

**CITY OF WHITWELL, TENNESSEE
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2023**

CITY OF WHITWELL, TENNESSEE
ANNUAL FINANCIAL REPORT
For the Year Ended June 30, 2023

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INTRODUCTORY SECTION

**CITY OF WHITWELL, TENNESSEE
SCHEDULE OF ELECTED AND MANAGEMENT OFFICIALS
JUNE 30, 2023**

ELECTED OFFICIALS

Mayor	Sandra Crabtree
Vice-Mayor	Shelley Castle
Commissioner	Jim Nunley
Commissioner	Mike Dillon
Commissioner	Will Adams

APPOINTED OFFICIALS

Lonnie Cleek	City Manager
Town Recorder	Carol Condra

FINANCIAL SECTION

The MG Group, P.C.

CERTIFIED PUBLIC ACCOUNTANTS AND CONSULTANTS

Tullahoma, Tennessee

INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and
Board of Commissioners
City of Whitwell, Tennessee

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Whitwell, Tennessee as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the City of Whitwell, Tennessee's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Whitwell, Tennessee as of June 30, 2023, and the respective budgetary comparisons for the General 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 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 the City of Whitwell, Tennessee and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Whitwell, Tennessee's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

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- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City of Whitwell, Tennessee's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Whitwell, Tennessee'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 budgetary comparison information be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We 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 of Whitwell, Tennessee's basic financial statements. The accompanying combining and individual nonmajor fund financial statements and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory section, the schedule of property tax rates and assessments, schedule of cash, schedule of insurance in force, and the schedule of changes in long-term debt by individual issue, as listed in the table of contents, but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic 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 basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise 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 February 16, 2024, on our consideration of the City of Whitwell, Tennessee'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 solely 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 the effectiveness of the City of Whitwell, Tennessee's 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 City of Whitwell, Tennessee's internal control over financial reporting and compliance.

MG Group, P.C.

Tullahoma, Tennessee
February 16, 2024

CITY OF WHITWELL, TENNESSEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2023

As management of the City of Whitwell (the City) we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2023. The analysis focuses on significant financial position, budget changes and variances from the budget, and specific issues related to funds and the economic factors affecting the City.

Financial Highlights:

- The assets of the City of Whitwell exceeded its liabilities at the close of the most recent year by \$1,615,207. Of this amount, \$475,870 (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.
- As of the close of the current fiscal year, fund balance for the General Fund was \$482,341.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$528,999.

Overview of the Financial Statements:

This discussion and analysis is intended to serve as an introduction to the City of Whitwell's basic financial statements. The City's basic financial statements comprise three components: (1) government-wide financial statements; (2) fund financial statements; and (3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements – The Government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

The Statement of Net Position presents information on all of the City's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The Statement of Activities presents information showing how the government's net position changed during the most recent fiscal 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 fiscal periods (e.g., uncollected tax and earned but unused vacation leave).

Both government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities). The governmental activities of the City of Whitwell include general government, public safety, library, and culture and recreation.

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. The City of Whitwell, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be classified as governmental funds.

Governmental Funds – Governmental funds are funds 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, government fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end

CITY OF WHITWELL, TENNESSEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2023

of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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

The City maintains four individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for both funds.

The City adopts an annual appropriated budget for each of its governmental funds. The City's Charter necessitates re-appropriations of the budget only when the entire fund expenditures are expected to exceed budgeted amounts. A budgetary comparison statement has been provided for the General Fund and State Street Aid Fund to demonstrate compliance with the appropriation.

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.

Government-wide Overall Financial Analysis

The largest portion of the City's net position (51%) reflects its investment in capital assets (e.g. land, buildings, machinery, and equipment and infrastructure) less any related debt used to acquire those assets that is still outstanding. The City uses these 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 this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City of Whitwell, Tennessee's net position (19%) represents the resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the City of Whitwell, Tennessee is able to report positive balances in all categories of net position.

**CITY OF WHITWELL, TENNESSEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2023**

SUMMARIZED FINANCIAL INFORMATION

	2023	2022	Variance	%
Current assets	1,399,804	1,246,610	153,194	12.29%
Capital assets, net	879,112	844,325	34,787	4.12%
Deferred outflows	136,324	168,761	(32,437)	-19.22%
Total Assets	2,415,240	2,259,696	155,544	6.88%
Current liabilities	58,494	50,446	8,048	15.95%
Long-term liabilities	330,964	51,991	278,973	536.58%
Deferred inflows	410,574	450,729	(40,155)	-8.91%
Total Liabilities	800,032	553,166	246,866	44.63%
Net investment in capital assets	827,122	768,778	58,344	7.59%
Restricted	312,216	416,276	(104,060)	-25.00%
Unrestricted	475,870	521,476	(45,606)	-8.75%
Total Net Position	1,615,208	1,706,530	(91,322)	-5.35%

City of Whitwell, Tennessee Changes in Net Position

	Governmental Activities			
	2023	2022	Variance	%
Program Revenues				
Charges for Service	\$ 59,826	\$ 53,198.00	\$ 6,628	12.46%
Operating grants and contributions	30,916	106,826	(75,910)	-71.06%
Capital grants and contributions	43,698	341,585	(297,887)	-87.21%
Other intergovernmental revenue	768,698	603,908	164,790	27.29%
Local taxes	286,977	277,472	9,505	3.43%
Other taxes	-	97,980	(97,980)	-100.00%
Other Revenue	67,262	49,428	17,834	36.08%
Total Revenues	\$ 1,257,377	\$ 1,530,397	\$ (273,020)	-17.84%
Expenses				
General government	\$ 612,020	\$ 683,510	\$ (71,490)	-10.46%
Public safety	452,564	406,426	46,138	11.35%
State street aid	103,171	89,724	13,447	14.99%
Senior citizens	52,141	53,709	(1,568)	-2.92%
Total Expenses	1,219,896	1,233,369	(13,473)	-1.09%
Change in Net Position	37,481	297,028	(259,547)	-87.38%
Beginning Net Position	1,706,530	1,409,502	297,028	21.07%
Prior period adjustment	(128,804)	-	(128,804)	0.00%
Ending Net Position	\$ 1,615,207	\$ 1,706,530	\$ (91,323)	-5.35%

**CITY OF WHITWELL, TENNESSEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2023**

Changes in net position. Governmental activities increased the City's net position by \$91,323.

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, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

The general fund is the chief operating fund of the City. At the end of this fiscal year, unassigned fund balance is \$475,870.

Capital Assets

The City of Whitwell's investment in capital assets from its governmental activities at June 30, 2023, was \$879,113 (net of accumulated depreciation). This investment in capital assets includes land, buildings and system improvement, machinery and equipment, park facilities, roads, highways, and bridges.

Capital Assets

	<u>2023</u>	<u>2022</u>	<u>Variance</u>	<u>%</u>
Land	\$ 92,163	\$ 92,163	\$ -	0.00%
Construction in progress	223,049	179,351	43,698	24.36%
Buildings and improvements	617,306	617,306	-	0.00%
Equipment	714,796	716,152	(1,356)	-0.19%
Vehicles	581,944	592,069	(10,125)	-1.71%
Accumulated Depreciation	<u>(1,350,145)</u>	<u>(1,321,735)</u>	<u>(28,410)</u>	<u>2.15%</u>
Total Capital Assets	<u>\$ 879,113</u>	<u>\$ 875,306</u>	<u>\$ 3,807</u>	<u>0.43%</u>

Additional information on the City of Whitwell's capital assets can be found in the notes to the financial statements section of this report.

Long-term Debt

At the end of the current year, the City of Whitwell had debt outstanding of \$51,990. This is a decrease of \$23,558 from the prior year. Of this amount, \$24,302 is due in the next fiscal year.

Additional information on the City of Whitwell's debt can be found in the notes to the financial statements section of this report.

**CITY OF WHITWELL, TENNESSEE
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2023**

Requests for Information

This financial report is designed to provide a general overview of the City of Whitwell, Tennessee's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Carol Condra, City Recorder, 13671 TN-28, Whitwell, Tennessee 37397.

BASIC FINANCIAL STATEMENTS

CITY OF WHITWELL, TENNESSEE
GOVERNMENT-WIDE STATEMENT OF NET POSITION
JUNE 30, 2023

ASSETS

	<u>Governmental Activities</u>	<u>Total</u>
ASSETS		
Cash and Cash Equivalents	\$ 632,069	\$ 632,069
Restricted Cash	124,643	124,643
Receivables	377,533	377,533
Net Pension	265,559	265,559
Capital Assets		
Nondepreciable	315,212	315,212
Depreciable, net of accumulated depreciation	563,900	563,900
Total Assets	<u>2,278,916</u>	<u>2,278,916</u>
 DEFERRED OUTFLOW OF RESOURCES		
Related to Pensions	136,324	136,324
Total Deferred Outflow of Resources	<u>136,324</u>	<u>136,324</u>

LIABILITIES AND NET ASSETS

LIABILITIES		
Accounts Payable and Other Accrued Expenses	21,381	21,381
Long-term Liabilities		
Due within one year	24,302	24,302
Due in more than one year	27,688	27,688
Due to Other Governments	12,811	12,811
Deferred Revenue	303,276	303,276
Total Liabilities	<u>389,458</u>	<u>389,458</u>
 DEFERRED INFLOW OF RESOURCES		
Deferred Revenue	298,758	298,758
Related to Pensions	111,816	111,816
Total Deferred Inflow of Resources	<u>410,574</u>	<u>410,574</u>
 NET ASSETS		
Net Investment in Capital Assets	827,122	827,122
Restricted for:		
Drug Fund	2,935	2,935
Senior Center	30,275	30,275
State Street Aid Fund	13,447	13,447
Pension	265,559	265,559
Unrestricted	475,870	475,870
Total Net Assets	<u>1,615,208</u>	<u>1,615,208</u>

