

A nighttime aerial photograph of a small town. In the center is a large, white, multi-story building with a prominent clock tower on top. The town is surrounded by trees and other buildings, with a street and some cars visible in the foreground.

# FY 2025 Annual Comprehensive Financial Reporting



**UNIONCOUNTY**  
north carolina



# Agenda

## FY 2025 Year End Results

- Government Wide (full accruals)
- General Fund(s)
- Water and Sewer Fund

# 2025 Audited Financials – Government Wide

Net Position June 30, 2025 and 2024						
	Governmental Activities		Business-type Activities		Total	
	2025	2024*	2025	2024	2025	2024
Current and Other Assets (2024 Restated)	\$ 476,486,233	\$ 570,045,114	\$ 476,486,233	\$ 256,394,044	\$ 952,972,466	\$ 826,439,158
Capital Assets	171,805,218	168,208,539	724,816,721	683,440,584	896,621,939	851,649,123
<b>Total Assets</b>	<b>648,291,451</b>	<b>738,253,653</b>	<b>1,201,302,954</b>	<b>939,834,628</b>	<b>1,849,594,405</b>	<b>1,678,088,281</b>
Total Deferred Outflows of Resources	58,344,490	78,269,505	9,402,360	12,579,357	67,746,850	90,848,862
Long-Term Liabilities	515,146,326	546,619,462	451,211,677	462,980,740	966,358,003	1,009,600,202
Other Liabilities	107,509,291	111,566,484	35,320,885	38,433,449	142,830,176	149,999,933
<b>Total Liabilities</b>	<b>622,655,617</b>	<b>658,185,946</b>	<b>486,532,562</b>	<b>501,414,189</b>	<b>1,109,188,179</b>	<b>1,159,600,135</b>
Total Deferred Inflows of Resources	181,505,444	171,640,810	4,945,013	2,330,845	186,450,457	173,971,655
<b>Net Position:</b>						
Net investment in capital assets	104,755,339	73,828,805	308,362,821	264,481,592	413,118,160	338,310,397
Restricted (2024 Restated)	70,773,412	246,301,451	295,332	377,778	71,068,744	246,679,229
Unrestricted	(273,053,871)	(333,433,854)	202,383,224	183,809,581	(70,670,647)	(149,624,273)
<b>Total net position (2024 Restated)</b>	<b>\$ (97,525,120)</b>	<b>\$ (13,303,598)</b>	<b>\$ 511,041,377</b>	<b>\$ 448,668,951</b>	<b>\$ 413,516,257</b>	<b>\$ 435,365,353</b>

- Assets and deferred outflows exceeded liabilities and deferred inflows by \$413,516,257 (=net position)
  - Decrease of \$21,849,096 from FY 2024
- Governmental Activities' total net position (\$97,525,120)
  - Due to UC carrying the long-term debt liability for school and SPCC related assets that we do not own

# 2025 Audited Financials – Government Wide

## **Asset Major Changes**

- Cash and investments -\$93M (bond proceeds spend down for FH High and East Elementary, spend down of ARPA funds)
- Accounts Receivable +15M (Opioid Settlement)
- Due from other government +\$14M (state grant funds spent but reimbursement not received on June 30<sup>th</sup>)
- Capital assets +\$45M (mainly due to ongoing W&S projects)
- Deferred outflow of resources -\$23M (related to OPEB, Pension and SEPA)

