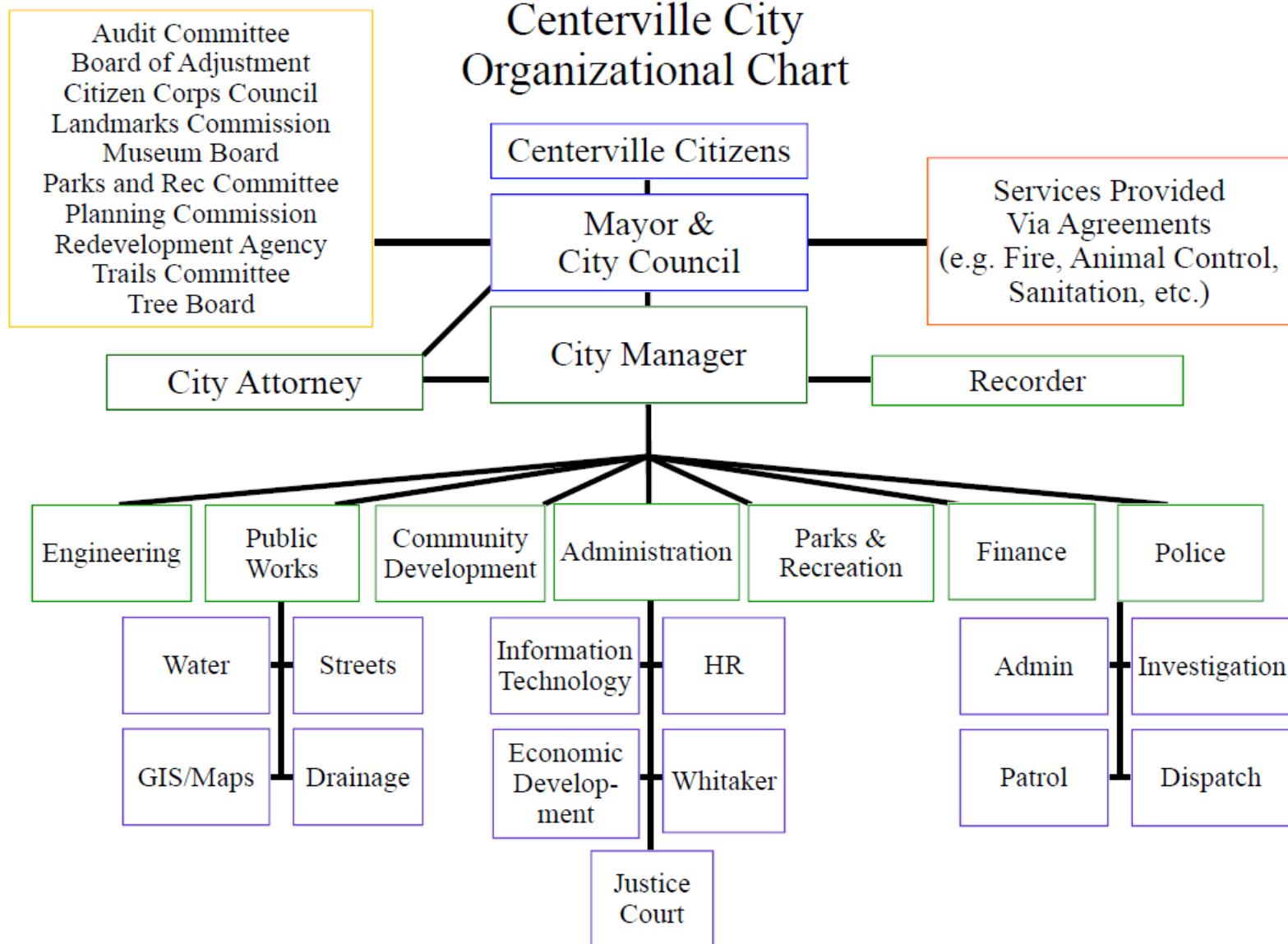
Michael Eggett Community Development Director

## OTHER CITY OFFICIALS

Kevin Campbell      Engineer

Lisa Romney Attorney

# Centerville City Organizational Chart





Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Centerville City Corporation  
Utah**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

June 30, 2023

*Christopher P. Morill*

Executive Director/CEO

## **FINANCIAL SECTION**



## INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and City Council Members  
Centerville City

### Report on the Audit of the Financial Statements

#### *Opinions*

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

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information as of June 30, 2024, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparisons for the General Fund, Redevelopment Agency Fund, and the Transportation Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### *Basis for Opinions*

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 Centerville City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirement 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*

Centerville City's 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 Centerville 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 GAAS will always detect a

material misstatement when it exists. The risk of not detecting a material misstatement 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 and audit in accordance with GAAS, we:

- Exercise professional judgement 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 Centerville City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting principles 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 judgement, there are conditions or events, considered in the aggregate that raise substantial doubt about Centerville 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 and other required supplementary information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, 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 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 nonmajor fund financial statements, and the nonmajor fund budgetary comparison schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and budgetary comparison information, are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial

statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and the budgetary comparison information are fairly stated in all material respects in relation to the basic financial statements as a whole.

#### ***Other Information Included in the Annual Report***

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the financial statements and the auditor's report thereon. Our opinions on the financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

#### ***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated November 7, 2024, on our consideration of Centerville City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Centerville City's internal control over financial reporting and compliance.



Larson & Company, PC

Spanish Fork, Utah  
November 7, 2024

**Centerville City Corporation**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**For The Year Ended June 30, 2024**

The management of Centerville City presents the following narrative and analysis of the financial statements and financial activities of Centerville City as prescribed by the Governmental Accounting Standards Board (GASB). The information and analysis pertain to the fiscal year ended June 30, 2024.

**Financial Highlights**

The Statement of Net Position is similar to a balance sheet in the private sector. The assets and deferred outflows of resources of Centerville City exceeded its liabilities and deferred inflows of resources at June 30, 2023 by \$77,625,601 (net position). The City has \$60,895,680 net investment in capital assets. \$1,827,339 is restricted for future construction projects and the theater reserve fund. The unrestricted amount is \$14,902,582.

Centerville's total net position increased by \$3,895,933 from the prior year, a 5.28% increase. Changes in assets and liabilities are as follows. Total assets increased by \$3,159,078, a change of 3.73%. Total Liabilities decreased by \$371,690 from the prior year, a percent decrease of 4.59%. Net investment in capital assets increased \$3,344,056 or 5.81%. Business-Type Activities net investment in capital assets increased \$2,230,989 or 9.77%, and Governmental Activities increased \$1,113,067 or 3.21%. Restricted assets decreased by \$517,984 or 22.09% from the previous year. Most of the net decrease was due to spending funds on development. Unrestricted assets increased \$1,069,861. Governmental Activities increased \$1,804,458, and Business-Type activities decreased by \$734,597.

Centerville's governmental funds reported a combined ending fund balances of \$14,713,421 at June 30, 2023. This is a statement of the current available assets of the City. This is an increase of \$4,606,721 or 45.58%. The City has considerable commitments to capital projects including park improvements and roads. Of the ending fund balances, \$7,280,488, is available for spending at the City's discretion in the General Fund (unassigned fund balance).

At June 30, 2024, fund balances in governmental funds other than the general fund was \$12,368,430 an overall \$1,202,828 increase. Assigned fund balances increased by \$1,716,207, or 19.33%. The Assigned amount to the RDA is \$2,296,125. The assigned amount for the transportation fund is \$1,251,178. The assigned amount for the capital projects fund is \$6,381,379. The assigned amount for other governmental funds, is \$665,092. A reflection of the City's future investment in a new park facility and roads, the amount restricted, in all governmental funds, for future development, cemetery and the theater reserve fund are \$1,789,639.

**Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to Centerville City basic financial statements. Centerville City's basic financial statements are comprised of four components; 1) government-wide financial statements, 2) fund financial statements, 3) notes to the financial statements, and 4) other supplementary statistical information in addition to the basic financial statements.

**Government-wide financial statements**

The government-wide financial statements are designed to provide readers with a broad overview of Centerville City's finances, in a manner similar to private sector businesses.

The *statement of net position* presents information on all of Centerville City's assets and liabilities, with the difference between the two reported as net position. Over time, increases and decreases in net position may serve as an indicator of changes in financial position of the City.

**Centerville City Corporation**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**For the Year Ended June 30, 2024**

The *statement of activities* presents information showing how Centerville City's net position changed during the most recent year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future periods.

Both of the government-wide financial statements distinguish functions of Centerville City that are principally supported by taxes and intergovernmental revenues (governmental activities) 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 Centerville City include general government, police, community development, streets and public improvements, parks and recreation. The business type activities of Centerville City include services for culinary water, storm and sub-surface water, solid waste and recycling, and Telecommunications.

The government-wide financial statements include Centerville City (known as the primary government) and a separate legal entity (known as a component unit). The financial information for the Centerville City Redevelopment Agency (RDA), are included in the statements. However, because the City's governing body is the same as the governing board of the component unit, and can substantially control them, the financial information is blended and reported together with the financial information presented for the primary government.

**Fund financial statements**

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Centerville City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance related laws and regulations. All of the funds of Centerville City can be divided into two categories: governmental funds, and proprietary funds.

*Governmental funds* - Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental funds financial statements focus on the near-term inflows and outflows of spendable resources, as well as on balances of spendable resources at the end of the fiscal year. Such information may be useful in evaluating the near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for the governmental funds with the similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the City's near-term financing decisions. Both the governmental funds balance sheet and the governmental fund statement of revenues, expenditures and changes in the fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Centerville City maintains 9 individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental statement of revenues, expenditures and changes in fund balances for the General fund, Redevelopment Agency, Transportation special revenue fund, and the Capital Projects fund all of which are considered major funds. Data from the other 5 governmental funds are combined into a single, aggregate presentation. Individual fund data for each governmental fund is provided in the form of individual and combining statements elsewhere in the report.

Centerville City adopts an annual budget for its four major governmental funds; General Fund as well as the Centerville City Redevelopment Agency, the Transportation special revenue fund, and the Capital Projects Fund. A budgetary comparison statement has been provided for these funds to demonstrate compliance with budget. Budgets are also adopted for the other non-major governmental type funds.

**Centerville City Corporation**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**For the Year Ended June 30, 2024**

*Proprietary funds* - Centerville City maintains one type of proprietary fund, known as an enterprise fund. Enterprise funds are used to report the same functions presented as business-type activities in the government wide financial statements. The City uses enterprise funds to account for water, solid waste collection, recycling, green waste, drainage, and telecommunications.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary funds financial statements provide separate information for the water, drainage, Sanitation, and Telecommunication funds because they are considered major funds.

**Notes to the financial statements**

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

**Other Information**

In addition to the basic financial statements and the accompanying notes, this report also presents combining and individual schedules referred to earlier in connection with the non-major governmental funds. They are presented immediately following the notes to the financial statements. Selected statistical information is presented in tabular form. Auditor's reports on compliance are also included at the end of the document.

**Government-wide Financial Analysis**

As noted earlier, net position is an indicator of a government's overall financial position, including current resources, liabilities and investment in assets. In the case of Centerville City, assets and deferred outs flow exceeded liabilities and deferred inflows by \$77,625,601 at June 30, 2024.

The largest portion of the City's net position is \$60,895,680 which reflects investments in capital assets including land, buildings, machinery and equipment, less any related debt used to acquire those assets that is still outstanding. This is an increase of \$3,344,056 which is an increase of 5.81%, from the prior period. The increase reflects the City's investment in capital facilities and equipment and decrease in long term liabilities including related debt. The City uses capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay the debt must be provided from other sources, since capital assets cannot be used to liquidate these liabilities.

A portion of the remainder of the City's net position, \$1,827,339, represents resources that are subject to external restrictions on how they may be utilized. This is a decrease of \$517,984 or 22.09% from the prior year. This decrease is due to the decrease in restricted balances to be spent on development.

The table on the following page illustrates the City's Net Position for Governmental Activities and Business-Type activities (enterprise funds), and a comparison to the prior year. The following page includes a table that illustrates the Change of Net Position as a statement of activities for the year for Governmental and Business-Type activities.

**Centerville City Corporation**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**For the Year Ended June 30, 2024**

**Centerville City's Net Position**

	Governmental Activities 2024	Governmental Activities 2023	Business-type Activities 2024	Business-type Activities 2023	Total 2024	Total 2023
Current and other assets	\$ 21,875,911	\$ 20,707,099	\$ 2,516,003	\$ 3,566,960	\$ 24,391,914	\$ 24,274,059
Capital assets	36,807,424	35,896,219	26,553,334	24,423,316	63,360,758	60,319,535
<b>Total Assets</b>	<b>58,683,335</b>	<b>56,603,318</b>	<b>29,069,337</b>	<b>27,990,276</b>	<b>87,752,672</b>	<b>84,593,594</b>
Deferred outflows of resources	1,576,769	1,166,615	128,750	103,894	1,705,519	1,270,509
Current and other liabilities	2,081,188	1,969,814	718,427	938,881	2,799,615	2,908,695
Long-term liabilities	1,671,919	1,996,696	1,612,358	1,798,215	3,284,277	3,794,911
Net pension liability	1,571,015	1,337,049	73,237	59,179	1,644,252	1,396,228
<b>Total Liabilities</b>	<b>5,324,122</b>	<b>5,303,559</b>	<b>2,404,022</b>	<b>2,796,275</b>	<b>7,728,144</b>	<b>8,099,834</b>
Deferred inflows of resources	4,103,971	4,033,904	475	697	4,104,446	4,034,601
<b>Net position:</b>						
Net investment in capital assets	35,832,286	34,719,219	25,063,394	22,832,405	60,895,680	57,551,624
Restricted	1,827,339	2,345,323	-	-	1,827,339	2,345,323
Unrestricted	13,172,386	11,367,928	1,730,196	2,464,793	14,902,582	13,832,721
<b>Total Net Position</b>	<b>\$ 50,832,011</b>	<b>\$ 48,432,470</b>	<b>\$ 26,793,590</b>	<b>\$ 25,297,198</b>	<b>\$ 77,625,601</b>	<b>\$ 73,729,668</b>

**Centerville City Corporation**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**For the Year Ended June 30, 2024**

**Centerville City's Changes in Net Assets**

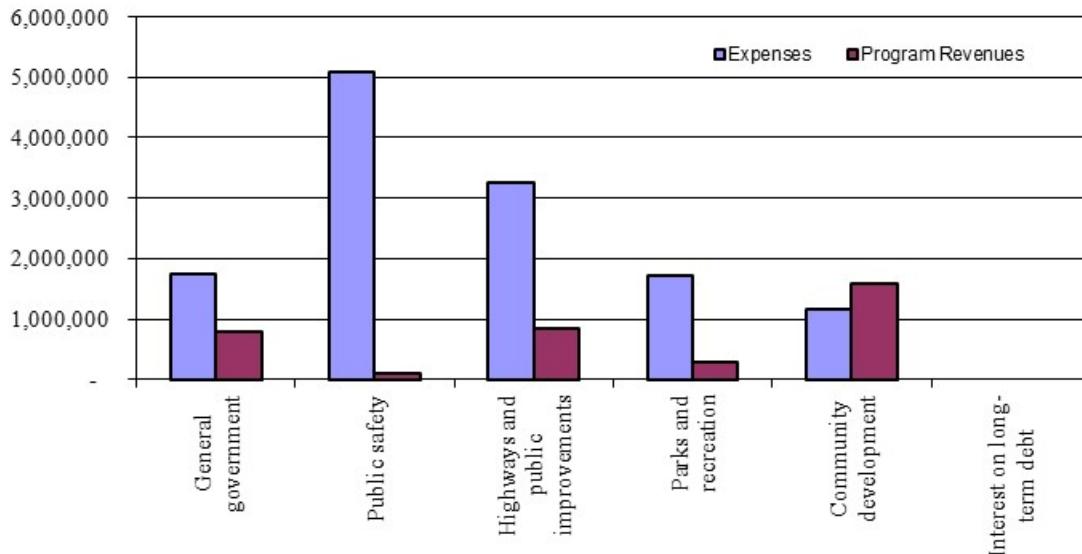
	Governmental Activities 2024	Governmental Activities 2023	Business-type Activities 2024	Business-type Activities 2023	Total 2024	Total 2023
<b>Revenues:</b>						
Program revenues:						
Charges for services	\$ 1,084,350	\$ 1,165,370	\$ 6,547,601	\$ 6,380,294	\$ 7,631,951	\$ 7,545,664
Operating grants and contributions	2,541,083	4,491,280	-	-	2,541,083	4,491,280
Capital grants and contributions	-	-	803,299	660,630	803,299	660,630
General revenues:						
Property taxes	2,820,959	2,813,511	-	-	2,820,959	2,813,511
Sales taxes	6,110,887	6,245,463	-	-	6,110,887	6,245,463
Franchise taxes	1,183,475	1,194,210	-	-	1,183,475	1,194,210
Other taxes	565,111	582,514	-	-	565,111	582,514
Unrestricted investment earnings	658,594	473,680	92,815	77,543	751,409	551,223
Gain on disposition of capital assets	85,602	92,729	50,151	45,695	135,753	138,424
Other revenues	320,596	257,116	-	-	320,596	257,116
<b>Total Revenues</b>	<b>15,370,657</b>	<b>17,315,873</b>	<b>7,493,866</b>	<b>7,164,162</b>	<b>22,864,523</b>	<b>24,480,035</b>
<b>Expenses:</b>						
General government	1,750,075	1,499,006	-	-	1,750,075	1,499,006
Public safety	5,076,246	4,766,172	-	-	5,076,246	4,766,172
Highways and public improvements	3,266,829	2,073,315	-	-	3,266,829	2,073,315
Parks and recreation	1,714,455	1,939,974	-	-	1,714,455	1,939,974
Community development	1,163,511	1,100,056	-	-	1,163,511	1,100,056
Water	-	-	3,269,049	3,136,507	3,269,049	3,136,507
Sanitation	-	-	1,295,516	1,555,962	1,295,516	1,555,962
Storm drain	-	-	1,327,957	1,228,643	1,327,957	1,228,643
Telecom	-	-	104,952	113,040	104,952	113,040
<b>Total Expenses</b>	<b>12,971,116</b>	<b>11,378,523</b>	<b>5,997,474</b>	<b>6,034,152</b>	<b>18,968,590</b>	<b>17,412,675</b>
Increase (decrease) in Net Position before transfers	<b>2,399,541</b>	<b>5,937,350</b>	<b>1,496,392</b>	<b>1,130,010</b>	<b>3,895,933</b>	<b>7,067,360</b>
Increase in Net Position	<b>2,399,541</b>	<b>5,937,350</b>	<b>1,496,392</b>	<b>1,130,010</b>	<b>3,895,933</b>	<b>7,067,360</b>
Net Position - Beginning	<b>48,432,470</b>	<b>42,495,120</b>	<b>25,297,198</b>	<b>24,167,188</b>	<b>73,729,668</b>	<b>66,662,308</b>
Net Position - Ending	<b>\$ 50,832,011</b>	<b>\$ 48,432,470</b>	<b>\$ 26,793,590</b>	<b>\$ 25,297,198</b>	<b>\$ 77,625,601</b>	<b>\$ 73,729,668</b>

As noted in the table above, governmental activities net position increased by \$2,399,541 or 4.95%. The table illustrates the flow of current sources and uses for the period. Governmental revenue in total decreased compared to the prior year. In the prior year operating grants and contribution revenue was much higher due to ARPA funding. The City also increased spending on highways and public improvements. This table is a good source to illustrate the activities and of the period and the City's position at the year end.

**Centerville City Corporation**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**For the Year Ended June 30, 2024**

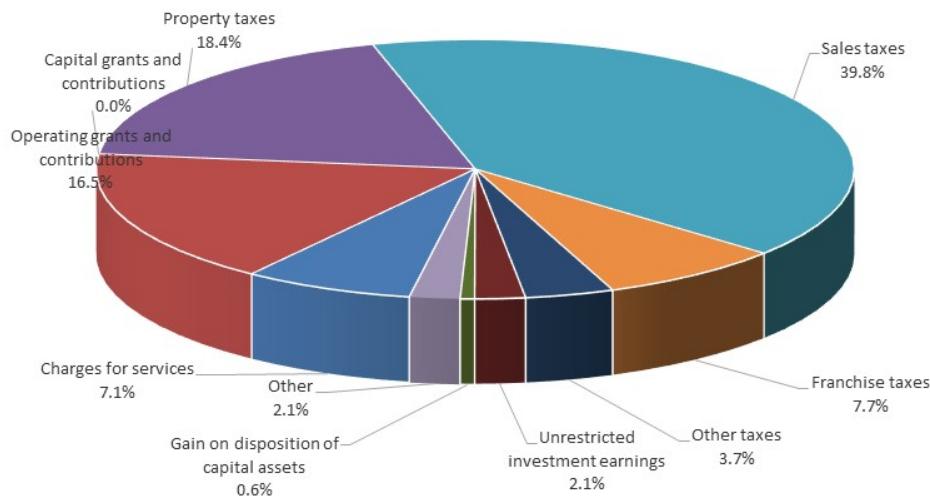
The following chart displays the governmental activities expenses compared to the program revenues attributed to the activity. Traditionally, governmental activities are funded by general revenue sources and not charges for direct services. Most of the funding for general services is provided by general taxes that are not assigned to a specific program.

**Expenses and Program Revenues - Governmental Activities**



The following chart displays the major sources of governmental activity revenue. Taxes account for 69.6% of revenue that funds governmental activity in the current period. These revenues account for the majority of the governmental services provided by the City.

**Revenues by Source - Governmental Activities**



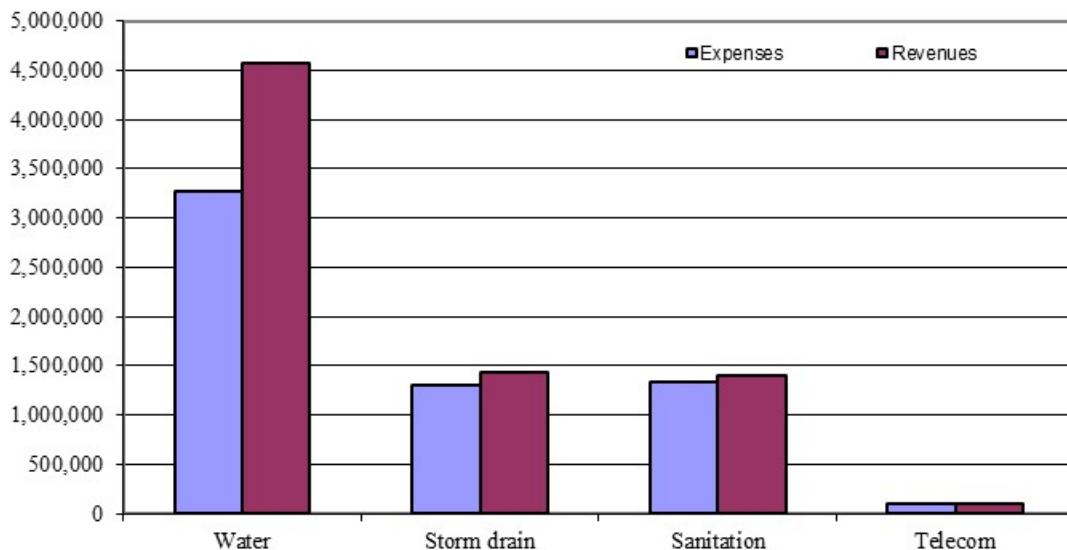
**Centerville City Corporation**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**For the Year Ended June 30, 2024**

**Business-type activities**

As noted in the table "Centerville City Changes in Net Assets (Statement of Activities)" business-type activities increased net position of \$1,496,392, or 5.92% from the prior year. Revenue in business activity increased 4.60% due to an increase in charges for service and grants. Business type expenditures decreased 0.61%.

The following chart displays business-type activities compared to program expenses attributed to the activity. Unlike governmental activities, traditionally business-type activities are self-supporting, revenues are used and provide sufficient funding for the services they provide.

**Expenses and Program Revenues - Business-type Activities**



Business-type activities are generally funded by charges for services. 897.40% of the revenues for business-type activities comes from charges for services. 10.7% of the revenue for business-type activities came from contributions from developers, no general taxes are used to provide Business-type services. During the current reporting period revenue more than funded expenses by a net \$1,496,392. Water, Drainage, Sanitation, and Telecom fund revenue exceeded expenses.

**Financial Analysis of the Government's Funds**

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance related legal requirements.

**Governmental funds**

The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unreserved fund balance is a useful measure of the government's net resources available for spending at the end of the fiscal year.

At June 30, 2024, the City's governmental funds reported a combined ending fund balance of \$15,702,954, which is an increase of \$989,533, or 6.73% from the prior period. The Unassigned balance, in general fund, decreased by 5.91%, a total dollar amount of \$199,751. Assigned fund balances that are assigned for a specific purpose increased \$1,716,207 from the prior period, or 19.33%. The increase in assigned fund balance is primarily due to a transfer from

**Centerville City Corporation**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**For the Year Ended June 30, 2024**

the general fund. The general was able to transfer these funds. The general received more tax and interest revenue than expected. The Restricted Fund balances decreased \$517,984 from the prior period, or 22.45%. The majority of the restricted fund balance is for future development and the theater reserve fund. The Non-spendable Fund balances are from the Cemetery perpetual care fund and the prepaid items. These items are not available for new spending as it has already been committed for a specific purpose or is unavailable for government operations, but are \$100,548 at June 30, 2024.

