

Town Council Members

Valerie Coffey – 2019 ~ Jerry Countryman – 2021 ~ Janet Critz – 2021

Lundeen Cureton – 2019 ~ Peggy Neill – 2019

Town of Mineral Springs
Mineral Springs Town Hall
3506 S Potter Road ~ Mineral Springs
Town Council
Public Hearing / Regular Meeting
February 14, 2019 ~ 7:30 PM

Agenda

1. **Opening**

The meeting will be called to order, an invocation will be delivered and the Pledge of Allegiance will be recited.

2. **Public Hearing – Vyas Rezoning – 06-081-007A & 06-081-007B**

3. **Public Comments**

The town council will hear comments from members of the public on any matters of interest to them during this ten-minute period.

4. **Consent Agenda**

- A. January 10, 2019 Regular Meeting Minutes
- B. December 2018 Tax Collector's Report
- C. December 2018 Finance Report

5. **Consideration of Rezoning Parcels #06-081-007A & #06-081-007B from RA40 (county) to Rural Residential (RR) (municipal)**

The council will consider rezoning parcels #06-081-007A & #06-081-007B from RA40 (county) to Rural Residential (RR) (municipal) as recommended by the planning board.

6. **Audit Report**

Kendra Gangel will deliver the 2017-2018 Fiscal Year audit report.

7. **Union County Parks & Recreation**

Mayor Becker will present a proposal for a July 2019 event promoting National Parks & Recreation month.

8. **Staff Updates**

The staff will update the council on any developments that may affect the town.

9. **Other Business**

10. **Adjournment**

**CERTIFICATION OF MAIL NOTIFICATION
TOWN OF MINERAL SPRINGS, NORTH CAROLINA**

*I, Vicky Brooks, Clerk of the Town of Mineral Springs, North Carolina, sent a notice of Public Hearing for the proposed rezoning on Tax Parcels #06-081-007A & #06-081-007B to the persons identified on the attachment herein cited as "Property Owners within 200 feet of Tax Parcel #06-081-007A & #06-081-007B". The date of the Public Hearing is February 14, 2019. Said notices were delivered via first class mail on February 4, 2019 to the addresses as shown on the attachment.
Certification of Mailing.*

Vicky Brooks

Vicky Brooks, Town Clerk
Town of Mineral Springs

2/4/19

Date

Attachment

Certification of Mailing
Property Owners within 200 feet of
Tax Parcels #06-081-007A & #06-081-007B

ROBINSON RUSSELL CURTIS
2602 WAXHAW INDIAN TRAIL RD
SOUTH
WAXHAW, NC 28173-0562

KNIGHT PETE
630 RED BANK RD
ORANGEBURG, SC 29118

WREN JEFFREY R & KIMBERLY
DEANNA
6506 PLEASANT GROVE RD
WAXHAW, NC 28173

ROBINSON CATHERINE
2507 WAXHAW INDIAN TRAIL RD
WAXHAW, NC 28173

VYAS SURESH C & RITA T
6813 LINKSIDE CT
CHARLOTTE, NC 28277

HARPER JEFFREY A & MARIANNA
M
1254 QUIET CREEK DR
LANCASTER, SC 29720

BOWDEN CHARLES GARY
6412 PLEASANT GROVE RD
WAXHAW, NC 28173

SKINNER JAMES LEIGH & WF
MARGARET
PO BOX 1109
WAXHAW, NC 28173

FURR BUREN LEE
2715 WAXHAW INDIAN TRAIL RD
WAXHAW, NC 28173

FURR BUREN L
2715 WAXHAW INDIAN TRAIL RD
WAXHAW, NC 28173

Notice of Public Hearing

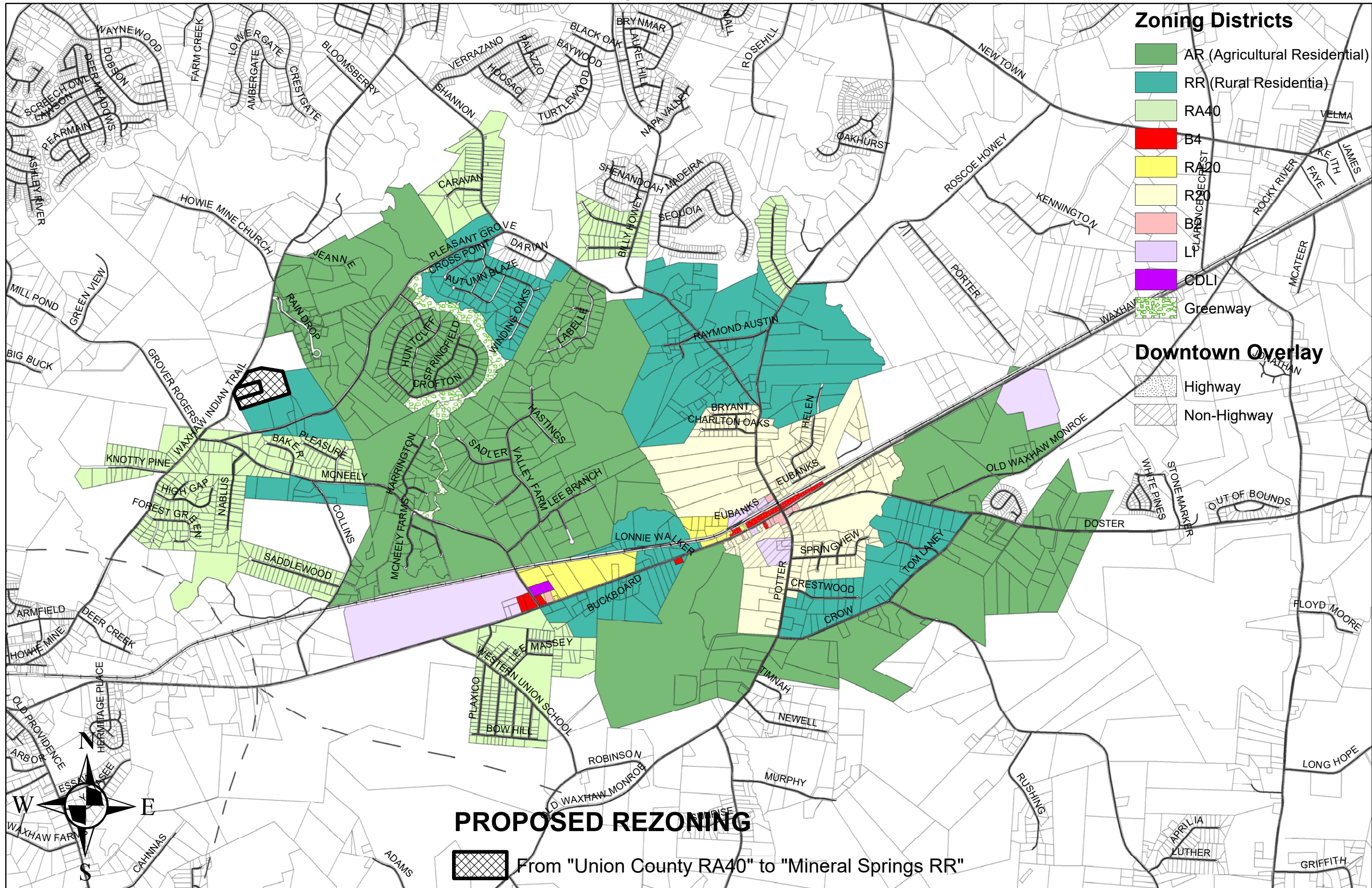
The Town of Mineral Springs will hold a Public Hearing on Thursday, December 13, 2018 at 7:30 p.m. at the Mineral Springs Town Hall located at 3506 Potter Road South regarding a voluntary annexation petition submitted by Suresh C. Vyas and Rita T. Vyas on tax parcels #06-081-007A and #06-081-007B located in Union County, North Carolina on Waxhaw Indian Trail Road. For specific questions regarding the voluntary annexation, please contact Town Clerk Vicky Brooks at 704-283-0505 ext. 221. The town council reserves the right to adopt an ordinance annexing this property into the Town of Mineral Springs following the close of the public hearing.

The Town of Mineral Springs does not discriminate on the basis of disability. If you need an auxiliary aid or service or other accommodations in order to attend or fully participate at this meeting, please contact the Deputy Town Clerk at (704) 243-0505 ext. 222 as far in advance of the meeting as possible so that your request can be considered.

Vicky Brooks
Town Clerk

December 2, 2018

Mineral Springs Official Zoning Map



0 1,200 2,400 4,800 7,200 9,600 Feet

WRITTEN CONSISTENCY STATEMENT AND RECOMMENDATION
OF
THE TOWN OF MINERAL SPRINGS PLANNING BOARD
TO
THE TOWN OF MINERAL SPRINGS TOWN COUNCIL
AS TO PROPOSED REZONING OF PARCELS #06-081-007A & 06-081-007B

Having reviewed the proposed rezoning of Tax Parcels #06-081-007A & 06-081-007B of the Town of Mineral Springs Zoning Map, having considered information from the Town's planning staff and the Mineral Springs Planning Board (hereinafter "Planning Board"), at its special meeting on February 6, 2019 hereby adopts the following motion:

Motion to adopt the following resolution recommending the rezoning of Tax Parcels #06-081-007A & 06-081-007B: RESOLVED, that the Planning Board hereby advises and comments to the Town of Mineral Springs Town Council that the rezoning is consistent with the Town's Land Use Plan and the Vision Plan contained therein as adopted by the Town on October 12, 2006. The Planning Board recommends that the Town Council rezone Tax Parcels #06-081-007A & 06-081-007B from RA40 (county zoning) to Rural Residential (municipal zoning), the Planning Board having considered the following reasons in making this recommendation: (1) the current zoning of the newly annexed property is RA40 in Union County; (2) North Carolina General Statute 160A-360 (f) requires a newly annexed property be zoned by the municipality within 60 days of adoption of the annexation ordinance or it will not have any zoning applied to it; and (3) the adjoining properties are zoned RR.

This foregoing motion was adopted by a vote of 4 (for) to 0 (against).

Town of Mineral Springs Planning Board

By: Bettylyn Kraft
Bettylyn Kraft, Chair

Attest:

Vicky A. Brooks
Vicky A. Brooks, CZO, CMC, NCCMC

Town of Mineral Springs
Town Hall
3506 S. Potter Road
Town Council
Regular Meeting
January 10, 2019 ~ 7:30 PM

Minutes Draft

The Town Council of the Town of Mineral Springs, North Carolina, met in Regular Session at the Mineral Springs Town Hall, Mineral Springs, North Carolina, at 7:30 p.m. on Thursday, January 10, 2019.

Present: Mayor Frederick Becker III, Mayor Pro Tem Bettylyn Krafft, Councilwoman Valerie Coffey (departed at 8:14 p.m.), Councilman Jerry Countryman, Councilwoman Janet Critz, Councilwoman Peggy Neill (arrived at 7:33 p.m.), Town Clerk/Zoning Administrator Vicky Brooks, and Deputy Town Clerk Janet Ridings.

Absent: Councilwoman Cureton and Attorney Bobby Griffin.

Visitors: Bjorn Hansen.

With a quorum present Mayor Frederick Becker called the Regular Town Council Meeting of January 10, 2019 to order at 7:30 p.m.

1. **Opening**

- Councilwoman Critz delivered the invocation.
- Pledge of Allegiance.

2. **Public Comments**

- There were no public comments.

