

MUNICIPALITY OF SALEM
STATEMENT OF NET POSITION
December 31, 2023

	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Total	
ASSETS:				
Cash and Cash Equivalents	5,213,088.19	1,776,202.76	6,989,290.95	20,842.18
Accounts Receivable, Net	109,050.30	4,485.62	113,535.92	
Inventories	14,042.90	79,032.32	93,075.22	
Restricted Assets:				
Cash and cash equivalents	2,627,298.65		2,627,298.65	
Net Pension Asset	738.73	288.84	1,027.57	
Capital Assets:				
Land, Improvements and Construction/Development in Progress	1,436,917.31	511,144.45	1,948,061.76	
Other Capital Assets, Net of Depreciation/Amortization	3,631,028.96	6,382,466.84	10,013,495.80	
TOTAL ASSETS	<u>13,032,165.04</u>	<u>8,753,620.83</u>	<u>21,785,785.87</u>	<u>20,842.18</u>
DEFERRED OUTFLOWS OF RESOURCES:				
Pension Related Deferred Outflows	56,199.60	23,512.55	79,712.15	
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>56,199.60</u>	<u>23,512.55</u>	<u>79,712.15</u>	<u>0.00</u>
LIABILITIES:				
Accounts Payable	201,792.33	277,749.60	479,541.93	
Other Current Liabilities	59,024.96	44,800.21	103,825.17	
Unearned Revenue	185.18	120,240.53	120,425.71	
Noncurrent Liabilities:				
Due Within One Year	104,830.71	159,903.44	264,734.15	
Due in More than One Year	2,731,641.12	3,647,388.37	6,379,029.49	0.00
TOTAL LIABILITIES	<u>3,097,474.30</u>	<u>4,250,082.15</u>	<u>7,347,556.45</u>	<u>0.00</u>
DEFERRED INFLOWS OF RESOURCES:				
Pension Related Deferred Inflows	35,835.74	15,738.68	51,574.42	
Other Deferred Inflows of Resources		1,761.20	1,761.20	
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>35,835.74</u>	<u>17,499.88</u>	<u>53,335.62</u>	<u>0.00</u>
NET POSITION:				
Net Investment in Capital Assets	2,246,795.27	3,088,941.37	5,335,736.64	
Restricted For:				
Equiq Repair and Replace Purposes		636,153.56	636,153.56	
City Hall /Community Center Purpose	2,627,298.65		2,627,298.65	
City Promotion Purposes	88,209.11		88,209.11	
Street Maintenance Purposes	363,976.40		363,976.40	
Storm Sewer Maintenance & Improvement purposes	535,891.33		535,891.33	
Debt Service Purposes	69,098.91	600,316.11	669,415.02	
SDRS Pension Purposes	21,102.58	8,062.71	29,165.29	
Unrestricted (Deficit)	4,002,682.34	176,077.60	4,178,759.94	20,842.18
TOTAL NET POSITION	<u>9,955,054.59</u>	<u>4,509,551.35</u>	<u>14,464,605.94</u>	<u>20,842.18</u>