The general fund is the primary operating fund of the City. At June 30, 2024 unassigned fund balance of the general fund was \$3,181,293, a decrease of \$199,751, or 5.91%. The decrease is primarily due to transferring funds to the capital project account.

The Redevelopment Agency fund is considered to be a major fund. This fund was established to account for tax increment revenues used to revitalize and upgrade areas within qualifying redevelopment areas within the City. This fund has a balance of \$3,093,598. This is an increase from the prior year in the amount of \$836,326 which is similar to the increase in fund balance in the prior year, and is primarily due to tax increment revenue received.

The Transportation fund is considered a major governmental fund. This fund has been established for road projects and receives class C revenue and county option/transit funds. The city uses these funds for road projects. This fund has a fund balance of \$1,473,557 which is a decrease of \$465,700 from the prior year. The decrease in fund balance is primarily due to a large overlay project which extended the life of various roads in the City.

The Capital Projects Fund is considered as a major governmental fund. This fund accounts for the financial resources to be used for the acquisition or construction of major capital facilities of the government. This fund has a fund balance of \$6,381,379 which is an increase of \$825,268 increase from prior year, which is similar to the increase in fund balance in the prior year. The increase is primarily due to a transfer received from the General Fund.

Other Governmental funds had a total increase in fund balances of \$6,934, or 0.49%.

#### **Proprietary funds**

The City's proprietary funds provide the similar information found in the government-wide financial statements, but in more detail.

##### *Water Utility fund*

Total net position equaled \$20,061,784 at June 30, 2024. Total net position increased by \$1,292,377, a 6.89% increase, which is similar to the prior year increase.

##### *Drainage Utility*

Total net position at June 30, 2024 was \$6,529,411. Total net position increased by \$137,455 resulting in a 2.15% increase primarily due to a decrease in maintenance expense.

##### *Sanitation*

Total net position at June 30, 2024 was \$189,895. Total net position increased \$65,905 resulting in a 53.15% increase. This increase is primarily due to an increase in charges for services.

##### *Telecom Fund*

The Telecom Fund net position at June 30, 2024 was \$12,500. Total increase of \$655 or 5.53%.

#### **General Fund Budgetary Highlights**

During the fiscal year the general fund budget expenditures were amended, with an original budgeted expenditure of \$11,688,744 and final budgeted expenditure of \$11,959,454. Actual expenditures were \$8,833,500. General fund

**Centerville City Corporation**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**For the Year Ended June 30, 2024**

employees, in several departments provide services to the RDA fund, water fund, sanitation fund, and drainage fund. In the budget process these funds are accounted for as revenue to the General fund. For financial reporting purposes this revenue is reclassified as a reimbursement of general fund expenditures. General fund expenditures were significantly under budget in the following departments: Administrative, Finance, Legal, and Streets and Public Works. This is due to the reimbursement of expenditures for the services provided to other funds.

Total revenues were higher than the final budget by \$360,034, or 3.40%. Taxes, the largest source of revenue for the general fund was \$158,264 or 1.70% above budget. Interest revenue was over budget by \$191,816 or 52.28%.

**Capital Assets and Debt Administration**

**Capital assets**

Centerville City's investment in capital assets for governmental and business-type activities at June 30, 2024 was \$63,360,758 (net of depreciation). The investment in capital assets includes land, buildings, improvements other than buildings, infrastructure, machinery and equipment, autos and trucks, furniture and fixtures. The City's total investment in capital assets increased by \$3,041,223 or 5.04%. Governmental activities increased capital assets (net of depreciation) \$911,205 or 2.54%, to \$36,807,424. Business type activities increased capital assets (net of depreciation) \$2,130,018 or 8.72% to \$26,553,334.

Major capital asset events during the current year were:

- 1) During the year three large road projects were completed which totaled \$1,025,020. The City completed three large water line projects totaling \$1,836,632. The City also completed three storm drain projects for \$713,101. During the year the City started several road projects, storm drain projects and water line projects.
- 2) The City added approximately \$615,157 in vehicles and equipment. The investment of government type activities increased by \$148,605 (depreciated).
- 3) The City made significant investment in business type assets during the year. Expansion or replacement of the system are recorded as an increase in assets. The investment of business type activities increased by \$2,130,018 (depreciated).

	Governmental Activities 2024	Governmental Activities 2023	Business - type Activities 2024	Business - type Activities 2023
Land	\$ 7,928,488	\$ 7,928,488	\$ 486,120	\$ 486,120
Buildings	10,972,801	11,402,812	2,658,381	2,742,678
Water stock and rights	-	-	48,617	48,617
Machinery and equipment	3,588,901	3,318,411	317,718	314,053
Distribution and collection systems	-	-	21,356,559	19,356,501
Autos and trucks	1,703,948	1,555,343	-	-
Infrastructure	11,694,971	10,977,954	-	-
Construction in progress	918,315	713,211	1,685,939	1,475,347
<b>Total Capital Assets</b>	<b>\$ 36,807,424</b>	<b>\$ 35,896,219</b>	<b>\$ 26,553,334</b>	<b>\$ 24,423,316</b>

Additional information on the City's capital assets is available in the Detailed Notes for All Funds to the financial statements (see notes to Financial Statements, Capital Assets).

**Centerville City Corporation**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**  
**For the Year Ended June 30, 2024**

**Long-term debt**

**Centerville City's Outstanding Debt**

	Governmental Activities 2024	Governmental Activities 2023	Business - type Activities 2024	Business - type Activities 2023
Revenue bonds	\$ -	\$ -	\$ 1,078,218	\$ 1,196,313
Note payable	796,000	1,177,000	457,842	525,427
Compensated absences	846,145	807,577	76,298	76,475
Outstanding claims	29,774	12,119	-	-
Net pension liability	1,571,015	1,337,049	73,237	59,179
<b>Total</b>	<b><u>\$ 3,242,934</u></b>	<b><u>\$ 3,333,745</u></b>	<b><u>\$ 1,685,595</u></b>	<b><u>\$ 1,857,394</u></b>

Additional information on the City's long-term debt is available in the Detailed Notes for All Funds to the financial statements (see notes to Financial Statements, Changes in Long-Term Liabilities).

**Economic Factors and Next Year's Budgets and Rates**

According to the Utah Department of Workforce Services, the unemployment rate for Davis County as of June 2024 was 3.0%, as compared to 2.3% the previous year. Although the unemployment rate is higher than it has been in recent years, it remains lower than the national unemployment rate of 4.1%.

Sales tax is the largest single source of revenue for governmental operations of the City. The City's sales tax revenue decreased by approximately 2%, or \$123,097, from the prior fiscal year. While sales tax revenue is projected to remain consistent for FY 2025, the City has conservatively budgeted sales tax revenue to decrease to \$5.5 million.

City Council did not increase property taxes for FY 2025.

**Request for Information**

This financial report is designed to provide a general overview of Centerville City's activities for those with an interest in the City's operations and financial position. Questions concerning the information provided in this report or requests for additional financial information should be addressed to: Centerville City, Finance Director, 250 North Main Centerville, Utah 84014.

## **BASIC FINANCIAL STATEMENTS**

**Centerville City Corporation**  
**STATEMENT OF NET POSITION**  
**June 30, 2024**

	Governmental Activities	Business-type Activities	Total
<b>Assets</b>			
Cash and cash equivalents	\$ 13,735,905	\$ 1,094,153	\$ 14,830,058
Receivables:			
Accounts, net	95,999	709,925	805,924
Taxes	4,036,535	-	4,036,535
Inventory	-	186,968	186,968
Prepays	100,548	67,114	167,662
Restricted assets:			
Cash and cash equivalents	2,397,582	-	2,397,582
Notes receivable	-	457,843	457,843
Lease receivable	1,509,342	-	1,509,342
Capital assets not being depreciated:			
Water stock and rights	-	48,617	48,617
Land and collectibles	7,928,488	486,120	8,414,608
Construction in progress	918,315	1,685,939	2,604,254
Capital assets, net of accumulated depreciation:			
Buildings and improvements	10,972,801	2,658,381	13,631,182
Distribution and collection systems	-	21,356,559	21,356,559
Machinery and equipment	3,588,901	317,718	3,906,619
Autos and trucks	1,703,948	-	1,703,948
Infrastructure	11,694,971	-	11,694,971
<b>Total Assets</b>	<b>58,683,335</b>	<b>29,069,337</b>	<b>87,752,672</b>
<b>Deferred Outflows of Resources</b>			
Deferred charge on refunding	-	9,343	9,343
Deferred outflows related to pensions	1,576,769	119,407	1,696,176
<b>Total Deferred Outflows of Resources</b>	<b>1,576,769</b>	<b>128,750</b>	<b>1,705,519</b>
<b>Total Assets and Deferred Outflow of Resources</b>	<b>\$ 60,260,104</b>	<b>\$ 29,198,087</b>	<b>\$ 89,458,191</b>

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

**Centerville City Corporation**  
**STATEMENT OF NET POSITION (Continued)**  
**June 30, 2024**

	Governmental Activities	Business-type Activities	Total
<b>Liabilities</b>			
Accounts payable	\$ 906,798	\$ 697,797	\$ 1,604,595
Accrued liabilities	192,104	9,080	201,184
Accrued interest payable	-	11,550	11,550
Developer and customer deposits	970,366	-	970,366
Unearned revenue	11,920	-	11,920
Noncurrent liabilities:			
Due within one year	841,425	201,476	1,042,901
Long term debt	830,494	1,410,882	2,241,376
Net pension liability	<u>1,571,015</u>	<u>73,237</u>	<u>1,644,252</u>
<b>Total Liabilities</b>	<u>5,324,122</u>	<u>2,404,022</u>	<u>7,728,144</u>
<b>Deferred Inflows of Resources</b>			
Deferred inflows - Lease	1,468,251	-	1,468,251
Deferred inflows for property taxes	2,623,515	-	2,623,515
Deferred inflows relating to pensions	<u>12,205</u>	<u>475</u>	<u>12,680</u>
<b>Total Deferred Inflows of Resources</b>	<u>4,103,971</u>	<u>475</u>	<u>4,104,446</u>
<b>Net Position</b>			
Net investment in capital assets	35,832,286	25,063,394	60,895,680
Restricted for:			
Future development	857,763	-	857,763
Theater reserve fund	797,473	-	797,473
Cemetery	119,420	-	119,420
Police/DUI enforcement	52,683	-	52,683
Unrestricted	<u>13,172,386</u>	<u>1,730,196</u>	<u>14,902,582</u>
<b>Total Net Position</b>	<u>50,832,011</u>	<u>26,793,590</u>	<u>77,625,601</u>
<b>Total Liabilities, Deferred Inflows of Resources, and Net Position</b>	<u>\$ 60,260,104</u>	<u>\$ 29,198,087</u>	<u>\$ 89,458,191</u>

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

**Centerville City Corporation**  
**STATEMENT OF ACTIVITIES**  
**For The Year Ended June 30, 2024**

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
<b>Government Activities:</b>							
General government	\$ 1,750,075	\$ 785,662	\$ -	\$ -	\$ (964,413)	\$ -	\$ (964,413)
Public safety	5,076,246	-	108,105	-	(4,968,141)	-	(4,968,141)
Streets and public works	3,266,829	-	855,159	-	(2,411,670)	-	(2,411,670)
Parks and recreation	1,714,455	230,184	55,623	-	(1,428,648)	-	(1,428,648)
Community development	1,163,511	68,504	1,522,196	-	427,189	-	427,189
<b>Total Governmental Activities</b>	<b>12,971,116</b>	<b>1,084,350</b>	<b>2,541,083</b>	<b>-</b>	<b>(9,345,683)</b>	<b>-</b>	<b>(9,345,683)</b>
<b>Business-type Activities:</b>							
Water	3,269,049	3,705,886	-	737,125	-	1,173,962	1,173,962
Storm drain	1,295,516	1,346,186	-	66,174	-	116,844	116,844
Sanitation	1,327,957	1,390,103	-	-	-	62,146	62,146
Telecom	104,952	105,426	-	-	-	474	474
<b>Total Business-type Activities</b>	<b>5,997,474</b>	<b>6,547,601</b>	<b>-</b>	<b>803,299</b>	<b>-</b>	<b>1,353,426</b>	<b>1,353,426</b>
<b>Total Government</b>	<b>\$ 18,968,590</b>	<b>\$ 7,631,951</b>	<b>\$ 2,541,083</b>	<b>\$ 803,299</b>	<b>(9,345,683)</b>	<b>1,353,426</b>	<b>(7,992,257)</b>
General Revenues:							
Property taxes				2,820,959	-	2,820,959	
Sales taxes				6,110,887	-	6,110,887	
Franchise taxes				1,183,475	-	1,183,475	
Other taxes				565,111	-	565,111	
Unrestricted investment earnings				658,594	92,815	751,409	
Gain on disposition of capital assets				85,602	50,151	135,753	
Other revenues				320,596	-	320,596	
Total General Revenues and Transfers							
				11,745,224	142,966	11,888,190	
Changes in Net Position							
Net Position, Beginning				2,399,541	1,496,392	3,895,933	
Net Position, Ending				48,432,470	25,297,198	73,729,668	
				<b>\$ 50,832,011</b>	<b>\$ 26,793,590</b>	<b>\$ 77,625,601</b>	

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

**Centerville City Corporation**  
**BALANCE SHEET – GOVERNMENTAL FUNDS**  
**June 30, 2024**

	General	Redevelopment Agency Special Revenue	Transportation	Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
<b>Assets</b>						
Cash and cash equivalents	\$ 2,505,109	\$ 2,260,350	\$ 1,293,787	\$ 6,521,946	\$ 1,154,713	\$ 13,735,905
Receivables:						
Accounts, net	93,524	-	2,475	-	-	95,999
Taxes	3,363,372	347,950	222,379	-	-	3,933,701
Intergovernmental	-	-	-	-	102,834	102,834
Leases	-	1,509,342	-	-	-	1,509,342
Prepays	100,548	-	-	-	-	100,548
Restricted cash and cash equivalents	1,023,049	797,473	-	-	577,060	2,397,582
<b>Total Assets</b>	<b>\$ 7,085,602</b>	<b>\$ 4,915,115</b>	<b>\$ 1,518,641</b>	<b>\$ 6,521,946</b>	<b>\$ 1,834,607</b>	<b>\$ 21,875,911</b>
<b>Liabilities</b>						
Accounts payable	\$ 310,274	\$ 5,316	\$ 45,084	\$ 140,567	\$ 405,560	\$ 906,801
Accrued liabilities	188,928	-	-	-	3,176	192,104
Unearned revenue	5,945	-	-	-	5,975	11,920
Developer and customer deposits	970,366	-	-	-	-	970,366
<b>Total Liabilities</b>	<b>1,475,513</b>	<b>5,316</b>	<b>45,084</b>	<b>140,567</b>	<b>414,711</b>	<b>2,081,191</b>
<b>Deferred Inflows of Resources</b>						
Leases	-	1,468,251	-	-	-	1,468,251
Unavailable revenue - property taxes	2,275,565	347,950	-	-	-	2,623,515
<b>Total Deferred Inflows of Resources</b>	<b>2,275,565</b>	<b>1,816,201</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,091,766</b>
<b>Fund Balances:</b>						
Nonspendable:						
Prepaid items	100,548	-	-	-	-	100,548
Permanently restricted cemetery	-	-	-	-	37,700	37,700
Restricted for:						
Future development	-	-	222,379	-	635,384	857,763
Cemetery	-	-	-	-	81,720	81,720
Theater reserve fund	-	797,473	-	-	-	797,473
Police donations	20,326	-	-	-	-	20,326
DUI enforcement	32,357	-	-	-	-	32,357
Assigned, reported in:						
Special revenue funds	-	2,296,125	1,251,178	-	3,482	3,550,785
Capital project funds	-	-	-	6,381,379	661,610	7,042,989
Unassigned:						
General fund	3,181,293	-	-	-	-	3,181,293
<b>Total Fund Balances</b>	<b>3,334,524</b>	<b>3,093,598</b>	<b>1,473,557</b>	<b>6,381,379</b>	<b>1,419,896</b>	<b>15,702,954</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 7,085,602</b>	<b>\$ 4,915,115</b>	<b>\$ 1,518,641</b>	<b>\$ 6,521,946</b>	<b>\$ 1,834,607</b>	<b>\$ 21,875,911</b>

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

**Centerville City Corporation**  
**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS**  
**TO THE STATEMENT OF NET POSITION**  
**June 30, 2024**

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

<b>Total Fund Balance - Governmental Funds</b>	\$ 15,702,954
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	36,807,424
Long-term liabilities, including bonds, leases, notes, OPEB, net pension liability, and compensated absences, are not due and payable in the current period and therefore are not reported in the funds.	(3,242,934)
Pension assets, including deferred outflows and deferred inflows relating to pensions, are not obligations of the current period and, therefore, are not reported in the funds.	1,564,567
<b>Total Net Position - Governmental Activities</b>	<b><u>\$ 50,832,011</u></b>

**Centerville City Corporation**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES – GOVERNMENTAL FUNDS**  
**For The Year Ended June 30, 2024**

	General	Redevelopment Agency Special Revenue	Transportation	Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
<b>Revenues:</b>						
Taxes	\$ 9,295,015	\$ 313,274	\$ 507,032	\$ -	\$ 565,111	\$ 10,680,432
Fees and contributions	-	-	-	-	55,623	55,623
Licenses and permits	355,125	-	-	-	-	355,125
Intergovernmental	114,105	1,522,196	849,159	-	-	2,485,460
Fines and forfeitures	286,687	-	-	-	-	286,687
Charges for services	120,894	144,034	-	-	107,510	372,438
Interest	366,916	-	66,882	116,860	107,936	658,594
Miscellaneous	66,006	101,941	-	-	154,244	322,191
<b>Total Revenues</b>	<b>10,604,748</b>	<b>2,081,445</b>	<b>1,423,073</b>	<b>116,860</b>	<b>990,424</b>	<b>15,216,550</b>
<b>Expenditures:</b>						
Current:						
General government	949,476	-	-	-	608,164	1,557,640
Public safety	4,886,406	-	-	-	-	4,886,406
Highways and public improvements	988,367	-	1,362,548	-	-	2,350,915
Parks and recreation	1,587,928	-	-	225,472	100,378	1,913,778
Community development	388,417	678,357	-	-	28,889	1,095,663
Debt service:						
Principal	-	-	-	-	381,000	381,000
Interest	-	-	-	-	31,544	31,544
Capital outlay:						
General government	-	64,016	-	23,828	-	87,844
Public safety	32,906	-	-	151,383	-	184,289
Highways and public improvements	-	-	941,817	307,080	-	1,248,897
Parks and recreation	-	-	-	325,565	253,900	579,465
<b>Total Expenditures</b>	<b>8,833,500</b>	<b>742,373</b>	<b>2,304,365</b>	<b>1,033,328</b>	<b>1,403,875</b>	<b>14,317,441</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>1,771,248</b>	<b>1,339,072</b>	<b>(881,292)</b>	<b>(916,468)</b>	<b>(413,451)</b>	<b>899,109</b>
<b>Other Financing Sources (Uses):</b>						
Transfers in	99,861	-	415,592	1,741,736	965,472	3,222,661
Transfers out	(2,174,829)	(502,746)	-	-	(545,087)	(3,222,662)
Sale of capital assets	90,425	-	-	-	-	90,425
<b>Total Other Financing Sources (Uses)</b>	<b>(1,984,543)</b>	<b>(502,746)</b>	<b>415,592</b>	<b>1,741,736</b>	<b>420,385</b>	<b>90,424</b>
<b>Net Change in Fund Balances</b>	<b>(213,295)</b>	<b>836,326</b>	<b>(465,700)</b>	<b>825,268</b>	<b>6,934</b>	<b>989,533</b>
<b>Fund Balances, Beginning</b>	<b>3,547,819</b>	<b>2,257,272</b>	<b>1,939,257</b>	<b>5,556,111</b>	<b>1,412,962</b>	<b>14,713,421</b>
<b>Fund Balances, Ending</b>	<b>\$ 3,334,524</b>	<b>\$ 3,093,598</b>	<b>\$ 1,473,557</b>	<b>\$ 6,381,379</b>	<b>\$ 1,419,896</b>	<b>\$ 15,702,954</b>

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

**Centerville City Corporation**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**  
**TO THE STATEMENT OF ACTIVITIES**  
**For The Year Ended June 30, 2024**

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

<b>Net Change in Fund Balances - Total Governmental Funds</b>	\$ 989,533
Governmental funds have reported capital outlays, past and present, as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	(1,476,375)
Governmental funds report current capital outlays as expenditures. However, these expenditures are reported as capital assets in the Statement of Net Position.	2,392,403
The Statement of Activities reports the gain or loss on the disposal of capital assets, while the governmental funds report the proceeds from the disposal of capital assets.	(4,823)
Repayment of noncurrent liabilities' principal is an expenditure in the funds, but the repayment reduces long-term liabilities in the Statement of Net Position.	381,000
Some payments for the retirement plans are considered to be payments on the net pension liability (calculated as the difference between the actuarially calculated pension expense and the contributions to the retirement plans), but are reported as expenditures in the governmental funds.	174,026
Some expenses, including OPEB, outstanding claims, and compensated absences 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.	<u>(56,223)</u>
<b>Change in Net Position - Governmental Activities</b>	<u><u>\$ 2,399,541</u></u>

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

**Centerville City Corporation**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES – BUDGET AND ACTUAL –**  
**GENERAL FUND**  
**For The Year Ended June 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ 9,136,751	\$ 9,136,751	\$ 9,295,015	\$ 158,264
Licenses and permits	319,130	319,130	355,125	35,995
Intergovernmental	65,697	104,634	114,105	9,471
Fines and forfeitures	330,000	330,000	286,687	(43,313)
Charges for services	123,640	126,990	120,894	(6,096)
Interest	175,100	175,100	366,916	191,816
Miscellaneous	26,110	52,109	66,006	13,897
<b>Total Revenues</b>	<b>10,176,428</b>	<b>10,244,714</b>	<b>10,604,748</b>	<b>360,034</b>
<b>Expenditures:</b>				
Current:				
General government:				
Administrative	857,721	810,578	473,470	337,108
Municipal council	105,364	105,364	37,775	67,589
Finance	649,898	660,489	227,203	433,286
Legal	567,119	570,870	211,028	359,842
Public Safety:				
Police	4,047,738	4,049,721	3,733,505	316,216
Fire	1,147,019	1,147,019	1,152,901	(5,882)
Streets and public works	1,959,793	2,161,040	988,367	1,172,673
Parks and recreation	1,565,129	1,653,491	1,587,928	65,563
Community development	556,427	571,239	388,417	182,822
Capital outlay	232,536	229,643	32,906	196,737
<b>Total Expenditures</b>	<b>11,688,744</b>	<b>11,959,454</b>	<b>8,833,500</b>	<b>3,125,954</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>(1,512,316)</b>	<b>(1,714,740)</b>	<b>1,771,248</b>	<b>3,485,988</b>
<b>Other Financing Sources (Uses):</b>				
Transfers in	103,506	118,563	99,861	(18,702)
Transfers out	(1,049,329)	(1,049,329)	(2,174,829)	(1,125,500)
Sale of capital assets	69,000	69,000	90,425	21,425
<b>Total Other Financing Sources (Uses)</b>	<b>(876,823)</b>	<b>(861,766)</b>	<b>(1,984,543)</b>	<b>(1,122,777)</b>
<b>Net Change in Fund Balance</b>	<b>\$ (2,389,139)</b>	<b>\$ (2,576,506)</b>	<b>(213,295)</b>	<b>\$ 2,363,211</b>
<b>Fund Balance, Beginning</b>			<b>3,547,819</b>	
<b>Fund Balance, Ending</b>			<b>\$ 3,334,524</b>	

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

**Centerville City Corporation**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES – BUDGET AND ACTUAL –**  
**REDEVELOPMENT AGENCY SPECIAL REVENUE FUND**  
**For The Year Ended June 30, 2024**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Taxes	\$ 1,650,000	\$ 1,650,000	\$ 313,274	\$ (1,336,726)
Intergovernmental	-	-	1,522,196	1,522,196
Charges for services	108,000	108,000	144,034	36,034
Miscellaneous	10,000	10,000	101,941	91,941
<b>Total Revenues</b>	<u>1,768,000</u>	<u>1,768,000</u>	<u>2,081,445</u>	<u>313,445</u>
<b>Expenditures:</b>				
Community Development	734,164	734,164	678,357	55,807
Capital outlay	527,000	527,000	64,016	462,984
<b>Total Expenditures</b>	<u>1,261,164</u>	<u>1,261,164</u>	<u>742,373</u>	<u>518,791</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>506,836</u>	<u>506,836</u>	<u>1,339,072</u>	<u>832,236</u>
<b>Other Financing Sources (Uses):</b>				
Transfers out	(506,836)	(506,836)	(502,746)	4,090
<b>Total Other Financing Sources (Uses)</b>	<u>(506,836)</u>	<u>(506,836)</u>	<u>(502,746)</u>	<u>4,090</u>
<b>Net Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ -</u>	<u>836,326</u>	<u>\$ 836,326</u>
<b>Fund Balance, Beginning</b>			<u>2,257,272</u>	
<b>Fund Balance, Ending</b>			<u>\$ 3,093,598</u>	