The accompanying notes are an integral part of this statement

CITY OF WHITWELL, TENNESSEE
GOVERNMENT-WIDE STATEMENT OF ACTIVITIES
JUNE 30, 2023

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenue and	Total
		Fees, Fines and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Changes in Net Position	
Primary Government:						
Governmental Activities:						
General Government	\$ 612,020	\$ 41,955	\$ -	\$ 43,698	\$ (526,367)	\$ (526,367)
Public Safety:						
Police	398,922	16,923	-	-	(381,999)	(381,999)
Fire	53,642	948	1,000	-	(51,694)	(51,694)
State Street Aid	103,171	-	554	-	(102,617)	(102,617)
Senior Center	52,141	-	29,362	-	(22,779)	(22,779)
Total Governmental Activities	<u>\$ 1,219,896</u>	<u>\$ 59,826</u>	<u>\$ 30,916</u>	<u>\$ 43,698</u>	<u>(1,085,456)</u>	<u>(1,085,456)</u>

General Revenues:

Taxes:

Property Taxes	286,977	286,977
Franchise Taxes (fees)	25,394	25,394
Sales Tax - General	559,248	559,248
State Beer Tax	749	749
Local Beer Tax	91,058	91,058
Local Liquor Tax	3,763	3,763
State Excise Tax	11,235	11,235
State Special Petroleum Tax	2,119	2,119
State Shared Taxes	51,702	51,702
TVA Replacement Tax	19,730	19,730
Telecomm Sales Tax	1,025	1,025
Sportsbetting Tax	2,676	2,676
Negative Pension Expense	12,392	12,392
Other	53,098	53,098
Unrestricted Investment Income	1,772	1,772
Total General Revenues	<u>1,122,938</u>	<u>1,122,938</u>
Change in Net Position	37,482	37,482
Net Position - Beginning	1,706,530	1,706,530
Prior Period Adjustment	(128,804)	(128,804)
Net Position - Ending	<u>\$ 1,615,208</u>	<u>\$ 1,615,208</u>

The accompanying notes are an integral part of this statement

**CITY OF WHITWELL, TENNESSEE
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2023**

	<u>General</u>	<u>Other Governmental Funds</u>	<u>Total</u>
ASSETS			
Cash	\$ 713,234	\$ 43,478	\$ 756,712
Property taxes receivable, net	325,540	-	325,540
Other Receivables	46,970	5,023	51,993
Total Assets	<u>1,085,744</u>	<u>48,501</u>	<u>1,134,245</u>
LIABILITIES			
Accounts Payable	1,664	1,843	3,507
Accrued Expenses	17,873	-	17,873
Deferred Revenues	303,276	-	303,276
Due to Other Governments	12,812	-	12,812
Total Liabilities	<u>335,625</u>	<u>1,843</u>	<u>337,468</u>
DEFERRED INFLOW OF RESOURCES			
Deferred Property Taxes	298,758	-	298,758
Total Deferred Inflow of Resources	<u>298,758</u>	<u>-</u>	<u>298,758</u>
FUND BALANCES			
Restricted	-	46,658	46,658
Unassigned	451,361	-	451,361
Total Fund Balances	<u>451,361</u>	<u>46,658</u>	<u>498,019</u>
Total Liabilities, Deferred Inflow of Resources, and Fund Balances	<u>\$ 1,085,744</u>	<u>\$ 48,501</u>	<u>\$ 1,134,245</u>

The accompanying notes are an integral part of this statement

**CITY OF WHITWELL, TENNESSEE
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2023**

Total fund balances per fund financial statements	\$	528,999
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital Assets, net of depreciation are not reported in this fund financial statement because they are not current financial resources, but they are reported in the Statement of Net Position.		879,112
Long-Term Liabilities that pertain to governmental funds are not due and payable in the current period and therefore are not reported as fund liabilities. Balances at year-end are:		
Notes payable		(51,992)
Net Pension Asset		265,559
Deferred Pension - Outflow		136,324
Deferred Pension - Inflow		(111,816)
Net Position for Governmental Activities	\$	1,646,186

The accompanying notes are an integral part of this statement

CITY OF WHITWELL, TENNESSEE
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
JUNE 30, 2023

	<u>General Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES			
Property Taxes	\$ 286,977	\$ -	\$ 286,977
Franchise Taxes	25,394	-	25,394
Gasoline Tax	-	554	554
Sales Tax - General	559,248	-	559,248
Local Beer Tax	91,058	-	91,058
Local Liquor Tax	3,763	-	3,763
State Beer Tax	749	-	749
State Excise Tax	11,235	-	11,235
TVA Replacement Tax	19,730	-	19,730
State Shared Taxes	4,795	51,702	56,497
Telecom Interstate Sales	1,025	-	1,025
Fees and Fines	16,490	434	16,924
Licenses and Permits	36,215	-	36,215
Fire Department Revenue	948	-	948
Grant Revenue	44,698	29,156	73,854
Park Revenue	1,094	-	1,094
Billing Commissions	4,646	-	4,646
Investment Earnings	1,515	257	1,772
Miscellaneous	53,099	207	53,306
Total Revenues	<u>\$ 1,162,679</u>	<u>\$ 82,310</u>	<u>\$ 1,244,989</u>
EXPENDITURES			
Current:			
General Government	629,284	-	629,284
Police	391,280	1,785	393,065
Streets	-	88,709	88,709
Senior Center	-	52,141	52,141
Library	32,428	-	32,428
Parks and Recreation	14,476	-	14,476
Fire	37,158	-	37,158
Total Expenditures	<u>\$ 1,104,626</u>	<u>\$ 142,635</u>	<u>\$ 1,247,261</u>
Excess/(Deficiency) of revenues over expenditures before special items and transfers	<u>58,053</u>	<u>(60,325)</u>	<u>(2,272)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	18,000	18,000
Transfers Out	<u>(18,000)</u>	<u>-</u>	<u>(18,000)</u>
Total Other Financing Sources (Uses)	<u>(18,000)</u>	<u>18,000</u>	<u>-</u>
Net Change in Fund Balances	40,053	(42,325)	(2,272)
Fund Balances - Beginning of Year	<u>571,092</u>	<u>88,983</u>	<u>660,075</u>
Prior Period Adjustment	(159,784)	-	(159,784)
Fund Balances - Ending	<u>\$ 451,361</u>	<u>\$ 46,658</u>	<u>\$ 498,019</u>

The accompanying notes are an integral part of this statement

CITY OF WHITWELL, TENNESSEE
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN THE FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
JUNE 30, 2023

Total fund balances per fund financial statements	\$	(2,272)
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Amounts reported for governmental activities in the Statement of Activities are different because:

Capital Outlays are reported as expenditures in this fund financial statement because they use current financial resources, but they are presented as assets in the Statement of Activities and depreciated over their estimated economic lives. The amount by which capital outlays are reported in the Governmental Funds is more than depreciation for the year:

Capital Outlays:	32,217	
Depreciation:	(28,411)	3,806

In the Statement of Activities, certain operating expenses such as pension benefits are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid).		12,392
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The issuance of long-term debt provides current financial resources to governmental funds, while the payment of debt uses current financial resources and is reported in this fund financial statement, but is presented as a decrease in liabilities in the Statement of Net Position.

Note Principal Retirement:	23,557	<u>23,557</u>
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Change in Net Position of Governmental Activities	\$	<u><u>37,483</u></u>
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CITY OF WHITWELL, TENNESSEE
BUDGETARY COMPARISON STATEMENT - GENERAL FUND
JUNE 30, 2023

	<u>Budgetary Amounts</u>			Variance with
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	Final Budget Positive (Negative)
REVENUES				
Taxes:				
Property Tax	\$ 235,000	\$ 235,000	\$ 221,693	\$ 13,307
Public Utility Property Tax	35,000	35,000	41,815	(6,815)
Delinquent Property Tax	15,000	15,000	21,179	(6,179)
Local Sales Tax	342,000	342,000	364,543	(22,543)
Local Wholesale Beer Tax	97,000	97,000	91,058	5,942
Local Wholesale Liquor Tax	19,500	19,500	3,763	15,737
Franchise Tax	25,000	25,000	25,394	(394)
Total Taxes:	<u>768,500</u>	<u>768,500</u>	<u>769,445</u>	<u>(945)</u>
Licenses and Permits:				
Recorder/Clerk fees/business tax	1,000	1,000	2,809	(1,809)
Business Tax	22,000	22,000	23,653	(1,653)
Building Permits	5,000	5,000	8,263	(3,263)
Licenses and Permits/Liquor Tax	250	250	40	210
Beer Licenses	1,000	1,000	1,450	(450)
Total Licenses and Permits:	<u>29,250</u>	<u>29,250</u>	<u>36,215</u>	<u>(6,965)</u>
Intergovernmental:				
State Sales Tax	183,000	183,000	194,705	(11,705)
State Beer Tax	800	800	749	51
State Excise Tax		-	11,235	(11,235)
TVA in Lieu of Taxes	17,500	17,500	19,730	(2,230)
State Sportsbetting Tax	1,500	1,500	2,676	(1,176)
State Telecommunications Sales Tax	1,000	1,000	1,025	(25)
State Petroleum Tax	3,000	3,000	2,118	882
TAWC Fire Department Grant	2,000	2,000	1,000	1,000
Police Salary Supplement	3,200	3,200	-	3,200
Total Intergovernmental:	<u>212,000</u>	<u>212,000</u>	<u>233,239</u>	<u>(21,239)</u>
Other:				
Property Tax Penalty	2,000	2,000	2,290	(290)
Interest Income	300	300	1,515	(1,215)
ARPA Grant	333,900	333,900	43,698	290,202
Partners Covid-19	11,460	11,460	-	11,460
Miscellaneous Revenues	5,000	5,000	29,896	(24,896)
City Court Fines and Costs	30,000	30,000	16,490	13,510
Park and Recreation Income	1,000	1,000	1,094	(94)
Insurance Recoveries	-	-	486	(486)
Insurance Rebates	-	-	2,000	(2,000)
Sale of Surplus Assets	20,000	20,000	19,481	519
Heritage Center Project	5,000	5,000	-	5,000
Fire Department Revenue	13,300	13,300	948	12,352
Other Revenue	-	-	56	(56)
Billing Commissions	4,700	4,700	4,646	54
Contributions and Donations	3,500	3,500	-	3,500
Vending Machine Revenue	1,000	1,000	1,179	(179)
Total Other:	<u>431,160</u>	<u>431,160</u>	<u>123,779</u>	<u>307,381</u>
Total Revenues	<u>\$ 1,440,910</u>	<u>\$ 1,440,910</u>	<u>1,162,678</u>	<u>\$ 278,232</u>

