

CITY OF CLIFTON, TENNESSEE

Annual Financial Report

For the Year Ended June 30, 2022

CITY OF CLIFTON, TENNESSEE

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INTRODUCTORY SECTION

CITY OF CLIFTON, TENNESSEE

Officials of the City of Clifton, Tennessee

June 30, 2022

Name

Title

Elected Officials:

Mark Staggs

Mayor

Eva Ruth Warren

Vice Mayor

Layton Packwood

Commissioner

Randy Burns

Commissioner

Stacy Huntingford

Commissioner

Management:

Doug Kibbey

City Manager, CMFO

Barbara Culp

City Recorder

Kiersten Rainey

Assistant City Manager/Finance Director

FINANCIAL SECTION

134 NORTHLAKE DRIVE
HENDERSONVILLE, TN 37075

Independent Auditor's Report

Mayor and Board of Commissioners of the
City of Clifton, Tennessee
Clifton, Tennessee

Opinions

I have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, and each major fund of the City of Clifton, Tennessee (the "City"), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In my opinion, 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, the aggregate discretely presented component units, and each major fund of the City, as of June 30, 2022, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Government Auditing Standards, issued by the Comptroller General of the United States. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am required to be independent of the City and to meet my other ethical responsibilities, in accordance with the relevant ethical requirements relating to my audit. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- ❖ Exercise professional judgment and maintain 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 responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- ❖ Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- ❖ Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- ❖ Conclude whether, in my judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

I am 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 I identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Required Supplementary Information, which includes the Management's Discussion and Analysis and the Schedule of Changes in Net Pension Liability (Asset) and the Schedule of Contributions to the Employee Pension Plan, and Schedule of Changes in Total Liability and Related Ratios, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. I have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses

to my inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administration Requirements, Cost Principles, and Audit Requirements for Federal Awards, and the other supplementary information are presented for purposes of additional analysis and are not a required part of the basic financial statements. The supplementary information section, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the supplementary information is fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information section, as listed in the table of contents, does not include the basic financial statements and my auditor's report thereon. My opinion on the basic financial statements does not cover the other information, and I do not express an opinion or any other assurance thereon.

In connection with my audit of the basic financial statements, my responsibility is to read the other information and consider whether a material inconsistency exists between the other information and basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, I conclude that an uncorrected material misstatement of the other information exists, I am required to describe it in my report.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, I have also issued my report dated October 31, 2022, on my consideration of the City's internal control over financial reporting and on my tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the City's internal control over financial reporting and compliance.

October 31, 2022

John T. Poole, CPA

MANAGEMENT'S
DISCUSSION AND
ANALYSIS

CITY OF CLIFTON, TENNESSEE

Management's Discussion and Analysis

As management of the City of Clifton, Tennessee (the City) we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2022. The analysis focuses on significant financial position, budget changes and variances from the budget, and specific issues related to funds and the economic factors affecting the City. Management's Discussion and Analysis (MD&A) focuses on current year activities and resulting changes.

Financial Highlights:

The assets of the City of Clifton exceeded its liabilities at the close of the most recent fiscal year by \$10,847,987. Of this amount, \$2,973,441 (unrestricted net position) may be used to meet the government's ongoing obligations to citizens and creditors. The government's total net position increased by \$1,307,162 due to total revenues of \$4,416,759 and despite an increase of expenses of \$432,606 in comparison to the prior year. The governmental funds showed a net increase in net position of \$349,481 and the business-type net position increased by \$957,681.

As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$1,134,497, an increase of \$173,980 in comparison to the prior year. The increase was the result of the City's stable expenses and higher revenues. During the year, the City made governmental capital asset purchases of \$275,113 and debt repayments of \$40,983.

At the end of the current fiscal year, unassigned fund balance of the General Fund was \$611,613 or 58% of the total general fund expenditures.

The City had capital improvements of \$552,256 for utility improvements.

Overview of the Financial Statements:

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

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

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

The Statement of Activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected tax).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City of Clifton include general government, personnel, finance, parks, planning, police, fire, disposal service, streets and public works. The government-wide financial statements can be found on pages 11-12 of this report.

Fund financial statements. A Fund is a grouping of related accounts that is used to maintain control over resources that have been segregated from specific activities or objectives. The City of Clifton, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City are governmental funds.

Governmental Funds. Governmental Funds are funds used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of resources, as well as on balances of resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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

The City maintains several individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the funds all of which are considered to be major funds.

The City of Clifton adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget. The basic financial statements can be found on pages 14-28 of this report.

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 can be found on pages 30-52 of this report.

Financial Analysis of the Financial Statements

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City of Clifton, assets exceeded liabilities by \$10,847,987 at the close of the most recent fiscal year.

By far the largest portion of the City's assets reflects its investment in capital assets (e.g., land, buildings, machinery, equipment, and infrastructure) less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

City of Clifton's Net Position-2022

	Governmental <u>Activities</u>	Business -Type <u>Activities</u>
Current and other assets	\$ 1,618,568	2,895,444
Capital assets	<u>2,403,772</u>	<u>4,927,363</u>
Total assets	4,022,340	7,822,807
Deferred outflows	96,231	150,517
Long-term liabilities outstanding	335,827	-
Other liabilities	<u>114,833</u>	<u>271,954</u>
Total liabilities	450,660	271,954
Deferred Inflows	313,105	208,189
Net position:		
Net investment in capital assets	2,067,945	4,927,363
Restricted	661,862	217,376
Unrestricted	<u>624,999</u>	<u>2,348,442</u>
Total net position	\$ 3,354,806	7,493,181

City of Clifton's Net Position-2021

	Governmental <u>Activities</u>	Business -Type <u>Activities</u>
Current and other assets	\$ 1,413,603	1,993,001
Capital assets	<u>2,293,263</u>	<u>4,676,460</u>
Total assets	3,706,866	6,669,461
Deferred outflows	67,388	101,083
Long-term liabilities outstanding	376,810	-
Other liabilities	<u>103,695</u>	<u>175,727</u>
Total liabilities	480,505	175,727
Deferred Inflows	199,546	59,317
Net position:		
Net investment in capital assets	1,916,453	4,676,460
Restricted	684,721	208,498
Unrestricted	<u>493,029</u>	<u>1,650,542</u>
Total net position	\$ 3,094,203	6,535,500

At the end to the current fiscal year, the City is able to report positive balances in all categories of net position, both for the government as a whole, as well as for its separate governmental and business-type activities. The same situation held true for the prior year.