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

**Centerville City Corporation**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCES – BUDGET AND ACTUAL –**  
**TRANSPORTATION SPECIAL REVENUE FUND**  
**For The Year Ended June 30, 2024**

<b>Transportation Special Revenue Fund</b>						
	Budgeted Amounts		Actual Amounts		Variance with Final Budget	
	Original	Final	Original	Final	Original	Final
<b>Revenues:</b>						
Taxes	\$ 432,600	\$ 432,600	\$ 507,032	\$ 74,432		
Intergovernmental	956,385	956,385	849,159	(107,226)		
Interest	35,000	35,000	66,882	31,882		
Miscellaneous	-	-	-	-		
<b>Total Revenues</b>	<b>1,423,985</b>	<b>1,423,985</b>	<b>1,423,073</b>	<b>(912)</b>		
<b>Expenditures:</b>						
Current:						
Highways and public improvements	-	-	1,362,548	(1,362,548)		
Capital outlay	1,839,577	1,839,577	941,817	897,760		
<b>Total Expenditures</b>	<b>1,839,577</b>	<b>1,839,577</b>	<b>2,304,365</b>	<b>(464,788)</b>		
<b>Excess (Deficiency) of Revenues</b>						
<b>Over (Under) Expenditures</b>	<b>(415,592)</b>	<b>(415,592)</b>	<b>(881,292)</b>	<b>(465,700)</b>		
<b>Other Financing Sources (Uses):</b>						
Transfers in	415,592	415,592	415,592	-		
<b>Total Other Financing Sources (Uses)</b>	<b>415,592</b>	<b>415,592</b>	<b>415,592</b>	<b>-</b>		
<b>Net Change in Fund Balances</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (465,700)</b>	<b>\$ (465,700)</b>		
<b>Fund Balance, Beginning</b>			<b>1,939,257</b>			
<b>Fund Balance, Ending</b>			<b>\$ 1,473,557</b>			

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

**Centerville City Corporation**  
**STATEMENT OF NET POSITION – PROPRIETARY FUNDS**  
**June 30, 2024**

	Business-type Activities - Enterprise Funds				
	Water Utility Fund	Drainage Utility Fund	Sanitation Fund	Telecom Fund	Totals
<b>Assets:</b>					
<b>Current Assets:</b>					
Cash and cash equivalents	\$ 833,811	\$ 103,775	\$ 153,259	\$ 3,308	\$ 1,094,153
Accounts receivable, net	446,600	128,932	125,201	9,192	709,925
Inventory	186,968	-	-	-	186,968
Prepays	67,114	-	-	-	67,114
<b>Total Current Assets</b>	<b>1,534,493</b>	<b>232,707</b>	<b>278,460</b>	<b>12,500</b>	<b>2,058,160</b>
<b>Noncurrent Assets:</b>					
Notes receivable	-	-	-	457,843	457,843
Capital assets not being depreciated:					
Water stock and rights	48,617	-	-	-	48,617
Land	486,120	-	-	-	486,120
Construction in progress	1,427,038	258,901	-	-	1,685,939
Capital assets being depreciated:					
Buildings	3,501,966	623,488	-	-	4,125,454
Distribution and collection systems	23,287,669	7,377,849	-	-	30,665,518
Machinery and equipment	917,927	200,461	-	-	1,118,388
Accumulated depreciation	(9,792,813)	(1,783,889)	-	-	(11,576,702)
<b>Total Noncurrent Assets</b>	<b>19,876,524</b>	<b>6,676,810</b>	<b>-</b>	<b>457,843</b>	<b>27,011,177</b>
<b>Total Assets</b>	<b>21,411,017</b>	<b>6,909,517</b>	<b>278,460</b>	<b>470,343</b>	<b>29,069,337</b>
<b>Deferred Outflows of Resources</b>					
Deferred charge on refunding	8,028	1,315	-	-	9,343
Deferred outflows of resources relating to pensions	97,081	22,326	-	-	119,407
<b>Total Deferred Outflows of Resources</b>	<b>105,109</b>	<b>23,641</b>	<b>-</b>	<b>-</b>	<b>128,750</b>
<b>Total Assets and Deferred Outflows of Resources</b>	<b>\$ 21,516,126</b>	<b>\$ 6,933,158</b>	<b>\$ 278,460</b>	<b>\$ 470,343</b>	<b>\$ 29,198,087</b>

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

**Centerville City Corporation**  
**STATEMENT OF NET POSITION – PROPRIETARY FUNDS (Continued)**  
**June 30, 2024**

	Business-type Activities - Enterprise Funds				
	Water Utility Fund	Drainage Utility Fund	Sanitation Fund	Telecom Fund	Totals
<b>Liabilities:</b>					
<b>Current Liabilities:</b>					
Accounts payable	\$ 509,176	\$ 100,056	\$ 88,565	\$ -	\$ 697,797
Accrued liabilities	7,415	1,665	-	-	9,080
Accrued interest payable	8,957	2,593	-	-	11,550
Compensated absences, current portion	35,745	6,000	-	-	41,745
Notes payable, current portion	-	-	-	49,731	49,731
Bonds payable, current portion	85,000	25,000	-	-	110,000
<b>Total Current Liabilities</b>	<b>646,293</b>	<b>135,314</b>	<b>88,565</b>	<b>49,731</b>	<b>919,903</b>
<b>Noncurrent Liability:</b>					
Compensated absences, net of current portion	-	34,553	-	-	34,553
Notes payable, net of current portion	-	-	-	408,112	408,112
Bonds payable, net of current portion	748,119	220,098	-	-	968,217
Net pension liability	59,544	13,693	-	-	73,237
<b>Total Noncurrent Liability</b>	<b>807,663</b>	<b>268,344</b>	<b>-</b>	<b>408,112</b>	<b>1,484,119</b>
<b>Total Liabilities</b>	<b>1,453,956</b>	<b>403,658</b>	<b>88,565</b>	<b>457,843</b>	<b>2,404,022</b>
<b>Deferred Inflows of Resources</b>					
Deferred inflows of resources relating to pensions	386	89	-	-	475
<b>Total Deferred Outflows of Resources</b>	<b>386</b>	<b>89</b>	<b>-</b>	<b>-</b>	<b>475</b>
<b>Net Position:</b>					
Net investment in capital assets	18,630,367	6,433,027	-	-	25,063,394
Unrestricted	1,431,417	96,384	189,895	12,500	1,730,196
<b>Total Net Position</b>	<b>20,061,784</b>	<b>6,529,411</b>	<b>189,895</b>	<b>12,500</b>	<b>26,793,590</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Net Position</b>	<b>\$ 21,516,126</b>	<b>\$ 6,933,158</b>	<b>\$ 278,460</b>	<b>\$ 470,343</b>	<b>\$ 29,198,087</b>

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

**Centerville City Corporation**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**NET POSITION – PROPRIETARY FUNDS**  
**For The Year Ended June 30, 2024**

Business-type Activities - Enterprise Funds					
	Water Utility Fund	Drainage Utility Fund	Sanitation Fund	Telecom Fund	Totals
<b>Operating Revenues:</b>					
Charges for services	\$ 3,692,271	\$ 1,346,186	\$ 1,382,370	\$ 105,426	\$ 6,526,253
Connection and servicing	13,615	-	7,175	-	20,790
Miscellaneous	-	-	558	-	558
<b>Total Operating Revenues</b>	<b>3,705,886</b>	<b>1,346,186</b>	<b>1,390,103</b>	<b>105,426</b>	<b>6,547,601</b>
<b>Operating Expenses:</b>					
Salaries and wages	338,736	73,231	-	-	411,967
Employee benefits	142,129	39,660	-	-	181,789
Maintenance and repairs	568,576	349,251	43,305	-	961,132
General and administrative	1,314,875	601,324	227,983	4,516	2,148,698
Utilities	99,866	1,596	-	-	101,462
Professional and technical services	78,038	66,889	5,684	100,436	251,047
Solid waste collection and disposal	-	-	1,050,985	-	1,050,985
Water purchases	128,271	-	-	-	128,271
Depreciation	577,639	159,800	-	-	737,439
<b>Total Operating Expenses</b>	<b>3,248,130</b>	<b>1,291,751</b>	<b>1,327,957</b>	<b>104,952</b>	<b>5,972,790</b>
<b>Operating Income (Loss)</b>	<b>457,756</b>	<b>54,435</b>	<b>62,146</b>	<b>474</b>	<b>574,811</b>
<b>Nonoperating Income (Expense):</b>					
Gain on sale of capital assets	50,151	-	-	-	50,151
Interest income	68,264	20,611	3,759	181	92,815
Interest expense	(20,919)	(3,765)	-	-	(24,684)
<b>Total Nonoperating Income (Expense)</b>	<b>97,496</b>	<b>16,846</b>	<b>3,759</b>	<b>181</b>	<b>118,282</b>
<b>Income (Loss) Before Capital Contributions and Transfers</b>	<b>555,252</b>	<b>71,281</b>	<b>65,905</b>	<b>655</b>	<b>693,093</b>
<b>Capital Contributions:</b>					
Impact fees	100,838	66,174	-	-	167,012
Construction fees	636,287	-	-	-	636,287
<b>Changes in Net Position</b>	<b>1,292,377</b>	<b>137,455</b>	<b>65,905</b>	<b>655</b>	<b>1,496,392</b>
<b>Net Position, Beginning</b>	<b>18,769,407</b>	<b>6,391,956</b>	<b>123,990</b>	<b>11,845</b>	<b>25,297,198</b>
<b>Net Position, Ending</b>	<b>\$ 20,061,784</b>	<b>\$ 6,529,411</b>	<b>\$ 189,895</b>	<b>\$ 12,500</b>	<b>\$ 26,793,590</b>

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

**Centerville City Corporation**  
**STATEMENT OF CASH FLOWS – PROPRIETARY FUNDS**  
**For The Year Ended June 30, 2024**

	Business-type Activities - Enterprise Funds				
	Water Utility Fund	Drainage Utility Fund	Sanitation Fund	Telecom Fund	Totals
<b>Cash Flows From Operating Activities:</b>					
Receipts from customers and users	\$ 3,655,170	\$ 1,333,475	\$ 1,368,561	\$ 108,078	\$ 6,465,284
Payments to suppliers	(2,076,024)	(1,313,242)	(1,284,466)	(104,951)	(4,778,683)
Payments to employees and related benefits	(490,594)	(114,770)	-	-	(605,364)
<b>Net cash flows from operating activities</b>	<b>1,088,552</b>	<b>(94,537)</b>	<b>84,095</b>	<b>3,127</b>	<b>1,081,237</b>
<b>Cash Flows From Capital and Related Financing Activities:</b>					
Purchase of property and equipment	(2,466,597)	(429,141)	-	-	(2,895,738)
Sale of property and equipment	57,200	21,232	-	-	78,432
Receipt of developer construction fees	737,125	66,174	-	-	803,299
Principal paid on bonds	(81,000)	(24,000)	-	-	(105,000)
Interest paid on bonds	(30,547)	(7,039)	-	-	(37,586)
<b>Net cash flows from capital and related financing activities</b>	<b>(1,783,819)</b>	<b>(372,774)</b>	<b>-</b>	<b>-</b>	<b>(2,156,593)</b>
<b>Cash Flows From Investing Activity:</b>					
Interest on investments	68,264	20,611	3,759	181	92,815
<b>Net cash flows from investing activity</b>	<b>68,264</b>	<b>20,611</b>	<b>3,759</b>	<b>181</b>	<b>92,815</b>
<b>Net Increase (Decrease) In Cash</b>	<b>(627,003)</b>	<b>(446,700)</b>	<b>87,854</b>	<b>3,308</b>	<b>(982,541)</b>
<b>Cash and Cash Equivalents At Beginning Of Year</b>	<b>1,460,814</b>	<b>550,475</b>	<b>65,405</b>	<b>-</b>	<b>2,076,694</b>
<b>Cash and Cash Equivalents At End Of Year</b>	<b>\$ 833,811</b>	<b>\$ 103,775</b>	<b>\$ 153,259</b>	<b>\$ 3,308</b>	<b>\$ 1,094,153</b>

	Business-type Activities - Enterprise Funds				
	Water Utility Fund	Drainage Utility Fund	Sanitation Fund	Telecom Fund	Totals
<b>Reconciliation of operating income (loss) to net cash flows from operating activities:</b>					
Operating income (loss)	\$ 457,756	\$ 54,435	\$ 62,146	\$ 474	\$ 574,811
Adjustments to reconcile operating income (loss) to net cash flows from operating activities:					
Depreciation expense	577,639	159,800	-	-	737,439
(Increase) Decrease in accounts receivables	(50,716)	(12,711)	(21,542)	2,653	(82,316)
(Increase) Decrease in inventory	86,723	-	-	-	86,723
(Increase) Decrease in prepaids	(3,574)	-	-	-	(3,574)
Increase (Decrease) in accounts payable	30,453	(294,182)	43,491	-	(220,238)
Increase (Decrease) in accrued liabilities	334	500	-	-	834
Increase (Decrease) in pension activity	(9,804)	(2,461)	-	-	(12,265)
Increase (Decrease) in paid time off payable	(259)	82	-	-	(177)
<b>Net cash from operating activities</b>	<b>\$ 1,088,552</b>	<b>\$ (94,537)</b>	<b>\$ 84,095</b>	<b>\$ 3,127</b>	<b>\$ 1,081,237</b>

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

## **Centerville City Corporation NOTES TO FINANCIAL STATEMENTS**

### **NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Centerville City (the City) was incorporated in 1915 under the provisions of the State of Utah and operates under a mayor-council form of government. The City's financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The accounting policies of the City conform to accounting principles generally accepted in the United States of America as applicable to governmental units. The more significant accounting policies established in GAAP and used by the City are discussed below.

#### **A. The Reporting Entity**

As required by GAAP, these financial statements present the City and its component units, entities for which the City is considered to be financially accountable. The City is considered to be financially accountable for an organization if the City appoints a voting majority of that organization or there is a potential for that organization to provide specific financial benefits to or impose specific financial burdens on the City. The City is also considered to be financially accountable for an organization if that organization is fiscally dependent (i.e., it is unable to adopt its budget, levy taxes, set rates or charges, or issue bonded debt without approval from the City). The component units discussed below are included as part of the City's reporting entity as blended component units.

The Centerville City Redevelopment Agency (RDA) was established to prepare and carry out plans to improve, rehabilitate and redevelop blighted areas within the City. The RDA is governed by a board of trustees composed of the City Mayor and members of the City Council. Although it is a legally separate entity from the City, the RDA is reported as if it were part of the primary government because of the City's ability to impose its will upon the operations of the RDA. The RDA is included in these financial statements as the Redevelopment Agency Special Revenue Fund. Separate financial statements are not issued for the RDA.

The Centerville City Municipal Building Authority (MBA) was established to finance and construct municipal buildings that are then leased to the City. The MBA is governed by a five-member board of trustees composed of the City Council. Although it is a legally separate entity from the City, the MBA is reported as if it were part of the primary government because of the City's ability to impose its will upon the operations of the MBA. The MBA is included in these financial statements as the Municipal Building Authority Special Revenue Fund. Separate financial statements are not issued for the MBA.

#### **B. Basis of Presentation - Government-Wide Financial Statements**

The City's basic financial statements include both government-wide (reporting the City as a whole) and fund financial statements (reporting the City's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. The City's general government services, public safety, streets and public works, parks and recreation, and community development are classified as governmental activities. The City's water utility, drainage utility, sanitation, and telecom funds are classified as business-type activities.

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the non-fiduciary activities of the City and its component units. All fiduciary activities are reported only in the fund financial statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

**Centerville City Corporation**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**B. Basis of Presentation - Government-Wide Financial Statements (Continued)**

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment, are offset by program revenues. *Direct expenses* are those which are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments to the General Fund by various other funds for providing administrative and billing services for such funds. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

**C. Basis of Presentation – Fund Financial Statements**

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balance, revenues, and expenditures or expenses as appropriate.

The fund financial statements provide information about the government's funds, including its fiduciary fund and blended component units. Separate statements are provided for governmental funds, proprietary funds, and fiduciary funds. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

The City reports the following major governmental funds:

The General Fund is the government's primary operating fund. It accounts for all financial resources of the general government, except those accounted for in another fund.

The Redevelopment Agency Special Revenue Fund was established account for tax increment revenues used to revitalize and upgrade areas within qualifying redevelopment areas within the City.

The Transportation Special Revenue Fund accounts for the financial resources to be used for road projects. The majority of the revenue are from B&C Road Funds, and Highway and Public Transit funds.

The Capital Projects Fund accounts for the financial resources to be used for the acquisition or construction of major capital parks facilities of the government.

The City reports the following major enterprise funds:

The Water Utility Fund accounts for the activities and operations of the City's water production, treatment, and distribution process.

The Drainage Utility Fund accounts for storm drain collection activities in the City.

**Centerville City Corporation**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Basis of Presentation – Fund Financial Statements (Continued)**

The Sanitation Fund accounts for garbage and recycling collection activities in the City.

The Telecom Fund accounts for the collection and remittance of payments on notes between City residents, the City, and Utah Infrastructure Agency used to finance fiber-optic network connections.

Additionally, the City reports the following fund types:

Special revenue funds account for and report the proceeds of specific revenue sources that are the foundation of the fund and are restricted or committed to expenditure for specified purposes other than debt or capital projects. Accounting and financial reporting for general and special revenue funds are identical. The City accounts for the Recreation fund, R.A.P. Tax, and Cemetery Perpetual Care as special revenue funds.

Capital projects funds account for the financial resources to be used for the acquisition or construction of the major capital facilities of the government. The City accounts for UTOPIA and Parks Improvement Capital Projects funds as capital project funds.

**D. Measurement Focus, Basis of Accounting and Financial Statement Presentation**

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary and fiduciary fund financial statements. Revenues are 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 for which they became available. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The use of financial resources to acquire capital assets are capitalized as assets in the government-wide financial statements, rather than reported as an expenditure. Proceeds of long-term debt are recorded as a liability in the government-wide financial statements, rather than as another financing source. Amounts paid to reduce long-term debt of the City are reported as a reduction of the related liability, rather than an expenditure in the government-wide financial statements.

**Centerville City Corporation**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**D. Measurement Focus, Basis of Accounting and Financial Statement Presentation (Continued)**

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. 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 termination benefits, are recorded only when payment is due. Issuance of long-term debt and acquisitions under leases are reported as other financing sources.

Property taxes, Sales taxes, franchise taxes, and earned but unreimbursed state and federal grants associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Property taxes are measurable as of the date levied (assessed) and are recognized as revenues when they become available. Available means when due, or past due, and received within the current period or collected soon enough thereafter (within 60 days) to be used to pay liabilities of the current period. All other revenues are considered to be measurable and available only when cash is received by the City.

**E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance**

**Cash and Cash Equivalents**

The City considers all cash and investments with original maturities of three months or less to be cash and cash equivalents. For the purpose of the statement of cash flows, cash and cash equivalents includes restricted cash and cash equivalents.

Cash includes cash on hand, demand deposits with banks and other financial institutions, and deposits in other types of accounts or cash management pools that have the general characteristics of demand deposit accounts, including the Utah Public Treasurer's Investment Pool (PTIF). City policy allows for the investment of funds in time certificates of deposit with federally insured depositories, PTIF, and other investments allowed by the State of Utah's Money Management Act. Investments in PTIF are stated as cost, which approximates fair value.

The City categorizes the fair value measurements of its PTIF investments based on the hierarchy established by general accepted accounting principles. The fair value hierarchy, which has three levels, is based on valuation inputs used to measure an asset's fair value: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. Fair value measurements of the City's investments in PTIF at June 30, 2024, of \$17,071,466 are based on significant other observable inputs (Level 2 inputs).

**Centerville City Corporation**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)**

**Accounts Receivable and Allowance for Doubtful Accounts**

The City records utility revenues billed to customers when meters are read on a monthly basis. Unbilled service accounts receivable at year-end were estimated based on July billings are included in the operating revenues and accounts receivable at year-end.

Management has estimated the allowance for uncollectible amounts for the Water Utility Fund, Drainage Utility Fund, and Sanitation Fund receivables to be approximately \$11,360, \$3,679, and \$3,789, respectively. The allowance for doubtful accounts is estimated based on historical trends related to collections of accounts receivable. Amounts that become uncollectible are written off.

The City considers all other receivables to be fully collectible.

**Inventories and Prepaid Items**

Inventories are valued at cost, using the first-in first-out (FIFO) method and consist of materials and supplies used to repair the transmission, distribution, collection, and treatment systems. The cost of such inventories is recorded as expenditures/expenses when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

**Interfund Transactions**

During the course of normal operations, the City has transactions between funds to subsidize operations in certain enterprise funds, to construct assets, to fund debt service, to distribute grant proceeds, etc. Any residual balances outstanding at year-end are reported as due from/to other funds. While these balances are reported in the fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in the business-type activities are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements, these amounts are reported at gross amounts as transfer in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as transfers in the business-type activities column.

**Centerville City Corporation**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)**

**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 or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 (amount not rounded). Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation (should capital assets be donated in connection with a service concession arrangement, those assets would then be recorded at acquisition value). Amortization of capital assets acquired with a lease has been included in depreciation expense. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Land, water rights, and construction in process are not depreciated. The other property, plant, equipment, and infrastructure of the City are depreciated using the straight-line method over the following estimated useful lives:

Buildings	10 to 50 years
Reservoirs	10 to 50 years
Infrastructure and distribution systems	20 to 50 years
Machinery and Equipment	5 to 7 years
Autos and trucks	5 to 10 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 represent a consumption of net assets that applies to future periods and that deferred inflows of resources represent a consumption of net assets that applies to future periods, and so will not be recognized as an outflow of resources (expense/ expenditure) until then. The City reports deferred charges on refunding and deferred outflows related to pensions in this category. Deferred charges on refunding are the result of a difference in carrying value of the new debt and the reacquisition price of the old debt. The amount is deferred and amortized over the shorter of the life of the refunded debt or the new debt. Deferred outflows related to pensions result from the differences in the estimates used to calculate the net pension liability and asset reported in each fund, as well as any pension contributions made after the pension actuarial measurement date and the end of the fiscal year.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City reports deferred inflows from property taxes and deferred inflows related to pensions in this category. Deferred inflows for property taxes are the result of property taxes levied during the fiscal year, but are unavailable and have not met time requirements to be recognized as revenue during the fiscal year. Deferred inflows related to pensions result from the differences in the estimates used to calculate the net pension liability and asset reported in each fund.

**Centerville City Corporation**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)**

**Developer and Customer Deposits**

Developer and customer deposits are principally deposits from developers that are held by the City until building projects and developments receive the required City inspections and are in compliance with all City ordinances.

**Compensated Absences**

For governmental funds amounts of vested or accumulated vacation leave and comp time that are not expected to be liquidated with expendable available financial resources are reported as liabilities in the government-wide statement of net assets and as expenses in the government-wide statement of activities. No expenditures are reported for these amounts in the fund financial statements. Vested or accumulated vacation leave and comp time of proprietary funds is recorded as an expense and a liability of those funds as the benefits accrue to the employees and are thus recorded in both the government-wide financial statements and the individual fund financial statements. Vacation, all-purpose, and long-term sick amounts are charged to expenditures when incurred.

Employees accumulate vacation leave with a maximum accumulation of 240 hours. Any hours in excess of 240 at the end of the year are forfeited. Employees accumulate all-purpose leave hours with a maximum accumulation of 300 hours. Any hours in excess of 300 are cashed out to the employee on the first payroll of the next calendar year. Employees accumulate long-term sick hours with a maximum accumulation of 800 hours. Any hours in excess of 800 are cashed out to the employee on the first payroll of the next calendar year. Upon termination of employment other than for cause, employees are paid out hours that are remaining in vacation and all-purpose leave at their current rate of pay. Long-term sick hours are cashed out only upon retirement or 20 years of continuous full-time employment. The cash-out rate is one-fourth of the accrued hours.

**Long-Term Obligations**

In the government-wide financial statements and proprietary fund types, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums, discounts, and issuance costs are deferred and amortized over the life of the applicable debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**Pensions**

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Utah Retirement Systems Pension Plan (URS), and additions to/deductions from URS's fiduciary net position have been determined on the same basis as they are reported by the URS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

**Centerville City Corporation**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)**

**Fund Equity**

In the fund financial statements, governmental fund equity is classified as fund balance. Fund balance is further classified as Nonspendable, Restricted, Committed, Assigned or Unassigned.

*Nonspendable* fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form, or (b) legally or contractually required to remain intact.

*Restricted* fund balance classification includes amounts with constraints placed on the use either by (a) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (b) law through constitutional provisions or enabling legislations.

*Committed* fund balance classification include those funds that can only be used for specific purposes pursuant to constraints imposed by formal action of the Council (ordinance) and remain binding unless removed in the same manner. An ordinance is the city's most binding constraint.

*Assigned* fund balance classification includes amounts that are constrained by the City Council or Management's intent to be used for specific purposes through the appropriations process in establishing and amending budgets. Fund balances in special revenue, capital projects, and debt service funds are by their nature assigned to the purpose for which the resources are collected.

