



CITY OF NEW CARROLLTON MARYLAND



ANNUAL COMPREHENSIVE FINANCIAL REPORT
OF THE
CITY OF NEW CARROLLTON, MARYLAND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

CITY OF NEW CARROLLTON, MARYLAND
New Carrollton, Maryland

ANNUAL COMPREHENSIVE FINANCIAL REPORT

For The Year Ended June 30, 2022

Prepared by:
Lorna Grant-Charles, CPA
Director of Finance & Accounting

CITY OF NEW CARROLLTON, MARYLAND
For The Year Ended June 30, 2022
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INTRODUCTORY SECTION



CITY OF NEW CARROLLTON

6016 PRINCESS GARDEN PARKWAY • NEW CARROLLTON, MARYLAND 20784-2898
Phone (301) 459-6100 Fax (301) 459-8172

December 15, 2022

The Honorable Cynthia D B Mills, Chair, and Members of the City Council of New Carrollton:

City Charter, Section C-14 Budget and Finance, paragraph E, requires that the financial books and accounts of the City be audited annually as required by the Annotated Code of Maryland. The City of New Carrollton has its financial statements prepared in accordance with generally accepted accounting principles and audited in accordance with generally accepted auditing standards by a certified public accountant. The City retained Bridgett, Mock & Associates, P.A., a firm of licensed certified public accountants, to perform the City's FY22 annual audit. The City hereby issues its Annual Comprehensive Financial Report (ACFR) for the year ended June 30, 2022.

City Management assumes full responsibility for the accuracy, completeness, fairness and reliability of the information contained in this report that it has provided, based upon a comprehensive framework of internal control that has been established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. We believe that the data, as presented, is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and changes in financial position of the City; and, that all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial affairs have been provided.

Bridgett, Mock & Associates, P.A. audited the City of New Carrollton's financial statements. The independent auditor's report is included with the City's financial statements in the Financial Section of this report. The audit was conducted in accordance with auditing standards generally accepted in the United States of America. On the basis of this examination, the independent auditors have issued an unmodified opinion that the presentation of the basic financial statements conforms to accounting principles generally accepted in the United States. In conducting the audit, the auditors performed tests of the accounting records and such other procedures as were considered necessary in the circumstances to provide a reasonable basis for the opinion on the financial statements. The auditors also assessed the accounting principles used and the significant estimates made by management, as well as evaluated the overall financial statement presentation.

Management has provided a narrative introduction, overview, and analysis to accompany the basic financial statements in the Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the report of the independent auditors in the Financial Section of this report.

PROFILE OF THE GOVERNMENT

The City of New Carrollton is located in central Prince George's County, Maryland, approximately eight miles northeast of Washington, D.C. With a population of 13,715, as estimated by the 2020 Decennial Census, and a land area of 1.6 square miles, New Carrollton is the twenty-first largest municipality in Maryland and the sixth largest in Prince George's County.

The City was incorporated on April 11, 1953, by an act of the Maryland General Assembly and granted a Charter as the City of Carrollton. On February 17, 1965, a resolution was introduced in the City Council for an amendment to the City Charter that would change the name of the City from "Carrollton" to "New Carrollton." A public hearing was held on the name change, and on April 7, 1965, the City Council approved the change. The issue of the new name was brought to referendum and was subsequently approved by the voters on May 2, 1966.

Another significant legal change occurred in 1970 when the citizens voted to alter the form of government. In May 1971, a new City Charter became effective changing the government format from a commission to a Mayor and Council format. The duties of the Mayor and City Council were expressly defined, separating executive and legislative functions.

The Mayor is the City's chief executive officer, directing the administration of the municipal services of general government, including City administration, public works and public safety (police). The Mayor is not a member of the City Council and has no vote at City Council sessions. The Mayor, however, has veto power over any ordinance or resolution passed by the City Council. The Mayor appoints, with the advice and consent of the City Council, all City officers. The Mayor proposes and executes the budget.