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

**MUNICIPALITY OF SALEM
STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2023**

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position			Salem HRC Component Units
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			
					Governmental Activities	Business-Type Activities	Total	
Primary Government:								
Governmental Activities:								
General Government	313,532.84	18,485.00	1,875.00	414,000.00	120,827.16		120,827.16	
Public Safety	96,825.70	1,555.00	0.00	0.00	(95,270.70)		(95,270.70)	
Public Works	814,218.70	125,803.33	90,888.69	476,288.45	(121,238.23)		(121,238.23)	
Health and Welfare	17,011.10	0.00	1,787.00	0.00	(15,224.10)		(15,224.10)	
Culture and Recreation	238,593.06	27,200.75	3,261.00	38,799.74	(169,331.57)		(169,331.57)	
Conservation and Development	89,754.84	0.00	0.00	0.00	(89,754.84)		(89,754.84)	
Miscellaneous		35,878.22	5,000.00	0.00	40,878.22		40,878.22	
**Interest on Long-term Debt	134,093.31	0.00	0.00	0.00	(134,093.31)		(134,093.31)	
Total Governmental Activities	<u>1,704,029.55</u>	<u>208,922.30</u>	<u>102,811.69</u>	<u>929,088.19</u>	<u>(463,207.37)</u>		<u>(463,207.37)</u>	
Business-type Activities:								
Water	425,475.20	503,479.49	10,000.00	10,376.50		98,380.79	98,380.79	
Sewer	253,976.48	315,992.48		22,928.00		84,944.00	84,944.00	
Total Business-Type Activities	<u>679,451.68</u>	<u>819,471.97</u>	<u>10,000.00</u>	<u>33,304.50</u>		<u>183,324.79</u>	<u>183,324.79</u>	
Total Primary Government	<u>2,383,481.23</u>	<u>1,028,394.27</u>	<u>112,811.69</u>	<u>962,392.69</u>		<u>183,324.79</u>	<u>(279,882.58)</u>	
Component Units:								
Housing and Redevelopment Commission								HRC Dontaion to Community Ctr (306,000.00)
General Revenues:								
Taxes:								
Property Taxes					390,825.34		390,825.34	
Sales Taxes					648,888.02		648,888.02	
State Shared Revenues					11,949.29		11,949.29	
Grants and Contributions not Restricted to Specific Programs					0.00		0.00	
Unrestricted Investment Earnings					281,893.38	41,556.96	323,450.34	
Miscellaneous Revenue					16,519.46	8,305.33	24,824.79	
Total General Revenues, Special Items, Extraordinary Items and Transfers					<u>1,350,075.49</u>	<u>49,862.29</u>	<u>1,399,937.78</u>	6,241.62
Change in Net Position					<u>886,868.12</u>	<u>233,187.08</u>	<u>1,120,055.20</u>	<u>(299,758.38)</u>
Net Position - Beginning					<u>9,068,701.59</u>	<u>4,275,849.15</u>	<u>13,344,550.74</u>	<u>320,600.56</u>
ADJ to Beginnin Bal - ARPA \$ TO SEWER					<u>(515.12)</u>	<u>515.12</u>	<u>0.00</u>	<u>0.00</u>
NET POSITION - ENDING					<u>9,955,054.59</u>	<u>4,509,551.35</u>	<u>14,464,605.94</u>	<u>20,842.18</u>

**MUNICIPALITY OF SALEM
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2023**

	<u>General Fund</u>	<u>Sales Tax Fund</u>	<u>Spec Assess Fund</u>	<u>Storm Sewer Fund</u>	<u>Total Governmental Funds</u>
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES:					0.00
Assets:					0.00
Cash and Cash Equivalents	4,106,890.27	87,689.70	413,376.98	605,131.24	5,213,088.19
110 Taxes Receivable--Delinquent	8,761.97		7,615.00	190.40	16,567.37
115 Accounts Receivable, Net	3,532.05				3,532.05
121 Special Assessments Receivable--Current	14,707.87				14,707.87
122 Special Assessments Receivable--Delinquent	15,317.57				15,317.57
123 Special Assessments Receivable--Noncurrent	34,735.44				34,735.44
125 Interest Receivable--Special Assessments	1,096.49				1,096.49
132 Due from State/County Governments	22,065.81	519.41	508.29		23,093.51
141 Inventory of Supplies	14,042.90				14,042.90
107.1 Restricted Cash and Cash Equivalents	2,627,298.65				2,627,298.65
Total Assets	<u>6,848,449.02</u>	<u>88,209.11</u>	<u>421,500.27</u>	<u>605,321.64</u>	<u>7,963,480.04</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u>6,848,449.02</u>	<u>88,209.11</u>	<u>421,500.27</u>	<u>605,321.64</u>	<u>7,963,480.04</u>
 LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES:					
Liabilities:					
201 Claims Payable	196,594.36		4,999.07	198.90	201,792.33
207 Contracts Payable--Retained Percentage			52,524.80		52,524.80
209 Due to State Government	591.86				591.86
216 Accrued Wages Payable	5,185.69				5,185.69
217 Accrued Taxes Payable	722.61				722.61
223 Unearned Revenue	52.68			132.50	185.18
Total Liabilities	<u>203,147.20</u>	<u>0.00</u>	<u>57,523.87</u>	<u>331.40</u>	<u>261,002.47</u>
Deferred Inflows of Resources:					
245 Unavailable Revenue--Property Taxes	8,761.97				8,761.97
246 Unavailable Revenue--Special Assessments	65,857.37		7,615.00		73,472.37
Total Deferred Inflows of Resources	<u>74,619.34</u>	<u>0.00</u>	<u>7,615.00</u>	<u>0.00</u>	<u>82,234.34</u>
Fund Balances:					
263 Nonspendable	14,042.90				14,042.90

