

MID-EAST COMMISSION
Washington, North Carolina
Financial Statements
For the Year Ended June 30, 2024

**Mid-East Commission
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June 30, 2024**

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FINANCIAL SECTION



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Independent Auditor's Report

To the Board of Directors
Mid-East Commission
Washington, North Carolina

Report on the Audit of Financial Statements

Opinions

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

In our opinion, based upon our audit, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Mid-East Commission as of June 30, 2024, and the respective changes in financial position and cash flows, thereof and the respective budgetary comparison for the General Fund, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Mid-East Commission and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Audit of 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; and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS and *Governmental Auditing Standards*, we:

- exercised professional judgement and maintained professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsible to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Mid-East Commission' internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Mid-East Commission' ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Mid-East Commission's basic financial statements. The combining and individual fund financial statements, budgetary schedules, other schedules as well as the accompanying schedule of expenditures of federal and state awards as required by Title 2 *U.S. Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and the State Single Audit Implementation Act are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America by us. In our opinion, based on our audit, the procedures performed as described above, the combining and individual fund financial statements, budgetary schedules, other schedules, and the schedule of expenditures of federal and state awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 18, 2024, on our consideration of the Mid-East Commission' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness

of Mid-East Commission' internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Mid-East Commission' internal control over financial reporting and compliance.

Thompson, Price, Scott, Adams & Co., PA

Wilmington, North Carolina

November 18, 2024

MANAGEMENT DISCUSSION AND ANALYSIS

Management's Discussion and Analysis

As management of the Mid-East Commission, we offer readers of the Mid-East Commission's financial statements this narrative overview and analysis of the financial activities of the Commission for the fiscal year ended June 30, 2024. We encourage readers to read the information presented here in conjunction with additional information that we have furnished in the Commission's financial statements, which follow this narrative.

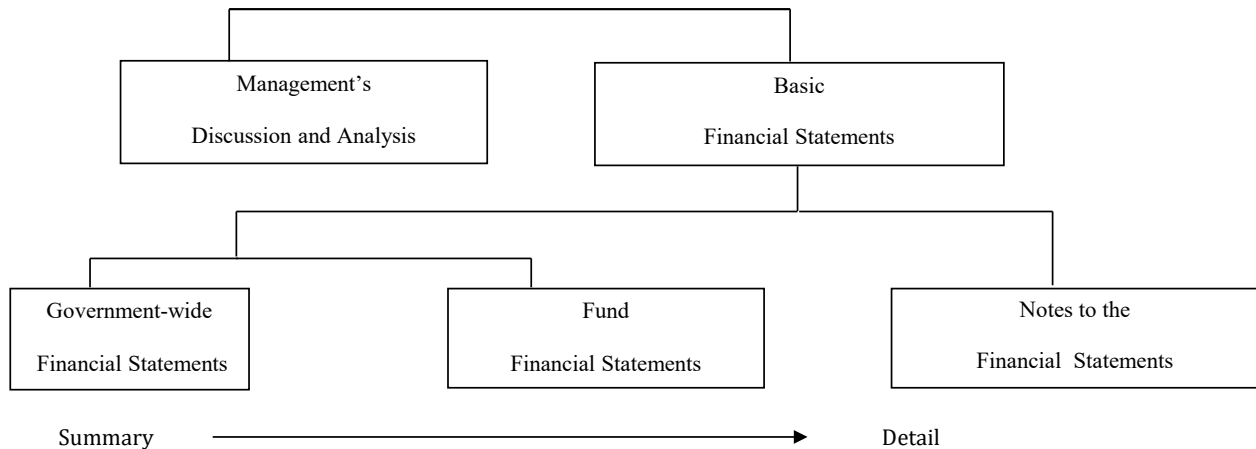
Financial Highlights

- The assets and deferred outflows of resources of the Mid-East Commission exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$341,133 (*net position*).
- The government's total net position increased over the prior year by \$69,916.
- At the close of the current fiscal year, Mid-East Commission's governmental funds reported combined ending fund balances of \$1,213,282, an increase of \$168,750.
- At the end of the current fiscal year, fund balance for the General Fund was \$403,108. This is an increase of \$2,565.
- Mid-East Commissions' total debt excluding compensated absences, net pension liability, and OPEB liability consists of \$1,290,449.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to Mid-East Commission's basic financial statements. The Commission'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 Commission 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 Mid-East Commission.

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 Commission's financial status.

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

The next section of the basic financial statements is the **notes**. The notes to the financial statements explain in detail some of the data contained in those statements. After the notes, supplemental information is provided to show additional details about the Commission's activities. Budgetary information required by the North Carolina 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 Commission'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 Commission's financial status as a whole.

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

The government-wide statements are divided into two categories: 1) governmental activities; and 2) business-type activities. The governmental activities include most of the Commission's basic services such as public safety, economic and physical development, human services, workforce development, and general government. State and federal grant funds finance most of these activities. The business-type activities are those that the Commission charges customers to provide services. The primary purpose of these activities is to facilitate affordable housing for the populations of the counties in Region Q.

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

Fund Financial Statements

The Fund Financial Statements (see Figure 1) provide a more detailed look at the Commission'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 Mid-East Commission, 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 North Carolina General Statutes or the Commission's budget ordinance. All of the funds of the Mid-East Commission can be divided into two categories: governmental funds and proprietary funds.

Governmental Funds – Governmental funds are used to account for those functions reported as governmental activities in the government-wide financial statements. Most of the Commission'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* which 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 Commission'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 Mid-East Commission 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 Commission, the management of the Commission, and the decisions of the Board about which services to provide and how to pay for them. It also authorizes the Commission to obtain funds from identified sources to finance these current period activities. The budgetary statement provided for the General Fund demonstrates how well the Commission complied with the budget ordinance and whether or not the Commission succeeded in providing the services as planned when the budget was adopted. The budgetary comparison statement uses the budgetary basis of accounting and is presented using the same format, language, and classifications as the legal budget document. The statement shows four columns: 1) the original budget as adopted by the 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.

Proprietary Funds – Mid-East Commission has one kind of proprietary fund. *Enterprise Funds* are used to report the same functions presented as business-type activities in the government-wide financial statements. Mid-East Commission uses an enterprise fund to account for the activities of blended component unit, the Mid-East Development Corporation, Inc. These funds are the same as those separate activities shown in the business-type activities in the Statement of Net Position.

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 follow Exhibit 8 of this report.

Interdependence with Other Entities- The Mid-East Commission depends on financial resources flowing from, or associated with, both the Federal Government and the State of North Carolina. Because of this dependency, the Commission's is subject to changes in specific flows of intergovernmental revenues based on modifications to Federal and State laws and Federal and State appropriations.

Other Information - In addition to the basic financial statements and accompanying notes, this report includes certain required supplementary information concerning Mid-East Commission's progress in funding its obligation to provide pension and OPEB benefits to its employees.

Government-Wide Financial Analysis

**Mid-East Commission's Net Assets
Figure 2**

| | Governmental Activities | | Business-Type Activities | | Total | |
|--|----------------------------|--------------|-----------------------------|--------------|--------------|--------------|
| | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 |
| Current and other assets | \$ 3,346,240 | \$ 2,892,665 | \$ 496,659 | \$ 493,579 | \$ 3,842,899 | \$ 3,386,244 |
| Capital assets | 9,447 | 24,565 | 625,709 | 660,532 | 635,156 | 685,097 |
| Deferred Outflows of resources | 654,899 | 518,062 | - | - | 654,899 | 518,062 |
| Total assets and deferred outflows | 4,010,586 | 3,435,292 | 1,122,368 | 1,154,111 | 5,132,954 | 4,589,403 |
| Long-term liabilities outstanding | 1,275,581 | 1,038,785 | 1,292,919 | 1,320,733 | 2,568,500 | 2,359,518 |
| Other liabilities | 2,132,958 | 1,848,133 | 59,515 | 66,814 | 2,192,473 | 1,914,947 |
| Deferred inflows of resources | 30,848 | 43,721 | - | - | 30,848 | 43,721 |
| Total liabilities and deferred inflows | 3,439,387 | 2,930,639 | 1,352,434 | 1,387,547 | 4,791,821 | 4,318,186 |
| Net position: | | | | | | |
| Net investment in capital assets | 9,447 | 24,565 | (667,210) | (660,201) | (657,763) | (635,636) |
| Restricted | 1,651,623 | 1,778,654 | - | - | 1,651,623 | 1,778,654 |
| Unrestricted | (1,089,871) | (1,298,566) | 437,144 | 426,765 | (652,727) | (871,801) |
| Total net position | \$ 571,199 | \$ 504,653 | \$ (230,066) | \$ (233,436) | \$ 341,133 | \$ 271,217 |

As noted earlier, net position may serve over time as one useful indicator of a government's financial condition. The assets and deferred outflows of the Mid-East Commission exceeded liabilities and deferred inflows by \$341,133 as of June 30, 2024. The Commission's net position increased by \$69,916. Mid-East Commission uses the capital assets of \$635,156 to provide services to citizens; consequently, these assets are not available for future spending. Although the commission's net investment in capital assets is reported net of outstanding related debt, the resources needed to repay that debt must be provided by other sources, since the capital assets cannot be used to liquidate these liabilities. An additional portion of the Commissions net position \$1,651,623 represents resources that are subject to external restrictions on how they may be used. The remaining balance of (\$652,727) is unrestricted.

**Mid-East Commission
Changes in Net Position
Figure 3**

| | Governmental Activities | | Business-Type Activities | | Total | |
|--|----------------------------|-------------------|-----------------------------|---------------------|-------------------|-------------------|
| | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 |
| Revenues: | | | | | | |
| Program Revenues: | | | | | | |
| Charges for Services | \$ 1,379,751 | \$ 1,205,485 | \$ 227,519 | \$ 222,199 | \$ 1,607,270 | \$ 1,427,684 |
| Operating grants | 6,521,795 | 6,757,357 | 107,300 | 104,005 | 6,629,095 | 6,861,362 |
| General revenues: | | | | | | |
| Investment earnings, unrestricted | 69,120 | 50,999 | 412 | 375 | 69,532 | 51,374 |
| Total revenues | 7,970,666 | 8,013,841 | 335,231 | 326,579 | 8,305,897 | 8,340,420 |
| Expenses: | | | | | | |
| Economic & Physical Development | 4,170,492 | 3,736,198 | - | - | 4,170,492 | 3,736,198 |
| Human Services | 3,733,628 | 3,457,172 | - | - | 3,733,628 | 3,457,172 |
| Indirect costs | - | 694,262 | - | - | - | 694,262 |
| Business type activities | - | - | 331,861 | 335,825 | 331,861 | 335,825 |
| Total expenses | 7,904,120 | 7,887,632 | 331,861 | 335,825 | 8,235,981 | 8,223,457 |
| Increase (decrease) in net position before transfers | 66,546 | 126,209 | 3,370 | (9,246) | 69,916 | 116,963 |
| Transfers | - | - | - | - | - | - |
| Increase (decrease) in net position | 66,546 | 126,209 | 3,370 | (9,246) | 69,916 | 116,963 |
| Net position, beginning | 504,653 | 378,444 | (233,436) | (224,190) | 271,217 | 154,254 |
| Net position, June 30 | \$ 571,199 | \$ 504,653 | \$ (230,066) | \$ (233,436) | \$ 341,133 | \$ 271,217 |

Governmental activities: Governmental activities increased the Commission's net position by \$66,546.

Business-type activities: Business-type activities increased the Commission's net position by \$3,370.

Financial Analysis of the Commission's Funds

As noted earlier, the Mid-East Commission uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds. The focus of the Mid-East Commission's governmental funds is to provide information on near-term inflows, outflows, and balances of usable resources. Such information is useful in assessing the Mid-East Commission's financing requirements.

The general fund is the chief operating fund of Mid-East Commission. At the end of the current fiscal year, the total fund balance of the General Fund was \$403,108 while unassigned fund balance was \$26,120.

At June 30, 2024, the governmental funds of the Commission reported a combined fund balance of \$1,213,282 with a net increase of \$168,750. Included in these changes in fund balance is an increase in the General Fund and a increase in Special Revenue fund.

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

Proprietary Funds: The Commission's proprietary funds provide the same type of information found in the government-wide statements but in more detail. Unrestricted net position at the end of the fiscal year amounted to \$437,144. The total increased in net position was \$3,370.

Capital Asset and Debt Administration

Capital assets. The Mid-East Commission's capital assets for its governmental and business-type activities as of June 30, 2024 totals \$9,447 (net of accumulated depreciation) and \$625,709 (net of accumulated depreciation) respectively. These assets are primarily equipment for the governmental activities, and buildings and land for the business-type activities.

**Mid-East Commission's Capital Assets
(net of depreciation)**

Figure 4

| | Governmental Activities | | Business-Type Activities | | Total | |
|----------------------|----------------------------|------------------|-----------------------------|-------------------|-------------------|-------------------|
| | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 |
| Land | \$ - | \$ - | \$ 98,750 | \$ 98,750 | \$ 98,750 | \$ 98,750 |
| Buildings | - | - | 526,959 | 561,782 | 526,959 | 561,782 |
| Equipment & vehicles | 9,447 | 24,565 | - | - | 9,447 | 24,565 |
| Total | \$ 9,447 | \$ 24,565 | \$ 625,709 | \$ 660,532 | \$ 635,156 | \$ 685,097 |

Additional information on the Commission's capital assets can be found in the notes of the Basic Financial Statements.

Long-term Debt. As of June 30, 2024 the Mid-East Commission's long-term liabilities for Governmental Activities totaled \$1,399,718 and for the Business-Type activities totaled \$1,290,449.

**Mid-East Commission's Outstanding Debt
Long - Term Liabilities**

Figure 5

| | Governmental Activities | | Business-type Activities | | Total | |
|--|----------------------------|---------------------|-----------------------------|---------------------|---------------------|---------------------|
| | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 |
| Compensated absences | \$ 124,137 | \$ 104,677 | \$ - | \$ - | \$ 124,137 | \$ 104,677 |
| OPEB Liability | 346,229 | 341,504 | - | - | 346,229 | 341,504 |
| Direct placement installment purchases | - | - | 1,290,449 | 1,320,733 | 1,290,449 | 1,320,733 |
| Net pension liability (LGERS) | 929,352 | 697,281 | - | - | 929,352 | 697,281 |
| Total | \$ 1,399,718 | \$ 1,143,462 | \$ 1,290,449 | \$ 1,320,733 | \$ 2,690,167 | \$ 2,464,195 |

Additional information regarding the Mid-East Commission's long-term debt can be found in the notes to the financial statements.

Economic Factors and Next Year's Budgets and Rates

The Mid-East Commission, Region Q, continues to experience high unemployment. However, federal funding for the Work Force Investment Act during the last several fiscal years was reduced. We anticipate this reduction to continue. These reductions have affected the Commission's funding level and staffing patterns.

Request for Information

This report is designed to provide an overview of the Commission's finances for those with an interest in this area. Question concerning any of the information found in this report or requests for additional information should be directed to:

Mid-East Commission
1502 N. Market Street, Suite A
Washington, NC 27889

You can also call 252-974-1853, visit their website at www.mideastcom.org, or send an e-mail to jmoses@mideastcom.org for more information.

BASIC FINANCIAL STATEMENTS

Mid-East Commission
Statement of Net Position
June 30, 2024

| | Primary Government | | |
|--|------------------------------------|-------------------------------------|--------------|
| | Governmental Activities | Business-type Activities | Total |
| ASSETS | | | |
| Cash and cash equivalents | \$ 2,042,882 | \$ 272,009 | \$ 2,314,891 |
| Cash - Escrow | - | 17,768 | 17,768 |
| Cash - Reserve | - | 156,334 | 156,334 |
| Restricted Cash | - | 24,329 | 24,329 |
| Grants receivable | 695,529 | - | 695,529 |
| Accounts receivable | 607,829 | 20,637 | 628,466 |
| Prepays | - | 5,582 | 5,582 |
| Total Current Assets | 3,346,240 | 496,659 | 3,842,899 |
| Non-Current Assets: | | | |
| Capital assets: | | | |
| Land, improvements, and construction in progress | - | 98,750 | 98,750 |
| Other capital assets, net of depreciation | 9,447 | 526,959 | 536,406 |
| Total capital assets | 9,447 | 625,709 | 635,156 |
| Total assets | 3,355,687 | 1,122,368 | 4,478,055 |
| DEFERRED OUTFLOWS OF RESOURCES | \$ 654,899 | \$ - | \$ 654,899 |
| LIABILITIES | | | |
| Accounts payable and accrued expenses | \$ 2,132,958 | \$ 35,186 | \$ 2,168,144 |
| Liabilities payable from restricted assets: | | | |
| Security deposits | - | 24,329 | 24,329 |
| Long-term liabilities: | | | |
| Net pension liability | 929,352 | - | 929,352 |
| Total OPEB liability | 346,229 | - | 346,229 |
| Due within one year | - | 38,921 | 38,921 |
| Due in more than one year | - | 1,253,998 | 1,253,998 |
| Total liabilities | 3,408,539 | 1,352,434 | 4,760,973 |
| DEFERRED INFLOWS OF RESOURCES | 30,848 | - | 30,848 |
| NET POSITION | | | |
| Net Investment in Capital Assets Restricted | 9,447 | (667,210) | (657,763) |
| Stabilization by State Statute | 1,651,623 | - | 1,651,623 |
| Unrestricted (deficit) | (1,089,871) | 437,144 | (652,727) |
| Total net position | \$ 571,199 | \$ (230,066) | \$ 341,133 |

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

MID-EAST COMMISSION
Statement of Activities
For the Year Ended June 30, 2024

| Functions/Programs | Expenses | Program Revenues | | | Net (Expense) Revenue and Changes in Net Position | | |
|-----------------------------------|---------------------|----------------------|------------------------------------|----------------------------------|---|--------------------------|-------------------|
| | | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Primary Government | | |
| | | | | | Governmental Activities | Business-type Activities | Total |
| Primary government: | | | | | | | |
| Governmental Activities: | | | | | | | |
| Economic and physical development | \$ 4,170,492 | \$ 1,129,078 | \$ 3,204,941 | \$ - | \$ 163,527 | - | 163,527 |
| Human services | 3,733,628 | 250,673 | 3,316,854 | - | (166,101) | - | (166,101) |
| Total governmental activities | <u>7,904,120</u> | <u>1,379,751</u> | <u>6,521,795</u> | <u>-</u> | <u>(2,574)</u> | <u>-</u> | <u>(2,574)</u> |
| Business-type activities: | | | | | | | |
| Mid-East Development Corporation | 331,861 | 227,519 | 107,300 | - | - | 2,958 | 2,958 |
| Total business-type activities | <u>331,861</u> | <u>227,519</u> | <u>107,300</u> | <u>-</u> | <u>-</u> | <u>2,958</u> | <u>2,958</u> |
| Total primary government | <u>\$ 8,235,981</u> | <u>\$ 1,607,270</u> | <u>\$ 6,629,095</u> | <u>\$ -</u> | <u>(2,574)</u> | <u>2,958</u> | <u>384</u> |
| General revenues: | | | | | | | |
| Unrestricted investment earnings | | | | | 69,120 | 412 | 69,532 |
| Total general revenues | | | | | <u>69,120</u> | <u>412</u> | <u>69,532</u> |
| Change in net position | | | | | 66,546 | 3,370 | 69,916 |
| Net position, beginning | | | | | 504,653 | (233,436) | 271,217 |
| Net position-ending | | | | | <u>\$ 571,199</u> | <u>\$ (230,066)</u> | <u>\$ 341,133</u> |

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

MID-EAST COMMISSION
Balance Sheet
Governmental Funds
June 30, 2024

| | Major Funds | | Total Governmental Funds |
|---|--------------------|-----------------|--------------------------------|
| | General Fund | Special Revenue | |
| ASSETS | | | |
| Cash and cash equivalents | \$ - | \$ 2,042,882 | \$ 2,042,882 |
| Grants receivable | 28,723 | 666,806 | 695,529 |
| Other receivables | - | 14,809 | 14,809 |
| Loans receivable | - | 593,020 | 593,020 |
| Due from other funds | 376,988 | (376,988) | - |
| Total assets | 405,711 | 2,940,529 | 3,346,240 |
| LIABILITIES | | | |
| Liabilities: | | | |
| Accounts payable and accrued liabilities | 2,603 | 2,130,355 | 2,132,958 |
| Total liabilities | 2,603 | 2,130,355 | 2,132,958 |
| FUND BALANCES | | | |
| Restricted | | | |
| Stabilization by state statute | 376,988 | 1,274,635 | 1,651,623 |
| Unassigned | 26,120 | (464,461) | (438,341) |
| Total fund balances | 403,108 | 810,174 | 1,213,282 |
| Total liabilities, deferred inflows of resources, and fund balances | \$ 405,711 | \$ 2,940,529 | |

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: | 9,447 |
| Deferred outflows of resources related to pensions are not reported in the funds. | 654,899 |
| Deferred inflows of resources related to pensions are not reported in the funds. | (30,848) |
| Total OPEB liability. | (346,229) |
| Net pension liability. | (929,352) |
| Total net position of governmental activities | \$ 571,199 |