3. **Consent Agenda**

- **Councilwoman Coffey** made a **motion** to approve the consent agenda as presented containing the following:
 - A. *Correction of the November 8, 2018 Regular Meeting Minutes Page Numbers from 32-44 to 38-50*
 - B. *December 13, 2018 Regular Meeting Minutes*
 - C. *November 2018 Tax Collector's Report*
 - D. *November 2018 Finance Report*

and **Councilwoman Krafft** seconded. The motion passed unanimously as follows:

Ayes: Coffey, Countryman, Critz, and Krafft
Nays: None

4. **Presentation by Bjorn Hansen on the Critical Intersection Study**

- Union County Transportation Planner Bjorn Hansen presented a Critical Intersection Analysis Update PowerPoint.
 - **Background**
 - Study was proposed in 2014
 - Funded in 2015
 - Completed in 2016
 - Participants: Municipalities, Charlotte Regional Transportation Planning Organization (CRTPO), and North Carolina Department of Transportation (NCDOT)
 - **Results**
 - List of recommended improvements referenced in multiple CRTPO and NCDOT project solicitations
 - Union County commitment of \$500,000 for local match on project applications
 - Framework for coordination with municipalities
 - **Why Should We Update the Study?**
 - Most projects have been funded
 - Inadequate public awareness of projects and designs
 - Increased local willingness to fund part of projects
 - Increased expectations for design and cost estimates before submittal
 - Opportunity to develop County/Municipal/NCDOT vision for transportation improvements
 - **Initial Alternatives on How to Pay for a Study**
 - Option 1: CRTPO Planning Funds
 - ❖ Twenty percent local match, provided by Union County
 - ❖ Funds become available July 1, 2019
 - ❖ Does not require multiple local commitments for funding
 - ❖ Unknown funding availability – requires a back-up plan
 - Option 2: 50/50 cost sharing arrangement between municipalities
 - ❖ \$5,000-\$10,000 municipal contribution, matched against county funds
 - ❖ Funds become available July 1, 2019
 - ❖ Local control of schedule
 - ❖ Could raise local expectations of “deserving a project”
 - Scope and budget remain the same in both options - \$125,000.
 - **Recommended Alternative – Complete Using Local Staff**
 - What Changed?
 - ❖ CRTPO is soliciting design project with 10 months notice
 - ❖ NCDOT will complete crash analyses for us at no cost
 - ❖ Request by county leadership to complete more studies in house
 - ❖ Availability of Metroquest and ArcGIS Online to collect input and distribute information

- **Study Details**
 - ❖ Coordinate with NCDOT and municipalities to identify ranking process and candidate intersection projects
 - ❖ Conduct outreach with public on list – confirm projects and identify new ones
 - ❖ Evaluate intersections and identify top 15 locations
 - ❖ Approve list
 - ❖ Submit to CRTPO for design funding (where local money is required)
- **Benefits of Updated Project List**
 - Focuses county, municipal, and NCDOT efforts on intersections of common concern
 - Makes intersections more competitive for grant applications
 - Establishes local approval and opportunity for community awareness of project and identified improvements
- **Next Steps**
 - Consider including financial commitment in FY 2019-2020 budget
 - ❖ \$5,000 for municipalities with less than 10,000 people
 - ❖ \$10,000 for municipalities with more than 10,000 people
 - ❖ These funding levels are suggestions – any money is appreciated
 - ❖ Money would be used to assist in local match requirement for designing projects through CRTPO grant submittal in late 2019
 - Advocate for remaining projects on Critical Intersection Analysis and coordinate with the NCDOT
 - ❖ Project submittals
 - ❖ Local contributions
- **Union County Critical Intersection Analysis Locations and Proposed Improvements**
 - Chestnut Lane / Matthews-Weddington Road
 - ❖ Roundabout with slip lanes; acquire right-of-way for future dual land roundabout. Estimated Construction and Right-of-Way Cost: \$1,890,000
 - NC 75 (Waxhaw Highway) / McNeely Road
 - ❖ Left turn lane on eastbound NC 75; right turn land on southbound McNeely Road. Estimated Construction and Right-of-Way Cost: \$450,000
 - NC 16 (Providence Road) / Bonds Grove Church Road
 - ❖ Signalize; turn lanes, all approaches; future STIP project U-55769 to widen NC 16. Estimated Construction and Right-of-Way Cost: \$820,000
 - NC 16 (Providence Road) / Bonds Grove Church Road
 - ❖ Signalize; turn lanes, all approaches; realign Bonds Grove Church Road to the north; future STIP project U-5769 to widen NC 16. Estimated Construction and Right-of-Way Cost: \$2,460,000
 - NC 218 / Clontz Road
 - ❖ Left turn lane and rumble strips on NC 218. Estimated Construction and Right-of-Way Cost: N/A (Funded by NCDOT)
 - Old Charlotte Highway / Carroll Street

- ❖ Left turn lane on southbound Old Charlotte Highway (Carroll Street and Arnold Drive); left turn lane on northbound Old Charlotte Highway (driveways adjacent to Carroll Street). Estimated Construction and Right-of-Way Cost: \$700,000
- Old Charlotte Highway / John Moore Road
 - ❖ Left turn lane on southbound Old Charlotte Highway (John Moore Road to Timber Lane Drive on 3-lane cross section). Estimated Construction and Right-of-Way Cost: \$1,010,000
- Old Charlotte Highway / Williams Road
 - ❖ Signalize; left turn lane on southbound Old Charlotte Highway. Estimated Construction and Right-of-Way Cost: \$490,000
- Wesley Chapel Road / Rogers Road
 - ❖ Exclusive right on northbound Wesley Chapel Road. Estimated Construction and Right-of-Way Cost: \$650,000
- Wesley Chapel Road / Rogers Road
 - ❖ Through right on northbound Wesley Chapel Road; dual left turn lane on southbound Wesley Chapel Road; add northbound left turn lane on Wesley Chapel Road to Treeside Lane. Estimated Construction and Right-of-Way Cost: \$3,420,000
- Wilson Street / North Main Street
 - ❖ Pedestrian improvements at intersection; sidewalk on west side on North Main Street (Wilson Street to Elm Street). Estimated Construction and Right-of-Way Cost: \$40,000
- Wesley Chapel Road and Potter Road
 - ❖ Roundabout with slip lanes; left turn lane on northbound Wesley Chapel Road (NC 84 to Potter Road). Estimated Construction and Right-of-Way Cost: \$2,520,000
- NC 16 (Providence Road) / Ennis Road
 - ❖ Left turn lane on NC 16; future STIP project U-5769 to widen NC 16. Estimated Construction and Right-of-Way Cost: \$410,000
- US 74 / Elm Street
 - ❖ (Recommended corridor planning study).
- NC 84 (Monroe-Weddington Road / Wesley Chapel Road / Potter Road)
 - ❖ Right turn lane on eastbound NC 84; convert Wesley Chapel Road to 4-lane section (NC 84 to Potter Road). Estimated Construction and Right-of-Way Cost: \$1,650,000

5. **Staff Reports**

- There were no staff reports given at this time.

6. **Other Business**

- Councilwoman Critz pointed out the FYI [Union County Chamber 2019 Elected Officials Reception] in the agenda packet and noted they got their official invitations in the mail. Councilwomen Critz and Neill have planned to attend, and they hoped some of the other council members would also. The town council has “fallen off the map” at some of these. Councilwoman Critz noted she used to attend more of them but has been remiss in doing so recently.

- Ms. Brooks announced the Steering Committee will have their first meeting on Thursday, January 31, 2019 at 6:00 p.m.
- Councilwoman Neill asked if there were still openings on the planning board. Ms. Brooks responded there was one opening. Councilwoman Neill asked if there were any applicants. Ms. Brooks responded the newsletter had not gone out yet.
- Ms. Brooks announced on Saturday, January 19, 2019 at 11:00 a.m., the Mineral Springs Volunteer Fire and Rescue Department would be having a “Push-In Ceremony” to put their new engine in service. They have invited everyone in the community to go out and participate.
- Councilman Countryman asked when the newsletter would be going out. Ms. Brooks responded it would probably go out later this month or the first week of February. Councilman Countryman explained he and Mrs. Countryman availed themselves of our new business the other day in the community; Gordon’s. Mr. Gordon asked if there were things that the council could do to enhance his business. One of Councilman Countryman’s suggestions was the newsletter. Ms. Brooks responded he was going to be in the newsletter. Councilwoman Krafft asked what Gordon’s was. Mayor Becker responded, “the new grill”. Councilman Countryman mentioned it used to be the Mineral General and now it’s a grill and it’s very good.
- Ms. Brooks explained the reason the Christmas lights were still up was because the company that puts them up and takes them down is having mechanical problems with his lift-truck. Mr. Rorie will get them down as soon as he gets his truck repaired.

7. **Adjournment**

- **Councilwoman Critz** made a **motion** to adjourn and **Councilwoman Neill** seconded. *The motion passed unanimously as follows:*

Ayes: Coffey, Countryman, Critz, Krafft, and Neill
Nays: None

- The meeting was adjourned at 8:20 p.m.
- The next regular meeting will be on Thursday, February 14, 2019 at 7:30 p.m. at the Mineral Springs Town Hall.

Respectfully submitted by:

Vicky A. Brooks, CMC, NCCMC, Town Clerk

Frederick Becker III, Mayor

Town of Mineral Springs

FINANCE REPORT December 2018

Prepared for:

The Mineral Springs Town Council

By:

Frederick Becker III
Finance Officer

February 14, 2019

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California Form Report Form 1041-D

Estate of [Name] for the year ending [Date]

[] [] [] [] [] []

Page []

California

Estate

INCOME

Interest	[]
Other Income	
Capital	[]
<hr/> Federal	
Deduction	[]
Deduction	[]
<hr/> Other Federal	[]
Other	[]
<hr/> Other Other Income	[]
Income Tax	
Received	
Paid	[]
<hr/> Other Received	[]
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Income Tax Prior Year	
Income Tax	
Received	
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Paid	[]
<hr/> Other Received	[]
<hr/> Other Income Tax	[]
Income Tax	
Received	
Paid	[]
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Received	
Paid	[]

Financial Record Form D

Form D

Form D

Form D

Form D

Form D

Form D

OVERALL TOTAL

-19,475.92

Statement of Financial Position

as of December 31, 2018

Page 1

Page 1

Description	2018	2017	2016	2015
ASSETS				
Cash and Bank Accounts				
Cash	1,234,567.89	1,123,456.78	1,012,345.67	901,234.56
Money Market Funds	567,890.12	543,210.98	521,098.76	500,987.65
MM Cash Certificates	345,678.90	321,098.76	300,987.65	289,876.54
MM Certificates	123,456.78	109,876.54	98,765.43	87,654.32
Other Cash	10,000.00	9,876.54	8,765.43	7,654.32
TOTAL Cash and Bank Accounts	769,851.45	770,200.51	734,306.71	718,424.93
Other Assets				
Accounts Receivable	0.00	61,440.37	58,704.79	56,821.56
TOTAL Other Assets	0.00	61,440.37	58,704.79	56,821.56
TOTAL ASSETS	769,851.45	831,640.88	793,011.50	775,246.49
LIABILITIES				
Other Liabilities				
Accounts Payable	21,887.76	22,889.64	21,887.76	21,887.76
Other Liabilities	0.00	0.00	0.00	0.00
TOTAL Other Liabilities	21,887.76	22,889.64	21,887.76	21,887.76
TOTAL LIABILITIES	21,887.76	22,889.64	21,887.76	21,887.76
OVERALL TOTAL	747,963.69	808,751.24	771,123.74	753,358.73

Statement of Financial Position

as at 31 December 2018

Assets

Liabilities

Non-current assets	Current assets	Current liabilities	Current assets
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Property, plant and equipment	Inventories	Trade payables	Trade receivables
Intangible assets	Prepaid expenses	Other payables	Cash and bank balances
Financial assets	Other receivables	Other liabilities	Other assets
Other non-current assets	Other current assets	Other current liabilities	Other current assets
760,526.27	747,997.49	731,596.16	811,163.08

Total assets	Total liabilities	Total liabilities	Total assets
0.00	0.00	0.00	0.00
760,526.27	747,997.49	731,596.16	811,163.08

Total non-current assets	Total current liabilities	Total current liabilities	Total current assets
21,887.76	21,887.76	21,887.76	21,887.76
21,887.76	21,887.76	21,887.76	21,887.76
738,638.51	726,109.73	709,708.40	789,275.32

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Source	Budget	Receivable	Rec'd YTD	% of Budget	July	August	September	October	November
Proter...a...rior									
Proter...a...									
D...roter...a...									
F...a...e...ro...									
ro...Re...i...a...									
l...ere...									
a...e...a...e...ri...									
a...e...a...a...e...e...									
a...e...a...O...er...i...									
a...e...a...e...									
e...i...e...a...e...									
o...i...e...Fee...									
O...er									
Totals	\$ 349,990.00	\$ 228,038.20	\$ 121,951.80	34.8%	\$ 1,089.34	\$ 3,005.54	\$ 3,790.52	\$ 5,734.09	\$ 6,438.25
	December	January	February	March	April	May	June	June a/r	
Proter...a...rior									
Proter...a...									
D...roter...a...									
F...a...e...ro...									
ro...Re...i...a...									
l...ere...									
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a...e...a...a...e...e...									
a...e...a...O...er...i...									
a...e...a...e...									
e...i...e...a...e...									
o...i...e...Fee...									
O...er									
Totals	\$ 101,894.06	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Municipal Finance Office

Municipal Finance Office									
Municipal Finance Office									
Appropriation dept	Budget	Unspent	Spent YTD	% of Budget	July	August	September	October	November
Administration									
Police									
Public									
Municipal Employees									
Public Works									
Public Safety									
Fire Department									
Office Administration									
Information									
Finance									
Accounts									
Insurance									
Legal									
Public Works									
Totals	\$ 349,990.00	\$ 208,562.28	\$ 141,427.72	40.4%	\$ 38,716.84	\$ 20,770.55	\$ 18,510.74	\$ 18,262.87	\$ 22,839.58
Off Budget:									
Capital									
Interfund Transfer									
Total Off Budget:			\$ -		\$ -	\$ -	\$ -	\$ -	\$ -