*Unassigned* fund balance classification is the residual classification for the General Fund or funds with deficit fund balances. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund.

**Use of Restricted Assets**

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed. Additionally, the City would then use committed, assigned and lastly unassigned amounts from the unrestricted fund balance when expending funds.

**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 the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of financial statements and the reported amounts of revenues, expenditures and expenses during the reporting period. Actual results could differ from those estimates.

**Centerville City Corporation**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**F. Revenues and Expenditures/Expenses**

**Program Revenues**

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

**Tax Revenues**

On or before June 22 of each year, the City sets the property tax rate for various municipal purposes. If the City intends to increase property tax revenues above the tax rate of the previous year, state law requires the City to provide public notice to property owners and hold public hearings. When these special public hearings are necessary, the adoption of the final budget must be done before September 1. All property taxes levied by the City are assessed and collected by Salt Lake County. Property taxes attach as an enforceable lien on the property as of January 1. Taxes are levied on October 1 and are due November 30; any delinquent taxes are subject to a penalty. Unless the delinquent taxes and penalties are paid before January 15, a lien is attached to the property, and the amount of taxes and penalties bears interest from January 1 until paid. Tax liens are placed on a property on the January 1 following the due date of unpaid taxes. If after five years, delinquent taxes have not been paid, the County sells the property at a tax sale. Tax collections are remitted to the City from the County on a monthly basis.

Sales taxes are collected by the Utah State Tax Commission and remitted to the City monthly.

Franchise taxes are collected by telephone, mobile phone, natural gas, electric utilities, and cable television companies and remitted to the City periodically.

**Proprietary Funds Operating and Nonoperating Revenues and Expenses**

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds are charges to customers of the system. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

**NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

**A. Budgetary Information**

**Budgetary Process and Basis of Accounting**

During the first council meeting in May, the City Manager submits to the City Council a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the proposed sources of revenues.

**Centerville City Corporation**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (Continued)**

**A. Budgetary Information (Continued)**

During the first council meeting in May and before June 22, the City Council reviews and adjusts the proposed budget. On or before June 22, a public hearing is held and the budget is legally adopted through passage of a resolution. After the budget is adopted, the City Manager may transfer any unencumbered or unexpended appropriation amount from one expenditure account to another within a department. The City Council may, by resolution, transfer any unencumbered or unexpended appropriation amount from one department in a fund to another department within the same fund.

When the City Council determines that an emergency exists, such as widespread damage from fire, flood, or earthquake, the City Council may increase the budget of the General Fund by resolution or a public hearing.

Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, Debt Service Funds, and Capital Projects Funds. In the General Fund, budgets are adopted at the functional level and budgetary control is exercised at the departmental level. For Special Revenue Funds, budgets are adopted and control is exercised at the level of total expenditures for each individual fund.

Annual budgets for the General Fund, all Special Revenue Funds, all Debt Service Funds, and all Capital Projects Funds were legally adopted by the City and are prepared on the modified-accrual method of accounting. Encumbrances (commitments related to unperformed purchase orders or contracts for goods or services) are used only as an internal management control device during the year. The City does not have any encumbrances outstanding at year end since appropriations lapse at year end. However, encumbered amounts are generally re-appropriated and honored as part of the following year's budget.

Although Utah State law requires the initial preparation of budgets for all City funds (both governmental and proprietary), it only requires the reporting of actual versus such budgets for governmental funds.

**B. Fund Balance**

Utah State law prohibits the appropriation of the sum of unassigned, assigned, and committed General Fund balance until it exceeds 5% of the General Fund revenues. Until the sum of the stated fund balance categories is greater than the above amount, it cannot be budgeted, but is used to provide working capital until tax revenue is received, to meet emergency expenditures and to cover unanticipated deficits. Utah State law also prohibits the accumulation of the stated fund balance categories in any amount greater than 35% of the current year's total revenues. Any fund with a deficit balance at the end of the most recent fiscal year must include an appropriation of at least 5% of revenues to reduce the fund deficit.

**Centerville City Corporation**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**NOTE 3 DETAILED NOTES ON ALL ACTIVITIES AND FUNDS**

**A. Cash and Investments**

The City maintains a cash and investment pool that is available for use by all funds. Investments are stated at cost, which approximate fair value. Each fund's portion of this pool is displayed on the combined balance sheet as "cash and cash equivalents" and "restricted cash and cash equivalents," which includes cash accounts that are separately held by several of the City's funds.

The City's deposit and investment policy is to follow the Utah Money Management Act; however, the City does not have a separate deposit and investment policy that addresses specific types of deposit and investment risks to which the City is exposed.

Components of cash and investments (including interest earning deposits) at June 30, 2024 are as follows:

**Cash on hand and on deposit:**

Petty Cash	\$ 635
Cash on Deposit	181,167
PTIF Investment	<u>17,045,838</u>
<b>Total cash and investments</b>	<u>\$ 17,227,640</u>

**Cash and investments are included in the accompanying  
combined statement of net position as follows:**

Cash and cash equivalents	\$ 14,830,058
Restricted cash and cash equivalents	<u>2,397,582</u>
<b>Total cash and investments</b>	<u>\$ 17,227,640</u>

The City's cash and cash equivalents and investments are exposed to certain risks as outlined below:

*Custodial credit risk* – deposits is the risk that in the event of a bank failure, the City's deposits may not be returned to it. As of June 30, 2024, \$523,759 of the City's \$802,032 balance of deposits was exposed to custodial credit risk because it was uninsured and uncollateralized.

*Custodial credit risk* – investments is the risk that in the event of the failure of a counterparty, the City will not be able to recover the value of its investments that are in the possession of an outside party. The City's investment in the Utah Public Treasurer's Investment Fund has no custodial credit risk.

*Credit risk* is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The City's policy for limiting the credit risks of investments is to comply with the Utah Money Management Act. The Act requires investment transactions to be conducted only through qualified depositories, certified dealers, or directly with issuers of the investment securities. Permitted investments include deposits of qualified depositories; repurchase agreements; commercial paper that is classified as "first tier" by two nationally recognized statistical rating organizations, one of which must be Moody's Investor Services or Standard and Poors; banker acceptance obligations of the U.S. Treasury and U.S. government sponsored enterprises; bonds and notes of political subdivisions of the State of Utah; fixed rate corporate obligations and variable rate.

**Centerville City Corporation**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**NOTE 3 DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (Continued)**

**A. Cash and Investments (Continued)**

Securities rated “A” or higher by two nationally recognized statistical rating organizations as defined by the Act. The city has no formal policy relating to a specific investment-related risk.

*Interest rate risk* is the risk that changes in the interest rates will adversely affect the fair value of an investment. The City manages its exposure by investing mainly in the Utah Public Treasurer’s Investment Fund and by adhering to the Utah Money Management Act. The Act requires that the remaining term to maturity may not exceed the period of availability of the funds to be invested. The city has no formal policy relating to a specific investment-related risk.

*Concentration of credit risk* is the risk of loss attributed to the magnitude of a government’s investment in a single issuer. The City’s investment in the Utah Public Treasurer’s Investment Fund has no concentration of credit risk.

The City invests in the Public Treasurer’s Investment Fund (PTIF) which is a voluntary external Local Governmental Investment Pool managed by the Utah State Treasurer’s Office and is audited by the Utah State Auditor. No separate report as an external investment pool has been issued for the PTIF. The PTIF is not registered with the SEC as an investment company and is not rated. The PTIF is authorized and regulated by the Utah Money Management Act, (Utah Code Title 51, Chapter 7). The PTIF invests in high-grade securities which are delivered to the custody of the Utah State Treasurer, assuring a perfected interest in the securities, and, therefore, there is very little credit risk except in the most unusual and unforeseen circumstances. The maximum weighted average life of the portfolio does not exceed 90 days.

Deposits in the PTIF are not insured or otherwise guaranteed by the State of Utah, and participants share proportionally in any realized gains or losses on investments. The PTIF operates and reports to participants on an amortized cost basis, which approximates fair value at year end. The income, gains, and losses, net of administration fees, of the PTIF are allocated to participants on the ratio of the participant’s share to the total funds in the PTIF based on the participant’s average daily balance. The PTIF allocates income and issues statements monthly. Additional information is available at the Utah State Treasures’ Office. At year end, the City utilizes a fair value per share factor to estimate the fair value of the investment as of June 30. As of June 30, 2024, the fair value per share factor for investments in the PTIF was 1.00150349.

For the year ended June 30, 2024, the City had investments of \$17,045,838 with the PTIF. This investment matures in less than one year and is not rated.

**Fair Value of Investments**

The City measures and records its investments using fair value measurement guidelines established by generally accepted accounting principles. These guidelines recognize a three-tiered fair value hierarchy, as follows:

- Level 1: Quoted prices for identical investments in active markets;
- Level 2: Observable inputs other than quoted market prices; and,
- Level 3: Unobservable inputs.

**Centerville City Corporation**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**NOTE 3 DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (Continued)**

**A. Cash and Investments (Continued)**

At June 30, 2024, the City had the following cash and investments:

	<b>Carrying Value</b>	<b>Fair Value Factor</b>	<b>Fair Value</b>	<b>Credit Rating</b>	<b>Weighted Avg. Maturity</b>
<b>Cash on hand and on deposit:</b>					
Cash on hand	\$ 635	1	\$ 635	N/A	N/A
Cash on deposit	181,167	1	181,167	N/A	N/A
Utah State Treasurer's investment pool accounts	<u>17,045,838</u>	1.00150349	<u>17,071,466</u>	N/A	82.96
<b>Total cash on hand and deposit</b>	<b><u>\$ 17,227,640</u></b>		<b><u>\$ 17,253,268</u></b>		

**B. Interfund Transfers**

The transfers among the funds for the year ended June 30, 2024, were as follows:

<b>Fund Transferring Out</b>	<b>Fund Receiving Transfer</b>	<b>Amount</b>
General Fund	Recreation	\$ 17,500
General Fund	Transportation	415,592
General Fund	Capital Project Fund	1,741,737
Cemetery Perpetual Care	General Fund	22,800
Redevelopment Agency	General Fund	45,910
Redevelopment Agency	UTOPIA Capital Projects Fund	456,836
Rap Tax Fund	Park Improvements	491,136
Rap Tax Fund	General Fund	<u>31,151</u>
		<b><u>\$ 3,222,662</u></b>

The majority of transfers were intended to fund debt service, and for capital projects.

**C. Lessor Agreement**

On May 15, 2019, the Redevelopment Agency of the City (RDA), as a lessor, renewed a lease agreement with the Davis Performing Arts Association (Association), the lessee, to rent a building to the Association to perform theatrical productions. The lease calls for an initial term of 10 years commencing May 15, 2019, with an option to extend 10 additional years ending April 15, 2039. In accordance with the provisions of GASBS No. 87, the lease was retroactively measured as of May 15, 2019 with a lease term of 20 years and an interest rate of 3%, which is approximately the rate at which the City is able to issue bonds.

Rent is payable on the 20th day of the month for the next month's rent, with monthly payments starting at \$6,837 with yearly Consumer Price Increases. The City collected \$99,907 from the Association for the year ended June 30, 2024.

**Centerville City Corporation**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**NOTE 3 DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (Continued)**

**D. Capital Assets**

Capital assets activity for the year ended June 30, 2024, is as follows:

	<b>Balance</b>			<b>Balance</b>
	<b>June 30, 2023</b>	<b>Additions</b>	<b>Deletions</b>	<b>June 30, 2024</b>
<b>Governmental Activities:</b>				
Capital assets, not being depreciated:				
Land and collectibles	\$ 7,928,488	\$ 162,137	\$ (162,137)	\$ 7,928,488
Construction in progress	713,211	355,924	(150,820)	918,315
Total capital assets, not being depreciated	<u>8,641,699</u>	<u>518,061</u>	<u>(312,957)</u>	<u>8,846,803</u>
Capital assets, being depreciated:				
Buildings and improvements	18,668,412	27,500	-	18,695,912
Infrastructure	13,771,556	1,025,020	-	14,796,576
Machinery and equipment	6,290,166	599,794	(7,901)	6,882,059
Autos and trucks	3,870,894	530,161	(277,783)	4,123,272
Total capital assets, being depreciated	<u>42,601,028</u>	<u>2,182,475</u>	<u>(285,684)</u>	<u>44,497,819</u>
Less accumulated depreciation for:				
Buildings and improvements	(7,265,600)	(457,511)	-	(7,723,111)
Infrastructure	(2,793,602)	(308,003)	-	(3,101,605)
Machinery and equipment	(2,971,755)	(329,304)	7,901	(3,293,158)
Autos and trucks	(2,315,551)	(381,556)	277,783	(2,419,324)
Total accumulated depreciation	<u>(15,346,508)</u>	<u>(1,476,374)</u>	<u>285,684</u>	<u>(16,537,198)</u>
Total capital assets being depreciated, net	<u>27,254,520</u>	<u>706,101</u>	<u>-</u>	<u>27,960,621</u>
Governmental Activities capital assets, net	<u><u>\$ 35,896,219</u></u>	<u><u>\$ 1,224,162</u></u>	<u><u>\$ (312,957)</u></u>	<u><u>\$ 36,807,424</u></u>

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

**Governmental Activities:**

General government	\$ 581,399
Public safety	164,043
Highways and public improvements	384,755
Parks and recreation	346,177
<b>Total depreciation expense - governmental activities</b>	<b><u>\$ 1,476,374</u></b>

**Centerville City Corporation**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**NOTE 3 DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (Continued)**

**D. Capital Assets (Continued)**

	<b>Balance</b>			<b>Balance</b>
	<b>June 30, 2023</b>	<b>Additions</b>	<b>Deletions</b>	<b>June 30, 2024</b>
<b>Business-type Activities:</b>				
Capital assets, not being depreciated:				
Water stock and rights	\$ 48,617	\$ -	\$ -	\$ 48,617
Land	486,120	- -	- -	486,120
Construction in progress	<u>1,475,347</u>	<u>1,380,043</u>	<u>(1,169,451)</u>	<u>1,685,939</u>
Total capital assets, not being depreciated	<u>2,010,084</u>	<u>1,380,043</u>	<u>(1,169,451)</u>	<u>2,220,676</u>
Capital assets, being depreciated:				
Buildings and improvements	4,125,454	- -	- -	4,125,454
Reservoirs	984,857	- -	- -	984,857
Water distribution system	20,444,951	1,857,862	- -	22,302,813
Sub-drain system	2,046,416	- -	- -	2,046,416
Storm drain system	4,618,331	713,101	- -	5,331,432
Machinery and equipment	<u>1,082,048</u>	<u>92,950</u>	<u>(56,610)</u>	<u>1,118,388</u>
Total capital assets, being depreciated	<u>33,302,057</u>	<u>2,663,913</u>	<u>(56,610)</u>	<u>35,909,360</u>
Less accumulated depreciation for:				
Buildings and improvements	(1,382,776)	(84,297)	- -	(1,467,073)
Reservoirs	(837,829)	(8,767)	- -	(846,596)
Water distribution system	(6,471,796)	(422,305)	- -	(6,894,101)
Sub-drain system	(675,183)	(40,928)	- -	(716,111)
Storm drain system	(753,244)	(98,907)	- -	(852,151)
Machinery and equipment	<u>(767,996)</u>	<u>(82,235)</u>	<u>49,561</u>	<u>(800,670)</u>
Total accumulated depreciation	<u>(10,888,824)</u>	<u>(737,439)</u>	<u>49,561</u>	<u>(11,576,702)</u>
Total capital assets being depreciated, net	<u>22,413,233</u>	<u>1,926,474</u>	<u>(7,049)</u>	<u>24,332,658</u>
Business-type Activities capital assets, net	<u><u>\$ 24,423,317</u></u>	<u><u>\$ 3,306,517</u></u>	<u><u>\$ (1,176,500)</u></u>	<u><u>\$ 26,553,334</u></u>

Depreciation expense was charged to the functions/programs of the business-type activities of the primary government as follows:

**Business-type Activities:**

Water	\$ 577,639
Drainage	159,800
Total depreciation expense - business-type activities	<u><u>\$ 737,439</u></u>

**Centerville City Corporation**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**NOTE 3 DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (Continued)**

**E. Long-Term Liabilities**

The following is a summary of long-term debt transactions of the City for the year ended June 30, 2024:

	<b>Balance June 30, 2023</b>	<b>Additions</b>	<b>Retirements</b>	<b>Balance June 30, 2024</b>	<b>Due Within One Year</b>
<b>Governmental Activities:</b>					
Compensated absences	807,577	468,730	(430,162)	846,145	430,000
Notes Payable	1,177,000	-	(381,000)	796,000	405,000
Outstanding claims	12,119	20,375	(2,720)	29,774	6,425
Net pension liability	<u>1,337,049</u>	<u>233,966</u>	<u>-</u>	<u>1,571,015</u>	<u>-</u>
Total Governmental activities long-term liabilities	<u>3,333,745</u>	<u>723,071</u>	<u>(813,882)</u>	<u>3,242,934</u>	<u>841,425</u>
<b>Business-type Activities:</b>					
Bonds payable:					
Revenue bonds	1,085,000	-	(105,000)	980,000	110,000
Plus: unamortized premium	<u>111,313</u>	<u>-</u>	<u>(13,095)</u>	<u>98,218</u>	<u>13,095</u>
Total bonds payable	<u>1,196,313</u>	<u>-</u>	<u>(118,095)</u>	<u>1,078,218</u>	<u>123,095</u>
Notes payable	525,426		(67,584)	457,842	49,731
Compensated absences	76,475	55,299	(55,476)	76,298	41,475
Net pension liability	<u>59,179</u>	<u>14,058</u>	<u>-</u>	<u>73,237</u>	<u>-</u>
Total Business-type activities long-term liabilities	<u>1,857,393</u>	<u>69,357</u>	<u>(241,155)</u>	<u>1,685,595</u>	<u>214,301</u>
Total long-term liabilities	<u><b>\$ 5,191,138</b></u>	<u><b>\$ 792,428</b></u>	<u><b>\$ (1,055,037)</b></u>	<u><b>\$ 4,928,529</b></u>	<u><b>\$ 1,055,726</b></u>

**Centerville City Corporation**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**NOTE 3 DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (Continued)**

**E. Long-Term Liabilities (Continued)**

**Compensated Absences and Net Pension Liability**

The liabilities for the net pension liability, and compensated absences are expected to be liquidated by the general fund for governmental activities. For business-type activities, the liabilities will be liquidated by the fund reporting the liability.

**Revenue Bonds**

The City has issued revenue bonds secured by the pledged revenues named in the bond issue. The Water Revenue Refunding Bonds, Series 2012 is a direct placement. Significant events of default consist of (a) failure to pay principal or interest when due; (b) failure to fulfill all obligations; and (c) bankruptcy, reorganization, arrangement, insolvency or liquidation proceedings. Upon the occurrence of an event of default, the City may be required to immediately pay all principal and interest.

Revenue bonds outstanding at June 30, 2024, by issue are as follows:

<b>Bond Issue</b>	<b>Purpose</b>	<b>Original Issue</b>	<b>Payment Dates</b>	<b>Interest Rates</b>	<b>Final Maturity Date</b>	<b>Balance at June 30, 2024</b>
<b>Business-type Activities:</b>						
Water Revenue Refunding Bonds, Series 2012	Water system improvements	\$ 4,210,000	Sept 1 and Mar 1	2% - 4%	Sept 1, 2031	\$ 980,000

Debt service requirements to maturity for revenue bonds are as follows:

Year Ending June 30,	<b>Business-type Activities</b>	
	<b>Revenue Bonds</b>	
	<b>Principal</b>	<b>Interest</b>
2025	110,000	36,225
2026	110,000	33,000
2027	115,000	29,700
2028	120,000	26,325
2029	120,000	22,800
2030-2031	405,000	43,300
	<b>\$ 980,000</b>	<b>\$ 191,350</b>

**Centerville City Corporation**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**NOTE 3 DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (Continued)**

**E. Long-Term Liabilities (Continued)**

**Notes Payable**

During fiscal year 2022 the city entered into a note payable to fund the construction of a park. The original note was \$1,900,000. During fiscal year 2024 the city paid \$381,000 in principal and \$31,544 in interest. Principal and interest are due in annual installments with the final note maturing in June 2026.

Debt service requirements to maturity for note payable are as follows:

Year Ending June 30,	<b>Governmental Activities</b>	
	<b>Note Payable</b>	<b>Interest</b>
<b>Principal</b>	<b>Interest</b>	
2025	405,000	21,333
2026	391,000	10,479
	<u>\$ 796,000</u>	<u>\$ 31,812</u>

The City has signed notes with Utah Infrastructure Agency with interest rates at 6-8%. Principal and interest are due in monthly installments with the final note maturing in July 2038. The notes were issued to finance fiber-optic network connections for the City's residents. Debt service payments will be paid by the residents according to the agreement set up between the City and the residents, which mirrors the agreement between the City and Utah Infrastructure Agency. The annual debt service requirements to maturity as of June 30, 2024 are as follows:

Year Ending June 30,	<b>Business-type Activities</b>	
	<b>Notes Payable</b>	<b>Interest</b>
<b>Principal</b>	<b>Interest</b>	
2025	49,731	34,359
2026	50,636	30,624
2027	51,042	26,808
2028	51,315	22,635
2029	51,941	18,499
2030-2034	193,890	35,850
2035-2039	9,287	1,287
	<u>\$ 457,842</u>	<u>\$ 170,062</u>

**Centerville City Corporation**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**NOTE 3 DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (Continued)**

**F. Pensions**

**Plan Description**

Eligible plan participants are provided with pensions through the Utah Retirement Systems. The Utah Retirement Systems are comprised of the following pension trust funds:

- Public Employees Noncontributory Retirement System (Noncontributory System);
- Public Employees Contributory Retirement System (Contributory System);  
are multiple employer, cost sharing, retirement systems.
- Public Safety Retirement System (Public Safety System) is a cost-sharing, multiple-employer public employee retirement system;
- Tier 2 Public Employees Contributory Retirement System (Tier 2 Public Employees System) is a multiple employer cost sharing public employee retirement system;
- Tier 2 Public Safety and Firefighter Contributory Retirement System (Tier 2 Public Safety and Firefighters System) is a multiple employer, cost sharing, public employee retirement system.

The Tier 2 Public Employees System became effective July 1, 2011. All eligible employees beginning on or after July 1, 2011, who have no previous service credit with any of the Utah Retirement Systems, are members of the Tier 2 Retirement System.

The Utah Retirement Systems (Systems) are established and governed by the respective sections of Title 49 of the Utah Code Annotated 1953, as amended. The System's defined benefit plans are amended statutorily by the State Legislature. The Utah State Retirement Office Act in Title 49 provides for the administration of the Systems under the direction of the Board, whose members are appointed by the Governor. The Systems are fiduciary funds defined as pension (and other employee benefit) trust funds. URS is a component unit of the State of Utah. Title 49 of the Utah Code grants the authority to establish and amend the benefit terms. URS issues a publicly available financial report that can be obtained by writing Utah Retirement Systems, 560 E. 200 S. Salt Lake City, Utah 84102 or visiting the website: [www.urs.org/general/publications](http://www.urs.org/general/publications).

**Benefits Provided**

URS provides retirement, disability, and death benefits. Retirement benefits are as follows:

**Summary of Benefits by System**

Summary of Benefits by System

System	Final Average Salary	Years of Service required and/or age eligible for benefit	Benefit percent per year of service	COLA**
Noncontributory System	Highest 3 years	30 years any age 25 years any age* 20 years age 60* 10 years age 62* 4 years age 65	2.0% per year all years	Up to 4%
Contributory System	Highest 5 years	30 years any age 20 years age 60* 10 years age 62* 4 years age 65	1.25% per year up to June 1975; 2.0% per year July 1975 to present	Up to 4%

**Centerville City Corporation**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**NOTE 3 DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (Continued)**

**F. Pensions (Continued)**

System	Final Average Salary	Years of Service required and/or age eligible for benefit	Benefit percent per year of service	COLA**
Public Safety System	Highest 3 years	20 years any age 10 years age 60 4 years age 65	2.5% per year up to 20 years; 2.0% per year over 20 years	Up to 2.5% to 4% depending on the employer
Tier 2 Public Employees System	Highest 5 years	35 years any age 20 years any age 60* 10 years age 62* 4 years age 65	1.5% per year all years	Up to 2.5%
Tier 2 Public Safety and Firefighter System	Highest 5 years	25 years any age 20 years any age 60* 10 years age 62* 4 years age 65	1.5% per year all years 2.0% per year July 2020 to present	Up to 2.5%

\* With actuarial reductions

\*\* All post-retirement cost-of-living adjustments are non-compounding and are based on the original benefit except Judges, which is a compounding benefit. The cost-of-living adjustments are also limited to the actual Consumer Price Index (CPI) increase for the year, although unused CPI increases not met may be carried forward to subsequent years.