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

MID-EAST COMMISSION
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2024

| | Major Funds | | Total Governmental Funds |
|--|-------------|-----------------|--------------------------------|
| | General | Special Revenue | |
| REVENUES | | | |
| Federal awards | \$ - | \$ 4,667,301 | \$ 4,667,301 |
| State awards | - | 1,854,494 | 1,854,494 |
| Local in kind match | - | 317,100 | 317,100 |
| Other local revenue | 148,676 | 808,247 | 956,923 |
| Program income | - | 105,728 | 105,728 |
| Interest income | 3,876 | 65,244 | 69,120 |
| Total revenues | 152,552 | 7,818,114 | 7,970,666 |
| EXPENDITURES | | | |
| Economic and physical development | - | 4,104,997 | 4,104,997 |
| Human services | 52,584 | 3,644,335 | 3,696,919 |
| Total expenditures | 52,584 | 7,749,332 | 7,801,916 |
| Revenues over (under) expenditures | 99,968 | 68,782 | 168,750 |
| OTHER FINANCING SOURCES (USES): | | | |
| Transfer of local matching funds | (97,403) | 97,403 | - |
| Total other financing sources (uses) | (97,403) | 97,403 | - |
| Net change in fund balance | 2,565 | 166,185 | 168,750 |
| Fund balances, beginning | 400,543 | 643,989 | 1,044,532 |
| Fund balances, ending | \$ 403,108 | \$ 810,174 | \$ 1,213,282 |

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

MID-EAST COMMISSION
 Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
 of Governmental Funds to the Statement of Activities
 For the Year Ended June 30, 2024

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

| | |
|---|-------------------------|
| Net changes in fund balances - total governmental funds | \$ 168,750 |
| 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. | |
| Capital outlay expenditures which were capitalized | - |
| Depreciation expense for governmental assets | <u>(15,118)</u> |
| | (15,118) |
| Contributions to the pension plan in the current fiscal year are not included on the Statement of Activities | 189,987 |
| 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. | |
| Other postemployment benefits | (223,920) |
| Pension expense | <u>(53,153)</u> |
| Total changes in net position of governmental activities | \$ <u><u>66,546</u></u> |

MID-EAST COMMISSION
 General Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balances - Annual Budget and Actual
 For the Year Ended June 30, 2024

| | General Fund | | | Variance with Final Budget - Positive (Negative) |
|--|--------------------|-----------------|------------|---|
| | Original Budget | Final Budget | Actual | |
| Revenues: | | | | |
| Other local revenue | \$ 148,676 | \$ 148,676 | \$ 148,676 | \$ - |
| Interest Income | 3,876 | 3,876 | 3,876 | - |
| Total Revenues | 152,552 | 152,552 | 152,552 | - |
| Expenditures: | | | | |
| Human services | 55,149 | 55,149 | 52,584 | 2,565 |
| Total Expenditures | 55,149 | 55,149 | 52,584 | 2,565 |
| Revenues Over (Under) Expenditures | 97,403 | 97,403 | 99,968 | 2,565 |
| Other Financing Sources (Uses): | | | | |
| Transfers (to) from other funds | - | - | - | - |
| Transfer of local matching funds | (97,403) | (97,403) | (97,403) | - |
| Total Other Financing Sources (Uses) | (97,403) | (97,403) | (97,403) | - |
| Net Change in fund Balance | \$ - | \$ - | 2,565 | \$ 2,565 |
| Fund Balances, Beginning of Year | | | 400,543 | |
| Fund Balances, End of Year | | | \$ 403,108 | |

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

MID-EAST COMMISSION
Statement of Fund Net Position
Proprietary Fund
June 30, 2024

| | | <u>Major Enterprise Fund</u> <u>Mid-East Development</u> <u>Corporation</u> |
|---|----|---|
| ASSETS | | |
| Current assets: | | |
| Cash and cash equivalents | \$ | 272,009 |
| Restricted cash | | 24,329 |
| Cash - Escrow | | 17,768 |
| Cash - Reserve | | 156,334 |
| Accounts receivable | | 20,637 |
| Prepaid expenses | | 5,582 |
| Total current assets | | <u>496,659</u> |
| Capital assets: | | |
| Land | | 98,750 |
| Other capital assets, net of depreciation | | 526,959 |
| Total capital assets | | <u>625,709</u> |
| Total Assets | \$ | <u>1,122,368</u> |
| LIABILITIES | | |
| Current liabilities: | | |
| Accounts payable and accrued liabilities | \$ | 35,186 |
| Liabilities payable from restricted assets: | | |
| Security deposits | | 24,329 |
| Notes payable - current | | 38,921 |
| Total current liabilities | | <u>98,436</u> |
| Noncurrent liabilities: | | |
| Notes payable - noncurrent | | 1,253,998 |
| Total noncurrent liabilities | | <u>1,253,998</u> |
| Total liabilities | | <u>1,352,434</u> |
| NET POSITION | | |
| Net investment in capital assets | | (667,210) |
| Unrestricted | | 437,144 |
| Total Net Position | \$ | <u><u>(230,066)</u></u> |

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

MID-EAST COMMISSION
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Fund
For the Year Ended June 30, 2024

| | | Major Enterprise Fund Mid-East Development Corporation |
|--|----|--|
| OPERATING REVENUES: | | |
| Rental income | \$ | 224,071 |
| Operation and management | | 2,255 |
| Other revenue | | 1,193 |
| Total operating revenues | | 227,519 |
| OPERATING EXPENSES | | |
| Management related | | 65,500 |
| Operation of program services | | 134,702 |
| Contractual services | | 77,413 |
| Depreciation | | 44,876 |
| Total operating expenditures | | 322,491 |
| Operating income (loss) | | (94,972) |
| NON-OPERATING REVENUES (EXPENSES): | | |
| Rental assistance - RECD | | 107,300 |
| Interest income | | 412 |
| Interest expense | | (9,370) |
| Total nonoperating revenues (expenses) | | 98,342 |
| Income (loss) before capital contributions | | 3,370 |
| Capital contributions | | - |
| Change in net position | | 3,370 |
| Total net position, beginning | | (233,436) |
| Total net position, ending | \$ | (230,066) |

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

MID-EAST COMMISSION
Statement of Cash Flows
Proprietary Fund
For the Year Ended June 30, 2024

| | Major Enterprise Fund Mid-East Development Corporation |
|---|--|
| CASH FLOWS FROM OPERATING ACTIVITIES: | |
| Cash received from renters | \$ 224,071 |
| Other cash received | 3,448 |
| Cash paid for goods and services | - |
| Cash paid to employees for services | (65,500) |
| Net cash provided (used) by operating activities | (57,689) |
| CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES: | |
| Rental assistance and interest subsidies | 107,300 |
| Net cash provided (used) by non-capital financing activities | 107,300 |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES | |
| Capital contributions | \$ - |
| Acquisition and construction of capital assets | (10,050) |
| Principal paid on long-term debt | (27,814) |
| Interest paid on long-term debt | (9,370) |
| Net cash provided (used) by capital and related financing activities | (47,234) |
| CASH FLOWS FROM INVESTING ACTIVITIES: | |
| Interest income | 412 |
| Net cash provided (used) by investing activities | 412 |
| Net increase (decrease) in cash and cash equivalents | 2,789 |
| Cash and cash equivalents, beginning | 467,651 |
| Cash and cash equivalents, ending | \$ 470,440 |

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

MID-EAST COMMISSION
 Reconciliation of the Statement of Cash Flows of Proprietary Fund
 For the Year Ended June 30, 2024

| | |
|--|---------------------------|
| Reconciliation of operating income (loss) to net cash provided (used) by operating activities | |
| Operating income (loss) | \$ (94,972) |
| Adjustments to reconcile excess of revenues over (under) expenses to net cash used by operating activities | |
| Depreciation | 44,876 |
| Changes in current assets and current liabilities | |
| (Increase) decrease in accounts receivable | 1,721 |
| (Increase) decrease in prepaid expenses | (2,012) |
| Increase (decrease) in accounts payable | (12,638) |
| Increase (decrease) in security deposits | 5,336 |
| Total adjustments | <u>37,283</u> |
| Net cash provided (used) by operating activities | \$ <u>(57,689)</u> |

Supplemental disclosure of cash flow information:

Rental assistance from the Rural Economic and Community Development Service was applied to cover note principal of \$107,300.

NOTES TO THE FINANCIAL STATEMENTS

MID-EAST COMMISSION
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

I. Summary of Significant Accounting Policies

The accounting policies of Mid-East Commission and its blended component unit conform to generally accepted accounting principles as applicable to Councils of Government. The following is a summary of the more significant accounting policies:

A. Reporting Entity

Mid-East Commission, a Council of Government for Region Q, was established to coordinate various funding resources received from Federal and State agencies. Currently, there are 5 county governments and 40 municipal governments participating as members in the Mid-East Commission. As required by generally accepted accounting principles, these financial statements present the Commission and its component unit, a legally-separate entity for which the Commission is financially accountable. The blended component unit, although it is a legally separate entity, is, in substance, part of the Commission's operations.

Blended Component Unit

Mid-East Development Corporation

The Mid-East Development Corporation, a non-profit corporation, was formed in February 1990, for the primary purpose of facilitating affordable housing for the populations of the Counties in Region Q. The by-laws signed on March 15, 1990, state that the Board of Directors shall consist of the chairman of the Mid-East Commission Board, the five county commissioner representatives and five of the municipal representatives, no two of whom shall be from the same county, as elected from the Mid-East Commission Board. On February 28, 1991, Mid-East Commission entered into a contract with Mid-East Development Corporation by which Mid-East Commission will provide administrative services for the Corporation. Therefore, the Corporation is reported as an enterprise fund in the Commission's financial statements.

Mid-East Development Corporation did not issue separate financial statements for the year ended June 30, 2024.

B. Basis of Presentation – Basis of Accounting

Basis of Presentation, Measurement Focus - Basis of Accounting

Government-wide Statements: The statement of net position and the statement of activities display information about the primary government. These statements include the financial activities of the overall government. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the *governmental* and *business-type activities* of the Commission. Governmental activities generally are financed through intergovernmental revenues and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

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

Fund Financial Statements: The fund financial statements provide information about the Commission's funds. Separate statements for each fund category – *governmental and proprietary* – are presented. The Commission has no fiduciary funds to report. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds.

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

The Commission reports the following major governmental funds:

General Fund - The General Fund is the general operating fund of the Commission. The General Fund accounts for all financial resources except those that are required to be accounted for in another fund. The primary revenue source is membership dues of the participating local governmental units.

Special Revenue Funds - The Special Revenue Fund accounts for specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes. The Commission reports all Special Revenue Funds within Aging, Workforce Development Region Q, Economic Development, Mid-East Revolving Loan Fund, Planning, NCHFA Essential Single Family Rehab, Golden Leaf R.A.M.P., RLF Sequester, Mid-East Revolving Loan Fund Service and Marketing, ARP Programs, Revolving Loan CARE Programs, and Revolving Loan Service and Marketing CARE Programs.

The Commission reports the following major enterprise fund:

Mid-East Development Corporation - This fund is used to account for the Commission's facilitation of affordable housing in Region Q.

C. Measurement Focus, Basis of Accounting

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

Government-wide and Proprietary Fund Financial Statements - The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus. The government-wide and proprietary fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the Commission gives (or receives) value without directly receiving (or giving) equal value in exchange, include grants and donations. 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, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues.

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

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

The Commission considers all revenues available if they are collected within 90 days after year-end. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been satisfied.

Under the terms of grant agreements, the Commission funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the program. It is the Commission's policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants, and then by general revenues.

D. Budgetary Data

The Commission’s budgets are adopted as required by the North Carolina General Statutes. An annual budget is adopted for the General Fund. Project ordinances are adopted for the special revenue fund. All annual appropriations lapse at fiscal year-end. All budgets are prepared using the modified accrual basis of accounting. Some special revenue fund projects are budgeted on the period of the corresponding grant, which does not follow the same fiscal year as the Commission. Expenditures may not legally exceed appropriations at the functional level for the general fund and at the departmental level for the special revenue fund. The Budget Officer is authorized by the budget ordinance to transfer appropriations within a fund; however, any revisions that alter total expenditures of any fund must be approved by the governing board. During the year, several amendments to the original budget were 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.

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

1. Deposits and Investments

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

State Law [G.S. 159-30(c)] authorizes the Commission and the Mid-East Development Corporation 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 non-guaranteed federal agencies; certain high quality issues of commercial paper and bankers' acceptances; and the North Carolina Capital Management Trust (NCCMT). The Commission’s investments are reported at fair value. The NCCMT Government Portfolio, a SEC-registered (2a7) money market mutual fund, is measured at fair value. Because the NCCMT Government has a weighted average maturity of less than 90 days, they are presented as an investment with a maturity of less than 6 months.

2. Cash and Cash Equivalents

Mid-East Commission pools money from several funds to facilitate disbursement and investment and to maximize investment income and are considers all cash and cash investments to be cash and cash equivalents. Mid-East Development Corporation considers demand deposits and investments purchased with an original maturity of three months or less, which are not limited as to use, to be cash and cash equivalents. in accordance with Rural Economic & Community Development (RECD) service regulations. The Corporation maintains all RECD project funds separate and distinct from other projects, and tenant security deposits are maintained in an account separate from other project funds.

3. Restricted Assets

Special Revenue funds are also classified as restricted cash because it can be expended only for the purposes for which the monies were granted. Customer deposits held by the Commission before and service is supplied are restricted to the service for which the deposit was collected.

Enterprise Fund

| | | |
|-----------------------|-------------------|------------------|
| | Customer Deposits | \$ 24,329 |
| Total Restricted Cash | | <u>\$ 24,329</u> |

4. Allowance for Doubtful Accounts

All receivables that historically experience uncollectible accounts are shown net of an allowance for doubtful accounts. This amount is estimated by analyzing the percentage of receivables that were written off in prior years. Mid-East Commission did not have an allowance for doubtful accounts for the current year.

5. Prepaid Items

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

6. Capital Assets

Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Purchased or constructed capital assets are reported at cost. Donated capital assets received prior to June 30, 2015 are recorded at their estimated fair value at the date of donation. Donated capital assets received after June 30, 2015 are recorded at acquisition value. All other purchased or constructed capital assets are reported at cost or estimated historical cost. Certain items acquired before July 1, 1980 are recorded at an estimated original cost. The total of such estimates is not considered large enough that errors would be material when the fixed assets are considered as whole. 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 over their estimated useful lives on a straight-line basis as follows:

| <u>Asset Class</u> | <u>Estimated Useful Life</u> |
|-------------------------|------------------------------|
| Buildings | 40 years |
| Furniture and equipment | 6-10 years |

7. Long-term Obligations

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

8. Deferred outflows/inflows of resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflow of resources. This separate financial statement element, *Deferred Outflows of Resources*, represents a consumption of net position that applies to a future period and so will not be recognized as an expense or expenditure until then. The Commission has one item that meets this criterion, pension deferrals for the 2023 fiscal year. In addition to liabilities, the statement of financial position can also 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 Commission has two items that meet the criterion for this category - unearned grant revenues and other OPEB or pension related deferrals.

9. Compensated Absences

The vacation policies of the Commission and Mid-East Development Corporation generally provides for the accumulation of up to thirty (30) days of earned vacation leave with such leave being fully vested when earned. The Commission adopted a policy of recognizing an expenditure for the current portion of the accumulated vacation pay. The corresponding liability is reported in the Commission's special revenue fund. For the Commission's proprietary fund, Mid-East development Corporation, an expense and a liability for compensated absences and the salary-related payments are recorded within the fund as the leave is earned.

The sick leave policies of the Commission and Mid-East Development Corporation provide for an unlimited accumulation of earned sick leave. Sick leave does not vest, but any unused sick leave accumulated at the time of retirement may be used in determination of length of service for retirement benefit purposes. Since neither entity has any obligation for the accumulated sick leave until it is actually taken, no accrual for sick leave has been made.

10. Net Position/Fund Balances

Net Position

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

Fund Balances

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

The governmental fund types classify fund balances as follows:

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

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

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

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

Committed for Economic Development - portion of fund balance assigned by the board for economic development.

Assigned Fund Balance - portion of fund balance that the Commission intends to use for specific purposes.

Subsequent year's expenditures - portion of fund balance that is appropriated in the next year's budget that is not already classified in restricted or committed. The governing body approves the appropriation; however the budget ordinance authorizes the manager to modify the appropriations by resource or appropriation within funds up to \$100,000.

Unassigned Fund Balance - the portion of fund balance that has not been restricted, committed, or assigned to specific purposes or other funds.

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

11. Defined Benefit Cost-Sharing Plans

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

F. Revenues, Expenditures and Expenses

Cost Allocation Plan

Mid-East Commission institutes an annual cost allocation plan, based on estimates of the current year, in which indirect costs are pro-rated to the various grants based on an indirect rate that is determined in accordance with federal guidelines. The indirect costs shown in this report for the various grants have been adjusted to the actual amount of indirect expenditures for the year ended June 30, 2024. The rates, estimated and actual, that were used to allocate indirect costs and fringe benefits are as follows:

| | <u>Estimated</u> | <u>Actual</u> |
|---------------------|------------------|---------------|
| Indirect cost rate | 50.75% | 49.39% |
| Fringe benefit rate | 36.05% | 37.07% |

Other Financing Sources

The general fund provides the basis of local resources for the special revenue funds. These transactions are recorded as "Transfers to other funds" or "Transfer of local matching funds" in the General Fund and "Transfers from General Fund" or "Transfer of local matching funds" in the receiving fund.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Actual results could differ from those estimates.

II. Stewardship, Compliance, and Accountability

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

1. Noncompliance with North Carolina General Statutes

None.

2. Contractual Violations

None.

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

The Mid East Development Corp. had a deficit fund balances due to timing issues related to grant income.

C. Excess of Expenditures over Appropriations

None.

III. Detail Notes on All FundsA. Assets1. Deposits

All of the deposits of the Commission and the Development Corporation are either insured or collateralized by using one of two methods. Under the Dedicated Method, all deposits exceeding the federal depository insurance coverage level are collateralized with securities held by the Commission's and the Development Corporation's agents in these units' names. 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 Commission and Development Corporation, these deposits are considered to be held by their agent in the entities' names. 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 Commission or Development Corporation, or with the escrow agent. Because of the inability to measure the exact amount of collateral pledged for the Commission or Development Corporation under the Pooling Method, the potential exists for the under collateralization, and this risk may increase in periods of high cash flows. However, the State Treasurer of North Carolina enforces strict standards of financial stability for each depository that collateralizes public deposits under the Pooling Method. The Commission has no policy regarding custodial credit risk for deposits, but relies on the State Treasurer to enforce standards of minimum capitalization for all pooling method financial institutions and to monitor them for compliance. The Commission complies with the provisions of G.S. 159-31 when designating official depositories and verifying that deposits are properly secured. The Development Corporation has no formal policy regarding custodial credit risk for deposits.

At June 30, 2024, the Commission's deposits had a carrying amount of \$1,843,917 and a bank balance of \$1,568,976. Of the bank balance, \$500,000 was covered by federal depository insurance and the remainder was covered by collateral held under the pooling method.

2. Investments

At June 30, 2024, the Commission had \$669,405 invested with the North Carolina Capital Management Trust's Government Portfolio which carried a credit rating of AAAm by Standard and Poor's. The Commission has no formal policy regarding credit risk.

3. Receivables

Receivables at the government-wide level at June 30, 2024 were as follows:

| | Accounts | Due From Other Governments | Loans Receivable | Total |
|---------------------------|------------------|----------------------------------|---------------------|---------------------|
| Governmental Activities: | | | | |
| General | \$ - | \$ 28,723 | \$ - | \$ 28,723 |
| Other Governmental | 14,809 | 666,806 | 593,020 | 1,274,635 |
| Total Receivables | <u>\$ 14,809</u> | <u>\$ 695,529</u> | <u>\$ 593,020</u> | <u>\$ 1,303,358</u> |
| Business-Type Activities: | | | | |
| Mid-East Development Corp | <u>\$ 20,637</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 20,637</u> |

4. Capital Assets

Capital asset activity for the Primary Government year ended June 30, 2024, was as follows:

| | Beginning Balances July 1, 2023 | Increases | Decreases | Ending Balances June 30, 2024 |
|---|---------------------------------------|--------------------|-------------|-------------------------------------|
| Governmental Activities: | | | | |
| Capital assets not being depreciated: | | | | |
| Equipment | \$ 210,211 | \$ - | \$ - | \$ 210,211 |
| Less accumulated depreciation for Equipment | (185,646) | (15,118) | - | (200,764) |
| Governmental activity capital assets, net | <u>\$ 24,565</u> | <u>\$ (15,118)</u> | <u>\$ -</u> | <u>\$ 9,447</u> |

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

| | |
|----------------------------|------------------|
| Human services | \$ 12,699 |
| Economic Development | 2,419 |
| Total Depreciation Expense | <u>\$ 15,118</u> |

| | Beginning Balances July 1, 2023 | Increases | Decreases | Ending Balances June 30, 2024 |
|--|---------------------------------------|------------------|-------------|-------------------------------------|
| Business-type Activities | | | | |
| Mid-East Development Corporation | | | | |
| Capital assets not being depreciated: | | | | |
| Land | \$ 98,750 | \$ - | \$ - | \$ 98,750 |
| Capital assets being depreciated: | | | | |
| Buildings | 1,831,883 | 15,226 | - | 1,847,109 |
| Furniture, fixtures, equipment | 40,264 | - | - | 40,264 |
| Total capital assets being depreciated | <u>1,872,147</u> | <u>15,226</u> | <u>-</u> | <u>1,887,373</u> |
| Less accumulated depreciation for: | | | | |
| Buildings | 1,270,101 | 50,049 | - | 1,320,150 |
| Furniture, fixtures, equipment | 40,264 | - | - | 40,264 |
| Total accumulated depreciation | <u>1,310,365</u> | <u>\$ 50,049</u> | <u>\$ -</u> | <u>1,360,414</u> |
| Total capital assets being depreciated, net | <u>561,782</u> | | | <u>526,959</u> |
| Business-type activities capital assets, net | <u>\$ 660,532</u> | | | <u>\$ 625,709</u> |

Loans Receivable

The Revolving Loan Fund and the Revolving Loan Fund (CARES), were established by Mid-East Commission with Economic Development Administration grant funds, provides loans eligible to small businesses to boost economic development in the area. At June 30, 2023 loans receivable amounted to \$715,614 and consisted of several separate loans varying in amounts from \$3,780 to \$150,000 with varying repayment schedules.