The accompanying notes are an integral part of this statement

CITY OF WHITWELL, TENNESSEE
BUDGETARY COMPARISON STATEMENT - GENERAL FUND (continued)
JUNE 30, 2023

	Budgetary Amounts		Actual Amounts (See Note A)	Variance with Final Budget
	Original	Final		Positive (Negative)
EXPENDITURES				
General Government:				
Salaries	\$ 324,800	\$ 324,800	\$ 308,102	\$ 16,698
Payroll Tax	24,500	24,500	22,634	1,866
Hospital and Health Insurance	63,000	63,000	65,332	(2,332)
Employee Retirement Plan	6,000	6,000	6,154	(154)
Unemployment Insurance	300	300	257	43
Court Costs	5,000	5,000	2,150	2,850
Memberships and Registrations	6,500	6,500	4,155	2,345
Marion County Veterans	1,000	1,000	1,000	-
Utilities	13,600	13,600	14,052	(452)
Telephone and Other Communications	6,000	6,000	6,923	(923)
Professional Services	13,000	13,000	13,299	(299)
Auditing and Advertising	20,400	20,400	21,082	(682)
Data Processing	9,200	9,200	17,773	(8,573)
Planning and Zoning	8,800	8,800	8,750	50
Travel and Training	1,000	1,000	670	330
Service Agreements	20,000	20,000	19,484	516
Office Supplies	7,000	7,000	7,632	(632)
Repairs and Maintenance	2,500	2,500	4,256	(1,756)
Gas, Oil, Diesel, Fuel	3,500	3,500	2,341	1,159
Insurance and Bonds	55,000	55,000	49,978	5,022
Bank Service Charges	1,700	1,700	154	1,546
Miscellaneous	-	-	2,009	(2,009)
Fees to Officials	3,000	3,000	3,000	-
Capital Expenditures Sewer Expansion Project	333,900	333,900	48,097	285,803
Total General Government:	929,700	929,700	629,284	300,416
Police Department:				
Salaries	\$ 255,000	\$ 255,000	\$ 201,320	\$ 53,680
Payroll Tax	15,000	15,000	15,574	(574)
Hospital and Health Insurance	32,000	32,000	22,477	9,523
Employee Retirement Plan	3,800	3,800	2,575	1,225
Unemployment Insurance	200	200	247	(47)
Telephone and Other Communications	4,200	4,200	4,930	(730)
Professional Services	59,000	59,000	61,159	(2,159)
Repair and Maintenance	6,000	6,000	16,304	(10,304)
Travel and Training	600	600	198	402
Operating Supplies	1,500	1,500	3,586	(2,086)
Clothing and Uniforms	1,500	1,500	3,269	(1,769)
Gas, Oil, Diesel, Fuel	32,000	32,000	27,595	4,405
Insurance and Bonds	23,000	23,000	22,700	300
Total Police Department:	433,800	433,800	381,934	51,866

The accompanying notes are an integral part of this statement

CITY OF WHITWELL, TENNESSEE
BUDGETARY COMPARISON STATEMENT - GENERAL FUND (continued)
JUNE 30, 2023

	Budgetary Amounts		Actual Amounts (See Note A)	Variance with Final Budget
	Original	Final		Positive (Negative)
EXPENDITURES (continued)				
Fire Department:				
Utilities	\$ 6,800	\$ 6,800	\$ 6,408	\$ 392
Telephone and Other Communications	5,000	5,000	4,418	582
Professional Services	1,500	1,500	200	1,300
Repairs and Maintenance	2,300	2,300	2,911	(611)
Service Agreements	500	500	575	(75)
Clothing and Uniforms	-	-	11,295	(11,295)
Gas, Oil, Diesel, Fuel	4,000	4,000	1,346	2,654
Insurance and Bonds	2,000	2,000	3,644	(1,644)
Miscellaneous	2,000	2,000	828	1,172
Total Fire Department:	24,100	24,100	31,625	(7,525)
Library:				
Salaries	\$ 8,000	\$ 8,000	\$ 6,358	\$ 1,642
Payroll Tax	600	600	505	95
Unemployment Insurance	-	-	26	(26)
Contractual Services	2,416	2,416	1,085	1,331
Utilities	7,800	7,800	7,763	37
Telephone and Other Communications	1,400	1,400	3,074	(1,674)
Professional Services	-	-	-	-
Repairs and Maintenance	4,000	4,000	1,985	2,015
Operating Supplies	6,000	6,000	8,323	(2,323)
Insurance and Bonds	5,050	5,050	3,309	1,741
Total Library:	35,266	35,266	32,428	2,838
Park and Recreation:				
Utilities	\$ 5,500	\$ 5,500	\$ 5,900	\$ (400)
Operating Supplies	2,000	2,000	3,285	(1,285)
Repairs and Maintenance	3,500	3,500	2,290	1,210
Labor Day Expenses	3,000	3,000	3,000	-
Total Park and Recreation:	14,000	14,000	14,475	(475)
Other:				
Lease and Note Payments	\$ 6,000	\$ 6,000	\$ 14,879	\$ (8,879)
Transfers to Other Funds	18,000	18,000	18,000	-
Total Other Expenditures:	\$ 24,000	\$ 24,000	\$ 32,879	\$ (8,879)
Total Expenditures	\$ 1,460,866	\$ 1,460,866	\$ 1,122,625	\$ 338,241
 (Deficiency) of Revenues Over Expenditures	 (19,956)	 (19,956)	 40,053	 60,009
Fund Balance - Beginning of Year	360,900	360,900	571,092	210,192
Prior Period Adjustment	-	-	(159,784)	159,784
Fund Balance - End of Year	<u>\$ 340,944</u>	<u>\$ 340,944</u>	<u>\$ 451,361</u>	<u>\$ 429,985</u>

The accompanying notes are an integral part of this statement

CITY OF WHITWELL, TENNESSEE
BUDGETARY COMPARISON STATEMENT - GENERAL FUND (continued)
JUNE 30, 2023

General Fund

Note A: Explanation of Differences Between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures.

Sources/Inflow of Resources:

Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule.

\$ 1,162,678

Differences - Budget to GAAP

There are no differences between budgetary inflows and outflows and GAAP revenues and expenditures.

\$ -

Total revenues as reported on the statement of revenues, expenditure, and changes in fund balances - governmental funds.

\$ 1,162,678

Uses/Outflows of Resources:

Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule.

\$ 1,122,625

Differences - Budget to GAAP

Transfers to other funds are outflows of budgetary resources but are not expenditures for financial reporting purposes.

\$ (18,000)

Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds

\$ 1,104,625

CITY OF WHITWELL, TENNESSEE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial Reporting Entity

The accounting methods and procedures adopted by the City of Whitwell conform to accounting principles generally accepted in the United States of America as applied to governmental entities. The financial statements include all operations over which the City is financially accountable. The City has not identified any entities which would be component units. The following notes to the financial statements are an integral part of the City's basic financial statements.

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., Statement of Net Position and the Statement of Activities) report information on all of the City's activities. The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. *Direct expenses* are those that 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, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported as *general revenues*. The effect of interfund activity has been removed from the government-wide financial statements.

Separate financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. 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 revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. 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 government 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 claims and judgments are recorded only when payment is due in the governmental fund financial statements.

Property taxes, state shared revenues, and interest 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 using the criteria specified in the paragraph above. All other revenue items are considered to be

CITY OF WHITWELL, TENNESSEE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

measurable and available only when cash is received by the government.

Governmental Funds are those through which most governmental functions of the City are financed. The measurement focus of governmental funds is on the sources, uses and balance of current financial resources. The government reports the following major governmental funds:

General Fund - This fund is the main operating fund of the City. This fund is used to account for all financial resources not accounted for in other funds. All general tax revenues and other receipts that are not restricted by law or contractual agreement to some other fund are accounted for in this fund. General operating expenditures, fixed charges and capital improvement costs that are not paid through other funds are paid from the General Fund.

Additionally, the City reports the following non-major governmental funds:

Debt Service Fund - This fund is used to account for the accumulation of financial resources for the payment of principal, interest and related costs on general long-term debt paid primarily from taxes levied by the City.

Special Revenue Funds are established to account for specific revenues that are legally restricted to expenditure for specific purposes. The City has presented the following major special revenue funds:

Drug Fund - This fund is used to account for drug fines received and usage of those monies to further drug investigations.

