

# *Town of Jamestown North Carolina*



**Comprehensive Annual Financial Report  
For the fiscal year ended  
June 30, 2019**

**TOWN OF JAMESTOWN, NORTH CAROLINA**

**COMPREHENSIVE  
ANNUAL  
FINANCIAL REPORT**

***For the Fiscal Year Ended June 30, 2019***

***Prepared By  
Finance Department***

***Finance Director  
Judy Gallman***

**Town of Jamestown, North Carolina**

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**Town of Jamestown, North Carolina**

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*Settled 1752*  
**JAMESTOWN**  
NORTH CAROLINA

October 30, 2019

Honorable Mayor and  
Members of the Town Council  
Town of Jamestown, North Carolina

The general statutes of North Carolina require that every local government publish within four months after the close of the fiscal year a complete set of audited financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of the Town of Jamestown for the fiscal year ended June 30, 2019.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

The financial statements of the Town of Jamestown were audited by Dixon Hughes Goodman LLP, a firm of licensed certified public accountants. Dixon Hughes Goodman LLP has issued an unmodified opinion on the Town of Jamestown's financial statements for the year ended June 30, 2019. The independent auditor's report is presented as the first component of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. This letter of transmittal is designed to complement MD&A and should be read in conjunction with it.

## *Profile of the Government*

The Town of Jamestown, incorporated in 1947, is located in the Piedmont section of North Carolina. It currently occupies approximately 3 square miles of incorporated land and serves a population of 4,416 where the median age per the 2017 American Community Survey (ACS) is 46.4 years, up slightly from 45.3 years in 2016. The Town extended their planning jurisdiction (also known as its “Extraterritorial Jurisdiction” or ETJ) in 2008, encompassing an area of approximately 3.8 square miles. This brings the Town’s total planning jurisdiction to nearly 7 square miles. The Town of Jamestown is empowered to levy a property tax on both real and personal properties located within its corporate boundaries. It is also empowered by state statute to extend its corporate limits by annexation.

The Town of Jamestown operates under the council-manager form of government. Policy-making and legislative authority are vested in a governing board (Town Council) consisting of the mayor and four other members, elected on a non-partisan basis. The Council appoints the government’s manager, who in turn appoints the heads of the various departments. The Mayor and Town Council members serve two-year terms.

The Town of Jamestown provides a full range of services that includes public safety, sanitation, street maintenance, planning, parks & recreation (including a golf course), general administration, and others. In addition to these general government activities, the Town provides and maintains water and sewer utilities for the benefit of its citizens. The Town also extends financial support to a variety of agencies and associations to assist their efforts in serving citizens.

The Council is required to adopt a final budget by no later than the close of the fiscal year. This annual budget serves as the foundation for the Town of Jamestown’s financial planning and control. For the Town of Jamestown, annual budgets are adopted for the General Fund, General Capital Reserve Fund, Water and Sewer Fund, Randleman Reservoir Capital Reserve Fund, and Water and Sewer Capital Reserve Fund. Appropriations for annually budgeted funds are made at the departmental level. A department (such as sanitation) is a component of a function (such as public services). The Town Manager is authorized by the budget ordinance to transfer appropriations between departments of a fund up to an amount not exceeding \$25,000; however any revisions that alter the total expenditures of a fund must be approved by the Council. Capital project funds are established as needed for multi-year projects, then they are closed upon completion of the project.



## ***Local Economy***

Jamestown's local economy is strong, with many local businesses and industries located within the town's limits or extra-territorial jurisdiction. According to the 2012 Survey of Business Owners conducted by the US Census Bureau, there were 136 firms with paid employees in Jamestown which employed a range of 1,000-2,499 employees. Of all of the civilian employed population in the Jamestown the 2017 ACS reports that the educational services and health care sector accounts for 18.8% (down from 19.9% in 2016) of the employment, and the retail trade sector accounts for 18.5% (up from 17.9% in 2016); these are the largest two employment sectors. It is worthy to note that the retail sector has now overcome the manufacturing sector which accounts for 13.0% (down from 13.5% in 2016). The professional, scientific and management sector is a close fourth at 12.9% (up from 10.4% in 2016), which is considerably outpacing the finance, insurance and real estate sector at 7.9% (down significantly from 10.3% in 2016). This data reflects a growing shift away from manufacturing and finance service sectors in our region as a source of employment and a move towards service-based industries.

In the recent past, there has been a resurgence in small businesses created by local entrepreneurs occupying storefronts along our Main Street. Several new businesses centered on cultural, entertainment, and food/beverage type offerings are responsible for increased activity in our central business district after 5pm and on weekends. Jamestown also claims jurisdiction over large parcels of vacant land near major road interchanges which have begun to develop into commercial and residential uses, including 192 new apartment units with 120 additional units which have just opened. A major retail center which will include a grocery store anchor will bring over 67,000 sq. ft. of new commercial uses to Jamestown. These areas are likely to offer Jamestown's citizens convenience without jeopardizing the small-town character that is synonymous with Jamestown.

Jamestown is home to a scholarly populous with higher-than-average incomes. Over 88% of Jamestown citizens have completed high school or a more advanced degree. This is down slightly from 92% in 2016 data. 53 % (up significantly from 42.6% in 2016) of Jamestown residents have completed college degrees, with over 13% (down slightly from 14.9% in 2016) having advanced or graduate degrees. Data reported in the 2017 American Community Survey (ACS) administered by the US Census shows a median household income of \$62,778 (down slightly from \$63,482 in 2016) in Jamestown, as compared to \$52,098 (up slightly from \$46,896 in 2016) in Guilford County. According to the 2017 ACS data, approximately 58.3% (up slightly from 57.3% in 2016) of the adult residents (16 years and older) of the Town of Jamestown are in the labor force. This is up just 1% since 2016, and up 10.3% from the 2015 data, but down from nearly 73% in 2000 and 63% in 2010. We feel that this shows an overall trend towards the growth of retirement-age citizens living within our community. Some of this reduction could be attributed to unemployment during the economic downturn prior to 2010, but it is more likely that retirement is the leading cause in the reduction of residents in the labor force with nearly 38 % (up from 36% in 2016) of residents earning income from Social Security.

Unemployment in the Town of Jamestown in 2017 was 7.1% (up from 6.2% in 2016), and up from 4.2% in 2010. In July 2019, unemployment in Guilford County was 4.8%, which is relatively flat from the 4.5% reported in July 2018, and vastly lower than the 12% reported in January 2010. Unemployment rates as of July 2019 for the Greensboro Metropolitan Statistical Area (including Greensboro, High Point, and surrounding areas as a whole) was listed at 4.7%, which has been relatively steady for all of 2019. This rate reflects the MSA's influence on the overall County unemployment rate numbers.

Jamestown remains primarily a bedroom community to Greensboro and High Point. As such, most Jamestown residents do not work within the town limits of Jamestown. According to the 2017 ACS Census data, 18.8% (up from 14% in 2016) of residents worked in town with the balance of the workforce commuting to other areas in and around Guilford County. That number is up from 12% of residents who worked in town as reported in the 2010 Census. The Jamestown commuters are, for the most part, evenly divided between those who work in Greensboro and those who work in High Point, with Greensboro having a slight edge due to more available jobs.

Jamestown's housing units consist primarily of single-family, owner-occupied housing with less than a 4% vacancy rate. The majority of housing units were constructed between 1970-1979. Over 77% (down slightly from 79% in 2016) of housing units are owner-occupied, with some single-family and multi-family rental units available throughout the town. The 2017 ACS data shows median home values were reported at \$222,200 (down slightly from \$229,200 in 2016 and up from \$215,000 in 2015) and median home rental rates were listed as \$873 per month (up from \$806 per month in 2016 and significantly up from \$762 per month in the 2015 ACS). We feel that there is a slight trend towards renter-occupied homes in Jamestown. Some of the data could be reflective of newly constructed apartment buildings, but it may closer reflect a nation-wide trend towards rentals over owner-occupied real estate (<https://www.pewresearch.org/fact-tank/2017/07/19/more-u-s-households-are-renting-than-at-any-point-in-50-years/>)

### ***Long-term Financial Planning***

The fund balance of the General Fund available for appropriation at fiscal year-end stood at 104.67% of the total expenditures incurred in the General Fund. This percentage, which exceeds the minimum of 8% set as a policy guideline by the Local Government Commission, increased from 89.2% for the previous fiscal year and exceeds the average percentage of 81.6% for other cities and towns within our population group. The Town adopted a minimum fund balance policy during the 2012 fiscal year, which calls for available fund balance to be equal to or greater than one-half of the average percentage for the Town's population group. The available fund balance currently exceeds this level.

Town Council has approved a formal Capital Improvement Plan for projects and equipment requested to implement long-range plans and growth objectives. While this Capital Improvement Plan includes plans for some funding of long-range projects, many of the projects are as yet unfunded. As a part of the budget process, the Town provides some funding to a General Capital Reserve Fund and also a Water and Sewer Capital Reserve Fund in order to address funding for future capital needs.

### ***Relevant financial policies***

The Town's cash management policy has been to invest idle funds in certificates of deposit with local banks and in the North Carolina Capital Management Trust cash and term portfolios. There is little to no risk of a negative change in the fair value of the Town's investments. Interest rates have begun to increase, thereby making investment income an even more integral part of the Town's revenues. The Town does not foresee any change in this cash management policy for the coming fiscal year.

### ***Major initiatives***

In June of 2019, Town Council approved the updated Capital Improvement Program (CIP) for Water and Sewer and General Fund capital projects. The program encourages the Jamestown community, town council, and town staff to forecast expenditures and to identify potential funding sources in order to more properly plan for the acquisition and/or construction of assets. The program is updated and revised on an annual basis to ensure previous projections are still viable. In so doing, the Town has a continuing prospective five-year detailed project schedule with projections of six to ten years shown on the plan. The Town Council and citizens benefit from this flexible financial planning tool while furthering Jamestown's financial security. In previous fiscal years, the Town Council established a General Capital Reserve Fund and a Water and Sewer Capital Reserve Fund in order to provide funds for projects such as those listed in the CIP.

The Town Council previously designated 2 cents of the tax rate (46.8 cents for 2019 per \$100 assessed valuation) to be used for much-needed improvements at Jamestown Park, and this has continued to be included in the budget each year. This 2 cents of tax collections is transferred into the General Capital Reserve Fund. Then, as projects are approved, the funds are transferred either back into the General Fund or into a capital project fund to be expended for the projects. In the 2018/19 fiscal year, some cart paths were repaved, and some drainage improvements were completed in order to continue the golf course improvements. Additional work on the cart paths and golf course drainage is planned for future years. A new recreational maintenance building is included in the CIP with plans for design and possible start of construction in the 2020/21 fiscal year. The 2 cents designation of property tax collections will provide the funds to make the debt payments on the Golf Clubhouse financing for approximately the next ten years, but will also include some additional funds that can be used for future projects such as the maintenance building.

Jamestown is a partner with five other governmental jurisdictions in the Piedmont Triad Regional Water Authority (PTRWA) Randleman Reservoir project. The Town's partnership with PTRWA secures the Town's rights to water supply in the reservoir, and agreements with the cities of High Point and Greensboro ensure the transmission of the water to Jamestown. Effective in July 2017, the Town purchased additional capacity in the water rights of the Randleman Reservoir, due to an expansion project by the PTRWA. Thus the majority of all the water purchased by the Town will be water from the Randleman Reservoir.

The Town of Jamestown does not own its wastewater treatment facility. In order to secure treatment capacity, the town has a joint-use facility agreement with the City of High Point to maintain and operate the Eastside Wastewater Treatment Plant. Jamestown owns a capacity allocation in this plant and shares responsibility for future maintenance of this facility. Funding is included in the FY 2019-20 budget and in the CIP for current and future capital projects at the Eastside Wastewater Treatment Plant.

The Town secured Enhancement Funding in previous fiscal years from NCDOT to aid in funding construction of sidewalk along Oakdale Road from Main Street to the railroad tracks. The Town has been granted Congestion Mitigation and Air Quality (CMAQ) program funding to continue construction of the sidewalk along Oakdale Road that will connect from the railroad tracks southward to Chimney Court. Plans have been completed for this section and staff is currently securing the necessary easements along this corridor. The Planning Department has secured additional CMAQ funding of \$675,000 to design and construct the remaining portions of this sidewalk from Chimney Court to Jamestown Oaks Dr. This section is currently in the design phase, however NCDOT has placed all non-essential projects on "hold" until their budget issues have been resolved. Construction on this sidewalk project is slated to occur shortly after the plans for the final phase are approved by NCDOT.

The East Main Street sidewalk connection (known as the Lydia Trail, after the Jamestown famous ghost "Lydia") was one of the highest rated projects in our 2010 Pedestrian Master Plan. Approximately 3,150 linear feet in length, the Lydia Trail will connect existing sidewalk connections from downtown Jamestown to a residential neighborhood, Guilford Technical Community College, Ragsdale High School's campus, Millis Road Elementary School campus, and the Ragsdale YMCA. The sidewalk will begin at the existing sidewalk along East Main Street near Town Hall and connect to the existing sidewalk near Yorkleigh Lane. The executed municipal agreement allows for \$850,000 of State and Federal funding that should allow for the completion of this sidewalk. Additional funding has been secured from NCDOT bringing the total project funding to \$1.51 million. Bids have been awarded and construction will occur between FY 19/20 and 20/21.

The East Fork Road pedestrian bridge and connecting sidewalk project will connect existing sidewalk along East Fork Road to the Bicentennial Greenway Trail. The Bicentennial Greenway Trail runs from the northern portion of Greensboro, through Guilford County and Jamestown, and terminates in High Point. Estimated length is approximately 1400 linear feet and includes the installation of a pedestrian bridge truss across City Lake. The executed municipal agreement allows for \$1,200,000 of State and Federal funding for this project. Bids came in higher than anticipated and several delays by NCDOT have been challenges for the project. However, NCDOT has awarded additional funding, bringing the value of this project to approximately \$1.71 million. It is anticipated this project will begin construction in the 2019/20 fiscal year and conclude in FY 20/21.

The Town has hired a consultant to complete design plans for replacement of a water main located in West Main St. from Dillon Rd. to Oakdale Rd. It is anticipated that construction of the water main will be completed in FY 2020/21. The project will include replacement of the water main, service lines and meters.

The Town uses Powell Bill funding from the State of North Carolina as its sole source of funding maintenance of public streets. Streets are prioritized based on need of repairs to insure continuity of paving in a responsible manner. Paving contracts are typically entered into at least every other year to ensure better cost control. Paving was completed in fiscal year 2018/19. Town staff will be discussing alternative funding sources to supplement Powell Bill Funds with the Town Council as infrastructure is continuing to show increased signs of wear and current funding sources are inadequate to keep up with the pace of required maintenance schedules.

Some additional projects scheduled for 2019/20 and 2020/21 are a stormwater mapping project, a PARTF grant strategic plan, and additional crosswalk improvements.

### ***Awards and Acknowledgements***

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Town of Jamestown for its comprehensive annual financial report for the fiscal year ended June 30, 2018. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements. This is the 12<sup>th</sup> consecutive year that the Town has been awarded this prestigious achievement.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

We wish to express our appreciation to all members of the finance and administration department who contributed to the preparation of this report. Credit also must be given to the mayor and the governing council for their unfailing support for maintaining the highest standards of professionalism in the management of the Town of Jamestown's finances.

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'K. Cole', written in a cursive style.

Kenneth C. Cole  
Town Manager

A handwritten signature in black ink, reading 'Judy B. Gallman', written in a cursive style.

Judy B. Gallman, CPA  
Finance Director



Government Finance Officers Association

**Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting**

Presented to

**Town of Jamestown  
North Carolina**

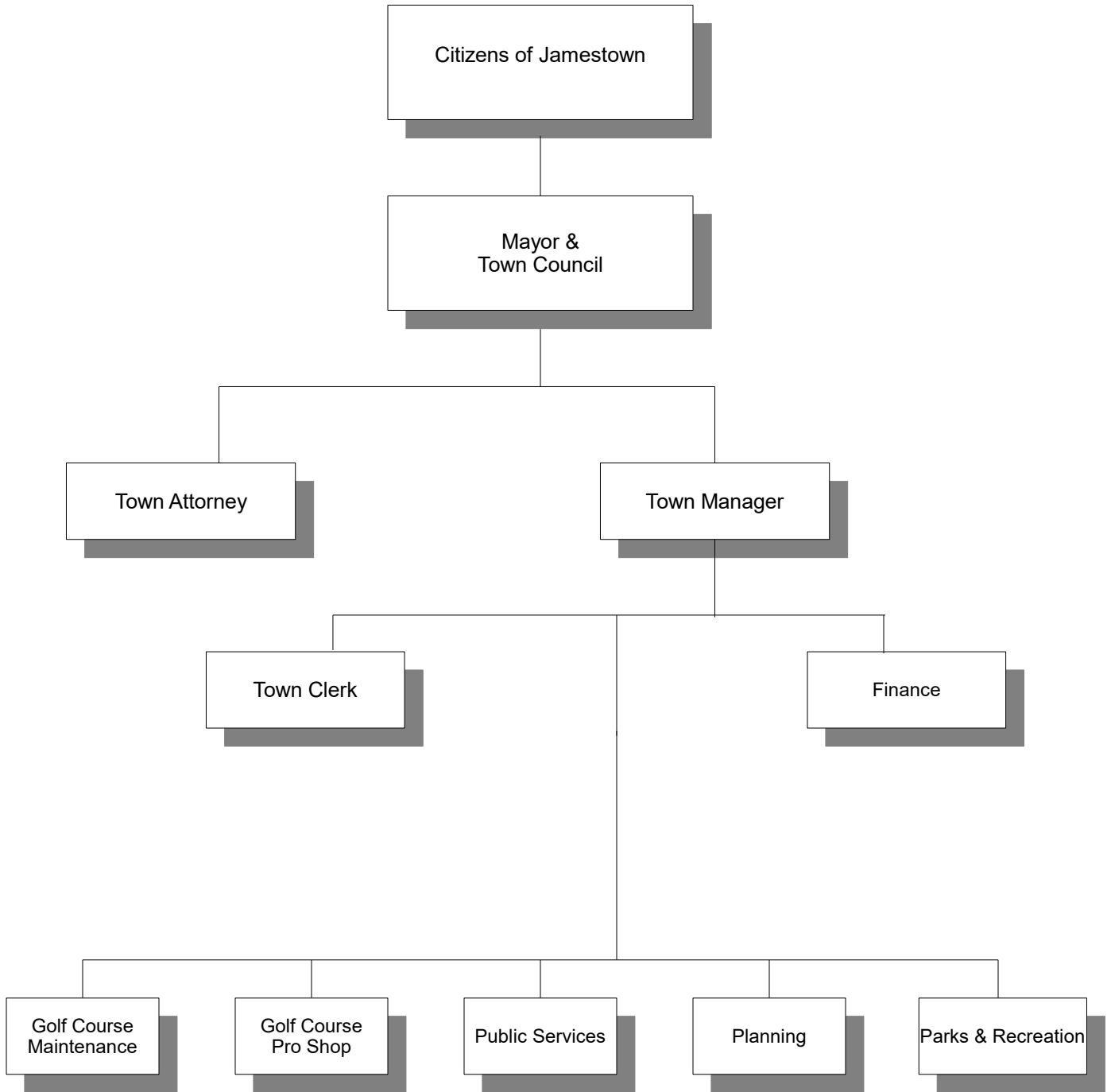
For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2018**

*Christopher P. Morill*

Executive Director/CEO

Town of Jamestown, North Carolina  
Organizational Chart  
June 30, 2019





**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**List of Principal Officials**  
**June 30, 2019**

**MAYOR AND TOWN COUNCIL**

Lynn Montgomery, Mayor  
Georgia Nixon, Mayor Pro Tem  
Martha Stafford Wolfe, Council Member  
Rebecca Mann Rayborn, Council Member  
John Capes, Council Member

**TOWN OFFICIALS**

Kenneth Cole	Town Manager and Budget Officer
Roberson, Haworth and Reese	Town Attorneys
Katie McBride	Town Clerk
Ross Sanderlin	Golf and Recreation Director
Matthew Johnson	Planning Director and Assistant Town Manager
Judy Gallman	Finance Director
Paul Blanchard	Public Services Director



## **Independent Auditors' Report**

Honorable Mayor and  
Members of the Town Council  
Town of Jamestown  
Jamestown, North Carolina

### ***Report on the Financial Statements***

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Jamestown, North Carolina, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

### ***Auditors' Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Jamestown, North Carolina as of June 30, 2019, and the respective changes in financial position and cash flows, where appropriate, thereof, and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

***Other Matters***

***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that Management's Discussion and Analysis on pages 4 through 15, the Local Government Employees' Retirement System's Schedules of the Proportionate Share of the Net Pension Liability (Asset) and Schedules of Employer Contributions, on pages 67 and 68, and the Schedule of Changes in the Total OPEB Liability and Related Ratios on page 69 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information, in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

***Supplementary and Other Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements of the Town of Jamestown, North Carolina. The combining and individual fund statements, budgetary schedules, and other schedules are presented for purposes of additional analysis, and are not a required part of the basic financial statements.

The combining and individual fund financial statements, budgetary schedules, and the other schedules are the responsibility of management, and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements, and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures, in accordance with auditing standards generally accepted in the United States of America. In our opinion, based on our audit, the procedures performed as described above, the combining and individual fund financial statements, budgetary schedules, and other schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion nor provide any assurance on them.



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

In accordance with *Government Auditing Standards*, we have also issued our report dated October 30, 2019 on our consideration of the Town of Jamestown's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance, and the results of that testing, and not to provide an opinion on the 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 the Town of Jamestown's internal control over financial reporting completion.

*Dixon Hughes Goodman LLP*

**High Point, North Carolina  
October 30, 2019**

## Management's Discussion and Analysis

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As management of the Town of Jamestown, we offer readers of the Town of Jamestown's financial statements this narrative overview and analysis of the financial activities of the Town of Jamestown for the fiscal year ended June 30, 2019. We encourage readers to read the information presented here in conjunction with additional information that we have furnished in the Town's financial statements, which follow this narrative.

### Financial Highlights

- The assets and deferred outflows of resources of the Town of Jamestown exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$32,882,824 (*net position*).
- The government's total net position *increased* by \$1,962,078, due to an *increase* in the governmental net position and an *increase* in the business-type activities net position.
- As of the close of the current fiscal year, the Town of Jamestown's governmental funds reported an ending fund balance of \$4,796,668, an *increase* of \$724,005 in fund balance. Approximately 16.2% of this total amount, or \$775,449, is nonspendable or restricted.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$3,265,756, or 80.2% of total general fund expenditures for the fiscal year.
- The Town of Jamestown's total debt decreased by \$334,623 during the current fiscal year. The key factor in this decrease was the repayment of debt as scheduled per the amortization schedule of each issue.