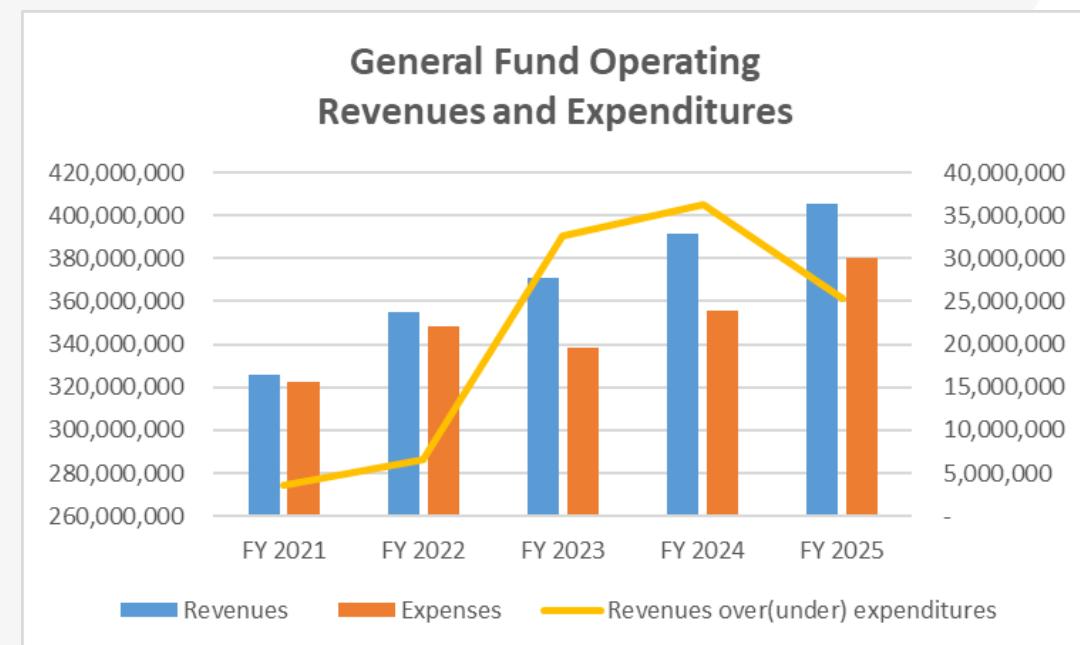
## **Liabilities Major Changes**

- Net OPEB Liability +\$9.6M (change in assumptions year over year based on actuarial study results)
- Local government retirement pension liability +\$892K
- Long-term liability -\$56.8M (pay down of debt, leases and SBITAs)
- Deferred inflow of resources +\$12M (related to OPEB, Pension and SEPA)

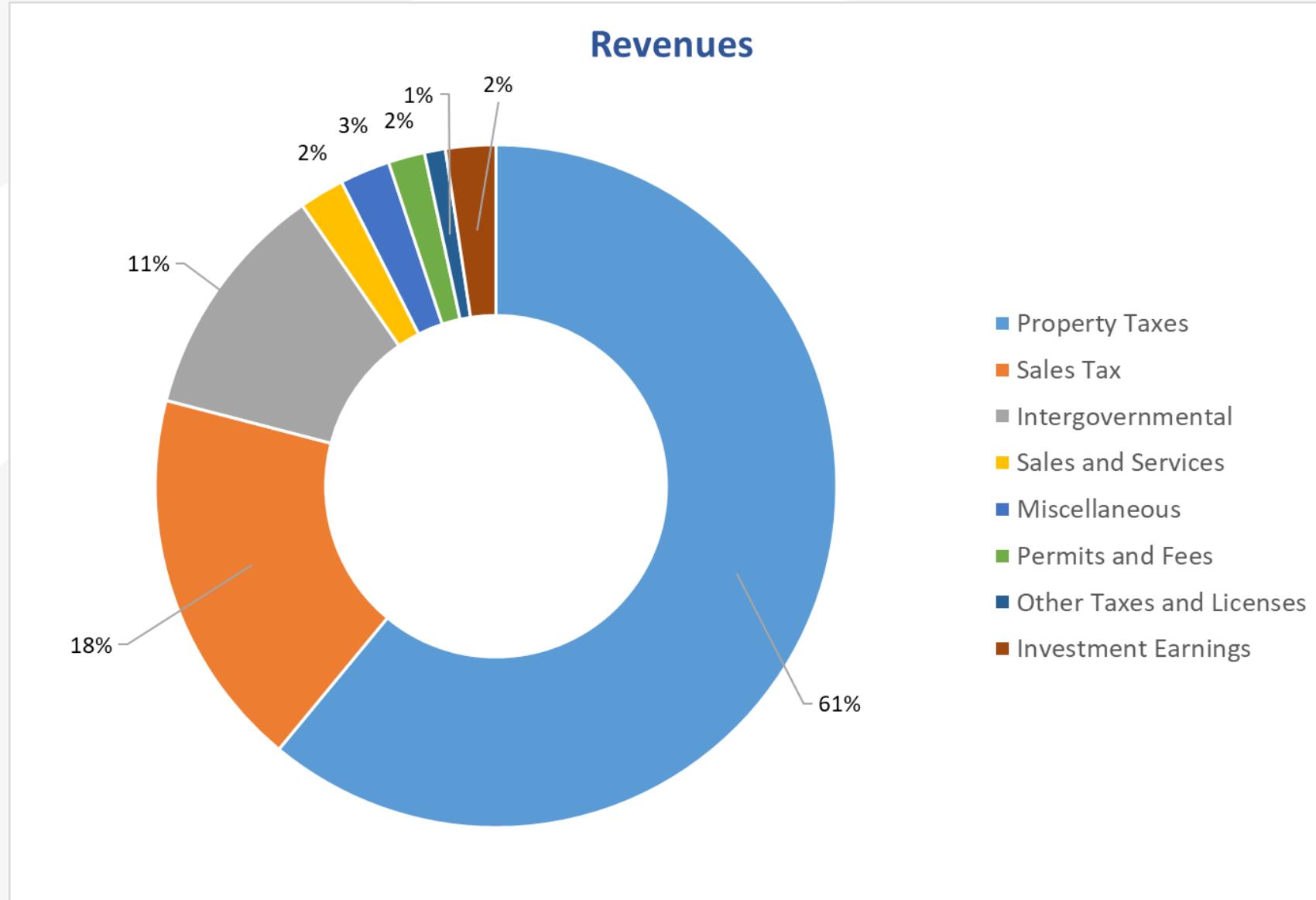
+ (increase) – (decrease)