Senior Center Fund - This fund is used to account for funds received and expended for the senior citizen center.

State Street Aid Fund - This fund is used to account for street taxes received and usage of those monies to maintain state streets.

Use of Estimates

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

Capital Assets, Depreciation and Amortization

The City's property, plant, equipment and infrastructure with useful lives of more than one year are stated at historical cost and comprehensively reported in the government-wide financial statements. Donated assets are stated at their estimated fair value on the date donated.

CITY OF WHITWELL, TENNESSEE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

The City's capitalization policy is as follows:

Capitalization Policy:			
Land	\$		500
Buildings			10,000
Improvements other than Buildings			5,000
Equipment			500
Infrastructure			1,000
Construction in Progress		Tied to Asset Class	

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Depreciation has been provided over estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Buildings/Mains	30-40 years
Improvements	10-20 years
Equipment	3-10 years
Furniture and Fixtures	3-10 years

The City implemented GASB 34 requirements as a Phase 3 government, and has elected not to retroactively apply requirements to their fixed assets/infrastructure.

Budgets and Budgetary Accounting

As set forth in the City Charter, the City Council adopts an annual budget of the General Fund and Special Revenue Funds. The annual budget for the General Fund is prepared in accordance with the basis of accounting utilized by that fund. The City Recorder is authorized to transfer budgeted amounts within and among departments; however, any revisions that alter the total expenditures/expenses must be approved by the City Council.

All unencumbered budget appropriations, except project budgets, lapse at the end of each fiscal year.

The official City budget for June 30, 2023, was prepared for adoption for the General and Special Revenue Funds. The budget was formally adopted by the Board of Commissioners after three readings at duly advertised public meetings.

Fund Balance Classification

The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the City is bound to honor constraints on specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

CITY OF WHITWELL, TENNESSEE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

Nonspendable: This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact. The City has classified inventories and certain prepaid items as being nonspendable as these items are not expected to be converted to cash or are not expected to be converted to cash within the next year.

Restricted: This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation. The City has classified forfeitures as being restricted because their use is restricted by state statute for police investigative expenditures. The City has classified State Street Aid Fund resources as being restricted because they are to be expended for the maintenance of state streets. The City has also classified Senior Center Fund resources as being restricted because they are to be expended for operations of the Senior Center.

Committed: This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Mayor and City Council. These amounts cannot be used for any other purpose unless the Mayor and City Council removes or changes the specified use by taking the same type of action (ordinance or resolution) that as employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The City did not have any committed resources as of June 30, 2023.

Assigned: This classification includes amounts that are constrained by the City's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Mayor and City Council or through the Mayor and City Council delegating this responsibility to the City manager through the budgetary process. The City did not have any assigned resources as of June 30, 2023.

Unassigned: This classification includes the residual fund balance for the General Fund. The City would typically use Restricted fund balances first, followed by Committed resources, and then Assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend Unassigned resources first to deter the use of these other classified funds.

Pension: 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 City of Whitwell's participation in the Public Employee Retirement Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from City of Whitwell's fiduciary net position have been determined on the same basis as they are reported by the TCRS for the Public Employee Retirement Plan. For this purpose, benefits (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms of the Public Employee Retirement Plan of TCRS. Investments are reported at fair value.

Recently Adopted New Accounting Pronouncements

In 2023, the City adopted Governmental Accounting Standards Board (GASB) Statement No. 96, Subscription-Based Technology Arrangements (SBITA). This Statement requires recognition of qualifying subscription-based technology arrangements as assets and liabilities.

CITY OF WHITWELL, TENNESSEE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 2 - CASH AND CASH EQUIVALENTS

The City is authorized to invest in the following types of securities and indebtedness, in accordance with governing statutes:

- (1) Bonds, notes, treasury bills, or similar types of indebtedness to the United States.
- (2) Non-convertible debt including Federal Home Loan Bank, Federal National Mortgage Association, Federal Farm Credit Bank, and Student Loan Marketing Association.
- (3) Other obligations not specified above which provide guaranteed principal and interest by the United States or any of its agencies.
- (4) Repurchase agreements that involve obligations of the United States or its agencies, provided the term of the repurchase agreement does not extend beyond the maturity date of the obligation and the market value of the security exceeds the cost of the security.
- (5) Money market funds invested in any of the aforementioned securities.

The City's policies limit deposits and investments to those instruments allowed by applicable state laws. State statutes require that all deposits with financial institutions must be collateralized by securities whose market value is equal to 105% of the value of the uninsured deposits. The deposits must be covered by federal deposit insurance or the Tennessee Bank Collateral Pool, by collateral held by the City's agent in the City's name, or by Federal Reserve Banks acting as third party agents. State statutes also authorize the types of investments in which the City may participate. The City limits its investments to certificates of deposit and savings and money market accounts with local banks and the State of Tennessee local government pooled investment fund.

The City's policies are designed to maximize its earnings, while protecting the security and providing maximum liquidity, in accordance with all applicable state laws. The State of Tennessee Local Government Investment Pool is a 2a7-like pool, which is not rated.

Currently, the Tennessee Comptroller has restricted investing in United States debt securities since the credit reporting agencies have lowered their credit rating from AAA to AA+. The City of Whitwell should refrain from further investment in these securities until notified by the Comptroller's Office or the credit rating agencies that the rating has been upgraded to AAA.

At June 30, 2023, the reported amount of the City's deposits was \$756,712 and the bank balance was \$632,069. Of the bank balance, the entire amount was covered by federal depository insurance or by the participation of the financial institution in the bank collateral pool administered by the Treasurer of the State of Tennessee.

NOTE 3 - RECEIVABLES, UNCOLLECTIBLE ACCOUNTS, AND DEFERRED REVENUES

The General Fund reported \$298,758 in deferred revenues, all of which consisted of deferred property tax revenues, and \$372,510 in receivables, which consisted \$325,540 in property taxes receivable and \$46,970 in taxes receivable.

CITY OF WHITWELL, TENNESSEE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

The State Street Aid Fund reported \$5,023 in taxes receivable.

NOTE 4 - CAPITAL ASSETS

Capital assets activity for the year ended June 30, 2023, was as follows:

	<u>Beginning</u> <u>Balances</u>	<u>Additions</u>	<u>Disposals</u>	<u>Ending</u> <u>Balances</u>
Governmental Activities				
Capital assets not being depreciated				
Land	\$ 92,163	\$ -	\$ -	\$ 92,163
Construction in Progress	179,351	43,698	-	223,049
	<u>271,514</u>	<u>43,698</u>	<u>-</u>	<u>315,212</u>
Other Capital Assets:				
Building and Improvements	\$ 617,306	\$ -	\$ -	617,306
Equipment	716,152	-	(1,356)	714,796
Vehicles	592,069	8,000	(18,125)	581,944
	<u>1,925,527</u>	<u>8,000</u>	<u>(19,481)</u>	<u>1,914,046</u>
Total Capital Assets	<u>2,197,041</u>	<u>51,698</u>	<u>(19,481)</u>	<u>\$ 2,229,258</u>
Less: accumulated depreciation	<u>(1,321,735)</u>	<u>(60,239)</u>	<u>31,829</u>	<u>(1,350,145)</u>
Governmental Activities Capital Assets, Net	<u>\$ 875,306</u>	<u>\$ (8,541)</u>	<u>\$ 12,348</u>	<u>\$ 879,113</u>

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

Governmental Activities:	
General Government	\$ 13,975
Police	5,857
Fire	16,484
Library	-
Parks and Recreation	9,142
Senior Center	319
State Street Aid	14,462
Total Depreciation expense -	
Governmental Activities	<u>\$ 60,239</u>

CITY OF WHITWELL, TENNESSEE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 5 - COMPENSATED ABSENCES

The City has a policy of compensated vacation from 5 to 20 days, annually, based upon years of service. In the event of termination, an employee is paid for unused vacation leave. The City's obligation for this benefit is reflected as follows:

Full-time employees earn 4 hours of compensated sick leave for each month of service. As sick leave is not eligible for payment upon termination, no liability is recorded in these financial statements.

Summarized below are the accrued vacation leave liabilities as of June 30, 2023:

General fund \$ 12,848

NOTE 6- LONG-TERM DEBT

Long-term liabilities at June 30, 2023 consisted of the following:

<u>Type of Indebtedness (purpose)</u>	<u>Maturity</u>	<u>Interest Rates</u>	<u>Annual Payment Installments</u>	<u>Original Issue Amount</u>	<u>Outstanding at June 30, 2023</u>
Governmental Capital Corporation	2023	3.524%	11,057	\$ 72,080	\$ 11,057
Citizens Tri-County Bank	2026	1.690%	8,465	\$ 42,300	\$ 25,826
Community First National Bank	2026	4.994%	4,780	\$ 23,957	\$ 15,068

The following is a summary of changes in long-term debt during the 2023 fiscal year:

	<u>Beginning Balance</u>	<u>Adjustments and Additions</u>	<u>Adjustments and Retirements</u>	<u>Ending Balance</u>
Governmental Capital Corporation	\$ 21,737	\$ -	\$ 10,680	\$ 11,057
Citizens Tri-County Bank	34,190	-	8,364	25,826
Community First National Bank	19,621	-	4,553	15,068
Total	<u>\$ 75,548</u>	<u>\$ -</u>	<u>\$ 23,597</u>	<u>\$ 51,951</u>

Principal debt service requirements for Governmental Capital Corporation capital lease are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 11,057	\$ 390	\$ 11,447
Total	<u>\$ 11,057</u>	<u>\$ 390</u>	<u>\$ 11,447</u>

CITY OF WHITWELL, TENNESSEE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

Principal debt service requirements for Citizens Tri-County Bank note payable are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 8,465	\$ 436	\$ 8,902
2025	8,607	294	8,902
2026	8,754	148	8,902
Total	\$ 25,826	\$ 879	\$ 26,705

The prior auditor's report had an incorrect amount in the schedule for principal in 2026. This was corrected.