Comparison of 2022 and 2021 revenues and expenses

	2022	2021	Change Between Years
Revenues:			
Program revenues:			
Charges for services	2,492,990	2,045,945	447,045
Operating grants and contributions	124,882	210,339	(85,457)
Capital grants and contributions	818,109	166,077	652,032
General revenues:			
Property taxes	183,939	204,670	(20,731)
Sales taxes	541,861	482,100	59,761
Beer taxes	68,624	72,536	(3,912)
Business taxes	56,173	58,137	(1,964)
Other state shared taxes	12,346	13,767	(1,421)
Other	117,835	24,425	93,410
Total revenues	<u>4,416,759</u>	<u>3,277,996</u>	<u>1,138,763</u>
Expenses:			
General government	207,053	200,219	6,834
Police department	424,426	376,016	48,410
Fire department	91,257	93,862	(2,605)
Highways and streets	121,086	98,529	22,557
Sanitation	158,068	152,065	6,003
Library	3,984	7,589	(3,605)
Parks and recreations	155,231	89,954	65,277
Natural gas	634,152	470,149	164,003
Water and Sewer	1,314,340	1,188,608	125,732
Total expenses	<u>3,109,597</u>	<u>2,676,991</u>	<u>432,606</u>
Increases in Net Position	<u>1,307,162</u>	<u>601,005</u>	<u>706,157</u>

Governmental Budgetary Highlights

The City maintained its budgeted expenditures during the year. See pages 21-28 for an analysis of the budgets.

Capital Assets

The City of Clifton's investment in capital assets from its governmental activities at June 30, 2022, amounts to \$2,403,772 (net of accumulated depreciation) and its business-type activities amounts to \$4,927,363. This investment in capital assets is in land, buildings, improvements, machinery and equipment.

City of Clifton's Capital Assets-2022

	Governmental <u>Activities</u>	Business-Type <u>Activities</u>
Land, buildings and improvement	\$ 2,961,054	\$ 12,121,856
Equipment	<u>970,974</u>	<u>425,547</u>
Less accumulated depreciation	(1,528,256)	(7,620,040)
Net Capital Assets	\$ <u>2,403,772</u>	\$ <u>4,927,363</u>

City of Clifton's Capital Assets-2021

	Governmental <u>Activities</u>	Business-Type <u>Activities</u>
Land, buildings and improvement	\$ 2,699,430	\$ 11,569,600
Equipment	<u>957,485</u>	<u>425,547</u>
Less accumulated depreciation	(1,363,652)	(7,318,687)
Net Capital Assets	\$ <u>2,293,263</u>	\$ <u>4,676,460</u>

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

Debt

The City has debt totaling \$335,827. The City made debt payments totaling \$40,983. All loans are paying down as scheduled.

Economic Factors and Next Year's Budget and Rates

In the 2022-2023 budget, General fund revenues are budgeted to increase from the 2021-2022 budget year primarily due to increases in local tax revenues and user charges which will be partially reduced by a reduction in the state shared revenues. The City's budget has benefited by an expanding commercial and retail base producing increased local sales tax receipts.

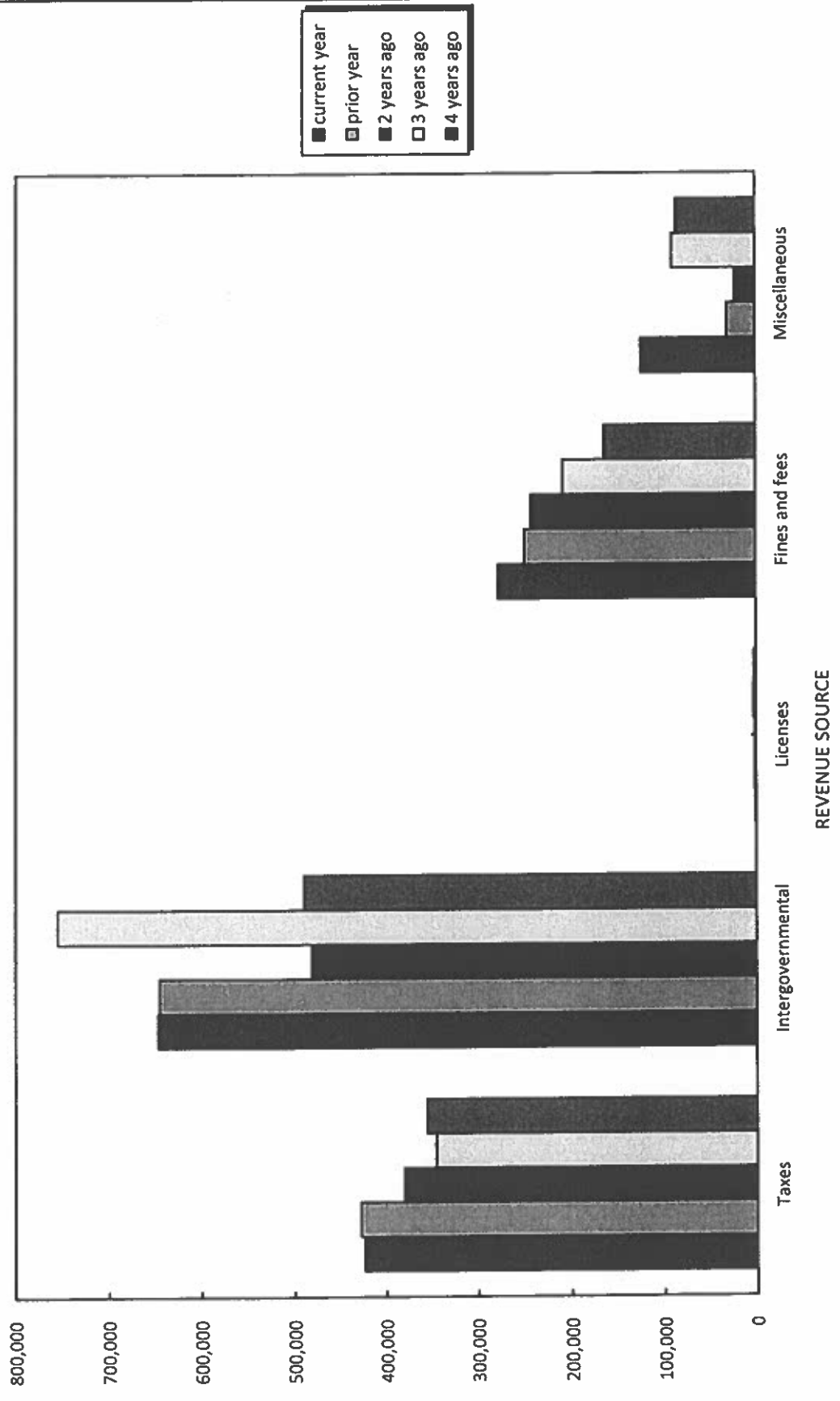
All of these factors were considered in preparing the City's budget for the 2022-2023 fiscal year.