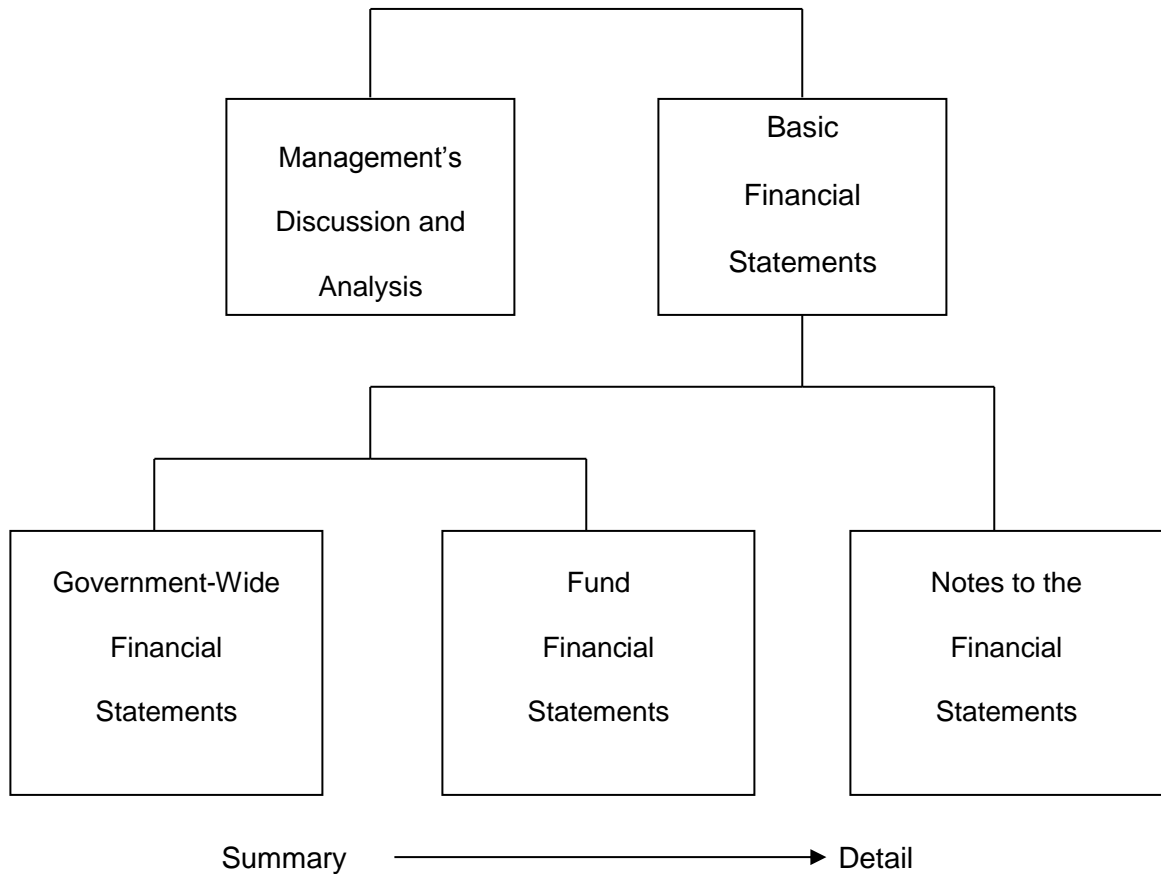
### Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the Town of Jamestown's basic financial statements. The Town's basic financial statements consist of three components; 1) government-wide financial statements, 2) fund financial statements: and 3) notes to the financial statements (see Figure 1). The basic financial statements present two different views of the town through the use of government-wide statements and fund financial statements. In addition to the basic financial statements, this report contains other supplemental information that will enhance the reader's understanding of the financial condition of the Town of Jamestown.

## Management's Discussion and Analysis

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Required Components of Annual Financial Report  
Figure 1



### Basic Financial Statements

The first two statements (Exhibits 1 and 2) in the basic financial statements are the **Government-Wide Financial Statements**. They provide both short and long-term information about the Town of Jamestown's financial status.

The next statements (Exhibits 3 through 8) are **Fund Financial Statements**. These statements focus on the activities of the individual parts of the Town government. These statements provide more detail than the government-wide statements. There are three parts to the Fund Financial Statements: 1) the governmental funds statements; 2) the budgetary comparison statements; and 3) the proprietary fund statements.

The next section of the basic financial statements is the **notes**. The notes to the financial statements explain in detail some of the data contained in those statements. After the notes, **supplemental information** is provided to show details about the Town's individual funds. Budgetary information required by the General Statutes also can be found in this part of the statements.

## Management's Discussion and Analysis

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### Government-Wide Financial Statements

The government-wide financial statements are designed to provide the reader with a broad overview of the Town's finances, similar in format to a financial statement of a private-sector business. The government-wide statements provide short- and long-term information about the Town's financial status as a whole.

The two government-wide statements report the Town's net position and how it has changed. Net position is the difference between the Town's total assets and deferred outflows of resources and total liabilities and deferred inflows of resources. Measuring net position is one way to gauge the Town's financial condition.

The government-wide statements are divided into two categories: 1) governmental activities; and 2) business-type activities. The governmental activities include most of the Town's basic services such as public safety, recreation, public services, and general administration. Property taxes, state shared revenues and golf course fees finance most of these activities. The business-type activities are those that the Town charges customers to provide the services. These include the water and sewer services offered by the Town of Jamestown.

The government-wide financial statements are on Exhibits 1 and 2 of this report.

### Fund Financial Statements

The fund financial statements provide a more detailed look at the Town's most significant activities. 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 Town of Jamestown, like all other governmental entities in North Carolina, uses fund accounting to ensure and reflect compliance (or non-compliance) with finance-related legal requirements, such as the General Statutes or the Town budget ordinance. All of the funds of the Town of Jamestown can be divided into two categories: governmental funds and proprietary funds.

**Governmental Funds** - Governmental funds are used to account for those functions reported as governmental activities in the government-wide financial statements. Most of the Town's basic services are accounted for in governmental funds. These funds focus on how assets can readily be converted into cash flow in and out, and what monies are left at year end that will be available for spending in the next year. Governmental funds are reported using an accounting method called *modified accrual accounting* that provides a short-term spending focus. As a result, the governmental fund financial statements give the reader a detailed short-term view that helps him or her determine if there are more or less financial resources available to finance the Town's programs. The relationship between government activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is described in a reconciliation that is a part of the fund financial statements.

## Management's Discussion and Analysis

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The Town of Jamestown adopts an annual budget for its General Fund, as required by the General Statutes. The budget is a legally adopted document that incorporates input from the citizens of the Town, the management of the Town, and the decisions of the Council about which services to provide and how to pay for them. It also authorizes the Town to obtain funds from identified sources to finance these current period activities. The budgetary statement provided for the General Fund demonstrates how well the Town complied with the budget ordinance and whether or not the Town succeeded in providing the services as planned when the budget was adopted. The budgetary comparison statement uses the budgetary basis of accounting and is presented using the same format, language, and classifications as the legal budget document. The statement shows four columns: 1) the original budget as adopted by the Council; 2) the final budget as amended by the Council; 3) the actual resources, charges to appropriations, and ending balances in the General Fund; and 4) the difference or variance between the final budget and the actual resources and charges. To account for the difference between the budgetary basis of accounting and the modified accrual basis, a reconciliation showing the differences in the reported activities is shown at the end of the budgetary statement.

**Proprietary Funds - Enterprise Funds** are used to report the same functions presented as business-type activities in the government-wide financial statements. The Town of Jamestown uses an enterprise fund to account for its water and sewer activity. This fund is the same as the function shown in the business-type activities in the Statement of Net Position and the Statement of Activities.

**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. The notes to the financial statements begin on page 26 of this report.

**Other Information** – In addition to the basic financial statements and accompanying notes, this report includes certain required supplementary information concerning the Town of Jamestown's progress in funding postemployment benefits. Required supplementary information can be found beginning on page 65 of this report.

**Interdependence with Other Entities:** The Town depends on financial resources flowing from, or associated with, both the federal government and the State of North Carolina. Because of this dependency, the Town is subject to changes in specific flows of intergovernmental revenues based on modifications to federal and State laws and federal and State appropriations. It is also subject to changes in investment earnings and asset values associated with U.S. Treasury Securities because of actions by foreign governments and other holders of publicly held U.S. Treasury Securities.



## Management's Discussion and Analysis

### Government-Wide Financial Analysis Town of Jamestown's Net Position Figure 2

	Governmental Activities		Business-Type Activities		Total	
	2019	2018	2019	2018	2019	2018
Current and other assets	\$ 4,907,990	\$ 4,306,893	\$ 10,244,704	\$ 8,558,417	\$ 15,152,694	\$ 12,865,310
Capital assets	7,159,055	7,367,065	14,149,626	14,698,532	21,308,681	22,065,597
Total assets	12,067,045	11,673,958	24,394,330	23,256,949	36,461,375	34,930,907
Deferred outflows of resources	278,611	153,546	150,020	82,678	428,631	236,224
Total assets and deferred outflows of resources	12,345,656	11,827,504	24,544,350	23,339,627	36,890,006	35,167,131
Long-term liabilities outstanding	1,520,957	1,551,936	2,015,409	2,108,067	3,536,366	3,660,003
Other liabilities	92,143	222,592	328,194	321,732	420,337	544,324
Total liabilities	1,613,100	1,774,528	2,343,603	2,429,799	3,956,703	4,204,327
Deferred inflows of resources	32,811	27,337	17,668	14,721	50,479	42,058
Total liabilities and deferred inflows of resources	1,645,911	1,801,865	2,361,271	2,444,520	4,007,182	4,246,385
Net position:						
Net investment in capital assets	6,296,313	6,333,125	12,493,207	12,878,686	18,789,520	19,211,811
Restricted	883,391	1,008,466	18,500	-	901,891	1,008,466
Unrestricted	3,520,041	2,684,048	9,671,372	8,016,421	13,191,413	10,700,469
Total net position	\$ 10,699,745	\$ 10,025,639	\$ 22,183,079	\$ 20,895,107	\$ 32,882,824	\$ 30,920,746

## Management's Discussion and Analysis

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As noted earlier, net position may serve over time as one useful indicator of a government's financial condition. The assets and deferred outflows of the Town of Jamestown exceeded liabilities and deferred inflows by \$32,882,824 as of June 30, 2019. The Town's net position *increased* by \$1,962,078 for the fiscal year ended June 30, 2019. However, a portion (57.1%) reflects the Town's net investment in capital assets (e.g., land, buildings, machinery, and equipment). The Town of Jamestown uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town of Jamestown's net investment in capital assets is reported net of the outstanding related debt, the resources needed to repay that debt must be provided by other sources, since the capital assets cannot be used to liquidate these liabilities. An additional portion of the Town of Jamestown's net position, \$901,891, represents resources that are subject to internal and external restrictions on how they may be used. The remaining balance of \$13,191,413 is unrestricted. The Town is allocated its proportionate share of the Local Government Employees' Retirement System's net pension liability, deferred outflows of resources, deferred inflows of resources, and pension expense. Decisions regarding the allocations are made by the administrator of the pension plan, not by the Town of Jamestown's management.

Several particular aspects of the Town's financial operations influenced the total unrestricted governmental net position:

Charges for services increased due to an increase in golf course revenues.

- There was an increase in operating grants received by the Town.
- Increases were noted in property taxes and sales tax received, due to more development and a stronger economy.
- Investment income exceeded expectations in the current fiscal year due to higher rates.

## Management's Discussion and Analysis

### Town of Jamestown Changes in Net Position Figure 3

	Governmental Activities		Business-Type Activities		Total	
	2019	2018	2019	2018	2019	2018
Revenues:						
Program revenues:						
Charges for services	\$ 1,095,280	\$ 997,627	\$ 3,982,528	\$ 3,492,972	\$ 5,077,808	\$ 4,490,599
Operating grants and contributions	219,584	176,865	-	-	219,584	176,865
Capital grants and contributions	76,008	21,824	18,500	-	94,508	-
General revenues:						
Property taxes	2,204,521	2,061,781	-	-	2,204,521	2,061,781
Other taxes	1,150,478	1,033,427	-	-	1,150,478	1,033,427
Other	124,247	42,767	130,426	73,799	254,673	116,566
Total revenues	<u>4,870,118</u>	<u>4,334,291</u>	<u>4,131,454</u>	<u>3,566,771</u>	<u>9,001,572</u>	<u>7,901,062</u>
Expenses:						
General government	869,024	839,454	-	-	869,024	839,454
Public services	861,468	480,869	-	-	861,468	480,869
Public safety	909,466	889,340	-	-	909,466	889,340
Recreation	1,556,054	1,507,295	-	-	1,556,054	1,507,295
Water and sewer	-	-	2,843,482	2,577,015	2,843,482	2,577,015
Total expenses	<u>4,196,012</u>	<u>3,716,958</u>	<u>2,843,482</u>	<u>2,577,015</u>	<u>7,039,494</u>	<u>6,293,973</u>
Increase in net position	674,106	617,333	1,287,972	989,756	1,962,078	1,607,089
Net position, beginning, restated	10,025,639	9,408,306	20,895,107	19,905,351	30,920,746	29,313,657
Net position, June 30	<u>\$10,699,745</u>	<u>\$10,025,639</u>	<u>\$22,183,079</u>	<u>\$ 20,895,107</u>	<u>\$ 32,882,824</u>	<u>\$ 30,920,746</u>

**Governmental Activities.** Governmental activities increased the Town's net position by \$674,106, approximately 34% of the total increase. Property and sales tax revenues increased from prior year, as did investment income. Other revenues, such as golf receipts were also increased from prior year amounts. Rentals of the clubhouse space and the grill revenues contributed to the increase.

**Business-Type Activities:** Business-type activities increased the Town of Jamestown's net position by \$1,287,972. This increase accounts for approximately 66% of the total growth in the Town's net position. Revenues of water and sewer charges exceeded expectations due to an increase in rates and new development.

## Management's Discussion and Analysis

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### Financial Analysis of the Town Funds

As noted earlier, the Town of Jamestown uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental Funds.** The focus of the Town of Jamestown's governmental funds is to provide information on near-term inflows, outflows, and balances of usable resources. Such information is useful in assessing the Town of Jamestown's financing requirements. Specifically, fund balance available for appropriation can be 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 Town of Jamestown. At the end of the current fiscal year, Town of Jamestown's fund balance available in the General Fund was \$4,259,969, while total fund balance was \$4,675,021. The Town Council of the Town of Jamestown has determined that the Town should maintain an available fund balance equal to or greater than 50% of its population group average available fund balance. Currently the Town of Jamestown has an available fund balance of 104.67% of total General Fund expenditures, while total fund balance represents 114.9% of total General Fund expenditures. The Town's population group average available fund balance is currently 81.6%.

At June 30, 2019, the governmental funds of the Town of Jamestown reported a combined fund balance of \$4,796,668, with a net increase in fund balance of \$722,471. Included in this change in fund balance are increases in the General Fund, and the General Capital Reserve Fund. Reasons for the increase in fund balance include the following: property tax, sales tax, and investment interest revenues were more than anticipated, and one large General Fund capital outlay project (recreation maintenance facility) was delayed due to site preparation issues. Some sidewalk construction projects that included a Town match amount were also delayed.

**General Fund Budgetary Highlights:** During the fiscal year, the Town revised the budget on several occasions. Generally, budget amendments fall into one of three categories: 1) amendments made to adjust the estimates that are used to prepare the original budget ordinance once exact information is available; 2) amendments made to recognize new funding amounts from external sources, such as federal and state grants; and 3) increases in appropriations that become necessary to maintain services.

Budget amendments were made to increase revenue estimates for property tax and investment interest, and to recognize new funding from state and federal grants. Expenditure budgets were amended to increase recycling fees, expenditures for repaving streets, and to increase capital outlay for sidewalks.

Budget to actual results varied for several reasons. Sidewalk construction projects were delayed due to delays in project approvals by grantors. Thus grant reimbursement was also not received, resulting in variances of revenues. A vehicle that had been ordered was not received by fiscal year end, thus will be in the 2019/20 budget. Golf revenues were not as much as anticipated due to very rainy periods during the fiscal year.

## Management's Discussion and Analysis

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**Proprietary Funds.** The Town's proprietary funds provide the same type of information found in the government-wide statements, but in more detail. Unrestricted net position of the Water and Sewer Fund at the end of the fiscal year amounted to \$9,671,372. The Water and Sewer Fund had an increase of \$1,287,972 in net position.

A budget amendment was made to increase estimates for investment interest. Some budgeted expenditures were less than anticipated. Some water and sewer capital outlay projects were delayed; water units purchased and sewer units treated were less than estimated; a service vehicle was not received until after the fiscal year-end and thus will be included in the 2019/20 budget. These things also factored into the increase in fund balance, as did increased investment interest revenues.

Other factors concerning the finances of this fund have already been addressed in the discussion of the Town of Jamestown's business-type activities.

### Capital Asset and Debt Administration

**Capital Assets.** The Town of Jamestown's investment in capital assets for its governmental and business-type activities as of June 30, 2019, totals \$21,308,681 (net of accumulated depreciation). These assets include buildings, roads, sidewalks, land and improvements, water and sewer lines, machinery and equipment, park facilities, vehicles, and intangible assets, such as water and wastewater treatment rights.

Capital asset transactions during the year include the following additions:

- Purchase of a new truck for the golf course in the amount of \$27,000.
- New roof on concession building in the amount of \$10,000.
- Aeration system in irrigation ponds at golf course for \$5,516.
- Sidewalk projects in the amount of \$76,530, and restoration work on a 1928 fire truck in the amount of \$5,136.
- Fencing at W/S Maintenance Facility in the amount of \$12,512.
- Water connection in the amount of \$88,975.
- Town website in the amount of \$9,900.

## Management's Discussion and Analysis

### Town of Jamestown's Capital Assets Figure 4

	Governmental Activities		Business-Type Activities		Total	
	2019	2018	2019	2018	2019	2018
Water rights	\$ -	\$ -	\$ 3,242,240	\$ 3,332,367	\$ 3,242,240	\$ 3,332,367
Wastewater treatment rights	-	-	2,037,608	2,144,889	2,037,608	2,144,889
Land	2,131,740	2,131,740	-	-	2,131,740	2,131,740
Buildings and systems	2,417,154	2,495,927	1,255,394	1,287,894	3,672,548	3,783,821
Improvements other than buildings	1,688,441	1,832,493	333,617	338,545	2,022,058	2,171,038
Machinery, vehicles, and equipment	520,189	558,920	237,078	337,242	757,267	896,162
Infrastructure	65,917	76,944	7,010,264	6,290,853	7,076,181	6,367,797
Construction-in-progress	335,614	271,041	33,425	966,742	369,039	1,237,783
<b>Total</b>	<b>\$ 7,159,055</b>	<b>\$ 7,367,065</b>	<b>\$ 14,149,626</b>	<b>\$ 14,698,532</b>	<b>\$ 21,308,681</b>	<b>\$ 22,065,597</b>

Additional information on the Town's capital assets can be found in Note 2 of the Basic Financial Statements.

## Management's Discussion and Analysis

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**Long-Term Debt.** The Town of Jamestown's total debt decreased by \$334,623 due to scheduled debt payments. As of June 30, 2019, the Town had no bonded debt.

North Carolina general statutes limit the amount of general obligation debt that a unit of government can issue to 8% of the total assessed value of taxable property located within that government's boundaries. The legal debt margin for the Town of Jamestown is \$37,760,376. The Town has no bonds authorized but un-issued at June 30, 2019. Additional information regarding the Town of Jamestown's commitments and long-term obligations can be found in Note 2 beginning on page 57 of this report.

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

The following key economic indicators reflect the growth and prosperity of the Town and surrounding area:

- According to the Office of State Budget and Management, Jamestown's total population was 4,416.
- The per capita income for the Greensboro-High Point Metropolitan Statistical Area is \$42,356, and the unemployment rate is 4.8%.
- The Town continues to improve walkability with the addition of several major sidewalk and trail connections. Most notable are the East Main Street (Lydia) Greenway trail and the East Fork Pedestrian Bridge projects. The Lydia trail will connect existing sidewalks near Town Hall with recent sidewalk additions near Yorkleigh Lane, crossing under the existing railroad using the old tunnel where it is said that the ghost of "Lydia" dwells. The East Fork Pedestrian Bridge project will connect existing sidewalks to the Bicentennial Greenway Trail through the addition of a pedestrian bridge over City Lake. These projects are to be funded using grant monies acquired from NCDOT. Construction for these projects should begin in fiscal year 2019-20 with tentative completion dates in fiscal year 2020-21. The Town has also acquired some funding to construct additional sidewalk connections along Oakdale Road. Planning and design work has begun on this project. However, due to some budget constraints within NCDOT, work has been placed on hold for now.
- The Town has several planned projects within the Public Services area which will take place over the next few fiscal years. These include a major waterline replacement along Main Street, the replacement of decorative lighting with LED fixtures (in collaboration with Duke Energy), the Forestdale sewer outfall rehabilitation project, and various other sanitary sewer rehabilitation (slip-lining) projects throughout the Town.
- The Town will be updating its Comprehensive Master Plan for the community throughout fiscal year 2019-20 and 2020-21. Various capital projects are planned for discussion during public input sessions throughout the next 12 to 18 months.
- Jamestown continues to financially support the local non-profit associations, such as the YMCA, the Jamestown Public Library, Jamestown Youth League, and the Historic Society.

## Management's Discussion and Analysis

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### Budget Highlights for the Fiscal Year Ending June 30, 2020

**Governmental Activities:** The property tax rate remained at \$.468 per \$100 valuation. Property tax and interest collections are estimated to bring in approximately \$2,201,250 in revenues. Jamestown's share of sales tax revenue is projected to be \$650,000 and other tax distributions from the state approximately \$320,000. The budgeted solid waste fee is \$10 per month per household that will bring in an estimated \$259,000 in revenues. Grant revenues include Powell Bill and federal funds for sidewalk construction. Golf course revenues are expected to remain stable. Investment earnings are projected to be approximately \$75,000.

Budgeted expenditures in the General Fund are expected to increase by 1.61% to \$5,744,029. The Town continues to fund several grants to local non-profit organizations, and this will account for 1.7% of the General Fund expenditures in the coming year. The Town budget includes funds to continue the operation agreement for fire protection services with Pinecroft Sedgefield Fire District and a contract for law enforcement, animal control services, and tax billing and collection services with Guilford County. The Pinecroft Sedgefield Fire District contract will increase by 7.1%. Construction of a recreational maintenance facility is planned, and design and construction work on several sidewalks will continue.

**Business - Type Activities:** There is a 3.5% increase planned in water rates, with no change in sewer rates. These utility charges are expected to bring in revenues of approximately \$3,805,000. Investment interest is estimated to be \$125,000. The two largest contracted service expenditure amounts are for payments to the City of High Point for the cost of treating sewage, and payments to the Piedmont Triad Regional Water Authority for the purchase of water. Capital outlay budgeted includes various water and sewer improvements, equipment purchases, and payments to City of High Point for the Town's portion of upgrades to Eastside Wastewater Treatment plant. A Water and Sewer Capital Reserve Fund was established to save for future water and sewer capital needs. This is funded by a transfer from the Water and Sewer Fund equal each year to the amount of depreciation expense from the previous year, and system development fees are also transferred into this reserve fund.

### Requests for Information

This report is designed to provide an overview of the Town finances for those with an interest in this area. Questions concerning any of the information found in this report or requests for additional information should be directed to the Finance Director, Judy Gallman, P. O. Box 848, Jamestown, NC 27282, 336-454-1138, or visit our website, [www.jamestown-nc.gov](http://www.jamestown-nc.gov).



**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**STATEMENT OF NET POSITION**  
**June 30, 2019**

Exhibit 1

ASSETS	Primary Government		
	Governmental Activities	Business-Type Activities	Total
Current assets:			
Cash and cash equivalents	\$ 3,901,017	\$ 7,615,573	\$ 11,516,590
Receivables:			
Taxes receivable, net	15,194	-	15,194
Accrued interest receivable	6,701	8,888	15,589
Accounts receivable, net	21,386	286,160	307,546
Due from other governments	354,096	373,155	727,251
Inventories	25,049	-	25,049
Prepaid items	31,213	23,596	54,809
Restricted cash and cash equivalents	553,334	1,937,332	2,490,666
Total current assets	<u>4,907,990</u>	<u>10,244,704</u>	<u>15,152,694</u>
Non-current assets:			
Capital assets:			
Water rights	-	3,242,240	3,242,240
Wastewater treatment rights, net	-	2,037,608	2,037,608
Land and other nondepreciable assets	2,467,354	33,425	2,500,779
Other capital assets, net of depreciation	4,691,701	8,836,353	13,528,054
Total capital assets	<u>7,159,055</u>	<u>14,149,626</u>	<u>21,308,681</u>
Total assets	<u>12,067,045</u>	<u>24,394,330</u>	<u>36,461,375</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Pension deferrals	264,403	142,370	406,773
OPEB deferrals	14,208	7,650	21,858
Total deferred outflows of resources	<u>278,611</u>	<u>150,020</u>	<u>428,631</u>
<b>LIABILITIES</b>			
Current liabilities:			
Accounts payable and accrued liabilities	\$ 62,879	\$ 278,246	\$ 341,125
Accrued interest payable	2,716	10,807	13,523
Gift cards outstanding	25,523	-	25,523
Current portion of long-term liabilities	162,576	181,984	344,560
Payable from restricted assets	1,025	39,141	40,166
Total current liabilities	<u>254,719</u>	<u>510,178</u>	<u>764,897</u>
Long-term liabilities:			
Net pension liability	314,419	169,302	483,721
Total OPEB liability	262,961	141,594	404,555
Due in more than one year	781,001	1,522,529	2,303,530
Total liabilities	<u>1,358,381</u>	<u>1,833,425</u>	<u>3,191,806</u>
Total liabilities	<u>1,613,100</u>	<u>2,343,603</u>	<u>3,956,703</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Pension deferrals	5,774	3,109	8,883
OPEB deferrals	27,037	14,559	41,596
Total deferred inflows of resources	<u>32,811</u>	<u>17,668</u>	<u>50,479</u>
<b>NET POSITION</b>			
Net investment in capital assets	6,296,313	12,493,207	18,789,520
Restricted for:			
Capital projects	208,604	-	208,604
Stabilization by State Statute	358,790	-	358,790
Public services	315,997	-	315,997
Water and sewer system development	-	18,500	18,500
Unrestricted	3,520,041	9,671,372	13,191,413
Total net position	<u>\$ 10,699,745</u>	<u>\$ 22,183,079</u>	<u>\$ 32,882,824</u>

The accompanying notes are an integral part of this statement.