# 2025 Audited Financials – General Funds

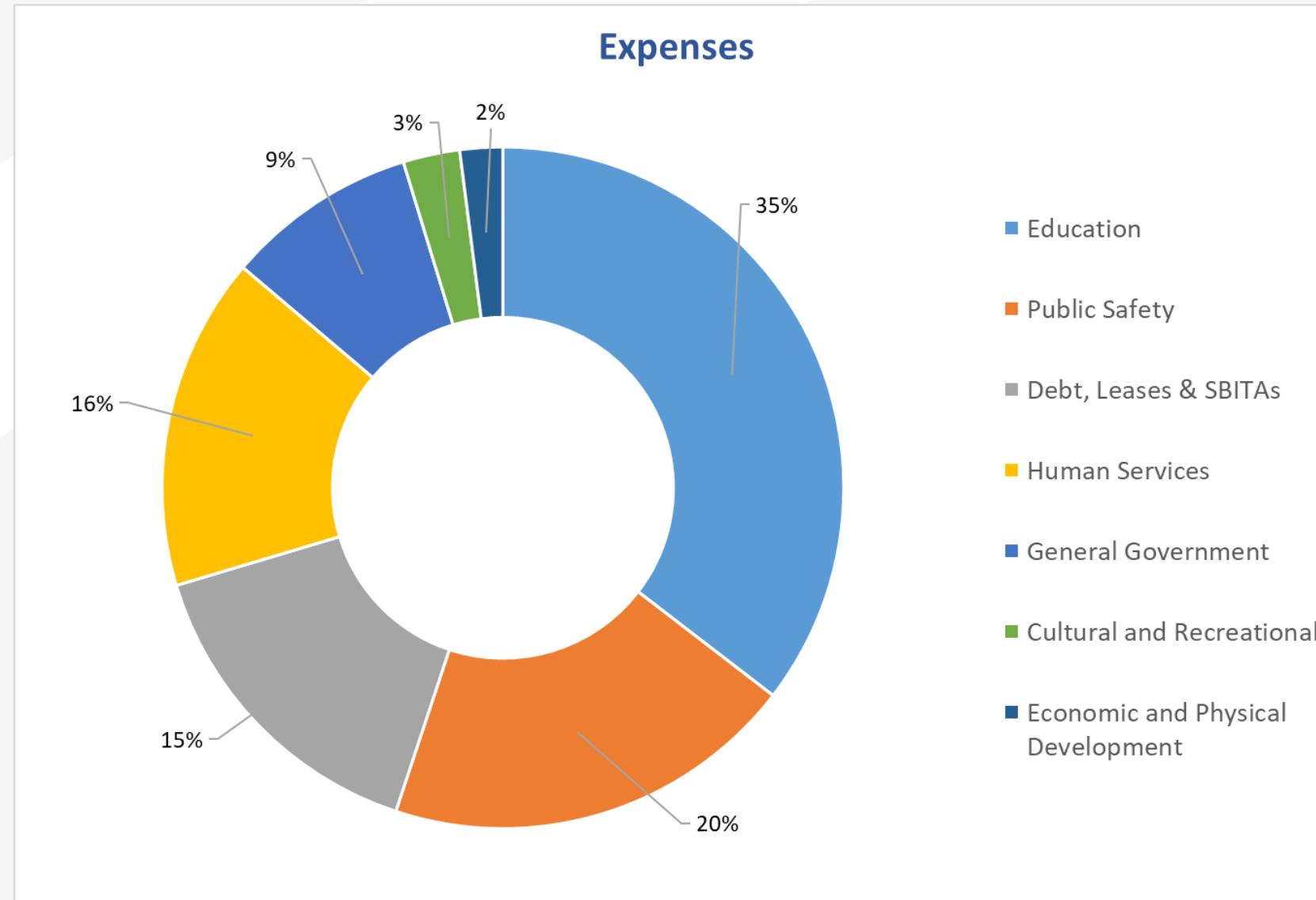
- Actual revenues of \$405,485,094  
Revenues exceeded budget by \$13.1 million
- Actual expenses of \$380,088,535  
Expenditures under budget by \$13.9 million
- Other financing sources/(expenses) of \$(27,312,795)
  - Includes transfers to other funds (CIP and VFDs) and lease and subscription liabilities
- Decrease in fund balance of \$1,916,236