Requests for Information

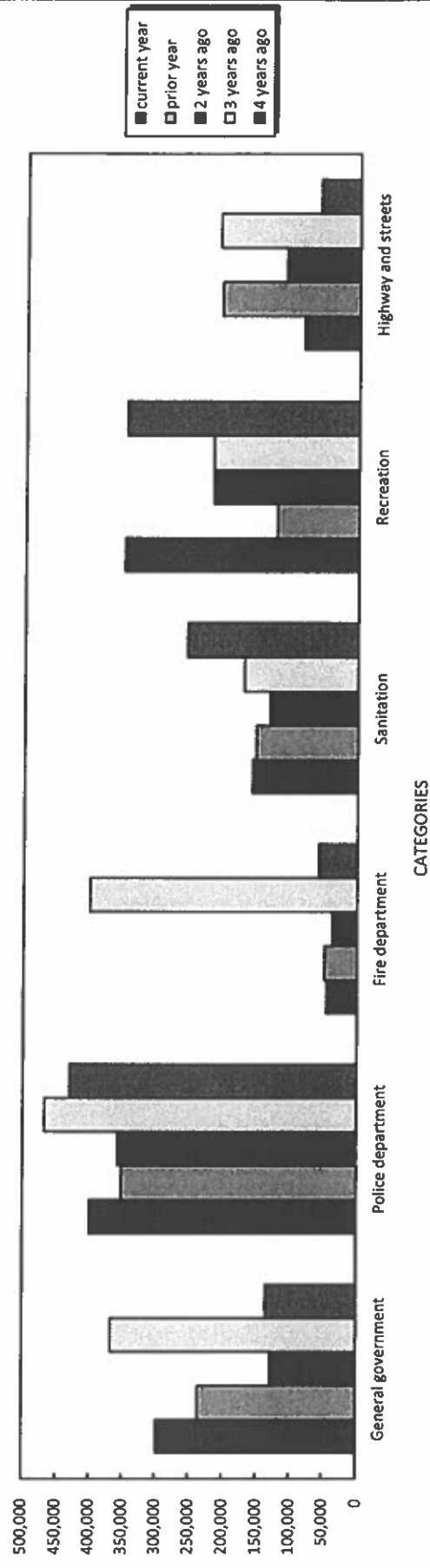
This financial report is designed to provide a general overview of the City of Clifton, Tennessee's finances for all those with an interest in the governments' finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

Doug Kibbey
City of Clifton

CITY OF CLIFTON, TENNESSEE
GOVERNMENTAL FUND REVENUES



CITY OF CLIFTON, TENNESSEE
GOVERNMENTAL FUND EXPENDITURES



BASIC FINANCIAL
STATEMENTS

CITY OF CLIFTON, TENNESSEE
Statement of Net Position
June 30, 2022

	Governmental Activities	Business-type Activities	Total	Component
				Unit Governmental Fund - Airport
Assets and Deferred Outflows				
Cash and cash equivalents	1,043,713	1,406,898	2,450,611	193,592
Certificate of deposits	0	876,285	876,285	0
Receivables	308,721	148,262	456,983	0
Inventory	0	47,739	47,739	0
Net pension asset	266,134	416,260	682,394	0
Capital assets not being depreciated	193,000	866,491	1,059,491	76,228
Capital assets, net of accumulated depreciation	2,210,772	4,060,872	6,271,644	3,053,881
Total Assets	4,022,340	7,822,807	11,845,147	3,323,701
Deferred Outflows:				
Deferred outflows of resources - OPEB	29,548	46,217	75,765	0
Deferred outflows of resources - pension	66,683	104,300	170,983	0
Total Deferred Outflows	96,231	150,517	246,748	0
Liabilities, Deferred Inflows, and Net Position				
Liabilities				
Accounts payable	25,936	112,248	138,184	0
Accrued expenses	22,772	31,147	53,919	0
Customer deposits	0	25,133	25,133	0
Total OPEB liability	66,125	103,426	169,551	0
Long-term liabilities	43,917	0	43,917	150,000
Due within one year	291,910	0	291,910	150,000
Due in more than one year	430,660	271,954	722,614	300,000
Total Liabilities	1,027,410	487,729	1,515,139	600,000
Deferred Inflows				
Deferred inflow of resources - current year property taxes	180,000	0	180,000	0
Deferred inflow of resources - OPEB	5,949	9,305	15,254	0
Deferred inflow of resources - pension	127,156	198,884	326,040	0
Total Deferred Inflows	313,105	208,189	521,294	0
Net Position:				
Net Investment in Capital Assets	2,067,945	4,927,363	6,995,308	2,830,109
Restricted - Sanitation	189,841	0	189,841	0
Restricted - State street aid	228,099	0	228,099	0
Restricted - Drug fund	33,335	0	33,335	0
Restricted - River Resort Act	71,609	0	71,609	0
Restricted - Pension	138,978	217,376	356,354	0
Unrestricted	624,999	2,348,442	2,973,441	193,592
Total Net Position	3,254,806	7,493,181	10,847,987	3,023,701

See accompanying notes to financial statements.