B. Liabilities1. Payables

Payables at the government-wide level at June 30, 2024, were as follows:

| | Vendors | Other | Total |
|----------------------------------|---------------------|-----------------|---------------------|
| Governmental Activities | | | |
| Other Governmental | <u>\$ 2,126,914</u> | <u>\$ 6,044</u> | <u>\$ 2,132,958</u> |
| Business-type Activities | | | |
| Mid-East Development Corporation | <u>\$ 35,186</u> | <u>\$ -</u> | <u>\$ 35,186</u> |

2. Pension Plan and Other Post Employment Obligations

a. Local Governmental Employees' Retirement System

Plan Description. The Mid-East Commission is a participating employer in the statewide Local Government Employees' Retirement System (LGERS), a cost-sharing multiple-employer defined 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 Annual Comprehensive Financial Report for the State of North Carolina. The State's Annual Comprehensive Financial Report 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.

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

Contributions. Contribution provisions are established by General Statute 128-30 and may be amended only by the North Carolina General Assembly. The Commission employees are required to contribute 6% of their compensation. Employer contributions are actuarially determined and set annually by the LGERS Board of Trustees. The Commission's contractually required contribution rate for the year ended June 30, 2024, was 12.89% 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 Commission were \$189,987 for the year ended June 30, 2024.

Refunds of Contributions - Commission 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, 2024, the Commission reported a liability of \$929,352 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2022. The total pension liability was then rolled forward to the measurement date of June 30, 2023 utilizing update procedures incorporating the actuarial assumptions. The Commission's proportion of the net pension liability was based on a projection of the Commission'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, 2024, the Commission's proportion was 0.01403%, which was an increase of 0.00167% from its proportion measured as of June 30, 2023.

For the year ended June 30, 2024, the Commission recognized pension expense of \$270,281. At June 30, 2024, the Commission reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | <u>Deferred Outflows of Resources</u> | <u>Deferred Inflows of Resources</u> |
|---|---------------------------------------|--------------------------------------|
| Differences between expected and actual experience | \$ 103,557 | \$ 2,229 |
| Change in assumptions | 39,492 | |
| Net difference between projected and actual earnings on pension plan investments | 248,735 | - |
| Changes in proportion and differences between Commission's contributions and proportionate share of contributions | 62,587 | 20,459 |
| Commission's contributions subsequent to the measurement date | 189,987 | - |
| Total | <u>\$ 644,358</u> | <u>\$ 22,688</u> |

\$189,987 reported as deferred outflows of resources related to pensions resulting from Commission contributions subsequent to the measurement date will be recognized as a increase of the net pension liability in the year ended June 30, 2025. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

| <u>Year Ended June 30</u> | |
|-------------------------------|-------------------|
| 2025 | 156,099 |
| 2026 | 82,189 |
| 2027 | 182,877 |
| 2028 | 10,518 |
| 2029 | - |
| Thereafter | - |
| | <u>\$ 431,683</u> |

Actuarial Assumptions. The total pension liability in the December 31, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

| | |
|---------------------------|--|
| Inflation | 3.0 percent |
| Salary Increases | 3.50 to 8.10 percent, including inflation and productivity factor |
| Investment rate of return | 6.50 percent, net of position plan investment expense, including inflation |

The plan currently uses mortality tables that vary by age, gender, employee group (i.e. general, law enforcement officer) and health status (i.e. disabled and healthy). The current mortality rates are based on published tables and based on studies that cover significant portions of the U.S. population. The healthy mortality rates also contain a provision to reflect future mortality improvements.

The actuarial assumptions used in the December 31, 2022 valuation were based on the results of an actuarial experience study for the period January 1, 2015 through December 31, 2020.

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, 2024 are summarized in the following table:

| Asset Class | Target Allocation | Long-Term Expected Real |
|----------------------|-------------------|-------------------------|
| Fixed Income | 33.0% | 0.9% |
| Global Equity | 38.0% | 6.5% |
| Real Estate | 8.0% | 5.9% |
| Alternatives | 8.0% | 8.2% |
| Credit | 7.0% | 5.0% |
| Inflation Protection | 6.0% | 2.7% |
| Total | 100% | |

The information above is based on 30 year expectations developed with the consulting actuary for the 2023 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 6.50%. 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 Commission's proportionate share of the net pension asset to changes in the discount rate. The following presents the Commission's proportionate share of the net pension asset calculated using the discount rate of 6.50 percent, as well as what the Commission'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 (5.50 percent) or one percentage point higher (7.50 percent) than the current rate:

| | 1 % Decrease (5.50%) | Discount Rate (6.50%) | 1% Increase (7.50%) |
|---|-----------------------|------------------------|----------------------|
| Commission's proportionate share of the net pension liability (asset) | \$1,610,065 | \$929,352 | \$368,924 |

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued Annual Comprehensive Financial Report for the State of North Carolina.

3. Deferred Outflows and Inflows of Resources

The Commission has one deferred outflows of resources. Deferred outflows of resources is comprised of the following:

| Source | Amount |
|---|------------|
| Changes in proportion and differences between Commission's contributions and proportionate share of contributions | \$ 62,587 |
| Differences between expected and actual experience | 112,564 |
| Change in assumptions | 41,026 |
| Net difference between projected and actual earnings on pension plan investments | 248,735 |
| Contributions to pension plan in current fiscal year | 189,987 |
| Total | \$ 654,899 |

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

| | |
|-------------------|-----------|
| Pension deferrals | \$ 22,688 |
| OPEB deferrals | 8,160 |
| | \$ 30,848 |

b. Deferred Compensation Plan

The Commission offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, which is available to all Commission employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

c. Other Post Employment Benefits

Healthcare Benefits

Plan Description. Under the terms of a Commission resolution, the Commission administers a single-employer defined benefit Healthcare Benefits Plan (the HCB Plan). The Commission Board has the authority to establish and amend the benefit terms and financing requirements. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement 75.

Benefits Provided. Prior to July 1, 2007, retirees qualified for benefits similar to those of employees after a minimum of five years of creditable service with the Commission. The Commission pays the full cost of coverage for employees' benefits through private insurers and employees have the option of purchasing dependent coverage at the Commission's group rates. Employees hired on or after July 1, 2007 who retire with a minimum of 20 years of creditable service also have the option of purchasing coverage for themselves and dependents at the Commission's group rate. Employees hired on or after July 1, 2007 who retire with less than 20 years of service are not eligible for postemployment coverage. Retirees who qualify for coverage receive the same benefits as active employees. Coverage for all retirees who are eligible for Medicare will be transferred to a Medicare Supplemental plan after qualifying for Medicare. The Commission Council may amend the benefit provisions. A separate report was not issued for the plan.

| Retired Employees' Years of Creditable Service | Date Hired | |
|---|--|---|
| | Pre-July 1, 2007 | On or after July 1, 2007 |
| Less than 5 years | Not eligible for coverage Full coverage paid for by Commission | Not eligible for coverage |
| 5 - 20 | Not eligible for coverage Full coverage paid for by Commission | Not eligible for coverage |
| 20+ | Full coverage paid for by Commission | Full coverage paid for by Commission |

Membership of the HCB Plan consisted of the following at June 30, 2023, the date of the latest actuarial valuation:

| | General Employees |
|--|-------------------|
| Inactive Members or Beneficiaries Currently Receiving Benefits | 3 |
| Inactive Members Entitled To But Not Yet Receiving Benefits | 0 |
| Active Members | 1 |
| Total | <u>4</u> |

Total OPEB Liability

The Commission's total OPEB liability of \$346,229 was measured as of June 30, 2023 and was determined by an actuarial valuation as of that date.

Actuarial assumptions and other inputs. The total OPEB liability in the June 30, 2023 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement unless otherwise specified:

| | |
|-----------------------------|---|
| Inflation | 2.5 percent |
| Salary Increases | 3.25 -8.41 percent, average, including inflation |
| Discount rate | 3.65 percent |
| Healthcare cost trend rates | Pre-Medicare Medical and Prescription Drug - 7.00% for 2023 decreasing to an ultimate rate of 4.50% by 2033 |
| | Dental - 3.50% |
| | Vision - 2.00% |

The discount rate is based on the yield of the S&P Municipal Bond 20 Year High Grade Rate Index as of the measurement date.

Changes in the Total OPEB Liability

| | Total OPEB Liability | |
|--|-----------------------------|----------------|
| Balances at July 1, 2023 | \$ | 341,504 |
| Changes for the Year: | | |
| Service Cost | | 3,062 |
| Interest | | 11,567 |
| Changes of benefit terms | | - |
| | | |
| Differences between expected and actual experience | | 21,019 |
| Changes of assumptions or other inputs | | 5,024 |
| Benefit Payments | | (35,947) |
| Net Changes | | 4,725 |
| Balances at June 30, 2024 | \$ | 346,229 |

Changes in assumptions and other inputs reflect a change in the discount rate from 3.54% to 3.65%.

Mortality rates were based on the RP-2014 Total Data Set for Healthy Annuitants Mortality Table.

The actuarial assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study for the period January 2011 through December 2015.

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the Commission, as well as what the Commission's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.65 percent) or 1-percentage-point higher (4.65 percent) than the current discount rate:

| | 1 % Decrease (| Discount Rate (| 1% Increase (|
|----------------------|-----------------------|------------------------|----------------------|
| | 2.65%) | 3.65%) | 4.65%) |
| Total OPEB liability | \$361,730 | \$346,229 | \$331,648 |

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

| | 1% Decrease | Current | 1% Increase |
|----------------------|--------------------|----------------|--------------------|
| Total OPEB liability | \$332,737 | \$346,229 | \$360,408 |

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

For the year ended June 30, 2024, the COG recognized OPEB expense of \$45,361. At June 30, 2024 the COG reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

| | Deferred Outflows of | | Deferred Inflows of | |
|---|-----------------------------|---------------|----------------------------|--------------|
| | Resources | | Resources | |
| Differences between expected and actual experience | \$ | 9,007 | \$ | 44 |
| Changes of assumptions | | 1,534 | | 8,116 |
| Benefit payments and administrative costs made subsequent to the measurement date | | - | | - |
| Total | \$ | 10,541 | \$ | 8,160 |

\$0 reported as deferred outflows of resources related to pensions resulting from benefit payments made and administrative expenses incurred subsequent to the measurement date will be recognized as a decrease of the total pension liability in the year ended June 30, 2025. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

| <u>Year Ended June 30</u> | |
|-------------------------------|-----------------|
| 2025 | 2,429 |
| 2026 | (48) |
| 2027 | - |
| 2028 | - |
| 2029 | - |
| Thereafter | - |
| | <u>\$ 2,381</u> |

4. Other Employment Benefits

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

5. Operating Lease Commitments

The Commission has operating leases for copiers and a postage meter, which expire through 2025. All which are below the capitalization threshold under the new leasing standards.

The minimum rental commitments with initial or remaining terms in excess of one year under operating leases are as follows:

| <u>Year Ending 30-Jun</u> | <u>Payment</u> |
|-------------------------------|------------------|
| 2025 | 16,372 |
| Total | <u>\$ 16,372</u> |

6. Long-Term Obligations

a. Installment Purchase

Mid-East Development Corporation Debt
Long-term debt consists of the following at year-end:

| | |
|--|----------------------------|
| 0% direct placement restricted construction loan with North Carolina Housing Finance Agency, secured by a real estate deed of trust, due in monthly installments of \$322. | \$ 86,870 |
| 7.25% direct placement note payable to Rural Economic and Community Development, secured by real estate deed of trust, due in monthly installments of \$496 including interest, maturing in June 2043 (RECD provides subsidies of 6.25%). | 181,486 |
| 6.25% direct placement note payable to USDA Rural Housing Service, secured by real estate, due in monthly installments of \$1,377 including interest, maturing in 2051 (RHS provides interest subsidies of 4.6%). | 215,367 |
| 6.875% direct placement note payable to USDA Rural Housing Service, secured by real estate, due in monthly installments of \$148 including interest, maturing in 2051 (RHS provides interest subsidies of 4.6%). | 21,681 |
| 6.5% direct placement note payable to Rural Economic and Community Development, secured by real estate deed of trust, due in monthly installments of \$2,412 including interest, maturing in February 2044 (RECD provides interest subsidies of 5.5%). | <u>787,515</u> |
| Total | <u>\$ 1,292,919</u> |

Annual debt service requirements to maturity are as follows:

| Year Ending June 30, | Payment | Total Interest | Interest Subsidy | Interest Expense | Principal |
|-------------------------|--------------|-------------------|---------------------|---------------------|--------------|
| 2025 | \$ 117,947 | \$ 79,656 | \$ 70,692 | \$ 8,964 | \$ 38,291 |
| 2026 | 117,947 | 77,301 | 70,692 | 6,609 | 40,646 |
| 2027 | 117,947 | 74,784 | 70,692 | 4,092 | 43,163 |
| 2028 | 117,946 | 72,094 | 70,692 | 1,402 | 45,852 |
| 2029 | 117,947 | 69,222 | 70,692 | (1,470) | 48,725 |
| 2030-2034 | 589,734 | 295,612 | 353,461 | (57,849) | 294,122 |
| 2035-2039 | 586,733 | 187,703 | 353,461 | (165,758) | 399,030 |
| 2040-2044 | 333,302 | 62,354 | 198,037 | (135,683) | 270,948 |
| 2045-2049 | 108,236 | 22,679 | 56,171 | (33,492) | 85,557 |
| 2050-2053 | 27,696 | 1,111 | 15,915 | (14,804) | 26,585 |
| Total | \$ 2,235,435 | \$ 942,516 | \$ 1,330,505 | \$ (387,989) | \$ 1,292,919 |

Note: Interest expense becomes negative in the last years of the mortgage when the interest subsidy is greater than the total interest calculated.

b. Changes in Long-Term Liabilities

| | Beginning Balance 7/1/2023 | Increases | Decreases | Ending Balance 6/30/2024 | Current Portion of Balance |
|--|----------------------------------|------------|-------------|--------------------------------|----------------------------------|
| Governmental Activities: | | | | | |
| OPEB Liability | \$ 341,504 | \$ 4,725 | \$ - | \$ 346,229 | \$ - |
| Net pension liability (LGERS) | 697,281 | 232,071 | - | 929,352 | - |
| Compensated absences | 104,677 | 19,460 | - | 124,137 | 37,241 |
| Total governmental activities | \$ 1,143,462 | \$ 256,256 | \$ - | \$ 1,399,718 | \$ 37,241 |
| Business Type Activities: | | | | | |
| Direct placement installment purchases | \$ 1,320,733 | \$ - | \$ (30,284) | \$ 1,290,449 | \$ 38,291 |
| Total business type activities | \$ 1,320,733 | \$ - | \$ (30,284) | \$ 1,290,449 | \$ 38,291 |

7. Risk Management

The Commission is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Commission participates in two self-funded risk financing pools administered by the Risk Management Agency of the North Carolina Association of County Commissioners. Through these pools, the Commission obtains property coverage equal to replacement cost values of owned property subject to a limit of \$125.5 million for any one occurrence, general and professional liability coverage of \$2 million per occurrence, crime coverage of \$250,000 per occurrence, and worker's compensation coverage up to the statutory limits. The pools are reinsured through a multi-state public entity carrier for single occurrence annual losses in excess of \$500,000 up to a \$2 million limit for liability coverage, \$600,000 of aggregate annual losses in excess of \$50,000 per occurrence for property and crime coverage, and single occurrence losses of \$350,000 for worker's compensation.

Mid-East Commission carries commercial coverage for all other risks of loss. There have been no significant reduction in insurance coverage in the prior year and settled claims have not exceeded coverage in any of the last three fiscal years.

Mid-East Development Corporation is exposed to various risks of loss to torts; theft of, damage to, and destruction of assets; error and omission; injuries to employees; and natural disasters. The Corporation carries commercial insurance for these risks of loss. There have been no significant reductions in insurance coverage from the previous year and settled claims have not exceeded coverage in any of the past three fiscal years.

In accordance with G.S. 159-29, the Commission's employees that have access to \$200 or more at any given time of the Commission's funds are performance bonded through a commercial surety bond. The finance director is individually bonded for \$50,000.

8. Contingent Liabilities

At June 30, 2024, they Commission was a defendant to various lawsuits. In the opinion of the Commission's management and the Commission's attorney, the ultimate effect of these legal matters will not have a material adverse effect on the Commission's financial position.

C. Interfund Balances and Activity

| | |
|---|-------------------|
| From the General Fund to the Special Revenue Fund | \$ 376,988 |
| Total | <u>\$ 376,988</u> |

The interfund balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

Special Revenue Fund to open/close fiscal year due to program operations - Area Agency on Aging, Planning, Community Development, Economic Development, Workforce Development, Automobile Pool, Copy Pool.

D. Fund Balance

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

| | |
|--|-------------------|
| Total fund balance - General Fund | \$ 403,108 |
| Less: | |
| Stabilization by State Statute | 376,988 |
| Remaining Fund Balance | \$ 26,120 |

III. Summary Disclosure of Significant Contingencies

Federal and State Assisted Programs

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

IV. Significant Effects of Subsequent Events

There are no subsequent events that would have a material affect on the financial statements. Subsequent events have been analyzed through the date that the financial statements were available to be issued.

REQUIRED
SUPPLEMENTAL FINANCIAL DATA

This section contains additional information required by generally
accounting principals.

Schedule of Changes in the Total OPEB Liability and Related Ratios

Schedule of the Proportionate Share of the Net Pension
Liability (Asset) – Local Government Employees' Retirement System

Schedule of Contributions – Local Government Employees'
Retirement System

MID-EAST COMMISSION
Schedule of Changes in the Total OPEB Liability and Related Ratios
Healthcare Benefits Plan
Year Ended June 30, 2024*

| | <u>2024</u> | <u>2023</u> | <u>2022</u> | <u>2021</u> | <u>2020</u> | <u>2019</u> |
|---|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| Total OPEB Liability | | | | | | |
| Service cost | \$ 3,062 | 4,018 | 4,032 | \$ 2,938 | \$ 4,490 | \$ 4,668 |
| Interest | 11,567 | 7,784 | 7,586 | 10,987 | 10,121 | 10,049 |
| Changes of benefit terms | - | - | - | - | - | - |
| Differences between expected and actual experience | 21,019 | 9,268 | (13,337) | 2,307 | 48,617 | 923 |
| Changes of assumptions | 5,024 | (24,190) | 37,264 | 25,603 | 10,441 | (6,349) |
| Benefit payments | (35,947) | (23,313) | (13,596) | (13,544) | (32,015) | (30,761) |
| Net change in total OPEB liability | <u>4,725</u> | <u>(26,433)</u> | <u>21,949</u> | <u>28,291</u> | <u>41,654</u> | <u>(21,470)</u> |
| Total OPEB liability - beginning | <u>341,504</u> | <u>367,937</u> | <u>345,988</u> | <u>317,697</u> | <u>276,043</u> | <u>297,513</u> |
| Total OPEB liability - ending | \$ 346,229 | \$ 341,504 | \$ 367,937 | \$ 345,988 | \$ 317,697 | \$ 276,043 |
| Commission's covered-employee payroll | \$ 1,473,907 | 1,287,543 | 1,121,796 | 1,174,031 | \$ 1,112,667 | \$ 1,056,385 |
| Commission's OPEB liability as a percentage of its covered-employee payroll | 23.49% | 26.52% | 32.80% | 29.47% | 28.55% | 26.13% |

* Plan measurement date is the reporting date. Employer measurement date is one year prior to reporting date.