Miscellaneous Expense Variance

Appropriation dept	December	January	February	March	April	May	June	June a/p
Administration	0							
Director	0							
Deputy	0							
Director's Office	0							
Administrative Services	0							
Information Systems	0							
Police Officer/Lead	0							
Police	0							
Fire Protection	0							
Office Administration	0							
Administration	0							
Free Will	0							
Administration	0							
Training	0							
Travel	0							
Administrative	0							
	\$ 22,327.14	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Off Budget:								
Capital Refund	0	0	0	0	0	0	0	0
Interfund Transfer	0	0	0	0	0	0	0	0
Total Off Budget:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Deer Creek Food De

Income Statement

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Page 1

Account	Amount
Operating Income	101,894.06
Income	
Operating Income	101,894.06
TOTAL INCOME	101,894.06

EXPENSES

Cost of Goods Sold	
Operating Expenses	
Advertising	
Commodities	
Contract Labor	
Depreciation	
Electricity	
Gas	
Insurance	
Interest	
Lease	
License	
Maintenance	
Merchandise	
Office	
Other	
Professional Fees	
Repairs	
Salaries	
Travel	
Utilities	
Wages	
Other	
Freight	
Medical	
Other	
Office	
Advertising	
Commodities	
Contract Labor	
Depreciation	
Electricity	
Gas	
Insurance	
Interest	
Lease	
License	
Maintenance	
Merchandise	
Office	
Other	
Professional Fees	
Repairs	
Salaries	
Travel	
Utilities	
Wages	
Other	

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TOTAL EXPENSES	22,327.14
TRANSFERS	
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TOTAL TRANSFERS	0.00
OVERALL TOTAL	79,566.92

December 2018

) Revenue Details
) Inter-bank Transfers

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MI R RI

ri di to

Vendor 10870-1

Invoice

Description

Refund for the amount of Order

Invoice Date

Date

715 - 220355

\$	4.67

R/G M/I	Entity	VndNo-R	Inv No	Tax&Fee	IntOnly	Com	Net	Sts
				Amt	Amt	Cst	Amt	
400 001	Union County	0-0		519,016.16	5,925.51	14,248.32	510,693.35	NO Chk
400 003	Voter Approved Debt Tax	0-0		69,842.41	650.64	1,913.30	68,579.75	NO Chk
400 011	Countywide Fire Tax	0-0		23,318.96	218.35	638.91	22,898.40	NO Chk
400 012	Countywide EMS Tax	0-0		59,444.92	553.92	1,628.18	58,370.66	NO Chk
400 015	Spring Fire Tax	0-0		6,804.48	58.15	191.03	6,671.60	NO Chk
400 020	Stallings Fire Tax	0-0		10,155.54	81.72	280.54	9,956.72	NO Chk
400 023	Hemby Bridge Fire Tax	0-0		13,291.13	121.68	365.05	13,047.76	NO Chk
400 026	Wesley Chapel Fire Tax	0-0		14,772.20	130.18	425.19	14,477.19	NO Chk
400 028	Waxhaw Fire Tax	0-0		11,217.82	89.03	317.36	10,989.49	NO Chk
400 101	Village of Marvin	1832-	VTFN1810-1	4,460.55	42.61	128.29	4,374.87	NO Chk
400 200	City Of Monroe	103-7	VTFN1810-1	219,511.74	1,408.13	4,517.80	216,402.07	NO Chk
400 222	Monroe Downtown Service District	103-7	VTFN1810-2	97.87	15	1.58	96.44	NO Chk
400 300	Town Of Wingate	4064-	VTFN1810-1	6,076.58	61.29	158.18	5,979.69	NO Chk
400 400	Town Of Marshville	5861-	VTFN1810-1	7,076.59	103.09	178.10	7,001.58	NO Chk
400 500	Town Of Waxhaw	8268-	VTFN1810-1	90,379.53	610.23	2,240.77	88,748.99	NO Chk
400 600	Town Of Indian Trail	2924-	VTFN1810-1	69,411.11	658.03	1,894.44	68,174.70	NO Chk
400 700	Town Of Stallings	4860-2	VTFN1810-1	30,933.76	251.20	861.59	30,323.37	NO Chk
400 800	Town Of Weddington	7518-	VTFN1810-1	9,575.58	66.61	263.74	9,378.45	NO Chk
400 900	Village Of Lake Park	1833-	VTFN1810-1	6,394.50	58.92	188.98	6,264.44	NO Chk
400 930	Town Of Fairview	19458-	VTFN1810-1	7,747.44	6.56	20.65	7,733.35	NO Chk
400 970	Village Of Wesley Chapel	9262-	VTFN1810-1	1,487.33	11.88	42.59	1,456.62	NO Chk
400 980	Town Of Unionville	11530-	VTFN1810-1	1,228.79	14.01	33.22	1,209.58	NO Chk
400 990	Town Of Mineral Springs	10870-	VTFN1810-1	583.52	5.65	16.80	572.37	NO Chk
400 999	Schools	0-0		1,005,935.54	9,371.85	27,553.62	987,753.77	NO Chk
-----User Keyed Amounts-----								
Interest Amount..:				2,543.24				
-----Costs-----								
Billing Cost.....:				31,506.33				
Credit Card Cost..:				26,601.90				
Debit Card Cost..:				.00				

Total Costs.....:				58,108.23				

A/P Totals.....:				447,964.89	3,298.36	10,546.73	440,716.52	
No A/P Totals.....:				1,733,799.16	17,201.03	47,561.50	1,703,438.69	
Refund Totals.....:				.00	.00	.00	.00	

Grand Totals.....:				2,181,764.05	20,499.39	58,108.23	2,144,155.21	

PAJ
DHC
11-27-18

--- E N D ---

Invoice Date	Invoice Number	Description	Invoice Amount
11/29/2018	1904-NCVTS	NCVTS REFUNDS FOR OCTOBER 2018	\$4.67
11/29/2018	VTFN1810-1	Cash Recvd NCVTS OCT/18	\$572.37

Vendor No.	Vendor Name	Check No.	Check Date	Check Amount
10870	TOWN OF MINERAL SPRINGS	00057447	12/03/2018	577.04



County of Union
 500 North Main Street
 Monroe, North Carolina 28112

Vendor Number Check Date Check Number
 10870 12/03/2018 00057447

"This disbursement has been approved as required by the Local Government Budget and Fiscal Control Act."

\$577.04

Pay Five Hundred Seventy Seven Dollars and 04 cents *****

To The TOWN OF MINERAL SPRINGS
 Order Of PO BOX 600
 MINERAL SPRINGS NC 28108

**EFT COPY
 NON-NEGOTIABLE**

AP



County of Union
 500 North Main Street
 Monroe, North Carolina 28112

10870
 00057447

ADDRESS SERVICE REQUESTED

TOWN OF MINERAL SPRINGS
 PO BOX 600
 MINERAL SPRINGS NC 28108

Invoice Date	Invoice Number	Description	Invoice Amount
10/01/2018	1903A TAXES	TAX/FEE/INT - SEPTEMBER 2018	\$6,744.64
12/01/2018	1905 TAXES	TAX/FEE/INT - NOVEMBER 2018	\$23,467.26

Vendor No.	Vendor Name	Check No.	Check Date	Check Amount
10870	TOWN OF MINERAL SPRINGS	00057566	12/10/2018	30,211.90



County of Union
 500 North Main Street
 Monroe, North Carolina 28112

Vendor Number Check Date Check Number
 10870 12/10/2018 00057566

This disbursement has been approved as required by the Local Government Budget and Fiscal Control Act.

\$30,211.90

Pay Thirty Thousand Two Hundred Eleven Dollars and 90 cents *****

To The TOWN OF MINERAL SPRINGS
 Order Of PO BOX 600
 MINERAL SPRINGS NC 28108

**EFT COPY
 NON-NEGOTIABLE**

AP



County of Union
 500 North Main Street
 Monroe, North Carolina 28112

10870
 00057566

ADDRESS SERVICE REQUESTED

TOWN OF MINERAL SPRINGS
 PO BOX 600
 MINERAL SPRINGS NC 28108

Town of Mineral Springs
PO Box 600
Mineral Springs, NC 28108

Vendor: 10870 R1 Invoice#: 1903A Taxes
Description: Tax/Fee/Int - September 2018
Invoice Date: 10/1/2018
Due Date: 10/15/2018
Acct#: 715-220255
 10131310-4290

6,847.36
(102.72)
6,744.64 <<<< total to pay

\$ 6,744.64

PAID DHC
12-4-18
CC

Jurisdiction Collection by Year
Union County
Date Distributed: 9/1/2018 to 9/30/2018

990 - TOWN OF MINERAL SPRINGS

Year	Taxes, Assessments and Misc. Charges	Late List	Interest	Total Collected	Commission	Net of Commission
2013	3.72	0.00	0.06	3.78	0.06	3.72
2015	7.36	0.00	11.72	19.08	0.29	18.79
2016	0.92	0.00	0.00	0.92	0.01	0.91
2017	4.40	0.00	0.07	4.47	0.07	4.40
2018	9,999.43	2.92	0.00	10,002.35	150.04	9,852.31
Total:	10,015.83	2.92	11.85	10,030.60	150.47	9,880.13

- 3,135.49 already pd
6,744.64

9,880.13 +
3,135.49 -
6,744.64 *

Grand Total: 10,015.83

Town of Mineral Springs
PO Box 600
Mineral Springs, NC 28108

Vendor: 10870 R1 Invoice#: 1905 Taxes
Description: Tax/Fee/Int - November 2018
Invoice Date: 12/1/2018
Due Date: 12/15/2018
Acct#: 715-220255
 10131310-4290

\$ 23,467.26

23,824.63
(357.37)
23,467.26 <<<< total to pay

DAJ DHC
12-6-18

cc

Table of Contents

October 2018 Collections

Summary

MUNICIPALITY	ARTICLE 39	ARTICLE 40	ARTICLE 42	ARTICLE 43	ARTICLE 44	ART 44 *524	ARTICLE 45	ARTICLE 46	CITY HH	TOTAL
UNION (AD VALOREM)										
FAIRFAX										
MANASSAS RIDGE										
INDIAN ROCK										
ROANOKE										
MORNINGSTAR										
MARLBOROUGH										
MIRIAMSBURG										
MIDDLEBURY										
MOOREHEAD										
MOUNTAIN VIEW										
NEW MARKET										
NEWPORT NEWS										
PRINCETON										
ROCKY MOUNTAIN										
SHARPSBURGH										
STANTON										
WATERLOO										
TOTAL										

Fairfax County Distribution

XXXXXXXXXXXXXXXXXXXX

Distribution Date XXXXXXXX

Prefix	City/County	Sales Tax on Piped Natural Gas	Sales Tax on Electricity	Sales Tax on Telecommunication Services	Sales Tax on Video Programming	Total Distribution
0000 of	0000	0	0	0	0	0
000 of	Fairfax	0	0	0	0	0
0000 of	Lee County	0	0	0	0	0
0000 of	Loudoun County	0	0	0	0	0
0000 of	Stafford County	0	0	0	0	0
0000 of	Warrenton	0	0	0	0	0
0000 of	Marion	0	0	0	0	0
0000 of	Marion	0	0	0	0	0
0000 of	Mitler County	0	0	0	0	0
0000 of	Moore	0	0	0	0	0
0000 of	Madison	0	0	0	0	0
0000 of	Madison	0	0	0	0	0
0000 of	Madison	0	0	0	0	0
0000 of	Madison	0	0	0	0	0
0000 of	Madison	0	0	0	0	0
0000 of	Madison	0	0	0	0	0
0000 of	Madison	0	0	0	0	0
0000 of	Madison	0	0	0	0	0

Invoice Date	Invoice Number	Description	Invoice Amount
12/19/2018 12/19/2018	1905-NCVTS VTFN1811-1	NCVTS REFUNDS FOR NOVEMBER Cash Recvd NCVTS NOV/18	-\$.14 \$551.49

Vendor No.	Vendor Name	Check No.	Check Date	Check Amount
10870	TOWN OF MINERAL SPRINGS	00057839	12/24/2018	551.35



County of Union
500 North Main Street
Monroe, North Carolina 28112

Vendor Number Check Date Check Number
10870 12/24/2018 00057839

"This disbursement has been approved as required by the Local Government Budget and Fiscal Control Act."