CITY OF CLIFTON, TENNESSEE

Statement of Activities

For the Year Ended June 30, 2022

Function/Programs	Program Revenues			Net (Expenses) Revenue and Changes in Net Position			Component Unit Governmental Fund	
	Expenses	Charges for Services		Capital Grants and Contributions	Primary Government Business-Type Activities			Total
		Operating Grants and Contributions	Operating Grants and Contributions		Governmental Activities	Business-Type Activities		
Government Activities:								
General government	207,053	950	12,407	147,182	(46,514)	0	0	
Police department	424,426	28,982	11,200	0	(384,244)	0	(46,514)	
Fire department	91,257	0	1,383	0	(89,874)	0	(384,244)	
Parks and recreations	155,231	0	0	0	(155,231)	0	(89,874)	
Library	3,984	0	0	0	(3,984)	0	(155,231)	
Sanitation	158,068	197,793	0	0	39,725	0	(3,984)	
Highways and streets	121,086	0	99,892	0	(21,194)	0	39,725	
Total Governmental Activities	1,161,105	227,725	124,882	147,182	(661,316)	0	(21,194)	
Business - type Activities:								
Natural Gas	634,152	655,640	0	0	0	21,488	21,488	
Water and Sewer	1,314,340	1,609,625	0	670,927	0	966,212	966,212	
Total Business Type Activities	1,948,492	2,265,265	0	670,927	0	987,700	987,700	
Component Unit - Airport	154,335	57,612	12,724	1,055,248	0	0	971,249	
Total	3,263,932	2,550,602	137,606	1,873,357	(661,316)	987,700	326,384	
General Revenues:								
Property taxes				156,414	0	0	156,414	
Public utility taxes				27,525	0	0	27,525	
Sales taxes				541,861	0	0	541,861	
Beer taxes				68,624	0	0	68,624	
Business taxes				56,173	0	0	56,173	
State income and excise taxes				12,346	0	0	12,346	
Interest income				2,535	7,476	0	10,011	
Other				107,824	0	1,084	108,908	
Total general revenues				973,302	7,476	1,084	981,862	
Transfers - in lieu of property taxes				37,495	(37,495)	0	0	
Changes in Net Position				349,481	937,681	1,307,162	972,333	
Net Position - beginning of year				3,094,203	6,535,500	9,629,703	1,962,300	
Restatement				(88,878)	0	(88,878)	89,068	
Net Position - beginning of year, as restated				3,005,325	6,535,500	9,540,825	2,051,368	
Net Position - ending of year				3,354,806	7,493,181	10,847,987	3,023,701	

See accompanying notes to financial statements.

FUND FINANCIAL
STATEMENTS

CITY OF CLIFTON, TENNESSEE

Balance Sheet

Governmental Funds

June 30, 2022

<u>Assets</u>	<u>General Fund</u>	<u>State Street Aid Fund</u>	<u>Sanitation Fund</u>	<u>Drug Fund</u>	<u>River Resort Act Funds</u>	<u>Total Governmental Funds</u>
Cash and cash equivalents	<u>\$549,148</u>	<u>\$211,746</u>	<u>\$181,495</u>	<u>\$33,335</u>	<u>\$67,989</u>	<u>\$1,043,713</u>
Accounts receivable:						
Taxes receivable	192,001	0	0	0	0	192,001
Other receivables	<u>80,295</u>	<u>16,353</u>	<u>16,452</u>	<u>0</u>	<u>3,620</u>	<u>116,720</u>
	<u>272,296</u>	<u>16,353</u>	<u>16,452</u>	<u>0</u>	<u>3,620</u>	<u>308,721</u>
Total Assets	<u>\$821,444</u>	<u>\$228,099</u>	<u>\$197,947</u>	<u>\$33,335</u>	<u>\$71,609</u>	<u>\$1,352,434</u>
<u>Liabilities, Deferred Inflows and Fund Balance</u>						
Liabilities:						
Accounts payable	<u>17,830</u>	<u>0</u>	<u>8,106</u>	<u>0</u>	<u>0</u>	<u>25,936</u>
Total Liabilities	<u>17,830</u>	<u>0</u>	<u>8,106</u>	<u>0</u>	<u>0</u>	<u>25,936</u>
Deferred Inflow of Resources:						
Deferred current property taxes	\$180,000	\$0	\$0	\$0	\$0	180,000
Deferred delinquent property taxes	<u>12,001</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>12,001</u>
Total Deferred Inflow of Resources	<u>192,001</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>192,001</u>
Fund balance:						
Restricted	0	228,099	189,841	33,335	71,609	522,884
Unassigned	<u>611,613</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>611,613</u>
Total Fund Balance	<u>611,613</u>	<u>228,099</u>	<u>189,841</u>	<u>33,335</u>	<u>71,609</u>	<u>1,134,497</u>
Total Liabilities, Deferred Inflows and Fund Balance	<u>\$821,444</u>	<u>\$228,099</u>	<u>\$197,947</u>	<u>\$33,335</u>	<u>\$71,609</u>	<u>\$1,352,434</u>

The notes accompanying the financial statements are an integral part of these financial statements.

CITY OF CLIFTON, TENNESSEE

**Reconciliation of the Balance Sheet to the Statement of Net Position
of Governmental Activities**

June 30, 2022

Amounts reported for fund balance - total governmental funds	\$	1,134,497
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds		2,403,772
Other long term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds		12,001
Pension related accounts - governmental funds to not record these post-benefit obligations		
Net pension asset		266,134
Deferred outflow - pension		66,683
Deferred inflow - pension		(127,156)
OPEB related accounts - governmental funds to not record these post-benefit obligations		
Total OPEB Liability		(66,125)
Deferred outflow - OPEB		29,548
Deferred inflow - OPEB		(5,949)
Long-term liabilities, including bonds payable are not due and payable in the current period and therefore are not recorded in the funds		
Accrued vacation		(22,772)
Loans payable		(335,827)
		(335,827)
Net Position of governmental activities	\$	3,354,806

See accompanying notes to financial statements.