**MUNICIPALITY OF SALEM
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2023**

	General Fund	Sales Tax Fund	Spec Assess Fund	Storm Sewer Fund	Total Governmental Funds
264 Restricted	2,627,298.65	88,209.11		69,098.91	2,784,606.67
265 Committed	2,629,838.00		356,361.40	535,891.33	3,522,090.73
266 Assigned	703,414.00				703,414.00
267 Unassigned	596,088.93				596,088.93
Total Fund Balances	<u>6,570,682.48</u>	<u>88,209.11</u>	<u>356,361.40</u>	<u>604,990.24</u>	<u>7,620,243.23</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u><u>6,848,449.02</u></u>	<u><u>88,209.11</u></u>	<u><u>421,500.27</u></u>	<u><u>605,321.64</u></u>	<u><u>7,963,480.04</u></u>

MUNICIPALITY OF SALEM
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position
December 31, 2023

Total Fund Balances - Governmental Funds		7,620,243.23
Amounts reported for governmental activities in the statement of net position are different because:		
Net pension asset reported in governmental activities is not an available financial resource and therefore is not reported in the funds.		738.73
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		5,067,946.27
Pension related deferred outflows are components of pension liability (asset) and therefore are not reported in the funds.		56,199.60
Long-term liabilities, including bonds payable and accrued leave payable are not due and payables in the current period and therefore are not reported in the funds.		(2,836,471.84)
Assets such as taxes receivable (delinquent) and special assessment receivables (current, delinquent and noncurrent) are not available to pay for current period expenditures and therefore are deferred in the funds.		82234.34
Pension related deferred inflows are components of pension liability (asset) and therefore are not reported in the funds.	0	(35,835.74) (2,836,471.84)
Net Position - Governmental Activities		\$ 7,118,582.75

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

MUNICIPALITY OF SALEM
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended December 31, 2023