**Contribution Rate Summary**

As a condition of participation in the Systems, employers and/or employees are required to contribute certain percentages of salary and wages as authorized by statute and specified by the URS Board. Contributions are actuarially determined as an amount that, when combined with employee contributions (where applicable) is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded actuarial accrued liability. Contribution rates as of June 30, 2024 are as follows:

**Utah Retirement Systems**

	Employee	Employer	Employer 401(k)
Contributory System			
11 - Local Governmental Tier 1 - DB	6.00%	13.96%	N/A
111 - Local Governmental Tier 2 - DB Hybrid System	N/A	17.77%	0.18%
211 - Local Governmental Tier 2 - 401(k) Option	N/A	7.95%	10.00%
Noncontributory System			
15 - Local Governmental Tier 1 - DB	N/A	17.97%	N/A
111 - Local Governmental Tier 2 - DB Hybrid System	N/A	16.01%	0.18%
211 - Local Governmental Tier 2 - 401(k) Option	N/A	6.19%	10.00%
Public Safety Retirement System			
Noncontributory			
43 - Other Div A with 2.5% COLA - Tier I - DB	N/A	34.04%	N/A
122 - Other Div A with 2.5% COLA - Tier 2 DB Hybrid	2.59%	25.83%	N/A
222 - Other Div A with 2.5% COLA - Tier 2 - 401(k) Option	N/A	11.83%	14.00%

Tier 2 rates include a statutory required contribution to finance the unfunded actuarial accrued liability of the Tier 1 plans.

**Centerville City Corporation**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**NOTE 3 DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (Continued)**

**F. Pensions (Continued)**

For the fiscal year ended June 30, 2024, the employer and employee contributions to the Systems were as follows:

System	Employer Contributions	Employee Contributions
Noncontributory System	\$ 295,913	\$ -
Contributory System	18,715	8,044
Public Safety System	424,257	-
Tier 2 Public Employees System	196,146	-
Tier 2 Public Safety and Firefighter System	104,030	10,442
Tier 2 DC Only System	12,449	-
Tier 2 DC Public Safety and Firefighter System	9,038	-
<b>Total Net Pension Asset / Liability</b>	<b>\$ 1,060,548</b>	<b>\$ 18,486</b>

Contributions reported are the URS Board approved required contributions by System. Contributions in the Tier 2 Systems are used to finance the unfunded liabilities in the Tier 1 Systems.

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

At June 30, 2024, we reported a net pension asset of \$0 and a net pension liability of \$1,644,251.

System	Net Pension Asset	Net Pension Liability	Proportionate Share	Proportionate Share 12/31/2022	Change (Decrease)
Noncontributory System	\$ -	\$ 429,591	0.1852032%	0.1878122%	-0.0026090%
Contributory System	-	79,130	0.9586384%	0.8340881%	0.1245503%
Public Safety System	-	1,018,568	0.7122037%	0.7257636%	-0.0135599%
Tier 2 Public Employees System	-	80,043	0.0411237%	0.0377565%	0.0033672%
Tier 2 Public Safety and Firefighter System	-	36,920	0.0980099%	0.1101450%	-0.0121351%
<b>Total Net Pension Asset / Liability</b>	<b>\$ -</b>	<b>\$ 1,644,252</b>			

The net pension asset and liability was measured as of December 31, 2023, and the total pension liability used to calculate the net pension asset and liability was determined by an actuarial valuation as of January 1, 2023 and rolled-forward using generally accepted actuarial procedures. The proportion of the net pension asset and liability is equal to the ratio of the employer's actual contributions to the Systems during the plan year over the total of all employer contributions to the System during the plan year.

For the year ended June 30, 2024, we recognized pension expense of \$874,620.

**Centerville City Corporation**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**NOTE 3 DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (Continued)**

**F. Pensions (Continued)**

At June 30, 2024, we reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 523,673	\$ 3,831
Changes in assumptions	291,130	821
Net difference between projected and actual earnings on pension plan investments	334,006	-
Changes in proportion and differences between contributions and proportionate share of contributions	21,316	8,028
Contributions subsequent to the measurement date	<u>526,051</u>	<u>-</u>
Total	<u>\$ 1,696,176</u>	<u>\$ 12,680</u>

\$526,051 was reported as deferred outflows of resources related to pensions results from contributions made by us prior to our fiscal year end, but subsequent to the measurement date of December 31, 2023.

These contributions will be recognized as a reduction of the net pension liability in the upcoming fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<b>Year Ended December 31,</b>	<b>Deferred Outflows (inflows) of Resources</b>	
2024	\$ 321,354	
2025	\$ 221,424	
2026	\$ 669,133	
2027	\$ (132,817)	
2028	\$ 11,913	
Thereafter	\$ 66,438	

**Centerville City Corporation**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**NOTE 3 DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (Continued)**

**F. Pensions (Continued)**

**Noncontributory System Pension Expense, and Deferred Outflows and Inflows of Resources**

For the year ended June 30, 2024, we recognized pension expense of \$303,518.

At June 30, 2024, we reported deferred outflows of resources and deferred inflows of resources relating to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 300,804	\$ -
Changes in assumptions	128,911	-
Net difference between projected and actual earnings on pension plan investments	139,699	-
Changes in proportion and differences between contributions and proportionate share of contributions	4,314	663
Contributions subsequent to the measurement date	<u>141,652</u>	-
Total	<u><u>\$ 715,380</u></u>	<u><u>\$ 663</u></u>

\$141,652 reported as deferred outflows of resources related to pensions results from contributions made by us prior to our fiscal year end, but subsequent to the measurement date of December 31, 2023.

These contributions will be recognized as a reduction of the net pension liability in the upcoming fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions, will be recognized in pension expense as follows:

<b>Year Ended December 31,</b>	<b>Deferred Outflows (inflows) of Resources</b>	
2024	\$ 191,917	
2025	\$ 177,179	
2026	\$ 262,644	
2027	\$ (58,674)	
2028	\$ -	
Thereafter	\$ -	

**Centerville City Corporation**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**NOTE 3 DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (Continued)**

**F. Pensions (Continued)**

**Contributory System Pension Expense, and Deferred Outflows and Inflows of Resources**

For the year ended June 30, 2024, we recognized pension expense of \$1,319.

At June 30, 2024, we reported deferred outflows of resources and deferred inflows of resources relating to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ -
Changes in assumptions	- -	- -
Net difference between projected and actual earnings on pension plan investments	35,607	- -
Changes in proportion and differences between contributions and proportionate share of contributions	- -	- -
Contributions subsequent to the measurement date	9,358	- -
Total	<u>\$ 44,965</u>	<u>\$ -</u>

\$9,358 reported as deferred outflows of resources related to pensions results from contributions made by us prior to our fiscal year end, but subsequent to the measurement date of December 31, 2023.

These contributions will be recognized as a reduction of the net pension liability in the upcoming fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions, will be recognized in pension expense as follows:

<b>Year Ended December 31,</b>	<b>Deferred Outflows (inflows) of Resources</b>	
2024	\$ (44,238)	
2025	\$ 3,298	
2026	\$ 95,854	
2027	\$ (19,307)	
2028	\$ -	
Thereafter	\$ -	

**Centerville City Corporation**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**NOTE 3 DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (Continued)**

**F. Pensions (Continued)**

**Public Safety System Pension Expense, and Deferred Outflows and Inflows of Resources**

For the year ended June 30, 2024, we recognized pension expense of \$418,005.

At June 30, 2024, we reported deferred outflows of resources and deferred inflows of resources relating to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 177,489	\$ -
Changes in assumptions	89,503	-
Net difference between projected and actual earnings on pension plan investments	145,798	-
Changes in proportion and differences between contributions and proportionate share of contributions	776	4,210
Contributions subsequent to the measurement date	<u>205,226</u>	-
<b>Total</b>	<b><u>\$ 618,792</u></b>	<b><u>\$ 4,210</u></b>

\$205,226 reported as deferred outflows of resources related to pensions results from contributions made by us prior to our fiscal year end, but subsequent to the measurement date of December 31, 2023.

These contributions will be recognized as a reduction of the net pension liability in the upcoming fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions, will be recognized in pension expense as follows:

<b>Year Ended December 31,</b>	<b>Deferred Outflows (inflows) of Resources</b>	
2024	\$ 162,462	
2025	\$ 25,559	
2026	\$ 284,760	
2027	\$ (63,425)	
2028	\$ -	
Thereafter	\$ -	

**Centerville City Corporation**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**NOTE 3 DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (Continued)**

**F. Pensions (Continued)**

**Tier 2 Public Employees System Pension Expense, and Deferred Outflows and Inflows of Resources**

For the year ended June 30, 2024, we recognized pension expense of \$104,603.

At June 30, 2024, we reported deferred outflows of resources and deferred Inflows of resources relating to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 25,637	\$ 1,311
Changes in assumptions	45,816	63
Net difference between projected and actual earnings on pension plan investments	9,039	-
Changes in proportion and differences between contributions and proportionate share of contributions	11,595	1,779
Contributions subsequent to the measurement date	107,499	-
<b>Total</b>	<b>\$ 199,586</b>	<b>\$ 3,153</b>

\$107,499 reported as deferred outflows of resources related to pensions results from contributions made by us prior to our fiscal year end, but subsequent to the measurement date of December 31, 2023.

These contributions will be recognized as a reduction of the net pension liability in the upcoming fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions, will be recognized in pension expense as follows:

<b>Year Ended December 31,</b>	<b>Deferred Outflows (inflows) of Resources</b>	
2024	\$ 7,613	
2025	\$ 10,801	
2026	\$ 18,519	
2027	\$ 6,148	
2028	\$ 8,383	
Thereafter	\$ 37,469	

**Centerville City Corporation**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**NOTE 3 DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (Continued)**

**F. Pensions (Continued)**

**Tier 2 Public Safety and Firefighter Pension Expense, and Deferred Outflows and Inflows of Resources**

For the year ended June 30, 2024, we recognized pension expense of \$47,176.

At June 30, 2024, we reported deferred outflows of resources and deferred inflows of resources relating to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 19,742	\$ 2,520
Changes in assumptions	26,900	758
Net difference between projected and actual earnings on pension plan investments	3,863	-
Changes in proportion and differences between contributions and proportionate share of contributions	4,631	1,376
Contributions subsequent to the measurement date	<u>62,315</u>	<u>-</u>
Total	<u>\$ 117,451</u>	<u>\$ 4,654</u>

\$62,315 reported as deferred outflows of resources related to pensions results from contributions made by us prior to our fiscal year end, but subsequent to the measurement date of December 31, 2023.

These contributions will be recognized as a reduction of the net pension liability in the upcoming fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions, will be recognized in pension expense as follows:

<b><u>Year Ended December 31,</u></b>	<b>Deferred Outflows (inflows) of Resources</b>	
2024	\$ 3,599	
2025	\$ 4,587	
2026	\$ 7,356	
2027	\$ 2,441	
2028	\$ 3,530	
Thereafter	\$ 28,969	

**Centerville City Corporation**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**NOTE 3 DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (Continued)**

**F. Pensions (Continued)**

**Actuarial Assumptions**

The total pension liability in the December 31, 2023, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50 Percent
Salary increases	3.5 – 9.5 percent, average, including inflation
Investment rate of return	6.85 percent, net of pension plan investment expense, including inflation

Mortality rates were developed from an actuarial experience study dated January 1, 2023. The retired mortality tables are developed using URS retiree experience and are based upon gender, occupation and age, as appropriate with projected improvement using 80% of the ultimate rates from the MP-2020 improvement assumption using a base year of 2020. The mortality assumption for active members is the PUB-2010 Employees Mortality Table for public employees, teachers, and public safety members, respectively.

The actuarial assumptions used in the January 1, 2023, valuation were based on an actuarial experience study for the period ending December 31, 2022.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which the 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 allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Asset Allocation	Expected Return Arithmetic Basis	
		Real Return Arithmetic Basis	Long-Term expected portfolio real rate of return
Equity securities	35%	6.87%	2.40%
Debt securities	20%	1.54%	0.31%
Real Assets	18%	5.43%	0.98%
Private equity	12%	9.80%	1.18%
Absolute return	15%	3.86%	0.58%
Cash and cash equivalents	0%	0.24%	0.00%
<b>Totals</b>	<b>100%</b>		<b>5.45%</b>
		Inflation	2.50%
		Expected arithmetic nominal return	7.95%

The 6.85% assumed investment rate of return is comprised of an inflation rate of 2.50%, a real return of 4.35% that is net of investment expense.

**Centerville City Corporation**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**NOTE 3 DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (Continued)**

**F. Pensions (Continued)**

**Discount Rate**

The discount rate used to measure the total pension liability was 6.85 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that contributions from all participating employers will be made at contractually required rates that are actuarially determined and certified by the URS Board. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. 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. The discount rate does not use the Municipal Bond Index Rate.

**Sensitivity of the Proportionate Share of the Net Pension Asset and Liability to Changes in the Discount Rate**

The following presents the proportionate share of the net pension liability calculated using the discount rate of 6.85 percent as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.85 percent) or 1-percentage-point higher (7.85 percent) than the current rate:

Proportionate share of	1% Decrease (5.85%)	Discount Rate (6.85%)	1% Increase (7.85%)
Noncontributory System	\$ 2,229,553	\$ 429,591	\$ (1,077,756)
Contributory System	478,723	79,130	(261,057)
Public Safety System	3,195,988	1,018,568	(755,894)
Tier 2 Public Employees System	275,015	80,043	(71,158)
Tier 2 Public Safety and Firefighter System	118,956	36,920	(28,711)
	<hr/> <u>\$ 6,298,235</u>	<hr/> <u>\$ 1,644,252</u>	<hr/> <u>\$ (2,194,576)</u>

**Pension Plan Fiduciary Net Position**

Detailed information about the pension plan's fiduciary net position is available in the separately issued URS financial report.

**Centerville City Corporation**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**NOTE 3 DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (Continued)**

**G. Defined Contribution Savings Plans**

The Defined Contribution Savings Plans are administered by the Utah Retirement Systems Board and are generally supplemental plans to the basic retirement benefits of the Retirement Systems, but may also be used as a primary retirement plan. These plans are voluntary tax-advantaged retirement savings programs authorized under sections 401 (k), 457(b) and 408 of the Internal Revenue code. Detailed information regarding plan provisions is available in the separately issued URS financial report.

Centerville City participates in the following Defined Contribution Savings Plans with Utah Retirement Systems:

- 401 (k) Plan
- 457(b) Plan
- Roth IRA Plan

Employee and employer contributions to the Utah Retirement Defined Contribution Savings Plans for fiscal year ended June 30, were as follows:

<u>System</u>	<u>Year Ended June 30,</u>	<u>Employee paid Contributions</u>	<u>Employer paid for Employee Contributions</u>
Defined Contribution System:			
401(k) Plan	2024	\$ 124,009	\$ 60,488
	2023	\$ 122,549	\$ 51,224
	2022	\$ 106,029	\$ 52,078
	2021	\$ 75,716	\$ 44,032
	2020	\$ 83,732	\$ 20,716
	2019	\$ 78,632	\$ 20,632
	2018	\$ 73,255	\$ 16,021
	2017	\$ 76,768	\$ 7,504
	2016	\$ 74,431	\$ 9,559
	2015	\$ 56,735	\$ 31,340
457 Plan	2024	\$ 29,689	\$ -
	2023	\$ 20,644	\$ -
	2022	\$ 16,413	\$ -
	2021	\$ 20,371	\$ -
	2020	\$ 14,967	\$ -
	2019	\$ 9,076	\$ -
	2018	\$ 9,803	\$ -
	2017	\$ 6,206	\$ -
	2016	\$ 5,486	\$ -
	2015	\$ 2,200	\$ -
Roth IRA Plan	2024	\$ 19,047	N/A
	2023	\$ 15,791	N/A
	2022	\$ 15,238	N/A
	2021	\$ 18,955	N/A
	2020	\$ 16,500	N/A
	2019	\$ 13,422	N/A
	2018	\$ 9,073	N/A
	2017	\$ 9,117	N/A
	2016	\$ 4,170	N/A
	2015	\$ 4,362	N/A

**Centerville City Corporation**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**NOTE 3 DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (Continued)**

**H. Risk Management**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City is a member of the Utah Risk Management Agency (URMA). It is an insurance pool for liability insurance made up of municipalities in the State. Each city pays premiums into a cash reserve fund for possible losses. Payment of the annual premium indemnifies the City for claims that exceed the per occurrence deductible. The policy provides \$10,000,000 of liability coverage per occurrence after a deductible of \$15,000. In the event URMA becomes insolvent, the City is fully responsible for all claims. The obligation of URMA to pay damages on behalf of the City applies only to damages in excess of the member "deductibles" and group "self-insured retention's" outlined in the Coverage Profile. The member "deductibles" and the group "self-insured retention's" include attorney's fees and all other costs incurred in defending a claim. URMA purchases umbrella insurance to protect against large claims. URMA reviews risk management programs and give recommendations and premium discounts to cities that adopt them. The City has adopted various recommendations and receives discounts.

The City is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the City's counsel the resolution of these matters will not have a material adverse effect on the financial condition of the City. Changes to the liability during the year is as follows:

Liability at June 30, 2023	\$ 12,119
Claims incurred	20,375
Payments on claims	(2,720)
Liability at June 30, 2024	<u>\$ 29,774</u>

**I. Interlocal Agreements**

**Utah Telecommunications Open Infrastructure Agency (UTOPIA)**

The City is one of 11 founding members of UTOPIA, an interlocal cooperative agreement organized under the laws of the State of Utah. UTOPIA was created to design, finance, build, operate, and maintain an open, wholesale, public telecommunication infrastructure that delivers high-speed connections to homes and businesses in the member communities.

The City is a pledging member who has pledged sales and use tax revenues to partially guarantee payment of UTOPIA's bonds. In return for the pledge, the City will be among the first cities to receive UTOPIA's services. In December 2022, UTOPIA issued an \$205,355,000 revenue refunding bond, which will become due in June 2040. The debt service payments will be made by the 11 pledging members according to their respective percentages up to a specific dollar amount. The City's percentage of the Debt Service Reserve shortfall is 3.24% with a yearly liability limit set at a maximum of \$542,424 for the coming year ended June 30, 2025. Any bonds or debt issued or incurred by UTOPIA will not constitute debt of the City. Pledge payments made during the year ended June 30, 2024 totaled \$532,674. The aggregate amount paid to UTOPIA of \$6,729,337 as of June 30, 2024, is considered to be a note receivable but the entire amount has been reserved and is not expected to be repaid. UTOPIA issues annual audited financial statements which are available either from UTOPIA or the Utah State Auditor.

**Centerville City Corporation**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**NOTE 3 DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (Continued)**

## **I. Interlocal Agreements (Continued)**

**Utah Infrastructure Agency (UIA)**

The City is also one of eight founding members of UIA, an interlocal cooperative agreement organized in July of 2010 under the laws of the State of Utah. Like UTOPIA, UIA was organized to provide for acquisition, construction, and installation of advanced communication lines, improvements, and facilities. The City has pledged franchise tax revenues to ensure that UIA fulfills its revenue requirement from the bond agreements, which is that UIA must have revenue equal to the operations and maintenance expenses and the capital costs in a fiscal year. In the event that there is a shortfall, the City has agreed to lend UIA its franchise tax revenues. The percentage of the City's share of the shortfall pledge is 3.63% with a yearly liability limit set at a maximum of \$186,737.

UIA may also establish, as needed, Working Capital Assessments to its member cities to help cover any operational expense (OpEx) shortfall. Under a shortfall scenario, UIA notifies the member cities of their respective obligations to utilize Energy Sales and Use Taxes to replenish the shortfall. The amounts assessed and paid during the year ended June 30, 2024, totaled \$0. During fiscal year 2024 UIA paid \$146,202 to the City. UIA issues annual audited financial statements which are available either from UIA or the Utah State Auditor.

## J. Commitments and Contingencies

The City had \$2,037,592 of outstanding construction commitments as of June 30, 2024.

## **K. Redevelopment Agency**

In accordance with Utah Code Section 17C-1-605(1), the City's Redevelopment Agency is required to disclose the following information for the year ended June 30, 2024:

### Tax increment collected for each project area

Parish Lane	\$ 1,109,895
Legacy Crossing	403,768
Barnard Creek	<u>321,807</u>
	\$ 1,835,470

Amounts expended for:

Administrative costs	\$ 393,235
Tax increment paid to other entities	<u>285,122</u>
<b>Total amounts expended by RDA</b>	<b>\$ 678,357</b>

### Outstanding bonds and loans to finance RDA projects

\$ -

## **REQUIRED SUPPLEMENTAL INFORMATION**

**Centerville City Corporation**  
**SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**  
**June 30, 2024**  
**Last 10 Fiscal years \***

	Year Ended June 30.	Noncontributory System	Contributory Retirement System	Public Safety System	Tier 2 Public Employees System	Tier 2 Public Safety and Firefighters Retirement
Proportion of the net pension liability (asset)	2015	0.1964264%	2.2216079%	0.5439158%	0.0679200%	N/A
	2016	0.1985342%	0.4180201%	0.5781148%	0.0164082%	0.2239970%
	2017	0.2039119%	0.7888045%	0.6375033%	0.0178215%	0.0507471%
	2018	0.1838307%	0.91177603%	0.6380725%	0.0200346%	0.0401947%
	2019	0.1717530%	1.0117884%	0.6435060%	0.0274036%	0.0398694%
	2020	0.1720121%	1.1108619%	0.6748155%	0.0308457%	0.0660525%
	2021	0.1716701%	1.2415378%	0.6833816%	0.0356942%	0.0799884%
	2022	0.1753119%	0.8250211%	0.6850696%	0.0373759%	0.1010189%
	2023	0.1878122%	0.8340881%	0.7257636%	0.0377565%	0.1101450%
	2024	0.1852032%	0.9586384%	0.7122037%	0.0411238%	0.0980099%
Proportionate share of the net pension liability (asset)	2015	\$ 852,930	\$ 96,912	\$ 684,019	\$ (638)	N/A
	2016	\$ 1,123,403	\$ 293,807	\$ 1,035,549	\$ (36)	\$ (327)
	2017	\$ 1,309,364	\$ 258,815	\$ 1,293,670	\$ 1,988	\$ (441)
	2018	\$ 805,417	\$ 74,682	\$ 1,000,918	\$ 1,766	\$ (465)
	2019	\$ 1,264,742	\$ 410,587	\$ 1,655,474	\$ 11,736	\$ 999
	2020	\$ 648,291	\$ 72,802	\$ 1,083,496	\$ 6,937	\$ 6,213
	2021	\$ 88,057	\$ (222,511)	\$ 567,372	\$ 5,134	\$ 7,175
	2022	\$ (1,004,030)	\$ (597,268)	\$ (556,374)	\$ (15,819)	\$ (5,106)
	2023	\$ 1,700,743	\$ 117,166	\$ 1,170,827	\$ 822,950	\$ 338,893
	2024	\$ 429,591	\$ 79,130	\$ 1,018,568	\$ 80,043	\$ 36,920
Covered payroll	2015	\$ 1,679,906	\$ 179,641	\$ 944,010	\$ 103,177	N/A
	2016	\$ 1,717,997	\$ 178,113	\$ 962,350	\$ 105,998	\$ 13,357
	2017	\$ 1,818,881	\$ 189,265	\$ 995,417	\$ 146,152	\$ 41,928
	2018	\$ 1,619,695	\$ 186,228	\$ 986,759	\$ 196,054	\$ 42,424
	2019	\$ 1,481,009	\$ 189,376	\$ 976,591	\$ 319,559	\$ 53,203
	2020	\$ 1,492,785	\$ 199,059	\$ 1,032,579	\$ 428,495	\$ 108,798
	2021	\$ 1,475,841	\$ 204,798	\$ 1,060,233	\$ 570,557	\$ 158,485
	2022	\$ 1,491,164	\$ 121,180	\$ 1,042,004	\$ 693,723	\$ 241,576
	2023	\$ 1,700,743	\$ 117,166	\$ 1,170,827	\$ 822,950	\$ 338,893
	2024	\$ 1,706,075	\$ 128,983	\$ 1,237,003	\$ 1,063,194	\$ 371,364
Proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	2015	50.80%	53.90%	72.50%	-0.60%	N/A
	2016	65.39%	164.96%	107.61%	-0.03%	-2.45%
	2017	71.99%	136.75%	129.96%	1.36%	-1.05%
	2018	49.73%	40.10%	101.43%	0.90%	-1.10%
	2019	85.40%	216.81%	169.52%	3.67%	1.88%
	2020	43.43%	36.57%	104.93%	1.62%	5.71%
	2021	5.97%	-108.65%	53.51%	0.90%	4.53%
	2022	-67.33%	-492.88%	-53.39%	-2.28%	-2.11%
	2023	18.91%	73.22%	80.15%	5.00%	2.71%
	2024	25.18%	61.35%	82.34%	7.53%	9.94%
Plan fiduciary net position as a percentage of the total pension liability	2015	90.2%	94.0%	90.5%	103.5%	N/A
	2016	87.8%	85.7%	87.1%	100.2%	110.7%
	2017	87.3%	92.9%	86.5%	95.1%	103.6%
	2018	91.9%	98.2%	90.2%	97.4%	103.0%
	2019	87.0%	91.2%	84.7%	90.8%	95.6%
	2020	93.7%	98.6%	90.9%	96.5%	89.6%
	2021	99.2%	103.9%	95.5%	98.3%	93.1%
	2022	108.7%	115.9%	104.2%	103.8%	102.8%
	2023	97.5%	97.7%	93.6%	92.3%	96.4%
	2024	96.9%	98.2%	93.4%	89.6%	89.1%

\* In accordance with paragraph 81.a of GASB 68, employers will need to disclose a 10-year history of their proportionate share of the Net Pension Liability (Asset) in their RSI. The 10-year schedule will need to be built prospectively.