CITY OF CLIFTON, TENNESSEE

Governmental Funds
Statement of Revenues, Expenditures and Changes in Fund Balances

For the Year Ended June 30, 2022

	General Fund	State Street Aid Fund	Sanitation Fund	Drug Fund	River Resort Act Fund	Total Governmental Funds
Revenues:						
Taxes	424,243	0	0	0	0	424,243
Intergovernmental	551,477	94,910	0	0	0	646,387
Licenses and permits	950	0	0	0	0	950
Fines and fees	28,307	0	197,793	675	50,587	277,362
Miscellaneous	122,873	695	483	98	0	124,149
Total Revenues	1,127,850	95,605	198,276	773	50,587	1,473,091
Expenditures:						
Current:						
General government	143,120	0	0	0	0	143,120
Police department	400,106	0	0	26	0	400,132
Fire department	45,296	0	0	0	0	45,296
Library	3,984	0	0	0	0	3,984
Parks and recreation	148,937	0	0	0	0	148,937
Sanitation	0	0	158,068	0	0	158,068
River Resort	0	0	0	0	27,199	27,199
Highway and streets	61,797	21,340	0	0	0	83,137
Capital outlay:						
Parks and recreation	202,546	0	0	0	0	202,546
River Resort	0	0	0	0	72,567	72,567
Debt service:						
Principal	40,983	0	0	0	0	40,983
Interest	10,637	0	0	0	0	10,637
Total Expenditures	1,057,406	21,340	158,068	26	99,766	1,336,606
Excess (deficiency) of revenues over expenditures	70,444	74,265	40,208	747	(49,179)	136,485
In lieu of taxes:	37,495	0	0	0	0	37,495
Net change in fund balance	107,939	74,265	40,208	747	(49,179)	173,980
Fund Balance, Beginning of year	503,674	242,712	149,633	32,588	120,788	1,049,395
Restatement	0	(88,878)	0	0	0	(88,878)
Fund Balance, Beginning of year, as restated	503,674	153,834	149,633	32,588	120,788	960,517
Fund Balance, End of Year	611,613	228,099	189,841	33,335	71,609	1,134,497

See accompanying notes to financial statements.

CITY OF CLIFTON, TENNESSEE

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance
of Governmental Funds to the Statement of Activities

For the Year Ended June 30, 2022

Net change in fund balances - total governmental funds:	\$	173,980
Amounts reported for governmental activities in the statement of net position are different because:		
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.		
Acquisition of capital assets		275,113
Depreciation expense		(164,604)
Expenses reported in the statement of activities that affect accrued liabilities that are not reported as expenditures in the governmental funds		
Change in pension plan accrual		33,727
Change in OPEB accounts		(6,108)
Change in employee vacation accrual		(1,371)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Deferred revenues		(2,239)
Expenses reported in the statement of governmental funds that reduce long-term liabilities		
Principal debt repayments		<u>40,983</u>
Change in Net Position of governmental activities	\$	<u><u>349,481</u></u>

See accompanying notes to financial statements.

CITY OF CLIFTON, TENNESSEE

Statement of Net Position

Enterprise Funds

June 30, 2022

	<u>Water and Sewer Fund</u>	<u>Natural Gas Fund</u>	<u>Total</u>
<u>Assets and Deferred Outflows</u>			
Current Assets:			
Cash and cash equivalents	\$1,084,590	322,308	1,406,898
Certificate of deposits	658,093	218,192	876,285
Customer accounts receivable, net of allowance	116,583	31,679	148,262
Inventory- natural gas	0	47,739	47,739
Total Current Assets	<u>1,859,266</u>	<u>619,918</u>	<u>2,479,184</u>
Capital Assets:			
Utility plant in service	11,579,538	967,865	12,547,403
Less accumulated depreciation	<u>(6,969,941)</u>	<u>(650,099)</u>	<u>(7,620,040)</u>
Total Capital Assets, Net	<u>4,609,597</u>	<u>317,766</u>	<u>4,927,363</u>
Net Pension asset	<u>313,901</u>	<u>102,359</u>	<u>416,260</u>
Total Assets	<u>\$6,782,764</u>	<u>\$1,040,043</u>	<u>\$7,822,807</u>
Deferred outflows:			
Deferred outflows - pension	\$78,652	\$25,648	104,300
Deferred outflows - OPEB	34,852	11,365	46,217
Total Deferred outflows	<u>\$113,504</u>	<u>\$37,013</u>	<u>\$150,517</u>
<u>Liabilities, Deferred Inflows, and Net Position</u>			
Current Liabilities (payable from current assets):			
Accounts payable	\$77,181	35,067	112,248
Accrued expenses	24,180	6,967	31,147
Total OPEB liability	77,993	25,433	103,426
Total Current Liabilities (payable from current assets)	<u>179,354</u>	<u>67,467</u>	<u>246,821</u>
Other Liabilities:			
Customer deposits	14,955	10,178	25,133
Total Other Liabilities	<u>14,955</u>	<u>10,178</u>	<u>25,133</u>
Total Liabilities	<u>194,309</u>	<u>77,645</u>	<u>271,954</u>
Deferred inflows:			
Deferred inflows - pension	\$149,978	\$48,906	198,884
Deferred inflows - OPEB	7,017	2,288	9,305
Total Deferred inflows	<u>\$156,995</u>	<u>\$51,194</u>	<u>\$208,189</u>
Net Position:			
Investment in Capital Assets	4,609,597	317,766	4,927,363
Restricted - Pension	163,923	53,453	217,376
Unrestricted	1,771,444	576,998	2,348,442
Total Net Position	<u>\$6,544,964</u>	<u>\$948,217</u>	<u>\$7,493,181</u>

The notes accompanying the financial statements are an integral part of these financial statements.