# 2025 Audited Financials – General Fund Revenues



# 2025 Audited Financials – General Fund Expenses



# 2025 Audited Financials – General Funds Fund Balance

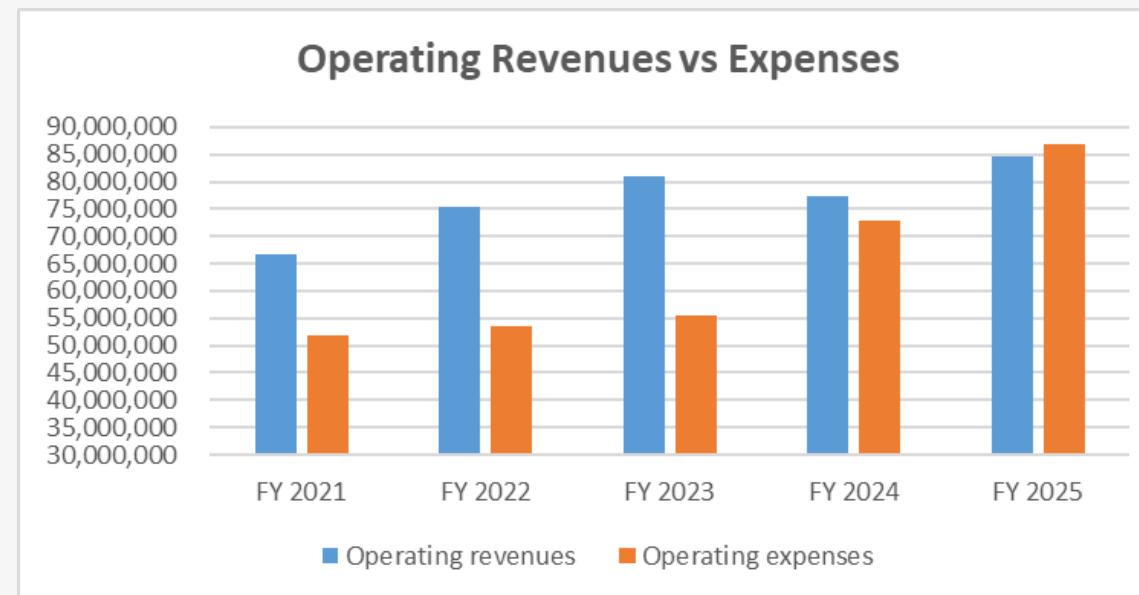
	General Fund(s) combined	General	General Debt Fund	Economic Development	Education Debt Fund	Education Budgetary Fund
Nonspendable	\$ 11,260	\$ 11,260	\$ -	\$ -	\$ -	\$ -
Restricted	38,254,797	31,979,312	3,280	3,570	6,248,491	20,144
Committed	76,746,600	76,746,600	-	-	-	-
Assigned	12,516,923	9,584,968	2,580,302	-	-	351,653
Unassigned	22,551,919	12,126,901	885,852	270,087	3,999,414	5,269,665
<b>Total fund balance</b>	<b>\$ 150,081,499</b>	<b>\$ 130,449,041</b>	<b>\$ 3,469,434</b>	<b>\$ 273,657</b>	<b>\$ 10,247,905</b>	<b>\$ 5,641,462</b>
<b>Change from Prior Year</b>	<b>(1,916,236)</b>	<b>(2,505,955)</b>	<b>572,567</b>	<b>(297,434)</b>	<b>(4,957,994)</b>	<b>5,272,580</b>