**Town of Jamestown, North Carolina**  
**Statement of Activities**  
**For the Year Ended June 30, 2019**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total
					Governmental Activities	Business-type Activities	
<b>Primary government:</b>							
Governmental Activities:							
General government	\$ 869,024	\$ 35,962	\$ 50,000	\$ -	\$ (783,062)	\$ -	\$ (783,062)
Public services	852,988	162,770	112,866	76,008	(501,344)	-	(501,344)
Public safety	909,466	-	-	-	(909,466)	-	(909,466)
Recreation	1,541,587	896,548	56,718	-	(588,321)	-	(588,321)
Interest on long-term debt	22,947	-	-	-	(22,947)	-	(22,947)
Total governmental activities	4,196,012	1,095,280	219,584	76,008	(2,805,140)	-	(2,805,140)
Business-type activities:							
Water and sewer	2,843,482	3,982,528	-	18,500	-	1,157,546	1,157,546
Total primary government	\$7,039,494	\$ 5,077,808	\$ 219,584	\$ 94,508	\$ (2,805,140)	\$ 1,157,546	\$ (1,647,594)
General revenues:							
Taxes:							
Property taxes, levied for general purpose					2,204,521	-	2,204,521
Sales taxes					1,059,249	-	1,059,249
Video programming, solid waste disposal tax, ABC taxes					91,229	-	91,229
Unrestricted investment earnings					86,042	159,617	245,659
Miscellaneous					13,205	-	13,205
Special item: Gain (loss) on disposal of capital assets					25,000	(29,191)	(4,191)
Total general revenues					3,479,246	130,426	3,609,672
Change in net position					674,106	1,287,972	1,962,078
Net position, beginning					10,025,639	20,895,107	30,920,746
Net position, ending					\$ 10,699,745	\$ 22,183,079	\$ 32,882,824

The accompanying notes are an integral part of this statement.

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**BALANCE SHEET - GOVERNMENTAL FUNDS**  
**June 30, 2019**

Exhibit 3

	Major Funds				Total Governmental Funds
	General Fund	Oakdale Sidewalk Ph III Capital Project Fund	East Fork Sidewalk & Pedestrian Bridge Capital Project Fund	Lydia Multi-use Greenway Capital Project Fund	
<b>ASSETS</b>					
Cash and cash equivalents	\$ 3,901,017	\$ -	\$ -	\$ -	\$ 3,901,017
Restricted cash	448,379	104,020	935	-	553,334
Taxes receivable, net	15,194	-	-	-	15,194
Accounts receivable	21,386	-	-	-	21,386
Due from other governments	337,404	16,692	-	-	354,096
Inventories	25,049	-	-	-	25,049
Prepaid items	31,213	-	-	-	31,213
Total assets	4,779,642	120,712	935	-	4,901,289
<b>LIABILITIES</b>					
Liabilities:					
Accounts payable and accrued liabilities	62,879	-	-	-	62,879
Customer deposits	1,025	-	-	-	1,025
Gift cards outstanding	25,523	-	-	-	25,523
	-	-	-	-	-
Total liabilities	89,427	-	-	-	89,427
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Property taxes receivable	15,194	-	-	-	15,194
<b>FUND BALANCES</b>					
Nonspendable:					
Inventories	25,049	-	-	-	25,049
Prepaid items	31,213	-	-	-	31,213
Restricted:					
Stabilization by State Statute	358,790	-	-	-	358,790
Unexpended grant -Downtown Revitalization	44,400	-	-	-	44,400
Streets	315,997	-	-	-	315,997
Committed:					
Capital projects	86,957	120,712	935	-	208,604
Assigned:					
Subsequent year's expenditures	546,859	-	-	-	546,859
Unassigned	3,265,756	-	-	-	3,265,756
Total fund balances	4,675,021	120,712	935	-	4,796,668
Total liabilities, deferred inflows of resources and fund balances	\$ 4,779,642	\$ 120,712	\$ 935	\$ -	

**Amounts reported for governmental activities in the Statement of Net Position (Exhibit 1) are different because:**

Capital assets used in governmental activities are not financial resources and therefore not reported in the funds.	7,159,055
Deferred outflows of resources related to pensions are not reported in the funds	264,403
Deferred outflows of resources related to OPEB are not reported in the funds	14,208
Other assets (interest receivable) are not available to pay for current-period expenditures and therefore are inflows of resources in the funds.	6,701
Earned revenues (property taxes receivable) considered deferred inflows of resources in fund statements.	15,194
Long-term liabilities used in governmental activities are not financial uses and therefore are not reported in the funds:	
Gross long-term liabilities	(943,577)
Net pension liability	(314,419)
OPEB liability	(262,961)
Pension related deferrals	(5,774)
OPEB deferrals	(27,037)
Other long-term liabilities (accrued interest) are not due and payable in the current period and therefore are not reported in the funds.	(2,716)
Net Position of Governmental Activities	\$ 10,699,745

The accompanying notes are an integral part of this statement.

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS**  
**Year Ended June 30, 2019**

Exhibit 4

	Major Funds				Total Governmental Funds
	General Fund	Oakdale Sidewalk Phase III Capital Project Fund	East Fork Sidewalk & Pedestrian Bridge Capital Project Fund	Lydia Multi-use Greenway Capital Project Fund	
<b>Revenues:</b>					
Ad valorem taxes	\$ 2,203,550	\$ -	\$ -	\$ -	\$ 2,203,550
Unrestricted intergovernmental	1,062,224	-	-	-	1,062,224
Restricted intergovernmental	233,156	58,243	-	-	291,399
Services and fees	1,186,509	-	-	-	1,186,509
Investment income	81,762	243	-	-	82,005
Miscellaneous	4,275	-	-	-	4,275
Total revenues	<u>4,771,476</u>	<u>58,486</u>	<u>-</u>	<u>-</u>	<u>4,829,962</u>
<b>Expenditures:</b>					
<b>Current:</b>					
General government	834,843	-	-	-	834,843
Public services	763,320	72,804	-	-	836,124
Public safety	888,074	-	-	-	888,074
Recreation	1,386,920	-	-	-	1,386,920
Debt service:					
Principal	171,198	-	-	-	171,198
Interest	25,480	-	-	-	25,480
Total expenditures	<u>4,069,835</u>	<u>72,804</u>	<u>-</u>	<u>-</u>	<u>4,142,639</u>
Excess(deficiency) of expenditures over rev	<u>701,641</u>	<u>(14,318)</u>	<u>-</u>	<u>-</u>	<u>687,323</u>
<b>Other financing sources and (uses):</b>					
Sale of Capital Assets	25,000	-	-	-	25,000
Insurance recoveries	10,148	-	-	-	10,148
Transfer (to) from other funds	(60,000)	-	60,000	-	-
Total other financing sources and (uses)	<u>(24,852)</u>	<u>-</u>	<u>60,000</u>	<u>-</u>	<u>35,148</u>
Net change in fund balances	676,789	(14,318)	60,000	-	722,471
Fund balances at beginning of year	3,996,698	135,030	(59,065)	-	4,072,663
Change in reserve for inventories	1,534	-	-	-	1,534
Fund balances at end of year	<u>\$ 4,675,021</u>	<u>\$ 120,712</u>	<u>\$ 935</u>	<u>\$ -</u>	<u>\$ 4,796,668</u>

The accompanying notes are an integral part of this statement.

**TOWN OF JAMESTOWN, NORTH CAROLINA  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS  
Year Ended June 30, 2019**

Exhibit 4  
Continued

**Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities:**

<b>Total net change in fund balances - governmental funds</b>	\$	722,471
Change in fund balance due to change in reserve for inventory		1,534
<p>Amounts reported for governmental activities in the statement of activities are different because:</p>		
<p>Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation (\$338,042) exceeded capital outlay (\$130,032) in the current period.</p>		
		(208,010)
<p>Contributions to the pension plan in the current fiscal year are not included on the Statement of Activities</p>		
		72,312
<p>OPEB benefit payments and administrative costs made in the current fiscal year are not included on the Statement of Activities</p>		
		14,208
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.</p>		
Change in unavailable revenue for tax revenues		971
Change in accrued investment interest		4,037
<p>The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction has any effect on net position. This amount is the net effect of these differences in the treatment of long-term debt and related items.</p>		
Principal payments on long-term debt		171,198
Decrease in accrued interest payable		2,533
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.</p>		
Compensated absences		(12,559)
Pension expense		(90,696)
OPEB plan expense		(3,893)
		<u>                    </u>
<b>Changes in net position of governmental activities</b>	<b>\$</b>	<b><u>674,106</u></b>

The accompanying notes are an integral part of this statement.

TOWN OF JAMESTOWN, NORTH CAROLINA

Exhibit 5

**GENERAL FUND**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -**  
**BUDGET AND ACTUAL**  
**Year Ended June 30, 2019**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Ad valorem taxes	\$ 2,055,926	\$ 2,188,426	\$ 2,203,550	\$ 15,124
Unrestricted intergovernmental	993,000	993,000	1,062,224	69,224
Restricted intergovernmental	315,500	365,500	233,156	(132,344)
Services and fees	1,202,611	1,254,311	1,186,509	(67,802)
Investment income	35,000	70,000	81,521	11,521
Miscellaneous	500	1,500	4,275	2,775
Total revenues	<u>4,602,537</u>	<u>4,872,737</u>	<u>4,771,235</u>	<u>(101,502)</u>
<b>Expenditures:</b>				
<b>Current:</b>				
General government	913,585	971,838	834,843	136,995
Public services	1,111,950	1,273,235	763,320	509,915
Public safety	919,200	936,400	888,074	48,326
Recreation	2,136,925	2,187,896	1,386,920	800,976
<b>Debt service:</b>				
Principal retirement	157,500	171,250	171,198	52
Interest and other charges	23,500	25,650	25,480	170
Total expenditures	<u>5,262,660</u>	<u>5,566,269</u>	<u>4,069,835</u>	<u>1,496,434</u>
Revenues over (under) expenditures	<u>(660,123)</u>	<u>(693,532)</u>	<u>701,400</u>	<u>1,394,932</u>
<b>Other financing sources (uses):</b>				
Sale of Capital Assets	-	-	25,000	25,000
Insurance recoveries	-	8,743	10,148	1,405
Transfer from General Capital Reserve Fund	81,500	81,500	81,384	(116)
Transfer to General Capital Reserve Fund	(87,900)	(96,400)	(95,947)	453
Transfer to East Fork Sidewalk Capital Project Fund	-	(60,000)	(60,000)	-
Total other financing sources	<u>(6,400)</u>	<u>(66,157)</u>	<u>(39,415)</u>	<u>26,742</u>
Fund balance appropriated	<u>666,523</u>	<u>759,689</u>	<u>-</u>	<u>(759,689)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>661,985</u>	<u>\$ 661,985</u>
Fund balance at beginning of year			3,924,545	
Change in reserve for inventories			<u>1,534</u>	
Fund balance at end of year			<u>\$ 4,588,064</u>	
A legally budgeted General Capital Reserve Fund is consolidated into the General Fund for reporting purposes:				
Interest income			241	
Transfer from General Fund			95,947	
Transfer to General Fund			(81,384)	
Fund Balance, Beginning			<u>72,153</u>	
Fund Balance, Ending (Exhibit 4)			<u>\$ 4,675,021</u>	

The accompanying notes are an integral part of this statement.

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**STATEMENT OF FUND NET POSITION - PROPRIETARY FUNDS**  
**June 30, 2019**

Exhibit 6

	<b>Enterprise Funds</b>
	<b>Major</b>
	<b>Water and Sewer</b>
<b>ASSETS</b>	
Current assets:	
Cash and cash equivalents	\$ 7,615,573
Accrued interest receivable	8,888
Accounts receivable, net	204,246
Accounts receivable - unbilled	81,914
Due from other governments	373,155
Prepaid items	23,596
Restricted cash and cash equivalents	1,937,332
Total current assets	10,244,704
Noncurrent assets:	
Capital assets:	
Water rights, net	3,242,240
Wastewater treatment rights, net	2,037,608
Land and other nondepreciable assets	33,425
Other capital assets, net of depreciation	8,836,353
Capital assets	14,149,626
Total assets	24,394,330
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Pension deferrals	142,370
OPEB deferrals	7,650
Total deferred outflows of resources	150,020
<b>LIABILITIES AND NET POSITION</b>	
Current liabilities:	
Accounts payable and accrued liabilities	278,246
Accrued interest payable	10,807
Customer deposits	39,141
Compensated absences, current	16,000
Installment debt payable - current	50,003
Current portion of amount owed on Odor Control project	21,031
Current portion of amount owed to PTRWA	94,950
Total current liabilities	510,178
Noncurrent liabilities:	
Installment debt payable - noncurrent	374,985
Noncurrent portion of amount owed on Odor Control project	194,542
Noncurrent portion of amount owed to PTRWA	920,908
Compensated absences	32,094
Net pension liability	169,302
Total OPEB liability	141,594
Total noncurrent liabilities	1,833,425
Total liabilities	2,343,603
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Pension deferrals	3,109
OPEB deferrals	14,559
Total deferred inflows of resources	17,668
Net position:	
Net investment in capital assets	12,493,207
Restricted for system development	18,500
Unrestricted	9,671,372
Total net position	\$ 22,183,079

The accompanying notes are an integral part of this statement.

**TOWN OF JAMESTOWN, NORTH CAROLINA  
STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN FUND NET POSITION - PROPRIETARY FUNDS  
Year Ended June 30, 2019**

Exhibit 7

	<b>Enterprise Funds</b>
	<b>Major</b>
	<b>Water and Sewer</b>
<b>Operating revenues:</b>	
Charges for sales and services	\$ 3,952,044
Other operating revenues	30,484
<b>Total operating revenues</b>	<b>3,982,528</b>
<b>Operating expenses:</b>	
Salaries and employee benefits	726,561
Professional services	12,075
Contracted services	165,070
Contractual payment for wastewater treatment	710,821
Supplies and materials	74,307
Purchase of water	262,874
Repairs and maintenance	85,628
Other operating expenditures	130,849
Depreciation and amortization	591,439
<b>Total operating expenses</b>	<b>2,759,624</b>
<b>Operating income</b>	<b>1,222,904</b>
<b>Nonoperating revenues (expenses):</b>	
Payments to PTRWA	(43,292)
Loss on disposal of capital assets	(29,191)
System development fees	18,500
Investment income	159,617
Interest expense	(40,566)
<b>Total nonoperating expenses</b>	<b>65,068</b>
<b>Change in net position</b>	<b>1,287,972</b>
<b>Total net position, beginning</b>	<b>20,895,107</b>
<b>Total net position, ending</b>	<b>\$ 22,183,079</b>

The accompanying notes are an integral part of this statement.



**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS**  
**Year Ended June 30, 2019**

Exhibit 8

	<b>Enterprise Funds</b>
	<b>Major</b>
	<b>Water and Sewer</b>
Cash flows from operating activities:	
Cash received from customers	\$ 3,855,182
Cash paid for goods and services	(1,443,500)
Cash paid to employees for services	(725,189)
Customer deposits refunded	(9,550)
Customer deposits received	11,100
Other operating revenues	30,484
	1,718,527
Net cash provided by operating activities	1,718,527
Cash flows from noncapital financing activities:	
Payment to Piedmont Triad Regional Water Authority	(43,292)
	(43,292)
Net cash used by noncapital financing activities	(43,292)
Cash flows from capital and related financing activities:	
Acquisition and construction of capital assets	(71,726)
Principal and interest payments on installment purchase financing	(61,045)
Principal and interest payments on long-term amounts owed to PTRWA	(122,237)
Principal and interest payments on long-term amounts owed for Odor Control	(21,873)
	(276,881)
Net cash used by capital and related financing activities	(276,881)
Cash flows from investing activities:	
Interest and dividends	152,441
	152,441
Net cash provided by investing activities	152,441
Net increase in cash and cash equivalents	1,550,795
Cash and cash equivalents at beginning of year	7,983,610
	\$ 9,534,405
Cash and cash equivalents at end of year	\$ 9,534,405
Reconciliation of cash and cash equivalents at end of year:	
Cash and cash equivalents	\$ 7,615,573
Restricted cash and cash equivalents	1,937,332
	\$ 9,552,905
Reconciliation of operating income to net cash provided by operating activities:	
Operating income	\$ 1,222,904
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation and amortization	591,439
Change in assets and liabilities:	
Decrease in accounts receivable	(96,862)
Increase in prepaid items	(12,954)
Decrease in deferred outflows of resources - pension	(63,228)
Decrease in deferred outflows of resources - OPEB	(4,114)
Decrease in net pension liability	75,837
Increase in deferred inflows of resources - pensions	(2,709)
Decrease in accounts payable and accrued liabilities	6,076
Increase in customer deposits	1,550
Increase in accrued vacation pay	2,028
Increase in deferred inflows of resources - OPEB	5,656
Decrease in OPEB liability	(7,096)
	\$ 1,718,527
Net cash provided by operating activities	\$ 1,718,527

The accompanying notes are an integral part of this statement.

## NOTES TO THE FINANCIAL STATEMENTS

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2019**

**Note 1. Summary of Significant Accounting Policies**

The accounting policies of the Town of Jamestown (the "Town") conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant accounting policies:

A. Reporting Entity

The Town of Jamestown is a municipal corporation that is governed by an elected mayor and a four-member council.

B. Basis of Presentation

*Government-Wide Statements:* The statement of net position and the statement of activities display information about the primary government. These statements include the financial activities of the overall government. Eliminations, if applicable, are made to minimize the double counting of internal activities. Interfund services provided and used are not eliminated in the process of consolidation. These statements distinguish between the *governmental* and *business-type activities* of the Town. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the Town and for each function of the Town's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Indirect expense allocations that have been made in the funds have been reversed for the statement of activities. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

*Fund Financial Statements:* The fund financial statements provide information about the Town's funds. Separate statements for each fund category - governmental and proprietary - are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are to be aggregated and reported as nonmajor funds.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating revenues, such as subsidies, result from non-exchange transactions. Other non-operating revenues are ancillary activities such as investment earnings.

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2019**

**Note 1. Summary of Significant Accounting Policies (Continued)**

B. Basis of Presentation (Continued)

The Town reports the following major governmental funds:

**General Fund** - The General Fund is the general operating fund of the Town. It is used to account for all financial resources except those required to be accounted for in another fund. The primary revenue sources are ad valorem taxes, state and federal grants, various other taxes and licenses and golf course fees. The primary expenditures are for public safety, street maintenance and construction, sanitation services, recreation (including golf course) and general government administration. Additionally, the Town has legally adopted a General Capital Reserve Fund. Under GASB 54 guidance the General Capital Reserve Fund is consolidated in the General Fund. The budgetary comparison for the General Capital Reserve Fund has been included in the supplemental information.

**Oakdale Sidewalk Phase III Capital Project Fund** – This fund is used to account for the construction of the next phase of Oakdale Sidewalk.

**East Fork Sidewalk & Pedestrian Bridge Capital Project Fund** – This fund is used to account for construction of a sidewalk and bridge across a lake which will connect existing Jamestown sidewalks to the Bicentennial Greenway.

**East Main Street (Lydia) Multi-use Greenway Capital Project Fund** – This fund is used to account for construction of a sidewalk which will connect downtown Jamestown to Ragsdale High School, GTCC, as well as existing and future neighborhoods.

The Town reports the following major enterprise fund:

**Water and Sewer Fund** - This fund is used to account for the Town's water and sewer operations. The Water and Sewer Capital Reserve Fund, the Randleman Reservoir Capital Reserve Fund, and the Grandover Water and Sewer Lines Capital Projects Fund are all consolidated in the Water and Sewer Fund. The budgetary comparisons for the funds that have been consolidated in the Water and Sewer Fund have been included in the supplemental information.

C. Measurement Focus and Basis of Accounting

In accordance with North Carolina General Statutes, all funds of the Town are maintained during the year using the modified accrual basis of accounting.

*Government-Wide and Proprietary Fund Financial Statements.* The government-wide and proprietary fund 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 at the time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the Town gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2019**

**Note 1. Summary of Significant Accounting Policies (Continued)**

C. Measurement Focus and Basis of Accounting (Continued)

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

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

*Governmental Fund Financial Statements.* Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under installment purchase agreements are reported as other financing sources.

The Town considers all revenues available if they are collected within 90 days after year-end, except for property taxes. Ad valorem taxes receivable are not accrued as a revenue because the amount is not susceptible to accrual. At June 30, taxes receivable for property other than motor vehicles are materially past due and are not considered to be an available resource to finance the operations of the current year. Also, as of September 1, 2013, State law altered the procedures for the assessment and collection of property taxes on registered motor vehicles in North Carolina. Effective with this change in the law, the State of North Carolina is responsible for billing and collecting the property taxes on registered motor vehicles on behalf of all municipalities and special tax districts. Property taxes are due when vehicles are registered. The billed taxes are applicable to the fiscal year in which they are received. Uncollected taxes that were billed in periods prior to September 1, 2013 and for limited registration plates are shown as a receivable in these financial statements and are offset by deferred inflows of resources.

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

**Note 1. Summary of Significant Accounting Policies (Continued)**

C. Measurement Focus and Basis of Accounting (Continued)

Sales taxes and certain intergovernmental revenues, such as the utilities franchise tax, collected and held by the state at year end on behalf of the Town are recognized as revenue. Sales taxes are considered a shared revenue for the Town because the tax is levied by Guilford County and then remitted to and distributed by the State. Intergovernmental revenues and sales and services are not susceptible to accrual because generally they are not measurable until received in cash. Grant revenues which are unearned at year end are recorded as unearned revenues. Under the terms of grant agreements, the Town funds certain programs by a combination of specific cost-reimbursement grants, and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net position available to finance the program. It is the Town's policy to first apply cost-reimbursement grant resources to such programs, and then by general revenues.

D. Budgetary Data

The Town's budgets are adopted as required by the North Carolina General Statutes. An annual budget is adopted for the General Fund and the Enterprise Funds. All annual appropriations lapse at the fiscal year end. All budgets are prepared using the modified accrual basis of accounting. Expenditures may not legally exceed appropriations at the departmental level for all annually budgeted funds and at the object level for multi-year funds. The Town Manager is authorized to transfer appropriations between departments up to \$25,000; however, any revisions that alter the total expenditures of a fund or department more than \$25,000 must be approved by the governing board. During the year, several amendments to the original budget were necessary, the effects of which were not material. The budget ordinance must be adopted by July 1 of the fiscal year or the governing board must adopt an interim budget that covers that time until the annual ordinance can be adopted.

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Fund Equity

1. Deposits and Investments

All deposits of the Town are made in Board-designated official depositories and are secured as required by state law [G. S. 159-31]. The Town may designate, as an official depository, any bank or savings and loan association whose principal office is located in North Carolina. Also, the Town may establish time deposit accounts such as NOW and SuperNOW accounts, money market accounts, and certificates of deposit.