CITY OF CLIFTON, TENNESSEE

**Statement of Revenues, Expenses
and Changes in Net Position**

Enterprise Funds

For the Year Ended June 30, 2022

	<u>Water and Sewer Fund</u>	<u>Natural Gas Fund</u>	<u>Total</u>
Operating Revenues:			
Metered sales	\$1,591,674	\$653,174	\$2,244,848
Tap and installation revenues	15,256	2,044	17,300
Other revenue	2,695	422	3,117
Total Operating Revenues	<u>1,609,625</u>	<u>655,640</u>	<u>2,265,265</u>
Operating Expenses:			
Salaries	409,197	152,040	561,237
Payroll taxes	31,028	11,177	42,205
Employee benefits	23,034	64,887	87,921
Fees	6,534	73	6,607
Office expense	14,527	2,162	16,689
Utilities	131,247	6,771	138,018
Professional services	74,455	50,730	125,185
Gas purchased	0	231,388	231,388
Insurance	48,428	13,943	62,371
Repair and maintenance	78,259	26,636	104,895
Supplies	225,189	45,434	270,623
Depreciation	272,442	28,911	301,353
Total Operating Expenses	<u>1,314,340</u>	<u>634,152</u>	<u>1,948,492</u>
Operating income (loss)	<u>295,285</u>	<u>21,488</u>	<u>316,773</u>
Nonoperating Revenues (Expenses):			
Interest expense	0	0	0
Interest income	5,816	1,660	7,476
Total Nonoperating Revenues (Expenses)	<u>5,816</u>	<u>1,660</u>	<u>7,476</u>
Operating transfer: In lieu of tax:	(22,669)	(14,826)	(37,495)
Capital contributions:	670,927	0	670,927
Net change in Net Position	949,359	8,322	957,681
Net Position, July 1, 2021	<u>5,595,605</u>	<u>939,895</u>	<u>6,535,500</u>
Net Position, June 30, 2022	<u>\$6,544,964</u>	<u>\$948,217</u>	<u>7,493,181</u>

The notes accompanying the financial statements are an integral part of these financial statements.

CITY OF CLIFTON, TENNESSEE

Statement of Cash Flows

Proprietary Fund Type

Water and Sewer And Natural Gas Funds

For the Year Ended June 30, 2022

	<u>Water and Sewer Fund</u>	<u>Natural Gas Fund</u>	<u>Total</u>
Cash Flows from Operating Activities:			
Cash received from customers	1,609,333	653,621	2,262,954
Cash paid to suppliers	(575,316)	(391,139)	(966,455)
Cash paid to employees	(463,259)	(228,104)	(691,363)
Net Cash Provided (Used) by Operating Activities	<u>570,758</u>	<u>34,378</u>	<u>605,136</u>
Cash Flows from Capital and Related Financing Activities:			
Purchase of capital assets	(539,416)	(12,840)	(552,256)
Capital contributions	670,927	0	670,927
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>131,511</u>	<u>(12,840)</u>	<u>118,671</u>
Cash Flows from Investing Activities:			
Redemption (purchase) of certificate of deposit	(2,404)	(797)	(3,201)
Interest received	5,816	1,660	7,476
Net Cash Flows Provided (Used) from Investing Activities:	<u>3,412</u>	<u>863</u>	<u>4,275</u>
Net Change in Cash	705,681	22,401	728,082
Cash and Cash Equivalents, July 1, 2021	378,909	299,907	678,816
Cash and Cash Equivalents, June 30, 2022	<u>1,084,590</u>	<u>322,308</u>	<u>1,406,898</u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities			
Operating income (loss)	295,285	21,488	316,773
Adjustments to reconcile operating income to net cash provided (used) by operating activities:			
In lieu of taxes	(22,669)	(14,826)	(37,495)
Depreciation	272,442	28,911	301,353
Change in assets (increase) decrease:			
Accounts receivable	(292)	(2,019)	(2,311)
Inventory	0	(36,722)	(36,722)
Prepaid assets	14,598	7,299	21,897
Deferred outflows	(44,431)	(5,003)	(49,434)
Net pension asset	(134,706)	(19,318)	(154,024)
Change in liabilities increase (decrease):			
Accounts payable and accrued expenses	64,907	28,621	93,528
Total OPEB liability	9,163	(6,464)	2,699
Deferred inflows	116,461	32,411	148,872
Net Cash Provided (Used) by Operating Activities	<u>570,758</u>	<u>34,378</u>	<u>605,136</u>

See accompanying notes to financial statements.

CITY OF CLIFTON, TENNESSEE

**Statement of Revenues, Expenditures
and Changes in Fund Balance - Budget (GAAP Basis) and Actual**

General Fund

For the Year Ended June 30, 2022

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Taxes:				
Property taxes	\$147,000	\$157,900	\$156,414	(1,486)
Local beer and alcohol tax	75,000	68,863	62,636	(6,227)
Local sales tax	120,000	132,435	149,020	16,585
Franchise taxes	6,000	6,000	7,648	1,648
Business taxes	49,600	36,660	48,525	11,865
Total Taxes	<u>397,600</u>	<u>401,858</u>	<u>424,243</u>	<u>22,385</u>
Intergovernmental:				
TVA in lieu	30,000	30,000	27,525	(2,475)
State sales tax	277,650	306,767	304,028	(2,739)
State income tax	0	1,795	0	(1,795)
State beer and alcohol taxes	1,250	1,275	5,988	4,713
State gasoline tax - special petroleum tax	5,348	5,651	4,982	(669)
State supplement	4,000	3,200	3,200	0
Grants	48,000	214,385	155,182	(59,203)
River resort	34,500	36,873	38,226	1,353
Corporate excise tax	0	12,346	12,346	0
Total Intergovernmental Revenue	<u>400,748</u>	<u>612,292</u>	<u>551,477</u>	<u>(60,815)</u>
Licenses and permits:				
Beer permits	1,200	1,250	950	(300)
Total License and Permits Revenue	<u>1,200</u>	<u>1,250</u>	<u>950</u>	<u>(300)</u>
Fines:				
Police citation	26,300	31,365	28,307	(3,058)
Total Fines Revenue	<u>26,300</u>	<u>31,365</u>	<u>28,307</u>	<u>(3,058)</u>
Miscellaneous:				
Miscellaneous	1,362	1,383	6,443	5,060
Sale of assets	0	0	150	150
Special fire protection	900	1,050	1,332	282
Fire department	3,000	51	51	0
Insurance proceeds	10,000	21,500	101,231	79,731
Donations	500	260	12,407	12,147
Interest income	1,100	1,226	1,259	33
Total Miscellaneous Revenue	<u>16,862</u>	<u>25,470</u>	<u>122,873</u>	<u>97,403</u>
Total Revenues	<u>842,710</u>	<u>1,072,235</u>	<u>1,127,850</u>	<u>55,615</u>

The notes accompanying the financial statements are an integral part of these financial statements.