**Centerville City Corporation**  
**SCHEDULE OF CONTRIBUTIONS**  
**June 30, 2024**  
**Last 10 Fiscal years \***

As of fiscal year ended June 30,	Contributions in relation to the contractually required contribution				Contributions as a percentage of covered employee payroll	
	Actuarial Determined Contributions		Contribution deficiency (excess)	Covered payroll		
Noncontributory System						
2014	\$ 288,878	\$ 288,878	\$ -	\$ 1,670,781	17.29%	
2015	\$ 313,509	\$ 313,509	\$ -	\$ 1,697,397	18.47%	
2016	\$ 321,921	\$ 321,921	\$ -	\$ 1,742,940	18.47%	
2017	\$ 319,680	\$ 319,680	\$ -	\$ 1,730,802	18.47%	
2018	\$ 293,648	\$ 293,648	\$ -	\$ 1,590,708	18.46%	
2019	\$ 267,275	\$ 267,275	\$ -	\$ 1,447,077	18.47%	
2020	\$ 274,129	\$ 274,129	\$ -	\$ 1,495,931	18.32%	
2021	\$ 271,587	\$ 271,587	\$ -	\$ 1,483,742	18.30%	
2022	\$ 284,585	\$ 284,585	\$ -	\$ 1,555,769	18.29%	
2023	\$ 311,653	\$ 311,653	\$ -	\$ 1,744,787	17.86%	
2024	\$ 295,913	\$ 295,913	\$ -	\$ 1,656,066	17.87%	
Contributory System						
2014	\$ 22,617	\$ 22,617	\$ -	\$ 176,727	12.80%	
2015	\$ 25,938	\$ 25,938	\$ -	\$ 179,377	14.46%	
2016	\$ 26,557	\$ 26,557	\$ -	\$ 183,659	14.46%	
2017	\$ 26,273	\$ 26,273	\$ -	\$ 181,692	14.46%	
2018	\$ 27,922	\$ 27,922	\$ -	\$ 194,471	14.36%	
2019	\$ 27,380	\$ 27,380	\$ -	\$ 193,467	14.15%	
2020	\$ 29,761	\$ 29,761	\$ -	\$ 205,817	14.46%	
2021	\$ 24,109	\$ 24,109	\$ -	\$ 166,726	14.46%	
2022	\$ 15,968	\$ 15,968	\$ -	\$ 110,430	14.46%	
2023	\$ 17,297	\$ 17,297	\$ -	\$ 123,903	13.96%	
2024	\$ 18,715	\$ 18,715	\$ -	\$ 134,063	13.96%	
Public Safety System						
2014	\$ 254,557	\$ 254,557	\$ -	\$ 934,612	27.24%	
2015	\$ 287,628	\$ 287,628	\$ -	\$ 973,840	29.54%	
2016	\$ 304,712	\$ 304,712	\$ -	\$ 938,290	32.48%	
2017	\$ 322,062	\$ 322,062	\$ -	\$ 975,614	33.01%	
2018	\$ 342,975	\$ 342,975	\$ -	\$ 1,007,564	34.04%	
2019	\$ 344,752	\$ 344,752	\$ -	\$ 1,012,783	34.04%	
2020	\$ 358,183	\$ 358,183	\$ -	\$ 1,052,241	34.04%	
2021	\$ 358,819	\$ 358,819	\$ -	\$ 1,054,111	34.04%	
2022	\$ 373,550	\$ 373,550	\$ -	\$ 1,097,386	34.04%	
2023	\$ 404,005	\$ 404,005	\$ -	\$ 1,186,853	34.04%	
2024	\$ 424,257	\$ 424,257	\$ -	\$ 1,244,991	34.08%	
Tier 2 Public Employees System*						
2014	\$ 14,062	\$ 14,062	\$ -	\$ 100,204	14.03%	
2015	\$ 15,453	\$ 15,453	\$ -	\$ 104,452	14.79%	
2016	\$ 17,078	\$ 17,078	\$ -	\$ 115,128	14.83%	
2017	\$ 26,235	\$ 26,235	\$ -	\$ 175,954	14.91%	
2018	\$ 37,525	\$ 37,525	\$ -	\$ 250,605	14.97%	
2019	\$ 57,477	\$ 57,477	\$ -	\$ 370,647	15.51%	
2020	\$ 79,647	\$ 79,647	\$ -	\$ 508,606	15.66%	
2021	\$ 100,225	\$ 100,225	\$ -	\$ 634,335	15.80%	
2022	\$ 118,752	\$ 118,752	\$ -	\$ 740,162	16.04%	
2023	\$ 147,823	\$ 147,823	\$ -	\$ 923,317	16.01%	
2024	\$ 196,146	\$ 196,146	\$ -	\$ 1,225,150	16.01%	
Tier 2 Public Safety and Firefighter System*						
2014	\$ -	\$ -	\$ -	\$ -	0.00%	
2015	\$ -	\$ -	\$ -	\$ -	0.00%	
2016	\$ 7,389	\$ 7,389	\$ -	\$ 32,838	22.50%	
2017	\$ 9,379	\$ 9,379	\$ -	\$ 41,683	22.50%	
2018	\$ 11,283	\$ 11,283	\$ -	\$ 50,001	22.57%	
2019	\$ 13,896	\$ 13,896	\$ -	\$ 60,813	22.85%	
2020	\$ 35,033	\$ 35,033	\$ -	\$ 151,313	23.15%	
2021	\$ 51,694	\$ 51,694	\$ -	\$ 200,133	25.83%	
2022	\$ 71,706	\$ 71,706	\$ -	\$ 279,390	25.67%	
2023	\$ 97,395	\$ 97,395	\$ -	\$ 378,015	25.76%	
2024	\$ 104,030	\$ 104,030	\$ -	\$ 403,823	25.76%	
Tier 2 Public Employees DC Only System*						
2014	\$ 1,834	\$ 1,834	\$ -	\$ 33,438	5.48%	
2015	\$ 2,268	\$ 2,268	\$ -	\$ 34,187	6.63%	
2016	\$ 2,373	\$ 2,373	\$ -	\$ 36,515	6.50%	
2017	\$ 2,554	\$ 2,554	\$ -	\$ 39,856	6.41%	
2018	\$ 4,635	\$ 4,635	\$ -	\$ 70,921	6.54%	
2019	\$ 6,825	\$ 6,825	\$ -	\$ 105,963	6.44%	
2020	\$ 5,734	\$ 5,734	\$ -	\$ 85,710	6.69%	
2021	\$ 9,051	\$ 9,051	\$ -	\$ 135,294	6.69%	
2022	\$ 12,059	\$ 12,059	\$ -	\$ 180,634	6.68%	
2023	\$ 11,163	\$ 11,163	\$ -	\$ 183,030	6.10%	
2024	\$ 12,449	\$ 12,449	\$ -	\$ 210,954	5.90%	
Tier 2 Public Safety and Firefighter DC Only System*						
2014	\$ -	\$ -	\$ -	\$ -	0.00%	
2015	\$ -	\$ -	\$ -	\$ -	0.00%	
2016	\$ -	\$ -	\$ -	\$ -	0.00%	
2017	\$ -	\$ -	\$ -	\$ -	0.00%	
2018	\$ 4,459	\$ 4,459	\$ -	\$ 37,688	11.83%	
2019	\$ 5,530	\$ 5,530	\$ -	\$ 46,743	11.83%	
2020	\$ 5,763	\$ 5,763	\$ -	\$ 48,715	11.83%	
2021	\$ 6,120	\$ 6,120	\$ -	\$ 51,735	11.83%	
2022	\$ 7,656	\$ 7,656	\$ -	\$ 64,713	11.83%	
2023	\$ 8,349	\$ 8,349	\$ -	\$ 70,574	11.83%	
2024	\$ 9,038	\$ 9,038	\$ -	\$ 76,398	11.83%	

\* Contributions in Tier 2 include an amortization rate to help fund the unfunded liabilities in the Tier 1 systems. Tier 2 systems were created July 1, 2011.

Contributions as a percentage of covered payroll may be different than the Board certified rate due to rounding or other administrative issues.

**Centerville City Corporation**  
**NOTES TO THE SCHEDULES OF THE PROPORTIONATE SHARE OF THE NET**  
**PENSION LIABILITY AND CONTRIBUTIONS**  
**For the Year Ended June 30, 2024**

**Changes in Assumptions:**

Changes include updates to the mortality improvement assumption, salary increase assumption, disability incidence assumption, assumed retirement rates, and assumed termination rates, as recommended with the January 1, 2023 actuarial experience study.

## **SUPPLEMENTAL INFORMATION**

**Centerville City Corporation**  
**COMBINING BALANCE SHEET – NONMAJOR**  
**GOVERNMENTAL FUNDS**  
**June 30, 2024**

	Special Revenue Funds					Total Nonmajor Governmental Funds
			Cemetery Perpetual Care	Utopia Capital Projects Fund	Park Improvements	
	Recreation	R.A.P. Tax				
<b>Assets:</b>						
Cash and cash equivalents	\$ 14,611	\$ -	\$ 81,720	\$ 112,613	\$ 945,769	\$ 1,154,713
Receivable - intergovernmental	-	102,834	-	-	-	102,834
Restricted cash and cash equivalents	-	539,360	37,700	-	-	577,060
<b>Total Assets</b>	<b>\$ 14,611</b>	<b>\$ 642,194</b>	<b>\$ 119,420</b>	<b>\$ 112,613</b>	<b>\$ 945,769</b>	<b>\$ 1,834,607</b>
<b>Liabilities:</b>						
Accounts payable	\$ 1,978	\$ 6,810	\$ -	\$ -	396,772	\$ 405,560
Accrued liabilities	3,176	-	-	-	-	3,176
Unearned revenue	5,975	-	-	-	-	5,975
<b>Total Liabilities</b>	<b>11,129</b>	<b>6,810</b>	<b>-</b>	<b>-</b>	<b>396,772</b>	<b>414,711</b>
<b>Fund Balances:</b>						
Nonspendable, in the form of:						
Permanently restricted cemetery	-	-	37,700	-	-	37,700
Restricted for:						
Future development	-	635,384	-	-	-	635,384
Cemetery	-	-	81,720	-	-	81,720
Assigned, reported in:						
Special revenue funds	3,482	-	-	-	-	3,482
Capital project funds	-	-	-	112,613	548,997	661,610
<b>Total Fund Balances</b>	<b>3,482</b>	<b>635,384</b>	<b>119,420</b>	<b>112,613</b>	<b>548,997</b>	<b>1,419,896</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 14,611</b>	<b>\$ 642,194</b>	<b>\$ 119,420</b>	<b>\$ 112,613</b>	<b>\$ 945,769</b>	<b>\$ 1,834,607</b>

**Centerville City Corporation**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCE – NONMAJOR GOVERNMENTAL FUNDS**  
**For The Year Ended June 30, 2024**

	<b>Special Revenue Funds</b>					<b>Total Nonmajor Governmental Funds</b>
	<b>Recreation</b>	<b>R.A.P. Tax</b>	<b>Cemetery Perpetual Care</b>	<b>Utopia Capital Projects Fund</b>	<b>Park Improvements</b>	
<b>Revenues:</b>						
Taxes	\$ -	\$ 565,111	\$ -	\$ -	\$ -	\$ 565,111
Fees and contributions	-	-	-	-	55,623	55,623
Charges for services	75,210	-	32,300	-	-	107,510
Interest	-	63,419	2,358	-	42,159	107,936
Miscellaneous	8,042	-	-	146,202	-	154,244
<b>Total Revenues</b>	<b>83,252</b>	<b>628,530</b>	<b>34,658</b>	<b>146,202</b>	<b>97,782</b>	<b>990,424</b>
<b>Expenditures:</b>						
Current:						
General government	-	-	-	532,674	75,490	608,164
Parks and recreation	100,378	-	-	-	-	100,378
Community development	-	28,889	-	-	-	28,889
Debt service:						
Principal	-	-	-	-	381,000	381,000
Interest	-	-	-	-	31,544	31,544
Capital outlay	-	-	-	-	253,900	253,900
<b>Total Expenditures</b>	<b>100,378</b>	<b>28,889</b>	<b>-</b>	<b>532,674</b>	<b>741,934</b>	<b>1,403,875</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>(17,126)</b>	<b>599,641</b>	<b>34,658</b>	<b>(386,472)</b>	<b>(644,152)</b>	<b>(413,451)</b>
<b>Other Financing Sources (Uses):</b>						
Transfers in	17,500	-	-	456,836	491,136	965,472
Transfers out	-	(522,287)	(22,800)	-	-	(545,087)
<b>Total Other Financing Sources (Uses)</b>	<b>17,500</b>	<b>(522,287)</b>	<b>(22,800)</b>	<b>456,836</b>	<b>491,136</b>	<b>420,385</b>
<b>Net Change in Fund Balances</b>	<b>374</b>	<b>77,354</b>	<b>11,858</b>	<b>70,364</b>	<b>(153,016)</b>	<b>6,934</b>
<b>Fund Balances, Beginning</b>	<b>3,108</b>	<b>558,030</b>	<b>107,562</b>	<b>42,249</b>	<b>702,013</b>	<b>1,412,962</b>
<b>Fund Balances, Ending</b>	<b>\$ 3,482</b>	<b>\$ 635,384</b>	<b>\$ 119,420</b>	<b>\$ 112,613</b>	<b>\$ 548,997</b>	<b>\$ 1,419,896</b>

**Centerville City Corporation**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND**  
**BALANCES – BUDGET AND ACTUAL - NONMAJOR GOVERNMENTAL FUNDS**  
**For The Year Ended June 30, 2024**

<b>Recreation Special Revenue Fund</b>						
	<b>Budgeted Amounts</b>			<b>Actual Amounts</b>	<b>Variance with Final Budget</b>	
	<b>Original</b>	<b>Final</b>				
	<b> </b>	<b> </b>	<b> </b>			
<b>Revenues:</b>						
Charges for services	\$ 95,160	\$ 95,160		\$ 75,210	\$ (19,950)	
Miscellaneous	25,262	25,262		8,042	(17,220)	
<b>Total Revenues</b>	<b>120,422</b>	<b>120,422</b>		<b>83,252</b>	<b>(37,170)</b>	
<b>Expenditures:</b>						
Current:						
Parks and recreation	119,422	119,422		100,378	19,044	
Capital outlay	1,000	1,000		-	1,000	
<b>Total Expenditures</b>	<b>120,422</b>	<b>120,422</b>		<b>100,378</b>	<b>20,044</b>	
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>-</b>	<b>-</b>		<b>(17,126)</b>	<b>(17,126)</b>	
<b>Other Financing Sources (Uses):</b>						
Transfers in	-	-		17,500	17,500	
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>		<b>17,500</b>	<b>17,500</b>	
<b>Net Change in Fund Balances</b>	<b>\$ -</b>	<b>\$ -</b>		<b>374</b>	<b>\$ 374</b>	
<b>Fund Balances, Beginning</b>				<b>3,108</b>		
<b>Fund Balances, Ending</b>				<b>\$ 3,482</b>		

**Centerville City Corporation**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND**  
**BALANCE – BUDGET AND ACTUAL - NONMAJOR**  
**GOVERNMENTAL FUNDS (Continued)**  
**For The Year Ended June 30, 2024**

<b>R.A.P. Tax Special Revenue Fund</b>					
	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>	
	<b>Original</b>	<b>Final</b>			
<b>Revenues:</b>					
Taxes	\$ 524,525	\$ 524,525	\$ 565,111	\$ 40,586	
Interest	20,000	20,000	63,419	43,419	
<b>Total Revenues</b>	<b>544,525</b>	<b>544,525</b>	<b>628,530</b>	<b>84,005</b>	
<b>Expenditures:</b>					
Parks and recreation	26,226	26,226	-	26,226	
Community development	26,226	26,226	28,889	(2,663)	
<b>Total Expenditures</b>	<b>52,452</b>	<b>52,452</b>	<b>28,889</b>	<b>23,563</b>	
<b>Excess (Deficiency) of Revenues</b>					
<b>Over (Under) Expenditures</b>	<b>492,073</b>	<b>492,073</b>	<b>599,641</b>	<b>107,568</b>	
<b>Other Financing Sources (Uses):</b>					
Transfers out	(892,073)	(907,130)	(522,287)	384,843	
<b>Total Other Financing Sources</b>					
<b>(Uses)</b>	<b>(892,073)</b>	<b>(907,130)</b>	<b>(522,287)</b>	<b>384,843</b>	
<b>Net Change in Fund Balances</b>	<b>\$ (400,000)</b>	<b>\$ (415,057)</b>	<b>77,354</b>	<b>\$ 492,411</b>	
<b>Fund Balances, Beginning</b>			<b>558,030</b>		
<b>Fund Balances, Ending</b>			<b>\$ 635,384</b>		

**Centerville City Corporation**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCE – BUDGET AND ACTUAL - NONMAJOR**  
**GOVERNMENTAL FUNDS (Continued)**  
**For The Year Ended June 30, 2024**

<u>Cemetery Perpetual Care Special Revenue Fund</u>					
	Budgeted Amounts		Actual Amounts	Variance with Final Budget	
	Original	Final		Final	Budget
<b>Revenues:</b>					
Charges for services	\$ 33,000	\$ 33,000	\$ 32,300	\$ (700)	
Interest	1,100	1,100	2,358	1,258	
<b>Total Revenues</b>	<b>34,100</b>	<b>34,100</b>	<b>34,658</b>	<b>558</b>	
<b>Expenditures:</b>					
Capital outlay	-	-	-	-	
<b>Total Expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>Excess (Deficiency) of Revenues</b>					
<b>Over (Under) Expenditures</b>	<b>34,100</b>	<b>34,100</b>	<b>34,658</b>	<b>558</b>	
<b>Other Financing Sources (Uses):</b>					
Transfers out	(34,160)	(34,160)	(22,800)	(11,360)	
<b>Total Other Financing Sources (Uses)</b>	<b>(34,160)</b>	<b>(34,160)</b>	<b>(22,800)</b>	<b>(11,360)</b>	
<b>Net Change in Fund Balances</b>	<b>\$ (60)</b>	<b>\$ (60)</b>	<b>11,858</b>	<b>\$ 11,918</b>	
<b>Fund Balances, Beginning</b>			<b>107,562</b>		
<b>Fund Balances, Ending</b>			<b>\$ 119,420</b>		

**Centerville City Corporation**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCE – BUDGET AND ACTUAL - NONMAJOR**  
**GOVERNMENTAL FUNDS (Continued)**  
**For The Year Ended June 30, 2024**

<b>UTOPIA Capital Projects Fund</b>				
	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget</b>
<b>Revenues:</b>				
Intergovernmental	\$ 146,202	\$ 146,202	\$ 146,202	\$ -
<b>Total Revenues</b>	<u>146,202</u>	<u>146,202</u>	<u>146,202</u>	<u>-</u>
<b>Expenditures:</b>				
Current:				
General Government	531,788	531,788	532,674	(886)
<b>Total Expenditures</b>	<u>531,788</u>	<u>531,788</u>	<u>532,674</u>	<u>(886)</u>
<b>Excess (Deficiency) of Revenues</b>				
<b>Over (Under) Expenditures</b>	<u>(385,586)</u>	<u>(385,586)</u>	<u>(386,472)</u>	<u>(886)</u>
<b>Other Financing Sources:</b>				
Transfers in	385,586	385,586	456,836	(71,250)
<b>Total Other Financing Sources</b>	<u>385,586</u>	<u>385,586</u>	<u>456,836</u>	<u>(71,250)</u>
<b>Net Change in Fund Balances</b>	<u>\$ -</u>	<u>\$ -</u>	<u>70,364</u>	<u>\$ 70,364</u>
<b>Fund Balances, Beginning</b>			<u>42,249</u>	
<b>Fund Balances, Ending</b>			<u>\$ 112,613</u>	

**Centerville City Corporation**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCE – BUDGET AND ACTUAL - NONMAJOR**  
**GOVERNMENTAL FUNDS (Continued)**  
**For The Year Ended June 30, 2024**

<b>Park Improvements Capital Projects Fund</b>					
	Budgeted Amounts		Actual Amounts	Variance with Final Budget	
	Original	Final		Final	Budget
<b>Revenues:</b>					
Fees and contributions	\$ 40,000	\$ 40,000	\$ 55,623	\$ 15,623	
Interest	50,000	50,000	42,159	(7,841)	
<b>Total Revenues</b>	<b>90,000</b>	<b>90,000</b>	<b>97,782</b>	<b>7,782</b>	
<b>Expenditures:</b>					
Current:					
Parks and recreation	-	-	75,490	(75,490)	
Debt service:					
Principal	381,000	381,000	381,000	-	
Interest	31,544	31,544	31,544	-	
Capital outlay	1,025,000	1,025,000	253,900	771,100	
<b>Total Expenditures</b>	<b>1,437,544</b>	<b>1,437,544</b>	<b>741,934</b>	<b>695,610</b>	
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>(1,347,544)</b>	<b>(1,347,544)</b>	<b>(644,152)</b>	<b>703,392</b>	
<b>Other Financing Sources (Uses):</b>					
Transfers in	865,847	865,847	491,136	(374,711)	
<b>Total Other Financing Sources (Uses)</b>	<b>865,847</b>	<b>865,847</b>	<b>491,136</b>	<b>(374,711)</b>	
<b>Net Change in Fund Balances</b>	<b>\$ (481,697)</b>	<b>\$ (481,697)</b>	<b>(153,016)</b>	<b>\$ (328,681)</b>	
<b>Fund Balances, Beginning</b>			<b>702,013</b>		
<b>Fund Balances, Ending</b>			<b>\$ 548,997</b>		

**Centerville City Corporation**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCE – BUDGET AND ACTUAL CAPITAL PROJECTS FUND**  
**GOVERNMENTAL FUNDS**  
**For The Year Ended June 30, 2024**

<b>Capital Project Fund</b>						
	Budgeted Amounts		Actual Amounts		Variance with Final Budget	
	Original	Final	Original	Final	Original	Final
<b>Revenues:</b>						
Interest	\$ 50,000	\$ 50,000	\$ 116,860	\$ 116,860	66,860	66,860
Miscellaneous	-	8,000	-	-	(8,000)	(8,000)
<b>Total Revenues</b>	<b>50,000</b>	<b>58,000</b>	<b>116,860</b>	<b>116,860</b>	<b>58,860</b>	<b>58,860</b>
<b>Expenditures:</b>						
Current:						
General government	-	-	225,472	225,472	(225,472)	(225,472)
Capital outlay	775,670	1,267,926	807,856	807,856	460,070	460,070
<b>Total Expenditures</b>	<b>775,670</b>	<b>1,267,926</b>	<b>1,033,328</b>	<b>1,033,328</b>	<b>234,598</b>	<b>234,598</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>(725,670)</b>	<b>(1,209,926)</b>	<b>(916,468)</b>	<b>(916,468)</b>	<b>293,458</b>	<b>293,458</b>
<b>Other Financing Sources (Uses):</b>						
Transfers in	538,603	4,678,602	\$ 1,741,736	\$ 1,741,736	(2,936,866)	(2,936,866)
<b>Total Other Financing Sources (Uses)</b>	<b>538,603</b>	<b>-</b>	<b>1,741,736</b>	<b>1,741,736</b>	<b>(2,936,866)</b>	<b>(2,936,866)</b>
<b>Net Change in Fund Balances</b>	<b>\$ (187,067)</b>	<b>\$ (1,209,926)</b>	<b>825,268</b>	<b>\$ 825,268</b>	<b>\$ 2,035,194</b>	<b>\$ 2,035,194</b>
<b>Fund Balances, Beginning</b>			<b>5,556,111</b>			
<b>Fund Balances, Ending</b>			<b>\$ 6,381,379</b>			

## **STATISTICAL SECTION**

## STATISTICAL SECTION TABLE OF CONTENTS

The Statistical Section of the Annual Comprehensive Financial Report for the Centerville City presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

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Note: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