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

**Note 1. Summary of Significant Accounting Policies (Continued)**

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Fund Equity (Continued)

1. Deposits and Investments (Continued)

State law [G. S. 159-30(c)] authorizes the Town to invest in obligations of the United States or obligations fully guaranteed both as to principal and interest by the United States; obligations of the state of North Carolina; bonds and notes of any North Carolina local government or public authority; obligations of certain nonguaranteed federal agencies; certain high quality issues of commercial paper and bankers' acceptances; and the North Carolina Capital Management Trust (NCCMT). The Town's investments are reported at fair value. The NCCMT - Government Portfolio, a SEC-registered (2a-7) external investment pool, is measured at fair value. The NCCMT – Term Portfolio is bond fund, has no rating and is measured at fair value. As of June 30, 2019, the Term Portfolio has a duration of .11 years. Because the NCCMT Government and Term Portfolios have a weighted average maturity of less than 90 days, they are presented as an investment with a maturity of less than 6 months.

2. Cash and Cash Equivalents

The Town pools money from several funds to facilitate disbursement and investment and to maximize investment income. Therefore, all cash and investments are essentially demand deposits and are considered cash and cash equivalents.

3. Restricted Assets

Customer deposits held by the Town before any services are supplied are restricted to the service for which the deposit was collected. Monies in the General Capital Reserve Fund, East Fork Sidewalk and Pedestrian Bridge Capital Project Fund, the Oakdale Sidewalk Phase III Capital Project Fund, the Water and Sewer Capital Reserve Fund, the Randleman Reservoir Capital Reserve Fund are also classified as restricted because their use is restricted for capital purposes per resolutions of the Town Council. Powell Bill funds are classified as restricted cash because it can be expended only for the purposes of maintaining, repairing, constructing, reconstructing or widening of local streets per G.S. 136-41.1 through 136-41.4.

**TOWN OF JAMESTOWN, NORTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2019**

**Note 1. Summary of Significant Accounting Policies (Continued)**

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Fund Equity (Continued)  
Restricted Assets (continued)

Town of Jamestown Restricted Cash

**Governmental Activities:**

General Fund:

Capital projects	\$	86,957
Street		315,997
Unexpended grant		44,400
Customer deposits		<u>1,025</u>
		<u>448,379</u>

Oakdale Sidewalk  
Capital Project:

Capital projects		<u>104,020</u>
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E. Fork Sidewalk  
Capital Project:

Capital projects		<u>935</u>
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**Total governmental activities**

\$ 553,334

**Business-type Activities:**

Water and Sewer Fund:

Customer deposits	\$	39,141
Capital Projects		1,879,691
System development		18,500

**Total business-type activities**

\$ 1,937,332

**Total Restricted Cash**

\$ 2,490,666



**TOWN OF JAMESTOWN, NORTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2019**

**Note 1. Summary of Significant Accounting Policies (Continued)**

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Fund Equity (Continued)

4. Ad Valorem Taxes Receivable

In accordance with state law [G. S. 105-347 and G. S. 159-13(a)], the Town levies ad valorem taxes on property other than motor vehicles on July 1st, the beginning of the fiscal year. The taxes are due on September 1st (lien date); however, interest does not accrue until the following January 6th. These taxes are based on the assessed values as of January 1, 2018. As allowed by state law, the Town has established a schedule of discounts that apply to taxes that are paid prior to the due date. In the Town's General Fund, ad valorem tax revenues are reported net of such discounts.

5. Allowances for Doubtful Accounts

All receivables that historically experience uncollectible accounts are shown net of an allowance for doubtful accounts. This amount is estimated by analyzing the percentage of receivables that were written off in prior years, as well as including specific accounts believed to be uncollectible.

6. Inventory and Prepaid Items

The inventories of the General Fund are valued at the lower of cost (first-in, first-out) or market and consist of goods held for resale. The cost of these inventories is recorded as an expense as the inventories are consumed.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements and expensed as the items are used.

7. Capital Assets

Capital assets are defined by the government as assets with an initial, individual cost of more than a certain amount and an estimated useful life in excess of two years.

Minimum capitalization costs are as follows:

	Cost
Land	\$ 100
Land improvements	5,000
Buildings and improvements	20,000
Vehicles, furniture and equipment	5,000
Infrastructure	50,000

**TOWN OF JAMESTOWN, NORTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2019**

**Note 1. Summary of Significant Accounting Policies (Continued)**

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Fund Equity (Continued)

Purchased or constructed capital assets are recorded at historical cost or estimated historical cost. Donated capital assets received prior to June 15, 2015 are recorded at their estimated fair value at the date of donation. Donated Capital assets received after June 15, 2015 are recorded at acquisition value. All other purchased or constructed capital assets are reported at cost or estimated historical cost. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Capital assets are amortized or depreciated using the straight-line method over their estimated useful lives:

	<u>Useful Life</u>
Wastewater treatment rights, water rights and other intangible assets	20 to 40 years
Land improvements, buildings and infrastructure	20 to 50 years
Furniture, fixtures, equipment, heavy equipment and vehicles	5 to 10 years
Computer equipment and software	3 to 5 years

8. Deferred outflows/inflows of resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *Deferred Outflows of Resources*, represents a consumption of net position that applies to a future period and so will not be recognized as an expense or expenditure until then. The Town has two items that meet this criterion, contributions made to the pension and OPEB plans in the 2019 fiscal year. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *Deferred Inflows of Resources*, represents an acquisition of net position that applies to a future period and so will not be recognized as revenue until then. The Town has several items that meet the criterion for this category – property taxes receivable, and pension and OPEB deferrals.

9. Long-Term Obligations

In the government-wide financial statements and in the proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position.

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

**Note 1. Summary of Significant Accounting Policies (Continued)**

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Fund Equity (Continued)

10. Compensated Absences

The vacation policy of the Town provides for the accumulation of up to thirty (30) days earned vacation leave with such leave being fully vested when earned. For the Town's government-wide and proprietary funds, an expense and a liability for compensated absences and the salary-related payments are recorded as the leave is earned. The Town has assumed a first-in, first-out method of using accumulated compensated time. The portion of that time that is estimated to be used in the next fiscal year has been designated as a current liability in the government-wide financial statements.

The Town's sick leave policy provides for an unlimited accumulation of earned sick leave. Sick leave does not vest, but any unused sick leave accumulated at the time of retirement may be used in the determination of length of service for retirement benefit purposes. Since the Town has no obligation for the accumulated sick leave until it is actually taken, no accrual for sick leave has been made.

11. Net Position / Fund Balances

Net Position

Net position in government-wide and proprietary fund financial statements are classified as net investment in capital assets, restricted, and unrestricted. Restricted net position represent constraints on resources that are either externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or imposed by law through state statute.

Fund Balances

In the governmental fund financial statements, fund balance is composed of five classifications designed to disclose the hierarchy of constraints placed on how fund balance can be spent.

The governmental fund types classify fund balances as follows:

Nonspendable Fund Balance – This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Inventories – portion of fund balance that is not an available resource because it represents the year-end balance of ending inventories, which are not spendable resources.

Prepaid items – portion of fund balance that is not an available resource because it represents the year-end balance of costs applicable to future accounting periods, which are not spendable resources.

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

**Note 1. Summary of Significant Accounting Policies (Continued)**

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Fund Equity (Continued)

11. Net Position / Fund Balances (continued)

Restricted Fund Balance – This classification includes amounts that are restricted to specific purposes externally imposed by creditors or imposed by law.

Restricted for Stabilization by State Statute – North Carolina G.S. 159-8 prohibits units of government from budgeting or spending a portion of their fund balance. This is one of several statutes enacted by the North Carolina State Legislature in the 1930's that were designed to improve and maintain the fiscal health of local government units. Restricted by State statute (RSS), is calculated at the end of each fiscal year for all annually budgeted funds. The calculation in G.S. 159-8(a) provides a formula for determining what portion of fund balance is available for appropriation. The amount of fund balance not available for appropriation is what is known as "restricted by State statute". *Appropriated fund balance in any fund shall not exceed the sum of cash and investments minus the sum of liabilities, encumbrances, and deferred revenues arising from cash receipts, as those figures stand at the close of the fiscal year next preceding the budget.* Per GASB guidance, RSS is considered a resource upon which a restriction is "imposed by law through constitutional provisions or enabling legislation." RSS is reduced by inventories and prepaids as they are classified as nonspendable. Outstanding Encumbrances are included within RSS. RSS is included as a component of Restricted Net position and Restricted fund balance on the face of the balance sheet.

Restricted for Streets – Powell Bill portion of fund balance that is restricted by revenue source for street construction and maintenance expenditures. This amount represents the balance of the total unexpended Powell Bill funds.

Committed Fund Balance – portion of fund balance that can only be used for specific purposes imposed by majority vote by quorum of the Town of Jamestown's governing body (highest level of decision-making authority). The governing body can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation.

Committed for capital projects – the Town Council passed a resolution to set aside \$.02 of tax collections for capital projects. Any amendment must go back to the Town Council.

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

**Note 1. Summary of Significant Accounting Policies (Continued)**

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Fund Equity (Continued)

Assigned Fund Balance – portion of fund balance that Town of Jamestown intends to use for specific purposes. Assignment ability has not been delegated by the Town Council.

Subsequent year's expenditures – portion of fund balance that is appropriated in the next year's budget that is not already classified in restricted or committed. The Town Council approved the appropriation; however the budget ordinance authorizes the manager to modify the appropriations by resource of appropriation within funds up to \$25,000.

Unassigned Fund Balance – the portion of fund balance that has not been restricted, committed, or assigned to specific purposes or other funds. The General Fund is the only fund that reports a positive unassigned fund balance amount.

The Town of Jamestown has a revenue spending policy that provides guidance for programs with multiple revenue sources. The Finance Director will use resources in the following hierarchy: bond proceeds, federal funds, State funds, local non-town funds, town funds. For purposes of fund balance classification expenditures are to be spent from restricted fund balance first, followed in-order by committed fund balance, assigned fund balance and lastly unassigned fund balance. The Finance Director has the authority to deviate from this policy if it is in the best interest of the Town.

The Town of Jamestown has also adopted a minimum fund balance policy for the general fund which instructs management to conduct the business of the Town in such a manner that available fund balance is at least equal to or greater than 50% of its population group average available fund balance.

12. Defined Benefit Cost-Sharing Plans

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Local Government Employees' Retirement System (LGERS) and additions to/deductions from LGERS' fiduciary net position have been determined on the same basis as they are reported by LGERS. For this purpose, plan member contributions are recognized in the period in which the contributions are due. The Town of Jamestown's employer contributions are recognized when due and the Town of Jamestown has a legal requirement to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of LGERS. Investments are reported at fair value.

**TOWN OF JAMESTOWN, NORTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2019**

**Note 2. Detail Notes on All Funds**

A. Assets

1. Deposits

All the deposits of the Town are either insured or collateralized by using one of two methods. Under the Dedicated Method, all deposits that exceed the federal depository insurance coverage level are collateralized with securities held by the Town's agent in the Town's name. Under the Pooling Method, which is a collateral pool, all uninsured deposits are collateralized with securities held by the State Treasurer's agent in the name of the State Treasurer. Since the State Treasurer is acting in a fiduciary capacity for the Town, these deposits are considered to be held by the Town's agent in the Town's name. The amount of the pledged collateral is based on an approved averaging method for non-interest-bearing deposits and the actual current balance for interest-bearing deposits. Depositories using the Pooling Method report to the State Treasurer the adequacy of their pooled collateral covering uninsured deposits. The State Treasurer does not confirm this information with the Town or the escrow agent. Because of the inability to measure the exact amounts of collateral pledged for the Town under the Pooling Method, the potential exists for undercollateralization, and this risk may increase in periods of high cash flows.

However, the State Treasurer of North Carolina enforces strict standards of financial stability for each depository that collateralizes public deposits under the Pooling Method. The Town has no formal policy regarding custodial credit risk for deposits, but relies on the State Treasurer to enforce standards of minimum capitalization for all pooling method financial institutions and to monitor them for compliance. The Town complies with the provisions of G.S. 159-31 when designating official depositories and verifying that deposits are properly secured.

At June 30, 2019, the Town's deposits had a carrying amount of \$4,679,885, and a bank balance of \$5,368,460. Of the bank balance, \$911,476 was covered by federal depository insurance and the remainder was covered by collateral held under the Pooling Method. The Town had \$1,350 of petty cash on hand at June 30, 2019.

2. Investments

At June 30, 2019, the Town's investment balances were as follows:

<b>Investment Type</b>	<b>Valuation Measurement Method</b>	<b>Book Value at 6/30/2019</b>	<b>Maturity</b>	<b>Rating</b>
NC Capital Management Trust - Government Portfolio	Amortized Cost	\$ 5,562,278	N/A	AAAm
NC Capital Management Trust - Term Portfolio	Fair Value Level 1	<u>3,763,743</u>	0.11 years	Unrated
Total:		<u>\$ 9,326,021</u>		

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

**Note 2. Detail Notes on All Funds (Continued)**

- A. Assets (Continued)  
     2. Investments (continued)

All investments are measured using the market approach: using prices and other relevant information generated by market transactions involving identical or comparable assets or a group of assets.

Level of fair value hierarchy: Level 1: Debt securities valued using directly observable, quoted prices (unadjusted) in active markets for identical assets.

Interest Rate Risk – The Town has no formal investment policy regarding interest rate risk.

Credit Risk – The Town has no formal investment policy regarding credit risk, but has internal management procedures that limits the Town’s investments to the provisions of G.S. 159-30. The Town’s investment in the NC Capital Management Trust Government Portfolio carried a credit rating of AAAM by Standard & Poor’s as of June 30, 2019. The Town’s investment in the NC Capital Management Trust Term Portfolio is unrated. The Term Portfolio is authorized to invest in obligations of the U.S. government and agencies, and in high grade money market instruments as permitted under North Carolina General Statutes 159-30 as amended.

3. Receivables

Receivables at the government-wide level at June 30, 2019 were as follows:

	Accounts	Taxes	Due from Other Governments	Total	Accrued Interest Receivable
<b>Governmental Activities:</b>					
General	\$ 21,592	\$ 28,744	\$ 354,096	\$ 404,432	\$ 6,701
Allowance for doubtful accounts	(206)	(13,550)	-	(13,756)	-
<b>Total governmental activities</b>	<b>\$ 21,386</b>	<b>\$ 15,194</b>	<b>\$ 354,096</b>	<b>\$ 390,676</b>	<b>\$ 6,701</b>
<b>Business-type Activities:</b>					
Water and Sewer	\$ 289,760	\$ -	\$ 373,155	\$ 662,915	\$ 8,888
Allowance for doubtful accounts	(3,600)	-	-	(3,600)	-
<b>Total business-type activities</b>	<b>\$ 286,160</b>	<b>\$ -</b>	<b>\$ 373,155</b>	<b>\$ 659,315</b>	<b>\$ 8,888</b>

**TOWN OF JAMESTOWN, NORTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2019**

**Note 2. Detail Notes on All Funds (Continued)**

A. Assets (Continued)

4. Due from Governmental Agencies

Amounts due from governmental agencies consist of the following:

	<u>Guilford County</u>	<u>State of NC</u>	<u>Total</u>
General Fund:			
Sales and use tax distribution	\$ -	\$ 186,429	\$ 186,429
Remittance of taxes	36,945	-	36,945
Local Government distribution	-	72,275	72,275
Federal grant reimbursement pass-thru	-	26,208	26,208
Sales tax refunds	-	32,239	32,239
	<u>\$ 36,945</u>	<u>\$ 317,151</u>	<u>\$ 354,096</u>
	<u>City of Greensboro</u>	<u>State of NC</u>	<u>Total</u>
Water and Sewer Fund:			
Adams Farm sewer payment	<u>\$ 373,155</u>	<u>\$ -</u>	<u>\$ 373,155</u>



**TOWN OF JAMESTOWN, NORTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2019**

**Note 2. Detail Notes on All Funds (Continued)**

A. Assets (Continued)

5. Capital Assets

Capital asset activity for the year ended June 30, 2019 was as follows:

	<u>Beginning Balances</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balances</u>
Governmental activities				
Capital assets not being depreciated:				
Land	\$ 2,131,740	\$ -	\$ -	\$ 2,131,740
Construction in progress	<u>271,041</u>	<u>82,566</u>	<u>(17,993)</u>	<u>335,614</u>
Total capital assets not being depreciated	<u>2,402,781</u>	<u>82,566</u>	<u>(17,993)</u>	<u>2,467,354</u>
Capital assets being depreciated:				
Land improvements	4,616,020	17,993		4,634,013
Infrastructure - roads	165,400			165,400
Buildings	4,433,739	10,000		4,443,739
Equipment and vehicles	<u>1,576,063</u>	<u>37,466</u>	<u>(264,507)</u>	<u>1,349,022</u>
Total capital assets being depreciated	<u>10,791,222</u>	<u>65,459</u>	<u>(264,507)</u>	<u>10,592,174</u>
Less accumulated depreciation for:				
Land improvements	2,783,527	162,045		2,945,572
Infrastructure - roads	88,456	11,027		99,483
Buildings	1,937,812	88,773		2,026,585
Equipment and vehicles	<u>1,017,143</u>	<u>76,197</u>	<u>(264,507)</u>	<u>828,833</u>
Total accumulated depreciation	<u>5,826,938</u>	<u>338,042</u>	<u>(264,507)</u>	<u>5,900,473</u>
Total capital assets being depreciated, net	<u>4,964,284</u>			<u>4,691,701</u>
Governmental activity capital assets, net	<u>\$ 7,367,065</u>			<u>\$ 7,159,055</u>

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

General government	\$ 30,114
Public safety	26,528
Public services	94,423
Culture and recreation	<u>186,977</u>
	<u>\$ 338,042</u>

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

**Note 2. Detail Notes on All Funds (Continued)**

**A. Assets (Continued)**

	<u>Beginning Balances</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balances</u>
Business-type activities:				
Water / Sewer Fund:				
Capital assets not being amortized or depreciated:				
Construction in progress	\$ 966,742		\$ (933,317)	\$ 33,425
Capital assets being amortized or depreciated:				
Water Rights - Reservoir	2,241,229	-	-	2,241,229
Water Rights - WTP and lines	1,782,470			1,782,470
Wastewater treatment rights	3,450,000			3,450,000
Wastewater treatment rights-Odor	420,630			420,630
Land improvements	344,972	12,512	-	357,484
Plant and distribution systems	12,335,825	987,581		13,323,406
Buildings	1,379,770			1,379,770
Vehicles and equipment	1,615,377	4,950	(80,871)	1,539,456
Total capital assets being amortized or depreciated	<u>23,570,273</u>	<u>1,005,043</u>	<u>(80,871)</u>	<u>24,494,445</u>
Less accumulated amortization or depreciation for:				
Water Rights - Reservoir	\$ 358,368	44,830		403,198
Water Rights - WTP and lines	332,964	45,297		378,261
Wastewater treatment rights	1,541,719	86,250		1,627,969
Wastewater treatment rights-Odor	184,022	21,031		205,053
Land improvements	6,427	17,440		23,867
Plant and distribution systems	6,044,972	268,170		6,313,142
Buildings	91,876	32,500		124,376
Vehicles and equipment	1,278,135	75,921	(51,678)	1,302,378
Total accumulated amortization and depreciation	<u>9,838,483</u>	<u>591,439</u>	<u>(51,678)</u>	<u>10,378,244</u>
Total capital assets being amortized or depreciated, net	<u>13,731,790</u>			<u>14,116,201</u>
Water / Sewer Fund capital assets, net	<u>\$ 14,698,532</u>			<u>\$ 14,149,626</u>
Business-type activities capital assets, net	<u>\$ 14,698,532</u>			<u>\$ 14,149,626</u>

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

**Note 2. Detail Notes on All Funds (Continued)**

A. Assets (Continued)

6. Intangible Assets

Intangible assets at June 30, 2019, consisted of the following:

Water Rights

The Town, in conjunction with five other governments, entered into a joint governmental agreement with the Piedmont Triad Regional Water Authority (PTRWA). PTRWA was established to construct a dam facility, water treatment plant and related distribution lines. According to the joint governmental agreement, the participating governments do not have an equity interest in the joint venture, but rather rights to water in the reservoir. The participating governments have the right to purchase future treated water based upon their pre-determined share, according to a uniform rate structure set by PTRWA. Accordingly, intangible assets have been recorded at cost in the government-wide financial statements at June 30, 2019. An intangible asset for the Town's portion of the dam and reservoir cost, in the amount of \$2,241,229, is being amortized over 50 years using the straight-line method. An intangible asset for the Town's portion of the water treatment plant and distribution lines cost, in the amount of \$1,782,470, is being amortized over 40 years using the straight-line method.

	Dam and Reservoir	Water Treatment Plant and Lines	Total
Rights purchased	\$ 2,241,229	\$ 1,782,470	\$ 4,023,699
Accumulated amortization	(403,198)	(378,261)	(781,459)
Unamortized balance	<u>\$ 1,838,031</u>	<u>\$ 1,404,209</u>	<u>\$ 3,242,240</u>

Future amortization is as follows:

Year Ending June 30,			
2020	\$ 44,830	\$ 45,297	\$ 90,127
2021	44,830	45,297	90,127
2022	44,830	45,297	90,127
2023	44,830	45,297	90,127
2024	44,830	45,297	90,127
Thereafter	<u>1,613,881</u>	<u>1,177,724</u>	<u>2,791,605</u>
	<u>\$ 1,838,031</u>	<u>\$ 1,404,209</u>	<u>\$ 3,242,240</u>

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

**Note 2. Detail Notes on All Funds (Continued)**

A. Assets (Continued)

6. Intangible Assets (continued)

Wastewater Treatment Rights

The Town entered into a joint-use facility agreement with the City of High Point on May 31, 2000. The agreement required the Town to pay \$3,450,000 for its share of the capacity- use allocation to upgrade and expand the Eastside Wastewater Treatment Plant. This cost is being amortized over 40 years using the straight-line method.

The Town also entered into an agreement with the City of High Point on September 15, 2009 to participate in its share of the cost of an upgrade project (Odor Control) to the Eastside Wastewater Treatment Plant. The Town's portion of the cost for this project is \$420,630, and is being amortized over 20 years using the straight-line method.

	Eastside Expansion	Odor Control	Total
Rights purchased	\$ 3,450,000	\$ 420,630	\$ 3,870,630
Accumulated amortization	(1,627,969)	(205,053)	(1,833,022)
Unamortized balance	\$ 1,822,031	\$ 215,577	\$ 2,037,608

Future amortization is as follows:

Year Ending June 30,			
2020	\$ 86,250	\$ 21,031	\$ 107,281
2021	86,250	21,031	107,281
2022	86,250	21,031	107,281
2023	86,250	21,031	107,281
2024	86,250	21,031	107,281
Thereafter	1,390,781	110,422	1,501,203
	\$ 1,822,031	\$ 215,577	\$ 2,037,608

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

**Note 2. Detail Notes on All Funds (Continued)**

7. Construction commitments

The government has active construction projects as of June 30, 2019. At year-end, the government's commitments with contractors are as follows:

<u>Project</u>	<u>Spent-to-date</u>	<u>Remaining Commitment</u>
East Fork Sidewalk and Pedestrian Bridge	59,065	1,576,074
Oakdale Sidewalk Phase III	72,804	32,457
	<u>131,869</u>	<u>1,608,531</u>

B. Liabilities

1. Payables

Payables at the government-wide level at June 30, 2019, were as follows:

	<u>Vendors</u>	<u>Salaries and Benefits</u>	<u>Total</u>	<u>Accrued Interest</u>
Governmental activities:				
General	<u>\$ 40,514</u>	<u>\$ 22,365</u>	<u>\$ 62,879</u>	<u>\$ 2,716</u>
Business-type activities:				
Water and Sewer	<u>\$ 264,679</u>	<u>\$ 13,567</u>	<u>\$ 278,246</u>	<u>\$ 10,807</u>

2. Pension Plan and Postemployment Obligations

Local Governmental Employees' Retirement System

Plan Description. The Town of Jamestown is a participating employer in the statewide Local Governmental Employees' Retirement System (LGERS), a cost-sharing, multiple-employer defined benefit pension plan administered by the state of North Carolina. LGERS membership is comprised of general employees and local law enforcement officers (LEOS) of participating local governmental entities. Article 3 of G. S. Chapter 128 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly. Management of the plan is vested in the LGERS Board of Trustees, which consists of 13 members – nine appointed by the Governor, one appointed by the State Senate, one appointed by the State House of Representatives, and the State Treasurer and State Superintendent, who serve as ex-officio members. The Local Governmental Employees' Retirement System is included in the Comprehensive Annual Financial Report (CAFR) for the State of North Carolina. The state's CAFR includes financial statements and required supplementary information for LGERS. That report may be obtained by writing to the Office of the State Controller, 1410 Mail Service Center, Raleigh, North Carolina 27699-1410, or by calling (919) 981-5454, or at [www.osc.nc.gov](http://www.osc.nc.gov).