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

| <u>Fiscal year</u> | <u>Rate</u> |
|--------------------|-------------|
| 2018 | 3.56% |
| 2019 | 3.89% |
| 2020 | 3.50% |
| 2021 | 2.21% |
| 2022 | 2.16% |
| 2023 | 3.54% |

MID-EAST COMMISSION
Commission's Proportionate Share of Net Pension Liability (Asset)
Required Supplementary Information
Last Ten Fiscal Years*

Local Government Employees' Retirement System

| | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|---|--------------|--------------|--------------|--------------|--------------|--------------|-------------|-------------|--------------|--------------|
| Commission's proportion of the net pension liability (asset) (%) | 0.0140% | 0.0124% | 0.0142% | 0.0142% | 0.0147% | 0.0168% | 0.0127% | 0.01460% | 0.0022% | 0.0220% |
| Commission's proportion of the net pension liability (asset) (\$) | \$ 929,352 | \$ 697,281 | \$ 217,157 | \$ 508,141 | \$ 402,538 | \$ 399,265 | \$ 193,257 | \$ 309,225 | \$ 97,793 | \$ (129,803) |
| Commission's covered-employee payroll | \$ 1,287,543 | \$ 1,121,796 | \$ 1,174,031 | \$ 1,112,667 | \$ 1,056,385 | \$ 1,253,012 | \$ 852,345 | \$ 890,223 | \$ 1,167,798 | \$ 1,248,760 |
| Commission's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll | 72.18% | 62.16% | 18.50% | 45.67% | 38.11% | 31.86% | 22.67% | 34.74% | 8.37% | (10.39%) |
| Plan fiduciary net position as a percentage of the total pension liability** | 82.49% | 84.14% | 95.51% | 88.61% | 90.86% | 91.63% | 94.18% | 91.47% | 98.09% | 102.64% |

* The amounts presented for each fiscal year were determined as of the prior fiscal year ending June 30.

** This will be the same percentage for all participant employers in the LGERS plan.

MID-EAST COMMISSION
Commission's Contributions
Required Supplementary Information
Last Ten Fiscal Years

Local Government Employees' Retirement System

| | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|--|--------------|--------------|--------------|--------------|--------------|--------------|--------------|-------------|-------------|--------------|
| Contractually required contribution | \$ 189,987 | \$ 156,308 | \$ 127,885 | \$ 119,751 | \$ 100,140 | \$ 82,387 | \$ 94,602 | \$ 62,306 | \$ 59,796 | \$ 82,563 |
| Contributions in relation to the contractually required contribution | 189,987 | 156,308 | 127,885 | 119,751 | 100,140 | 82,387 | 94,602 | 62,306 | 59,796 | 82,563 |
| Contribution deficiency (excess) | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Commission's covered-employee payroll | \$ 1,473,907 | \$ 1,287,543 | \$ 1,121,796 | \$ 1,174,031 | \$ 1,112,667 | \$ 1,056,385 | \$ 1,253,012 | \$ 852,345 | \$ 890,223 | \$ 1,167,798 |
| Contributions as a percentage of covered-employee payroll | 12.89% | 12.14% | 11.40% | 10.20% | 9.00% | 7.80% | 7.55% | 7.31% | 6.72% | 7.07% |

INDIVIDUAL FUND SCHEDULES

Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual - General Fund

MID-EAST COMMISSION
General Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2024

| | 2024 | | Variance Positive (Negative) |
|---|-----------------|-----------------|------------------------------------|
| | Budget | Actual | |
| REVENUES: | | | |
| Other local revenue | \$ 148,676 | \$ 148,676 | \$ - |
| Rental income | - | - | - |
| Interest income | 3,876 | 3,876 | - |
| TOTAL REVENUES | 152,552 | 152,552 | - |
| EXPENDITURES | | | |
| Human services | 55,149 | 52,584 | 2,565 |
| TOTAL EXPENDITURES | 55,149 | 52,584 | 2,565 |
| Revenues over (under) expenditures | 97,403 | 99,968 | 2,565 |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers from (to) other funds: | | | |
| Transfer out of local matching funds | (97,403) | (97,403) | - |
| TOTAL OTHER FINANCING SOURCES (USES) | (97,403) | (97,403) | - |
| Change in fund balance | \$ - | \$ 2,565 | \$ 2,565 |
| Fund Balances: | | | |
| Beginning of Year | | 400,543 | |
| End of Year | | \$ 403,108 | |

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

MID-EAST COMMISSION
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Special Revenue Funds
For the Year Ended June 30, 2024

| | Aging | Workforce Development Region Q | Economic Development | Mid-East Revolving Loan Fund | Planning | NCHFA Fund | Golden Leaf R.A.M.P. | RLF Sequester | Mid-East Revolving Loan Fund Svc & Mkt | IPT | ARP Programs | Revolving Loan CARE Programs | Revolving Loan Svc & Mkt CARE Programs | Total June 30, 2024 |
|---|------------------|--------------------------------------|-------------------------|------------------------------------|----------------|-----------------|----------------------------|------------------|---|--------------|-----------------|------------------------------------|---|------------------------|
| Revenues: | | | | | | | | | | | | | | |
| Federal awards | \$ 1,939,081 | \$ 1,912,271 | \$ 43,622 | \$ - | \$ 140,906 | \$ 8,665 | \$ - | \$ - | \$ - | \$ - | \$ 622,756 | \$ - | \$ - | \$ 4,667,301 |
| State awards | 1,377,773 | - | - | - | 154,696 | 10,075 | 311,950 | - | - | - | - | - | - | 1,854,494 |
| Local match | 244,152 | 72,948 | - | - | - | - | - | - | - | - | - | - | - | 317,100 |
| Other local revenue | 6,521 | - | 486,037 | - | 295,827 | - | - | - | 12,932 | 6,930 | - | - | - | 808,247 |
| Program income | - | - | - | - | - | - | - | - | - | - | - | 98,499 | 7,229 | 105,728 |
| Interest Income | - | - | - | 50,486 | - | - | - | - | - | - | - | 14,758 | - | 65,244 |
| Total Revenues | 3,567,527 | 1,985,219 | 529,659 | 50,486 | 591,429 | 18,740 | 311,950 | - | 12,932 | 6,930 | 622,756 | 113,257 | 7,229 | 7,818,114 |
| Expenditures: | | | | | | | | | | | | | | |
| Personnel | 548,730 | 348,633 | 311,889 | - | 220,568 | 70 | - | - | - | 3,119 | 99,662 | - | - | 1,532,671 |
| Participant wages and fringes | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Travel | 33,156 | 16,095 | 2,652 | - | 3,834 | - | - | - | - | 844 | 1,907 | - | - | 58,488 |
| Contractual services | 2,692,402 | 1,242,981 | 25,382 | - | 223,895 | 15,385 | 259 | - | - | - | 442,869 | - | - | 4,643,173 |
| Capital outlay | - | - | - | - | 15,805 | - | - | - | - | - | - | - | - | 15,805 |
| Other direct expenses | 120,723 | 208,660 | 74,473 | 12,931 | 33,576 | - | 311,691 | - | 750 | 1,741 | 58,392 | 7,231 | - | 830,168 |
| Indirect costs | 249,324 | 168,850 | 135,858 | - | 93,751 | 92 | - | - | - | 1,226 | 19,926 | - | - | 669,027 |
| Total Expenditures | 3,644,335 | 1,985,219 | 550,254 | 12,931 | 591,429 | 15,547 | 311,950 | - | 750 | 6,930 | 622,756 | 7,231 | - | 7,749,332 |
| Revenues over/(under) expenditures | (76,808) | - | (20,595) | 37,555 | - | 3,193 | - | - | 12,182 | - | - | 106,026 | 7,229 | 68,782 |
| Other Financing Sources (Uses) | | | | | | | | | | | | | | |
| Transfers (to) from Special Projects | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Transfer (to) from Special Projects | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Transfer of local matching funds | 76,808 | - | 20,595 | - | - | - | - | - | - | - | - | - | - | 97,403 |
| Total other financing sources (uses) | 76,808 | - | 20,595 | - | - | - | - | - | - | - | - | - | - | 97,403 |
| Change in fund balance | - | - | - | 37,555 | - | 3,193 | - | - | 12,182 | - | - | 106,026 | 7,229 | 166,185 |
| Fund Balances: | | | | | | | | | | | | | | |
| Beginning of Year | - | - | - | 319,686 | - | (725) | - | - | 78,513 | - | - | 244,212 | 2,303 | 643,989 |
| End of Year | \$ - | \$ - | \$ - | \$ 357,241 | \$ - | \$ 2,468 | \$ - | \$ - | \$ 90,695 | \$ - | \$ - | \$ 350,238 | \$ 9,532 | \$ 810,174 |

MID-EAST COMMISSION
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Aging Programs
For the Year Ended June 30, 2024

| | Aging Planning and Administration Title III | Home and Community Care Block Grant | Legal | Aging Management Information Services | Title III Elder Abuse |
|---------------------------------------|--|--|---------------|--|-----------------------------|
| Revenues: | | | | | |
| Federal awards | \$ 189,801 | \$ 1,142,768 | \$ 18,132 | \$ - | \$ 3,885 |
| State awards | 10,411 | 1,186,554 | 1,068 | 2,118 | 229 |
| Local match | - | 244,152 | - | - | - |
| Other local revenue | - | - | - | - | - |
| Total Revenues | <u>200,212</u> | <u>2,573,474</u> | <u>19,200</u> | <u>2,118</u> | <u>4,114</u> |
| Expenditures: | | | | | |
| Personnel | 141,807 | - | - | - | - |
| Travel | 5,658 | - | - | - | - |
| Contractual services | 14,094 | 2,573,474 | 19,200 | 2,118 | 4,571 |
| Capital outlay | - | - | - | - | - |
| Other direct expenses | 38,238 | - | - | - | - |
| Indirect costs | 53,284 | - | - | - | - |
| Total Expenditures | <u>253,081</u> | <u>2,573,474</u> | <u>19,200</u> | <u>2,118</u> | <u>4,571</u> |
| Revenues over(under) expenditures | <u>(52,869)</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>(457)</u> |
| Other Financing Sources (Uses) | | | | | |
| Transfer of local matching funds | 52,869 | - | - | - | 457 |
| Total other financing sources (uses) | <u>52,869</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>457</u> |
| Change in fund balance | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Fund Balances: | | | | | |
| Beginning of Year | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| End of Year, June 30 | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

MID-EAST COMMISSION
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Aging Programs
For the Year Ended June 30, 2024

| | Ombudsman Program | MIPPA | AAA Administration Support | Family Caregiver Support |
|---------------------------------------|----------------------|---------------|----------------------------------|--------------------------------|
| Revenues: | | | | |
| Federal awards | \$ 146,024 | \$ 9,375 | \$ - | \$ 139,791 |
| State awards | 39,200 | 19,405 | 40,495 | 9,638 |
| Local match | - | - | - | - |
| Other local revenue | - | - | - | - |
| Total Revenues | <u>185,224</u> | <u>28,780</u> | <u>40,495</u> | <u>149,429</u> |
| Expenditures: | | | | |
| Personnel | 111,785 | 13,778 | 21,338 | 75,305 |
| Travel | 8,793 | 815 | 4,117 | 3,218 |
| Contractual services | 4,011 | - | 70 | 23,095 |
| Capital outlay | - | - | - | - |
| Other direct expenses | 32,214 | 1,525 | 2,751 | 11,617 |
| Indirect costs | 49,005 | 12,662 | 12,219 | 36,194 |
| Total Expenditures | <u>205,808</u> | <u>28,780</u> | <u>40,495</u> | <u>149,429</u> |
| Revenues over(under) expenditures | <u>(20,584)</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Other Financing Sources (Uses) | | | | |
| Transfer of local matching funds | 20,584 | - | - | - |
| Total other financing sources (uses) | <u>20,584</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Change in fund balance | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Fund Balances: | | | | |
| Beginning of Year | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| End of Year, June 30 | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

MID-EAST COMMISSION
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Aging Programs
For the Year Ended June 30, 2024

| | Health Promotions | Special Project | Miscellaneous Aging Grants | SHIP | SMP | Senior Center GP | Total June 30, 2024 |
|---|-------------------|-----------------|----------------------------|---------------|---------------|------------------|---------------------|
| Revenues: | | | | | | | |
| Federal awards | \$ - | \$ - | \$ 268,410 | \$ 10,895 | \$ 10,000 | \$ - | \$ 1,939,081 |
| State awards | 26,085 | 1,948 | - | - | - | 40,622 | 1,377,773 |
| Local match | - | - | - | - | - | - | 244,152 |
| Other local revenue | - | - | 6,521 | - | - | - | 6,521 |
| Total Revenues | 26,085 | 1,948 | 274,931 | 10,895 | 10,000 | 40,622 | 3,567,527 |
| Expenditures: | | | | | | | |
| Personnel | 15,964 | - | 156,450 | 6,949 | 5,354 | - | 548,730 |
| Travel | 556 | - | 8,506 | 417 | 1,076 | - | 33,156 |
| Contractual services | - | 1,948 | 7,240 | 888 | 1,071 | 40,622 | 2,692,402 |
| Capital outlay | - | - | - | - | - | - | - |
| Other direct expenses | 2,612 | - | 31,313 | 2 | 451 | - | 120,723 |
| Indirect costs | 9,851 | - | 71,422 | 2,639 | 2,048 | - | 249,324 |
| Total Expenditures | 28,983 | 1,948 | 274,931 | 10,895 | 10,000 | 40,622 | 3,644,335 |
| Revenues over(under) expenditures | (2,898) | - | - | - | - | - | (76,808) |
| Other Financing Sources (Uses) | | | | | | | |
| Transfer of local matching funds | 2,898 | - | - | - | - | - | 76,808 |
| Total other financing sources (uses) | 2,898 | - | - | - | - | - | 76,808 |
| Change in fund balance | - | - | - | - | - | - | - |
| Fund Balances: | | | | | | | |
| Beginning of Year | - | - | - | - | - | - | - |
| End of Year, June 30 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |

MID-EAST COMMISSION
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Workforce Development Region Q
For the Year Ended June 30, 2024

| | Administration WIA 2010 | Adult WIA 2020 | Dislocated Worker WIA 2030 | Youth WIA 2040 | WIOA Other | NEG | Total June 30, 2024 |
|-----------------------------------|----------------------------|-------------------|----------------------------------|-------------------|----------------|--------------|------------------------|
| Revenues: | | | | | | | |
| Federal awards | \$ 193,379 | \$ 554,027 | \$ 423,979 | \$ 663,209 | \$ 76,109 | \$ 1,568 | \$ 1,912,271 |
| Local match | - | - | - | - | 72,948 | - | 72,948 |
| Total Revenues | <u>193,379</u> | <u>554,027</u> | <u>423,979</u> | <u>663,209</u> | <u>149,057</u> | <u>1,568</u> | <u>1,985,219</u> |
| Expenditures: | | | | | | | |
| Personnel | 90,331 | 76,744 | 75,998 | 96,341 | 8,946 | 273 | 348,633 |
| Participant wages and fringes | - | - | - | - | - | - | - |
| Travel | 12,527 | 1,059 | 845 | 1,664 | - | - | 16,095 |
| Contractual services | 26,843 | 414,087 | 298,595 | 503,065 | 391 | - | 1,242,981 |
| Capital outlay | - | - | - | - | - | - | - |
| Other direct expenses | 18,929 | 24,035 | 10,371 | 17,653 | 136,492 | 1,180 | 208,660 |
| Indirect costs | 44,749 | 38,102 | 38,170 | 44,486 | 3,228 | 115 | 168,850 |
| Total Expenditures | <u>193,379</u> | <u>554,027</u> | <u>423,979</u> | <u>663,209</u> | <u>149,057</u> | <u>1,568</u> | <u>1,985,219</u> |
| Revenues over(under) expenditures | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Change in fund balance | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Fund Balances: | | | | | | | |
| Beginning of Year | - | - | - | - | - | - | - |
| End of Year | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

MID-EAST COMMISSION
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances -
Economic Development Programs
For the Year Ended June 30, 2024

| | Economic Development Administration | Washington CDBG | Martin Projects |
|--------------------------------------|---|--------------------|--------------------|
| Revenues: | | | |
| Federal awards | \$ 43,622 | \$ - | \$ - |
| State awards | - | - | - |
| Other local revenue | <u>222,365</u> | <u>89</u> | <u>5,623</u> |
| Total Revenues | <u>265,987</u> | <u>89</u> | <u>5,623</u> |
| Expenditures: | | | |
| Personnel | 166,852 | - | 3,896 |
| Travel | 1,189 | - | - |
| Contractual services | 21,686 | - | - |
| Capital outlay | - | - | - |
| Other direct expenses | 22,629 | 89 | - |
| Indirect costs | <u>74,226</u> | <u>-</u> | <u>1,727</u> |
| Total Expenditures | <u>286,582</u> | <u>89</u> | <u>5,623</u> |
| Revenues over(under) expenditures | <u>(20,595)</u> | <u>-</u> | <u>-</u> |
| Other Financing Sources (Uses) | | | |
| Transfer (to) from special projects | - | - | - |
| Transfer (to) from general fund | - | - | - |
| Transfer of local matching funds | <u>20,595</u> | <u>-</u> | <u>-</u> |
| Total other financing sources (uses) | <u>20,595</u> | <u>-</u> | <u>-</u> |
| Change in fund balance | <u>-</u> | <u>-</u> | <u>-</u> |
| Fund Balances: | | | |
| Beginning of Year | <u>-</u> | <u>-</u> | <u>-</u> |
| End of Year | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

MID-EAST COMMISSION
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances -
Economic Development Programs
For the Year Ended June 30, 2024

| | Pitt Projects | EDA Disaster Recovery | EDA Special Projects | Beaufort County Projects | Total June 30, 2024 |
|---------------------------------------|------------------|-----------------------------|----------------------------|--------------------------------|------------------------|
| Revenues: | | | | | |
| Federal awards | \$ - | \$ - | \$ - | \$ - | 43,622 |
| State awards | - | - | - | - | - |
| Other local revenue | 6,005 | 216,101 | 29,960 | 5,894 | 486,037 |
| Total Revenues | <u>6,005</u> | <u>216,101</u> | <u>29,960</u> | <u>5,894</u> | <u>529,659</u> |
| Expenditures: | | | | | |
| Personnel | 4,051 | 120,370 | 13,062 | 3,658 | 311,889 |
| Travel | - | 849 | 614 | - | 2,652 |
| Contractual services | - | - | 3,696 | - | 25,382 |
| Capital outlay | - | - | - | - | - |
| Other direct expenses | 123 | 45,722 | 5,821 | 89 | 74,473 |
| Indirect costs | 1,831 | 49,160 | 6,767 | 2,147 | 135,858 |
| Total Expenditures | <u>6,005</u> | <u>216,101</u> | <u>29,960</u> | <u>5,894</u> | <u>550,254</u> |
| Revenues over(under) expenditures | - | - | - | - | (20,595) |
| Other Financing Sources (Uses) | | | | | |
| Transfer (to) from special projects | - | - | - | - | - |
| Transfer (to) from general fund | - | - | - | - | - |
| Transfer of local matching funds | - | - | - | - | 20,595 |
| Total other financing sources (uses) | - | - | - | - | 20,595 |
| Change in fund balance | - | - | - | - | - |
| Fund Balances: | | | | | |
| Beginning of Year | - | - | - | - | - |
| End of Year | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

MID-EAST COMMISSION
 Planning Programs
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 For the Year Ended June 30, 2024

| | NC Resilient Coastal Communities | Planning & Zoning Bertie County | Planning & Zoning Beaufort County | Planning & Zoning Hertford County | Planning & Zoning Washington | Planning & Zoning Pitt County |
|--------------------------------------|---|--|--|--|------------------------------------|--|
| Revenues: | | | | | | |
| State awards | \$ - | \$ 76,373 | \$ - | \$ - | \$ - | \$ - |
| Federal awards | - | - | - | - | 79,477 | 10,937 |
| Other local awards | 5,793 | 12,857 | 120,759 | 3,146 | 4,542 | 24,150 |
| Total Revenues | <u>5,793</u> | <u>89,230</u> | <u>120,759</u> | <u>3,146</u> | <u>84,019</u> | <u>35,087</u> |
| Expenditures: | | | | | | |
| Personnel | - | 13,188 | 52,552 | 1,736 | - | 10,893 |
| Travel | 213 | 558 | 427 | - | - | 73 |
| Contractual services | 5,580 | 70,000 | 35,040 | 652 | 83,771 | 19,213 |
| Other direct expenses | - | 1,909 | 9,943 | - | 248 | 811 |
| Equipment | - | - | - | - | - | - |
| Indirect costs | - | 3,575 | 22,797 | 758 | - | 4,097 |
| Total Expenditures | <u>5,793</u> | <u>89,230</u> | <u>120,759</u> | <u>3,146</u> | <u>84,019</u> | <u>35,087</u> |
| Revenues over(under) expenditures | - | - | - | - | - | - |
| Other Financing Sources (Uses) | | | | | | |
| Transfer (to) from other funds | - | - | - | - | - | - |
| Transfer of local matching funds | - | - | - | - | - | - |
| Total other financing sources (uses) | - | - | - | - | - | - |
| Change in fund balance | - | - | - | - | - | - |
| Fund Balances: | | | | | | |
| Beginning of Year | - | - | - | - | - | - |
| End of Year | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