	<u>General Fund</u>	<u>Sales Tax Fund</u>	<u>Spec Assess Fund</u>	<u>Storm Sewer Fund</u>	<u>Federal ARPA Funds</u>	<u>Total Governmental Funds</u>
Revenues:						
310 Taxes:						
311 General Property Taxes	387,198.60					387,198.60
313 General Sales and Use Taxes	627,293.63	21,594.39				648,888.02
314 Gross Receipts Business Taxes	1,605.82					1,605.82
319 Penalties and Interest on Delinquent Taxes	1,020.02					1,020.02
320 Licenses and Permits	18,435.00					18,435.00
330 Intergovernmental Revenue:						
331 Federal Grants	137,316.82			211,348.37		348,665.19
334 State Grants	5,266.48					5,266.48
335 State Shared Revenue:						
335.01 Bank Franchise Tax	2,788.71					2,788.71
335.02 Prorate License Fees	6,316.82					6,316.82
335.03 Liquor Tax Reversion (25%)	9,160.58					9,160.58
335.04 Motor Vehicle Licenses	19,919.99					19,919.99
335.08 Local Government Highway and Bridge Fund	17,506.70					17,506.70
338 County Shared Revenue:						
338.01 County Road Tax (25%)	2,674.43					2,674.43
338.03 County Wheel Tax	8,074.45					8,074.45
340 Charges for Goods and Services:						
341 General Government	50.00					50.00
343 Highways and Streets	9,000.00					9,000.00
344 Sanitation	116,803.33					116,803.33
346 Culture and Recreation	27,200.75					27,200.75
350 Fines and Forfeits:						
353 Parking Meter Fines	1,555.00					1,555.00
360 Miscellaneous Revenue:						
361 Investment Earnings	258,276.91	1,795.77	11,188.15	10,632.55		281,893.38
363 Special Assessments	13,152.81					13,152.81
364 Maintenance Assessments			170,176.54	79,776.07		249,952.61
367 Contributions and Donations from Private Sources	348,015.74	10,520.00				358,535.74
368 Liquor Operating Agreement Income	35,878.22					35,878.22
369 Other	16,494.46					16,494.46
Total Revenue	<u>2,071,005.27</u>	<u>33,910.16</u>	<u>181,364.69</u>	<u>301,756.99</u>	<u>0.00</u>	<u>2,588,037.11</u>
Expenditures:						
410 General Government:						
411 Legislative	7,589.18					7,589.18
412 Executive	24,592.83					24,592.83
414 Financial Administration	156,523.18					156,523.18
419 Other	131,478.47					131,478.47
Total General Government	<u>320,183.66</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>320,183.66</u>
420 Public Safety:						
421 Police	87,880.00					87,880.00
422 Fire	2,413.42					2,413.42

MUNICIPALITY OF SALEM
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended December 31, 2023

	General Fund	Sales Tax Fund	Spec Assess Fund	Storm Sewer Fund	Federal ARPA Funds	Total Governmental Funds
429 Other Protection	494.34					494.34
Total Public Safety	90,787.76	0.00	0.00	0.00	0.00	90,787.76
430 Public Works:						
431 Highways and Streets	331,414.51		197,140.40	12,777.49		541,332.40
432 Sanitation	95,545.19					95,545.19
Total Public Works	426,959.70	0.00	197,140.40	12,777.49	0.00	636,877.59
440 Health and Welfare:						
441 Health	15,180.13					15,180.13
Total Health and Welfare	15,180.13	0.00	0.00	0.00	0.00	15,180.13
450 Culture and Recreation:						
451 Recreation	93,031.42					93,031.42
452 Parks	111,235.91					111,235.91
455 Libraries	600.00					600.00
456 Auditorium	356.91					356.91
Total Culture and Recreation	205,224.24	0.00	0.00	0.00	0.00	205,224.24
460 Conservation and Development:						
465 Economic Development and Assistance	80,131.86	9,606.50				89,738.36
Total Conservation and Development	80,131.86	9,606.50	0.00	0.00	0.00	89,738.36
470 Debt Service	197,500.00			14,093.31		211,593.31
485 Capital Outlay	496,103.66	33,288.03	100,933.54	67,368.19		697,693.42
Total Expenditures	1,832,071.01	42,894.53	298,073.94	94,238.99	0.00	2,267,278.47
Excess of Revenues Over (Under) Expenditures	238,934.26	(8,984.37)	(116,709.25)	207,518.00	0.00	320,758.64
Other Financing Sources (Uses):						
391.03 Sale of Municipal Property	25.00					25.00
391.04 Compensation for Loss or Damage to Capital Assets	98,719.25					98,719.25
Total Other Financing Sources (Uses)	98,744.25	0.00	0.00	0.00	0.00	98,744.25
Net Change in Fund Balances	337,678.51	(8,984.37)	(116,709.25)	207,518.00	0.00	419,502.89
Changes in Nonspendable	(368.52)					(368.52)
Fund Balance - Beginning	6,233,372.49	97,193.48	473,070.65	397,472.24	515.12	7,201,623.98
Adjustments:						
Adjusted to Sewer fund					(515.12)	(515.12)
Adjusted Fund Balance - Beginning	6,233,372.49	97,193.48	473,070.65	397,472.24	0.00	7,201,108.86
FUND BALANCE- ENDING	6,570,682.48	88,209.11	356,361.40	604,990.24	0.00	7,620,243.23