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

**Note 2. Detail Notes on All Funds (Continued)**

B. Liabilities

2. Pension Plan and Postemployment Obligations (Continued)

Local Governmental Employees' Retirement System (Continued)

Benefits Provided. LGERS provides retirement and survivor benefits. Retirement benefits are determined as 1.85% of the member's average final compensation times the member's years of creditable service. A member's average final compensation is calculated as the average of a member's four highest consecutive years of compensation. Plan members are eligible to retire with full retirement benefits at age 65 with five years of creditable service, at age 60 with 25 years of creditable service, or at any age with 30 years of creditable service. Plan members are eligible to retire with partial retirement benefits at age 50 with 20 years of creditable service or at age 60 with five years of creditable service). Survivor benefits are available to eligible beneficiaries of members who die while in active service or within 180 days of their last day of service and who have either completed 20 years of creditable service regardless of age or have completed five years of service and have reached age 60. Eligible beneficiaries may elect to receive a monthly Survivor's Alternate Benefit for life or a return of the member's contributions. The plan does not provide for automatic post-retirement benefit increases. Increases are contingent upon actuarial gains of the plan.

Contributions. Contribution provisions are established by General Statute 128-30 and may be amended only by the North Carolina General Assembly. Town of Jamestown employees are required to contribute 6% of their compensation. Employer contributions are actuarially determined and set annually by the LGERS Board of Trustees. The Town of Jamestown's contractually required contribution rate for the year ended June 30, 2019, was 7.82% for general employees, actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year. Contributions to the pension plan from the Town of Jamestown were \$111,249 for the year ended June 30, 2019.

Refunds of Contributions – Town employees who have terminated service as a contributing member of LGERS, may file an application for a refund of their contributions. By state law, refunds to members with at least five years of service include 4% interest. State law requires a 60 day waiting period after service termination before the refund may be paid. The acceptance of a refund payment cancels the individual's right to employer contributions or any other benefit provided by LGERS.

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

**Note 2. Detail Notes on All Funds (Continued)**

B. Liabilities

2. Pension Plan and Postemployment Obligations (Continued)

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

At June 30, 2019, the Town reported a liability of \$483,721 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2018. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2017. The total pension liability was then rolled forward to the measurement date of June 30, 2018 utilizing update procedures incorporating the actuarial assumptions. The Town's proportion of the net pension liability was based on a projection of the Town's long-term share of future payroll covered by the pension plan, relative to the projected future payroll covered by the pension plan of all participating LGERS employers, actuarially determined. At June 30, 2019, the Town's proportion was 0.020%, which was an increase of 0.003% from its proportion measured as of June 30, 2018.

For the year ended June 30, 2019, the Town recognized pension expense of \$139,533. At June 30, 2019, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 74,627	\$ 2,504
Changes in assumptions	128,361	-
Net difference between projected and actual earnings on pension plan investments	66,401	-
Changes in proportion and differences between Town contributions and proportionate share of contributions	26,135	6,379
Town contributions subsequent to the measurement date	111,249	-
Total	<u>\$ 406,773</u>	<u>\$ 8,883</u>

**TOWN OF JAMESTOWN, NORTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2019**

**Note 2. Detail Notes on All Funds (Continued)**

B. Liabilities

2. Pension Plan and Postemployment Obligations (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

\$111,249 reported as deferred outflows of resources related to pensions resulting from Town contributions subsequent to the measurement date will be recognized as a decrease of the net pension liability in the subsequent fiscal year. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

**Year ended June 30:**

2020	\$ 134,257
2021	88,283
2022	19,380
2023	44,719
2024	-
Thereafter	-

Actuarial Assumptions. The total pension liability in the December 31, 2017 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.0 percent
Salary increases	3.5 to 8.10 percent, including inflation and productivity factor
Investment rate of return	7.00 percent, net of pension plan investment expense, including inflation

The plan currently uses mortality tables that vary by age, gender, employee group (i.e. general, law enforcement officer) and health status (i.e. disabled and healthy). The current mortality rates are based on published tables and based on studies that cover significant portions of the U.S. population. The healthy mortality rates also contain a provision to reflect future mortality improvements. The actuarial assumptions used in the December 31, 2017 valuation were based on the results of an actuarial experience study for the period January 1, 2010 through December 31, 2014.

Future ad hoc COLA amounts are not considered to be substantively automatic and are therefore not included in the measurement.



**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

**Note 2. Detail Notes on All Funds (Continued)**

B. Liabilities

2. Pension Plan and Postemployment Obligations (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

The projected long-term investment returns and inflation assumptions are developed through review of current and historical capital markets data, sell-side investment research, consultant whitepapers, and historical performance of investment strategies. Fixed income return projections reflect current yields across the U.S. Treasury yield curve and market expectations of forward yields projected and interpolated for multiple tenors and over multiple year horizons. Global public equity return projections are established through analysis of the equity risk premium and the fixed income return projections. Other asset categories and strategies' return projections reflect the foregoing and historical data analysis. These projections are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class as of June 30, 2018 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed Income	29.0%	1.4%
Global Equity	42.0%	5.3%
Real Estate	8.0%	4.3%
Alternatives	8.0%	8.9%
Credit	7.0%	6.0%
Inflation Protection	6.0%	4.0%
Total	100%	

The information above is based on 30 year expectations developed with the consulting actuary for the 2016 asset liability and investment policy study for the North Carolina Retirement Systems, including LGERS. The long-term nominal rates of return underlying the real rates of return are arithmetic annualized figures. The real rates of return are calculated from nominal rates by multiplicatively subtracting a long-term inflation assumption of 3.05%. All rates of return and inflation are annualized.

**TOWN OF JAMESTOWN, NORTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2019**

**Note 2. Detail Notes on All Funds (Continued)**

B. Liabilities

2. Pension Plan and Postemployment Obligations (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

Discount rate. The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of the current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Town's proportionate share of the net pension asset to changes in the discount rate. The following presents the Town's proportionate share of the net pension asset calculated using the discount rate of 7.00 percent, as well as what the Town's proportionate share of the net pension asset or net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.00 percent) or one percentage point higher (8.00 percent) than the current rate:

	<b>1% Decrease (6.00%)</b>	<b>Discount Rate (7.00%)</b>	<b>1% Increase (8.00%)</b>
Town's proportionate share of the net pension liability (asset)	\$1,161,939	\$ 483,721	\$ (83,009)

Pension Plan Fiduciary Net Position. Detailed information about the pension plan's fiduciary net position is available in the separately issued Comprehensive Annual Financial Report (CAFR) for the State of North Carolina.

**TOWN OF JAMESTOWN, NORTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2019**

**Note 2. Detail Notes on All Funds (Continued)**

B. Liabilities (Continued)

2. Pension Plan and Postemployment Obligations (Continued)

Following is information related to the proportionate share and pension expense for all pension plans:

	<b>LGERS</b>
Pension Expense	\$ 139,533
Pension Liability	483,721
Proportionate share of the net pension liability	0.02039%
 Deferred of Outflows of Resources	
Differences between expected and actual experience	74,627
Changes of assumptions	128,361
Net difference between projected and actual earnings on plan investments	66,401
Changes in proportion and differences between contributions and proportionate share of contributions	26,135
Benefit payments and administrative costs paid subsequent to the measurement date	111,249
 Deferred of Inflows of Resources	
Differences between expected and actual experience	2,504
Changes of assumptions	-
Net difference between projected and actual earnings on plan investments	-
Changes in proportion and differences between contributions and proportionate share of contributions	6,379

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

**Note 2. Detail Notes on All Funds (Continued)**

B. Liabilities (Continued)

2. Pension Plan and Postemployment Obligations (Continued)

State 401(k) Supplemental Retirement Income Plan

The Town, upon the approval of the Town Council, has elected to include all permanent, full-time employees under the State 401(k) Supplemental Retirement Income Plan (Plan), a defined contribution pension plan, administered by the NC Department of State Treasurer and sponsored by the State of North Carolina. Participation begins 90 days after the date of employment. Article 5 of General Statute 135 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly. General Statute 135-93(b) assigns authority to the state and any of its political subdivisions to make contributions on behalf of its members. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. The Town has elected to contribute each month an amount equal to 4.5% of each participant's salary, and all amounts contributed are vested immediately. Also, participants may make voluntary contributions to the plan.

The Town's contributions were calculated using a covered payroll amount of \$1,387,477. Total contributions for the year ended June 30, 2019 were \$96,515, which consisted of \$62,436 from the Town and \$34,079 from employees. The Town's contributions and the employees' voluntary contributions represent 4.5% and 2.5%, respectively, of the covered payroll amount.

Other Postemployment Benefits – Healthcare Benefits

*Plan Description.* Under approval by Town Council in January 1999, and amended in October 2006, the Town administers a single-employer defined benefit Healthcare Benefits Plan (the HCB Plan). No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement 75.

*Benefits Provided.* This plan provides postemployment healthcare benefits to retirees of the Town, hired before October 17, 2006, provided they participate in the North Carolina Local Governmental Employees' Retirement System (System) and have at least twenty years of creditable service with the Town. These healthcare benefits terminate at age 65 when Medicare assumes coverage. Through June 30, 2011, the Town paid the full cost of coverage for these benefits through private insurers. Effective from July 1, 2011 forward, the Town caps premiums paid at \$900 per month per retiree. The Town Council may amend the benefit provisions. A separate report was not issued for the plan.

**TOWN OF JAMESTOWN, NORTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2019**

**Note 2. Detail Notes on All Funds (Continued)**

B. Liabilities (Continued)

Other Postemployment Benefits – Healthcare Benefits (continued)

Retired Employees' Years of Creditable Service	Date Hired: Pre-October 17, 2006	Date Hired: On or after October 17, 2006
Less than 20 years with Town	Not eligible for coverage	Not eligible for coverage
More than 20 years with Town	Eligible for up to \$900 per month health coverage until age 65	Not eligible for coverage

Membership of the HCB Plan consisted of the following at June 30, 2017, the date of the latest actuarial valuation:

Inactive members / beneficiaries currently receiving benefits	3
Inactive members entitled to but not yet receiving benefits	0
Active members	9
Total membership	12

Total OPEB Liability

The Town's total OPEB liability of \$404,555 was measured as of June 30, 2018 and was determined by an actuarial valuation as of June 30, 2017.

*Actuarial assumptions and other inputs.* The total OPEB liability in the June 30, 2017 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement unless otherwise specified:

Inflation	2.50%
Real wage growth	1.00%
Wage inflation	3.50%
Salary increases	3.5%-7.75%, including wage inflation
Municipal Bond Index Rate	
Prior Measurement Date	3.56%
Measurement Date	3.89%

The discount rate is based on the June average of the Bond Buyer General Obligation 20-year Municipal Bond Index published weekly by The Bond Buyer.

**TOWN OF JAMESTOWN, NORTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2019**

**Note 2. Detail Notes on All Funds (Continued)**

B. Liabilities (Continued)

Other Postemployment Benefits – Healthcare Benefits (continued)

Changes in the Total OPEB Liability

<b>Changes in the Total OPEB Liability</b>	<b>Total OPEB Liability</b>
<b>Balance at July 1, 2018</b>	\$ 424,829
<b>Changes for the year:</b>	
Service cost	6,152
Interest	14,936
Change in benefit terms	-
Differences between expected and actual experience	(24,094)
Changes in assumptions or other inputs	(7,164)
Benefit payments	(10,104)
<b>Net changes</b>	<b>\$ (20,274)</b>
<b>Balance at June 30, 2019</b>	<b>\$ 404,555</b>

Changes in assumptions and other inputs reflect a change in the discount rate from 3.56% to 3.89%.

Mortality rates were based on the RP-2014 mortality tables, with adjustments for LGERS experience and generational mortality improvements using Scale MP-2015.

The actuarial assumptions used in the June 30, 2017 valuation were based on the results of an actuarial experience study for the period January 2010 through December 2014.

*Sensitivity of the total OPEB liability to changes in the discount rate.* The following presents the total OPEB liability of the Town, as well as what the Town's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.89 percent) or 1-percentage-point higher (4.89 percent) than the current discount rate:

	<b>1% Decrease</b>	<b>Discount Rate (3.89%)</b>	<b>1% Increase</b>
Total OPEB liability	\$ 426,162	\$ 404,555	\$ 383,187

**TOWN OF JAMESTOWN, NORTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2019**

**Note 2. Detail Notes on All Funds (Continued)**

B. Liabilities (Continued)

Other Postemployment Benefits – Healthcare Benefits (continued)

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

	<b>1% Decrease</b>	<b>Current</b>	<b>1% Increase</b>
Total OPEB liability	\$ 404,555	\$ 404,555	\$ 404,555

Trend does not apply to this benefit therefore, the sensitivities are equivalent,

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB**

For the year ended June 30, 2019, the Town recognized OPEB expense of \$5,989. At June 30, 2019, the Town reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 28,976
Changes of assumptions	-	12,620
Benefit payments and administrative costs made subsequent to the measurement date	21,858	-
Total	\$ 21,858	\$ 41,596

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

**Note 2. Detail Notes on All Funds (Continued)**

B. Liabilities (Continued)

Other Postemployment Benefits – Healthcare Benefits (continued)

\$21,858 reported as deferred outflows of resources related to OPEB resulting from benefit payments made and administrative expenses incurred subsequent to the measurement date will be recognized as a decrease of the total OPEB liability in the year ended June 30, 2019. Other amounts reported as deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

**Year ended June 30:**

2020	\$ (15,099)
2021	(15,099)
2022	(9,424)
2023	(1,974)
2024	-
Thereafter	-

3. Other Employment Benefit

The Town has elected to provide death benefits to employees through the Death Benefit Plan for members of the Local Governmental Employees' Retirement System (Death Benefit Plan), a multiple-employer, State-administered, cost-sharing plan funded on a one-year term cost basis. The beneficiaries of those employees who die in active service after one year of contributing membership in the System, or who die within 180 days after retirement or termination of service and have at least one year of contributing membership service in the System at the time of death are eligible for death benefits. Lump sum death benefit payments to beneficiaries are equal to the employee's 12 highest months salary in a row during the 24 months prior to the employee's death, but the benefit may not exceed \$50,000 or be less than \$25,000. All death benefit payments are made from the Death Benefit Plan. The Town has no liability beyond the payment of monthly contributions. The contributions to the Death Benefit Plan cannot be separated between the post-employment benefit amount and the other benefit amount. Contributions are determined as a percentage of monthly payroll based upon rates established annually by the State. The Town considers these contributions to be immaterial.

In addition, the Town provided life insurance benefits of \$20,000 per employee.



**TOWN OF JAMESTOWN, NORTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2019**

**Note 2. Detail Notes on All Funds (Continued)**

B. Liabilities (Continued)

4. Deferred Outflows and Inflows of Resources

Source	Amount	
Deferred outflows of resources is comprised of the following:		
Contributions to pension plan in current fiscal year	\$	111,249
Benefit payments for OPEB made subsequent to measurement date		21,858
Differences between expected and actual experience		74,627
Changes in assumptions		128,361
Net difference between projected and actual earnings on pension plan investments		66,401
Changes in proportion and differences between employer contributions and proportionate share of contributions		26,135
	<u>\$</u>	<u>428,631</u>
Deferred inflows of resources at year-end is comprised of the following:		
	<u>Statement of</u>	<u>General Fund</u>
	<u>Net Position</u>	<u>Balance Sheet</u>
Taxes receivable, less penalties, General Fund	\$	15,194
Differences between expected and actual experience		-
Changes in assumptions		-
Changes in proportion and differences between employer contributions and proportionate share of contributions		-
	<u>\$</u>	<u>50,479</u>
		<u>15,194</u>

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

**Note 2. Detail Notes on All Funds (Continued)**

B. Liabilities (Continued)

5. Risk Management

The Town is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Town carries commercial insurance coverage which provides for the following types of major coverage for the amounts of retained risk noted: general liability (\$5,000,000), worker's compensation (\$1,000,000) and public officials' liability (\$1,000,000). There have been no significant reductions in insurance coverage in the prior year, and settled claims resulting from these risks have not exceeded coverage in any of the past three fiscal years.

The Town carries flood insurance through the National Flood Insurance Plan (NFIP). Because the Town has structures in one location that has been mapped and designated an "A" area (an area close to a river, lake or stream) by the Federal Emergency Management Agency, the Town is eligible to purchase coverage of \$500,000 per structure through the NFIP. The contents of the buildings are covered under other insurance.

In accordance with G.S. 159-29, the Town's employees that have access to \$100 or more at any given time of the Town's funds are performance bonded through a commercial surety bond. The finance officer is individually bonded for \$50,000. The remaining employees that have access to funds are bonded under a blanket bond for \$250,000.

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

**Note 2. Detail Notes on All Funds (Continued)**

B. Liabilities (Continued)

6. Commitments – Business – type Activities

The Town has entered into an agreement with the Piedmont Triad Regional Water Authority to assist in the repayment of debt for the construction of the Randleman Reservoir water treatment plant. Under the terms of the original agreement, the Town was obligated to pay approximately \$2,495,000 to the Authority over a twenty-year period beginning in the fiscal year ended June 30, 2011. In fiscal year ended June 30, 2012, the Authority refunded their debt, resulting in an addition of \$55,619 to principal amount owed by the Town and a savings of approximately \$264,000 in interest paid during the remaining years. Future estimated payments to the Authority are as follows:

Year Ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	\$ 94,950	\$ 27,287	\$ 122,237
2021	97,579	24,658	122,237
2022	100,281	21,956	122,237
2023	103,057	19,180	122,237
2024	105,911	16,326	122,237
Next 5 years	<u>514,080</u>	<u>35,986</u>	<u>550,066</u>
	<u>\$ 1,015,858</u>	<u>\$ 145,393</u>	<u>\$ 1,161,251</u>

In addition, the Town is obligated to pay the Town's pro rata share (2.5%) of the Authority's annual operating budget.

The Town has entered into an agreement with the City of High Point to pay its share of the cost of the Odor Control project for the Eastside Treatment Plant. Under the terms of this agreement, the Town is obligated to pay \$438,322 to the City of High Point over a twenty-year period beginning in the fiscal year ended June 30, 2010. Future estimated payments to the City of High Point are as follows:

Year Ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	\$ 21,031	\$ 842	\$ 21,873
2021	21,031	842	21,873
2022	21,031	861	21,892
2023	21,031	1,006	22,037
2024	21,031	1,052	22,083
Next 5 years	105,157	5,258	110,415
Next 2 years	<u>5,262</u>	<u>263</u>	<u>5,525</u>
	<u>\$215,574</u>	<u>\$ 10,124</u>	<u>\$ 225,698</u>

**TOWN OF JAMESTOWN, NORTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2019**

**Note 2. Detail Notes on All Funds (Continued)**

B. Liabilities (Continued)

7. Long-Term Obligations

a. Operating Leases

The Town leases golf carts and other equipment under noncancelable operating leases terminating in fiscal years 2019 through 2024. Total expenditures on operating leases amounted to \$129,921 during fiscal year 2019.

**Year ended June 30:**

2020	\$ 131,914
2021	131,914
2022	119,614
2023	108,710
2024	19,710
Thereafter	-
 Total future minimum lease payments	 \$ 511,862

b. Direct Borrowing Installment Purchase Agreements

In June 2015, the Town entered into \$162,681 of a direct borrowing installment purchase to finance a new refuse truck. The financing contract requires principal payments beginning in the fiscal year 2016 with an interest rate of 1.88%. The refuse truck is pledged as collateral for the debt.

Annual debt service payments of the installment purchase as of June 30, 2019, including \$251 of interest, are as follows:

<b>Year ended June 30:</b>	<b>Governmental Activities</b>	
	<b>Principal</b>	<b>Interest</b>
2020	\$ 26,660	\$ 251
2021	-	-
2022	-	-
2023	-	-
2024	-	-
	-	-
 Total	 \$ 26,660	 \$ 251

**TOWN OF JAMESTOWN, NORTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2019**

**Note 2. Detail Notes on All Funds (Continued)**

B Liabilities (Continued)

b.Direct Borrowing Installment Purchase Agreements (continued)

In November 2015, the Town entered into \$1,400,000 of a direct borrowing installment purchase to finance \$800,000 of renovations to a golf clubhouse, and \$600,000 to construct a new Water and Sewer maintenance facility. The financing contract requires principal payments beginning in the fiscal year 2016 with an interest rate of 2.42%. The newly constructed Water and Sewer maintenance facility is pledged as collateral for the debt.

Annual debt service payments of the installment purchase as of June 30, 2019, including \$104,994 of interest, are as follows:

<b>Year ended June 30:</b>	<b><u>Governmental Activities</u></b>	
	<b><u>Principal</u></b>	<b><u>Interest</u></b>
2020	\$ 66,663	\$ 13,108
2021	66,663	11,494
2022	66,663	9,881
2023	66,663	8,268
2024	66,663	6,655
Next 5 years	<u>233,363</u>	<u>10,587</u>
Total	<u>\$ 566,678</u>	<u>\$ 59,993</u>

<b>Year ended June 30:</b>	<b><u>Business-type Activities</u></b>	
	<b><u>Principal</u></b>	<b><u>Interest</u></b>
2020	\$ 50,003	\$ 9,832
2021	50,003	8,622
2022	50,003	7,412
2023	50,003	6,202
2024	50,003	4,992
Next 5 years	<u>174,973</u>	<u>7,941</u>
Total	<u>\$ 424,988</u>	<u>\$ 45,001</u>

**TOWN OF JAMESTOWN, NORTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2019**

**Note 2: Detail Notes on All Funds (Continued)**

B. Liabilities (Continued)

In December 2017, the Town entered into \$174,369 of a direct borrowing installment purchase to finance a new refuse truck. The financing contract requires principal payments beginning in the fiscal year 2018 with an interest rate of 2.53%. The refuse truck is pledged as collateral for the debt.

Annual debt service payments of the installment purchase as of June 30, 2019, including \$8,148 of interest, are as follows:

<b>Year ended June 30:</b>	<b><u>Governmental Activities</u></b>	
	<b><u>Principal</u></b>	<b><u>Interest</u></b>
2020	\$ 28,311	\$ 3,103
2021	29,035	2,380
2022	29,776	1,639
2023	30,537	878
2024	15,559	148
Thereafter	-	-
Total	<u>\$ 133,218</u>	<u>\$ 8,148</u>

In December 2017, the Town entered into \$178,255 of a direct borrowing installment purchase to finance a new leaf truck. The financing contract requires principal payments beginning in the fiscal year 2018 with an interest rate of 2.53%. The leaf truck is pledged as collateral for the debt.

Annual debt service payments of the installment purchase as of June 30, 2019, including \$8,329 of interest, are as follows:

<b>Year ended June 30:</b>	<b><u>Governmental Activities</u></b>	
	<b><u>Principal</u></b>	<b><u>Interest</u></b>
2020	\$ 28,942	\$ 3,172
2021	29,681	2,433
2022	30,440	1,675
2023	31,217	898
2024	15,906	151
Thereafter	-	-
Total	<u>\$ 136,186</u>	<u>\$ 8,329</u>

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

**Note 2. Detail Notes on All Funds (Continued)**

**B Liabilities (Continued)**

**7. Long-Term Obligations (Continued)**

At June 30, 2019, the Town had a legal debt margin of \$37,760,376.