\$551.35

Pay Five Hundred Fifty One Dollars and 35 cents *****

To The TOWN OF MINERAL SPRINGS
Order Of PO BOX 600
MINERAL SPRINGS NC 28108

**EFT COPY
NON-NEGOTIABLE**

AP



County of Union
500 North Main Street
Monroe, North Carolina 28112

10870
00057839

ADDRESS SERVICE REQUESTED

TOWN OF MINERAL SPRINGS
PO BOX 600
MINERAL SPRINGS NC 28108

MINERAL SPRINGS

Jurisdiction # 990

Vendor: **10870-1** Invoice#: 1905-NCVTS

Description: NCVTS Refunds for the months of November

Invoice Date: 12/19/2018

Due Date: 12/20/2018

Acct# 715 - 220355

\$ (0.14)
\$ (0.14)

57839

AAJ

R/G M/I	Entity	VndNo-R	Inv No	Tax&Fee Amt	IntOnly Amt	Chm Cst	Net Amt	Sts
400 001	Union County	0-0		426,883.48	5,418.74	12,957.89	419,344.33	No Chk
400 003	Voter Approved Debt Tax	0-0		59,157.41	625.48	1,793.52	57,989.37	No Chk
400 011	Countywide Fire Tax	0-0		19,732.31	209.78	598.38	19,343.71	No Chk
400 012	Countywide EMS Tax	0-0		50,350.70	532.18	1,526.45	49,356.43	No Chk
400 015	Springs Fire Tax	0-0		6,166.44	74.80	190.52	6,050.72	No Chk
400 020	Stallings Fire Tax	0-0		8,481.63	78.82	258.37	8,302.08	No Chk
400 023	Hemby Bridge Fire Tax	0-0		12,326.22	153.23	371.80	12,107.65	No Chk
400 028	Wesley Chapel Fire Tax	0-0		12,483.78	107.24	389.83	12,201.19	No Chk
400 101	Waxhaw Fire Tax	0-0		9,555.90	92.37	297.12	9,351.15	No Chk
400 101	Village of Marvin	1832-	VTFN1811-1	3,365.23	28.05	104.50	3,288.78	No Chk
400 202	City of Monroe	103-7	VTFN1811-1	180,790.67	1,220.89	4,062.70	177,948.86	No Chk
400 222	Monroe Downtown Service District	103-7	VTFN1811-2	159.20	2.59	4.67	157.12	No Chk
400 300	Town of Wingate	4054-	VTFN1811-1	4,531.48	46.80	125.00	4,453.28	No Chk
400 400	Town of Marshville	5861-	VTFN1811-1	6,438.38	68.28	185.85	6,320.81	No Chk
400 500	Town of Waxhaw	8268-	VTFN1811-1	76,461.51	585.82	1,997.76	75,049.57	No Chk
400 600	Town of Indian Trail	2924-	VTFN1811-1	62,459.21	749.20	1,884.21	61,324.20	No Chk
400 700	Town of Stallings	4850-2	VTFN1811-1	28,513.76	257.65	875.81	27,895.60	No Chk
400 800	Town of Weddington	7518-	VTFN1811-1	7,923.45	78.84	243.41	7,758.88	No Chk
400 900	Village of Lake Park	1833-	VTFN1811-1	6,059.14	88.43	186.17	5,961.40	No Chk
400 930	Town of Fairview	19458-	VTFN1811-1	695.08	6.14	21.41	679.81	No Chk
400 970	Village of Wesley Chapel	9262-	VTFN1811-1	1,333.34	12.20	41.63	1,303.91	No Chk
400 980	Town of Unionville	11530-	VTFN1811-1	1,006.29	10.22	30.78	985.73	No Chk
400 990	Town of Mineral Springs	10870-	VTFN1811-1	564.79	4.56	17.86	551.49	No Chk
400 999	Schools	0-0		852,239.43	9,011.19	25,839.02	835,411.60	No Chk
-----User Keyed Amounts-----								
Interest Amount...				2,827.05				
-----Costs-----								
Billing Cost.....				34,638.90				
Credit Card Cost...				19,365.76				
Debit Card Cost...				.00				

Total Costs.....				54,004.66				

A/P Totals.....				380,301.53	3,159.67	9,781.76	373,679.44	
No A/P Totals.....				1,457,377.30	16,303.83	44,222.90	1,429,458.23	
Refund Totals.....				.00	.00	.00	.00	

Grand Totals.....				1,837,678.83	19,463.50	54,004.66	1,803,137.67	

--- END ---



First National Bank

Date: 12/18/18

OFFICIAL CHECK

115801839

00000-

REMITTER: THE TOWN OF MINERAL SPRINGS

BRANCH: 1158
ORIGINATOR: 115803
TIME: 16:25:37
CK AMT: \$60,000.00

\$60,000.00

PAY
SIXTY THOUSAND and 00/100USDollars

DRAWER: First National Bank of Pennsylvania **NON NEGOTIABLE**

TO THE ORDER OF THE TOWN OF MINERAL SPRINGS

CUSTOMER COPY

AUTHORIZED SIGNATURE *Jaimee Steffer*

THE REVERSE SIDE OF THIS DOCUMENT INCLUDES AN ARTIFICIAL WATERMARK - HOLD AT AN ANGLE TO VIEW



First National Bank

Date: 12/18/18

OFFICIAL CHECK

115801839

00000-

REMITTER: THE TOWN OF MINERAL SPRINGS

PAY
SIXTY THOUSAND and 00/100USDollars

\$60,000.00

TO THE ORDER OF THE TOWN OF MINERAL SPRINGS

DRAWER: First National Bank of Pennsylvania

AUTHORIZED SIGNATURE *Jaimee Steffer*

⑈ 115801839⑈ ⑆043318092⑆ 100020⑈



We Are Here To Help
SouthStateBank.com / (800) 277-2175

12/18/2018 4:47 PM 508 7506
Account XXXXXX0549
DDA Deposit 60,000.00

DECEMBER 2018
TOWN OF MINERAL SPRINGS
PERCENTAGE REPORT

DECEMBER 31, 2018 REGULAR TAX	2018	2017	2016	2015	2014	2013	2012
BEGINNING CHARGE	67,290.69	65,379.46	61539.29	62154.4	64,338.55	64,894.00	66,094.83
TAX CHARGE							
PUBLIC UTILITIES							
DISCOVERIES							
NON-DISCOVERIES							
RELEASES	(0.29)						
TOTAL CHARGE	67,290.40	65,379.46	61,539.29	62,154.40	64,338.55	64,894.00	66,094.83
BEGINNING COLLECTIONS	36,430.88	65,036.92	61262.67	61973.91	64,171.86	64,794.27	66,028.57
COLLECTIONS - TAX	19,170.18	2.98			5.85	31.93	31.93
COLLECTIONS - INTEREST		0.83			1.40	14.77	
TOTAL COLLECTIONS	55,601.06	65,039.90	61,262.67	61,973.91	64,177.71	64,826.20	66,060.50
BALANCE OUTSTANDING	11,689.34	339.56	276.62	180.49	160.84	67.80	34.33
PERCENTAGE OF REGULAR	82.63%	99.48%	99.55%	99.71%	99.75%	99.90%	99.95%
COLLECTION FEE 1.5 %	287.55	0.06	-	-	0.11	0.70	0.48

Miera
 De

December 31, 2018	2011	2010	2009		
BEGINNING CHARGE	\$64,878.42	\$64,737.60	\$63,911.13		
PUBLIC UTILITIES	\$1,319.20	\$1,251.60	\$1,218.28		
MINIMAL RELEASES	(\$145.21)	(\$152.88)	(\$157.18)		
DISCOVERIES	\$61.82	\$321.61	\$46.46		
ABATEMENTS (RELEASES)	(\$301.25)	(\$473.88)	(\$136.74)		
TOTAL CHARGE	\$65,812.98	\$65,684.05	\$64,881.95		
PREVIOUS COLLECTIONS	\$65,722.65	\$65,599.00	\$64,765.62		
PREVIOUS BALANCE DUE	\$90.33	\$85.05	\$116.33		\$291.71
COLLECTIONS - TAX					\$0.00
COLLECTIONS - INTEREST/FEES					\$0.00
GROSS MONTHLY COLLECTIONS					\$0.00
MISC. ADJUSTMENTS					
TOTAL TAX COLLECTED TO DATE	\$65,722.65	\$65,599.00	\$64,765.62		
BALANCE OUTSTANDING	\$90.33	\$85.05	\$116.33		\$291.71
PERCENTAGE COLLECTED	99.86%	99.87%	99.82%		

Mineral Springs Unpaid Property Taxes - Real and Personal as of December 31, 2018

Name	Tax Map Number	2011	2010	2009	Total
BOND, CELESTE B	06054063			\$27.92	
CAROLINA STREET SUPPLY	50103059		\$6.88		
CAROLINA STREET SUPPLY, SHEPPARD JONATHAN	848391	\$6.88			
COOMBER CUSTOM MASONRY LLC	1812652	\$10.44			
D'AMICO, JAMES L	06054024	\$27.68	\$27.68	\$27.68	
DUNCAN, ROBERT W	50100863			\$2.63	
ELLIOTT, JAMES EDWARD & MARIO JAMES ELLIOTT &	06060006E	\$24.00	\$24.00	\$24.00	
EPIC REALTY GROUP INC	50094704			\$10.46	
FATHER & SON PAINTERS	50093623		\$2.41	\$2.09	
MATHENY, VERNA	455325	\$2.22			
METHENY, VERNA	50094323		\$2.22	\$2.44	
ROBERTO BONILLA CUSTOM FRAMING	50104497		\$2.75		
WILLIAMS, RUTH & HUSBAND J C WILLIAMS	05033179	\$19.11	\$19.11	\$19.11	
Total		\$90.33	\$85.05	\$116.33	\$291.71

TOWN OF MINERAL SPRINGS

WRITTEN CONSISTENCY STATEMENT

Rezoning Tax Parcels #06-081-007A & #06-081-007B

In reference to the proposed rezoning of Tax Parcels #06-081-007A & #06-081-007B from RA40 (county) to Rural Residential (RR) (municipal).

The Town of Mineral Springs Town Council hereby declares that the proposed rezoning of Tax Parcels #06-081-007A & #06-081-007B is "**consistent**" with the Mineral Springs Land Use Plan and the Vision Plan contained therein as adopted by the Town Council on October 12, 2006. The current zoning of the newly annexed property is RA40 in Union County; the adjoining properties are zoned RR; and North Carolina General Statute 160A-360(f) requires newly annexed property to be zoned by the municipality within 60 days of adoption of the annexation ordinance or it will not have any zoning applied to it.

ADOPTED this the 14th day of February, 2019.

Frederick Becker III, Mayor

Attest:

Vicky A. Brooks, CZO

TOWN OF MINERAL SPRINGS

NORTH CAROLINA

Audited Financial Statements

For the Fiscal Year Ended June 30, 2018

Town Council

Frederick Becker, III, Mayor

Peggy Neill, Mayor Pro Tem

Valerie Coffey

Gerald Countryman

Janet Critz

Lundeen Cureton

Bettylyn Krafft

Administrative and Financial Staff

Vicky Brooks, Clerk & Zoning Administrator

Janet Ridings, Tax Collector

*Town of Mineral Springs
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June 30, 2018*

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Town of Mineral Springs

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June 30, 2018

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FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and
and Members of the Town Council
Town of Mineral Springs, North Carolina

Report on the Financial Statements

I have audited the accompanying financial statements of the governmental activities and each major fund, of the Town of Mineral Springs, North Carolina as of and for the year ended June 30, 2018, 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.