The City Council, in its legislative role, adopts all ordinances and resolutions and establishes the general policies for the City. The City Council may also override an executive veto, and it must grant all special exceptions or variances to any ordinance. The City Council sets the tax rate and approves and adopts the budget. Another duty includes the annual appointment of the City Auditor. The City Council may investigate or call for an accounting of any action taken by the Mayor and the executive department. The members of the City Council serve on a part-time basis.

The programs of the City government are carried out through three major departments (administrative, police, and public works), headed by a full-time City Administrative Officer, Police Chief, and a Director of Public Works. These officials report directly to the Mayor. All work priorities are set by the Mayor within the limitations imposed by the budget and the City Council. The Mayor is also assisted in operating the City by a designated law firm. The Board of Election is a semi-autonomous body appointed by the Mayor with approval of the City Council.

Official City committees include the Welcome Committee, the Green Team, the Ethics Commission, the Zoning and Appeals Board, Veterans Memorial Citizen's Advisory Committee and the Weinbach Scholarship Committee. Each of these committees is comprised of citizen volunteers. These committees perform important functions and advise the Mayor and City Council in their respective areas of expertise. The City's operating philosophy has been one which encourages the greatest possible input and participation

ECONOMIC CONDITION AND OUTLOOK

As the US economy continues to respond and recover from the COVID 19 pandemic, the City of New Carrollton (City) has a strong and positive economic outlook. The City has three major shopping centers, located along Annapolis Road, which houses its' commercial retail businesses. Commercial office space vacancy has not increased, which is an indicator of business activity in the City. In addition to business continuity, many businesses have resumed hiring thereby increasing employment. The City's excellent access to major highways and thoroughfares is a factor in attracting customers to its business centers. The new Purple Line project, though outside the city limits, will possibly increase economic and commercial growth in the City.

The City's net assessable real property base increased by 4.1 percent in Fiscal Year 2022 (FY22). The majority of homes in the City are owner-occupied single family homes that the 2017-2021 American Community Survey of the United States Census Bureau placed a median value of \$312,800.

State income received by the City taxes increased by 2 percent in FY 22. Though the amount of State income taxes the City receives depends on the State income tax collections and the State's employment economy as a whole, a similar increase of 2 percent in State income taxes is projected for the next fiscal year.

The City of New Carrollton was awarded \$8,164,522 of the Coronavirus State and Local Recovery Funds (CLFRF) under the American Rescue Plan Act (ARPA), and received the first 50%, \$4,082,261 in FY22. Pursuant to the US Treasury, the remainder (50%) of the funds will be distributed in no less than 12 months and the City expects to receive these funds in FY23. These funds will be used for programs that will benefit the residents, and supplement capital improvement projects in the City.

Overall, New Carrollton is a well-maintained residential community with a good quality of life, community amenities, and healthy business climate. The City continues to explore economic policies and incentives that will expand and develop its commercial sector, while at the same time maintaining and improving the community's quality of life.

LONG-TERM FINANCIAL PLANNING

For FY 2022, the City opted to use the constant yield rate which resulted in a 3.9 percent reduction of real property rates, from 0.6652 to 0.6391. In keeping with the constant yield rate policy, the personal property tax rate on businesses reduced from \$1.66 per \$100 in FY 21 to \$1.60 in FY 22. The City has adequate reserves to handle projected capital improvement projects expected to arise in future fiscal years. The City also has a superb debt ratio allowing the borrowing of funds at low interest rates should the need arise.

RELEVANT FINANCIAL POLICIES

FY 2022 INITIATIVES

During the FY 2022, the City undertook the following major project initiatives:

- The City met with business owners in its continued efforts to annex businesses into the City.

- The City designated usage of the ARPA funds for premium pay to its' employees who worked at the City's facilities during the pandemic.
- The City began and successfully negotiated a three-year collective bargaining agreement with the Fraternal Order of Police, New Carrollton Lodge No. 137; Effective July 1, 2022 through June 30, 2025.
- The City designated some of the ARPA funds to provide its residents with mortgage, rental and home improvement assistance. Some of the ARPA funds are also slated for programs geared toward reducing food insecurity in the City. These programs will begin in FY 2023.
- The City upgraded the restrooms in the municipal building and began work on the audio visual room.