MUNICIPALITY OF SALEM
Reconciliation of the Statement of Revenues, Expenditures and
Changes in Fund Balances to the Statement of Activities
For the Year Ended December 31, 2023

Net Change in Fund Balances - Total Governmental Funds	419,502.89
Amounts reported for governmental activities in the Statement of Activities are different because:	
This amount represents capital asset purchases which are reported as expenditures on the fund financial statements but increase assets on the government wide statements.	697,693.42
This amount represents the current year depreciation/amortization expense reported in the statement of activities which is not reported on the fund financial statements because it does not require the use of current financial resources.	(306,505.13)
Payment of principal on long-term debt is an expenditure in the governmental funds but the payment reduces long-term liabilities in the statement of net assets.	77,500.00
Other Long-Term	\$ <u>77,500.00</u>
The fund financial statement governmental fund property tax accruals differ from the government wide statement property tax accruals in that the fund financial statements require the amounts to be "available".	1,000.90
Governmental funds report special assessments as revenue when "available", but the statement of activities includes the full amount of special assessments as revenue upon completion of the project at the point when an enforceable legal claim arises.	1,834.66 0.00
Governmental funds recognize expenditures for amounts of compensated absences actually paid to employees with current financial resources during the fiscal year. Amounts of compensated absences earned by employees are not recognized in the funds. In the statement of activities, expenses for these benefits are recognized when the employees earn leave credits.	(493.05)
Vacation Leave	\$ <u>493.05</u>
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. (e.g., accrued interest expense, pension expense)	(3,297.05)

Supplies acquired are an expenditure on the fund statements when purchased but are expensed on the statement of activities when consumed. This amount represents the "change in" inventory of supplies. Increase (decrease)

(368.52)

Change in Net Position of Governmental Activities

\$ 886,868.12

MUNICIPALITY OF SALEM
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
December 31, 2023

		Enterprise Funds		
		Water	Sewer	Totals
		Fund	Fund	Totals
ASSETS:				
Current Assets:				
	Cash and Cash Equivalents	829,822.71	946,380.05	1,776,202.76
115	Accounts Receivable, Net	1,916.07	808.35	2,724.42
122	Special Assessments Receivable--Delinquent		1,761.20	1,761.20
141	Inventory of Supplies	58,170.44	20,861.88	79,032.32
	Total Current Assets	<u>889,909.22</u>	<u>969,811.48</u>	<u>1,859,720.70</u>
Noncurrent Assets:				
189	Net Pension Asset	<u>186.09</u>	<u>102.75</u>	<u>288.84</u>
Capital Assets:				
160	Land	2,209.95	39,656.24	41,866.19
162	Buildings	1,540,104.74	241,500.00	1,781,604.74
164	Improvements Other Than Buildings	0.00	4,962.13	4,962.13
166	Furnishings and Equipment	1,161,759.17	36,157.28	1,197,916.45
168	Construction/Development in Progress	262,184.87	207,093.39	469,278.26
169	Infrastructure	2,556,282.63	3,436,254.13	5,992,536.76
170	Less: Accumulated Depreciation-Infrastructure (Credit)	(1,777,174.52)	(817,378.72)	(2,594,553.24)
	Total Noncurrent Assets	<u>3,745,552.93</u>	<u>3,148,347.20</u>	<u>6,893,900.13</u>
	TOTAL ASSETS	<u><u>4,635,462.15</u></u>	<u><u>4,118,158.68</u></u>	<u><u>8,753,620.83</u></u>
DEFERRED OUTFLOWS OF RESOURCES:				
196	Pension Related Deferred Outflows	<u>15,534.71</u>	<u>7,977.84</u>	<u>23,512.55</u>
	TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u><u>15,534.71</u></u>	<u><u>7,977.84</u></u>	<u><u>23,512.55</u></u>
LIABILITIES:				
Current Liabilities:				
201	Claims Payable	145,412.87	132,336.73	277,749.60