Auditor's Responsibility

My responsibility is to express opinions on these financial statements based on my audit. I conducted my audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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 auditor's 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, I 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

Opinions

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, and the major fund, of the Town of Mineral Springs, North Carolina, as of June 30, 2018, and the respective changes in financial position 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 the Management's Discussion and Analysis on pages 3-10, the Local Government Employees' Retirement System's Schedules of the Proportionate Share of the Net Pension Asset and Contributions, and the Schedules of Employer Contributions, on pages 38 and 39, respectively 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. I 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 my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

Supplementary and Other Information

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

The individual fund statements and 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 my opinion, the individual fund statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Kendra Gangal, CPA

Charlotte, NC
October 30, 2018

Management's Discussion and Analysis

As management of the Town of Mineral Springs, we offer readers of the Town of Mineral Springs's financial statements this narrative overview and analysis of the financial activities of the Town of Mineral Springs for the fiscal year ended June 30, 2018. 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

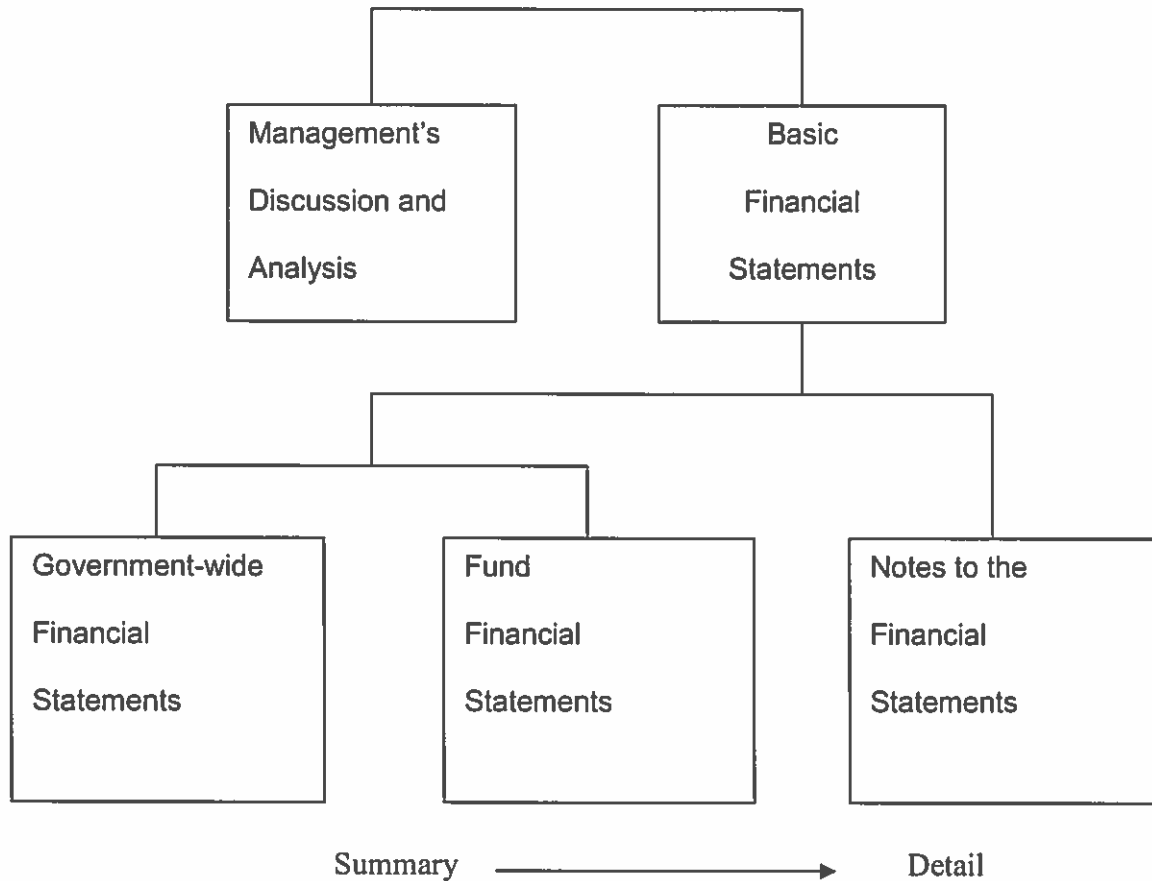
- The assets and deferred outflows of resources of the Town of Mineral Springs exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$2,561,313.
- The government's total net position increased by \$76,870, primarily due to revenues exceeding expenditures.
- As of the close of the current fiscal year, the Town of Mineral Springs's governmental funds reported combined ending fund balances of \$808,753, an increase of \$104,917 in comparison with the prior year. Approximately 7.5 percent of this total amount or \$61,440 is non-spendable or restricted.
- The Town Council has designated as "unrestricted" all fund balance in the General Fund after non-spendable, restrictions, and commitments have taken place.
- The Town of Mineral Springs incurred no debt during the current fiscal year, and continues to have zero debt.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the Town of Mineral Springs'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 Mineral Springs.

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's financial status.

The next statements (Exhibits 3 through 6) 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 two parts to the Fund Financial Statements: 1) the governmental funds statements; and 2) the budgetary comparison 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 can also be found in this part of the statements.

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 they have changed. Net position is the differences 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 gage the Town's financial condition.

The government-wide statements comprise only one category: governmental activities. The governmental activities include most of the Town of Mineral Springs' basic services such as planning and zoning, fire protection, street lighting, community projects, and general administration. Property taxes, sales taxes, and excise taxes finance most of these activities. The Town of Mineral Springs does not operate any business-type activities or any component unit.

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

Fund Financial Statements

The fund financial statements (see Figure 2) 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 Mineral Springs, 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's budget ordinance. The Town of Mineral Springs has only one fund – the governmental fund.

Governmental Funds – Governmental funds are used to account for those functions reported as governmental activities in the government-wide financial statements. All 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.

The Town of Mineral Springs 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 Board 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

Management Discussion and Analysis
Town of Mineral Springs
 June 30, 2018

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 board; 2) the final budget as amended by the board; 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.

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 are on pages 17-33 of this report.

Other Information – In addition to the basic financial statements and accompanying notes, this report includes supplementary information concerning the Town of Mineral Springs. This supplementary information can be found beginning on page 34 of this report.

Interdependence with Other Entities: The Town depends on financial resources flowing from, or association with, the State of North Carolina. Because of this dependency, the Town is subject to changes in specific flows of intergovernmental revenues based on modification to State laws and State appropriations.

Government-Wide Financial Analysis

The Town of Mineral Springs’s Net Position

Figure 2

	Governmental Activities		Total	
	2018	2017	2018	2017
Current and other assets	\$ 833,047	\$ 728,418	\$ 833,047	\$ 728,418
Capital assets	1,740,008	1,771,183	1,740,008	1,771,183
Deferred outflows of resources	28,241	33,811	28,241	33,811
Total assets and deferred outflows of resources	2,601,296	2,533,412	2,601,296	2,533,412
Other liabilities	39,386	47,828	39,386	47,828
Deferred inflows of resources	597	1,141	597	1,141
Total liabilities and deferred inflows of resources	39,983	48,969	39,983	48,969
Net position				
Net investment in capital assets	1,740,008	1,771,183	1,740,008	1,771,183
Restricted	61,440	61,487	61,440	61,487
Unrestricted	759,865	651,773	759,865	651,773
Total net position	\$ 2,561,313	\$ 2,484,443	\$ 2,561,313	\$ 2,484,443

As noted earlier, net position may serve over time as one useful indicator of a government’s financial condition. The assets of the Town of Mineral Springs exceeded liabilities by \$2,561,313 as of June 30, 2018. The Town’s net assets increased by \$76,870 for the fiscal year ended June 30, 2018. However, the largest portion (68%) reflects the Town’s investment in capital assets. The Town uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. An additional portion of the Town of Mineral Springs’s net position (2.4%) represents resources that are restricted by State Statute. The remaining balance of \$759,865 is unrestricted.

Management Discussion and Analysis
Town of Mineral Springs
 June 30, 2018

Several particular aspects of the Town financial operations positively influenced the total unrestricted governmental net assets:

- Continued diligence in the collection of property taxes by renewing our tax collection contract with Union County and achieving a current-year tax collection percentage of 99.27 %, which is comparable to the statewide average of 99.01% for all municipalities in FY2017 and which exceeds the peer-group average (without electric systems, population 2,500-9,999) of 98.37%..
- A continued focus on collecting prior-year delinquent taxes on the part of both the Union County tax collector and our own in-house delinquent tax collector, which resulted in collections of \$902 including base taxes, interest, and fees; this is down from the \$1,051 collected last year because so many delinquent accounts prior to 2012 have been fully paid and accounts more than 10 years are written off.
- Electric sales tax (formerly considered a franchise tax by the NC Department of Revenue) revenues of \$208,798, of which an estimated \$140,000 is due to a single industrial facility in the town.
- An ongoing policy of providing minimal municipal services, which reflects the desires of a majority of the town's residents.
- Continued extremely conservative fiscal policies on the part of the town council.

Town of Mineral Springs Changes in Net Position

Figure 3

	Governmental Activities		Total	
	2018	2017	2018	2017
Revenues:				
Program revenues:				
Charges for services	\$ 4,435	\$ 5,450	\$ 4,435	\$ 5,450
General revenues:				
Property taxes	73,154	67,869	73,154	67,869
Other taxes	269,564	270,762	269,564	270,762
Unrestricted investment earnings	2,128	1,381	2,128	1,381
Miscellaneous	2,196	4,231	2,196	4,231
Total revenues	<u>351,477</u>	<u>349,693</u>	<u>351,477</u>	<u>349,693</u>
Expenses:				
General government	211,150	196,163	211,150	196,163
Public safety	13,847	13,664	13,847	13,664
Community projects	17,575	22,522	17,575	22,522
Planning and zoning	32,035	33,248	32,035	33,248
Total expenses	<u>274,607</u>	<u>265,597</u>	<u>274,607</u>	<u>265,597</u>
Increase in net position before transfers	76,870	84,096	76,870	84,096
Transfers				
Increase in net position	76,870	84,096	76,870	84,096
Net position, July 1	2,484,443	2,400,347	2,484,443	2,400,347
Net position, June 30	<u>\$ 2,561,313</u>	<u>\$ 2,484,443</u>	<u>\$ 2,561,313</u>	<u>\$ 2,484,443</u>

Management Discussion and Analysis
Town of Mineral Springs
June 30, 2018

Governmental activities. Governmental activities increased the Town's net position by \$76,870, thereby accounting for the net increase in the net position of the Town of Mineral Springs. Key elements of this increase are as follows:

- Property tax revenues increased slightly
- Overall sales tax revenues increased slightly
- Actual expenditures remained less than budgeted amounts.

Financial Analysis of the Town of Mineral Springs's Funds

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

Governmental Funds. The focus of the Town of Mineral Springs'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 Mineral Springs's financing requirements.

The general fund is the chief operating fund of the Town of Mineral Springs. At the end of the current fiscal year, Town of Mineral Springs's fund balance available in the General Fund was \$808,753. The Town of Mineral Springs Council has adopted a minimum fund balance policy whereby the Town should maintain an available fund balance of 20% of general fund expenditures in case of unforeseen needs or opportunities, in addition to meeting the cash flow needs of the Town. The Town currently has an available fund balance of 303% of general fund expenditures, and total fund balance represent 327% of the same amount.

At June 30, 2018 the governmental funds of Town of Mineral Springs reported a combined fund balance of \$808,753 with a net increase in fund balance of \$104,917.

General Fund Budgetary Highlights: During the fiscal year, the Town of Mineral Springs amended its budget one time after initial adoption on June 8, 2017. 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. Overall, revenues exceeded budgeted amounts, closing the fiscal year at 102.5% of budget.

Capital Asset and Debt Administration

Capital assets. The Town of Mineral Springs's investment in capital assets for its governmental activities as of June 30, 2018, totals \$1,740,008 (net of accumulated depreciation). These assets include machinery and equipment, buildings, sidewalks, and land.

No new capital assets were acquired during the 2017-18 fiscal year.

There were no major capital asset deletions during the year.

Town of Mineral Springs’s Capital Assets
 (net of depreciation)

Figure 4

	Governmental Activities		Total	
	2018	2017	2018	2017
Land	\$ 806,103	\$ 806,103	\$ 806,103	\$ 806,103
Buildings and systems	573,581	587,275	573,581	587,275
Machinery and equipment	19,971	25,125	19,971	25,125
Infrastructure	340,353	352,680	340,353	352,680
Construction in progress	-	-	-	-
Total	\$ 1,740,008	\$ 1,771,183	\$ 1,740,008	\$ 1,771,183

Additional information on the Town capital assets can be found in note 3 of the Basic Financial Statements.

Town of Mineral Springs’s Long-term Debt

As of June 30, 2018, the Town of Mineral Springs had no long-term debt.

North Carolina general statutes limit the amount of general obligation debt that a unit of government can issue to 8 percent of the total assessed value of taxable property located within that government’s boundaries. The legal debt limit for Town of Mineral Springs is \$20,927,441.

Economic Factors and Next Year’s Budgets and Rates

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

- **Proximity to the city of Charlotte:** The Town of Mineral Springs is located 25 miles south of Charlotte, and the region’s economic growth has resulted in a demand for additional housing and retail development in Mineral Springs.
- **Retention of a key industry:** Parkdale Mills, a yarn manufacturer, has maintained its facility in Mineral Springs; this factory generates approximately 40% of the town’s revenues. Parkdale remains the town’s largest property tax payer, and contributes approximately 65% of the town’s electric franchise income.

Budget Highlights for the Fiscal Year Ending June 30, 2019

Governmental Activities: Revenues are expected to increase by 1.95%, with a slight increase in sales tax revenues and a slight increase in property tax revenues predominantly due to new construction in Mineral Springs. Construction activity has remained steady, but the largest residential subdivision has been “built out”, which will lead to a decrease in zoning and subdivision permit revenue. Interest rates are inching upward but remain fairly low and will result in only slightly increased interest revenue.