AWARDS AND ACKNOWLEDGEMENTS

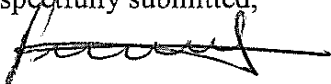
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of New Carrollton, Maryland for its annual comprehensive financial report for the fiscal year ended June 30, 2021. This was the thirty-eighth consecutive year that the City has achieved this prestigious award.

In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current annual comprehensive financial report continues to meet the Certificate of Achievement program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report could not have been accomplished without the efficient and dedicated services of the Finance and Accounting Office of the Administrative Department Office. I want to express my sincere appreciation to all the members of the Department who assisted in and contributed to its preparation and to all employees of the City for their cooperation throughout the year in supporting the financial goals of the City. I would also like to thank the City Council for their ongoing support in planning the financial operations of the City.

Respectfully submitted,



Phelecia Nembhard
Mayor
City of New Carrollton



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of New Carrollton
Maryland**

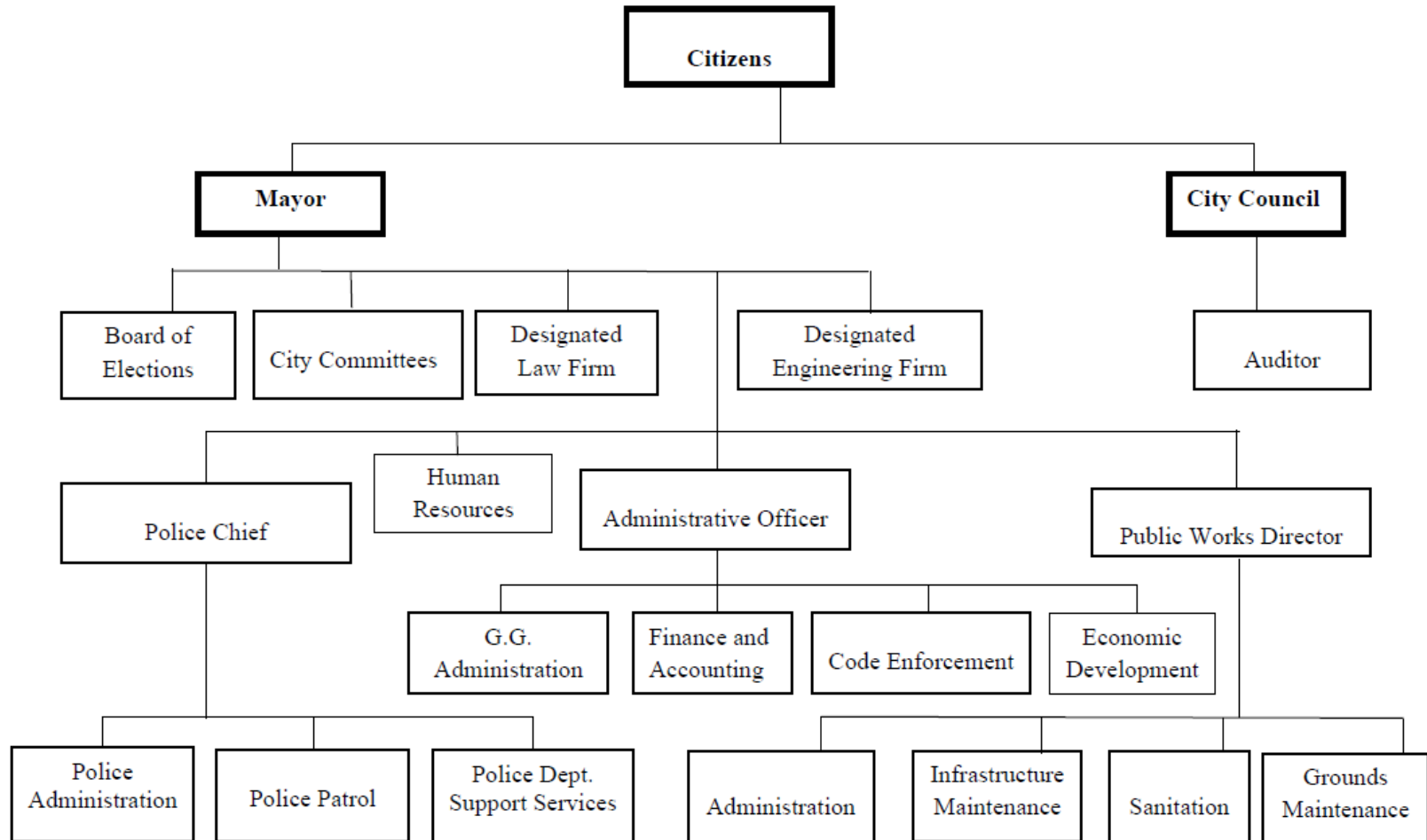
For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2021