MID-EAST COMMISSION
 Planning Programs
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 For the Year Ended June 30, 2024

| | Planning & Zoning Special Projects | Planning & Zoning Martin | NC County Digital Inclusion PIN | Rural Transportation Planning | Totals | | Variance Positive (Negative) |
|--------------------------------------|--|--------------------------------|--|-------------------------------------|------------------|----------------|------------------------------------|
| | | | | | June 30, 2024 | Budget | |
| Revenues: | | | | | | | |
| State awards | \$ - | \$ - | \$ 405 | \$ 77,918 | \$ 154,696 | \$ 154,696 | - |
| Federal awards | - | - | - | 50,492 | 140,906 | 140,906 | - |
| Other local awards | 105,004 | 12,817 | - | 6,759 | 295,827 | 295,827 | - |
| Total Revenues | <u>105,004</u> | <u>12,817</u> | <u>405</u> | <u>135,169</u> | <u>591,429</u> | <u>591,429</u> | - |
| Expenditures: | | | | | | | |
| Personnel | 62,526 | 8,235 | - | 71,438 | 220,568 | 220,568 | - |
| Travel | 1,097 | 35 | - | 1,431 | 3,834 | 3,834 | - |
| Contractual services | 4,190 | 517 | 405 | 4,527 | 223,895 | 223,895 | - |
| Other direct expenses | 10,371 | 35 | - | 10,259 | 33,576 | 33,576 | - |
| Equipment | - | - | - | 15,805 | 15,805 | 15,805 | - |
| Indirect costs | 26,820 | 3,995 | - | 31,709 | 93,751 | 93,751 | - |
| Total Expenditures | <u>105,004</u> | <u>12,817</u> | <u>405</u> | <u>135,169</u> | <u>591,429</u> | <u>591,429</u> | - |
| Revenues over(under) expenditures | - | - | - | - | - | - | - |
| Other Financing Sources (Uses) | | | | | | | |
| Transfer (to) from other funds | - | - | - | - | - | - | - |
| Transfer of local matching funds | - | - | - | - | - | - | - |
| Total other financing sources (uses) | - | - | - | - | - | - | - |
| Change in fund balance | - | - | - | - | - | - | - |
| Fund Balances: | | | | | | | |
| Beginning of Year | - | - | - | - | - | - | - |
| End of Year | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

MID-EAST COMMISSION
 ARP Programs
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 For the Year Ended June 30, 2024

| | ARP HCCBG | ARP Aging Planning and Administration Title III | ARP Small Business | ARP Family Caregiver Support | ARP Health Promotions | Totals | | Variance Positive (Negative) |
|---------------------------------------|----------------|--|--------------------------|---------------------------------------|-----------------------------|------------------|----------------|------------------------------------|
| | | | | | | June 30, 2024 | Budget | |
| Revenues: | | | | | | | | |
| State awards | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Federal awards | 404,528 | 48,457 | 106,988 | 54,713 | 8,070 | 622,756 | 622,756 | - |
| Other local awards | - | - | - | - | - | - | - | - |
| Total Revenues | <u>404,528</u> | <u>48,457</u> | <u>106,988</u> | <u>54,713</u> | <u>8,070</u> | <u>622,756</u> | <u>622,756</u> | <u>-</u> |
| Expenditures: | | | | | | | | |
| Personnel | 21,920 | 11,172 | 59,322 | 5,789 | 1,459 | 99,662 | 99,662 | - |
| Travel | - | 238 | 1,170 | - | 499 | 1,907 | 1,907 | - |
| Contractual services | 373,603 | 29,480 | 9,465 | 30,321 | - | 442,869 | 442,869 | - |
| Other direct expenses | - | 1,689 | 34,682 | 16,390 | 5,631 | 58,392 | 58,392 | - |
| Equipment | - | - | - | - | - | - | - | - |
| Indirect costs | 9,005 | 5,878 | 2,349 | 2,213 | 481 | 19,926 | 19,926 | - |
| Total Expenditures | <u>404,528</u> | <u>48,457</u> | <u>106,988</u> | <u>54,713</u> | <u>8,070</u> | <u>622,756</u> | <u>622,756</u> | <u>-</u> |
| Revenues over(under) expenditures | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Other Financing Sources (Uses) | | | | | | | | |
| Transfer (to) from other funds | - | - | - | - | - | - | - | - |
| Transfer of local matching funds | - | - | - | - | - | - | - | - |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Change in fund balance | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Fund Balances: | | | | | | | | |
| Beginning of Year | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| End of Year | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

MID-EAST COMMISSION
Aging Programs - Home and Community Care Block Grant
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2024

| | Budget | Actual | Variance Positive (Negative) |
|---------------------------------------|-----------|--------------|------------------------------------|
| Revenues | | | |
| Federal awards | \$ | \$ 1,142,768 | \$ |
| State awards | | 1,186,554 | |
| Other local revenue | | 244,152 | |
| Total revenues | 2,573,474 | 2,573,474 | - |
| Expenditures | | | |
| Contractual services | | 2,573,474 | |
| Total expenditures | 2,573,474 | 2,573,474 | - |
| Revenues over (under) expenditures | - | - | - |
| Other Financing Source (Uses) | | | |
| Transfer of local matching funds | - | - | - |
| Total other financing sources (uses) | - | - | - |
| Change in fund balance | \$ - | - | \$ - |
| Fund Balances: | | | |
| Beginning of year | | - | |
| End of year | | \$ - | |

MID-EAST COMMISSION
Aging Programs - Aging Planning and Administration Title III
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|---------------------------------------|-----------------|-----------------|---|
| Revenues | | | |
| Federal awards | \$ | \$ 189,801 | \$ |
| State awards | | 10,411 | |
| Local match | | - | |
| Other local revenue | | - | |
| Total revenues | <u>200,212</u> | <u>200,212</u> | <u>-</u> |
| Expenditures | | | |
| Personnel | | 141,807 | |
| Travel | | 5,658 | |
| Contractual services | | 14,094 | |
| Capital outlay | | - | |
| Other direct expenses | | 38,238 | |
| Indirect costs | | 53,284 | |
| Total expenditures | <u>253,081</u> | <u>253,081</u> | <u>-</u> |
| Revenues over (under) expenditures | <u>(52,869)</u> | <u>(52,869)</u> | <u>-</u> |
| Other Financing Source (Uses) | | | |
| Transfer of local matching funds | <u>52,869</u> | <u>52,869</u> | <u>-</u> |
| Total other financing sources (uses) | <u>52,869</u> | <u>52,869</u> | <u>-</u> |
| Change in fund balance | \$ <u>-</u> | - | \$ <u>-</u> |
| Fund Balances: | | | |
| Beginning of year | | <u>-</u> | |
| End of year | | \$ <u>-</u> | |

MID-EAST COMMISSION
Aging Programs - Legal
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|---------------------------------------|---------------|---------------|---|
| Revenues | | | |
| Federal awards | \$ | \$ 18,132 | \$ |
| State awards | | 1,068 | |
| Other local revenue | | - | |
| Total revenues | <u>19,200</u> | <u>19,200</u> | <u>-</u> |
| Expenditures | | | |
| Other direct expenses | - | 19,200 | |
| Indirect costs | - | - | |
| Total expenditures | <u>19,200</u> | <u>19,200</u> | <u>-</u> |
| Revenues over (under) expenditures | <u>-</u> | <u>-</u> | <u>-</u> |
| Change in fund balance | <u>\$ -</u> | <u>-</u> | <u>\$ -</u> |
| Fund Balances: | | | |
| Beginning of year | | <u>-</u> | |
| End of year | | <u>\$ -</u> | |

MID-EAST COMMISSION
Aging Programs - Aging Management Information Services
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2024

| | Budget | Actual | Variance Positive (Negative) |
|---------------------------------------|--------|--------|------------------------------------|
| Revenues | | | |
| State awards | | 2,118 | |
| Other local revenue | \$ | \$ - | \$ |
| Total revenues | 2,118 | 2,118 | - |
| Expenditures | | | |
| Other direct expenses | | 2,118 | |
| Total expenditures | 2,118 | 2,118 | - |
| Revenues over (under) expenditures | - | - | - |
| Other Financing Source (Uses) | | | |
| Transfer of local matching funds | - | - | - |
| Total other financing sources (uses) | - | - | - |
| Change in fund balance | \$ - | - | \$ - |
| Fund Balances: | | | |
| Beginning of year | | - | |
| End of year | | \$ - | |

MID-EAST COMMISSION
Aging Programs - Title III Elder Abuse
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|---------------------------------------|---------------|---------------|---|
| Revenues | | | |
| Federal awards | \$ | \$ 3,885 | \$ |
| State awards | | 229 | |
| Local match | | - | |
| Total revenues | <u>4,114</u> | <u>4,114</u> | <u>-</u> |
| Expenditures | | | |
| Personnel | | - | |
| Travel | | - | |
| Other direct expenses | | 4,571 | |
| Indirect costs | | - | |
| Total expenditures | <u>4,571</u> | <u>4,571</u> | <u>-</u> |
| Revenues over (under) expenditures | <u>(457)</u> | <u>(457)</u> | <u>-</u> |
| Other Financing Source (Uses) | | | |
| Transfer of local matching funds | <u>457</u> | <u>457</u> | <u>-</u> |
| Total other financing sources (uses) | <u>457</u> | <u>457</u> | <u>-</u> |
| Change in fund balance | <u>\$ -</u> | <u>-</u> | <u>\$ -</u> |
| Fund Balances: | | | |
| Beginning of year | | <u>-</u> | |
| End of year | | <u>\$ -</u> | |

MID-EAST COMMISSION
Aging Programs - Ombudsman Program
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|---------------------------------------|--------------------|--------------------|---|
| Revenues | | | |
| Federal awards | \$ | \$ 146,024 | \$ |
| State awards | | 39,200 | |
| Local revenue | | - | |
| Total revenues | <u>185,224</u> | <u>185,224</u> | <u>-</u> |
| Expenditures | | | |
| Personnel | | 111,785 | |
| Travel | | 8,793 | |
| Contractual services | | 4,011 | |
| Capital outlay | | - | |
| Other direct expenses | | 32,214 | |
| Indirect costs | | 49,005 | |
| Total expenditures | <u>205,808</u> | <u>205,808</u> | <u>-</u> |
| Revenues over (under) expenditures | <u>(20,584)</u> | <u>(20,584)</u> | <u>-</u> |
| Other Financing Source (Uses) | | | |
| Transfer of local matching funds | <u>20,584</u> | <u>20,584</u> | <u>-</u> |
| Total other financing sources (uses) | <u>20,584</u> | <u>20,584</u> | <u>-</u> |
| Change in fund balance | \$ <u><u>-</u></u> | - | \$ <u><u>-</u></u> |
| Fund Balances: | | | |
| Beginning of year | | <u>-</u> | |
| End of year | | \$ <u><u>-</u></u> | |

MID-EAST COMMISSION
Aging Programs - MIPPA
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|---------------------------------------|---------------|---------------|---|
| Revenues | | | |
| Federal awards | \$ | \$ 9,375 | \$ |
| State awards | | 19,405 | |
| Total revenues | <u>28,780</u> | <u>28,780</u> | <u>-</u> |
| Expenditures | | | |
| Personnel | | 13,778 | |
| Travel | | 815 | |
| Contractual services | | - | |
| Capital outlay | | - | |
| Other direct expenses | | 1,525 | |
| Indirect costs | | 12,662 | |
| Total expenditures | <u>28,780</u> | <u>28,780</u> | <u>-</u> |
| Revenues over (under) expenditures | <u>-</u> | <u>-</u> | <u>-</u> |
| Change in fund balance | <u>\$ -</u> | <u>-</u> | <u>\$ -</u> |
| Fund Balances: | | | |
| Beginning of year | | <u>-</u> | |
| End of year | | <u>\$ -</u> | |

MID-EAST COMMISSION
Aging Programs - AAA Administration Support
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2024

| | Budget | Actual | Variance Positive (Negative) |
|---------------------------------------|--------|-----------|------------------------------------|
| Revenues | | | |
| State awards | \$ | \$ 40,495 | \$ |
| Other local revenue | | - | |
| Total revenues | 40,495 | 40,495 | - |
| Expenditures | | | |
| Personnel | | 21,338 | |
| Travel | | 4,117 | |
| Contractual services | | 70 | |
| Capital outlay | | - | |
| Other direct expenses | | 2,751 | |
| Indirect costs | | 12,219 | |
| Total expenditures | 40,495 | 40,495 | - |
| Revenues over (under) expenditures | - | - | - |
| Change in fund balance | \$ - | - \$ | - |
| Fund Balances: | | | |
| Beginning of year | | - | |
| End of year | | \$ - | |

MID-EAST COMMISSION
Aging Programs - Family Caregiver Support
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2024

| | Budget | Actual | Variance Positive (Negative) |
|---------------------------------------|---------|------------|------------------------------------|
| Revenues | | | |
| Federal awards | \$ | \$ 139,791 | \$ |
| Other local revenues | | - | |
| State awards | | 9,638 | |
| Total revenues | 149,429 | 149,429 | - |
| Expenditures | | | |
| Personnel | | 75,305 | |
| Travel | | 3,218 | |
| Contractual services | | 23,095 | |
| Capital outlay | | - | |
| Other direct expenses | | 11,617 | |
| Indirect costs | | 36,194 | |
| Total expenditures | 149,429 | 149,429 | - |
| Revenues over (under) expenditures | - | - | - |
| Other Financing Source (Uses) | | | |
| Transfer of local matching funds | - | - | - |
| Total other financing sources (uses) | - | - | - |
| Change in fund balance | \$ - | - | \$ - |
| Fund Balances: | | | |
| Beginning of year | | - | |
| End of year | | \$ - | |

MID-EAST COMMISSION
Aging Programs - Health Promotions
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|---------------------------------------|-----------------|----------------|---|
| Revenues | | | |
| Federal awards | \$ | \$ - | |
| State awards | | 26,085 | |
| Local match | | - | |
| Total revenues | <u>26,085</u> | <u>26,085</u> | <u>-</u> |
| Expenditures | | | |
| Personnel | | 15,964 | |
| Travel | | 556 | |
| Contractual services | - | - | |
| Other direct expenses | | 2,612 | |
| Indirect costs | | 9,851 | |
| Total expenditures | <u>28,983</u> | <u>28,983</u> | <u>-</u> |
| Revenues over (under) expenditures | <u>(2,898)</u> | <u>(2,898)</u> | <u>-</u> |
| Other Financing Source (Uses) | | | |
| Transfer of local matching funds | <u>2,898</u> | <u>2,898</u> | <u>-</u> |
| Total other financing sources (uses) | <u>2,898</u> | <u>2,898</u> | <u>-</u> |
| Change in fund balance | <u>\$ -</u> | - | <u>\$ -</u> |
| Fund Balances: | | | |
| Beginning of year | | <u>-</u> | |
| End of year | | <u>\$ -</u> | |

MID-EAST COMMISSION
Aging Programs - Special Project
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2024

| | Budget | Actual | Variance Positive (Negative) |
|---------------------------------------|--------|--------|------------------------------------|
| Revenues | | | |
| Federal awards | \$ | \$ - | \$ |
| State awards | | 1,948 | |
| Other local revenue | | - | |
| Local match | | - | |
| Total revenues | 1,948 | 1,948 | - |
| Expenditures | | | |
| Personnel | | - | |
| Travel | | - | |
| Contractual services | | 1,948 | |
| Capital outlay | | - | |
| Other direct expenses | | - | |
| Indirect costs | | - | |
| Total expenditures | 1,948 | 1,948 | - |
| Revenues over (under) expenditures | - | - | - |
| Other Financing Source (Uses) | | | |
| Transfer of local matching funds | - | - | - |
| Total other financing sources (uses) | - | - | - |
| Change in fund balance | \$ - | - | \$ - |
| Fund Balances: | | | |
| Beginning of year | | - | |
| End of year | | \$ - | |

MID-EAST COMMISSION
Aging Programs - SHIP
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|---------------------------------------|---------------|---------------|---|
| Revenues | | | |
| Federal revenues | \$ | \$ 10,895 | \$ |
| Total revenues | <u>10,895</u> | <u>10,895</u> | <u>-</u> |
| Expenditures | | | |
| Personnel | | 6,949 | |
| Travel | | 417 | |
| Contractual services | | 888 | |
| Other direct expenses | | 2 | |
| Equipment | | - | |
| Indirect costs | | 2,639 | |
| Total expenditures | <u>10,895</u> | <u>10,895</u> | <u>-</u> |
| Revenues over (under) expenditures | <u>-</u> | <u>-</u> | <u>-</u> |
| Change in fund balance | <u>\$ -</u> | <u>-</u> | <u>\$ -</u> |
| Fund Balances: | | | |
| Beginning of year | | <u>-</u> | |
| End of year | | <u>\$ -</u> | |

MID-EAST COMMISSION
Aging Programs - Miscellaneous Aging Grants
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|---------------------------------------|----------------|----------------|---|
| Revenues | | | |
| Federal awards | \$ | \$ 268,410 | \$ |
| Local match | | 6,521 | |
| Total revenues | <u>274,931</u> | <u>274,931</u> | <u>-</u> |
| Expenditures | | | |
| Personnel | | 156,450 | |
| Travel | | 8,506 | |
| Contractual services | | 7,240 | |
| Other direct expenses | | 31,313 | |
| Equipment | | - | |
| Indirect costs | | 71,422 | |
| Total expenditures | <u>274,931</u> | <u>274,931</u> | <u>-</u> |
| Revenues over (under) expenditures | <u>-</u> | <u>-</u> | <u>-</u> |
| Change in fund balance | <u>\$ -</u> | <u>-</u> | <u>\$ -</u> |
| Fund Balances: | | | |
| Beginning of year | | <u>-</u> | |
| End of year | | <u>\$ -</u> | |

MID-EAST COMMISSION
Aging Programs - SMP
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|---------------------------------------|-----------------|---------------|---|
| Revenues | | | |
| Federal revenues | \$ | \$ 10,000 | \$ |
| Total revenues | <u>10,000</u> | <u>10,000</u> | <u>-</u> |
| Expenditures | | | |
| Personnel | | 5,354 | |
| Travel | | 1,076 | |
| Contractual services | | 1,071 | |
| Other direct expenses | | 451 | |
| Equipment | | - | |
| Indirect costs | | 2,048 | |
| Total expenditures | <u>10,000</u> | <u>10,000</u> | <u>-</u> |
| Revenues over (under) expenditures | <u>-</u> | <u>-</u> | <u>-</u> |
| Other Financing Source (Uses) | | | |
| Transfer of local matching funds | <u>-</u> | <u>-</u> | <u>-</u> |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>-</u> |
| Change in fund balance | \$ <u>-</u> | - | \$ <u>-</u> |
| Fund Balances: | | | |
| Beginning of year | | <u>-</u> | |
| End of year | | \$ <u>-</u> | |

MID-EAST COMMISSION
Aging Programs - Senior Center General Purpose
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|---------------------------------------|---------------|---------------|---|
| Revenues | | | |
| Other local | \$ | \$ - | \$ |
| State awards | | 40,622 | |
| Total revenues | <u>40,622</u> | <u>40,622</u> | <u>-</u> |
| Expenditures | | | |
| Personnel | | - | |
| Travel | | - | |
| Contractual services | | 40,622 | |
| Other direct expenses | | - | |
| Indirect costs | | - | |
| Total expenditures | <u>40,622</u> | <u>40,622</u> | <u>-</u> |
| Revenues over (under) expenditures | <u>-</u> | <u>-</u> | <u>-</u> |
| Change in fund balance | <u>\$ -</u> | <u>-</u> | <u>\$ -</u> |
| Fund Balances: | | | |
| Beginning of year | | <u>-</u> | |
| End of year | | <u>\$ -</u> | |

MID-EAST COMMISSION
 Workforce Development Region Q - Administration - WIA 2010
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | Variance Positive (Negative) |
|---------------------------------------|----------------|----------------|------------------------------------|
| Revenues | | | |
| Federal awards | | 193,379 | |
| Local match | | - | |
| Total revenues | <u>193,379</u> | <u>193,379</u> | <u>-</u> |
| Expenditures | | | |
| Administration: | | | |
| Personnel | | 90,331 | |
| Travel | | 12,527 | |
| Contractual services | | 26,843 | |
| Capital outlay | | - | |
| Other direct expenses | | 18,929 | |
| Indirect costs | | 44,749 | |
| Total expenditures (admin) | <u>193,379</u> | <u>193,379</u> | <u>-</u> |
| Revenues over (under) expenditures | <u>-</u> | <u>-</u> | <u>-</u> |
| Change in fund balance | <u>\$ -</u> | <u>-</u> | <u>\$ -</u> |
| Fund Balances: | | | |
| Beginning of year | | <u>-</u> | |
| End of year | | <u>\$ -</u> | |

MID-EAST COMMISSION
Workforce Development Region Q - Adult - WIA 2020
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2024

| | Budget | Actual | Variance Positive (Negative) |
|---------------------------------------|---------|---------|------------------------------------|
| Revenues | | | |
| Federal awards | - | 554,027 | |
| Local funds | | - | |
| Total revenues | 554,027 | 554,027 | - |
| Expenditures | | | |
| Program: | | | |
| Personnel | 76,744 | 76,744 | - |
| Participant wages and fringes | - | - | - |
| Travel | 1,059 | 1,059 | - |
| Contractual services | 414,087 | 414,087 | - |
| Other direct expenses | 24,035 | 24,035 | - |
| Indirect costs | 38,102 | 38,102 | - |
| Total expenditures (program) | 554,027 | 554,027 | - |
| Revenues over (under) expenditures | - | - | - |
| Change in fund balance | \$ - | - | \$ - |
| Fund Balances: | | | |
| Beginning of year | | - | |
| End of year | | \$ - | |