Budgeted expenditures in the General Fund are expected to increase by the same 1.95%, to \$349,990. Administrative and General Government expenditures are budgeted to remain nearly flat in most departments. “Office” will increase due to the usual 3% increase in staff salaries and, for the first time since 2006, an increase in town council salaries from \$100/month to \$150/month. “Planning” will increase because Council has approved contracting for new zoning and subdivision ordinances. “Elections” will decrease because there is no municipal election in 2018. All other department appropriations will remain very close to their 2017-18 budget amounts.

Requests for Information

This report is designed to provide an overview of the Town of Mineral Springs' 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:

Frederick (Rick) Becker III, Finance Officer
PO Box 600
Mineral Springs, NC 28108-0600
(704) 243-0505 x223 (office)
(704) 843-5870 (home)
(704) 243-1705 (fax)
msncmayor@yahoo.com

Vicky Brooks, Town Clerk
PO Box 600
Mineral Springs, NC 28108-0600
(704) 243-0505 x221 (office)
(704) 289-5331 (mobile)
(704) 243-1705 (fax)
msvickybrooks@aol.com

Website:
www.mineralspringsnc.com

Basic Financial Statements

TOWN OF MINERAL SPRINGS, NORTH CAROLINA

Exhibit 1

Statement of Net Position
June 30, 2018

	Primary Government		
	Governmental Activities	Other Activities	Total
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 748,966	\$ -	\$ 748,966
Restricted cash	21,234	-	21,234
Taxes receivables (net)	1,097	-	1,097
Due from other governments	61,440	-	61,440
Accrued interest receivable on taxes	310	-	310
Total current assets	833,047	-	833,047
Capital assets:			
Land and improvements	806,103	-	806,103
Other capital assets, net of depreciation	933,905	-	933,905
Total capital assets	1,740,008	-	1,740,008
Total assets	\$ 2,573,055	\$ -	\$ 2,573,055
DEFERRED OUTFLOWS OF RESOURCES			
Contributions to pension plan in current fiscal year	28,241	-	28,241
Total deferred outflows of resources	28,241	-	28,241
LIABILITIES			
Current liabilities:			
Accounts payable	1,692	-	1,692
Deposits Held	21,195	-	21,195
Total current liabilities	22,887	-	22,887
Long-term liabilities:			
Net pension liability	16,499	-	16,499
Total liabilities	39,386	-	39,386
DEFERRED INFLOWS OF RESOURCES			
Pension deferrals	597	-	597
Total deferred inflows of resources	597	-	597
NET POSITION			
Net investment in capital assets	1,740,008	-	1,740,008
Restricted for:			
Stabilization by State Statute	61,440	-	61,440
Unrestricted	759,865	-	759,865
Total net position	\$ 2,561,313	\$ -	\$ 2,561,313

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

TOWN OF MINERAL SPRINGS, NORTH CAROLINA

Exhibit 2

Statement of Activities
For the Fiscal Year Ended June 30, 2018

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					Governmental Activities	Other Activities	Total
Primary government:							
Governmental Activities:							
General government	\$ 211,150	\$ -	\$ -	\$ -	(211,150)	\$ -	(211,150)
Public safety	13,847	-	-	-	(13,847)	-	(13,847)
Community projects	17,575	-	-	-	(17,575)	-	(17,575)
Planning and zoning	32,035	4,435	-	-	(27,600)	-	(27,600)
Total governmental activities (See Note 1)	274,607	4,435	-	-	(270,172)	-	(270,172)
Total primary government	\$ 274,607	\$ 4,435	\$ -	\$ -	(270,172)	\$ -	(270,172)

General revenues:						
Taxes:						
Property taxes, levied for general purpose				73,154	-	73,154
Other taxes				269,564	-	269,564
Unrestricted investment earnings				2,128	-	2,128
Miscellaneous				2,196	-	2,196
Total general revenues				347,042	-	347,042
Change in net position				76,870	-	76,870
Net position, beginning,				2,484,443	-	2,484,443
Net position, ending				\$ 2,561,313	\$ -	\$ 2,561,313

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

TOWN OF MINERAL SPRINGS, NORTH CAROLINA

Exhibit 3

*Balance Sheet
Governmental Funds
June 30, 2018*

	Major Funds		Total Governmental Funds
	General	Cap Projects	
ASSETS			
Cash and cash equivalents	\$ 748,966	\$ -	\$ 748,966
Restricted cash	21,234	-	21,234
Taxes receivable, net	1,097	-	1,097
Due from other governments	61,440	-	61,440
Total assets	<u>\$ 832,737</u>	<u>\$ -</u>	<u>\$ 832,737</u>
LIABILITIES			
Liabilities:			
Accounts payable and accrued liabilities	\$ 1,692	\$ -	\$ 1,692
Escrow deposits	21,195	-	21,195
Total liabilities	<u>22,887</u>	<u>-</u>	<u>22,887</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue	1,097	-	1,097
Total Deferred inflows of resources	<u>1,097</u>	<u>-</u>	<u>1,097</u>
FUND BALANCES			
Restricted			
Stabilization by State Statute	61,440	-	61,440
Unassigned	747,313	-	747,313
Total fund balance	<u>808,753</u>	<u>-</u>	<u>808,753</u>
Total liabilities, deferred inflows of resources, and fund balances.	<u>\$ 832,737</u>	<u>\$ -</u>	

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 are not reported in the funds.	\$ 1,740,008
Contributions to the pension plan in the current fiscal year are deferred outflows of resources on the Statement of Net Position	28,241
Liabilities for earned revenues considered deferred inflows of resources in fund statements	1,097
Some liabilities, including installment loans and compensated balances, are not due and payable in the current period and therefore are not reported in the funds.	-
Pension related deferrals	(597)
Accrued interest receivable from taxes is not reported on the funds	310
Net pension liability	(16,499)
Net position of governmental activities	<u>\$ 2,561,313</u>

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

TOWN OF MINERAL SPRINGS, NORTH CAROLINA

Exhibit 4

*Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
For the Fiscal Year Ended June 30, 2018*

	Major Funds		Total Governmental Funds
	General	Cap Projects	
REVENUES			
Ad valorem taxes	\$ 73,544	\$ -	\$ 73,544
Unrestricted intergovernmental	269,564	-	269,564
Permits and fees	4,435	-	4,435
Investment earnings	2,128	-	2,128
Miscellaneous	2,196	-	2,196
Total revenues	<u>351,867</u>	<u>-</u>	<u>351,867</u>
EXPENDITURES			
Current:			
General government	183,493	-	183,493
Public safety	13,847	-	13,847
Community projects	17,575	-	17,575
Planning and zoning	32,035	-	32,035
Capital outlay	-	-	-
Contingency	-	-	-
Total expenditures	<u>246,950</u>	<u>-</u>	<u>246,950</u>
Excess (deficiency) of revenues over expenditures	<u>104,917</u>	<u>-</u>	<u>104,917</u>
OTHER FINANCING SOURCES (USES)			
Transfers to other funds	-	-	-
Appropriated fund balance	-	-	-
Net change in fund balance	104,917	-	104,917
FUND BALANCE			
Fund balances, beginning	703,836	-	703,836
Fund balances, ending	<u>\$ 808,753</u>	<u>\$ -</u>	<u>\$ 808,753</u>

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

TOWN OF MINERAL SPRINGS, NORTH CAROLINA

Exhibit 5

*Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance
of Governmental Funds to the Statement of Activities
For the Fiscal Year Ended June 30, 2018*

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

Net changes in fund balances - total governmental funds	\$ 104,917
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 capital outlays exceeded depreciation in the current period	(31,175)
Contributions to the pension plan in the current fiscal year are not included on the Statement of Activities	11,984
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. Change in unavailable revenue for tax revenues	(390)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. Pension expense	(8,466)
Total changes in net position of governmental activities	<u>\$ 76,870</u>

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

General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2018

	General Fund			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual Amounts	
Revenues:				
Ad valorem taxes	\$ 72,210	\$ 72,210	\$ 73,544	\$ 1,334
Unrestricted intergovernmental	263,900	263,900	269,564	5,664
Permits and fees	3,000	3,000	4,435	1,435
Investment earnings	1,200	1,200	2,128	928
Miscellaneous	3,000	3,000	2,196	(804)
Total revenues	<u>343,310</u>	<u>343,310</u>	<u>351,867</u>	<u>8,557</u>
Expenditures:				
Current:				
General government	204,266	204,366	183,493	20,873
Public safety	14,000	14,000	13,847	153
Community projects	24,900	24,900	17,575	7,325
Planning and zoning	52,956	52,956	32,035	20,921
Capital outlay	44,188	44,188	-	44,188
Contingency	3,000	2,900	-	2,900
Total expenditures	<u>343,310</u>	<u>343,310</u>	<u>246,950</u>	<u>96,360</u>
Revenues over (under) expenditures	-	-	104,917	104,917
Other financing sources (uses):				
Transfers to other funds	-	-	-	-
Appropriated fund balance	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>-</u>	<u>-</u>	<u>104,917</u>	<u>104,917</u>
Fund balance				
Fund balances, beginning			<u>703,836</u>	
Fund balances, ending			<u>\$ 808,753</u>	

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

TOWN OF MINERAL SPRINGS, NORTH CAROLINA

*Notes to the Financial Statements
For the Fiscal Year Ended June 30, 2018*

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Town of Mineral Springs (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 Mineral Springs, North Carolina, in Union County, was incorporated under The General Statutes of The State of North Carolina on August 10, 1999. It is governed by an elected mayor and a six member council. As required by generally accepted accounting principles, these financial statements present the Town, which has no component units.

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 activities of the overall government. The Town only has governmental type activities. Governmental activities generally are financed through taxes, intergovernmental revenues and other non-exchange transactions.

The statement of activities presents a comparison between direct expenses and program revenue 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 program or function. Indirect expense allocations that have been made in the funds have been reserved for the statement of activities. Program revenues include (a) fees and charges paid by the recipients 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. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as non-major funds.

The Town reports the following major governmental funds:

General Fund – The General Fund is the general operating fund of the Town. The General Fund accounts for all financial resources except those required to be accounted for in another fund.

Capital Projects Fund – This fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities.

The primary revenue sources are ad valorem taxes and State-shared revenues. The primary expenditures are for general government, zoning, public safety, salaries, and professional fees.

TOWN OF MINERAL SPRINGS, NORTH CAROLINA

*Notes to the Financial Statements
For the Fiscal Year Ended June 30, 2018*

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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 Financial Statements: The government-wide financial statements are reported using the economic resources measurement focus. The government-wide financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time the 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, including 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.

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

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 they are 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 to the extent they matured. General capital asset acquisitions are reported as expenditures in government funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

TOWN OF MINERAL SPRINGS, NORTH CAROLINA

*Notes to the Financial Statements
For the Fiscal Year Ended June 30, 2018*

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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.

Sales taxes and certain intergovernmental revenues, such as the beer and wine 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 of Mineral Springs because the tax is levied by the counties and then remitted to and distributed by the State. Most intergovernmental revenues are not susceptible to accrual because generally they are not measurable until received in cash. All taxes, including those dedicated for specific purposes are reported as general revenues rather than program revenues. Under the terms of grant agreements, the Town funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus, when program expenses are incurred, there is 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, followed by categorical block grants, and then general revenues.

D. Budgetary Data

The Town's budgets are adopted as required by North Carolina General Statutes. An annual budget is adopted for the general fund. All annual appropriations lapse at fiscal-year end. Project ordinances are adopted for the Capital Projects Fund. All budgets are prepared using the modified accrual basis of accounting.

Expenditures may not legally exceed appropriations at the functional level for all annually budgeted funds and at the project level for the multi-year fund. Amendments are required for any revisions that alter total expenditures of any fund or that change functional appropriations. All amendments must be approved by the governing board. During the year one immaterial amendment to the original budget was necessary. 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.

TOWN OF MINERAL SPRINGS, NORTH CAROLINA

*Notes to the Financial Statements
For the Fiscal Year Ended June 30, 2018*

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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 association whose principal office is located in North Carolina. Also, the Town may establish time deposit accounts such as NOW and Super NOW accounts, money market accounts, and certificates of deposit.

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 with a maturity of more than one year at acquisition and non-money market investments are reported at fair value. The securities of the NCCMT Government Portfolio, a SEC-registered (2a-7) external investment pool, is measured at amortized cost, which is the NCCMT's share price.

2. Cash and Cash Equivalents

The Town pools money from both funds to facilitate disbursements and investment and to maximize investment income. The Town maintains a general checking account and money market account for all general fund revenues. The Town considers all cash and investments to be demand deposits and are considered cash and cash equivalents.

3. Restricted Assets

Construction deposits received by the Town are restricted to the service for which the deposit was collected.