CITY OF CLIFTON, TENNESSEE

**Statement of Revenues, Expenditures
and Changes in Fund Balance - Budget (GAAP Basis) and Actual**

General Fund

For the Year Ended June 30, 2022

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Expenditures:				
General Government:				
Current:				
Personnel costs	17,224	21,201	19,392	1,809
Advertising	900	900	302	598
Dues and subscriptions	1,300	1,300	1,182	118
Utilities	4,000	4,022	9,082	(5,060)
Professional services	22,500	36,000	37,195	(1,195)
Supplies and maintenance	4,625	5,230	23,420	(18,190)
Donations	39,900	36,786	41,303	(4,517)
Other	1,500	100	39	61
	<u>91,949</u>	<u>105,539</u>	<u>131,915</u>	<u>(26,376)</u>
Debt service	52,500	51,620	51,620	0
Capital outlay	0	108,000	0	108,000
Total General Government	<u>144,449</u>	<u>265,159</u>	<u>183,535</u>	<u>81,624</u>
Board of Commissioners:				
Salaries	6,459	5,598	5,705	(107)
Miscellaneous	0	0	0	0
	<u>6,459</u>	<u>5,598</u>	<u>5,705</u>	<u>(107)</u>
Capital outlay	0	0	0	0
Total Board of Commissioners	<u>6,459</u>	<u>5,598</u>	<u>5,705</u>	<u>(107)</u>
Judicial - Judge's fee	<u>6,000</u>	<u>6,000</u>	<u>5,500</u>	<u>500</u>
Total General Government	<u>156,908</u>	<u>276,757</u>	<u>194,740</u>	<u>82,017</u>

The notes accompanying the financial statements are an integral part of these financial statements.

CITY OF CLIFTON, TENNESSEE

**Statement of Revenues, Expenditures
and Changes in Fund Balance - Budget (GAAP Basis) and Actual**

General Fund

For the Year Ended June 30, 2022

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Public Safety:				
Police Department:				
Salaries	238,461	267,409	266,675	734
Payroll taxes	17,759	20,029	19,227	802
Employee benefits	49,039	44,363	48,055	(3,692)
Training	2,000	3,000	3,232	(232)
Fees	2,293	1,903	2,163	(260)
Utilities	3,700	3,636	3,060	576
Repair and maintenance	3,000	4,500	7,280	(2,780)
Travel	1,000	1,500	346	1,154
Supplies	7,000	6,541	5,610	931
Vehicle expense	29,000	20,144	24,145	(4,001)
Insurance	21,000	19,160	19,160	0
Miscellaneous	1,000	1,123	1,153	(30)
	<u>375,252</u>	<u>393,308</u>	<u>400,106</u>	<u>(6,798)</u>
Capital outlay	0	0	0	0
Total Police Department	<u>375,252</u>	<u>393,308</u>	<u>400,106</u>	<u>(6,798)</u>
Fire Department:				
Current:				
Salaries	9,600	9,600	10,431	(831)
Payroll taxes	734	734	796	(62)
Gas and oil	2,500	2,818	2,774	44
Supplies and maintenance	16,630	14,326	15,815	(1,489)
Utilities	7,100	9,781	9,130	651
Volunteer firemen	4,000	3,160	2,850	310
Insurance	3,500	3,500	3,500	0
Miscellaneous	0	0	0	0
	<u>44,064</u>	<u>43,919</u>	<u>45,296</u>	<u>(1,377)</u>
Capital outlay	0	0	0	0
Total Fire Department	<u>44,064</u>	<u>43,919</u>	<u>45,296</u>	<u>(1,377)</u>
Total Public Safety	<u>419,316</u>	<u>437,227</u>	<u>445,402</u>	<u>(8,175)</u>

Continued on next page

The notes accompanying the financial statements are an integral part of these financial statements.

CITY OF CLIFTON, TENNESSEE

Statement of Revenues, Expenditures
and Changes in Fund Balance - Budget (GAAP Basis) and Actual

General Fund

For the Year Ended June 30, 2022

	Original Budget	Original Budget	Actual	Variance with Final Budget Positive (Negative)
Streets:				
Inmate lunches	5,600	4,265	5,212	(947)
Repair and maintenance	500	0	0	0
Supplies	500	750	959	(209)
Street lighting	60,000	55,242	55,626	(384)
Miscellaneous	0	0	0	0
	<u>66,600</u>	<u>60,257</u>	<u>61,797</u>	<u>(1,540)</u>
Capital outlay	0	0	0	0
Total Streets Department	<u>66,600</u>	<u>60,257</u>	<u>61,797</u>	<u>(1,540)</u>
Parks and Recreation:				
Current:				
Salaries	48,953	47,278	49,455	(2,177)
Employee benefits	12,390	12,233	13,313	(1,080)
Inmate lunches	3,500	1,690	1,927	(237)
Repair and maintenance	7,000	4,901	9,069	(4,168)
Supplies	7,200	14,886	12,178	2,708
Vehicle expense	7,000	4,170	5,129	(959)
Professional services	0	0	45,000	(45,000)
Insurance	4,100	4,100	4,100	0
Utilities	8,800	8,549	8,179	370
Miscellaneous	619	587	587	0
	<u>99,562</u>	<u>98,394</u>	<u>148,937</u>	<u>(50,543)</u>
Capital outlay	135,900	221,584	202,546	19,038
Total Parks and Recreation	<u>235,462</u>	<u>319,978</u>	<u>351,483</u>	<u>(31,505)</u>
Library	<u>3,400</u>	<u>3,624</u>	<u>3,984</u>	<u>(360)</u>
Total Expenditures	<u>881,686</u>	<u>1,097,843</u>	<u>1,057,406</u>	<u>40,437</u>
Excess (deficiency) of Revenues over Expenditures	(38,976)	(25,608)	70,444	96,052
Other financing sources:				
In lieu of taxes	<u>39,500</u>	<u>37,495</u>	<u>37,495</u>	<u>0</u>
Net change in fund balance	524	11,887	107,939	96,052
Fund Balance, July 1, 2021	<u>503,674</u>	<u>503,674</u>	<u>503,674</u>	<u>0</u>
Fund Balance, June 30, 2022	<u>\$504,198</u>	<u>\$515,561</u>	<u>\$611,613</u>	<u>\$96,052</u>

The notes accompanying the financial statements are an integral part of these financial statements.