Christopher P. Morill

Executive Director/CEO

CITY OF NEW CARROLLTON, MARYLAND
ORGANIZATIONAL CHART
For the Year Ended June 30, 2022



**CITY OF NEW CARROLLTON, MARYLAND
LIST OF ELECTED AND APPOINTED OFFICIALS
For the Year Ended June 30, 2022**

MAYOR

Phelecia E. Nembhard

CITY COUNCIL

Cynthia D B Mills, Chairperson
Allyne Hooks, Vice Chairperson
Katrina R. Dodro, Council Member
Briana Urbina, Council Member
Lincoln Lashley, Council Member

CITY TREASURER

Lorna Grant-Charles

CITY ADMINISTRATIVE OFFICER

Latasha Gatling

CITY LAW FIRM

Gabriel L. Christian & Associates LLC

DIRECTOR OF PUBLIC WORKS

Andre Triplett

CHIEF OF POLICE

Col. David G. Rice

INDEPENDENT AUDITORS

Bridgett, Mock & Associates, P.A.



FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Members of the City Council
City of New Carrollton
New Carrollton, Maryland

Opinions

We have audited the accompanying financial statements of the governmental activities and the budgetary comparison for the general fund of the City of New Carrollton, Maryland, 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 our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and the general fund of the City of New Carrollton, Maryland, as of June 30, 2022, and the respective changes in financial position and the 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. 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 the City of New Carrollton, Maryland, 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 Financial Statements

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

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 of New Carrollton, Maryland'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

Our 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 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 generally accepted 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 judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- 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 of New Carrollton, Maryland'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 our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of New Carrollton, Maryland's 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 on pages 11 - 20 and additional information required for the pension on pages 59 - 60 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.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Bridgett, Mord & Associates, P.A.

Waldorf, Maryland
December 15, 2022

CITY OF NEW CARROLLTON, MARYLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2022

INTRODUCTION

The City of New Carrollton is located in Prince George's County, Maryland and is one of twenty-seven municipalities within the County. The Management's Discussion and Analysis (MD&A), a requirement of GASB 34, is intended to be the City of New Carrollton's discussion and analysis of the financial results, prepared by the City's senior management, for the year ended June 30, 2022. The MD&A is best understood if read in conjunction with the transmittal letter and the City's basic financial statements.

FINANCIAL HIGHLIGHTS FOR FISCAL YEAR 2022

- The City's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$20,354,795 (*net position*). Of this amount, \$13,955,261 (*unrestricted net position*) may be used to meet the City's ongoing obligations to citizens and creditors. The City's total net position increased by \$2,336,886.
- As of the close of the current fiscal year, the City's governmental funds reported an ending fund balance of \$18,483,073, an increase of \$2,191,507 in comparison to the prior year.
- The City was awarded \$8,164,522 of Coronavirus Local Fiscal Recovery Funds (CLFRF) under the American Rescue Plan Act (ARPA) of 2021. The first half of the funds were received during FY 2022, the remainder to be received in FY 2023. The Council approved premium wages to all employees in the employment of the City as of May 1, 2022. A total of \$426,000 was paid to the employees in FY 2022. An additional amount was approved for the consultant hired to assist in the management of the ARPA funds in the amount of \$2,650.