Centerville City Corporation

Net Position by Component  
Last Ten Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<u>Governmental activities</u>										
Net Investment in capital assets	\$ 27,336,533	\$ 29,190,440	\$ 29,216,798	\$ 29,562,326	\$ 29,932,675	\$ 31,273,032	\$ 34,190,444	\$ 33,545,492	\$ 34,719,219	\$ 35,832,286
Restricted	17,317	438,816	1,458,012	1,911,418	2,185,224	1,966,058	1,505,287	1,918,919	2,345,323	1,827,339
Unrestricted	(667,257)	(1,072,448)	(1,237,374)	(639,320)	(517,244)	1,110,396	2,912,016	7,030,709	11,367,928	13,172,386
Total governmental activities net assets	<u>26,686,593</u>	<u>28,556,808</u>	<u>29,437,436</u>	<u>30,834,424</u>	<u>31,600,655</u>	<u>34,349,486</u>	<u>38,607,747</u>	<u>42,495,120</u>	<u>48,432,470</u>	<u>50,832,011</u>
<u>Business-type activities</u>										
Net Investment in capital assets	14,042,619	14,620,353	15,455,720	16,210,538	16,766,159	17,881,680	19,067,671	21,364,337	22,832,405	25,063,394
Restricted	203,884	512,047	39,750	302,097	272,451	14,800	178,488	178,488	-	-
Unrestricted	(47,159)	(32,470)	1,171,841	1,911,247	2,513,716	2,559,011	2,081,730	2,624,363	2,464,793	1,730,196
Total business-type activities net assets	<u>14,199,344</u>	<u>15,099,930</u>	<u>16,667,311</u>	<u>18,423,882</u>	<u>19,552,326</u>	<u>20,455,491</u>	<u>21,327,889</u>	<u>24,167,188</u>	<u>25,297,198</u>	<u>26,793,590</u>
<u>Primary government</u>										
Net Investment in capital assets	43,810,793	44,672,518	44,672,518	45,772,864	46,698,834	49,154,712	53,258,115	54,909,829	57,551,624	60,895,680
Restricted	221,201	1,497,762	1,497,762	2,213,515	2,457,675	1,980,858	1,683,775	2,097,407	2,345,323	1,827,339
Unrestricted	(1,104,918)	(65,533)	(65,533)	1,271,927	1,996,472	3,669,407	4,993,746	9,655,072	13,832,721	14,902,582
Total primary government net assets	<u>\$ 42,927,076</u>	<u>\$ 46,104,747</u>	<u>\$ 46,104,747</u>	<u>\$ 49,258,306</u>	<u>\$ 51,152,981</u>	<u>\$ 54,804,977</u>	<u>\$ 59,935,636</u>	<u>\$ 66,662,308</u>	<u>\$ 73,729,668</u>	<u>\$ 77,625,601</u>

## Centerville City Corporation

Changes in Net Position  
 Last Ten Fiscal Years  
 (accrual basis of accounting)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Expenses</b>										
<b>Governmental activities</b>										
General government	\$ 2,149,191	\$ 1,200,320	\$ 1,306,430	\$ 898,339	\$ 1,008,001	\$ 1,758,407	\$ 1,861,810	\$ 1,181,116	\$ 1,499,006	\$ 1,750,075
Public Safety	3,312,647	3,421,139	3,618,279	3,578,718	3,841,512	3,637,934	3,781,129	3,989,082	4,766,172	5,076,246
Streets and Public Works	1,929,230	2,012,637	2,131,715	2,536,583	3,131,464	2,317,341	1,494,187	2,237,911	2,073,315	3,266,829
Parks & Recreation	1,707,103	1,434,223	1,355,402	1,466,307	1,515,353	1,282,310	1,344,690	1,665,651	1,939,974	1,714,455
Community Development	618,065	1,096,021	1,051,553	896,199	862,105	1,073,253	1,209,624	993,145	1,100,056	1,163,511
Interest on long-term debt - combined with function	213,694	98,142	45,112	36,254	31,130	56,759	29,500	-	-	-
<b>Total governmental activities</b>	<b>9,929,930</b>	<b>9,262,482</b>	<b>9,508,491</b>	<b>9,412,400</b>	<b>10,389,565</b>	<b>10,126,004</b>	<b>9,720,940</b>	<b>10,066,905</b>	<b>11,378,523</b>	<b>12,971,116</b>
<b>Business-type activities</b>										
Water	1,965,022	2,106,260	2,068,468	2,020,268	2,258,213	2,492,947	2,456,418	2,401,741	3,136,507	3,269,049
Sanitation	956,890	703,201	965,638	772,744	884,763	914,824	1,246,667	1,181,295	1,555,962	1,295,516
Storm Drain	760,994	973,114	704,313	938,757	999,113	1,153,938	1,210,979	1,026,831	1,228,643	1,327,957
Telecom	283,566	314,130	302,954	267,175	232,809	233,618	219,099	180,016	113,040	104,952
<b>Total business-type activities</b>	<b>3,966,472</b>	<b>4,096,705</b>	<b>4,041,373</b>	<b>3,998,944</b>	<b>4,374,898</b>	<b>4,795,327</b>	<b>5,133,163</b>	<b>4,789,883</b>	<b>6,034,152</b>	<b>5,997,474</b>
<b>Total primary government expenses</b>	<b>\$ 13,896,402</b>	<b>\$ 13,359,187</b>	<b>\$ 13,549,864</b>	<b>\$ 13,411,344</b>	<b>\$ 14,764,463</b>	<b>\$ 14,921,331</b>	<b>\$ 14,854,103</b>	<b>\$ 14,856,788</b>	<b>\$ 17,412,675</b>	<b>\$ 18,968,590</b>
<b>Program Revenues</b>										
<b>Governmental activities</b>										
Charges for services										
General government	\$ 1,623,948	\$ 1,158,121	\$ 871,295	\$ 845,943	\$ 918,781	\$ 770,735	\$ 712,989	\$ 1,075,188	\$ 897,574	\$ 785,662
Streets and Public Works	5,085	-	-	-	-	-	-	-	-	-
Parks & Recreation	121,278	249,057	251,100	282,157	243,378	112,507	98,155	191,982	208,461	230,184
Community Development	241,315	-	-	-	-	38,936	27,660	56,720	59,335	68,504
Operating grants and contributions	-	2,304,830.00	1,599,141	1,922,569	1,994,828	2,960,661	3,623,041	2,462,103	4,491,280	2,541,083
Capital grants and contributions	2,872,876	1,114,767	757,607	49,733	28,320	615,745	12,718	-	-	-
<b>Total governmental activities program revenues</b>	<b>4,864,502</b>	<b>4,826,775</b>	<b>3,479,143</b>	<b>3,100,402</b>	<b>3,185,307</b>	<b>4,498,584</b>	<b>4,474,563</b>	<b>3,785,993</b>	<b>5,656,650</b>	<b>3,625,433</b>

Centerville City Corporation

Changes in Net Position (continued)  
 Last Ten Fiscal Years  
 (accrual basis of accounting)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Business-type activities</b>										
Charges for services										
Water	\$ 2,251,667	\$ 2,051,129	\$ 2,305,757	\$ 2,683,062	\$ 2,623,155	\$ 2,791,674	2,804,193	2,751,937	3,728,325	3,705,886
Sanitation	955,657	1,237,116	1,005,896	1,258,271	1,035,790	1,263,911	1,201,561	1,215,388	1,218,401	1,346,186
Storm Drain	586,157	976,007	1,251,125	1,005,378	1,262,686	1,185,607	1,358,753	1,354,602	1,324,212	1,390,103
Telecom	282,767	295,261	300,671	270,333	232,531	233,863	218,893	178,159	109,356	105,426
Operating grants and contributions	-	350,533.00	320,456	-	-	-	-	-	-	-
Capital grants and contributions	311,841.00	-	-	522,230	306,027	182,112	412,784	2,040,551	660,630	803,299
Total business-type activities primary revenues	<u>4,388,089</u>	<u>4,910,046</u>	<u>5,183,905</u>	<u>5,739,274</u>	<u>5,460,189</u>	<u>5,657,167</u>	<u>5,996,184</u>	<u>7,540,637</u>	<u>7,040,924</u>	<u>7,350,900</u>
Total primary government program revenues	<u>\$ 9,252,591</u>	<u>\$ 9,736,821</u>	<u>\$ 8,663,048</u>	<u>\$ 8,839,676</u>	<u>\$ 8,645,496</u>	<u>\$ 10,155,751</u>	<u>\$ 10,470,747</u>	<u>\$ 11,326,630</u>	<u>\$ 12,697,574</u>	<u>\$ 10,976,333</u>
Net (Expense)/Revenue										
Governmental activities	\$ (5,065,428)	\$ (4,435,707)	\$ (6,029,348)	\$ (6,311,998)	\$ (7,204,258)	\$ (5,627,420)	\$ (5,246,377)	\$ (6,280,912)	\$ (5,721,873)	\$ (9,345,683)
Business-type activities	421,617	813,341	1,142,532	1,740,330	1,085,291	861,840	863,021	2,750,754	1,006,772	1,353,426
Total primary government net (expense)/revenue	<u>\$ (4,643,811)</u>	<u>\$ (3,622,366)</u>	<u>\$ (4,886,816)</u>	<u>\$ (4,571,668)</u>	<u>\$ (6,118,967)</u>	<u>\$ (4,765,580)</u>	<u>\$ (4,383,356)</u>	<u>\$ (3,530,158)</u>	<u>\$ (4,715,101)</u>	<u>\$ (7,992,257)</u>
General Revenues and Other Changes in Net Position										
Governmental activities										
Taxes										
Property Tax and Uniform Fees	\$ 1,520,060	\$ 1,275,046	\$ 1,246,982	\$ 1,823,795	\$ 1,780,972	\$ 1,844,873	\$ 1,860,018	\$ 2,125,678	\$ 2,813,511	\$ 2,820,959
Franchise, Telecommunication & Energy Sales Taxes	1,132,319	1,141,628	1,126,627	1,099,191	1,020,666	1,016,898	984,045	1,012,375	1,194,210	1,183,475
General & Highway Sales Tax	3,509,401	3,697,653	4,108,686	4,391,007	4,526,379	4,895,912	5,525,959	6,204,562	6,245,463	6,110,887
Gain on Sale of Capital Assets	-	64,331	-	-	70,605	14,072	170,105	76,917	92,729	85,602
Other	98,392	437,570	551,487	485,950	571,867	563,555	901,287	748,753	1,313,310	1,544,301
Contribution	-	-	-	-	-	-	63,224	-	-	-
Transfers	(20,840)	(16,309)	(230,590)	(90,957)	-	-	-	-	-	-
Total governmental activities	<u>6,239,332</u>	<u>6,599,919</u>	<u>6,803,192</u>	<u>7,708,986</u>	<u>7,970,489</u>	<u>8,335,310</u>	<u>9,504,638</u>	<u>10,168,285</u>	<u>11,659,223</u>	<u>11,745,224</u>
Business-type activities										
Other	4,632	7,649	4,945	15,139	43,241	41,237	9,377	9,347	77,543	92,815
Gain on Sale of Capital Assets	-	-	-	-	-	-	-	79,198	45,695	50,151
Transfers	20,840	16,309	177,385	1,102	-	-	-	-	-	-
Total business-type activities	<u>25,472</u>	<u>23,958</u>	<u>182,330</u>	<u>16,241</u>	<u>43,241</u>	<u>41,237</u>	<u>9,377</u>	<u>88,545</u>	<u>123,238</u>	<u>142,966</u>
Total primary government	<u>\$ 6,264,804</u>	<u>\$ 6,623,877</u>	<u>\$ 6,985,522</u>	<u>\$ 7,725,227</u>	<u>\$ 8,013,730</u>	<u>\$ 8,376,547</u>	<u>\$ 9,514,015</u>	<u>\$ 10,256,830</u>	<u>\$ 11,782,461</u>	<u>\$ 11,888,190</u>
Change in Net Position										
Governmental activities	\$ 1,173,904	\$ 2,164,212	\$ 773,844	\$ 1,396,988	\$ 766,231	\$ 2,707,890	\$ 4,258,261	\$ 3,887,373	\$ 5,937,350	\$ 2,399,541
Business-type activities	447,089	837,299	1,324,862	1,756,571	1,128,532	903,077	872,398	2,839,299	1,130,010	1,496,392
Total primary government	<u>\$ 1,620,993</u>	<u>\$ 3,001,511</u>	<u>\$ 2,098,706</u>	<u>\$ 3,153,559</u>	<u>\$ 1,894,763</u>	<u>\$ 3,610,967</u>	<u>\$ 5,130,659</u>	<u>\$ 6,726,672</u>	<u>\$ 7,067,360</u>	<u>\$ 3,895,933</u>

Centerville City Corporation

Fund Balances, Governmental Funds  
Last Ten Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<u>General Fund</u>										
Nonspendable	\$ -	\$ 32,859	\$ 15,491	\$ 10,874	\$ 45,586	\$ 51,129	\$ 40,833	\$ 348,610	\$ 109,487	\$ 100,548
Restricted	-	139,993	22,901	20,275	37,225	49,506	51,357	65,878	57,288	52,683
Unassigned	831,617	619,427	615,562	1,125,445	1,313,758	2,087,657	2,028,449	3,457,462	3,381,044	3,181,293
Total general fund	831,617	792,279	653,954	1,156,594	1,396,569	2,188,292	2,120,639	3,871,950	3,547,819	3,334,524
<u>All Other Governmental Funds</u>										
Nonspendable	-	-	37,700	37,700	37,700	79,460	37,700	37,700	37,700	37,700
Restricted	17,317	298,823	1,397,408	1,853,443	2,110,299	1,878,852	1,416,230	1,815,341	2,250,335	1,736,956
Assigned reported in:										
Special revenue funds	53,031	64,119	270,417	5,523	8,746	11,063	31,730	13,365	3,108	1,254,660
Capital project funds	312,484	332,964	67,889	415,595	415,596	833,980	3,035,123	3,334,014	7,270,626	7,042,989
Debt Service Funds	15,850	15,362	-	-	496	1,096	3,838	3,838	-	-
Redevelopment Agency Fund	342,835	50,540	86,921	92,287	216,927	470,021	396,690	1,030,492	1,603,833	2,296,125
Unassigned reported in:										
Special revenue funds	-	(7,909)	-	-	-	-	-	-	-	-
Total all other governmental funds	741,517	753,899	1,860,335	2,404,548	2,789,764	3,274,472	4,921,311	6,234,750	11,165,602	12,368,430
Total governmental funds	\$ 1,573,134	\$ 1,546,178	\$ 2,514,289	\$ 3,561,142	\$ 4,186,333	\$ 5,462,764	\$ 7,041,950	\$ 10,106,700	\$ 14,713,421	\$ 15,702,954

Note: Fund balance classifications changed in 2011 as part of the implementation of GASB 54.

## Centerville City Corporation

### Changes in Fund Balances, Governmental Funds Last Ten Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Revenues</b>										
Taxes	\$ 6,161,780	\$ 6,472,276	\$ 6,858,069	\$ 7,714,131	\$ 7,735,725	\$ 8,203,683	\$ 8,866,595	\$ 9,926,407	\$ 10,835,698	\$ 10,680,432
Special Assessments	5,085	-	-	-	-	-	-	-	-	-
Licenses & Permits	241,315	525,878	278,579	251,569	337,507	279,367	292,952	561,984	467,673	355,125
Integovernmental	2,383,626	2,939,345	2,262,866	1,877,369	1,963,269	2,640,903	3,671,103	2,258,404	4,413,817	2,485,460
Charges for Services	392,158	411,520	384,320	332,398	412,959	222,683	222,627	364,573	325,523	372,438
Charges for Services - Other Funds	859,500	-	-	-	-	-	-	-	-	-
Fee & Contributions	-	480,252	80,223	95,200	59,013	653,208	81,054	203,699	77,463	55,623
Fines & Forfeitures	493,568	444,658	440,062	473,817	395,121	378,619	285,724	328,386	304,451	286,687
Interest	10,017	13,284	21,924	40,808	83,561	60,426	22,495	47,563	473,681	658,594
Miscellaneous	127,654	91,459	188,223	115,055	98,035	99,704	395,449	252,129	265,504	322,191
Total revenues	10,674,703	11,378,672	10,514,266	10,900,347	11,085,190	12,538,593	13,837,999	13,943,145	17,163,810	15,216,550
<b>Expenditures</b>										
General government	1,544,467	1,054,232	1,022,010	856,789	927,871	1,663,488	1,910,726	1,384,542	1,524,970	1,557,640
Public Safety	3,394,303	3,201,291	3,387,347	3,443,697	3,544,507	3,410,224	3,904,693	4,224,079	4,713,713	4,886,406
Street & Public Works	1,774,789	1,155,631	1,220,357	1,892,539	2,428,165	1,749,252	836,051	1,649,456	1,278,133	2,350,915
Community Development	595,600	917,359	1,030,543	896,594	853,202	974,567	1,206,209	988,482	1,028,420	1,095,663
Parks & Recreation	1,762,397	1,155,782	1,118,384	1,291,903	1,251,560	1,029,487	1,200,782	1,363,698	1,478,607	1,913,778
Capital Outlay	39,132	2,048,150	1,026,800	1,247,483	708,318	3,569,674	2,440,388	962,730	2,242,535	2,100,495
Debt Service										
Principal retirement	1,461,972	1,552,812	538,626	554,476	630,000	660,000	887,415	336,585	359,000	381,000
Interest and fiscal charges	221,602	147,140	97,230	79,056	72,834	100,569	72,779	45,741	42,493	31,544
Contractual Payments (UTOPIA)	445,718	-	-	-	-	-	-	-	-	-
Total expenditures	11,239,980	11,232,397	9,441,297	10,262,537	10,416,457	13,157,261	12,459,043	10,955,313	12,667,871	14,317,441
Excess (deficiency) of revenues over (under) expenditures	(565,277)	146,275	1,072,969	637,810	668,733	(618,668)	1,378,956	2,987,832	4,495,939	899,109

Centerville City Corporation

Changes in Fund Balances, Governmental Funds (Continued)  
Last Ten Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Other Financing Sources (Uses)										
Notes payable issued	\$ -	\$ -	\$ -	\$ 500,000	\$ -	\$ 1,900,000	\$ -	\$ -	\$ -	\$ -
Transfers in	1,466,198	1,417,809	1,315,156	1,954,151	1,932,866	2,025,274	3,926,782	1,623,316	6,179,582	3,222,661
Transfers out	(1,519,848)	(1,434,118)	(1,545,746)	(2,045,108)	(1,997,281)	(2,091,527)	(3,926,782)	(1,623,316)	(6,179,582)	(3,222,662)
Sale of capital assets	6,148	77,549	778	-	20,873	20,410	174,331	76,917	110,782	90,425
Contribution	-	-	-	-	-	-	25,899	-	-	-
Total other financing sources (uses)	(47,502)	61,240	(229,812)	409,043	(43,542)	1,854,157	200,230	76,917	110,782	90,424
Net change in fund balances	\$ (612,779)	\$ 207,515	\$ 843,157	\$ 1,046,853	\$ 625,191	\$ 1,235,489	\$ 1,579,186	\$ 3,064,749	\$ 4,606,721	\$ 989,533
Fund Balance Beginning of Year, restated	\$ 2,185,913	\$ 1,338,663	\$ 1,671,132	\$ 2,514,289	\$ 3,561,142	\$ 4,227,275	\$ 5,462,764	\$ 7,041,950	\$ 10,106,700	\$ 14,713,421
Fund Balance End of Year	\$ 1,573,134	\$ 1,546,178	\$ 2,514,289	\$ 3,561,142	\$ 4,186,333	\$ 5,462,764	\$ 7,041,950	\$ 10,106,700	\$ 14,713,421	\$ 15,702,954
Debt service as a percentage of noncapital expenditures	15.03%	18.51%	7.56%	7.03%	7.24%	7.93%	9.58%	3.83%	3.85%	3.38%

## Centerville City Corporation

### Governmental Activities Taxes and Special Assessment Revenues

#### Last Ten Fiscal Years

Fiscal Year	Property & Uniform Vehicle Taxes	Sales & Use Taxes	Highway Taxes	Franchise, Telecomm & Energy Taxes	Special Assessments	Recreation & Parks Tax	Transportation Tax (Prop 1)	Total Tax Revenue
2015	1,071,401	3,509,401	482,916	1,132,319	-	347,937	-	6,543,974
2016	1,116,729	3,619,152	486,235	1,141,628	-	357,949	78,501	6,800,194
2017	1,074,734	3,804,117	743,659	1,126,627	-	375,773	304,569	7,429,479
2018	1,655,811	4,065,517	614,151	1,099,191	-	400,138	325,489	8,160,297
2019	1,623,651	4,189,748	664,141	1,020,916	-	407,708	336,622	8,242,785
2020	1,606,330	4,499,109	648,173	1,016,898	-	445,999	396,803	8,613,312
2021	1,614,177	5,073,086	695,447	984,045	-	496,573	452,873	9,316,201
2022	1,897,217	5,690,911	697,008	1,012,375	-	583,792	513,651	10,394,954
2023	2,585,880	5,726,952	728,758	1,194,210	-	582,514	518,511	11,336,825
2024	2,507,685	5,603,855	742,814	1,183,475	-	565,111	507,032	11,109,972

(1) Property tax & Uniform Vehicle fees do not include tax increment received in the RDA fund

## Centerville City Corporation

### Direct and Overlapping Sales Tax Rates

#### Last Ten Fiscal Years

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#### Overlapping Rates

Fiscal Year	City	County	State	Transit	Total
2015	1.10 %	0.25 %	4.65 %	0.50 %	6.50 %
2016	1.10 %	0.25 %	4.75 %	0.75 %	6.85 %
2017	1.10 %	0.25 %	4.75 %	0.75 %	6.85 %
2018	1.10 %	0.25 %	4.75 %	0.75 %	6.85 %
2019	1.10 %	0.25 %	4.85 %	0.80 %	7.00 %
2020	1.10 %	0.25 %	4.85 %	1.05 %	7.25 %
2021	1.10 %	0.25 %	4.85 %	1.05 %	7.25 %
2022	1.10 %	0.25 %	4.85 %	1.05 %	7.25 %
2023	1.10 %	0.25 %	4.85 %	1.05 %	7.25 %
2024	1.10 %	0.25 %	4.85 %	1.05 %	7.25 %

Note: Overlapping rates are those of other governments and agencies that apply to taxable sales within the City.

(1) Of the total sales taxes assessed by municipalities within the state, 50 percent is distributed based on point of sale and 50 percent is pooled and distributed based on population.

Source: Utah State Tax Commission

Centerville City Corporation

Principal Sales TaxPayers  
Current Year and Ten Years Ago

Taxpayer	Fiscal Year 2024			Fiscal Year 2015		
	Sales Taxes*	Rank	Percentage of Total Sales*	Sales Taxes*	Rank	Percentage of Total Sales*
Walmart Supercenter	N/A	1	N/A	N/A	1	N/A
Colonial Building Supply	N/A	2	N/A	N/A	3	N/A
Home Depot	N/A	3	N/A	N/A	4	N/A
Super Target	N/A	4	N/A	N/A	2	N/A
ACC Auto Sales	N/A	5	N/A	N/A		N/A
Amazon Marketplace	N/A	6	N/A	N/A		N/A
YPCB LLC	N/A	7	N/A	N/A		N/A
Intermountain Business Forms	N/A	8	N/A	N/A	7	N/A
Dick's Market	N/A	9	N/A	N/A	6	N/A
Summit Trucks	N/A	10	N/A	N/A		N/A
Total	\$ 3,751,425		67%	\$ 2,331,368		66%

\* Due to the confidential nature, the amounts and percentages of the largest revenue payers cannot be displayed. However, the aggregate total is displayed along with the individual rankings in an effort to provide the reader with information as to where the City's tax base originates.

N/A = Not applicable

Source: Utah State Tax Commission

## Centerville City Corporation

Assessed Value and Estimated Actual Value of Taxable Property

Last Ten Calendar Years

(amounts expressed in thousands)

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Tax Year	Real Property		Personal Property		Total		Assessed Value as a Percentage of Actual Value	Total Direct Tax Rate	Total Direct Tax Rate
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value			
2014	942,632	1,524,070	43,215	43,215	\$ 985,847	\$ 1,567,285	62.90%	1.245400	1.3458
2015	993,111	1,585,053	46,034	46,034	\$ 1,039,145	\$ 1,631,087	63.71%	1.345800	1.3891
2016	1,081,615	1,719,823	48,756	48,971	\$ 1,130,371	\$ 1,768,794	63.91%	1.389100	1.4185
2017	1,157,662	1,854,078	40,680	40,904	\$ 1,198,342	\$ 1,894,982	63.24%	1.270700	1.1444
2018	1,253,107	2,019,413	41,812	41,985	\$ 1,294,919	\$ 2,061,398	62.82%	1.264430	1.2499
2019	1,372,778	2,211,266	41,570	41,884	\$ 1,414,348	\$ 2,253,150	62.77%	1.182900	1.3877
2020	1,428,816	2,292,415	47,641	47,930	\$ 1,476,457	\$ 2,340,345	63.09%	1.155200	1.4570
2021	1,582,796	2,567,539	50,269	50,403	\$ 1,633,065	\$ 2,617,942	62.38%	1.188500	1.6218
2022	2,022,566	3,324,846	49,624	49,624	\$ 2,072,190	\$ 3,374,470	61.41%	1.033000	1.7786
2023	2,034,228	3,314,751	74,487	74,487	\$ 2,108,715	\$ 3,389,238	62.22%	1.034300	1.3107

Sources: Utah State Tax Commission

## Centerville City Corporation

### Property Tax Levies and Collections

Last Ten Calendar Years

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Calendar Year	Total Tax Levy	Current Tax Collections	Percent of Levy Collection	Subsequent Collections	Total Tax Collections	Total Collections as Percent of Levy
2013	1,001,709	959,591	95.80	33,944	993,535	99.18
2014	1,096,936	1,047,455	95.49	25,640	1,073,095	97.83
2015	1,170,324	1,134,694	96.96	32,814	1,167,508	99.76
2016	1,144,344	1,140,626	99.68	25,736	1,166,362	101.92
2017	1,553,554	1,724,355	110.99	(1,494)	1,722,861	110.90
2018	1,584,201	1,669,573	105.39	14,050	1,683,623	106.28
2019	1,584,201	1,669,573	105.39	14,050	1,683,623	106.28
2020	1,667,147	1,702,536	102.12	41,917	1,744,453	104.64
2021	1,704,457	1,706,850	100.14	54,369	1,761,219	103.33
2022	1,937,074	1,936,445	99.97	83,990	2,020,436	104.30
2023	2,543,366	2,668,977	104.94	23,789	2,692,766	105.87

\* In calendar year 2016, Davis Co. was in the process of moving from a manual to an automated system for updating the personal property portion of the property tax assessment. The switch resulted in more personal property value and an increase in property taxes collected for both calendar year 2016 and 2017.