Principal debt service requirements for Community First National Bank capital lease are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 4,780	\$ 753	\$ 5,533
2025	5,019	514	5,533
2026	5,269	263	5,533
Total	\$ 15,068	\$ 1,530	\$ 16,598

NOTE 7 - RESTATEMENT

The City of Whitwell, Tennessee did not properly adjust beginning balances to adjust asset accounts to correct balances and to correct ARPA deferrals. The adjustments were made as follows:

Governmental:

Beginning Net Position	\$ 571,092
Adjust beginning prepaid insurance	(12,968)
Adjust beginning accounts receivable	(45,300)
Adjust beginning inventory	(11,200)
To correct ARPA deferral	(90,316)
Beginning Net Position - Restated	\$ 411,308

NOTE 8 - FUND BALANCES

A summary of changes in fund balances follows:

	<u>Beginning Fund Balance July 1, 2022</u>	<u>Excess/(Deficit) of Revenues over Expenditures</u>	<u>Transfers/Other Fund Balance Additions/ (Deletions)</u>	<u>Ending Fund Balance June 30, 2023</u>
General Fund:				
Nonspendable	\$ 29,168	\$ (29,168)	\$ -	\$ -
Unassigned	541,924	(90,563)	-	451,361
Total	\$ 571,092	\$ (119,731)	\$ -	\$ 451,361

CITY OF WHITWELL, TENNESSEE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

	Beginning Fund Balance July 1, 2022	Excess/(Deficit) of Revenues over Expenditures	Ending Fund Balance June 30, 2023
Special Revenue Funds:			
Drug Fund:			
Restricted	\$ 4,285	\$ (1,351)	\$ 2,934
Senior Center:			
Restricted	35,054	(4,779)	30,275
State Street Aid:			
Restricted	49,645	(36,196)	13,449
Total	<u>\$ 88,984</u>	<u>\$ (42,326)</u>	<u>\$ 46,658</u>

The City has adopted GASB Statement No. 54, which redefined how fund balances of the governmental funds are presented in the financial statements. Fund balances are now classified as follows:

Nonspendable - Amounts that cannot be spent either because they are not in spendable form or because they are legally or contractually required to be maintained intact.

Restricted - Amounts that can be spent only for specific purposes because of the City Charter, City Code, state or federal laws, or externally imposed conditions by grantors or creditors.

Committed - Amounts that can be used only for specific purposes determined by a formal action by the Mayor and City Council ordinance or resolution.

Assigned - Amounts that are designated by the Mayor for a specific purpose but are not spendable until a budget ordinance is passed by the Mayor and City Council.

Unassigned - All amounts not included in other spendable classifications.

As discussed in Note 1, Restricted funds are used first, followed by Committed resources, and then Assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend Unassigned resources first to deter the use of these other classified funds.

NOTE 9 - RESTRICTED NET POSITION

Certain revenues are restricted by state statute to specific expenditures. Restricted net position in the government-wide statement of net position was \$312,216, which consists of \$13,447 restricted to expenditures for city streets, \$2,935 restricted for drug investigation and enforcement, \$30,275 restricted for the Senior Center, and \$265,559 restricted for pension.

NOTE 10- PROPERTY TAXES

Property tax levies for the current year are based on \$0.8391 per hundred of assessed valuation of property located in the City. Property is assessed by the Assessor of Property in Marion County. Property taxes are levied and collected by the City. Property taxes are levied for the calendar year each October. They are payable immediately and become past due on March 1 of the succeeding year. By April 1st of the following

CITY OF WHITWELL, TENNESSEE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

year, the delinquent property taxes should be filed with the office of the Marion County Clerk and Master.

NOTE 11 - PENSION PLAN

General Information about the Pension Plan

Plan Description

Employees of the City of Whitwell are provided a defined benefit pension plan through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The TCRS was created by state statute under Tennessee Code Annotated, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

Benefits Provided

Tennessee Code Annotated, Title 8, Chapters 34-37, establishes the benefit terms and can be amended only by the Tennessee General Assembly. The chief legislative body may adopt the benefit terms permitted by statute. Members are eligible to retire with an unreduced benefit at age 60 with 5 years of service credit or after 30 years of service credit regardless of age. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's service credit. Reduced benefits for early retirement are available at age 55 and vested. Members vest with five years of service credit. Service-related disability benefits are provided regardless of length of service. Five years of service is required for nonservice-related disability eligibility. The service-related and nonservice-related disability benefits are determined in the same manner as a service retirement benefit but are reduced 10 percent and include projected service credits. A variety of death benefits are available under various eligibility criteria.

Member and beneficiary annuitants are entitled to automatic cost of living adjustments (COLAs) after retirement. A COLA is granted each July for annuitants retired prior to the 2nd of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at 3 percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half percent and one percent. A member who leaves employment may withdraw their employee contributions, plus any accumulated interest.

CITY OF WHITWELL, TENNESSEE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

Employees Covered by Benefit Terms

At the measurement date of June 30, 2022 the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	8
Inactive employees entitled to but not yet receiving benefits	22
Active employees	<u>12</u>
	<u>42</u>

Contributions

Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute 5 percent of salary. Whitwell makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2023, the employer contributions for Whitwell were \$8,782.47 based on a rate of 2.00% of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Whitwell's state shared taxes if required employer contributions are not remitted. The employer's actuarially determined contribution (ADC) and member contributions are expected to finance that costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

Net Pension Liability (Asset)

Pension Liabilities (Assets)

Whitwell's net pension liability (asset) was measured as of June 30, 2022, and the total pension liability used to calculate net pension liability (asset) was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The total pension liability as of June 30, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.25 percent
Salary Increases	Graded Salary ranges from 8.72 to 3.44 percent based on age, including inflation, averaging 4.00 percent
Investment rate of return	6.75 percent, net of pension plan investment expenses, including inflation
Cost-of-Living Adjustment	2.125 percent

CITY OF WHITWELL, TENNESSEE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

Mortality rates were based on actual experience including an adjustment for some anticipated improvements.

The actuarial assumptions used in the June 30, 2022 actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2016 through June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2020 actuarial experience study. A blend of future capital market projections and historical market returns was used in a building-block method in which best-estimate of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) is developed for each major asset class. These best-estimates 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 of 2.25 percent. The best- estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>	<u>Target Allocation</u>
U.S. Equity	4.88%	31%
Developed market international equity	5.37%	14%
Emerging market international equity	6.09%	4%
Private equity and strategic lending	6.57%	20%
U.S. fixed income	1.20%	20%
Real estate	4.38%	10%
Short-term securities	0.00%	1%
		<u>100%</u>

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 6.75 percent based on a blending of the three factors described above.

Discount Rate

The discount rate used to measure the total pension liability was 6.75 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current rate and that contributions from Whitwell will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

CITY OF WHITWELL, TENNESSEE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

Changes in the Net Pension Liability (Asset)

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
	(a)	(b)	(a) - (b)
Balance at 6/30/21	\$ 1,231,820	\$ 1,559,111	\$ (327,291)
Changes for the year:			
Service Cost	48,779		48,779
Interest	84,197		84,197
Differences between expected and actual experience	(100,554)		(100,554)
Changes in benefit terms	-		-
Changes in assumptions	-		-
Contributions - employer		8,811	(8,811)
Contributions - employees		22,027	(22,027)
Net investment income		(58,940)	58,940
Benefit payments, including refunds of employee contributions	(66,481)	(66,481)	-
Administrative expense		(1,208)	1,208
Other changes		-	-
Net Changes	<u>(34,059)</u>	<u>(95,791)</u>	<u>61,732</u>
Balance at 6/30/2022	<u>\$ 1,197,761</u>	<u>\$ 1,463,320</u>	<u>\$ (265,559)</u>

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate

The following presents the net pension liability (asset) of Whitwell calculated using the discount rate of 6.75 percent, as well as what the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (5.75 percent) or 1-percentage-point higher (7.75 percent) than the current rate:

	1% Decrease (5.75%)	Current Discount Rate (6.75%)	1% Increase (7.75%)
Whitwell's net pension liability (asset)	\$ (103,574)	\$ (265,559)	\$ (399,185)

Pension Expense (Negative Pension Expense)

For the year ended June 30, 2023, Whitwell recognized pension expense (negative pension expense) of (\$3,609).

Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended June 30, 2023, Whitwell reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

CITY OF WHITWELL, TENNESSEE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

	Deferred Outflow of Resources	Deferred Inflow of Resources
Differences between expected and actual experience	\$ 14,351	\$ 111,816
Net difference between projected and actual earnings on pension plan investments	2,218	
Changes in assumptions	110,972	
Contributions subsequent to the measurement date of June 30, 2023	8,782	(Not applicable)
Total	\$ 136,323	\$ 111,816

The amount shown above for "Contributions subsequent to the measurement date of June 30, 2022," will be recognized as a reduction (increase) to net pension liability (asset) in the following measurement period.

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

Year Ended June 30:	
2024	(9,752)
2025	(5,836)
2026	914
2027	47,159
2028	(16,759)
Thereafter	-

In the table shown above, positive amounts will increase pension expense while negative amounts will decrease pension expense.

Payable to the Pension Plan

At June 30, 2023, Whitwell reported a payable of \$0.00 for the outstanding amount of contributions to the pension plan required at the year ended June 30, 2023.