**c. Changes in Long-Term Liabilities**

Compensated absences and pension liabilities for governmental activities have typically been liquidated in the General Fund.

	Beginning Balance	Increases	Decreases	Ending Balance	Current Portion
<b>Government activities:</b>					
Direct borrowing installment purchase - Garbage Truck	\$ 61,628	\$ -	\$ 34,968	\$ 26,660	\$ 26,660
Direct borrowing installment purchase - Golf Shop	633,341	-	66,663	566,678	66,663
Direct borrowing installment purchase - Garbage Truck	167,618	-	34,400	133,218	28,311
Direct borrowing installment purchase - Leaf Truck	171,353	-	35,167	136,186	28,942
Compensated absences	68,276	24,599	12,040	80,835	12,000
Net OPEB liability	276,139	-	13,178	262,961	-
Net pension liability (LGRS)	173,581	140,838	-	314,419	-
<b>Governmental activity long-term liabilities</b>	<b>\$ 1,551,936</b>	<b>\$ 165,437</b>	<b>\$ 196,416</b>	<b>\$ 1,520,957</b>	<b>\$ 162,576</b>
<b>Business-type activities:</b>					
Direct borrowing installment purchase-W/S Maint Facility	\$ 474,991	\$ -	\$ 50,003	\$ 424,988	\$ 50,003
Commitment - Odor Control	236,604	-	21,031	215,573	21,031
Commitment - PTRWA	1,108,249	-	92,391	1,015,858	94,950
Compensated Absences	46,066	18,051	16,023	48,094	16,000
Net OPEB liability	148,690	-	7,096	141,594	-
Net pension liability (LGRS)	93,465	75,837	-	169,302	-
<b>Business activity long-term liabilities</b>	<b>\$ 2,108,065</b>	<b>\$ 93,888</b>	<b>\$ 186,544</b>	<b>\$ 2,015,409</b>	<b>\$ 181,984</b>

**TOWN OF JAMESTOWN, NORTH CAROLINA  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2019**

**Note 2. Detail Notes on All Funds (Continued)**

C. Interfund Balances and Activity

Transfers to/from other funds at June 30, 2019, consist of the following:

From the General Fund to the East Fork Sidewalk & Pedestrian Bridge Capital Project Fund to fund moving utility poles to the other side of the street due to this expenditure not being deemed reimburseable by federal or state grants	<u>\$60,000</u>
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D. Fund Balance

The following schedule provides management and citizens with information on the portion of General fund balance that is available for appropriation:

Total Fund Balance - General Fund	\$ 4,675,021
Less:	
Inventories	25,049
Prepaid items	31,213
Stabilization by State Statute	358,790
Unexpended grant - downtown revitalization	44,400
Streets-Powell Bill	315,997
Capital Projects	86,957
Appropriated Fund Balance in 2020 budget	546,859
Working Capital / Fund Balance Policy	1,660,521
Remaining Fund Balance	1,605,235

The Town has adopted a minimum fund balance policy for the General Fund which instructs management to conduct the business of the Town in such a manner that fund balance available for appropriation as a percentage of the General Fund expenditures meets a target goal. The target goal is 50% of the average percentage for North Carolina towns and cities in the Town's population group (2,500-9,999), based on the annual report generated by the Local Government Commission.



**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

**Note 3. Joint Ventures**

The Town, in conjunction with five other governments, has entered into a joint governmental agreement with the Piedmont Triad Regional Water Authority (Authority). The Authority was established to construct a dam facility, water treatment plant and related distribution lines. The participating governments are legally obligated under the intergovernmental agreement that created the Authority to contribute a pre-determined share of the construction costs. According to the joint governmental agreement, the participating governments do not have an equity interest in the joint venture, but rather rights to water in the reservoir. The governments have the right to purchase future treated water based upon their pre-determined share, according to a uniform rate structure to be set by the Authority. During the current fiscal year, the Joint Governmental Agreement was amended and restated by the members of the Authority for expansion at the John Kime Water Treatment Plant. Plant production increased 2.7MGD, and each member had an opportunity to buy additional water rights. The Town of Jamestown paid \$166,680 for an additional .375MGD of treated water; 25% of this is take or pay. The Town's total treated water allocation, after the amendment, is .775MGD. Complete financial statements for the Authority can be obtained from the Authority's administrative offices at 7297 Adams Farm Road, Randleman, North Carolina 27317.

**Note 4. Jointly Governed Organization**

The Town, in conjunction with twelve counties and 60 other municipalities, established the Piedmont Triad Regional Council (Council). The participating governments established the Council to coordinate various funding received from federal and state agencies. Each participating government appoints an elected official to the Council's Board of Delegates. The Town paid membership fees of \$765 to the Council during the fiscal year ended June 30, 2019.

**Note 5. Summary Disclosure of Significant Contingencies**

Federal- and State-Assisted Programs

The Town has received proceeds from federal and state grants. Periodic audits of these grants is required and certain costs may be questioned as not being appropriate expenditures under the grant agreements. Such audits could result in the refund of grant monies to the grantor agencies. Management believes that any required refunds will be immaterial. No provision has been made in the accompanying statements for the refund of grant monies.

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

**Note 6. Significant Effects of Subsequent Events**

The Town entered into contracts in the approximate amount of \$25,000 for a stormwater utility inventory, \$169,000 for exterior and interior renovation of 2 water tanks, \$86,000 for a utility trailer with camera inspection system, \$36,000 for a service vehicle, and 2 leases for golf and recreation maintenance equipment with a total valuation of approximately \$187,000.

**Required  
Supplementary Financial Data**

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This section contains additional information required by generally accepted accounting principles.

- Schedule of Proportionate Share of Net Pension Liability (Asset) for Local Government Employees' Retirement System
- Schedule of Contributions to Local Government Employees' Retirement System
- Schedule of Changes in the Total OPEB Liability and Related Ratios

**Town of Jamestown, North Carolina**  
**Town of Jamestown's Proportionate Share of Net Pension Liability (Asset)**  
**Required Supplementary Information**  
**Last Six Fiscal Years\***  
**Local Government Employees' Retirement System**

	2019	2018	2017	2016	2015	2014
Jamestown's proportion of the net pension liability (asset) (%)	2.03900%	0.01748%	0.02005%	.02012%	.01982%	.02030%
Jamestown's proportion of the net pension liability (asset) (\$)	483,721	267,046	425,528	90,297	(116,888)	244,693
Jamestown's covered payroll	1,396,730	1,259,062	1,218,001	1,148,722	1,166,573	1,251,879
Jamestown's proportion share of the net pension liability (asset) as a percentage of its covered payroll	34.63%	21.21%	34.94%	7.86%	-10.02%	19.55%
Plan fiduciary net position as a percentage of the total pension liability	92.00%	94.18%	91.47%	98.09%	102.64%	94.35%

\* The amounts presented for each fiscal year were determined as of the prior fiscal year ending June 30. This schedule is intended to show information for ten years; additional years' information will be displayed as it becomes available.

**Town of Jamestown, North Carolina**  
**Town of Jamestown's Contributions**  
**Required Supplementary Information**  
**Last Six Fiscal Years\***  
**Local Government Employees' Retirement System**

	2019	2018	2017	2016	2015	2014
Contractually required contribution	\$ 111,249	\$ 104,755	\$ 92,327	\$ 85,120	\$ 87,209	\$ 81,214
Contributions in relation to the contractually required contribution	111,249	104,755	92,327	85,120	87,209	81,214
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Jamestown's covered payroll	1,435,474	1,396,730	1,259,062	1,218,001	1,148,722	1,166,573
Contributions as a percentage of covered payroll	7.75%	7.50%	7.33%	6.99%	7.59%	6.96%

\* - This schedule is intended to show information for ten years; additional years' information will be displayed as it becomes available.

**Town of Jamestown**  
**Schedule B - Required Supplementary Information**  
**Schedule of Changes in Total OPEB Liability**  
**June 30, 2019**

<b>Total OPEB Liability</b>	<b><u>2019</u></b>	<b><u>2018</u></b>
Service cost at end of year	6,152	6,605
Interest	14,936	13,374
Changes of benefit terms	-	-
Differences between expected and actual experience	(24,094)	(19,797)
Changes of assumptions or other inputs	(7,164)	(13,418)
Benefit payments	(10,104)	(12,427)
<b>Net change in Total OPEB Liability</b>	<b><u>(20,274)</u></b>	<b><u>(25,663)</u></b>
<b>Total OPEB Liability - beginning</b>	<b><u>\$ 424,829</u></b>	<b><u>\$ 450,492</u></b>
<b>Total OPEB Liability - ending</b>	<b><u><u>\$ 404,555</u></u></b>	<b><u><u>\$ 424,829</u></u></b>
<b>Covered payroll</b>	N/A*	N/A*
<b>Total OPEB liability as a percentage of covered payroll</b>	N/A*	N/A*

**Notes to Schedule**

Covered payroll is not provided since there are fewer than 10 participants in the plan.

Changes of assumptions: Changes of assumptions and other inputs reflect the effects of changes in the discount rate of each period. The following are the discount rates used in each period:

<b><u>Fiscal year</u></b>	<b><u>Rate</u></b>
2019	3.89%

**INDIVIDUAL FUND STATEMENTS AND SCHEDULES**

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**GENERAL FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**Year Ended June 30, 2019**

Schedule 1  
Page 1 of 3

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues:</b>			
Ad valorem taxes:			
Taxes	\$ -	\$ 2,198,180	\$ -
Interest	-	5,370	-
Total	<u>2,188,426</u>	<u>2,203,550</u>	<u>15,124</u>
Unrestricted intergovernmental:			
Sales and use tax	-	671,802	-
Telecommunications sales tax	-	48,455	-
Electricity sales tax	-	204,451	-
Piped natural gas sales tax	-	20,139	-
Video programming tax	-	45,883	-
Solid waste disposal tax	-	2,975	-
ABC distribution	-	50,000	-
Alcoholic beverages tax	-	18,519	-
Total	<u>993,000</u>	<u>1,062,224</u>	<u>69,224</u>
Restricted intergovernmental:			
Powell Bill	-	109,891	-
Other state, federal and local grants	-	123,265	-
Total	<u>365,500</u>	<u>233,156</u>	<u>(132,344)</u>
Services and fees:			
Cell tower fees	-	91,229	-
Refuse collection fees	-	162,770	-
Planning and development fees	-	30,031	-
Rentals	-	17,641	-
Golf operations	-	884,838	-
Total	<u>1,254,311</u>	<u>1,186,509</u>	<u>(67,802)</u>
Investment income	<u>70,000</u>	<u>81,521</u>	<u>11,521</u>
Miscellaneous:			
Contributions and donations	-	1,218	-
Other	-	3,057	-
	<u>1,500</u>	<u>4,275</u>	<u>2,775</u>
 Total revenues	 <u>4,872,737</u>	 <u>4,771,235</u>	 <u>(101,502)</u>
<b>Expenditures:</b>			
General government:			
Governing Body:			
Library contribution	-	116,500	-
Historic Jamestown Society contribution	-	9,500	-
YMCA contribution	-	22,350	-
JYL contribution	-	5,000	-
Professional services	-	16,529	-
Contractual services	-	3,000	-
Other operating expenditures	-	6,413	-
Total	<u>199,725</u>	<u>179,292</u>	<u>20,433</u>



**TOWN OF JAMESTOWN, NORTH CAROLINA  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
Year Ended June 30, 2019**

Schedule 1  
Page 2 of 3

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Administration:</b>			
Salaries and employee benefits	-	318,970	-
Professional services	-	11,476	-
Supplies and materials	-	3,354	-
Contractual services	-	33,329	-
Other operating expenditures	-	30,197	-
Capital outlay	-	4,950	-
Total	<u>444,926</u>	<u>402,276</u>	<u>42,650</u>
<b>Planning:</b>			
Salaries and employee benefits	-	112,920	-
Supplies and materials	-	2,499	-
Contractual services	-	13,018	-
Other operating expenditures	-	10,107	-
Total	<u>150,287</u>	<u>138,544</u>	<u>11,743</u>
<b>Buildings and Grounds:</b>			
Supplies and materials	-	8,649	-
Contractual services	-	68,509	-
Other operating expenditures	-	36,673	-
Capital outlay	-	900	-
Total	<u>176,900</u>	<u>114,731</u>	<u>62,169</u>
Total general government	<u>971,838</u>	<u>834,843</u>	<u>136,995</u>
<b>Public services:</b>			
<b>Streets:</b>			
Supplies and materials	-	19,556	-
Contractual services	-	30,322	-
Other operating expenditures	-	86,684	-
Capital outlay	-	2,750	-
Total	<u>444,889</u>	<u>139,312</u>	<u>305,577</u>
<b>Streets - Powell Bill:</b>			
Contractual services	-	295,430	-
Other operating expenditures	-	7,014	-
Capital outlay	-	976	-
Total	<u>459,400</u>	<u>303,420</u>	<u>155,980</u>
<b>Sanitation:</b>			
Salaries and employee benefits	-	140,799	-
Supplies and materials	-	27,303	-
Contractual services	-	2,506	-
Other operating expenditures	-	149,980	-
Total	<u>368,946</u>	<u>320,588</u>	<u>48,358</u>
Total public services	<u>1,273,235</u>	<u>763,320</u>	<u>509,915</u>
<b>Public safety:</b>			
<b>Fire:</b>			
Contractual services	-	527,590	-
Other operating expenditures	-	2,089	-
Capital outlay	-	5,136	-
Total	<u>552,400</u>	<u>534,815</u>	<u>17,585</u>
<b>Police:</b>			
Contractual services	-	350,095	-
Other operating expenditures	-	3,164	-
Total	<u>384,000</u>	<u>353,259</u>	<u>30,741</u>
Total public safety	<u>936,400</u>	<u>888,074</u>	<u>48,326</u>

**TOWN OF JAMESTOWN, NORTH CAROLINA  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
Year Ended June 30, 2019**

Schedule 1  
Page 3 of 3

	Budget	Actual	Variance Positive (Negative)
Recreation:			
Recreation:			
Salaries and employee benefits	-	134,391	-
Supplies and materials	-	30,614	-
Contractual services	-	34,880	-
Other operating expenditures	-	28,308	-
Capital outlay	-	10,000	-
Total	272,471	238,193	34,278
Golf Course - Maintenance:			
Salaries and employee benefits	-	397,967	-
Supplies and materials	-	113,898	-
Contractual services	-	71,661	-
Other operating expenditures	-	38,395	-
Capital outlay	-	32,516	-
Total	1,328,367	654,437	673,930
Golf Course - Golf Shop:			
Salaries and employee benefits	-	240,265	-
Supplies and materials	-	15,409	-
Purchases for resale	-	74,822	-
Equipment rental	-	67,708	-
Contractual services	-	37,953	-
Other operating expenditures	-	58,133	-
Total	587,058	494,290	92,768
Total recreation	2,187,896	1,386,920	800,976
Debt Service:			
Principal retirement	171,250	171,198	52
Interest	25,650	25,480	170
Total	196,900	196,678	222
Total expenditures	5,566,269	4,069,835	1,496,434
Revenues over (under) expenditures	(693,532)	701,400	1,394,932
Other financing sources (uses):			
Sale of capital assets	-	25,000	25,000
Insurance recoveries	8,743	10,148	1,405
Transfer from General Capital Reserve Fund	81,500	81,384	(116)
Transfer to General Capital Reserve Fund	(96,400)	(95,947)	453
Transfer to East Fork Sidewalk Capital Project Fund	(60,000)	(60,000)	-
Fund balance appropriated	759,689	-	(759,689)
Total other financing sources (uses)	693,532	(39,415)	(732,947)
Revenues and other financing sources over expenditures	\$ -	661,985	\$ 661,985
Fund balance:			
Beginning of year, July 1		3,924,545	
Change in reserve for inventories		1,534	
End of year, June 30		\$ 4,588,064	

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**GENERAL CAPITAL RESERVE FUND**  
**(To be consolidated with the General Fund for presentation purposes)**  
**SCHEDULE OF REVENUES AND EXPENDITURES -**  
**BUDGET AND ACTUAL (NON-GAAP)**  
**Year Ended June 30, 2019**

Schedule 2

	<b>Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
Revenues:			
Nonoperating revenues:			
Investment income	\$ 75	\$ 241	\$ 166
Other financing sources (uses):			
Transfer from General Fund	96,400	95,947	(453)
Transfer to General Fund	(81,500)	(81,384)	116
Reserve for Future Expenditures	(75)	-	75
Reserve for Future Expenditures-Jamestown Park	(14,900)	-	14,900
Total other financing sources (uses)	(75)	14,563	14,638
Revenues and other sources over other uses	\$ -	\$ 14,804	\$ 14,804

**CAPITAL PROJECT FUND - EAST FORK SIDEWALK & PEDESTRIAN BRIDGE**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

Schedule 3

	Project Author- ization	Prior Year	Actual Current Year	Total to Date	Variance Positive (Negative)
Revenues:					
Federal STP-EB funds	\$ 1,369,167	\$ -	\$ -	\$ -	\$(1,369,167)
NC DOT funds	342,292	-	-	-	(342,292)
	<u>\$ 1,711,459</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$(1,711,459)</u>
Expenditures:					
Capital outlay - land improvements	1,771,459	59,065	-	59,065	1,712,394
Total expenditures	<u>1,771,459</u>	<u>59,065</u>	<u>-</u>	<u>59,065</u>	<u>1,712,394</u>
Revenues under expenditures	<u>(60,000)</u>	<u>(59,065)</u>	<u>-</u>	<u>(59,065)</u>	<u>935</u>
Other financing sources:					
Transfer from General Fund	60,000	-	60,000	60,000	-
Net change in fund balance	<u>\$ -</u>	<u>\$ (59,065)</u>	60,000	<u>\$ 935</u>	<u>\$ 935</u>
Fund balance:					
Beginning of year, July 1			<u>(59,065)</u>		
End of year, June 30			<u>\$ 935</u>		

**CAPITAL PROJECT FUND -EAST MAIN STREET (LYDIA) MULTI-USE GREENWAY  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

Schedule 4

	<u>Project Author- ization</u>	<u>Prior Year</u>	<u>Actual Current Year</u>	<u>Total to Date</u>	<u>Variance Positive (Negative)</u>
Revenues:					
Federal STP-EB funds	\$ 680,000	\$ -	\$ -	\$ -	\$ (680,000)
NC DOT funds	170,000	-	-	-	(170,000)
	<u>\$ 850,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (850,000)</u>
Expenditures:					
Capital outlay - land improvements	850,000	-	-	-	850,000
Total expenditures	<u>850,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>850,000</u>
Revenues under expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance:					
Beginning of year, July 1			<u>-</u>		
End of year, June 30			<u>\$ -</u>		

**CAPITAL PROJECT FUND - OAKDALE SIDEWALK PHASE III  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

Schedule 5

	<u>Project Author- ization</u>	<u>Prior Year</u>	<u>Actual Current Year</u>	<u>Total to Date</u>	<u>Variance Positive (Negative)</u>
Revenues:					
Federal CMAQ funds	\$ 540,000	\$ -	\$ 58,243	\$ 58,243	\$ (481,757)
Investment income	-	30	243	273	273
	<u>540,000</u>	<u>30</u>	<u>58,486</u>	<u>58,516</u>	<u>(481,484)</u>
Expenditures:					
Capital outlay - land improvements	675,000	-	72,804	72,804	602,196
Revenues over (under) expenditures	<u>(135,000)</u>	<u>30</u>	<u>(14,318)</u>	<u>(14,288)</u>	<u>602,469</u>
Other financing sources:					
Transfer from General Fund	135,000	135,000	-	135,000	-
Net change in fund balance	<u>\$ -</u>	<u>\$ 135,030</u>	<u>\$ (14,318)</u>	<u>\$ 120,712</u>	<u>\$ 120,712</u>
Fund balance:					
Beginning of year, July 1			<u>135,030</u>		
End of year, June 30			<u>\$ 120,712</u>		

**TOWN OF JAMESTOWN, NORTH CAROLINA  
WATER AND SEWER FUND  
SCHEDULE OF REVENUES AND EXPENDITURES -  
BUDGET AND ACTUAL (NON-GAAP)  
Year Ended June 30, 2019**

Schedule 6

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Revenues:</b>			
Operating revenues:			
Charges for services:			
Water sales	\$ 924,000	\$ 929,637	\$ 5,637
Sewer service charges	2,900,000	3,022,407	122,407
Total	3,824,000	3,952,044	128,044
Other operating revenues	25,650	30,484	4,834
Total operating revenues	3,849,650	3,982,528	132,878
Nonoperating revenues:			
System Development Fees	-	18,500	18,500
Interest income	120,000	139,750	19,750
Total nonoperating revenues	120,000	158,250	38,250
Total revenues	3,969,650	4,140,778	171,128
<b>Expenditures:</b>			
Salaries and employee benefits	-	720,188	-
Professional services	-	12,075	-
Contracted services	-	165,070	-
Contractual payment for wastewater treatment	-	710,821	-
Supplies and materials	-	74,307	-
Purchase and transmission of water	-	262,874	-
Repairs and maintenance	-	85,628	-
Other operating expenditures	-	130,849	-
Operating payments to PTRWA	-	43,292	-
Payments of long-term commitments to PTRWA	-	122,237	-
Payments on Odor Control project	-	21,873	-
Debt service	-	61,045	-
Capital outlay	-	71,726	-
Total expenditures	3,726,259	2,481,985	1,244,274
Revenues over (under) expenditures	243,391	1,658,793	1,415,402
<b>Other financing sources (uses):</b>			
Transfer from Randleman Reservoir Fund	123,000	122,237	-
Transfer from Grandover Water & Sewer Lines Capital Project Fund	1,245	1,245	-
Transfer to Randleman Reservoir Fund	(38,000)	(38,000)	-
Transfer to Water and Sewer Capital Reserve Fund	(422,000)	(375,148)	-
Total other financing uses	(335,755)	(289,666)	46,089
Net assets appropriated	92,364	-	(92,364)
Total other financing uses	(243,391)	(289,666)	(46,275)
Revenues and other financing sources over expenditures and other financing uses	<u>\$ -</u>	1,369,127	<u>\$ 1,369,127</u>
<b>Reconciliation from budgetary basis (modified accrual) to full accrual basis:</b>			
Reconciling items:			
Capital outlay		71,726	
Principal portion of payment on Odor Control		21,031	
Principal portion of payment to PTRWA		92,391	
Principal portion of debt payments		50,003	
Decrease in accrued interest payable		1,164	
Increase in accrued vacation pay		(2,028)	
Increase in deferred outflows of resources - pensions		63,229	
Increase in net pension liability		(75,837)	
Decrease in deferred inflows of resources - pensions		2,709	
Decrease in deferred outflows of resources - OPEB		4,114	
Increase in deferred inflows of resources - OPEB		(5,656)	
Decrease in OPEB liability		7,096	
Loss on disposal of capital assets		(29,191)	
Depreciation		(394,031)	
Amortization		(197,408)	
Transfer - Grandover Water & Sewer Lines Capital Project Fund		(1,245)	
Transfer - Randleman Reservoir Capital Reserve Fund		(84,237)	
Investment earnings - Randleman Reservoir Capital Reserve Fund		17,610	
Transfer - Water and Sewer Capital Reserve Fund		375,148	
Investment earnings - Water and Sewer Capital Reserve Fund		2,257	
		<u>(81,155)</u>	
Change in net position		<u>\$ 1,287,972</u>	

**TOWN OF JAMESTOWN, NORTH CAROLINA  
 RANDLEMAN RESERVOIR CAPITAL RESERVE FUND  
 SCHEDULE OF REVENUES AND EXPENDITURES -  
 BUDGET AND ACTUAL (NON-GAAP)  
 Year Ended June 30, 2019**

Schedule 7

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Nonoperating revenues:			
Investment income	\$ 3,600	\$ 17,610	\$ 14,010
Other financing sources (uses):			
Transfer from Water and Sewer Fund	38,000	38,000	-
Transfer to Water and Sewer Fund	(123,000)	(122,237)	763
Net assets appropriated	<u>81,400</u>	<u>-</u>	<u>(81,400)</u>
Total other financing uses	<u>(3,600)</u>	<u>(84,237)</u>	<u>(80,637)</u>
Revenues and other financing sources under other financing uses	<u>\$ -</u>	<u>\$ (66,627)</u>	<u>\$ (66,627)</u>



**TOWN OF JAMESTOWN, NORTH CAROLINA  
WATER AND SEWER CAPITAL RESERVE FUND  
SCHEDULE OF REVENUES AND EXPENDITURES -  
BUDGET AND ACTUAL (NON-GAAP)  
Year Ended June 30, 2019**

Schedule 8

	<b>Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
Revenues:			
Nonoperating revenues:			
Investment income	\$ 500	\$ 2,257	\$ 1,757
Other financing sources (uses):			
Transfer from Water and Sewer Fund	400,000	356,648	(43,352)
Transfer from Water and Sewer Fund - System Dev Fees	22,000	18,500	(3,500)
Reserve for Future Expenditures	(422,500)	-	422,500
Total other financing sources (uses)	(500)	375,148	375,648
Revenues and other financing sources over other financing uses	\$ -	\$ 377,405	\$ 377,405

**CAPITAL PROJECTS FUND - GRANDOVER WATER & SEWER LINES**  
**SCHEDULE OF REVENUES AND EXPENDITURES -**  
**BUDGET AND ACTUAL (NON-GAAP)**  
**FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

Schedule 9

	Project Author- ization	Prior Years	Actual Current Year	Total to Date	Variance Positive (Negative)
Revenues:					
Investment income	935	935	-	935	-
Total revenues	<u>\$ 935</u>	<u>\$ 935</u>	<u>\$ -</u>	<u>935</u>	<u>\$ -</u>
Expenditures:					
Capital outlay - Water lines	330,690	330,690	-	330,690	-
Capital outlay - Sewer lines	399,000	399,000	-	399,000	-
Total expenditures	<u>729,690</u>	<u>729,690</u>	<u>-</u>	<u>729,690</u>	<u>-</u>
Revenues under expenditures	<u>(728,755)</u>	<u>(728,755)</u>	<u>-</u>	<u>(728,755)</u>	<u>-</u>
Other financing sources (uses):					
Transfers from other funds:					
Water & Sewer Operating Fund	150,000	150,000	-	150,000	-
Water & Sewer Capital Reserve Fund	580,000	580,000	-	580,000	-
Transfer to other funds:					
Water & Sewer Operating Fund	<u>(1,245)</u>		<u>(1,245)</u>	<u>(1,245)</u>	
Total other financing sources (uses)	<u>728,755</u>	<u>730,000</u>	<u>(1,245)</u>	<u>728,755</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	<u>1,245</u>	<u>(1,245)</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balance:					
Beginning of year, July 1			<u>1,245</u>		
End of year, June 30			<u>\$ -</u>		

## **OTHER SCHEDULES**

This section contains additional information on property taxes.