**MUNICIPALITY OF SALEM
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
December 31, 2023**

		Enterprise Funds		
		Water Fund	Sewer Fund	Totals
216	Accrued Wages Payable	1,334.24	928.88	2,263.12
217	Accrued Taxes Payable	182.13	126.80	308.93
220	Customer Deposits	42,228.16	0.00	42,228.16
223	Unearned Revenue	3,343.77	116,896.76	120,240.53
226	Bonds Payable Current:			
226.02	Revenue	71,246.75	86,780.93	158,027.68
230	Compensated Absences Payable -- Current	1,393.28	482.48	1,875.76
	Total Current Liabilities	<u>265,141.20</u>	<u>337,552.58</u>	<u>602,693.78</u>
	Noncurrent Liabilities:			
231	Bonds Payable:			
233	Compensated Absences Payable	564.93	181.20	746.13
237	Other Long-Term Liabilities	1,331,674.25	2,314,967.99	3,646,642.24
	Total Noncurrent Liabilities	<u>1,332,239.18</u>	<u>2,315,149.19</u>	<u>3,647,388.37</u>
	TOTAL LIABILITIES	<u><u>1,597,380.38</u></u>	<u><u>2,652,701.77</u></u>	<u><u>4,250,082.15</u></u>
 DEFERRED INFLOWS OF RESOURCES:				
246	Other Deferred Inflows of Resources		1,761.20	1,761.20
248	Pension Related Deferred Inflows	10,517.13	5,221.55	15,738.68
	TOTAL DEFERRED INFLOWS OF RESOURCES	<u>10,517.13</u>	<u>6,982.75</u>	<u>17,499.88</u>
 NET POSITION:				
253.10	Net Investment in Capital Assets	2,342,445.84	746,495.53	3,088,941.37
253.20	Restricted For:			
253.21	Revenue Bond Debt Service	275,903.88	324,412.23	600,316.11
253.26	Equipment Repair and/or Replacement	357,503.35	278,650.21	636,153.56
253.29	SDRS Pension Purposes	5,203.67	2,859.04	8,062.71
253.90	Unrestricted	62,042.61	114,034.99	176,077.60
	TOTAL NET POSITION	<u><u>3,043,099.35</u></u>	<u><u>1,466,452.00</u></u>	<u><u>4,509,551.35</u></u>

MUNICIPALITY OF SALEM
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
For the Year Ended December 31, 2023

		Enterprise Funds		
		Water	Sewer	
		Fund	Fund	Totals
Operating Revenue:				
371	Surcharge as Security for Debt	96,044.90	132,129.29	228,174.19
372-389	Charges for Goods and Services	407,434.59	183,863.19	591,297.78
	Total Operating Revenue	<u>503,479.49</u>	<u>315,992.48</u>	<u>819,471.97</u>
Operating Expenses:				
410	Personal Services	82,400.92	42,337.90	124,738.82
420	Other Current Expense	189,587.16	78,079.25	267,666.41
457	Depreciation	115,881.82	75,909.42	191,791.24
	Total Operating Expenses	<u>387,869.90</u>	<u>196,326.57</u>	<u>584,196.47</u>
	Operating Income (Loss)	<u>115,609.59</u>	<u>119,665.91</u>	<u>235,275.50</u>
Nonoperating Revenue (Expense):				
330	Operating Grants	10,000.00		10,000.00
361	Investment Earnings	19,751.02	21,805.94	41,556.96
362	Rental Revenue	7,935.00		7,935.00
442	Interest Expense	(37,605.30)	(57,649.91)	(95,255.21)
(492) 366	Gain (Loss) on Disposition of Assets			0.00
(429) 369.01	Other	71.36	298.97	370.33
	Total Nonoperating Revenue (Expense)	<u>152.08</u>	<u>(35,545.00)</u>	<u>(35,392.92)</u>
	Income (Loss) Before Contributions, Special Items, Extraordinary Items and Transfers	115,761.67	84,120.91	10,000.00
391.07	Capital Contributions	10,376.50	22,928.00	33,304.50
	Change in Net Position	<u>126,138.17</u>	<u>107,048.91</u>	<u>43,304.50</u>
	Net Position - Beginning	<u>2,916,961.18</u>	<u>1,358,887.97</u>	<u>4,275,849.15</u>
	Adj to Beginning - ARPA \$ designated to sewer		<u>515.12</u>	<u>515.12</u>
	NET POSITION - ENDING	<u><u>3,043,099.35</u></u>	<u><u>1,466,452.00</u></u>	<u><u>4,319,668.77</u></u>