CITY OF WHITWELL, TENNESSEE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

Schedules of Required Supplementary Information

Schedule of Changes in Net Pension Liability (Asset) and Related Ratios*
Based on Participation in the Public Employee Pension Plan of the TCRS
Last Fiscal Year ending June 30

	2022
Total Pension Liability	
Service cost	\$ 48,779
Interest	84,197
Changes in benefit terms	-
Differences between actual and expected experience	(100,554)
Changes in assumptions	-
Benefit payments, including refunds of employee contributions	(66,481)
Net change in total pension liability	(34,059)
Total pension liability-beginning	1,231,820
Total pension liability-ending (a)	\$ 1,197,761
Plan fiduciary net position	
Contributions-employer	\$ 8,811
Contributions-employee	22,027
Net investment income	(58,940)
Benefit payments, including refunds of employee contributions	(66,481)
Administrative expense	(1,208)
Other	-
Net change in plan fiduciary net position	(95,791)
Plan fiduciary net position-beginning	1,559,111
Plan fiduciary net position-ending (b)	\$ 1,463,320
Net Pension Liability (assets)-ending (a) - (b)	(265,559)
Plan fiduciary net position as a percentage of total pension liability	122.17%
Covered payroll	\$ 440,541
Net pension liability (asset) as a percentage of covered payroll	-60.28%

CITY OF WHITWELL, TENNESSEE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

Note to schedule:

Changes of assumptions. In 2021, amounts reported as changes of assumptions resulted from changes to the inflation rate, investment rate of return, cost-of-living adjustment, and mortality improvements. In 2017, amounts reported as changes of assumptions resulted from changes to the inflation rate, investment rate of return, cost-of-living adjustment, salary growth and mortality improvements.

Schedule of Contributions*
Based on Participation in the Public Employee Pension Plan of the TCRS
Last Fiscal Year ending June 30

	2022	2023
Actuarially determined contribution	-	-
Contributions in relation to the actuarially determined contribution	8,811.00	8,782.00
Contribution deficiency (excess)	(8,811.00)	(8,782.00)
Covered payroll	440,541.00	414,270.00
Contributions as a percentage of covered payroll	2.00%	2.00%

*GASB 68 requires a 10-year schedule for this data to be presented starting *with the implementation of GASB 68*. The information in this schedule is not required to be presented retroactively prior to the implementation date. Please refer to previously supplied data from the TCRS GASB website for prior years data, if needed.

NOTE 12 - 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; and natural disasters, which are covered by insurance. There have been no significant reductions in insurance coverage during the year ended June 30, 2023. Settlements have not exceeded this commercial coverage in any of the past five fiscal years.

NOTE 13- COMMITMENTS AND CONTINGENCIES

The City of Whitwell participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustments by the grantor agencies; therefore, to the extent that the City of Whitwell has not complied with the rules and regulations governing the grants, refunds of any money received may be required. In the opinion of the City of Whitwell, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying combined financial statements for such contingencies.

NOTE 14- SUBSEQUENT EVENT

Management has evaluated subsequent events through December 29, 2023, which is the date the financial statements were available to be issued. The full impact of the COVID-19 outbreak continues to evolve as of December 29, 2023. As such, it is uncertain as to the full magnitude that the pandemic will have on the City's governmental funds, business-type funds financial condition, and future results of operations. Management is actively monitoring the situation on its financial condition, liquidity, operations, suppliers, and workforce. Given the daily evolution of the COVID-19 outbreak and the global

CITY OF WHITWELL, TENNESSEE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

responses to curb its spread, there is no estimate as to the effects of the COVID-19 outbreak on its results of operations, financial condition, or liquidity for the fiscal year 2024.

**REQUIRED SUPPLEMENTARY
INFORMATION**

CITY OF WHITWELL, TENNESSEE
Schedule of Changes in Net Pension Liability (Asset) and Related Ratios Based on
Participation in the Public Employees Pension Plan of TCRS
For the Fiscal Year Ended June 30

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Total Pension Liability (Asset)									
Service Cost	37,801	20,223	20,645	29,288	36,981	25,219	30,006	38,274	48,779
Interest	68,764	65,070	64,751	68,218	69,566	69,862	70,842	72,315	84,197
Changes in Benefit Terms	-	-	-	-	-	-	-	-	-
Differences between actual and expected experience	(87,764)	(11,049)	26,004	(17,915)	(20,780)	(27,954)	(38,092)	21,527	(100,554)
Change of assumptions	-	-	-	19,766	-	-	-	166,458	-
Benefit payments, including refund of employee contributions	(49,067)	(51,823)	(106,022)	(41,607)	(72,589)	(67,246)	(49,559)	(51,851)	(66,481)
Net change in total pension liability (asset)	<u>(30,266)</u>	<u>22,421</u>	<u>5,378</u>	<u>57,750</u>	<u>13,178</u>	<u>(119)</u>	<u>13,197</u>	<u>246,723</u>	<u>(34,059)</u>
Total Pension Liability (Asset) - Beginning	903,588	873,292	895,713	901,091	958,841	972,019	971,900	985,097	1,231,820
Total Pension Liability (Asset) - Ending (a)	<u><u>873,322</u></u>	<u><u>895,713</u></u>	<u><u>901,091</u></u>	<u><u>958,841</u></u>	<u><u>972,019</u></u>	<u><u>971,900</u></u>	<u><u>985,097</u></u>	<u><u>1,231,820</u></u>	<u><u>1,197,761</u></u>
Plan fiduciary net position									
Contributions - employer	-	1,768	2,072	2,099	8,163	6,260	8,304	9,916	8,811
Contributions - Employee	17,970	13,396	15,699	15,929	20,426	15,664	20,760	24,789	22,027
Net Investment Income	158,475	33,425	27,999	116,363	92,006	85,987	59,863	321,613	(58,940)
Benefit payments, including refunds of employee contributions	(49,067)	(51,823)	(106,022)	(41,607)	(72,589)	(67,246)	(49,559)	(51,851)	(66,481)
Administrative Expense	(477)	(467)	(833)	(826)	(1,070)	(824)	(1,175)	(1,282)	(1,208)
Other	-	-	-	-	-	-	-	-	-
Net change in plan fiduciary net position	<u>126,901</u>	<u>(3,701)</u>	<u>\$ (61,085)</u>	<u>91,958.00</u>	<u>46,936</u>	<u>39,841</u>	<u>38,193</u>	<u>303,185</u>	<u>(95,791)</u>
Plan fiduciary net position - Beginning	976,883	\$ 1,103,784	\$ 1,100,083	\$ 1,038,998.00	\$ 1,130,956	\$ 1,177,892	\$ 1,217,733	\$ 1,255,926	\$ 1,559,111
Plan fiduciary net position - Ending (b)	<u><u>1,103,784</u></u>	<u><u>1,100,083</u></u>	<u><u>1,038,998</u></u>	<u><u>1,130,956.00</u></u>	<u><u>1,177,892</u></u>	<u><u>1,217,733</u></u>	<u><u>1,255,926</u></u>	<u><u>1,559,111</u></u>	<u><u>1,463,320</u></u>
Net Pension Liability (asset) - ending (a) - (b)	<u>\$ (230,462)</u>	<u>\$ (204,370)</u>	<u>\$ (137,907)</u>	<u>\$ (172,115)</u>	<u>\$ (205,873)</u>	<u>\$ (245,833)</u>	<u>\$ (270,829)</u>	<u>\$ (327,291)</u>	<u>\$ (265,559)</u>
Plan fiduciary net position as a percentage of total pension liability	126.39%	122.82%	115.30%	117.95%	121.18%	125.29%	127.49%	126.57%	122.17%
Covered Payroll	\$ 359,394	\$ 267,930	\$ 313,970	\$ 318,095	\$ 408,172	\$ 312,993	\$ 535,580	\$ 495,787	\$ 414,270
Net pension liability (asset) as a percentage of covered-employee payroll	-64.13%	-76.28%	-43.92%	-54.11%	-50.44%	-78.54%	-50.57%	-66.01%	-64.10%

Changes of assumptions: In 2021, amounts reports as changes of assumptions resulted from changes to the inflation rate, investment rate of return, cost-of-living adjustment, and mortality improvements. In 2017, amounts reported as changes of assumptions resulted from changes to the inflation rate, investment rate of return, cost-of-living adjustments, salary growth, and mortality improvements.

GASB 68 requires a 10-year schedule for this date to be presented starting with the implementation of GASB 68. The information in this schedule is not required to be presented retroactively prior to the implementation date. Please refer to previously supplied data from the TCRS GASB website for prior years' data, if needed.

CITY OF WHITWELL, TENNESSEE
Schedule of Contributions Based on Participation in the Public Employee Pension Plan of the TCRS
For the Fiscal Year Ended June 30

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Actuarially determined contribution	\$ -	\$ 1,768	\$ 2,072	\$ 2,099	\$ 2,694	\$ 2,754	\$ -	\$ -	\$ -	\$ -
Contributions in relation to the actuarially determined contribution	-	1,768	2,072	2,099	8,163	6,260	8,304	9,916	8,811	8,782
Contribution deficiency (excess)	-	-	-	-	(5,469)	(3,506)	(8,304)	(9,916)	(8,811)	(8,782)
Covered Payroll	\$ 359,394	\$ 267,930	\$ 313,970	\$ 318,095	\$ 408,172	\$ 312,993	\$ 415,203	\$ 495,787	\$ 440,541	\$ 414,270
Contributions as a percentage covered payroll	0.00%	0.66%	0.66%	0.66%	2.00%	2.00%	2.00%	2.00%	2.00%	2.12%

GASB 68 requires a 10-year schedule for this date to be presented starting with the implementation of GASB 68. The information in this schedule is not required to be presented retroactively prior to the implementation date.