MID-EAST COMMISSION
 Workforce Development Region Q - Dislocated Worker - WIA 2030
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2024

| | Budget | Actual | Variance Positive (Negative) |
|---------------------------------------|---------|---------|------------------------------------|
| Revenues | | | |
| Federal awards | 423,979 | 423,979 | - |
| Total revenues | 423,979 | 423,979 | - |
| Expenditures | | | |
| Program: | | | |
| Personnel | 75,998 | 75,998 | - |
| Participant wages and fringes | - | - | - |
| Travel | 845 | 845 | - |
| Contractual services | 298,595 | 298,595 | - |
| Other direct expenses | 10,371 | 10,371 | - |
| Indirect costs | 38,170 | 38,170 | - |
| Total expenditures (program) | 423,979 | 423,979 | - |
| Revenues over (under) expenditures | - | - | - |
| Change in fund balance | \$ - | - | \$ - |
| Fund Balances: | | | |
| Beginning of year | | - | |
| End of year | | \$ - | |

MID-EAST COMMISSION
 Workforce Development Region Q - Youth - WIA 2040
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2024

| | Budget | Actual | Variance Positive (Negative) |
|---------------------------------------|---------|---------|------------------------------------|
| Revenues | | | |
| Federal awards | | 663,209 | |
| Local Match | | - | |
| Total revenues | 663,209 | 663,209 | - |
| Expenditures | | | |
| Program: | | | |
| Personnel | 96,341 | 96,341 | - |
| Participant wages and fringes | - | - | - |
| Travel | 1,664 | 1,664 | - |
| Contractual services | 503,065 | 503,065 | - |
| Capital outlay | - | - | - |
| Other direct expenses | 17,653 | 17,653 | - |
| Indirect costs | 44,486 | 44,486 | - |
| Total expenditures (program) | 663,209 | 663,209 | - |
| Revenues over (under) expenditures | - | - | - |
| Change in fund balance | \$ - | - | \$ - |
| Fund Balances: | | | |
| Beginning of year | | - | |
| End of year | | \$ - | |

MID-EAST COMMISSION
 Workforce Development Region Q - Other WIOA
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2024

| | Budget | Actual | Variance Positive (Negative) |
|---------------------------------------|---------|---------|------------------------------------|
| Revenues | | | |
| Federal awards | | 76,109 | |
| Local match | | 72,948 | |
| Total revenues | 149,057 | 149,057 | - |
| Program: | | | |
| Personnel | 8,946 | 8,946 | - |
| Participant wages and fringes | - | - | - |
| Travel | - | - | - |
| Contractual services | 391 | 391 | - |
| Capital outlay | - | - | - |
| Other direct expenses | 136,492 | 136,492 | - |
| Indirect costs | 3,228 | 3,228 | - |
| Total expenditures | 149,057 | 149,057 | - |
| Revenues over (under) expenditures | - | - | - |
| Change in fund balance | \$ - | - | \$ - |
| Fund Balances: | | | |
| Beginning of year | | - | |
| End of year | | \$ - | |

MID-EAST COMMISSION
 Workforce Development Region Q - Incentive - NEG
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|---------------------------------------|---------------|---------------|---|
| Revenues | | | |
| Federal awards | | 1,568 | |
| Local match | | - | |
| Total revenues | <u>1,568</u> | <u>1,568</u> | <u>-</u> |
| | | | |
| Program: | | | |
| Personnel | 273 | 273 | - |
| Participant wages and fringes | - | - | - |
| Travel | - | - | - |
| Contractual services | - | - | - |
| Capital outlay | - | - | - |
| Other direct expenses | 1,180 | 1,180 | - |
| Indirect costs | 115 | 115 | - |
| Total expenditures | <u>1,568</u> | <u>1,568</u> | <u>-</u> |
| | | | |
| Revenues over (under) expenditures | <u>-</u> | <u>-</u> | <u>-</u> |
| | | | |
| Change in fund balance | <u>\$ -</u> | <u>-</u> | <u>\$ -</u> |
| | | | |
| Fund Balances: | | | |
| Beginning of year | | <u>-</u> | |
| End of year | | <u>\$ -</u> | |

MID-EAST COMMISSION
Economic Development Programs - Economic Development Administration
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2024

| | Budget | Actual | Variance Positive (Negative) |
|---------------------------------------|----------|----------|------------------------------------|
| Revenues | | | |
| Federal awards | 43,622 | 43,622 | |
| Other local reeve nue | 222,365 | 222,365 | |
| Total revenues | 265,987 | 265,987 | - |
| Expenditures | | | |
| Personnel | 166,852 | 166,852 | - |
| Travel | 1,189 | 1,189 | - |
| Contractual services | 21,686 | 21,686 | - |
| Other direct expenses | 22,629 | 22,629 | - |
| Indirect costs | 74,226 | 74,226 | - |
| Total expenditures | 286,582 | 286,582 | - |
| Revenues over (under) expenditures | (20,595) | (20,595) | - |
| Other Financing Source (Uses) | | | |
| Transfer from ED special projects | - | - | - |
| Transfer of local matching funds | 20,595 | 20,595 | - |
| Total other financing sources (uses) | 20,595 | 20,595 | - |
| Change in fund balance | \$ - | - | \$ - |
| Fund Balances: | | | |
| Beginning of year | | - | |
| End of year | | \$ - | |

MID-EAST COMMISSION
Economic Development Programs - Washington CDBG
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2024

| | Budget | Actual | Variance Positive (Negative) |
|---------------------------------------|--------|--------|------------------------------------|
| Revenues | | | |
| Federal awards | \$ - | \$ - | \$ - |
| State awards | - | - | - |
| Local match | 89 | 89 | - |
| Total revenues | 89 | 89 | - |
| | | | |
| Expenditures | | | |
| Personnel | - | - | - |
| Travel | - | - | - |
| Contractual services | - | - | - |
| Other direct expenses | 89 | 89 | - |
| Indirect costs | - | - | - |
| Total expenditures | 89 | 89 | - |
| | | | |
| Revenues over (under) expenditures | - | - | - |
| | | | |
| Other Financing Source (Uses) | | | |
| Transfer (to) from general fund | - | - | - |
| Total other financing sources (uses) | - | - | - |
| | | | |
| Change in fund balance | \$ - | - | \$ - |
| | | | |
| Fund Balances: | | | |
| Beginning of year | | - | |
| End of year | | \$ - | |

MID-EAST COMMISSION
Economic Development Programs - Martin Projects
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|---------------------------------------|---------------|---------------|---|
| Revenues | | | |
| Federal awards | \$ - | \$ - | \$ - |
| State awards | - | - | - |
| Local revenues | <u>5,623</u> | <u>5,623</u> | <u>-</u> |
| Total revenues | <u>5,623</u> | <u>5,623</u> | <u>-</u> |
| Expenditures | | | |
| Personnel | 3,896 | 3,896 | - |
| Travel | - | - | - |
| Contractual services | - | - | - |
| Other direct expenses | - | - | - |
| Indirect costs | <u>1,727</u> | <u>1,727</u> | <u>-</u> |
| Total expenditures | <u>5,623</u> | <u>5,623</u> | <u>-</u> |
| Revenues over (under) expenditures | <u>-</u> | <u>-</u> | <u>-</u> |
| Other Financing Source (Uses) | | | |
| Transfer (to) from general fund | <u>-</u> | <u>-</u> | <u>-</u> |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>-</u> |
| Change in fund balance | <u>\$ -</u> | <u>-</u> | <u>\$ -</u> |
| Fund Balances: | | | |
| Beginning of year | | <u>-</u> | |
| End of year | | <u>\$ -</u> | |

MID-EAST COMMISSION
Economic Development Programs - Pitt Projects
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2024

| | Budget | Actual | Variance Positive (Negative) |
|---------------------------------------|--------|--------|------------------------------------|
| Revenues | | | |
| Federal awards | \$ - | \$ - | \$ - |
| State awards | - | - | - |
| Local match | 6,005 | 6,005 | - |
| Total revenues | 6,005 | 6,005 | - |
| | | | |
| Expenditures | | | |
| Personnel | 4,051 | 4,051 | - |
| Travel | - | - | - |
| Contractual services | - | - | - |
| Other direct expenses | 123 | 123 | - |
| Indirect costs | 1,831 | 1,831 | - |
| Total expenditures | 6,005 | 6,005 | - |
| | | | |
| Revenues over (under) expenditures | - | - | - |
| | | | |
| Other Financing Source (Uses) | | | |
| Transfer (to) from general fund | - | - | - |
| Total other financing sources (uses) | - | - | - |
| | | | |
| Change in fund balance | \$ - | - | \$ - |
| | | | |
| Fund Balances: | | | |
| Beginning of year | | - | |
| End of year | | \$ - | |

MID-EAST COMMISSION
Economic Development Programs - EDA Disaster Recovery
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | Variance Positive (Negative) |
|---------------------------------------|----------------|----------------|------------------------------------|
| Revenues | | | |
| Federal awards | \$ - | \$ - | \$ - |
| State awards | - | - | - |
| Local match | <u>216,101</u> | <u>216,101</u> | <u>-</u> |
| Total revenues | <u>216,101</u> | <u>216,101</u> | <u>-</u> |
| | | | |
| Expenditures | | | |
| Personnel | 120,370 | 120,370 | - |
| Travel | 849 | 849 | - |
| Contractual services | - | - | - |
| Other direct expenses | 45,722 | 45,722 | - |
| Indirect costs | <u>49,160</u> | <u>49,160</u> | <u>-</u> |
| Total expenditures | <u>216,101</u> | <u>216,101</u> | <u>-</u> |
| | | | |
| Revenues over (under) expenditures | <u>-</u> | <u>-</u> | <u>-</u> |
| | | | |
| Other Financing Source (Uses) | | | |
| Transfer of local matching funds | <u>-</u> | <u>-</u> | <u>-</u> |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>-</u> |
| | | | |
| Change in fund balance | <u>\$ -</u> | - | <u>\$ -</u> |
| | | | |
| Fund Balances: | | | |
| Beginning of year | | <u>-</u> | |
| End of year | | <u>\$ -</u> | |

MID-EAST COMMISSION
Economic Development Programs - EDA Special Projects
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2024

| | Budget | Actual | Variance Positive (Negative) |
|---------------------------------------|--------|--------|------------------------------------|
| Revenues | | | |
| Federal awards | \$ - | \$ - | \$ - |
| State awards | - | - | - |
| Local match | 29,960 | 29,960 | - |
| Total revenues | 29,960 | 29,960 | - |
| | | | |
| Expenditures | | | |
| Personnel | 13,062 | 13,062 | - |
| Travel | 614 | 614 | - |
| Contractual services | 3,696 | 3,696 | - |
| Other direct expenses | 5,821 | 5,821 | - |
| Indirect costs | 6,767 | 6,767 | - |
| Total expenditures | 29,960 | 29,960 | - |
| | | | |
| Revenues over (under) expenditures | - | - | - |
| | | | |
| Other Financing Source (Uses) | | | |
| Transfer (to) from general fund | - | - | - |
| Total other financing sources (uses) | - | - | - |
| | | | |
| Change in fund balance | \$ - | - | \$ - |
| | | | |
| Fund Balances: | | | |
| Beginning of year | | - | |
| End of year | | \$ - | |

MID-EAST COMMISSION
Economic Development Programs - Beaufort County Projects
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
From Inception and For the Fiscal Year Ended June 30, 2024

| | Project Authorization | Prior Years | Current Year | Total to Date | Variance Positive (Negative) |
|---------------------------------------|--------------------------|----------------|-----------------|------------------|------------------------------------|
| Revenues | | | | | |
| Federal awards | \$ - | \$ - | \$ - | \$ - | \$ - |
| Other local revenue | 119,863 | 103,659 | 5,894 | 109,553 | (10,310) |
| Total revenues | <u>119,863</u> | <u>103,659</u> | <u>5,894</u> | <u>109,553</u> | <u>(10,310)</u> |
| Expenditures | | | | | |
| Personnel | 71,925 | 57,930 | 3,658 | 61,588 | 10,337 |
| Travel | 35 | 57 | - | 57 | (22) |
| Contractual services | 761 | 4,418 | - | 4,418 | (3,657) |
| Other direct expenses | 1,122 | 5,000 | 89 | 5,089 | (3,967) |
| Indirect costs | 46,020 | 36,254 | 2,147 | 38,401 | 7,619 |
| Total expenditures | <u>119,863</u> | <u>103,659</u> | <u>5,894</u> | <u>109,553</u> | <u>10,310</u> |
| Revenues over (under) expenditures | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Other Financing Sources (Uses) | | | | | |
| Transfer to other ED funds | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Change in fund balance | <u>\$ -</u> | <u>\$ -</u> | <u>-</u> | <u>\$ -</u> | <u>\$ -</u> |
| Fund Balances: | | | | | |
| Beginning of year | | | <u>-</u> | | |
| End of year | | | <u>\$ -</u> | | |

MID-EAST COMMISSION
Mid-East Revolving Loan Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | Variance Positive (Negative) |
|---------------------------------------|---------------|-------------------|------------------------------------|
| Revenues | | | |
| Interest | | 50,486 | |
| Processing fees | | - | |
| Other local revenue | | - | |
| Program income | - | - | |
| Total revenues | <u>-</u> | <u>50,486</u> | <u>50,486</u> |
| Expenditures | | | |
| Personnel | | - | |
| Travel | | - | |
| Contractual services | | - | |
| Other direct expenses | | 12,931 | |
| Indirect costs | | - | |
| Total expenditures | <u>-</u> | <u>12,931</u> | <u>(12,931)</u> |
| Revenues over (under) expenditures | <u>-</u> | <u>37,555</u> | <u>37,555</u> |
| Change in fund balance | <u>\$ -</u> | 37,555 | <u>\$ 37,555</u> |
| Fund Balances: | | | |
| Beginning of year | | <u>319,686</u> | |
| End of year | | <u>\$ 357,241</u> | |

MID-EAST COMMISSION
Mid-East Revolving Loan Fund - CARES Program
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | Variance Positive (Negative) |
|---------------------------------------|----------------|-------------------|------------------------------------|
| Revenues | | | |
| Interest | \$ 14,758 | \$ 14,758 | \$ - |
| Federal revenue | - | - | - |
| Other local revenue | - | - | - |
| Program income | <u>606,674</u> | <u>98,499</u> | <u>(508,175)</u> |
| Total revenues | <u>621,432</u> | <u>113,257</u> | <u>(508,175)</u> |
| Expenditures | | | |
| Personnel | - | - | - |
| Travel | - | - | - |
| Contractual services | - | - | - |
| Other direct expenses | 7,231 | 7,231 | - |
| Indirect costs | <u>614,200</u> | <u>-</u> | <u>-</u> |
| Total expenditures | <u>621,431</u> | <u>7,231</u> | <u>614,200</u> |
| Revenues over (under) expenditures | <u>1</u> | <u>106,026</u> | <u>106,025</u> |
| Change in fund balance | <u>\$ 1</u> | 106,026 | <u>\$ 106,025</u> |
| Fund Balances: | | | |
| Beginning of year | | <u>244,212</u> | |
| End of year | | <u>\$ 350,238</u> | |

MID-EAST COMMISSION
 RLF Sequester
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|------------------------|---------------|---------------|---|
| Revenues | | | |
| Interest income | \$ - | \$ - | \$ - |
| Total revenues | <u>-</u> | <u>-</u> | <u>-</u> |
| Expenditures | | | |
| Personnel | - | - | - |
| Other direct expenses | - | - | - |
| Indirect costs | <u>-</u> | <u>-</u> | <u>-</u> |
| Total expenditures | <u>-</u> | <u>-</u> | <u>-</u> |
| Change in fund balance | <u>\$ -</u> | - | <u>\$ -</u> |
| Fund Balances: | | | |
| Beginning of year | | <u>-</u> | |
| End of year | | <u>\$ -</u> | |

MID-EAST COMMISSION
Mid-East Revolving Loan Fund
Service and Marketing
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2024

| | Budget | Actual | Variance Positive (Negative) |
|---------------------------------------|-----------|-----------|------------------------------------|
| Revenues | | | |
| Interest | \$ - | \$ - | \$ - |
| Processing fees | - | - | - |
| Other local revenue | 12,932 | 12,932 | - |
| Program income | - | - | - |
| Total revenues | 12,932 | 12,932 | - |
| Expenditures | | | |
| Personnel | - | - | - |
| Travel | - | - | - |
| Contractual services | - | - | - |
| Other direct expenses | - | 750 | (750) |
| Indirect costs | - | - | - |
| Total expenditures | - | 750 | (750) |
| Revenues over (under) expenditures | 12,932 | 12,182 | (750) |
| Change in fund balance | \$ 12,932 | 12,182 | \$ (750) |
| Fund Balances: | | | |
| Beginning of year | | 78,513 | |
| End of year | | \$ 90,695 | |

MID-EAST COMMISSION
 Inter Program Training
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual
 For the Fiscal Year Ended June 30, 2016

| | <u>Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|------------------------|---------------|---------------|---|
| Revenues | | | |
| Federal awards | - | - | - |
| Local revenues | 6,930 | 6,930 | - |
| Total revenues | <u>6,930</u> | <u>6,930</u> | <u>-</u> |
| Expenditures | | | |
| Personnel | 3,119 | 3,119 | - |
| Travel | 844 | 844 | - |
| Other direct expenses | 1,741 | 1,741 | - |
| Indirect costs | 1,226 | 1,226 | - |
| Total expenditures | <u>6,930</u> | <u>6,930</u> | <u>-</u> |
| Change in fund balance | <u>\$ -</u> | <u>-</u> | <u>\$ -</u> |
| Fund Balances: | | | |
| Beginning of year | | <u>-</u> | |
| End of year | | <u>\$ -</u> | |

MID-EAST COMMISSION
Mid-East Revolving Loan Fund
Service and Marketing - CARES Program
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | Variance Positive (Negative) |
|---------------------------------------|---------------|-----------------|------------------------------------|
| Revenues | | | |
| Interest | - | - | - |
| Processing fees | - | - | - |
| Federal revenues | - | - | - |
| Program income | - | 7,229 | 7,229 |
| Total revenues | <u>-</u> | <u>7,229</u> | <u>7,229</u> |
| Expenditures | | | |
| Personnel | - | - | - |
| Travel | - | - | - |
| Contractual services | - | - | - |
| Other direct expenses | - | - | - |
| Indirect costs | - | - | - |
| Total expenditures | <u>-</u> | <u>-</u> | <u>-</u> |
| Revenues over (under) expenditures | <u>-</u> | <u>7,229</u> | <u>7,229</u> |
| Change in fund balance | \$ <u>-</u> | 7,229 | \$ <u>7,229</u> |
| Fund Balances: | | | |
| Beginning of year | | <u>2,303</u> | |
| End of year | | \$ <u>9,532</u> | |

MID-EAST COMMISSION
Golden Leaf - R.A.M.P.
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | Variance Positive (Negative) |
|---------------------------------------|---------------|----------------|------------------------------------|
| Revenues | | | |
| Federal awards | \$ | \$ - | \$ |
| State awards | | 311,950 | |
| Local funds | | - | |
| Total revenues | <u>-</u> | <u>311,950</u> | <u>(311,950)</u> |
| | | | |
| Expenditures | | | |
| Personnel | | - | |
| Travel | | 259 | |
| Contractual services | | - | |
| Other direct expenses | | 311,691 | |
| Indirect costs | | - | |
| Total expenditures | <u>-</u> | <u>311,950</u> | <u>(311,950)</u> |
| | | | |
| Revenues over (under) expenditures | <u>-</u> | <u>-</u> | <u>-</u> |
| | | | |
| Other Financing Source (Uses) | | | |
| Transfer (to) from general fund | <u>-</u> | <u>-</u> | <u>-</u> |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>-</u> |
| | | | |
| Change in fund balance | <u>\$ -</u> | - | <u>\$ -</u> |
| | | | |
| Fund Balances: | | | |
| Beginning of year | | <u>-</u> | |
| End of year | | <u>\$ -</u> | |

MID-EAST COMMISSION
NCHFA - Essential Single Family Rehab
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | Variance Positive (Negative) |
|---------------------------------------|---------------|-----------------|------------------------------------|
| Revenues | | | |
| Federal awards | \$ | \$ 8,665 | \$ |
| State awards | | 10,075 | |
| Local funds | | - | |
| Total revenues | <u>-</u> | <u>18,740</u> | <u>18,740</u> |
| | | | |
| Expenditures | | | |
| Personnel | | 70 | |
| Travel | | - | |
| Contractual services | | 15,385 | |
| Other direct expenses | | - | |
| Indirect costs | | 92 | |
| Total expenditures | <u>-</u> | <u>15,547</u> | <u>(15,547)</u> |
| | | | |
| Revenues over (under) expenditures | <u>-</u> | <u>3,193</u> | <u>3,193</u> |
| | | | |
| Other Financing Source (Uses) | | | |
| Transfer (to) from general fund | <u>-</u> | <u>-</u> | <u>-</u> |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>-</u> |
| | | | |
| Change in fund balance | \$ <u>-</u> | 3,193 | \$ <u>3,193</u> |
| | | | |
| Fund Balances: | | | |
| Beginning of year | | <u>(725)</u> | |
| End of year | | \$ <u>2,468</u> | |

PROPRIETARY FUNDS

Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the governing body has decided that periodic determination of net income is appropriate for accountability purposes.