MUNICIPALITY OF SALEM
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended December 31, 2023

	Enterprise Funds		
	Water Fund	Sewer Fund	Totals
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash Receipts from Customers	504,120.94	432,876.54	936,997.48
Cash Payments to Employees for Services	(82,990.34)	(41,623.02)	(124,613.36)
Cash Payments to Suppliers of Goods and Services	(84,752.50)	38,962.91	(45,789.59)
Other Operating Cash Payments	1,448.16	0.00	1,448.16
Net Cash Provided (Used) by Operating Activities	<u>337,826.26</u>	<u>430,216.43</u>	<u>768,042.69</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Operating Subsidies	18,006.36	298.97	18,305.33
Net Cash Provided (Used) by Noncapital Financing Activities	<u>18,006.36</u>	<u>298.97</u>	<u>18,305.33</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Proceeds from Capital Debt	10,376.50	22,928.00	33,304.50
Capital Contributions	204,440.00	173,452.00	
Purchase of Capital Assets	(597,403.25)	(450,509.39)	(1,047,912.64)
Principal Paid on Capital Debt	(69,053.38)	(93,110.69)	(162,164.07)
Interest Paid on Capital Debt	(37,605.30)	(57,649.91)	(95,255.21)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(489,245.43)</u>	<u>(404,889.99)</u>	<u>(1,272,027.42)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
Cash Received for Interest	19,751.02	21,805.94	41,556.96
Net Cash Provided (Used) by Investing Activities	<u>19,751.02</u>	<u>21,805.94</u>	<u>41,556.96</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(113,661.79)	47,431.35	(444,122.44)

MUNICIPALITY OF SALEM
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended December 31, 2023

	Enterprise Funds		
	Water Fund	Sewer Fund	Totals
Balances - Beginning	943,484.50	898,433.58	2,668,128.72
Balances- Ending	829,822.71	945,864.93	2,224,006.28
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:			
Operating Income (Loss)	115,609.59	119,665.91	235,275.50
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:			
Depreciation/Amortization Expense	115,881.82	75,909.42	191,791.24
(Decrease) increase in Unearned revenue	771.50	116,689.39	
(Increase) decrease in Receivables	(130.05)	194.67	64.62
(Increase) decrease in Inventories	(6,003.72)	(14,132.88)	(20,136.60)
(Increase) decrease in Pension Related Deferred Outflows	2,087.79	1,043.90	3,131.69
(Increase) decrease in Other Deferred Outflows of Resources			0.00
(Decrease) increase in Accounts and Other Payables	110,838.38	131,175.04	242,013.42
(Decrease) increase in Accrued Wages Payable	(801.84)	322.55	(479.29)
(Decrease) increase in Accrued Leave Payable	(710.57)	(69.16)	(779.73)
(Decrease) increase in Pension Related Deferred Inflows	(1,156.03)	(578.02)	(1,734.05)
(Decrease) increase in Deposits	1,448.16	0.00	1,448.16
(Increase) decrease in Pension Asset	(8.77)	(4.39)	(13.16)
Net Cash Provided (Used) by Operating Activities	337,826.26	430,216.43	650,581.80

MUNICIPALITY OF SALEM
SCHEDULE OF CHANGES IN LONG-TERM DEBT
For the Year Ended December 31, 2023