CITY OF CLIFTON, TENNESSEE

**Statement of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual**

State Street Aid Fund

For the Year Ended June 30, 2022

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Intergovernmental:				
Gasoline .03 tax	\$15,525	\$15,000	\$14,065	(935)
Gasoline 1989 tax	7,750	7,755	7,591	(164)
Gasoline 2017 tax	25,750	25,554	24,516	(1,038)
Gasoline and motor fuel	50,975	50,605	48,738	(1,867)
Miscellaneous:				
Interest	<u>600</u>	<u>741</u>	<u>695</u>	<u>(46)</u>
Total Revenues	<u>100,600</u>	<u>99,655</u>	<u>95,605</u>	<u>(4,050)</u>
Expenditures:				
Streets:				
Professional services	0	0	21,340	(21,340)
Capital outlay	<u>218,000</u>	<u>214,410</u>	<u>0</u>	<u>214,410</u>
Total Expenditures	<u>218,000</u>	<u>214,410</u>	<u>21,340</u>	<u>193,070</u>
Excess (deficiency) of revenues over expenditures	(117,400)	(114,755)	74,265	189,020
Fund Balance, July 1, 2021	242,712	242,712	242,712	-
Restatement	(88,878)	(88,878)	(88,878)	-
Fund Balance, July 1, 2021, as restated	<u>153,834</u>	<u>153,834</u>	<u>153,834</u>	<u>-</u>
Fund Balance, June 30, 2022	<u><u>\$36,434</u></u>	<u><u>\$39,079</u></u>	<u><u>\$228,099</u></u>	<u><u>\$189,020</u></u>

The notes accompanying the financial statements are an integral part of these financial statements.

CITY OF CLIFTON, TENNESSEE

**Statement of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual**

Sanitation Fund

For the Year Ended June 30, 2022

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Fees	189,000	190,843	197,793	6,950
Miscellaneous:				
Interest	<u>350</u>	<u>457</u>	<u>483</u>	<u>26</u>
Total Revenues	<u>189,350</u>	<u>191,300</u>	<u>198,276</u>	<u>6,976</u>
Expenditures:				
Sanitation:				
Salaries	36,884	35,180	36,595	(1,415)
Payroll taxes	2,794	2,653	2,867	(214)
Employee benefits	10,215	8,424	9,705	(1,281)
Utility	2,850	3,355	3,228	127
Professional services	14,000	14,633	12,459	2,174
Supplies and maintenance	4,153	3,191	2,690	501
Collection fees	75,000	86,916	86,424	492
Insurance	4,100	4,100	4,100	0
Miscellaneous	100	100	0	100
	<u>150,096</u>	<u>158,552</u>	<u>158,068</u>	<u>484</u>
Capital outlay	0	0	0	0
Total Expenditures	<u>150,096</u>	<u>158,552</u>	<u>158,068</u>	<u>484</u>
 Excess (deficiency) of revenues over expenditures	 39,254	 32,748	 40,208	 7,460
 Fund Balance, July 1, 2021	 <u>149,633</u>	 <u>149,633</u>	 <u>149,633</u>	 <u>0</u>
Fund Balance, June 30, 2022	<u><u>\$188,887</u></u>	<u><u>\$182,381</u></u>	<u><u>189,841</u></u>	<u><u>7,460</u></u>

The notes accompanying the financial statements are an integral part of these financial statements.

CITY OF CLIFTON, TENNESSEE

**Statement of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual**

Drug Fund

For the Year Ended June 30, 2022

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Fines and Fees:				
Drug related	1,000	3,410	675	(2,735)
Miscellaneous:				
Interest	<u>100</u>	<u>98</u>	<u>98</u>	<u>0</u>
Total Revenues	<u>1,100</u>	<u>3,508</u>	<u>773</u>	<u>(2,735)</u>
Expenditures:				
Program costs	600	200	26	174
Capital outlay	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total expenses	<u>600</u>	<u>200</u>	<u>26</u>	<u>174</u>
Excess (deficiency) of revenues over expenditures	500	3,308	747	(2,561)
 Fund Balance, July 1, 2021	 <u>32,588</u>	 <u>32,588</u>	 <u>32,588</u>	 <u>0</u>
Fund Balance, June 30, 2022	<u><u>\$33,088</u></u>	<u><u>\$35,896</u></u>	<u><u>33,335</u></u>	<u><u>(2,561)</u></u>

The notes accompanying the financial statements are an integral part of these financial statements.

CITY OF CLIFTON, TENNESSEE

**Statement of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual**

River Resort Act Fund

For the Year Ended June 30, 2022

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Intergovernmental:				
River resort act revenues	<u>34,600</u>	<u>37,136</u>	<u>50,587</u>	<u>13,451</u>
Total Revenues	<u>34,600</u>	<u>37,136</u>	<u>50,587</u>	<u>13,451</u>
Expenditures:				
Streets:				
Professional services	40,000	40,000	27,199	12,801
Capital outlay	<u>0</u>	<u>100,000</u>	<u>72,567</u>	<u>27,433</u>
Total Expenditures	<u>40,000</u>	<u>140,000</u>	<u>99,766</u>	<u>40,234</u>
Excess (deficiency) of revenues over expenditures	(5,400)	(102,864)	(49,179)	53,685
 Fund Balance, July 1, 2021	 <u>120,788</u>	 <u>120,788</u>	 <u>120,788</u>	 <u>-</u>
Fund Balance, June 30, 2022	<u><u>\$115,388</u></u>	<u><u>\$17,924</u></u>	<u><u>\$71,609</u></u>	<u><u>\$53,685</u></u>

The notes accompanying the financial statements are an integral part of these financial statements.