Please refer to the previously supplied data from the TCRS GASB website for prior years' data, if needed.

City of Whitwell, Tennessee
Notes to Required Supplementary Information
June 30, 2023

Valuation date: Actuarially determined contribution rates for fiscal year 2023 were calculated based on the June 30, 2021 actuarial valuation.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry Age Normal
Amortization method	Level dollar, closed (not to exceed 20 years)
Remaining amortization period	Varies by Year
Asset valuation	10-year smoothed within a 20 percent corridor to market value
Inflation	2.25 percent
Salary increases	Graded salary ranges from 8.72 to 3.44 percent based on age, including inflation, averaging 4.00 percent
Investment Rate of Return	6.75 percent, net of investment expense, including inflation
Retirement age	Pattern of retirement determined by experience study
Mortality	Customized table based on actual experience including an adjustment for some anticipated improvement
Cost of Living Adjustments	2.125 percent

Changes of assumptions. In 2021, the following assumptions were changed: decreased inflation rate from 2.50 percent to 2.25 percent; decreased the investment rate of return from 7.25 percent to 6.75 percent; decreased the cost-of-living adjustment from 2.25 percent to 2.125 percent; and modified mortality assumptions. In 2017, the following assumptions were changed: decreased inflation rate from 3.00 percent to 2.50 percent; decreased the investment rate of return from 7.50 percent to 7.25 percent; decreased the cost-of-living adjustment from 2.50 percent to 2.25 percent; decreased salary growth graded ranges from an average of 4.25 percent to an average of 4.00 percent; and modified mortality assumptions.

**OTHER SUPPLEMENTARY
INFORMATION**

**CITY OF WHITWELL, TENNESSEE
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023**

	Special Revenue			Total Other Governmental Funds
	Drug Fund	Senior Center	State Street Aid	
ASSETS				
Cash	\$ 2,934	\$ 30,446	\$ 10,098	\$ 43,478
Accounts Receivable	-	-	5,023	5,023
Total Assets	\$ 2,934	\$ 30,446	\$ 15,121	\$ 48,501
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts Payable	-	171	1,673	1,844
Total Liabilities	\$ -	\$ 171	\$ 1,673	\$ 1,844
Fund Balances:				
Restricted	2,934	30,275	13,448	46,657
Total Fund Balances	2,934	30,275	13,448	46,657
Total Liabilities and Fund Balances	\$ 2,934	\$ 30,446	\$ 15,121	\$ 48,501

See Accompanying Independent Auditors' Report

CITY OF WHITWELL, TENNESSEE
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023

	<u>Special Revenue</u>			<u>Total Other Governmental Funds</u>
	<u>Drug Fund</u>	<u>Senior Center</u>	<u>State Street Aid</u>	
REVENUES				
Fines and Fees	\$ 434	\$ -	\$ -	\$ 434
State Shared Taxes	-	-	52,256	52,256
Grant Revenue	-	29,156	-	29,156
Interest Income	-	-	257	257
Miscellaneous Income	-	206	-	206
Total Revenues	<u>\$ 434</u>	<u>\$ 29,362</u>	<u>\$ 52,513</u>	<u>\$ 82,308</u>
EXPENDITURES				
Current:				
Senior Citizen	-	52,141	-	52,141
Drug Fund	1,785	-	-	1,785
State Street Aid	-	-	88,709	88,709
Total Expenditures	<u>1,785</u>	<u>52,141</u>	<u>88,709</u>	<u>142,635</u>
Excess (deficiency) of revenues over expenditures	<u>(1,351)</u>	<u>(22,779)</u>	<u>(36,196)</u>	<u>(60,327)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	18,000	-	18,000
Transfers Out	-	-	-	-
Total Other Financing Sources and Uses	<u>-</u>	<u>18,000</u>	<u>-</u>	<u>18,000</u>
Net Change in Fund Balances	<u>(1,351)</u>	<u>(4,779)</u>	<u>(36,196)</u>	<u>(42,327)</u>
Fund Balance - Beginning of Year	<u>4,285</u>	<u>35,054</u>	<u>49,645</u>	<u>88,984</u>
Fund Balance - Ending of Year	<u>\$ 2,934</u>	<u>\$ 30,275</u>	<u>\$ 13,449</u>	<u>\$ 46,658</u>

See Accompanying Independent Auditors' Report

CITY OF WHITWELL, TENNESSEE
BUDGETARY COMPARISON SCHEDULE - DRUG FUND
JUNE 30, 2023

	<u>Budgetary Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Fine Income	\$ 2,000	\$ 2,000	\$ 434	\$ (1,566)
Total Revenues	<u>2,000</u>	<u>2,000</u>	<u>434</u>	<u>(1,566)</u>
EXPENDITURES				
Miscellaneous	<u>2,000</u>	<u>2,000</u>	<u>1,785</u>	<u>215</u>
Total Expenditures	<u>2,000</u>	<u>2,000</u>	<u>1,785</u>	<u>215</u>
Excess of Revenues Over Expenditures	-	-	(1,351)	(1,351)
Fund Balance - Beginning of Year	<u>8,653</u>	<u>8,653</u>	<u>4,285</u>	<u>(4,368)</u>
Fund Balance - Ending of Year	<u><u>8,653</u></u>	<u><u>8,653</u></u>	<u><u>2,933</u></u>	<u><u>(5,719)</u></u>

There are no differences between budgetary inflows and outflows and GAAP revenues and expenditures.

CITY OF WHITWELL, TENNESSEE
BUDGETARY COMPARISON SCHEDULE - SENIOR CENTER
JUNE 30, 2023

	<u>Budgetary Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	
REVENUES				
State Grant	\$ 25,000	\$ 25,000	\$ 29,156	\$ 4,156
Local Revenue	1,000	1,000	206	(794)
Transfers In	18,000	18,000	18,000	-
Total Revenues	<u>44,000</u>	<u>44,000</u>	<u>47,362</u>	<u>3,362</u>
EXPENDITURES				
Salaries	33,000	33,000	30,955	2,045
Payroll Tax	2,100	2,100	2,342	(242)
Employee Retirement Plan	200	200	67	133
Unemployment Insurance	100	100	72	28
Utilities	4,400	4,400	4,315	85
Telephone and Other Communications	2,200	2,200	2,636	(436)
Repairs and Maintenance	1,500	1,500	2,134	(634)
Office Supplies	500	500	9,620	(9,120)
Total Expenditures	<u>44,000</u>	<u>44,000</u>	<u>52,141</u>	<u>(8,141)</u>
Excess of Revenues Over Expenditures	-	-	(4,779)	(4,779)
Fund Balance - Beginning of Year	<u>36,010</u>	<u>36,010</u>	<u>35,054</u>	<u>(956)</u>
Fund Balance - Ending of Year	<u>\$ 36,010</u>	<u>\$ 36,010</u>	<u>\$ 30,275</u>	<u>\$ (5,735)</u>

There are no differences between budgetary inflows and outflows and GAAP revenues and expenditures.

CITY OF WHITWELL, TENNESSEE
BUDGETARY COMPARISON SCHEDULE - STATE STREET AID
JUNE 30, 2023

	<u>Budgetary Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	
REVENUES				
State Shared Revenues	\$ 6,100	\$ 6,100	\$ 52,256	\$ 46,156
Interest Income	200	200	257	57
Total Revenues	<u>6,300</u>	<u>6,300</u>	<u>52,513</u>	<u>46,213</u>
EXPENDITURES				
Utilities	21,000	21,000	23,218	(2,218)
Repairs and Maintenance	20,000	20,000	27,791	(7,791)
Fuel	17,500	17,500	18,254	(754)
Other	-	-	10,680	(10,680)
Capital Outlay	11,446	11,446	8,766	2,680
Total Expenditures	<u>69,946</u>	<u>69,946</u>	<u>88,709</u>	<u>(18,763)</u>
Excess of Revenues Over Expenditures	(63,646)	(63,646)	(36,196)	27,450
Fund Balance - Beginning of Year	<u>67,590</u>	<u>67,590</u>	<u>49,645</u>	<u>(17,945)</u>
Fund Balance - Ending of Year	<u><u>3,944</u></u>	<u><u>3,944</u></u>	<u><u>13,449</u></u>	<u><u>9,505</u></u>

See Accompanying Independent Auditors' Report

OTHER INFORMATION SECTION

CITY OF WHITWELL, TENNESSEE
SCHEDULE OF PROPERTY TAX RATES AND ASSESSMENTS
JUNE 30, 2023

Year of Assessment	July 1, 2022 Amount	Taxes Levied	(Collections) / Adjustments	June 30, 2023 Amount
2023	\$ -	\$ 298,758	\$ -	\$ -
2022	271,336	-	(259,188)	12,148
2021	18,480	-	(16,784)	1,696
2020	4,210	-	(3,537)	673
2019	1,955	-	(1,460)	495
2018	770	-	(371)	399
2017	427	-	1,025	1,452
2016	294	-	(294)	-
2015	113	-	109	222
2014	15	-	262	277
Prior	262	-	84	346
Total	\$ 297,862	\$ 298,758	\$ (280,154)	17,709

* Taxes become delinquent in March of the year following the tax year of levy. Delinquent taxes are turned over to the County Clerk and Master for collection proceedings.