MID-EAST COMMISSION
Combining Statement of Fund Net Position - Proprietary Funds
Mid-East Development Corporation
June 30, 2024

| | Twin Gables | Belhaven Senior Center | Veranda | Dogwoods | Management & Operations | Total |
|--|--------------------|------------------------------|--------------------|---------------------|----------------------------|---------------------|
| ASSETS | | | | | | |
| Current assets: | | | | | | |
| Cash and cash equivalents | \$ 17,717 | \$ - | \$ 75,870 | \$ 17,769 | \$ 160,653 | \$ 272,009 |
| Security deposits | 7,504 | - | 2,102 | 14,723 | - | 24,329 |
| Escrow | 2,537 | - | 2,486 | 12,745 | - | 17,768 |
| Reserve | 60,610 | - | 11,629 | 84,095 | - | 156,334 |
| Accounts receivable | - | 13,629 | - | 7,008 | - | 20,637 |
| Prepaid expenses | 729 | - | 790 | 4,063 | - | 5,582 |
| Total current assets | <u>89,097</u> | <u>13,629</u> | <u>92,877</u> | <u>140,403</u> | <u>160,653</u> | <u>496,659</u> |
| Capital assets: | | | | | | |
| Building | 250,105 | - | 367,137 | 1,213,729 | - | 1,830,971 |
| Land | 10,000 | - | 20,000 | 68,750 | - | 98,750 |
| Improvements | 10,027 | - | 9,425 | - | - | 19,452 |
| Furniture | - | - | 4,775 | 10,547 | - | 15,322 |
| Accumulated Depreciation | (202,127) | - | (205,098) | (931,561) | - | (1,338,786) |
| Total capital assets, net | <u>68,005</u> | <u>-</u> | <u>196,239</u> | <u>361,465</u> | <u>-</u> | <u>625,709</u> |
| Total Assets | <u>157,102</u> | <u>13,629</u> | <u>289,116</u> | <u>501,868</u> | <u>160,653</u> | <u>1,122,368</u> |
| LIABILITIES | | | | | | |
| Current liabilities: | | | | | | |
| Accounts payable and accrued liabilities | 672 | - | 4,098 | 8,190 | 22,226 | 35,186 |
| Security deposits | 7,504 | - | 2,102 | 14,723 | - | 24,329 |
| Notes payable - current | 4,564 | - | 7,841 | 26,516 | - | 38,921 |
| Total current liabilities | <u>12,740</u> | <u>-</u> | <u>14,041</u> | <u>49,429</u> | <u>22,226</u> | <u>98,436</u> |
| Non-current liabilities | | | | | | |
| Notes payable - non-current | 176,922 | - | 316,077 | 760,999 | - | 1,253,998 |
| Total non-current liabilities | <u>176,922</u> | <u>-</u> | <u>316,077</u> | <u>760,999</u> | <u>-</u> | <u>1,253,998</u> |
| Total Liabilities | <u>189,662</u> | <u>-</u> | <u>330,118</u> | <u>810,428</u> | <u>22,226</u> | <u>1,352,434</u> |
| NET POSITION | | | | | | |
| Net Investment in Capital Assets | (113,481) | - | (127,679) | (426,050) | - | (667,210) |
| Unrestricted | 80,921 | 13,629 | 86,677 | 117,490 | 138,427 | 437,144 |
| Total Net Position | <u>\$ (32,560)</u> | <u>\$ 13,629</u> | <u>\$ (41,002)</u> | <u>\$ (308,560)</u> | <u>\$ 138,427</u> | <u>\$ (230,066)</u> |

MID-EAST COMMISSION
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the Year Ended June 30, 2024

| | Twin Gables | Belhaven Senior Center | Veranda | Dogwoods | Management & Operations | Total |
|---|--------------------|------------------------------|--------------------|---------------------|----------------------------|---------------------|
| OPERATING REVENUES: | | | | | | |
| Rental income | \$ 21,903 | \$ - | \$ 22,043 | \$ 180,125 | \$ - | \$ 224,071 |
| Operation and management | - | - | 220 | 2,035 | - | 2,255 |
| Other local revenue | 278 | - | 385 | - | 530 | 1,193 |
| Total operating revenues | <u>22,181</u> | <u>-</u> | <u>22,648</u> | <u>182,160</u> | <u>530</u> | <u>227,519</u> |
| OPERATING EXPENSES | | | | | | |
| Management related | 17,382 | - | 12,722 | 35,396 | - | 65,500 |
| Operation of program services | 23,475 | - | 42,031 | 68,896 | 300 | 134,702 |
| Depreciation | 6,541 | - | 6,428 | 31,907 | - | 44,876 |
| Contractual services | 24,307 | - | 15,356 | 37,750 | - | 77,413 |
| Total operating expenditures | <u>71,705</u> | <u>-</u> | <u>76,537</u> | <u>173,949</u> | <u>300</u> | <u>322,491</u> |
| Operating income (loss) | <u>(49,524)</u> | <u>-</u> | <u>(53,889)</u> | <u>8,211</u> | <u>230</u> | <u>(94,972)</u> |
| NON-OPERATING REVENUES (EXPENSES): | | | | | | |
| Rental assistance received | 49,330 | - | 57,970 | - | - | 107,300 |
| Interest subsidies received | - | - | - | - | - | - |
| Interest income | 6 | - | 1 | 95 | 310 | 412 |
| Interest expense | (1,708) | - | (3,708) | (3,954) | - | (9,370) |
| Total nonoperating revenues(expenses) | <u>47,628</u> | <u>-</u> | <u>54,263</u> | <u>(3,859)</u> | <u>310</u> | <u>98,342</u> |
| Change in net position | (1,896) | - | 374 | 4,352 | 540 | 3,370 |
| Net position, beginning | \$ (30,664) | \$ 13,629 | \$ (41,376) | \$ (312,912) | \$ 137,887 | \$ (233,436) |
| Net position, ending | <u>\$ (32,560)</u> | <u>\$ 13,629</u> | <u>\$ (41,002)</u> | <u>\$ (308,560)</u> | <u>\$ 138,427</u> | <u>\$ (230,066)</u> |

MID-EAST COMMISSION
Combining Statement of Cash Flows
Proprietary Fund
For the Fiscal Year Ended June 30, 2024

| | Twin Gables | Belhaven Senior Center | Veranda | Dogwoods | Management & Operations | Total |
|---|--------------------|------------------------------|--------------------|-------------------|----------------------------|--------------------|
| Cash Flows From Operating Activities: | | | | | | |
| Cash Received from Customers/others | \$ 22,181 | \$ - | \$ 22,648 | \$ 182,160 | \$ 530 | \$ 227,519 |
| Cash Paid for Goods, Services, & Employees | - | - | - | - | - | - |
| Net Cash Provided by (Used for) Operating Activities | <u>(42,366)</u> | <u>-</u> | <u>(50,365)</u> | <u>34,812</u> | <u>230</u> | <u>(57,689)</u> |
| Cash Flows from Noncapital Financing Activities: | | | | | | |
| Rental assistance and interest subs | 49,330 | - | 57,970 | - | - | 107,300 |
| Net Cash Provided by (Used for) Noncapital Financing Activities | <u>49,330</u> | <u>-</u> | <u>57,970</u> | <u>-</u> | <u>-</u> | <u>107,300</u> |
| Cash Flows from Capital and Related Financing Activities: | | | | | | |
| Acquisition and Construction of Capital Assets | - | - | (4,310) | (5,740) | - | (10,050) |
| Principal Paid on Bond\Note Maturities and Capital Leases | (1,588) | - | (1,374) | (24,852) | - | (27,814) |
| Disposal of asset | - | - | - | - | - | - |
| Interest Paid on Bond\Note Maturities and Capital Leases | (1,708) | - | (3,708) | (3,954) | - | (9,370) |
| Capital contributions | - | - | - | - | - | - |
| Net Cash Provided (Used for) Capital and Related Financing Activities | <u>(3,296)</u> | <u>-</u> | <u>(9,392)</u> | <u>(34,546)</u> | <u>-</u> | <u>(47,234)</u> |
| Cash Flows from Investing Activities: | | | | | | |
| Interest on investments | 6 | - | 1 | 95 | 310 | 412 |
| Net Increase (Decrease) in Cash and Cash Equivalents | 3,674 | - | (1,786) | 361 | 540 | 2,789 |
| Cash and cash equivalents, July 1 | 84,694 | - | 93,873 | 128,971 | 160,113 | 467,651 |
| Cash and cash equivalents, June 30 | <u>\$ 88,368</u> | <u>\$ -</u> | <u>\$ 92,087</u> | <u>\$ 129,332</u> | <u>\$ 160,653</u> | <u>\$ 470,440</u> |
| Reconciliation of Operating Income to Net Cash Provided by Operating Activities: | | | | | | |
| Operating Activities: | | | | | | |
| Operating Income (Loss) | \$ (49,524) | \$ - | \$ (53,889) | \$ 8,211 | \$ 230 | \$ (94,972) |
| Adjustments to Reconcile Operating Income to Net Cash Provided Operating Activities: | | | | | | |
| Depreciation | 6,541 | - | 6,428 | 31,907 | - | 44,876 |
| Changes in Assets and Liabilities: | | | | | | |
| (Increase) Decrease | | | | | | |
| in Accounts Receivable | - | - | - | 1,721 | - | 1,721 |
| in Prepaids | (544) | - | (605) | (863) | - | (2,012) |
| Increase (Decrease) | | | | | | |
| in Accounts Payable & accrued liabilities | (3,365) | - | (1,999) | (7,274) | - | (12,638) |
| in Customer Deposits | 4,526 | - | (300) | 1,110 | - | 5,336 |
| Total Adjustments | <u>7,158</u> | <u>-</u> | <u>3,524</u> | <u>26,601</u> | <u>-</u> | <u>37,283</u> |
| Net Cash Provided by Operating Activities | <u>\$ (42,366)</u> | <u>\$ -</u> | <u>\$ (50,365)</u> | <u>\$ 34,812</u> | <u>\$ 230</u> | <u>\$ (57,689)</u> |

MID-EAST COMMISSION
Enterprise Fund - TWIN GABLES
Schedule of Revenues and Expenditures
Budget and Actual - (Non-GAAP)
For the Fiscal Year Ended June 30, 2024

| | 2024 | | Variance Positive (Negative) |
|------------------------------------|-----------------|---------------|------------------------------------|
| | Final Budget | Actual | |
| Revenues: | | | |
| Operating Revenues | | | |
| Rental income | \$ | \$ 21,903 | \$ |
| Operation and management | | - | |
| Other local revenue | | 278 | |
| Total operating revenues | <u>22,181</u> | <u>22,181</u> | <u>-</u> |
| Nonoperating Revenues | | | |
| Assistance/subsidies | 49,330 | 49,330 | - |
| Interest on Investments | <u>6</u> | <u>6</u> | <u>-</u> |
| Total Revenues | <u>71,517</u> | <u>71,517</u> | <u>-</u> |
| Expenditures: | | | |
| Management Related | | | |
| Salaries and employee benefits | | 17,382 | |
| Repairs and maintenance | | - | |
| Operating expenses | | - | |
| Total | <u>17,382</u> | <u>17,382</u> | <u>-</u> |
| Operating and Program Services | | | |
| Salaries and employee benefits | | - | |
| Repairs and maintenance | | - | |
| Operating expenses | | 23,475 | |
| Total | <u>23,475</u> | <u>23,475</u> | <u>-</u> |
| Contractual Services | | | |
| Salaries and employee benefits | | - | |
| Repairs and maintenance | | 24,307 | |
| Operating expenses | | - | |
| Total | <u>24,307</u> | <u>24,307</u> | <u>-</u> |
| Budgetary Appropriations: | | | |
| Capital Outlay | | - | |
| Interest Paid | | 1,708 | |
| Debt Principal | | 1,588 | |
| Total | <u>-</u> | <u>3,296</u> | <u>(3,296)</u> |
| Total Expenditures | <u>65,164</u> | <u>68,460</u> | <u>(3,296)</u> |
| Revenues Over (Under) Expenditures | <u>6,353</u> | <u>3,057</u> | <u>(3,296)</u> |

MID-EAST COMMISSION
Enterprise Fund - TWIN GABLES
Schedule of Revenues and Expenditures
Budget and Actual - (Non-GAAP)
For the Fiscal Year Ended June 30, 2024

| | 2024 | | Variance Positive (Negative) |
|--|-----------------|-----------------|------------------------------------|
| | Final Budget | Actual | |
| Other Financing Sources and (Uses): | | | |
| Bond Proceeds | - | - | - |
| Transfer to other funds | - | - | - |
| Transfer from other funds | - | - | - |
| Total Other Financing Sources (Uses) | <u>-</u> | <u>-</u> | <u>-</u> |
| Revenues and Other Sources Over (Under) Expenses and Other Uses | 6,353 | 3,057 | (3,296) |
| Appropriated Fund Balance | <u>-</u> | <u>-</u> | <u>-</u> |
| Revenues, Other Sources and Appropriated Fund Balance Over (Under) Expenditures and Other Uses | <u>\$ 6,353</u> | <u>\$ 3,057</u> | <u>\$ (3,296)</u> |

Reconciliation from Budgetary Basis (Modified Accrual) to Full Accrual:

| | |
|--|-------------------|
| Revenues, Other Sources and Appropriated Fund Balance Over (Under) Expenditures and Other Uses | \$ <u>3,057</u> |
| Reconciling items: | |
| Capital Outlay | - |
| Principal Payments | 1,588 |
| Decrease in accrued vacation pay | - |
| Other revenues from capital projects | - |
| Interest from capital projects | - |
| Increase in accrued OPEB | - |
| Change in accrued interest | - |
| Expenditures in capital project | - |
| Capital contributions - grant | - |
| Depreciation | <u>(6,541)</u> |
| Total reconciling items | <u>(4,953)</u> |
| Change in net position | <u>\$ (1,896)</u> |

MID-EAST COMMISSION
Enterprise Fund - BELHAVEN SENIOR CENTER
Schedule of Revenues and Expenditures
Budget and Actual - (Non-GAAP)
For the Fiscal Year Ended June 30, 2024

| | 2024 | | Variance Positive (Negative) |
|---|-----------------|----------|------------------------------------|
| | Final Budget | Actual | |
| Revenues: | | | |
| Operating Revenues | | | |
| Rental income | \$ | \$ - | \$ |
| Operation and management | | - | |
| Other local revenue | | - | |
| Total operating revenues | <u>-</u> | <u>-</u> | <u>-</u> |
| Nonoperating Revenues | | | |
| Assistance/subsidies | - | - | - |
| Interest on Investments | - | - | - |
| Total Revenues | <u>-</u> | <u>-</u> | <u>-</u> |
| Expenditures: | | | |
| Management Related | | | |
| Salaries and employee benefits | | - | |
| Repairs and maintenance | | - | |
| Operating expenses | | - | |
| Total | <u>-</u> | <u>-</u> | <u>-</u> |
| Operating and Program Services | | | |
| Salaries and employee benefits | | - | |
| Repairs and maintenance | | - | |
| Operating expenses | | - | |
| Total | <u>-</u> | <u>-</u> | <u>-</u> |
| Contractual Services | | | |
| Salaries and employee benefits | | - | |
| Repairs and maintenance | | - | |
| Operating expenses | | - | |
| Total | <u>-</u> | <u>-</u> | <u>-</u> |
| Budgetary Appropriations: | | | |
| Capital Outlay | | - | |
| Interest Paid | | - | |
| Debt Principal | | - | |
| Total | <u>-</u> | <u>-</u> | <u>-</u> |
| Total Expenditures | <u>-</u> | <u>-</u> | <u>-</u> |
| Revenues Over (Under) Expenditures | <u>-</u> | <u>-</u> | <u>-</u> |

MID-EAST COMMISSION
Enterprise Fund - BELHAVEN SENIOR CENTER
Schedule of Revenues and Expenditures
Budget and Actual - (Non-GAAP)
For the Fiscal Year Ended June 30, 2024

| | 2024 | | Variance Positive (Negative) |
|--|-----------------|-------------|------------------------------------|
| | Final Budget | Actual | |
| Other Financing Sources and (Uses): | | | |
| Bond Proceeds | - | - | - |
| Transfer to other funds | - | - | - |
| Transfer from other funds | - | - | - |
| Total Other Financing Sources (Uses) | <u>-</u> | <u>-</u> | <u>-</u> |
| Revenues and Other Sources Over (Under) Expenses and Other Uses | - | - | - |
| Appropriated Fund Balance | <u>-</u> | <u>-</u> | <u>-</u> |
| Revenues, Other Sources and Appropriated Fund Balance Over (Under) Expenditures and Other Uses | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

Reconciliation from Budgetary Basis (Modified Accrual) to Full Accrual:

| | |
|--|-------------|
| Revenues, Other Sources and Appropriated Fund Balance Over (Under) Expenditures and Other Uses | \$ <u>-</u> |
| Reconciling items: | |
| Capital Outlay | - |
| Principal Payments | - |
| Depreciation | - |
| Total reconciling items | <u>-</u> |
| Change in net position | <u>\$ -</u> |

MID-EAST COMMISSION
Enterprise Fund - VERANDA
Schedule of Revenues and Expenditures
Budget and Actual - (Non-GAAP)
For the Fiscal Year Ended June 30, 2024

| | 2024 | | Variance Positive (Negative) |
|---|-----------------|---------------|------------------------------------|
| | Final Budget | Actual | |
| Revenues: | | | |
| Operating Revenues | | | |
| Rental income | \$ | \$ 22,043 | \$ |
| Operation and management | | 220 | |
| Other local revenue | | 385 | |
| Total operating revenues | <u>22,648</u> | <u>22,648</u> | <u>-</u> |
| Nonoperating Revenues | | | |
| Assistance/subsidies | | 57,970 | |
| Interest on Investments | | 1 | |
| | <u>-</u> | <u>57,971</u> | |
| Total Revenues | <u>22,648</u> | <u>80,619</u> | <u>57,971</u> |
| Expenditures: | | | |
| Management Related | | | |
| Salaries and employee benefits | | 12,722 | |
| Repairs and maintenance | | - | |
| Operating expenses | | - | |
| Total | <u>12,722</u> | <u>12,722</u> | <u>-</u> |
| Operating and Program Services | | | |
| Salaries and employee benefits | | - | |
| Repairs and maintenance | | - | |
| Operating expenses | | 42,031 | |
| Total | <u>42,031</u> | <u>42,031</u> | <u>-</u> |
| Contractual Services | | | |
| Salaries and employee benefits | | - | |
| Repairs and maintenance | | - | |
| Operating expenses | | 15,356 | |
| Total | <u>15,356</u> | <u>15,356</u> | <u>-</u> |
| Budgetary Appropriations: | | | |
| Capital Outlay | | - | |
| Interest Paid | | 3,708 | |
| Debt Principal | | 1,374 | |
| Total | <u>-</u> | <u>5,082</u> | <u>(5,082)</u> |
| Total Expenditures | <u>70,109</u> | <u>75,191</u> | <u>(5,082)</u> |
| Revenues Over (Under) Expenditures | <u>(47,461)</u> | <u>5,428</u> | <u>52,889</u> |

MID-EAST COMMISSION
Enterprise Fund - VERANDA
Schedule of Revenues and Expenditures
Budget and Actual - (Non-GAAP)
For the Fiscal Year Ended June 30, 2024

| | 2024 | | Variance Positive (Negative) |
|--|--------------------|-----------------|------------------------------------|
| | Final Budget | Actual | |
| Other Financing Sources and (Uses): | | | |
| Bond Proceeds | - | - | - |
| Transfer to other funds | - | - | - |
| Transfer from other funds | - | - | - |
| Total Other Financing Sources (Uses) | <u>-</u> | <u>-</u> | <u>-</u> |
| Revenues and Other Sources Over (Under) Expenses and Other Uses | (47,461) | 5,428 | 52,889 |
| Appropriated Fund Balance | <u>-</u> | <u>-</u> | <u>-</u> |
| Revenues, Other Sources and Appropriated Fund Balance Over (Under) Expenditures and Other Uses | <u>\$ (47,461)</u> | <u>\$ 5,428</u> | <u>\$ 52,889</u> |

Reconciliation from Budgetary Basis (Modified Accrual) to Full Accrual:

| | |
|--|-----------------|
| Revenues, Other Sources and Appropriated Fund Balance Over (Under) Expenditures and Other Uses | \$ <u>5,428</u> |
| Reconciling items: | |
| Capital Outlay | - |
| Principal Payments | 1,374 |
| Depreciation | <u>(6,428)</u> |
| Total reconciling items | <u>(5,054)</u> |
| Change in net position | <u>\$ 374</u> |