## Fund Balance Categories:

Nonspendable:	Amounts that cannot be spent because they are either not in spendable form such as inventory, prepaid expenses, buildings; or the government is contractually bound to maintain the amount
Restricted:	Amounts that are restricted to a specific purpose by external parties, or laws or regulations, constitutional provisions or legislation.
Committed:	Amounts that are committed for a specific purpose by formal action of the government's highest level of decision-making. (the Board)
Assigned:	Amounts that are intended by the government to be used for specific purposes.
Unassigned:	Amounts available for any purpose.

# 2025 Audited Financials – Water and Sewer Fund

- Operating Revenues of \$84,716,814
- Operating Expenses (including depreciation \$34.4M) of \$86,958,755
- Nonoperating Revenues(expenses) of \$24,262,118
- Increase in net position of \$63,337,670



# 2025 Audited Financials – Water and Sewer Fund- Full Accrual Basis

Water and Sewer Fund	2025	2024	2023	2022	2021
Operating revenues	\$ 84,716,814	\$ 75,327,980	\$ 76,253,832	\$ 75,480,900	\$ 66,581,187
Operating expenses	86,958,755	72,838,075	55,606,567	53,595,378	51,724,337
Operating income	(2,241,941)	2,489,905	20,647,265	21,885,522	14,856,850
Investment earnings	6,942,572	8,106,317	6,968,813	(924,566)	(594,156)
Interest and fees expense	(12,262,190)	(12,736,774)	(13,456,075)	(13,608,173)	(9,581,038)
Loss on joint venture	(978,448)	(1,297,343)	(1,626,791)	(785,398)	(3,362,096)
Intergovernmental	30,451,873	(2,101,265)	4,689,006	-	-
Other nonoperating revenues/expenses	108,311	2,557	66,607	11,216	35,064
Income (loss) before transfers and contributions	22,020,177	(5,536,603)	17,288,825	6,578,601	1,354,624
Contributions - system development fees	11,535,872	6,563,539	5,413,985	11,665,021	6,461,435
Capital contributions - donated assets	21,448,484	10,254,323	6,501,850	9,873,142	9,192,180
Contributions - other cash	430,661	479,214	479,881	555,589	434,589
Transfers with other funds	4,902,476	1,100,000	-	-	526,000
Change in net position	\$ 60,337,670	\$ 12,860,473	\$ 29,684,541	\$ 28,672,353	\$ 17,968,828
Net Position	\$ 495,136,046	\$ 434,798,376	\$ 417,735,373	\$ 388,050,832	\$ 355,023,634



A nighttime aerial photograph of a small town. In the center is a large, ornate building with a prominent clock tower and a green dome. The town is surrounded by trees and other buildings, with a road and a few cars visible in the foreground.

# Questions?



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