USING THIS ANNUAL COMPREHENSIVE FINANCIAL REPORT

This discussion and analysis are intended to serve as an introduction to the City's basic financial statements. This Annual Comprehensive Financial Report (ACFR) consists of two sections - Financial and Statistical. The City's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements and, 3) notes to the financial statements. This ACFR also contains other required supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements – The government-wide financial statements, which are the *Statement of Net Position* and the *Statement of Activities*, provide information about the activities of the City as a whole. They present both short-term and long-term information about the City's overall financial status. They provide readers with a broader overview of the City's finances in a manner similar to a private-sector business entity.

CITY OF NEW CARROLLTON, MARYLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2022

The *Statement of Net Position* presents information on all the City's assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position and condition of the City is improving or deteriorating.

The *Statement of Activities* presents information on how the City'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 certain items that will result in cash flows in future periods (e.g., uncollected taxes and earned but unused vacation leave).

The government-wide financials include only the City of New Carrollton, because the City has no component unit relationships with any other governmental agency. The government-wide financials can be found on pages 21 and 22 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 for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Funds can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental funds – *Governmental funds* are 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 tell how services were financed in the short-term, as well as what remains for future spending. Fund financial statements also report the City's operations in more detail than the government-wide statements.

The City only operates one governmental fund, the General Fund. Information is presented for this fund in the Governmental Funds Balance Sheet and in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balance.

The City adopts an annual appropriated budget for the General Fund. A budgetary comparison statement has been provided to demonstrate compliance with the budget.

The basic governmental fund financial statements and statement of budgetary comparison can be found on pages 23 - 37 of this report.

Proprietary and Fiduciary funds – The City operates no proprietary or fiduciary funds.

Summary of significant accounting policies and notes to the financial statements – The summary and notes to the government-wide and fund financial statements provide additional information that is essential to a full understanding of this ACFR. They can be found on pages 38-58 of this report.

CITY OF NEW CARROLLTON, MARYLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2022

Other information – In addition to the basic financial statements and accompanying notes, this report also presents certain required information related to the City of New Carrollton's net pension liability. This information can be found on pages 59 and 60 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The following tables and analysis discuss the financial position and changes to the financial position for the City as a whole, as of and for the year ended June 30, 2022, with comparative information for the previous fiscal year.

As noted earlier, net position may serve, over time, as a useful indicator of a government's overall financial condition and position. In the case of the City, assets exceeded liabilities by \$20,354,795 at the close of the most recent fiscal year. The City's net position is divided into three categories: 1) net investment in capital assets; 2) restricted net position; and 3) unrestricted net position.

The City's investment in capital assets, net of depreciation and any unamortized debt used to acquire those assets represents approximately 23.5% of total net position. It utilizes these assets to provide services to the citizens of the City of New Carrollton. Consequently, these assets are not available for future spending.

Restricted net position is resources that are subject to external restrictions on how they may be used. Restricted net position represents 8.0% of net position and are restricted for scholarships to the City's youth, public safety expenses, and cable equipment.

Unrestricted net position represents approximately 68.5% of the City's total net position. The City may use the net position to meet its ongoing obligations to citizens and creditors.