Indebtedness	Long-Term Debt 1-Jan-23	Add New Debt	Less Debt Retired	Long-Term Debt 31-Dec-23
Governmental Long-Term Debt:				
230 Compensated Absences Current	13,386.40	634.24	0.00	14,020.64
233 Accured Leave Payable	1,441.38	0.00	141.19	1,300.19
Total General Governmt Absences Payable	14,827.78	634.24	141.19	15,320.83
Governmental Long-Term Debt:				
231.02 Revenue Bonds	398,651.00	0.00	0.00	398,651.00
237 Other Long-Term Liabilities (C.O.P.){	2,500,000.00	0.00	77,500.00	2,422,500.00
Total General Governmt LT DEBT	2,898,651.00	0.00	77,500.00	2,821,151.00
Enterprise Long-Term Debt:				
230 Compensated Absences Current Water	1,931.52	0.00	538.24	1,393.28
230 Compensated Absences Current Sewer	555.90	0.00	73.42	482.48
233 Accured Leave Payable - Water	737.26	0.00	172.33	564.93
233 Accured Leave Payable - Sewer	176.94	4.26	0.00	181.20
Total Water/Sewer Absences Payable	3,401.62	4.26	783.99	2,621.89
Enterprise Long-Term Debt:				
SRF Clean Water C461057.01 (2003) Utility Project	61,062.90	0.00	34,436.66	26,626.24
SRF Clean Water C461057-03 (2017) 2018 Street & Utility Improvements	2,260,344.71		58,674.03	2,201,670.68
SRF Clean Water C461057-06 (2023) Industrial Area Project	173,452.00			173,452.00
SRF Drinking Water C462057-02 (2005) Utility Project	93,563.35	0.00	19,630.34	73,933.01
SRF Drinking Water C462057-03 (2007) Water Treatment Plant	895,759.61	0.00	41,747.58	854,012.03
SRF Drinking Water C462057-04 (2017) 2018 Steet & Utility Improvements	278,211.42	0.00	7,675.46	270,535.96
SRF Drinking Water C462057-06 (2023) Industrial Area Project	0.00	204,440.00	0.00	204,440.00
Total WATER SEWER DEBT	3,762,393.99	204,440.00	162,164.07	3,804,669.92

YEAR	%	DOLLARS BORROWED	SURCHG	MATURITY YEAR
30	2.125%	398,651	2.50	2053
22	4.8%	2,500,000	0	2044

YEAR	%	DOLLARS BORROWED	SURCHG	MATURITY YEAR
20	3.5%	592,307	-	2024
30	2.5%	2,556,000	16.75	2050
30	2.125%	1,892,800	12.00	2054
20	3.25%	328,966	-	2027
30	3.25%	1,345,000	9.90	2039
20	2.25%	302,000	2.00	2040
30	2.125%	637,650	3.84	2054

MUNICIPALTY OF SALEM
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2023

Federal Grantor/Pass-Through Grantor Program or Cluster Title	Federal Assistance Listing Number	Total Federal Expenditures 2023
US Department of Treasury - Pass Through Programs: SD Bureau of Finance and Management, Coronavirus Relief Fund	21.019	<u> </u>
US Department of Treasury - Direct Programs: Coronavirus State and Local Fiscal Recovery Funds	21.027	<u>244,652.87</u>
Total US Department of Treasury		<u>244,652.87</u>
US Environmental Protection Agency - Direct Programs: US Environmental Protection Agency - Pass-Through Programs: SD Department of Environment and Natural Resources, Brownfields Program	66.817	<u>104,400.00</u>
Total US Elections Assistance Commission		<u>104,400.00</u>
US Department of Homeland Security - Pass-Through Programs: SD Department of Public Safety - Office of Emergency Management, Disaster Grants-Public Assistance (Presidentially Declared Disasters) Hazard Mitigation Grant	97.036 97.039	<u>32,916.82</u> <u> </u>
Total US Department of Homeland Security		<u>32,916.82</u>
GRAND TOTAL		<u><u>\$381,969.69</u></u>