Governmental Activities

General Fund

Escrow deposits \$ 21,195

Total governmental activities \$ 21,195

TOWN OF MINERAL SPRINGS, NORTH CAROLINA

*Notes to the Financial Statements
For the Fiscal Year Ended June 30, 2018*

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - 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 1, the beginning of the fiscal year. The taxes are due on September 1 (lien date); however, interest does not accrue until the following January 5. These taxes are based on the assessed values as of January 1, 2017.

5. Allowances for Doubtful Accounts

All receivables that historically experience uncollectible accounts are shown net of any allowance for doubtful accounts. This amount is generally estimated by analyzing the amount of receivables that were written off in prior years.

6. Capital Assets

Capital assets are defined by the government as assets with an initial, individual cost of more than a certain cost and an estimated useful life in excess of two years. Minimum capitalization costs are as follows: furniture and equipment, \$500.00. Purchased or constructed capital assets are reported at 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 depreciated using the straight-line method over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Lives</u>
Infrastructure	30
Buildings	50
Improvements	29
Vehicles	6
Furniture and equipment	10
Computer equipment	3

TOWN OF MINERAL SPRINGS, NORTH CAROLINA

*Notes to the Financial Statements
For the Fiscal Year Ended June 30, 2018*

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

7. 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 for 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 one item meeting this criterion, contributions made to the pension plan in the 2018 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 deferrals of pension expense that result from the implementation of GASB Statement 68.

8. Long-Term Obligations

In government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities fund type statement of net position. The face amount of debt issued is reported as other financial sources.

9. Compensated Absences

The Town does not provide for vacation or sick pay for its employees.

10. Net Position/Fund Balances

Net Position

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

TOWN OF MINERAL SPRINGS, NORTH CAROLINA

*Notes to the Financial Statements
For the Fiscal Year Ended June 30, 2018*

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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:

Non Spendable 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.

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 – portion of fund balance that is restricted by State Statute (G.S. 159-8(a)).

Committed Fund Balance – portion of fund balance that can only be used for specific purposes imposed by majority vote by quorum of Town of Mineral Springs'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.

Assigned Fund Balance – portion of fund balance that the Town of Mineral Springs intends to use for specific purposes.

Unassigned fund balance – the portion of fund balance that has not been restricted, committed, or assigned to specific purposes or other 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 Town of Mineral Springs 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 20% of the budgeted expenditures. Any portion of the general fund balance in excess of 20% of budgeted expenditures may be appropriated for one-time expenditures and may not be used for any purpose that would obligate the Town in a future budget.

TOWN OF MINERAL SPRINGS, NORTH CAROLINA

*Notes to the Financial Statements
For the Fiscal Year Ended June 30, 2018*

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

11. Pensions

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

NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Significant Violations of Finance-Related Legal and Contractual Provisions

None

1. Noncompliance with North Carolina General Statutes

None

2. Contractual Violations

None

B. Deficit in Fund Balance or Net Assets of Individual Funds

None

C. Excess of Expenditures Over Appropriations

None

TOWN OF MINERAL SPRINGS, NORTH CAROLINA

*Notes to the Financial Statements
For the Fiscal Year Ended June 30, 2018*

NOTE 3- DETAIL NOTES ON ALL FUNDS

A. ASSETS

1. Deposits

All 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 unit'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 their 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 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 the 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 collateralize 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.

At June 30, 2018, the Town's deposits had a carrying amount of \$746,688 and a bank balance of \$778,887. Of the bank balance, \$250,000 was covered by federal depository insurance. The remaining \$528,887 was covered by collateral held under the pooling method.

2. Investments

At June 30, 2018, the Town of Mineral Springs had \$2,278 invested with the North Carolina Capital Management Trust's Government Portfolio which carried a credit rating of AAAM by Standard and Poor's. The Town has no policy regarding credit risk.

TOWN OF MINERAL SPRINGS, NORTH CAROLINA

*Notes to the Financial Statements
For the Fiscal Year Ended June 30, 2018*

NOTE 3- DETAIL NOTES ON ALL FUNDS - Continued

3. Capital Assets

Primary Government

Capital asset activity for the Primary Government for the year ended June 30, 2018, was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Capital assets not being depreciated:				
Land	\$ 806,103	\$ -	\$ -	\$ 806,103
Construction-in-progress	-	-	-	-
Total not being depreciated	806,103	-	-	806,103
Capital assets being depreciated:				
Computer equipment	7,897	-	-	7,897
Buildings	692,457	-	-	692,457
Infrastructure	370,679	-	-	370,679
Furniture, equipment, and other	64,567	-	2,841	61,726
Total being depreciated	1,135,600	-	2,841	1,132,759
Less accumulated depreciation for:				
Computer equipment	5,800	528	-	6,328
Buildings	105,182	13,694	-	118,876
Infrastructure	17,999	12,327	-	30,326
Furniture, equipment, and other	41,539	4,626	2,841	43,324
Total accumulated depreciation	170,520	31,175	2,841	198,854
Total capital assets being depreciated, net	965,080			933,905
Governmental activity capital assets, net	\$ 1,771,183			\$ 1,740,008

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

General Government	\$ 19,622
Community Projects	6,592
Total depreciation expense	\$ 26,214

TOWN OF MINERAL SPRINGS, NORTH CAROLINA

*Notes to the Financial Statements
For the Fiscal Year Ended June 30, 2018*

NOTE 3- **DETAIL NOTES ON ALL FUNDS - Continued**

B. LIABILITIES

1. Pension Plan and Postemployment Obligations

a. Local Governmental Employees' Retirement System

Plan Description. The Town of Mineral Springs 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.

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.

TOWN OF MINERAL SPRINGS, NORTH CAROLINA

*Notes to the Financial Statements
For the Fiscal Year Ended June 30, 2018*

NOTE 3- **DETAIL NOTES ON ALL FUNDS - Continued**

Contributions. Contribution provisions are established by General Statute 128-30 and may be amended only by the North Carolina General Assembly. Town of Mineral Springs 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 Mineral Springs's contractually required contribution rate for the year ended June 30, 2018, was 11.37% 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 Mineral Springs were \$11,386 for the year ended June 30, 2018.

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.

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

At June 30, 2018, the Town reported a liability of \$16,499 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2017. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2016. The total pension liability was then rolled forward to the measurement date of June 30, 2017 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, 2018, the Town's proportion was 0.00108%, which was a decrease of 0.0001% from its proportion measured as of June 30, 2016.

TOWN OF MINERAL SPRINGS, NORTH CAROLINA

*Notes to the Financial Statements
For the Fiscal Year Ended June 30, 2018*

NOTE 3- DETAIL NOTES ON ALL FUNDS - Continued

For the year ended June 30, 2018, the Town recognized pension expense of \$8,466. At June 30, 2018 the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 951	\$ 467
Changes of assumptions	2,356	-
Net difference between projected and actual earnings on pension plan investments	4,006	-
Changes in proportion and differences between employer employer contributions and proportionate share of contributions	8,944	130
Employer contributions subsequent to the measurement date	11,984	
	\$ 28,241	\$ 597

\$28,241 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 year ended June 30, 2018. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:		
2019	\$	3,775
2020		7,643
2021		4,351
2022		(112)
2023		-
Thereafter		-
	\$	15,657

Actuarial Assumptions. The total pension liability in the December 31, 2016 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	7.20 percent, net of pension plan investment expense, including inflation

TOWN OF MINERAL SPRINGS, NORTH CAROLINA

*Notes to the Financial Statements
For the Fiscal Year Ended June 30, 2018*

NOTE 3- DETAIL NOTES ON ALL FUNDS - Continued

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, 2016 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.

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, 2015 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%
	<u>100.0%</u>	

TOWN OF MINERAL SPRINGS, NORTH CAROLINA

*Notes to the Financial Statements
For the Fiscal Year Ended June 30, 2018*

NOTE 3- DETAIL NOTES ON ALL FUNDS - Continued

The information above is based on 30 year expectations developed with the consulting actuary for the 2014 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 3.00%. All rates of return and inflation are annualized.

Discount rate. The discount rate used to measure the total pension liability was 7.20%. 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 7.20 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 (6.20 percent) or one percentage point higher (8.20 percent) than the current rate:

	1% Decrease (6.20%)	Discount Rate (7.20%)	1% Increase (8.20%)
Town's proportionate share of the net pension liability (asset)	\$ 49,532	\$ 16,499	\$ (11,072)

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.

b. Other Post-Employment Benefits

The Town of Mineral Springs does not provide any post-employment benefits to retired or former employees.

TOWN OF MINERAL SPRINGS, NORTH CAROLINA

*Notes to the Financial Statements
For the Fiscal Year Ended June 30, 2018*

NOTE 3- DETAIL NOTES ON ALL FUNDS – Continued

2. Deferred Outflows and Inflows of Resources

The Town has several deferred outflows of resources.

Deferred outflows of resources is comprised of the following:

Source	Amount
Difference between expected and actual experiences	\$ 951
Changes in assumptions	2,356
Net difference between projected and actual earnings on pension plan investments	4,006
Changes in proportion and differences between employer contributions and proportionate share of contributions	8,944
Employer contributions subsequent to the measurement date	11,984
Total	\$ 28,241

Deferred inflows of resources at year-end is comprised of the following:

	Statement of Net Position	General Fund Balance Sheet
Difference between expected and actual experiences	\$ 467	\$ -
Changes in proportion and differences between employer contributions and proportionate share of contributions	130	-
Taxes receivable	-	1,097
Total	\$ 597	\$ 1,097

3. Risk Management:

The Town is exposed to various risks of loss related to torts; theft of, or damage to, and destruction of assets, including flood insurance; errors and omissions; injuries to employees; and natural disasters. The Town carries commercial insurance for all risks of loss. As required by general statute, the Town carries surety bonds on its financial officer of \$50,000 and \$10,000 for the tax collector. The Town also carries flood insurance.

TOWN OF MINERAL SPRINGS, NORTH CAROLINA

*Notes to the Financial Statements
For the Fiscal Year Ended June 30, 2018*

NOTE 3- DETAIL NOTES ON ALL FUNDS - Continued

4. 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	\$ 808,753
Less:	
Stabilization by State Statute	61,440
Capital projects	-
Unassigned	747,313

The Town of Mineral Springs 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 available fund balance is at least equal to or greater than 20% of budgeted expenditures.

NOTE 4- SUMMARY DISCLOSURE OF SIGNIFICANT CONTINGENCIES

The Town may be subject to various lawsuits. In the opinion of the Town's management and legal council, the ultimate effect of any of these legal matters will not have a material effect on the Town's financial position.

NOTE 6- DATE OF MANagements' REVIEW

In preparing the financial statements, the Town of Mineral Springs has evaluated events and transactions for potential recognition or disclosure through October 30, 2018, the date that the financial statements were available to be issued.

REQUIRED SUPPLEMENTARY FINANCIAL DATA

- Schedule of Proportionate Share of Net Pension Asset for Local Government Employees' Retirement System.
- Schedule of contributions to Local Government Employees' Retirement System.