	Tax Rate / per 100	Property Tax Assessment	Levy
2023	0.8391	\$ 28,435,144	\$ 298,758
2022	0.8391	28,059,434	235,447
2021	0.8391	27,984,474	234,818
2020	1.0100	25,888,246	261,928
2019	1.0100	24,649,962	248,965
2018	0.6109	25,842,401	157,871
2017	0.6109	22,897,397	139,890
2016	0.5474	22,794,132	139,249
2015	0.5474	23,245,002	138,866
2014	0.5474	23,203,993	138,614
2013	0.5474	22,539,514	134,651

CITY OF WHITWELL, TENNESSEE
SCHEDULE OF CASH
JUNE 30, 2023

General Fund		Cash on hand	650
	First Volunteer Bank	Checking	624,322
	First Volunteer Bank	Checking	869
	Citizens Tri-County Bank	Checking	81,165
	Tower Bank	Checking	2,407
	First Volunteer Bank	Checking	3,071
	Citizens Tri-County Bank	Debit Card	<u>751</u>
Total General Fund			<u>713,234</u>
Special Revenue Funds:			
State Street Aid Fund	Citizens Tri-County Bank	Checking	<u>10,098</u>
Total State Street Aid Fund			<u>10,098</u>
Drug Fund	First Volunteer Bank	Checking	<u>2,934</u>
Total Drug Fund			<u>2,934</u>
Senior Center Fund	First Volunteer Bank	Program Checking	<u>30,446</u>
Total Senior Center Fund			<u>30,446</u>
Total Special Revenue Funds			<u>43,478</u>
Total Cash			<u><u>756,712</u></u>

**CITY OF WHITWELL, TENNESSEE
SCHEDULE OF INSURANCE IN FORCE
JUNE 30, 2023**

SCHEDULE OF INSURANCE IN FORCE

Limits of Coverage (per occurrence) \$ 3,773,111

Property Coverage:

Buildings and personal equipment	\$ 2,500	Deductible	\$ 3,396,745
Electronic data equipment	\$ 500	Deductible	\$ 50,000
Mobile equipment	\$ 500	Deductible	\$ 326,366
Equipment breakdown	\$ 2,500	Deductible	\$ 3,723,111
Automatic Coverages	\$ 2,500	Deductible	various

Crime Coverage:

Employee dishonesty - per loss	\$ 1,000	Deductible	\$ 150,000
Forgery or alteration	\$ 1,000	Deductible	\$ 150,000
Theft, disappearance, or destruction	\$ 1,000	Deductible	\$ 150,000
Computer fraud	\$ 1,000	Deductible	\$ 150,000

Worker's Compensation and Employers Liability:

Bodily injury by accident - each accident	\$ 1,000	Deductible	\$ 300,000
Bodily injury by disease - policy limit	\$ 1,000	Deductible	\$ 700,000
Bodily injury by disease - each employee	\$ 1,000	Deductible	\$ 300,000

General Liability Coverage:

as limited by the tort liability act

Bodily injury - per person as limited by the tort liability act			\$ 300,000
Bodily injury - per occurrence as limited by the tort liability act			\$ 700,000
Property damage - per occurrence as limited by the tort liability act			\$ 100,000
Each other loss - per occurrence			\$ 700,000
Per person or per occurrence - catastrophic medical expense excess of bodily injury			\$ 1,000,000
Per person and \$10,000 per accident for medical payments			\$ 1,000
Fire damage			\$ 100,000
Impounded or commandeered property damage			\$ 100,000
Non-monetary defense costs			\$ 100,000

Errors and Omissions liability coverage - \$1,000 deductible			\$ 700,000
per occurrence for non-monetary defense costs			\$ 100,000

Automobile Liability Coverage:

Bodily Injury - per person as limited by the tort liability act			\$ 300,000
Bodily Injury - per occurrence as limited by the tort liability act			\$ 700,000
Property damage - per occurrence as limited by the tort liability act			\$ 100,000
Each other loss - per occurrence			\$ 700,000
Per person or per occurrence - catastrophic medical expense excess of bodily injury			\$ 1,000,000
Per person and \$10,000 per accident for medical payments			\$ 1,000
Per occurrence for bodily injury for uninsured motorists			\$ 60,000
Per occurrence for property damage for uninsured motorists			\$ 100,000

Auto Physical Damage deductible \$500 comprehensive / \$500 collision

CITY OF WHITWELL, TENNESSEE
SCHEDULE OF CHANGES IN LONG-TERM DEBT BY INDIVIDUAL ISSUE
JUNE 30, 2023

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7/1/2022	Issued During Period	Paid and/or Matured During Period	Outstanding 6/30/2023
Governmental Activities								
<u>NOTES PAYABLE</u>								
<u>Payable through Debt Service</u>								
Government Capital Corporation	\$ 72,080	3.52%	7/15/2017	7/15/2023	21,737	-	10,680	11,057
Citizens Tri-County Bank	\$ 42,300	1.69%	12/17/2020	1/5/2026	34,190	-	8,364	25,826
Community First National Bank	\$ 23,957	4.994%	2/15/2022	2/15/2026	19,621	-	4,553	15,068
Total Notes Payable through Debt Service Fund					<u>\$ 75,548</u>	<u>\$ -</u>	<u>\$ 23,597</u>	<u>\$ 51,951</u>

**GOVERNMENT AUDITING
STANDARDS SECTION**

CITY OF WHITWELL, TENNESSEE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
YEAR ENDED JUNE 30, 2023

FEDERAL GRANTOR/PASS-THROUGH GRANTOR	ASSISTANCE LISTING NO.	CONTRACT NUMBER	EXPENDITURES
<u>FEDERAL AWARDS</u>			
United States Department of Health and Human Services Administration for Community Living	93.045	N/A	23,117
TOTAL EXPENDITURES OF FEDERAL AWARDS			23,117
<u>STATE AWARDS</u>			
State of Tennessee Commission on Aging and Disability - Senior Center Grant	N/A	N/A	7,958
TOTAL EXPENDITURES OF STATE AWARDS			31,075

Note A - Basis for Presentation

The accompanying schedule of expenditures of federal awards and state financial assistance includes the federal and state grant activity of the City of Whitwell, Tennessee under programs of the federal government for the year ended June 30, 2023. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the City.

Note B - Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Pass-through entity contract numbers are presented where available.

The City has elected not to use the 10% de minimis indirect cost rate as allowed under the Uniform Guidance.

The MG Group, P.C.

CERTIFIED PUBLIC ACCOUNTANTS AND CONSULTANTS

Tullahoma, Tennessee

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

To the Honorable Mayor and
Board of Commissioners
City of Whitwell, Tennessee

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, each major fund, and the aggregate remaining fund information of the City of Whitwell, Tennessee, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the City of Whitwell, Tennessee's basic financial statements and have issued our report thereon dated February 16, 2024.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Whitwell'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 of Whitwell's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Whitwell'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 entity'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. We identified no deficiencies in internal control.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Whitwell'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 financial statements. 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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as item 2023-001.

515 NW Atlantic Street, Tullahoma, Tennessee 37388

Phone (931) 393-3307

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City of Whitwell, Tennessee's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the City of Whitwell's response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. City of Whitwell's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

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.

MG Group, P.C.

Tullahoma, Tennessee
February 16, 2024

CITY OF WHITWELL, TENNESSEE
Schedule of Findings and Responses
June 30, 2023

SECTION I. SUMMARY OF AUDITOR’S RESULTS

Financial Statements:

1. Unmodified opinion issued on the financial statements in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*.
2. The audit of the financial statements of the City of Whitwell disclosed one significant deficiency in internal control and compliance.
3. The audit of the financial statements of the City of Whitwell did not disclose any issue of noncompliance.
4. The audit of the financial statements of the City of Whitwell did not disclose any material weaknesses.

SECTION II. FINANCIAL STATEMENT FINDINGS

2023-001: Budgeted Expenditures in Excess of Appropriations (Significant Deficiency /Noncompliance under *Government Auditing Standards*)

Condition: Senior Center Fund, and the State Street Aid exceeded appropriations.

Criteria: *Tennessee Code Annotated*, Section 6-56-203(1) states in part... “all monies received and expended by a municipality shall be included in a budget ordinance. Therefore, notwithstanding any other law, no municipality may expend any monies regardless of their source, including monies derived from bond and long-term note proceeds, federal, state or private grants or loans, or special assessments, except in accordance with a budget ordinance...”

Cause: The Board and Management do not closely track their budget in relation to their expenditures.

Effect: Expenditures made in excess of budgeted amounts could result in a loss of control over financial operations by the governing body.

Recommendation: Expenditures should be held within appropriations approved by the Board of Mayor and Aldermen. The governing body has the power to amend its budget ordinance before the end of the fiscal year.

Management’s Response: See management’s corrective action plan.

City of Whitwell, Tennessee
Summary Schedule of Prior Year Findings
June 30, 2023

Government Audit Standards require auditors to report the status of uncorrected findings for prior audits. In addition, OMB's Uniform Guidance requires auditees to report the status of all prior-year findings whether corrected or uncorrected. Presented below are financial statement findings along with their status from the Financial Statements and Supplementary Information of the City of Whitwell, for year ended June 30, 2023.

Prior-year Financial Statement Findings

Prior Year Finding Number	Finding Title	Status / Current Year Finding Number
2022-001	Budget	Repeated as Finding 2023-001

CITY OF WHITWELL

13671 Highway 28
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Whitwell, Tennessee 37397
Office (423) 658-5151
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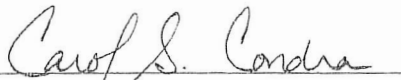
Management's Corrective Action Plan
For the Fiscal Year Ended June 30, 2023

2023-001 – Budgeted Expenditures in Excess of Appropriations

Management's Response: We will strive to correct this issue in the future.

Effective Date of Implementation: Effective immediately

Person Responsible for Implementation: City Recorder



Carol Condra

City Recorder