- Schedule of Ad Valorem Taxes Receivable
- Analysis of Current Tax Levy

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**SCHEDULE OF AD VALOREM TAXES RECEIVABLE -**  
**Year Ended June 30, 2019**

Schedule 11

<u>Fiscal Year</u>	<u>Uncollected Balance July 1, 2018</u>	<u>Additions</u>	<u>Collections and Credits</u>	<u>Uncollected Balance June 30, 2019</u>
2018-19	\$ -	\$ 2,208,982	\$ 2,199,634	\$ 9,348
2017-18	7,493	-	3,560	3,933
2016-17	3,578	-	500	3,078
2015-16	2,405	-	1,139	1,266
2014-15	1,265	-	401	864
2013-14	2,676	-	361	2,315
2012-13	2,868	-	42	2,826
2011-12	2,108	-	74	2,034
2010-11	1,978	-	35	1,943
2009-10	1,170	-	33	1,137
2008-09	1,940	-	1,940	-
	<u>\$ 27,481</u>	<u>\$ 2,208,982</u>	<u>\$ 2,207,719</u>	28,744
Less allowance for uncollectible taxes				<u>(13,550)</u>
				<u>\$ 15,194</u>
Reconciliation to revenues:				
Ad valorem taxes - General Fund				\$ 2,203,550
Reconciling items:				
Interest collected				(5,370)
Discounts and releases allowed and other charges				7,599
Amounts written off for tax year 2008-09 - per statute of limitations				<u>1,940</u>
Subtotal				<u>4,169</u>
Total collections and credits				<u>\$ 2,207,719</u>

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**ANALYSIS OF CURRENT TAX LEVY -**  
**TOWN-WIDE LEVY**  
**Year Ended June 30, 2019**

Schedule 12

	City-Wide			Total Levy	
	Property Valuation	Rate	Total Levy	Property Excluding Registered Motor Vehicles	Registered Motor Vehicles
Original levy:					
Property taxes at current rate	\$ 473,345,085	\$ 0.468	\$ 2,215,255	\$ 2,017,950	\$ 197,305
Discoveries - current year	24,786		116	116	-
Releases	<u>(1,365,171)</u>		<u>(6,389)</u>	<u>(6,389)</u>	<u>-</u>
Total property valuation	<u>\$ 472,004,700</u>				
Net levy			2,208,982	2,011,677	197,305
Unpaid (by taxpayer) taxes at June 30, 2019			<u>9,348</u>	<u>9,348</u>	<u>-</u>
Current year's taxes collected			<u>\$ 2,199,634</u>	<u>\$ 2,002,329</u>	<u>\$ 197,305</u>
Current levy collection percentage			<u>99.58%</u>	<u>99.54%</u>	<u>100.00%</u>

## STATISTICAL SECTION

This part of the Town of Jamestown's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Town's overall financial health.

<b>Contents</b>	<b>Page</b>
<i>Financial Trends</i> <i>These schedules contain trend information to help the reader understand how the Town's financial performance and well-being have changed over time.</i>	86
<i>Revenue Capacity</i> <i>These schedules contain information to help the reader assess the Town's most significant local revenue source, the property tax.</i>	92
<i>Debt Capacity</i> <i>These schedules present information to help the reader assess the affordability of the Town's current levels of outstanding debt and the Town's ability to issue additional debt in the future.</i>	97
<i>Demographic and Economic Information</i> <i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the Town's financial activities take place.</i>	100
<i>Operating Information</i> <i>These schedules contain service and infrastructure data to help the reader understand how the information in the Town's financial report relates to the services the government provides and the activities it performs.</i>	102

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

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**Net Position by Component**  
**Last Ten Fiscal Years**  
**(Accrual Basis of Accounting)**

**Table 1**

(1)	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
<b>Net assets:</b>										
Governmental activities:										
Net investment in capital assets	\$ 5,774,549	\$ 6,508,428	\$ 6,345,439	\$ 6,267,405	\$ 6,351,687	\$ 6,182,522	\$ 6,406,588	\$ 6,403,128	\$ 6,333,125	\$ 6,296,313
Restricted	455,638	532,050	649,642	704,227	911,648	968,123	1,097,043	808,740	1,008,466	883,391
Unrestricted	<u>1,356,372</u>	<u>583,443</u>	<u>1,335,899</u>	<u>1,625,996</u>	<u>1,869,707</u>	<u>2,238,203</u>	<u>2,031,636</u>	<u>2,469,057</u>	<u>2,684,048</u>	<u>3,520,041</u>
Total governmental activities net assets	<u>\$ 7,586,559</u>	<u>\$ 7,623,921</u>	<u>\$ 8,330,980</u>	<u>\$ 8,597,628</u>	<u>\$ 9,133,042</u>	<u>\$ 9,388,848</u>	<u>\$ 9,535,267</u>	<u>\$ 9,680,925</u>	<u>\$ 10,025,639</u>	<u>\$ 10,699,745</u>
Business-type activities:										
Net investment in capital assets	\$ 12,297,330	\$ 12,013,654	\$ 11,703,446	\$ 11,912,370	\$ 11,892,009	\$ 11,521,541	\$ 11,355,783	\$ 12,902,052	\$ 12,878,686	\$ 12,493,207
Unrestricted	<u>4,385,638</u>	<u>5,436,633</u>	<u>5,109,274</u>	<u>5,351,833</u>	<u>5,893,192</u>	<u>7,141,913</u>	<u>7,884,617</u>	<u>7,149,347</u>	<u>8,016,421</u>	<u>9,689,872</u>
Total business-type activities net assets	<u>\$ 16,682,968</u>	<u>\$ 17,450,287</u>	<u>\$ 16,812,720</u>	<u>\$ 17,264,203</u>	<u>\$ 17,785,201</u>	<u>\$ 18,663,454</u>	<u>\$ 19,240,400</u>	<u>\$ 20,051,399</u>	<u>\$ 20,895,107</u>	<u>\$ 22,183,079</u>
Primary government										
Net investment in capital assets	\$ 18,071,879	\$ 18,522,082	\$ 18,048,885	\$ 18,179,775	\$ 18,243,696	\$ 17,704,063	\$ 17,762,371	\$ 19,305,180	\$ 19,211,811	\$ 18,789,520
Restricted	455,638	532,050	649,642	704,227	911,648	968,123	1,097,043	808,740	1,008,466	883,391
Unrestricted	<u>5,742,010</u>	<u>6,020,076</u>	<u>6,445,173</u>	<u>6,977,829</u>	<u>7,762,899</u>	<u>9,380,116</u>	<u>9,916,253</u>	<u>9,618,404</u>	<u>10,700,469</u>	<u>13,209,913</u>
Total primary government net assets	<u>\$ 24,269,527</u>	<u>\$ 25,074,208</u>	<u>\$ 25,143,700</u>	<u>\$ 25,861,831</u>	<u>\$ 26,918,243</u>	<u>\$ 28,052,302</u>	<u>\$ 28,775,667</u>	<u>\$ 29,732,324</u>	<u>\$ 30,920,746</u>	<u>\$ 32,882,824</u>

(1) On July 1, 2008, the Jamestown Park Fund (a business-type activity) was merged into the General Fund (governmental activity).

Source: The sources for the data provided in the financial trends portion of the statistical section are the current and prior years' audited financial statements for the Town.

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**Changes in Net Position**  
**Last Ten Fiscal Years**  
**(Accrual Basis of Accounting)**

Table 2

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
<b>Expenses</b>										
Governmental activities:										
General government	\$ 622,773	\$ 608,783	\$ 812,198 (2)	\$ 773,580	\$ 798,861	\$ 788,620	\$ 896,110	\$ 902,137	\$ 839,454	\$ 869,024
Public services	659,936	431,205	586,360	459,784	489,771	473,355	531,847	739,104	481,124	861,509
Public safety	668,864	750,380	792,242	796,368	849,103	857,176	857,525	810,360	889,340	909,466
Recreation	1,776,310	1,721,506	1,518,271 (2)	1,357,624	1,400,605	1,371,426	1,316,111	1,465,414	1,507,040	1,556,013
Interest on long-term debt	13,129	7,954	4,040	-	-	-	-	-	-	-
Total governmental activities expenses	<u>3,741,012</u>	<u>3,519,828</u>	<u>3,713,111</u>	<u>3,387,356</u>	<u>3,538,340</u>	<u>3,490,577</u>	<u>3,601,593</u>	<u>3,917,015</u>	<u>3,716,958</u>	<u>4,196,012</u>
Business-type activities:										
Water and sewer	2,210,887	2,254,696	2,759,649	2,477,743	2,567,089	2,370,230	2,655,780	2,658,464	2,577,015	2,843,482
Total business-type activities expenses	<u>2,210,887</u>	<u>2,254,696</u>	<u>2,759,649</u>	<u>2,477,743</u>	<u>2,567,089</u>	<u>2,370,230</u>	<u>2,655,780</u>	<u>2,658,464</u>	<u>2,577,015</u>	<u>2,843,482</u>
Total primary government expenses	<u>\$ 5,951,899</u>	<u>\$ 5,774,524</u>	<u>\$ 6,472,760</u>	<u>\$ 5,865,099</u>	<u>\$ 6,105,429</u>	<u>\$ 5,860,807</u>	<u>\$ 6,257,373</u>	<u>\$ 6,575,479</u>	<u>\$ 6,293,973</u>	<u>\$ 7,039,494</u>
<b>Program revenues</b>										
Governmental activities:										
Charges for services:										
General government	\$ 25,023	\$ 8,980	\$ 9,196	\$ 8,338	\$ 12,863	\$ 8,047	\$ 14,429	\$ 27,591	\$ 27,480	\$ 35,962
Public services	110,771	109,928	109,419	134,356	158,225	158,170	159,190	160,140	160,640	162,770
Public safety	-	-	-	-	-	-	-	-	-	-
Recreation	833,124	721,401	999,735	867,735	704,034	698,060	558,656	767,980	809,507	896,548
Operating grants and contributions:										
General government	1,626	-	-	-	-	-	-	-	-	50,000
Public services	110,171	94,854	131,939	135,315	253,350	109,986	104,879	78,244	114,325	112,866
Public safety	-	-	-	-	-	-	-	-	-	-
Recreation	316,139	277,746	75,061	101,983	94,621	66,325	121,560	62,393	62,540	56,718
Capital grants and contributions:										
Public services	212,663	-	-	-	91,289	-	-	-	21,824	76,008
Recreation	30,973	-	-	-	111,155	-	-	-	-	-
Total governmental activities program revenues	<u>1,640,490</u>	<u>1,212,909</u>	<u>1,325,350</u>	<u>1,247,727</u>	<u>1,425,537</u>	<u>1,040,588</u>	<u>958,714</u>	<u>1,096,348</u>	<u>1,196,316</u>	<u>1,390,872</u>
Business-type activities:										
Charges for services:										
Water and sewer	2,886,739	2,986,626	2,859,258	2,911,995	2,946,169	3,289,889	3,213,525	3,436,881	3,492,972	4,001,028
Jamestown Park	-	-	-	-	-	-	-	-	-	-
Operating grants and contributions:										
Water and sewer	-	-	-	-	9,563	-	-	-	-	-
Capital grants and contributions:										
Water and sewer	327,497	-	-	-	-	-	-	-	-	-
Total business-type activities program revenues	<u>3,214,236</u>	<u>2,986,626</u>	<u>2,859,258</u>	<u>2,911,995</u>	<u>2,955,732</u>	<u>3,289,889</u>	<u>3,213,525</u>	<u>3,436,881</u>	<u>3,492,972</u>	<u>4,001,028</u>
Total primary government program revenues	<u>\$ 4,854,726</u>	<u>\$ 4,199,535</u>	<u>\$ 4,184,608</u>	<u>\$ 4,159,722</u>	<u>\$ 4,381,269</u>	<u>\$ 4,330,477</u>	<u>\$ 4,172,239</u>	<u>\$ 4,533,229</u>	<u>\$ 4,689,288</u>	<u>\$ 5,391,900</u>



**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**Changes in Net Position**  
**Last Ten Fiscal Years**  
**(Accrual Basis of Accounting)**

**Table 2,**  
**continued**

	2010	2011	2012 (1)	2013	2014	2015	2016	2017	2018	2019
Net (expense) revenue										
Governmental activities	\$ (2,100,522)	\$ (2,306,919)	\$ (2,387,761)	\$ (2,139,629)	\$ (2,112,803)	\$ (2,449,989)	\$ (2,642,879)	\$ (2,820,667)	\$ (2,520,642)	\$ (2,805,140)
Business-type activities	1,003,349	731,930	99,609	434,252	388,643	919,859	557,745	778,417	915,957	1,157,546
Total primary government net expense	<u>\$ (1,097,173)</u>	<u>\$ (1,574,989)</u>	<u>\$ (2,288,152)</u>	<u>\$ (1,705,377)</u>	<u>\$ (1,724,160)</u>	<u>\$ (1,530,330)</u>	<u>\$ (2,085,134)</u>	<u>\$ (2,042,250)</u>	<u>\$ (1,592,165)</u>	<u>\$ (1,592,165)</u>
<b>General Revenues and Other Changes in Net Assets</b>										
Governmental activities:										
Taxes:										
Property taxes, levied for general purposes	\$ 1,444,670	\$ 1,569,856	\$ 1,548,994	\$ 1,590,671	\$ 1,803,918	\$ 1,837,085	\$ 1,868,549	\$ 1,899,234	\$ 2,061,781	\$ 2,204,521
Other taxes	746,129	769,000	776,492	806,767	831,961	961,599	867,070	1,008,300	1,033,427	1,150,478
Investment income, unrestricted	11,037	10,042	8,706	4,172	3,804	5,600	8,063	16,088	35,081	86,042
Interest on advance to/from other fund	-	(12,195)	-	-	-	-	-	-	-	-
Miscellaneous	5,913	7,578	2,202	4,717	8,484	7,773	13,620	32,828	7,686	13,205
Extraordinary item	-	-	-	-	-	-	31,996	9,875	-	-
Gain (loss) on sale of capital assets	(2,541)	-	-	-	-	-	-	-	-	25,000
Transfers	-	-	758,426	-	-	-	-	-	-	-
Total governmental activities	<u>2,205,208</u>	<u>2,344,281</u>	<u>3,094,820</u>	<u>2,406,327</u>	<u>2,648,167</u>	<u>2,812,057</u>	<u>2,789,298</u>	<u>2,966,325</u>	<u>3,137,975</u>	<u>3,479,246</u>
Business-type activities:										
Grants and contributions not restricted to specific programs	-	-	-	-	-	-	-	-	-	-
Capital contributions	-	-	-	-	117,865	-	-	-	-	-
Investment income, unrestricted	66,067	23,194	21,250	17,231	12,922	11,962	19,201	32,582	73,799	159,617
Interest on advance to/from other fund	-	12,195	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	1,568	3,850	-	-	-	-
Gain (loss) on sale of capital assets	1,510	-	-	-	-	-	-	-	-	(29,191)
Transfers	-	-	(758,426)	-	-	-	-	-	-	-
Total business-type activities	<u>67,577</u>	<u>35,389</u>	<u>(737,176)</u>	<u>17,231</u>	<u>132,355</u>	<u>15,812</u>	<u>19,201</u>	<u>32,582</u>	<u>73,799</u>	<u>130,426</u>
Total primary government	<u>\$ 2,272,785</u>	<u>\$ 2,379,670</u>	<u>\$ 2,357,644</u>	<u>\$ 2,423,558</u>	<u>\$ 2,780,522</u>	<u>\$ 2,827,869</u>	<u>\$ 2,808,499</u>	<u>\$ 2,998,907</u>	<u>\$ 3,211,774</u>	<u>\$ 3,609,672</u>
<b>Change in net assets:</b>										
Governmental activities	\$ 104,686	\$ 37,362	\$ 707,059	\$ 266,698	\$ 535,364	\$ 362,068	\$ 146,419	\$ 145,658	\$ 617,333	\$ 674,106
Business-type activities	1,070,926	767,319	(637,567)	451,483	520,998	935,471	576,946	810,999	989,756	1,287,972
Total primary government	<u>\$ 1,175,612</u>	<u>\$ 804,681</u>	<u>\$ 69,492</u>	<u>\$ 718,181</u>	<u>\$ 1,056,362</u>	<u>\$ 1,297,539</u>	<u>\$ 723,365</u>	<u>\$ 956,657</u>	<u>\$ 1,607,089</u>	<u>\$ 1,962,078</u>
Restatement						<u>\$ (163,480) (2)</u>			<u>\$ (418,667)</u>	

(1) Effective with the 2012 fiscal year, grants that the Town provided to non-profit agencies were moved from the Recreation function to the General Government function

(2) Due to implementation of GASB statement 68, the Town recorded beginning net pension liability and the effects on net position of contributions made during the measurement period; as a result net position was restated.

(3) Due to implementation of GASB statement 75, the Town recorded beginning OPEB liability and the effects on net position of contributions made during the measurement period; as a result net position was restated.

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**Program Revenues by Function**  
**Last Ten Fiscal Years**  
**(Accrual basis of accounting)**

Table 3

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Governmental activities:										
General government	\$ 26,649	\$ 8,980	\$ 9,196	\$ 8,338	\$ 12,863	\$ 8,047	\$ 14,429	\$ 27,591	\$ 27,480	\$ 85,962
Public services	433,605	204,782	241,358	269,671	502,864	268,156	264,069	238,384	296,789	351,644
Public safety	-	-	-	-	-	-	-	-	-	-
Recreation	1,180,236	999,147	1,074,796	969,718	909,810	764,385	680,216	830,373	872,047	953,266
Subtotal for governmental activities	<u>1,640,490</u>	<u>1,212,909</u>	<u>1,325,350</u>	<u>1,247,727</u>	<u>1,425,537</u>	<u>1,040,588</u>	<u>958,714</u>	<u>1,096,348</u>	<u>1,196,316</u>	<u>1,390,872</u>
Business-type activities										
Water and sewer	<u>3,214,236</u>	<u>2,986,626</u>	<u>2,859,258</u>	<u>2,911,995</u>	<u>2,955,732</u>	<u>3,289,889</u>	<u>3,213,525</u>	<u>3,436,881</u>	<u>3,492,972</u>	<u>4,001,028</u>
Total primary government	<u>\$ 4,854,726</u>	<u>\$ 4,199,535</u>	<u>\$ 4,184,608</u>	<u>\$ 4,159,722</u>	<u>\$ 4,381,269</u>	<u>\$ 4,330,477</u>	<u>\$ 4,172,239</u>	<u>\$ 4,533,229</u>	<u>\$ 4,689,288</u>	<u>\$ 5,391,900</u>

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**Fund Balances, Governmental Funds**  
**Last Ten Fiscal Years**  
**(Modified accrual basis of accounting)**

Table 4

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
<b>Fund Balance</b>										
General Fund										
Nonspendable:										
Inventories	\$ 50,045	\$ 51,232	\$ 34,703	\$ 34,278	\$ 30,868	\$ 27,498	\$ 6,176	\$ 14,198	\$ 23,515	\$ 25,049
Prepaid items	13,023	13,397	13,524	18,435	29,285	9,365	17,712	13,882	13,120	31,213
Restricted:										
Stabilization by state statute	221,531	204,313	261,483	155,029	336,937	272,410	393,525	388,307	394,259	358,790
Unexpended grant - Downtown Revitalization	-	-	-	-	-	-	-	-	-	44,400
Streets	234,107	325,192	274,485	334,052	393,382	435,869	516,516	354,495	466,089	315,997
Recreation	-	-	-	2,072	2,072	-	-	-	-	-
Committed:										
Capital projects	-	2,545	81,452	213,124	171,066	259,844	187,002	65,938	148,118	208,604
Assigned:										
Recreation	-	-	32,222	-	-	-	-	-	-	-
Subsequent year's expenditures	104,070	60,000	17,800	37,825	20,058	32,475	87,684	70,827	446,523	546,859
Unassigned	1,259,875	543,494	1,327,782	1,602,017	1,860,461	2,289,104	2,064,795	2,527,349	2,581,039	3,265,756
<b>Total general fund</b>	<u><u>\$ 1,882,651</u></u>	<u><u>\$ 1,200,173</u></u>	<u><u>\$ 2,043,451</u></u> (1)	<u><u>\$ 2,396,832</u></u>	<u><u>\$ 2,844,129</u></u>	<u><u>\$ 3,326,565</u></u>	<u><u>\$ 3,273,410</u></u>	<u><u>\$ 3,434,996</u></u>	<u><u>\$ 4,072,663</u></u>	<u><u>\$ 4,796,668</u></u>

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**Changes in Fund Balances, Governmental Funds**  
**Last Ten Fiscal Years**  
**(Modified accrual basis of accounting)**