TOWN OF MINERAL SPRINGS, NORTH CAROLINA *Schedule 1*
Town of Mineral Springs's Proportionate Share of Net Pension Liability (Asset)
Required Supplementary Information
Last Five Fiscal Years

Local Government Employees' Retirement System

	2018	2017	2016	2015	2014
Mineral Spring's proportion of the net pension liability (asset) (%)	0.001080%	0.001180%	0.001330%	0.001390%	0.001500%
Mineral Spring's proportion of the net pension liability (asset) (\$)	\$ 16,499	\$ 25,044	\$ 5,969	\$ (7,672)	\$ 18,081
Mineral Spring's covered-employee payroll	\$ 97,140	\$ 92,580	\$ 89,880	\$ 87,021	\$ 82,020
Mineral Spring's proportion of the net pension liability (asset) as a percentage of its covered-employee payroll	16.98%	27.05%	6.64%	-8.82%	22.04%
Plan fiduciary net position as a percentage of the total pension liability	94.18%	91.47%	98.09%	102.64%	94.35%

TOWN OF MINERAL SPRINGS, NORTH CAROLINA

Schedule 2

*Town of Mineral Springs's Contributions
Required Supplementary Information
Last Five Fiscal Years*

Local Government Employees' Retirement System

	2018	2017	2016	2015	2014
Contractually required contribution	\$ 11,386	\$ 11,396	\$ 10,526	\$ 10,579	\$ 10,242
Contributions in relation to the contractually required contribution	\$ 11,386	\$ 11,396	\$ 10,526	\$ 10,579	\$ 10,242
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Mineral Spring's covered-employee payroll	97,140	95,364	92,580	89,880	87,021
Contributions as a percentage of covered-employee payroll	11.72%	11.95%	11.37%	11.77%	11.77%

SUPPLEMENTAL STATEMENTS

TOWN OF MINERAL SPRINGS, NORTH CAROLINA

Statement 3
Page 1 of 2

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2018

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Ad valorem taxes:			
Taxes	\$ 72,210	\$ 73,175	\$ 965
Penalties and interest	-	369	369
Total	<u>72,210</u>	<u>73,544</u>	<u>1,334</u>
Unrestricted intergovernmental:			
Local option sales taxes	20,200	21,637	1,437
Telecommunications sales tax	4,000	4,291	291
Utility sales tax	205,000	208,798	3,798
Piped natural gas tax	1,000	1,330	330
Video programming	21,000	20,682	(318)
Beer and wine tax	12,700	12,826	126
Total	<u>263,900</u>	<u>269,564</u>	<u>5,664</u>
Permits and fees:			
Zoning permits	3,000	4,435	1,435
Total	<u>3,000</u>	<u>4,435</u>	<u>1,435</u>
Investment earnings	1,200	2,128	928
Other:			
Miscellaneous	3,000	2,196	(804)
Total	<u>3,000</u>	<u>2,196</u>	<u>(804)</u>
Total revenues	<u>343,310</u>	<u>351,867</u>	<u>8,557</u>
Expenditures:			
General government:			
Salaries and employee benefits	118,976	114,548	4,428
Other operating expenditures	85,390	68,945	16,445
Capital outlay	-	-	-
Total	<u>204,366</u>	<u>183,493</u>	<u>20,873</u>
Public safety:			
Fire protection	12,000	12,000	-
Street lights	2,000	1,847	153
Capital outlay	-	-	-
Total	<u>14,000</u>	<u>13,847</u>	<u>153</u>

TOWN OF MINERAL SPRINGS, NORTH CAROLINA

Statement 3
Page 2 of 2

General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2018

	Budget	Actual	Variance Positive (Negative)
Expenditures:			
Community Projects:			
Other operating expenditures	24,900	17,575	7,325
Capital outlay	-	-	-
Total	<u>24,900</u>	<u>17,575</u>	<u>7,325</u>
Planning and Zoning:			
Other operating expenditures	52,956	32,035	20,921
Capital outlay	-	-	-
Total	<u>52,956</u>	<u>32,035</u>	<u>20,921</u>
Capital outlay	<u>44,188</u>	-	<u>44,188</u>
Contingency	<u>2,900</u>	-	<u>2,900</u>
Total expenditures	<u>343,310</u>	<u>246,950</u>	<u>96,360</u>
Revenues over (under) expenditures	<u>-</u>	<u>104,917</u>	<u>104,917</u>
Other financing sources (uses):			
Transfers to other funds	-	-	-
Appropriated fund balance	-	-	-
Total	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>-</u>	<u>104,917</u>	<u>104,917</u>
Fund balance, beginning		<u>703,836</u>	
Fund balance , ending		<u>\$ 808,753</u>	

OTHER SCHEDULES

This section contains additional information required on property taxes.

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

TOWN OF MINERAL SPRINGS, NORTH CAROLINA

Schedule 5

Schedule of Ad Valorem Taxes Receivable
June 30, 2018

<u>Fiscal Year</u>	<u>Uncollected Balance June 30, 2017</u>	<u>Additions</u>	<u>Collections And Credits</u>	<u>Uncollected Balance June 30, 2018</u>
2017-2018	\$ -	\$ 72,808	\$ 72,329	\$ 479
2016-2017	748	-	453	295
2015-2016	362	-	148	214
2014-2015	304	-	132	172
2013-2014	202	-	81	121
2012-2013	98	-	32	66
2011-2012	107	-	17	90
2010-2011	101	-	16	85
2009-2010	133	-	17	116
2008-2009	84	-	84	-
2007-2008	-	-	-	-
	<u>\$ 2,139</u>	<u>\$ 72,808</u>	<u>\$ 73,309</u>	<u>\$ 1,638</u>
Less allowance for uncollectible accounts:				
General fund				<u>(541)</u>
Ad valorem taxes receivable - net				<u>\$ 1,097</u>
<u>Reconciliation to revenues:</u>				
Ad valorem taxes - General Fund				\$ 73,544
Reconciling items:				
Penalties and interest				(369)
Miscellaneous				50
Taxes written off				84
Subtotal				<u>(235)</u>
Total collections and credits				<u>\$ 73,309</u>

TOWN OF MINERAL SPRINGS, NORTH CAROLINA

Schedule 6

*Analysis of Current Tax Levy
For the Fiscal Year Ended June 30, 2018*

	City - Wide		Total Levy		
	Property Valuation	Rate	Total Levy	Property excluding Registered Motor Vehicles	Registered Motor Vehicles
Original levy:					
Property taxed at current rate	\$ 317,656,000	0.025	\$ 79,414	\$ 71,985	\$ 7,429
Discoveries - current and prior years	-		-	-	-
Releases	\$ 26,424,000	0.025	(6,606)	(6,606)	
Total property valuation	<u>\$ 344,080,000</u>				
Net levy			72,808	65,379	7,429
Uncollected taxes at June 30, 2018			(479)	(479)	-
Current year's taxes collected			<u>\$ 72,329</u>	<u>\$ 64,900</u>	<u>\$ 7,429</u>
Current levy collection percentage			<u>99.34%</u>	<u>99.27%</u>	<u>100.00%</u>

MEMO

To: Mineral Springs Town Council
From: Rick Becker
Date: February 7, 2019
Subject: "Gold Shoe" event with Indian Trail

Following are copies of an original proposal and a modified proposal for a project that we have been discussing at the Union County Parks and Rec meetings.

July is "National Parks and Recreation Month", and Indian Trail has suggested having as many municipalities as possible (plus Union County) participate in an event during the month of July that would culminate in an event at Indian Trail's large Chestnut Square Park on July 27, 2019. The original proposal involved hiding gold spray-painted shoes throughout each jurisdiction's parks; citizens would find a shoe and bring it to a town office and exchange it for a raffle ticket. The jurisdiction would then re-hide the shoe. Most representatives thought that handling and re-hiding the shoes would burden staff, so it was suggested that participants take pictures of themselves at a designated feature in each park and somehow enter their pictures online.

A quick summary:

-) Jurisdictions would designate a place and feature in each of their parks and citizens would take "selfies" with their phones and enter those pictures during the month of July
-) There would be common marketing material in both print and online form announcing the process and the specific features in each jurisdiction's parks
-) Everything would be geared to the July 27 event, where all participants would be eligible for raffle prizes if they were in attendance
-) Each jurisdiction would contribute a share of the event cost (hosted by Indian Trail this year)
-) Each jurisdiction would provide some raffle prizes from local businesses
-) Each jurisdiction would have representatives at a table at the event to promote themselves

Pros for Mineral Springs:

-) Provide exposure for our downtown park, our trailhead picnic area, and our greenway trail
-) Give our citizens exposure to other park and rec facilities around the county
-) Promote our Festival during the July 27th event in Indian Trail

Cons for Mineral Springs:

-) Local businesses will be "prized out" with Festival raffle prizes; town should consider contributing gift cards or other prizes that don't require local businesses to give prizes twice
-) Staff will be burdened with Festival duties by July 27th; elected officials should attend the Indian Trail event rather than staff
-) Town needs to be careful with budget, probably can't contribute more than \$300 - \$500 to event cost

At this point, I am simply gauging Council interest; we do not have to commit funding yet.

Concept:

Gold painted shoes will be hidden across Union County in all participating parks, trails and greenways. The shoes will be hidden beginning July 1st and will continue to be hidden until Friday, July 26, the program will end with an event to be held on Saturday, July 27th at Chestnut Square Park. The end event has the possibility to rotate annually through partnering agencies. The aim of Gold Shoe is to encourage residents to visit the parks to search for the shoes. Gold Shoe will take place during National Parks and Recreation month to better reach our citizens and bring awareness of programs and facilities.

Agencies Responsibility:

- **Marketing**
 - Main marketing material will come from Indian Trail and will be sent to each agency. This will include a main flyer, hashtag and a Facebook Event that will be co-hosted by each agency. The design and process will be a team effort amongst all departments.
 - Posting pictures when a gold shoe is turned in.
 - Posts that new shoes have been hidden in your parks.
 - Promoting the event.
- **Prizes**
 - Once determined how many prizes, each agency is responsible for purchasing, securing donations or supplying raffle prizes.
 - This can be done by reaching out to local businesses for donations. (mini golf passes, free ice cream, lunch gift card, movie passes, etc. Each business will be listed online.)
- **Event Cost**
 - All vendors will be booked by the hosting party, but costs will be shared amongst the participating agencies.
- **Day of Event**
 - All agencies will assist with set up, break down and facilitating the event.
- **Hiding shoes**
 - Hide shoes at your various parks, amenities and trails.

Rules/FAQ:

- Participating group will be responsible for hiding their own shoes (i.e. Indian trail will hide shoes at Crooked, Crossing and Chestnut Park).
- When a shoe is found, it should be turned into the designate point (i.e. Indian Trail Town Hall or at Indian Trail events). This information will accompany each Gold Shoe. Once turned in, participants will be given a Golden Ticket that will be used as a raffle ticket at the end event.
 - Only 2 raffle tickets per family, per department (i.e. 2 from Stallings, 2 from Indian Trail). This will encourage people to visit parks, trails and amenities that they do not frequent. We can distinguish a different prize for receiving a ticket from all departments.
 - Once a golden shoe is turned in, it should be hidden again in a different location.
 - Each shoe can be hidden with a sticker on the bottom with directions on where to take.
- Golden tickets should be brought to the end event to be entered for a raffle. I think having a "large prize" raffle for the golden tickets and then a smaller scale raffle for everyone to enter so that we can collect email addresses and give people who did not find a shoe a reason to attend the event.

Updated Concept:

A semi-permeant fixture with a Gold Shoe affixed will be hidden in within up to three parks, trails, greenways or amenities per agency across union County. This scavenger hunt program will take place beginning July 1st and will continue to be hidden until Friday, July 26, the program will end with an event to be held on Saturday, July 27th at Chestnut Square Park. The end event will rotate hosts annually through partnering agencies. The aim of Gold Shoe is to encourage residents to visit the parks to search for the shoes. Gold Shoe will take place during National Parks and Recreation month to better reach our citizens and bring awareness of programs and facilities.

Agencies Responsibility:

) Marketing

- Main marketing material will come from Indian Trail and will be send to each agency. This will include a main flyer, hashtag and a Facebook Event that will be co-hosted by each agency. The design and process will be a team effort amongst all departments.
- Posting pictures when someone emails or comes in to redeem a picture for a prize
- Promoting the event.

) Three-tiered prize levels

- Tier one is at the base, these will be open to anyone and everyone attending the event. In exchange for an email at a central table, we will supply each person with one raffle ticket. These tickets can be entered to win lower level prizes. Examples of these prizes may include a free round of mini golf, movie pass, ect. When approaching businesses, emphasize the economic impact that a prize will have- if someone wins a free round of mini golf, chances are their parents/siblings will also play.
- Tier two is in the middle, these will be awarded to people who have participated in the program and take a picture at the hidden object. These prizes will be larger and may include a half price internal summer camp, free parking pass, shelter rental and other donated or purchased prizes.
- Tier three will be at the top and the most exclusive, these raffle tickets will be awarded to someone who has taken a picture with at least one of the hidden objects at each participating agency. This prize will include a week-long stay at a cabin in Cane Creek Park and other donated/purchased items.
- Number of prizes
 - Tier one-?
 - Tier two-?
 - Tier three- ?

) Event Cost

- Costs will be shared amongst the participating agencies and each agency will be responsible for a different area of the event.

) Day of Event

- All agencies will assist with set up, break down and facilitating the event.
- Each agency will have a

) Semi-permeant object

- It was discussed that we could screw/attach a painted gold shoe in a specific area.

Gold Shoe Proposal

- Along with this would be a sign for rules giving instructions to either send via email, bring (Photos) to the designated location or bring to the end event to obtain a golden ticket.

Rules/FAQ:

-) Participating group will be responsible for hiding their own semi-permeant object (i.e. Indian trail will hide shoes at Crooked, Crossing and Chestnut Park).
-) When an object is found, there will be rules giving instructions to either take a photo and send via email, bring your photo to the designated location or bring to the end event to obtain a golden ticket.
-) A PDF document will be created prior to the event that will have all locations that were hidden from all agencies. Event attendees will then travel from agency to agency at the event, each agency will then initial/hole punch/mark off their participation. If they participate in at least one from each agency, they will be entered into the tier three prize.

Budget:

Proposed Gold Shoe Budget	
Item	Budgeted
Deputies	360
EMT	240
Marketing	500
Bounce House (3)	1,050
Face Paint	250
Balloon Artist	400
Shoes (100 total)	50
Event Signage	200
Band/DJ	400
Spray paint	20
Misc.	100
Total:	3570