Sources: Centerville City

## Centerville City Corporation

### Property Tax Rates - Direct and Overlapping Governments Last Ten Calendar Years

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Tax Year	Centerville City	Davis County	Davis School District	Special Taxing Districts	Total Levy
2014	0.107200	0.216100	0.825900	0.096200	1.245400
2015	0.108800	0.215300	0.855500	0.166200	1.345800
2016	0.098300	0.200300	0.812500	0.278000	1.389100
2017	0.135400	0.258600	0.757500	0.119200	1.270700
2018	0.127500	0.248630	0.775500	0.112800	1.264430
2019	0.119200	0.176000	0.780800	0.106900	1.182900
2020	0.115800	0.170700	0.767000	0.101700	1.155200
2021	0.119700	0.143500	0.764200	0.161100	1.188500
2022	0.124700	0.146200	0.642400	0.119700	1.033000
2023	0.125900	0.153200	0.622800	0.132400	1.034300

Source: Utah State Tax Commission

## Centerville City Corporation

Principal Taxpayers  
Current Year and Ten Years Ago

Taxpayer	Rank	Tax Year 2023		
		Type of Business	Taxable Value	Percent of Total Taxable Value
J & S Purpura Ventures LLC-MTC	1	Commercial Real Estate	28,361,468	1.34%
Legacy Crossing LLC, (Theatre & Apartments LLC)	2	Entertainment/Housing	26,308,150	1.25%
Park at Legacy Trails	3	Housing	24,281,399	1.15%
Pacificorp	4	Electrical Utility	21,574,196	1.02%
Legacy Office Building LLC	5	Office	16,200,000	0.77%
Wal-Mart Real Estate Business Trust	6	Retail	15,438,959	0.73%
Hogan & Associates Construction	7	Manufacturing	14,338,767	0.68%
Dayton Hudson Corporation (Target)	8	Retail	14,162,463	0.67%
Legacy Crossing Partners LLC	9	Office	12,561,451	0.60%
Rimini Properties LLC	10	Retail	12,282,181	0.58%
	Total		185,509,034	8.80%

Taxpayer	Rank	Tax Year 2014		
		Type of Business	Taxable Value	Percent of Total Taxable Value
Legacy Crossing LLC	1	Entertainment/Housing	30,517,504	3.43%
Pacificorp	2	Electric Utility	20,278,588	1.99%
Walmart	3	Retail	17,991,994	1.76%
Dayton West LLC	4	Commercial Real Estate	14,678,052	1.44%
Dayton Hudson LLC	5	Commercial Real Estate	10,465,459	1.03%
Centerville Marketplace LLC	6	Retail	9,180,000	0.90%
HD Development	7	Retail	7,596,904	0.74%
SDCKP LLC	8	Retail	6,371,509	0.62%
JGNK Investments	9	Retail	6,350,000	0.62%
SLC Pipeline	10	Piping	5,358,182	0.52%
	Total		128,788,192	13.05%

Source: Davis County Clerk/Auditors Office

## Centerville City Corporation

### Property Value and Construction Last Ten Calendar Years

Calendar Year	Non-residential Construction		Residential Construction		Total		Estimated Total Property Value
	No. of Units	Value	No. of Units	Value	New Construction Value		
2014	4	11,299,915	7	1,806,645	13,106,560		1,143,451,648
2015	27	4,156,101	121	20,075,490	24,231,591		1,167,683,239
2016	23	3,651,189	125	7,028,736	10,679,925		1,178,363,164
2017	17	4,474,083	34	8,924,886	13,398,969		1,191,762,133
2018	7	19,142,548	17	7,356,296	26,498,844		1,218,260,977
2019	-	-	34	7,045,021	7,045,021		1,225,305,998
2020	30	4,549,291	38	9,940,743	14,490,034		1,239,796,032
2021	24	8,776,444	40	9,179,970	17,956,414		1,257,752,446
2022	21	49,062,841	61	16,775,984	65,838,825		1,323,591,271
2023	23	4,247,159	9	3,202,720	7,449,879		1,331,041,150

Source: Centerville City Community Development Department and Davis County Assessor

Centerville City Corporation

Ratio of Outstanding Debt by Type

Last Ten Fiscal Years

Fiscal Year	Governmental Activities			Business-type Activities:				Total Primary Government	Percentage of Personal Income	Per Capita
	Sales Tax Revenue	Bonds	Notes Payable	Notes Payable	Notes Payable	Capital Lease	Water Revenue Bonds			
2015	4,165,000		-		-	130,894	3,155,000	7,450,894	0.61 %	187.25
2016	2,655,000		-		-	88,102	2,750,000	5,493,102	0.41 %	163.51
2017	2,318,431		-		-	44,474	2,325,000	4,687,905	0.84 %	145.88
2018	1,650,000	500,000	-	-	-	-	2,140,000	4,290,000	0.72 %	127.87
2019	1,120,000	400,000	-	-	-	-	1,875,000	3,395,000	0.59 %	104.61
2020	609,604	300,000	1,890,000		898,223	-	1,740,600	5,438,427	0.67 %	117.87
2021	-	199,585	1,673,000		724,438	-	1,422,504	4,019,527	0.59 %	103.12
2022	-	100,000	1,436,000		596,073	-	1,309,409	3,441,482	0.51 %	85.43
2023	-	-	1,177,000		525,427	-	1,196,313	2,898,740	0.42 %	68.53
2024	-	-	796,000		457,842	-	1,078,218	2,332,060	0.38 %	63.59

## Centerville City Corporation

Direct and Overlapping Governmental Activities Debt  
 As of June 30, 2024

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Governmental Unit	Outstanding Debt	Estimated Percentage Applicable (1)	Estimated Share of Overlapping
Debt repaid with property taxes			
Davis School District	516,830,000	5.00 %	25,841,500
Weber Basin Water Conservancy	8,560,000	0.24 %	20,544
State of Utah	1,806,390,000	0.56 %	10,115,784
South Davis Recreation District	3,640,000	15.77 %	574,028
Other Debt - Davis County			
Sales Tax Revenue Bonds	61,495,000	11.23 %	6,905,889
MBA lease revenue bonds	18,045,000	5.00 %	902,250
Total Overlapping Debt	<u>2,414,960,000</u>		<u>44,359,995</u>
Direct Debt - Centerville City			
Notes Payable	\$ 1,776,000	100.00 %	1,872,585
	<u>\$ 1,776,000</u>		<u>1,872,585</u>
Total direct and overlapping debt	<u>\$ 2,416,736,000</u>		<u>\$ 46,232,580</u>

(1) For debt repaid with property taxes the estimated percentage of overlapping debt applicable to Centerville City was used by using taxable assessed property values. This method was used on all debt except retail sales was used for the Davis County sales tax revenue bonds where the percentage was estimated by dividing the point of sales taxes collected within Centerville was divided by the point of sale collected in the County.

Note: Overlapping governments are considered to be those that at least in part, coincide with the geographical boundaries of the City. This table does not imply that every taxpayer is a resident and therefore responsible for repaying the debt of the overlapping government.

Centerville City Corporation

Legal Debt Margin Information  
Last Ten Fiscal Years

	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Debt Limit	\$ 40,819,160	\$ 43,298,657	\$ 46,767,432	\$ 49,747,926	\$ 53,874,387	\$ 58,715,761	\$ 61,345,883	\$ 67,578,892	\$ 85,386,209	\$ 86,396,600
Total debt applicable to limit (1)	-	-	-	-	-	-	-	-	-	\$ -
Legal debt margin	<u>\$ 40,819,160</u>	<u>\$ 43,298,657</u>	<u>\$ 46,767,432</u>	<u>\$ 49,747,926</u>	<u>\$ 53,874,387</u>	<u>\$ 58,715,761</u>	<u>\$ 61,345,883</u>	<u>\$ 67,578,892</u>	<u>\$ 85,386,209</u>	<u>\$ 86,396,600</u>
Total debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Legal Debt Margin Calculation for Fiscal Year 2022

Assessed Value	\$ 2,159,914,989
Debt limit (4% of assessed value)	86,396,600
Debt applicable to limit	-
Legal debt margin	<u>\$ 86,396,600</u>

## Centerville City Corporation

### Pledged Revenue Bond Coverage

#### Last Ten Years

#### Sales Tax Revenue Bonds series 2009

Fiscal Year	Sales & Use Tax Revenue	Debt Service Requirements			Coverage
		Principal	Interest & Fiscal	Total	
2015	3,509,401	1,420,000	201,388	1,621,388	2.16
2016	3,619,152	1,510,000	144,588	1,654,588	2.19
2017	3,804,117	495,000	95,512	590,512	6.44
2018	4,065,517	510,000	78,188	588,188	6.91
2019	4,189,748	530,000	60,338	590,338	7.10
2020	4,499,109	550,000	40,463	590,463	7.62
2021	5,073,086	570,000	20,663	590,663	8.59
2022	5,690,911	-	-	-	-
2023	5,726,952	-	-	-	-
2024	5,603,855	-	-	-	-

Centerville City Corporation

Pledged Revenue Bond Coverage (Continued)

Last Ten Fiscal Years

Water Revenue Bonds

Fiscal Year	Operating Revenue	Operating Transfers	Operating Expenses	Less Depreciation	Net Available Revenue	Principal	Interest	Total	Coverage
2015	2,842,413	-	(2,163,073)	679,340	365,000	98,813	\$ 463,813	1.46	
2016	3,638,778	-	(2,248,384)	1,390,394	405,000	87,063	\$ 492,063	2.83	
2017	3,881,109	177,385	(2,228,181)	1,830,313	425,000	70,786	\$ 495,786	3.69	
2018	3,941,333	1,102	(2,201,336)	1,741,099	185,000	64,869	\$ 249,869	6.97	
2019	3,885,841	-	(2,537,878)	1,347,963	265,000	60,863	\$ 325,863	4.14	
2020	4,055,585	-	(2,792,755)	1,262,829	285,000	53,988	\$ 338,988	3.73	
2021	4,158,929	-	(3,083,648)	1,075,281	305,000	46,613	\$ 351,613	3.06	
2022	4,106,540	-	(2,776,431)	1,330,108	100,000	41,550	\$ 141,550	9.40	
2023	5,052,536	-	(4,011,621)	1,040,915	100,000	39,050	\$ 139,050	7.49	
2024	5,052,072		(3,802,442)	1,249,630	105,000	35,175	\$ 140,175	8.91	

(1) Water Series 2003 Drainage Utility revenues are also pledged

(2) 2012 Principal & Interest is current portion due only. The 2002 & 2003 bond issues were refunded along with new debt issued.

## Centerville City Corporation

### Demographic and Economic Statistics

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Calendar Year	Population (1)	Per Capita Income (1)	Personal Income (2)	Unemployment Rate (3)	Median Age (1)	Average Size of Household (1)
2014	16,819	35,898	603,768,462	3.5	31.7	3.21
2015	16,877	34,324	579,286,148	2.9	31.7	3.21
2016	17,286	31,049	536,713,014	3.1	33.7	3.06
2017	17,657	34,478	608,778,046	2.9	36.5	3.08
2018	17,700	35,512	628,568,418	2.5	36.8	3.08
2019	17,587	36,736	646,076,032	2.3	36.5	3.09
2020	16,884	38,538	650,675,592	4.1	36.6	3.08
2021	16,785	40,284	676,166,940	2.0	38.5	2.95
2022	16,502	42,265	697,457,030	2.3	38.2	2.93
2023	16,517	45,588	752,976,996	3.0	38.7	2.94

(1) United States Census Bureau

(2) U.S. Department of Commerce

(3) Utah Department of Workforce Services

## Centerville City Corporation

### Principal Employers

Current Year and Ten Years Ago

Employer	2024			2014		
	Employees	Rank	Type of Business	Employees	Rank	Type of Business
Wal Mart	250-499	1	General Merchandise	250-499	2	General Merchandise
Davis School District	250-499	2	Education	NA		Education
Target	250-499	3	General Merchandise	100-249	3	General Merchandise
Management & Training Corp	100-249	4	Job Training Services	500-999	1	Job Training Services
Deseret Industries	100-249	5	Retail Trade	100-249	5	Retail Trade
Dick's Market	100-249	7	Grocery Store	100-249	4	Grocery Store
The Home Depot	100-249	6	General Merchandise	100-249	7	General Merchandise
Colonial Building Supply	100-249	8	General Merchandise	NA		Restaurant
Lawn Butler Holdings LLC	100-249	9	Landscaping	NA		Entertainment
InterForm	100-249	10	General Merchandise	NA		General Merchandise

Source: Community Development Business License Database

## Centerville City Corporation

Full-time Equivalent City Government Employees by Function/Program  
 Last Ten Fiscal Years

Function	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General government										
Administration	4	4	3	3	3	3	5	5	5	5
Finance/Admin. services	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0
Justice Court	3.00	3.00	2.50	2.50	3.00	3.00	3.00	2.50	2.50	2.50
Total General Government	11.00	11.00	9.50	9.50	10.00	10.00	12.00	11.50	11.50	11.50
Police	25	26	29.0	30.0	31.0	31.0	30.0	30.0	30.0	30.0
Community Development	3	3	3	3	3	3	3	3	3	3
Public Works										
Administration	4	4	4	4	4	5	4	4	5	5
Streets	4	4	4	4	4	4	5	5	4	4
Water	5.5	5.5	6.5	6.5	6.5	5.5	5.5	5.5	6.5	6.5
Drainage	1	1	1	1	1	1	1	1	1	1
Total Public Works	14.5	14.5	15.5	15.5	15.5	15.5	15.5	15.5	16.5	16.5
Parks & Recreation										
Parks	9.5	9.5	9.5	10.75	10.75	10.0	10.0	10.0	10.5	10.5
Recreation	6.5	6.5	6.5	5.5	5.0	2.0	1.0	2.0	2.25	2.25
Museum	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.1
Building Maintenance	0.75	0.75	0.75	0.75	0.75	0.75	0.75	0.75	1.00	1.00
Total Parks and Rec	17.25	17.25	17.25	17.25	17.25	13.25	12.25	13.25	14.25	13.80
Total Primary Government	70.75	71.25	74.25	75.25	76.75	72.75	72.75	73.25	75.25	74.80

Sources: Centerville City Payroll

## Centerville City Corporation

### General Fund Expenditures by Function Last Ten Fiscal Years

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Fiscal Year	General Government	Public Safety	Public Works	Community Development	Parks & Recreation	Total
2015	1,405,409	3,394,303	1,774,789	355,398	1,059,677	\$ 7,989,576
2016	597,100	3,201,291	1,154,582	408,860	964,216	\$ 6,326,049
2017	555,785	3,387,347	1,139,969	345,792	935,066	\$ 6,363,959
2018	426,634	3,568,717	1,152,413	354,522	1,027,406	\$ 6,529,692
2019	450,344	3,637,565	1,402,839	346,137	1,052,312	\$ 6,889,197
2020	1,204,000	3,556,588	787,460	321,927	943,442	\$ 6,813,417
2021	1,498,453	4,091,178	910,317	353,299	1,163,170	\$ 8,016,417
2022	872,553	4,280,227	833,648	346,345	1,335,657	\$ 7,668,430
2023	934,401	4,749,427	1,002,498	368,575	1,238,525	\$ 8,293,426
2024	949,476	4,919,312	988,367	388,417	1,587,928	\$ 8,833,500

Centerville City Corporation

Operating Indicators by Function  
Last Ten Fiscal Years

Function	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Community development										
Single Dwelling permits	7	27	24	15	17	34	25	23	28	13
Double Dwelling permits	-	1	29	19	-	-	-	50	-	-
Multi-family Dwelling permits	-	4	72	-	-	-	-	-	-	-
Commercial permits	36	27	23	17	7	31	24	25	26	18
Demolition permits	5	4	2	3	-	2	8	7	4	5
Permit process time	3-5 days	<14 days	<14 days							
Parks, Recreation and Trails										
Developed Acreage	88	88	88	93	93	93	93	93	93	93
Undeveloped Acreage	35	35	35	30	30	30	31	31	31	31
Youth in Recreation Programs	2,476	2,153	2,339	2,193	2,258	82	234	695	920	1,086
Police Services										
Expenditures per officer	132,710	141,519	139,561	143,882	126,722	146,571	148,665	155,015	172,541	186,675
Average response time (minutes)	n/a	3	4.04	4.12	4.10	n/a	n/a	n/a	n/a	n/a
Police reports per officer	n/a									
Water										
Gallons billed	420,900,000	417,030,000	421,080,000	445,474,000	440,902,000	439,837,000	448,494,000	353,357,000	394,465,000	463,815,000
Residential connections	4,468	4,492	4,580	4,633	4,621	4,630	4,664	4,737	4,782	5,051
Other connections	501	502	246	272	268	294	344	347	370	271
Taxes										
Taxable sales per capita (local option)	23,650	24,776	26,879	28,122	28,919	31,481	37,230	41,801	42,799	41,839
Sales tax revenue per capita (local option)	\$208.66	\$219.09	\$237.69	\$248.68	\$255.73	\$278.38	\$329.22	\$369.65	\$378.47	\$369.98
Property tax revenue per capita (non RDA)	\$56.60	\$59.07	\$72.14	\$93.78	\$91.73	\$91.34	\$96.17	\$113.03	\$156.70	\$151.82
Franchise tax per capita	\$67.33	\$67.64	\$65.18	\$62.25	\$57.66	\$57.82	\$58.63	\$60.31	\$72.37	\$71.65
Total tax revenues per capita	\$375.07	\$383.50	\$457.38	\$404.71	\$405.12	\$427.54	\$461.94	\$542.99	\$607.54	\$593.46
General Fund revenues per capita	\$489.22	\$459.17	\$404.57	\$438.96	\$444.23	\$468.43	\$567.40	\$589.37	\$787.67	\$642.05
General Fund expenditures per capita	\$478.71	\$437.92	\$392.21	\$377.74	\$389.22	\$358.17	\$455.81	\$434.77	\$500.41	\$532.82
General fund Capital improvement expenditures per capita	\$31.32	\$121.36	\$59.40	\$70.65	\$40.02	\$202.97	\$138.76	\$22.09	\$2.10	\$1.99

Sources: Centerville City

## Centerville City Corporation

### Capital Asset Statistics by Function

#### Last Ten Fiscal Years

Function	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Population Estimate (1)	16,849	16,877	17,286	17,657	17,700	17,587	16,884	16,785	16,502	16,517
City Hall and Justic Court	1	1	1	1	1	1	1	1	1	1
Museum	1	1	1	1	1	1	1	1	1	1
Streets & Public Works										
Miles of Streets	65	67	67	67	68	68	68	68	72	72
Number of Street Lights	753	753	753	753	753	762	764	764	775	775
Public Works Office, Maintenance, Storage	2	2	2	2	2	2	3	3	3	3
Number of Police Stations (included in City Hall)	1	1	1	1	1	1	1	1	1	1
Number of Police Officers	18	18	18	19	20	21	20	20	20	20
Municipal Water										
Number of Customers	4,763	4,763	4,826	4,821	4,889	4,889	4,923	4,987	5,023	5,038
Miles of Water Mains	80	81	81	82	82	82	82	83	84	85
Number of Culinary Water Wells	9	9	9	9	9	9	9	9	9	9
Number of Culinary Water Storage Tanks	6	6	6	6	6	6	6	6	6	6
Waste Collection										
Number of primary residential customers	4,239	4,239	4,286	4,385	4,319	4,319	4,266	4,272	4,278	4,290
Number of recycling customers	3,701	3,771	3,793	3,892	3,862	3,862	3,857	3,869	3,882	3,895
Number of green waste customers	1,230	1,255	1,248	1,303	1,291	1,291	1,348	1,343	1,343	1,360
Building Permits Issued (new construction, includes remodel)	216	240	122	47	87	65	57	105	58	36
Parks & Recreation										
Office, Maintenance, Storage Buildings	1	1	1	1	1	1	1	1	1	1
Developed Parks	7	7	7	7	7	7	7	7	7	7
Undeveloped Parks & Trails	5	5	5	5	5	5	5	5	5	5
Pavilions	7	7	7	8	8	9	9	9	9	9
Tennis Courts	4	4	4	4	4	3	3	3	3	3
Pickleball Courts	-	-	-	-	-	2	2	2	2	2
Basketball Courts	1	1	1	1	1	1	1	1	1	1
Baseball Fields	4	4	4	4	4	4	4	4	4	4

Sources: Centerville City Public Works, Parks, Police, Community Development and Administration departments

(1) Years 2012-2020 based on 2010 Census and subsequent years are estimated on new construction. 2021-2024 is 2020 Census, following years are estimated from new construction.

## **OTHER COMMUNICATIONS FROM INDEPENDENT AUDITORS**



**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL  
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF  
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING  
STANDARDS**

The Honorable Mayor, and  
Members of the City Council  
Centerville City, Utah

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Centerville City (the City) as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise City's basic financial statements, and have issued our report thereon dated November 7, 2024.

***Report on Internal Control Over Financial Reporting***

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of Centerville City's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the City's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

***Report on Compliance and Other Matters***

As part of obtaining reasonable assurance about whether Centerville City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Larson & Company, PC*

Larson & Company, PC

Spanish Fork, Utah

November 7, 2024

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE AND ON  
INTERNAL CONTROL OVER COMPLIANCE AS REQUIRED BY THE  
STATE COMPLIANCE AUDIT GUIDE**

The Honorable Mayor, and  
Member of the City Council  
Centerville City, Utah

***Report on Compliance***

We have audited Centerville City's compliance with the applicable state compliance requirements described in the *State Compliance Audit Guide*, issued by the Office of the Utah State Auditor, for the year ended June 30, 2024.

State compliance requirements were tested for the year ended June 30, 2024 in the following areas:

Budgetary Compliance	Fund Balance
Justice Court	Restricted Taxes and Related Revenues
Fraud Risk Assessment	Government Fees

***Opinion on Compliance***

In our opinion, Centerville City complied, in all material respects, with the state compliance requirements referred to above for the year ended June 30, 2024.

***Basis for Opinion***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (Government Auditing Standards); and the *State Compliance Audit Guide* (Guide). Our responsibilities under those standards and the *State Compliance Audit Guide* are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Centerville City and to meet our other ethical responsibilities, in accordance with 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 opinion. Our audit does not provide a legal determination of District's compliance with the compliance requirements referred to above.

***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Centerville City's government programs.

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### ***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on City's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, Government Auditing Standards, and the Guide will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Centerville City's compliance with the requirements of the government program as a whole.

In performing an audit in accordance with GAAS, Government Auditing Standards, and the Guide, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 Centerville City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Centerville City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the State Compliance Audit Guide but not for the purpose of expressing an opinion on the effectiveness of Centerville City's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

### ***Other Matters***

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the Guide and which are described in the accompanying schedule of findings and recommendations as item 2024-001. Our opinion on compliance is not modified with respect to these matters.

Government Auditing Standards require the auditor to perform limited procedures on the Centerville City's response to the noncompliance findings identified in our audit described in the accompanying schedule of findings and recommendations. The City's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

### ***Report On Internal Control over Compliance***

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses or significant deficiencies, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent or to detect and correct noncompliance with a state compliance requirement on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a state compliance requirement will not be prevented or detected and corrected on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a state compliance requirement that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control and compliance and the results of that testing based on the requirements of the Guide. Accordingly, this report is not suitable for any other purpose.



Larson & Company, PC

Spanish Fork, Utah  
November 7, 2024

**Centerville City Corporation**  
**Schedule of Findings and Questioned Costs**  
For the Year Ended June 30, 2024

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**Current year internal control findings**

-None noted

**Current year compliance findings**

**2024-001 – Budgetary Compliance**

**Criteria:** Per Utah Code Section 10-6-123, “City officers may not make or incur expenditures or encumbrances in excess of total appropriations for any department in the budget as adopted or as subsequently amended. Any obligation contracted by any such officer may not be or become valid or enforceable against the city.”

**Condition:** Transportation Fund expenditures exceeded budgeted appropriations.

**Cause of condition:** The City has historically budgeted all their capital projects in one account, then break out the expenditures into individual accounts based on the project. The City did not amend the budget for this fund.

**Recommendation:** We recommend that, while preparing the current year budget, the City reviews the report to check if the expenditures for each fund/department do not exceed the appropriate budgeted amounts and to amend the original budget as necessary for the expenditures to stay within budget.

**Client response:** We have reviewed the finding of the Transportation Fund expenditures exceeding budgeted appropriations, and management agrees with the finding. In an effort to correct this error, we will watch this fund more closely to ensure that our expenditures stay within the budgeted amounts, and we'll ensure that we amend the original budget, as necessary. Historically, the City has budgeted the capital projects in one account, then broken out the expenditures into individual accounts based on projects. Starting in FY2025, the City has started budgeting for the individual projects. This will help us identify areas where a budget amendment is needed.