MID-EAST COMMISSION
Enterprise Fund - DOGWOODS
Schedule of Revenues and Expenditures
Budget and Actual - (Non-GAAP)
For the Fiscal Year Ended June 30, 2024

| | 2024 | | Variance Positive (Negative) |
|------------------------------------|-----------------|----------------|------------------------------------|
| | Final Budget | Actual | |
| Revenues: | | | |
| Operating Revenues | | | |
| Rental income | \$ | \$ 180,125 | \$ |
| Operation and management | | 2,035 | |
| Other local revenue | | - | |
| Total operating revenues | <u>182,160</u> | <u>182,160</u> | <u>-</u> |
| Nonoperating Revenues | | | |
| Assistance/subsidies | - | - | - |
| Interest on Investments | <u>95</u> | <u>95</u> | <u>-</u> |
| Total Revenues | <u>182,255</u> | <u>182,255</u> | <u>-</u> |
| Expenditures: | | | |
| Management Related | | | |
| Salaries and employee benefits | | 35,396 | |
| Repairs and maintenance | | - | |
| Operating expenses | - | - | |
| Total | <u>35,396</u> | <u>35,396</u> | <u>-</u> |
| Operating and Program Services | | | |
| Salaries and employee benefits | | - | |
| Repairs and maintenance | | - | |
| Operating expenses | | 68,896 | |
| Total | <u>68,896</u> | <u>68,896</u> | <u>-</u> |
| Contractual Services | | | |
| Salaries and employee benefits | | - | |
| Repairs and maintenance | | 37,750 | |
| Operating expenses | | - | |
| Total | <u>37,750</u> | <u>37,750</u> | <u>-</u> |
| Budgetary Appropriations: | | | |
| Capital Outlay | | 5,740 | |
| Interest Paid | | 3,954 | |
| Debt Principal | | 24,852 | |
| Total | <u>-</u> | <u>34,546</u> | <u>(34,546)</u> |
| Total Expenditures | <u>142,042</u> | <u>176,588</u> | <u>(34,546)</u> |
| Revenues Over (Under) Expenditures | <u>40,213</u> | <u>5,667</u> | <u>(34,546)</u> |

MID-EAST COMMISSION
Enterprise Fund - DOGWOODS
Schedule of Revenues and Expenditures
Budget and Actual - (Non-GAAP)
For the Fiscal Year Ended June 30, 2024

| | 2024 | | Variance Positive (Negative) |
|--|------------------|-----------------|------------------------------------|
| | Final Budget | Actual | |
| Other Financing Sources and (Uses): | | | |
| Bond Proceeds | - | - | - |
| Transfer to other funds | - | - | - |
| Transfer from other funds | - | - | - |
| Total Other Financing Sources (Uses) | <u>-</u> | <u>-</u> | <u>-</u> |
| Revenues and Other Sources Over (Under) Expenses and Other Uses | 40,213 | 5,667 | (34,546) |
| Appropriated Fund Balance | <u>-</u> | <u>-</u> | <u>-</u> |
| Revenues, Other Sources and Appropriated Fund Balance Over (Under) Expenditures and Other Uses | <u>\$ 40,213</u> | <u>\$ 5,667</u> | <u>\$ (34,546)</u> |

Reconciliation from Budgetary Basis (Modified Accrual) to Full Accrual:

| | |
|--|-----------------|
| Revenues, Other Sources and Appropriated Fund Balance Over (Under) Expenditures and Other Uses | \$ <u>5,667</u> |
| Reconciling items: | |
| Capital Outlay | 5,740 |
| Principal Payments | 24,852 |
| Depreciation | <u>(31,907)</u> |
| Total reconciling items | (1,315) |
| Change in net position | <u>\$ 4,352</u> |

MID-EAST COMMISSION
Enterprise Fund - MANAGEMENT AND OPERATIONS
Schedule of Revenues and Expenditures
Budget and Actual - (Non-GAAP)
For the Fiscal Year Ended June 30, 2024

| | 2024 | | Variance Positive (Negative) |
|---|-----------------|------------|------------------------------------|
| | Final Budget | Actual | |
| Revenues: | | | |
| Operating Revenues | | | |
| Rental income | \$ | \$ - | \$ |
| Operation and management | | - | |
| Other local revenue | | 530 | |
| Total operating revenues | - | 530 | 530 |
| Nonoperating Revenues | | | |
| Assistance/subsidies | - | - | - |
| Interest on Investments | 310 | 310 | - |
| Total Revenues | 310 | 840 | 530 |
| Expenditures: | | | |
| Management Related | | | |
| Salaries and employee benefits | | - | |
| Repairs and maintenance | | - | |
| Operating expenses | | - | |
| Total | - | - | - |
| Operating and Program Services | | | |
| Salaries and employee benefits | | - | |
| Repairs and maintenance | | - | |
| Operating expenses | | 300 | |
| Total | 310 | 300 | 10 |
| Contractual Services | | | |
| Salaries and employee benefits | | - | |
| Repairs and maintenance | | - | |
| Operating expenses | | - | |
| Total | - | - | - |
| Budgetary Appropriations: | | | |
| Capital Outlay | | - | |
| Interest Paid | | - | |
| Debt Principal | | - | |
| Total | - | - | - |
| Total Expenditures | 310 | 300 | 10 |
| Revenues Over (Under) Expenditures | - | 540 | 540 |

MID-EAST COMMISSION
Enterprise Fund - MANAGEMENT AND OPERATIONS
Schedule of Revenues and Expenditures
Budget and Actual - (Non-GAAP)
For the Fiscal Year Ended June 30, 2024

| | 2024 | | Variance Positive (Negative) |
|--|-----------------|---------------|------------------------------------|
| | Final Budget | Actual | |
| Other Financing Sources and (Uses): | | | |
| Bond Proceeds | - | - | - |
| Transfer to other funds | - | - | - |
| Transfer from other funds | - | - | - |
| Total Other Financing Sources (Uses) | <u>-</u> | <u>-</u> | <u>-</u> |
| Revenues and Other Sources Over (Under) Expenses and Other Uses | - | 540 | 540 |
| Appropriated Fund Balance | <u>-</u> | <u>-</u> | <u>-</u> |
| Revenues, Other Sources and Appropriated Fund Balance Over (Under) Expenditures and Other Uses | <u>\$ -</u> | <u>\$ 540</u> | <u>\$ 540</u> |

Reconciliation from Budgetary Basis (Modified Accrual) to Full Accrual:

| | |
|--|---------------|
| Revenues, Other Sources and Appropriated Fund Balance Over (Under) Expenditures and Other Uses | \$ <u>540</u> |
| Reconciling items: | |
| Capital Outlay | - |
| Principal Payments | - |
| Depreciation | - |
| Total reconciling items | <u>-</u> |
| Change in net position | <u>\$ 540</u> |

Mid-East Commission
Schedule of Indirect Costs
For the Year Ended June 30, 2024

| | |
|--------------------------|-----------------------|
| Salaries | \$ 356,844 |
| Fringe benefits | 135,660 |
| Professional services | 40,582 |
| Operating costs | 128,934 |
| Travel | 7,006 |
| Total Indirect Costs | <u>\$ 669,027</u> |

COMPLIANCE SECTION



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**Report on Internal Control Over Financial Reporting And On Compliance
And Other Matters Based On An Audit Of Financial Statements
Performed In Accordance With *Government Auditing Standards***

Independent Auditor's Report

To the Board of Directors
Mid-East Commission
Washington, North Carolina

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Mid-East Commission, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprises Mid-East Commission' basic financial statements, and have issued our report thereon dated November 18, 2024.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

Thompson, Price, Scott, Adams & Co., PA
Wilmington, North Carolina
November 18, 2024



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Report On Compliance For Each Major Federal Program; Report On Internal Control Over Compliance; With OMB Uniform Guidance and the State Single Audit Implementation Act

Independent Auditor's Report

To the Board of Directors
Mid-East Commission
Washington, North Carolina

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Mid-East Commission's compliance with the types of compliance requirements described in the OMB *Compliance Supplement* and the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission, that could have a direct and material effect on each of Mid-East Commission's major federal programs for the year ended June 30, 2024. Mid-East Commission's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Mid-East Commission complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and the State Single Audit Implementation Act. Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Mid-East Commission and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a reasonable basis for our opinion on compliance for each major federal program. Our audit does not provide a legal

determination of Mid-East Commission' compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Mid-East Commission's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of Mid-East Commission's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Mid-East Commission's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or combination of

deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

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

Thompson, Price, Scott, Adams & Co., PA
Wilmington, North Carolina
November 18, 2024



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**Report on Compliance for Each Major State Program; Report on Internal Control Over
Compliance; With OMB Uniform Guidance and the State Single Audit Implementation Act**

Independent Auditor's Report

To the Board of Directors
Mid-East Commission
Washington, North Carolina

Report on Compliance for Each Major State Program

Opinion on Each Major State Program

We have audited Mid-East Commission's compliance with the types of compliance requirements described in the OMB *Compliance Supplement* and the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission, that could have a direct and material effect on each of Mid-East Commission's major State programs for the year ended June 30, 2024. The Mid-East Commission's major State programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Mid-East Commission complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major State programs for the year ended June 30, 2024.

Basis for Opinion on Each Major State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and the State Single Audit Implementation Act. Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Mid-East Commission and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a reasonable basis for our opinion on compliance for each major State program. Our audit does not provide a legal determination of the Mid-East Commission's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Mid-East Commission's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of Mid-East Commission's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Mid-East Commission's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

A deficiency *in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a State program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a State program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance with a type of compliance requirement of a State program that is

less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

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

Thompson, Price, Scott, Adams & Co., PA
Wilmington, North Carolina
November 18, 2024

**MID-EAST COMMISSION
WASHINGTON, NORTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

Section I. Summary of Auditor's Results

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance to GAAP: Unmodified

Internal control over financial reporting:

Material weaknesses identified? Yes No
 Significant deficiency(s) identified? Yes None Reported

Noncompliance material to financial statements noted? Yes No

Federal Awards

Internal control over major federal programs:

Material weaknesses identified? Yes No
 Significant deficiency(s) identified? Yes None Reported

Type of auditor's report issued on compliance for major federal programs: Unmodified.

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? Yes No

Identification of major federal programs:

| <u>Federal Assistance Listing Nos:</u> | <u>Names of Federal Program or Cluster</u> |
|--|--|
| | Aging Cluster |
| 93.044 | Special Programs for the Aging--Title III, Part B--Grants for Supportive Services and Senior Centers |
| 93.045 | Special Programs for the Aging--Title III, Part C--Nutrition Services |
| 93.053 | Nutrition Services Incentive Program |
| | WIA/WIOA Cluster |
| 17.258 | WIA/WIOA Adult Program |
| 17.259 | WIA/WIOA Youth Activities |
| 17.278 | WIA/WIOA Dislocated Worker Formula Grants |
| 17.277 | WIA/WIOA National Emergency Grants |

Dollar threshold used to distinguish between Type A and Type B Programs \$ 750,000

Auditee qualified as low-risk auditee? Yes No

**MID-EAST COMMISSION
WASHINGTON, NORTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

State Awards

Internal control over major State programs:

Material weaknesses identified? ___ Yes X No
Significant deficiency(s) identified? ___ Yes X None Reported

Type of auditor's report issued on compliance for major State programs: Unmodified.

Any audit findings disclosed that are required to be reported in accordance with the State Single Audit Implementation Act? ___ Yes X No

Identification of major State programs:

Program Name

In-Home Services

Dollar threshold used to determine a State major program \$ 500,000

Auditee qualified as State low-risk auditee? ___ Yes X No

**MID-EAST COMMISSION
WASHINGTON, NORTH CAROLINA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

Section II. Financial Statement Findings

None Reported.

Section III. Federal Award Findings and Question Costs

None Reported.

Section IV. State Award Findings and Question Costs

None Reported.

**MID-EAST COMMISSION
WASHINGTON, NORTH CAROLINA
CORRECTIVE ACTION PLAN
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

Section II. Financial Statement Findings

None Reported.

Section III. Federal Award Findings and Question Costs

None Reported.

Section IV. State Award Findings and Question Costs

None Reported.

**MID-EAST COMMISSION
WASHINGTON, NORTH CAROLINA
Summary Schedule of Prior Year Audit Findings
For the Year Ended June 30, 2024**

None Reported.

Mid-East Commission
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For The Fiscal Year Ended June 30, 2024

| Grantor/ Pass-Through Grantor/ Program Title | Federal Assistance Number | Federal (Direct & Pass-Through) Expenditures | State Expenditures | Pass-Thru To Sub- Recipient |
|--|---------------------------------|---|-----------------------|-----------------------------------|
| Federal Programs | | | | |
| <u>U.S. Department of Agriculture</u> | | | | |
| Direct Program | | | | |
| Rural Rental Assistance Payments (MEDC) | | | | |
| Interest subsidies | 10.427 | \$ 47,763 | \$ - | \$ - |
| Rental subsidies | 10.427 | 107,300 | - | - |
| Total U. S. Department of Agriculture | | <u>155,063</u> | <u>-</u> | <u>-</u> |
| <u>U.S. Department of Health and Human Services</u> | | | | |
| Passed through North Carolina Department of Health and Human Services | | | | |
| Aging Cluster: | | | | |
| Special Programs for the Aging - Title III-B | | | | |
| B-Planning and Administration-In-Home Support | 93.044 | 58,428 | 3,202 | - |
| B-In-Home Services | 93.044 | 519,817 | 30,577 | 550,394 |
| B-Ombudsman Program | 93.044 | 133,331 | 7,843 | - |
| B-Legal Services | 93.044 | 18,093 | 1,064 | 19,157 |
| AMERICAN RESCUE PLAN ACT-Supportive Services | 93.044 | 184,933 | 32,635 | 190,954 |
| | | <u>914,602</u> | <u>75,321</u> | <u>760,505</u> |
| Special Programs for the Aging - Title III-C | | | | |
| C1-Congregate Nutrition | 93.045 | 207,155 | 12,186 | 219,341 |
| C2-Home Delivered Meals | 93.045 | 539,954 | 31,762 | 571,716 |
| AMERICAN RESCUE PLAN ACT-Planning and Administration | 93.045 | 52,811 | 17,604 | - |
| AMERICAN RESCUE PLAN ACT-Congregate Meals | 93.045 | 92,734 | 16,365 | 107,119 |
| AMERICAN RESCUE PLAN ACT-Home Delivered Meals | 93.045 | 98,196 | 17,329 | 115,525 |
| COVID 19-CARES-C1-Planning and Administration-Congregate Nutrition | 93.045 | 99,328 | 5,443 | - |
| | | <u>1,090,178</u> | <u>100,689</u> | <u>1,013,701</u> |
| USDA Supplement Nutrition Services Incentive Program (NSIP) | 93.053 | 132,000 | - | 132,000 |
| Total Aging Cluster | | <u>2,136,780</u> | <u>176,010</u> | <u>1,906,206</u> |
| Special Programs for the Aging | | | | |
| Title VII - B – Elder Abuse | 93.041 | 4,236 | 249 | - |
| Title VII - E – Ombudsman Program | 93.042 | 41,635 | 2,449 | - |
| AMERICAN RESCUE PLAN ACT - Ombudsman | 93.042 | 1,689 | - | - |
| Title III - D -Disease Prevention and Health Promotion | 93.043 | 24,636 | 1,449 | - |
| AMERICAN RESCUE PLAN ACT - Preventive Health | 93.043 | 8,070 | - | - |
| Title III - E - Family Caregiver | 93.052 | 144,575 | 9,638 | - |
| AMERICAN RESCUE PLAN ACT - Family Caregiver | 93.052 | 41,417 | 13,806 | - |
| Title III - E - Planning and Administration | 93.052 | 37,004 | 2,028 | - |
| MFP Rebalancing Demonstration - CRC/LCA | 93.791 | 958 | - | - |
| MFP Rebalancing Demonstration - CRC/LCA-Community Inclusion Specialist | 93.791 | 128,126 | - | - |
| | | <u>432,346</u> | <u>29,619</u> | <u>-</u> |
| Passed through North Carolina Department of Insurance | | | | |
| SHIIP | 93.779 | 10,890 | - | - |
| Empowering Older People -SMP | 93.048 | 12,800 | - | - |
| Medicare Improvements for Patients and Providers - MIPPA | 93.071 | 22,569 | - | - |
| | | <u>46,259</u> | <u>-</u> | <u>-</u> |
| Passed through NCOA/US Aging | | | | |
| COVID-19 and Influenza Vaccine Uptake Initiative | 93.048 | 84,418 | - | - |
| Total U. S. Health and Human Services | | <u>2,699,803</u> | <u>205,629</u> | <u>1,906,206</u> |

Mid-East Commission
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For The Fiscal Year Ended June 30, 2024

| Grantor/ Pass-Through Grantor/ Program Title | Federal Assistance Number | Federal (Direct & Pass-Through) Expenditures | State Expenditures | Pass-Thru To Sub- Recipient |
|--|---------------------------------|---|-----------------------|-----------------------------------|
| <u>U.S. Department of Commerce</u> | | | | |
| Direct Program | | | | |
| Economic Development Administration | | | | |
| Revolving Loan Fund | | | | |
| COVID 19-CARES-Revolving Loan Fund-Supplemental Disaster Recovery and Resiliency | 11.307 | 495,366 | - | - |
| COVID 19-CARES-Mid-East EDD CARES Act Grant | 11.307 | 628,661 | - | - |
| Partnership Planning Program | 11.302 | 46,548 | - | - |
| Total U. S. Department of Commerce | | 1,170,575 | - | - |
| <u>U.S. Department of Labor-Employment Training Administration</u> | | | | |
| Passed through North Carolina Department of Commerce | | | | |
| Division of Employment Training | | | | |
| Workforce Investment Act Cluster | | | | |
| WIOA Adult Programs | 17.258 | 620,547 | - | 366,742 |
| WIOA Youth Activities | 17.259 | 757,217 | - | 484,981 |
| WIOA Dislocated Worker Formula Programs | 17.278 | 471,124 | - | 258,078 |
| WIOA National Emergency Grants | 17.277 | 106,069 | - | - |
| Total Workforce Investment Act Cluster | | 1,954,957 | - | 1,109,801 |
| Total U. S. Department of Labor | | 1,954,957 | - | 1,109,801 |
| <u>U.S. Department of Transportation</u> | | | | |
| Passed through North Carolina Department of Transportation | | | | |
| Highway Planning, Research & Construction Cluster | | | | |
| Rural Transportation Planning | 20.205-8 | 239,203 | - | - |
| Total Highway Planning, Research & Construction Cluster | | 239,203 | - | - |
| Total U. S. Department of Transportation | | 239,203 | - | - |
| <u>U.S. Environmental Protection Agency</u> | | | | |
| Passed through North Carolina Department of Environmental Quality | | | | |
| 205j-CW34491-2nd tier SubAward-Simpson Storm Water Mapping - | 66.454 | 14,124 | - | - |
| Total U.S. Environmental Protection Agency | | 14,124 | - | - |
| Total Federal Assistance Expended | | \$ 6,233,725 | \$ 205,629 | \$ 3,016,007 |
| State Programs | | | | |
| <u>North Carolina Housing Finance Agency</u> | | | | |
| North Carolina Housing Trust | | - | 18,740 | - |
| Total N. C. Housing Finance Agency | | - | 18,740 | - |
| <u>North Carolina Department of Health and Human Services</u> | | | | |
| Division of Aging | | | | |
| Senior Center Outreach-General Purpose | | - | 39,529 | 39,529 |
| Fan Heat | | - | 1,948 | 1,948 |
| State Appropriation-HCCBG | | - | 14,227 | 14,227 |
| Access | | - | 64,673 | 64,673 |
| In-Home Services | | - | 776,981 | 776,981 |
| AAA Administration | | - | 51,114 | - |
| Total N. C. Department of Health and Human Services | | - | 948,472 | 897,358 |
| Total State Assistance Expended | | \$ - | \$ 967,212 | \$ 897,358 |
| Total Federal and State Assistance Expended | | \$ 6,233,725 | \$ 1,172,841 | \$ 3,913,365 |

Mid-East Commission
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
For The Fiscal Year Ended June 30, 2024

| Grantor/ Pass-Through Grantor/ Program Title | Federal Assistance Number | Federal (Direct & Pass-Through) Expenditures | State Expenditures | Pass-Thru To Sub- Recipient |
|--|---------------------------------|---|-----------------------|-----------------------------------|
|--|---------------------------------|---|-----------------------|-----------------------------------|

Notes to the Schedule of Expenditures of Federal and State Awards:

Note 1: Basis of Presentation

The accompanying schedule of expenditures of federal and State awards includes the federal and State grant activity of the Mid-East Commission under the programs of the federal government and the State of North Carolina for the year ended June 30, 2024. The information in this SEFSA is presented in accordance with the requirements of Title 2 US Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards and the State Single Audit Implementation Act. Because the Schedule presents only a selected portion of the operations of the Mid-East Commission, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Mid-East Commission.

Note 2: Summary of Significant Accounting Policies

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

Note 3: Indirect Cost Rate

Mid-East Commission has elected not to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

Note 4: Cluster of Programs

The following are clustered by the NC Department of Health and Human Services and are treated separately for state audit requirement purposes: Aging Cluster.