Table 5

<b>Revenues</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>
Ad Valorem Taxes	\$ 1,442,945	\$1,554,603	\$ 1,537,721	\$ 1,592,540	\$ 1,822,937	\$1,843,539	\$1,866,811	\$1,901,079	(1) \$2,058,833	(1) \$2,203,550
Unrestricted Intergovernmental	969,566	953,740	910,822	849,340	794,336	923,491	819,365	959,196	987,128	1,062,224
Restricted Intergovernmental	189,673	141,819	184,362	207,179	509,774	156,323	156,204	131,299	185,302	291,399
Services and fees	1,014,000	885,600	986,347	970,041	914,742	904,675	782,284	1,007,260	1,046,656	1,186,509
Investment income	35,655	13,692	4,773	7,720	5,013	5,865	10,313	16,328	39,803	82,005
Miscellaneous	6,630	3,828	21,013	30,841	40,214	17,355	9,090	37,305	14,726	4,275
<b>Total revenues</b>	<b>3,658,469</b>	<b>3,553,282</b>	<b>3,645,038</b>	<b>3,657,661</b>	<b>4,087,016</b>	<b>3,851,248</b>	<b>3,644,067</b>	<b>4,052,467</b>	<b>4,332,448</b>	<b>4,829,962</b>
<b>Expenditures</b>										
General government	\$ 579,823	\$ 569,871	\$ 772,502	\$ 734,636	\$ 766,173	\$ 787,041	\$ 764,212	\$ 877,825	\$ 801,208	\$ 828,993
Public services	590,764	361,334	515,389	431,809	596,102	413,621	469,843	662,492	415,053	759,594
Public safety	621,402	723,852	765,714	769,840	822,575	830,648	830,997	788,358	862,812	882,938
Recreation	1,659,556	1,628,505	1,396,903	1,340,415	1,251,878	1,241,478	1,544,493	1,356,178	1,312,116	1,344,404
Capital Outlay	297,569	896,265	3,781	20,398	224,315	270,369	830,150	164,914	471,707	130,032
Debt service										
Principal	128,511	86,584	78,281	52,220	-	-	66,386	100,344	114,634	171,198
Interest and other charges	13,127	8,526	4,545	298	-	-	12,405	20,148	20,127	25,480
<b>Total expenditures</b>	<b>3,890,752</b>	<b>4,274,937</b>	<b>3,537,115</b>	<b>3,349,616</b>	<b>3,661,043</b>	<b>3,543,157</b>	<b>4,518,486</b>	<b>3,970,259</b>	<b>3,997,657</b>	<b>4,142,639</b>
Excess of revenues over (under) expenditures	(232,283)	(721,655)	107,923	308,045	425,973	308,091	(874,419)	82,208	334,791	687,323
<b>Other financing sources (uses)</b>										
Issuance of debt	-	-	-	-	-	162,681	800,000	-	352,624	-
Insurance recovery	6,885	34,677	4,153	43,951	26,009	2,843	31,996	9,875	-	10,148
Sale of capital assets	-	4,500	1,500	1,810	6,916	4,000	10,590	2,416	-	25,000
Transfers from other funds	-	-	758,426	-	-	-	-	-	-	-
Transfers to other funds	-	-	(12,195)	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>6,885</b>	<b>39,177</b>	<b>751,884</b>	<b>45,761</b>	<b>32,925</b>	<b>169,524</b>	<b>842,586</b>	<b>12,291</b>	<b>352,624</b>	<b>35,148</b>
<b>Net change in fund balances</b>	<b>\$ (225,398)</b>	<b>\$ (682,478)</b>	<b>\$ 859,807</b>	<b>\$ 353,806</b>	<b>\$ 458,898</b>	<b>\$ 477,615</b>	<b>\$ (31,833)</b>	<b>\$ 94,499</b>	<b>\$ 687,415</b>	<b>\$ 722,471</b>
Debt services as a percentage of noncapital expenditures	3.9%	2.8%	2.3%	1.6%	0.0%	0.0%	2.4%	3.2%	3.8%	4.9%

(1) tax revaluation

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**General Governmental Tax Revenues By Source**  
**Last Ten Fiscal Years**  
**(Modified accrual basis of accounting)**

Table 6

<u>Fiscal Year</u>	<u>Property Tax</u>	<u>Sales Tax</u>	<u>Franchise Tax</u>	<u>Alcoholic Beverage Tax</u>	<u>Other Taxes</u>	<u>Total</u>
2010	1,442,945	332,453	313,799 (1)	4,829	2,347 (2)	2,096,373
2011	1,554,603	342,875	315,805 (1)	15,029	2,285 (2)	2,230,597
2012	1,537,721	390,615	277,377 (1)	14,714	2,327 (2)	2,222,754
2013	1,592,540	391,030	312,495 (1)	14,147	2,187 (2)	2,312,399
2014	1,822,937	410,379	316,403 (1)	15,559	1,995 (2)	2,567,273
2015	1,843,539	519,909	334,108 (1)	17,184	2,290 (2)	2,717,030
2016	1,866,811	534,460	216,628 (1)	15,973	2,304 (2)	2,636,176
2017	1,901,079	567,941	322,326 (1)	16,484	2,445 (2)	2,810,275
2018	2,058,833	610,115	306,486 (1)	17,797	2,730 (2)	2,995,961
2019	2,203,550	671,802	318,928 (1)	18,519	2,975 (2)	3,215,774

(1) Franchise Tax includes telecommunications sales tax, utility sales tax, piped natural gas tax, and video franchise tax

(2) Solid waste disposal tax

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**Assessed Value and Estimated Actual Value of Taxable Property**  
**Last Ten Fiscal Years**

Table 7

Fiscal Year Ended June 30	(1) Real Property	(1) Personal Property	Total Taxable Assessed Value	(2) Total Direct Tax Rate	(3) Estimated Actual Taxable/Market Value	Assessed Value as a Percentage of Market Value
	Residential and Commercial Property	Motor Vehicle and Other Personal Property				
2010	335,574,025	57,566,785	393,140,810	0.3700	413,745,327	95.02%
2011	342,710,488	60,802,845	403,513,333	0.3895	389,041,008	103.72%
2012	338,730,114	57,623,732	396,353,846	0.3900	398,105,510	99.56%
2013	337,281,998	68,715,348	405,997,346	0.3948	407,791,629	99.56%
2014	337,501,894	72,158,145	409,660,039	0.4434	412,298,751	99.36%
2015	339,741,444	62,804,623	402,546,067	0.4550	412,233,556	97.65%
2016	342,836,964	66,767,652	409,604,616	0.4550	428,143,217	95.67%
2017	347,764,372	68,707,057	416,471,429	0.4550	425,970,573	97.77%
2018	371,688,366	69,343,472	441,031,838	0.4680	442,137,181	99.75%
2019	397,773,567	74,231,133	472,004,700	0.4680	NA	NA

(1) Source Guilford County Tax Department

(2) Per \$100 value

The general direct rate differs from the town-wide rates approved by the Town Council each fiscal year because direct rates are a weighted average rate. The most significant differences are from certain registered motor vehicles levied at prior year tax rates in accordance with North Carolina General Statutes.

(3) Estimated actual taxable value of real property is calculated by dividing taxable assessed value by a real estate assessment sales ratio percentage obtained from the North Carolina Department of State Treasurer Financial Information

NA Data not available

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**Property Tax Rates - Direct and Overlapping Governments**  
**(Per \$100 of Assessed Value)**  
**Last Ten Fiscal Years**

Table 8

<b>Guilford County</b>			
<b>Fiscal Year</b>	<b>Town of Jamestown General Levy</b>	<b>Guilford County General Levy</b>	<b>Total</b>
2010	0.3700	0.7374	1.1074
2011	0.3895	0.7374	1.1269
2012	0.3900	0.7812	1.1712
2013	0.3948	0.7805	1.1753
2014	0.4434	0.7700	1.2134
2015	0.4550	0.7700	1.2250
2016	0.4550	0.7600	1.2150
2017	0.4550	0.7550	1.2100
2018	0.4680	0.7305	1.1985
2019	0.4680	0.7305	1.1985

Source: Guilford County Finance Department.

Notes:

The general direct rate differs from the county- and town-wide rates approved by the governing boards each fiscal year because direct rates are a weighted average rate. The most significant differences are from certain registered motor vehicles levied at prior year tax rates in accordance with North Carolina General Statutes.

The County Fire Protection Districts tax is not applicable to Jamestown residents because the Town contracts directly with the fire district, thus the tax is essentially included in the Town tax rate.

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**Principal Taxpayers For the Year**  
**Fiscal Years Ended June 30, 2019 and 2010**

**Table 9**

<u>Taxpayer</u>	<u>Type of Enterprise</u>	<u>Fiscal Year 2019</u>	
		<u>Assessed Valuation</u>	<u>Percent of Total Assessed Valuation</u>
Millis and Main Holdings, LLC	Real Estate Rental and Leasing	\$ 19,804,000	4.20%
Flowers Foods, Inc	Manufacturing	11,020,402	2.33%
Greatest Generation, Inc	Health Care and Social Assistance	9,427,814	2.00%
Highland Containers Inc	Manufacturing	6,736,241	1.43%
TF Forestdale LLC	Real Estate Rental and Leasing	5,590,300	1.18%
Teknor Apex	Manufacturing	4,389,373	0.93%
Flowers Baking Company	Manufacturing	4,330,300	0.92%
Duke Energy Carolinas LLC	Utility	4,005,100	0.85%
Jamestown Village Associates LLC	Real Estate Rental and Leasing	3,917,700	0.83%
Piedmont Natural Gas	Utility	3,294,761	0.70%
<b>Total</b>		<b>\$ 72,515,991</b>	<b>15.36%</b>

<u>Taxpayer</u>	<u>Type of Enterprise</u>	<u>Fiscal Year 2010</u>	
		<u>Assessed Valuation</u>	<u>Percent of Total Assessed Valuation</u>
Flowers Baking Company of Jamestown	Manufacturing	\$ 9,109,586	2.32%
Greatest Generation, Inc	Health Care	5,260,500	1.34%
Highland Containers, Inc	Manufacturing	4,749,064	1.21%
Flowers Baking Company of High Point	Manufacturing	4,217,900	1.07%
Forestdale Station LP	Shopping Center	4,090,800	1.04%
Univar USA Inc	Distributor	3,169,984	0.81%
Kres LLC	Manufacturing	2,794,819	0.71%
Viking Polymers LLC	Manufacturing	2,651,374	0.67%
Wrennovation Friendly LLC	Shopping Center	2,342,700	0.60%
Jamestown Village Association	Apartments	2,052,400	0.52%
<b>Total</b>		<b>\$ 40,439,127</b>	<b>10.29%</b>

Source: Guilford County Tax Department.



**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**Property Tax Levies and Collections**  
**Last Ten Fiscal Years**

**Table 10**

Fiscal Year	Net Tax Levy	Collection on Current Year Levy		(1) Collection on Prior Years' Levies	Total Tax Collections	Total Tax Collections to Net Tax Levy	Outstanding Delinquent Taxes
		Amount	Percent				
2010	\$ 1,454,659	\$ 1,442,492	99.16%	\$ 11,030	\$ 1,453,522	99.92%	\$ 1,137
2011	\$ 1,573,801	\$ 1,543,036	98.05%	\$ 28,822	\$ 1,571,858	99.88%	\$ 1,943
2012	\$ 1,546,778	\$ 1,502,444	97.13%	\$ 42,300	\$ 1,544,744	99.87%	\$ 2,034
2013	\$ 1,602,629	\$ 1,564,804	97.64%	\$ 34,999	\$ 1,599,803	99.82%	\$ 2,826
2014	\$ 1,817,473	\$ 1,804,551	99.29%	\$ 10,607	\$ 1,815,158	99.87%	\$ 2,315
2015	\$ 1,831,584	\$ 1,826,661	99.73%	\$ 4,059	\$ 1,830,720	99.95%	\$ 864
2016	\$ 1,863,701	\$ 1,857,463	99.67%	\$ 4,972	\$ 1,862,435	99.93%	\$ 1,266
2017	\$ 1,894,945	\$ 1,890,502	99.77%	\$ -	\$ 1,890,502	99.77%	\$ 3,078
2018	\$ 2,064,029	\$ 2,056,536	99.64%	\$ -	\$ 2,056,536	99.64%	\$ 3,933
2019	\$ 2,208,982	\$ 2,199,634	99.58%	\$ -	\$ 2,199,634	99.58%	\$ 9,348

Source: Town of Jamestown audited financial statements and Guilford County Tax Department  
Town of Jamestown property taxes are collected by the Guilford County Tax Department.

- Amounts reported in this column represent the collections in subsequent years for that specific levy year.

(1)

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**Ratios of Outstanding Debt by Type**  
**Last Ten Fiscal Years**

Table 11

Fiscal Year	Governmental Activities			Business-type Activities			Outstanding Debt per Capita	Total Primary Government Debt	Total Outstanding Debt per Capita
	Installment Financing	Outstanding Debt per Capita	Ratio of Outstanding Debt to Estimated Actual Value of Taxable Property	Installment Financing	Long-term Commitments	Total Business-type Debt			
2010	217,084	64	0.05%	-	2,098,882	2,098,882	576	2,315,966	682
2011	130,500	37	0.03%	-	2,016,995	2,016,995	554	2,147,495	613
2012	52,220	15	0.01%	-	1,988,014	1,988,014	546	2,040,234	574
2013	-	-	-	-	1,875,942	1,875,942	515	1,875,942	-
2014	-	-	-	-	1,774,313	1,774,313	487	1,774,313	-
2015	162,681	45	0.04%	-	1,670,453	1,670,453	459	1,833,134	505
2016	896,294	246	0.22%	574,998	1,564,299	2,139,297	587	3,035,591	833
2017	795,950	194	0.19%	524,995	1,455,788	1,980,783	482	2,776,733	676
2018	1,033,941	241	0.23%	474,992	1,344,854	1,819,846	425	2,853,787	666
2019	862,744	195	0.20%	424,988	1,231,432	1,656,420	375	2,519,164	570

NA - Not available.

Population data is shown on the Demographic Statistics schedule.

See the schedule of Assessed and Estimated Actual Value of Taxable Property in the Revenue Capacity section.

Total personal income is not available for the Town of Jamestown.

**TOWN OF JAMESTOWN, NORTH CAROLINA  
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF JUNE 30, 2019**

Table 12

<b>Jurisdiction</b>	<b>Debt Outstanding (1)</b>	<b>Estimated Percentage Applicable (1),(2)</b>	<b>Estimated Share of Direct and Overlapping Debt</b>
Town of Jamestown	\$ 862,744	100%	\$ 862,744
Guilford County	784,735,915	0.92%	<u>7,219,570</u>
	Total overlapping debt		<u>\$ 7,219,570</u>
	Total direct and overlapping debt		<u><u>\$ 8,082,314</u></u>

**(1)** Debt and assessed valuation information were obtained from Guilford County.  
Debt includes all bonded debt and installment purchase obligations for governmental activities.

**(2)** The percentage of overlap is based on assessed property values.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the town. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the Town of Jamestown.

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**Computation of Legal Debt Margin and Actual Debt**  
**Last Ten Fiscal Years**

Table 13

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<b>Fiscal Year</b>	<b>Assessed Valuation</b>	<b>Legal Debt Limit</b>	<b>Installment Debt</b>
2010	393,140,810	31,451,265	217,084
2011	403,513,333	32,281,067	130,500
2012	396,353,846	31,708,308	52,220
2013	405,997,346	32,479,788	-
2014	409,660,039	32,772,803	-
2015	402,546,067	32,203,685	162,681
2016	409,604,616	32,768,369	896,294
2017	416,471,429	33,317,714	795,950
2018	441,031,838	35,282,547	1,033,940
2019	472,004,700	37,760,376	862,744

Under North Carolina General Statutes, the net debt of the Town is not to exceed eight percent (8%) of the assessed value of property subject of taxation by the City. All debt issued for Jamestown's governmental activities has been installment financing.

Excludes business-type activities.

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**Demographic Statistics**  
**Last Ten Fiscal Years**

**Table 14**

<u>Fiscal Year</u>	<u>Jamestown Population (1)</u>	<u>Greensboro - High Point MSA Population (2)</u>	<u>Total Personal Income (2) (Thousands of Dollars)</u>	<u>Per Capita Income (2)</u>	<u>Unemployment Rate (3)</u>	<u>Guilford County Public School Enrollment (4)</u>
2010	3,396	718,902	24,177,054	33,631	10.8	71,875
2011	3,504	725,192	24,871,452	34,296	10.9	71,996
2012	3,557	736,065	25,879,739	35,160	10.3	72,196
2013	3,603	741,065	27,487,660	37,092	9.6	71,752
2014	3,631	746,593	28,207,761	37,782	6.9	72,951
2015	3,642	752,157	29,532,092	39,263	6.4	74,315
2016	4,109	756,139	30,746,893	40,663	5.3	73,532
2017	4,286	761,184	32,240,900	42,356	4.8	71,747
2018	4,416	NA	NA	NA	4.5	72,196
2019	NA	NA	NA	NA	4.8	71,698

Source: (1) Office of State Budget and Management for the State of North Carolina.

(2) Bureau of Economic Analysis Information for Greensboro-High Point Metropolitan Statistical Area

(3) Bureau of Labor Statistics; Greensboro-High Point MSA (as of June of the respective year)

(4) North Carolina Department of Public Instruction and Guilford County Schools.

NA Data is not yet available

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**Principal Employers For the Year**  
**Fiscal Year Ended June 30, 2019**

**Table 15**

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<u>Employer</u>	<u>Type of Enterprise</u>	<u>Number of Employees</u>
Guilford County Schools	Public School	307
Flowers Bakery	Manufacturing	253
Shannon Gray	Rehabilitation Center	250
Highland Containers	Manufacturing	96
Food Lion	Retail store	70
Teknor Apex	Manufacturing	50
Univar	Distributor	41
Town of Jamestown	Municipal Government	33
Walgreens	Retail store	15
Sheetz	Gasoline / convenience store	13

Total employment within the Town of Jamestown is not available.  
Employment data for nine years ago is not available.

Information was provided through direct contact with employers

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**Full-Time City Government Employees by Function**  
**Last Ten Fiscal Years**

Table 16

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
<b>General Fund:</b>										
General Government	4	4	4	4	4	4	4	4	4	4
Public Services	1	1	1	2	3	3	3	3	3	3
Recreation	16	15	15	10	(2) 11	11	10	11	11	11
General Fund	21	20	20	16	18	18	17	18	18	18
<b>Enterprise Fund:</b>										
Water Sewer	8	8	9	9	9	9	9	10	10	10
Park	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enterprise Funds	8	8	9	9	9	9	9	10	10	10
City Total	29	28	29	25	27	27	26	28	28	28

Source: Town of Jamestown records.

This schedule includes only regular full-time employees.

(1) - Effective 7/1/08 the Park Fund became a Recreation Department within the General Fund.

(2) - Effective 1/1/13 Guilford County terminated Town of Jamestown management of Gibson Park, thus Gibson employees became county employees

**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**Operating Indicators by Function**  
**Last Ten Fiscal Years**

Table 17

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
<b>Planning &amp; Zoning:</b>										
Development Clearance Certificates Issued	25	35	42	37	22	42	33	33	37	31
Zoning Code Violation Investigated	25	35	22	60	29	38	72	29	22	26
Zoning Cases Prepared	4	4	3	3	2	1	4	5	1	2
Site Plans Approved	2	3	3	6	3	3	3	8	5	3
Sign Permits Issued	29	55	30	79	29	42	47	32	30	22
Fence Permits Issued	9	10	9	10	5	6	8	4	13	7
Home Occupation Permits Issued	5	6	3	3	2	3	1	2	2	1
Plats						5	0	2	5	8
<b>Public Works:</b>										
Brush, Grass & Leaf Pick-Up (tons)	860	1,013	848	885	1,629	888	838	898	873	873
Residential & Commercial Garbage Pick-up (tons)	1,195	1,153	1,152	1,082	1,050	1,011	1,022	1,035	1,018	1,015
Recycling (tons)	(3) 253	309	294	272	261	314	309	298	305	342
<b>Recreation:</b>										
Baseball Field Usage (# games)	(1) 258 (4)	195 (5)	392	325	190	205	136	127	172	159
Soccer Field Usage (# games)	(1) 453	243 (5)	499	396 (6)	255	242	321	293	290	316
<b>Utility System:</b>										
Water Connections	2,228	2,231	2,387	2,397	2,398	2,412	2,490	2,584	2,607	2,742
Sewer Connections	4,844	4,772	4,934	5,150	5,162	5,263	5,008	5,104	5,113	5,116
Sewer Treatment (gallons)	(2) 407,288,610	401,197,596	416,895,332	484,559,076	527,651,278	509,647,017	497,097,947	493,406,973	472,411,751	495,846,695
<b>Park:</b>										
Rounds of golf played - 18 holes	(7) 19,826	18,070	18,965	17,918	15,854	15,924	12,860 (8)	17,813	17,501	18,521
Rounds of golf played - 9 holes	(7) 8,931	7,537	9,020	8,708	8,587	8,038	5,467 (8)	5,851	6,318	7,044
Carts rented	(7) 24,029	21,902	23,842	22,596	20,839	21,247	16,082 (8)	19,269	18,092	27,521

Sources: Various Town Departments.

NA - Data Not Available

- (1) Includes Gibson Park, which is owned by Guilford County, and operated by Jamestown
- (2) Sewer is sent to City of High Point for treatment
- (3) Net of contaminated loads taken to landfill
- (4) Lights no longer available, so no night games
- (5) Games down due to fields being closed after storm damage and due to inclement weather
- (6) No longer Includes Gibson Park; during fy 12/13 Guilford County took back over management
- (7) Excludes complimentary play
- (8) Golf course was shut down from May through August 2016 to renovate the greens



**TOWN OF JAMESTOWN, NORTH CAROLINA**  
**Capital Asset Statistics by Function/Program**  
**Last Ten Fiscal Years**

**Table 18**

<u>Function/Program</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
<b>Administration:</b>										
Municipal Buildings	1	1	1	1	1	1	1	1	1	1
<b>Refuse Collection:</b>										
Sanitation Trucks	3	3	3	3	3	4	3	3	4	3
<b>Other Public Works:</b>										
Streets (Miles-Paved)	16.29	16.29	16.29	16.29	16.29	16.29	16.29	16.29	16.29	15.99
Sidewalks (Linear Feet)	33,165	33,165	33,195	33,195	35,530	35,530	35,530	35,530	35,530	35,530
<b>Public Safety</b>										
Fire Stations	1	1	1	1	1	1	1	1	1	1
<b>Culture and Recreation:</b>										
Golf Shop	1	1	1	1	1	1	1	1	1	1
Baseball Fields	2	2	2	2	2	2	2	2	2	2
Soccer Fields (1)	4	4	4	4	4	4	4	4	4	4
Playgrounds (1)	2	2	2	2	2	2	2	2	2	2
Picnic Shelters (1)	3	3	3	2	2	2	2	2	2	2
<b>Utility System:</b>										
Plant / Maintenance Building	1	1	1	1	1	1	1	1	1	1
Pump Stations	3	3	2	2	2	2	2	2	3	3
Water Mains (Miles)	42	42	42	42	42	42	42	42	43	43
Sewer Mains (Miles)	55	55	55	55	55	55	55	55	55	55
<b>Park:</b>										
Acerage of Golf Course/Ball fields (maintained areas only)	100	100	100	100	100	100	100	100	100	100

Sources: Various Town Departments.  
Miles of Streets from Powell Bill Reports.  
(1) Excludes Gibson Park, owned by  
Guilford County, operated by Jamestown until 2013  
NA Data not available

## Compliance Section

## **Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance *with Government Auditing Standards***

Honorable Mayor and  
Members of the Town Council  
Town of Jamestown  
Jamestown, North Carolina

We have audited in accordance with auditing standards generally accepted in the United States of America and the standards applicable to the financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Jamestown, North Carolina, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the Town of Jamestown's basic financial statements, and have issued our report thereon dated October 30, 2019.

### ***Internal Control over Financial Reporting***

In planning and performing our audit of the financial statements, we considered the Town of Jamestown's internal control over financial reporting (internal control) to determine the 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 Town of Jamestown's internal control. Accordingly, we do not express an opinion on the effectiveness of the Town of Jamestown'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 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 over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

***Compliance and Other Matters***

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

***Purpose of this Report***

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

*Dixon Hughes Goodman LLP*

**High Point, North Carolina  
October 30, 2019**