CITY OF NEW CARROLLTON, MARYLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2022

Figure 1 presents a summary of the Statement of Net Position for the City as of June 30, 2022, and 2021, respectively:

Figure 1

| <u>Total Governmental Activities</u> | | |
|---|-----------------------------|-----------------------------|
| | <u>2022</u> | <u>2021</u> |
| Assets | | |
| Current and other assets | \$ 23,411,529 | \$ 17,531,103 |
| Land | 1,181,189 | 1,181,189 |
| Capital assets, net | 4,500,553 | 4,999,075 |
| Total Assets | <u>29,093,271</u> | <u>23,711,367</u> |
| Deferred Outflows of Resources | <u>1,634,023</u> | <u>1,243,377</u> |
| Liabilities | | |
| Long-term liabilities outstanding | 4,647,769 | 5,966,006 |
| Other liabilities | 4,245,330 | 655,698 |
| Total Liabilities | <u>8,893,099</u> | <u>6,621,704</u> |
| Deferred Inflows of Resources | <u>1,479,400</u> | <u>315,131</u> |
| Net Position | | |
| Net investment in capital assets | 4,777,414 | 5,182,436 |
| Restricted | 1,622,120 | 1,243,044 |
| Unrestricted | <u>13,955,261</u> | <u>11,592,429</u> |
| Total Net Position | <u><u>\$ 20,354,795</u></u> | <u><u>\$ 18,017,909</u></u> |

CITY OF NEW CARROLLTON, MARYLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2022

General revenues of governmental activities were approximately \$8.7 million, while total expenses, net of charges for services and grants, were approximately \$6.4 million. The increase in net position for governmental activities was \$2,336,886. Revenues from charges for services increased by \$783,085 over the prior year, which includes fines from red light cameras increasing by \$656,681. Expenses increased from Fiscal Year 2021 to 2022 by \$156,087. Figure 2 presents statement of governmental activities for the City of New Carrollton as of June 30, 2022 and 2021, respectively.

Figure 2
Total Governmental Activities

| | <u>2022</u> | <u>2021</u> |
|------------------------------------|-----------------------------|-----------------------------|
| Revenues | | |
| Program revenues | | |
| Charges for services | \$ 3,384,239 | \$ 2,601,154 |
| Operating grants and contributions | 1,104,740 | 1,433,834 |
| General revenues | | |
| Property tax | 7,080,722 | 7,076,221 |
| Shared taxes | 1,570,999 | 1,441,263 |
| Miscellaneous | 38,873 | 346,865 |
| Investment earnings | 17,815 | 20,225 |
| Total Revenues | <u>13,197,388</u> | <u>12,919,562</u> |
| Expenses | | |
| General government | 2,414,638 | 2,890,138 |
| Public safety | 4,384,013 | 4,134,481 |
| Public works | 3,995,085 | 3,601,705 |
| Weinbach scholarship | 3,750 | 69,091 |
| Interest | 63,016 | 9,000 |
| Total Expenses | <u>10,860,502</u> | <u>10,704,415</u> |
| Change in net position | 2,336,886 | 2,215,147 |
| Net position, beginning | <u>18,017,909</u> | <u>15,802,762</u> |
| Net position, ending | <u><u>\$ 20,354,795</u></u> | <u><u>\$ 18,017,909</u></u> |

**CITY OF NEW CARROLLTON, MARYLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2022**

Figure 3 represents the cost and program revenues of each of the City's activities for the years ending June 30, 2022, and 2021. This table also shows each activity's net cost (total cost less fees generated by the activities and program specific intergovernmental aid). The net cost shows the financial burden placed upon local taxpayers for each of these functions.

Figure 3

Net Cost of Governmental Activities – Year Ending June 30, 2022

| | <u>Services</u> | <u>Revenues</u> | <u>Cost of Services</u> |
|----------------------------|-----------------------------|----------------------------|-----------------------------|
| General government | \$ 2,414,638 | \$ 684,490 | \$ 1,730,148 |
| Public safety | 4,384,013 | 2,841,106 | 1,542,907 |
| Public works | 3,995,085 | 963,383 | 3,031,702 |
| Weinbach scholarship | 3,750 | - | 3,750 |
| Interest on long-term debt | 63,016 | - | 63,016 |
| Total | <u><u>\$ 10,860,502</u></u> | <u><u>\$ 4,488,979</u></u> | <u><u>\$ 6,371,523</u></u> |

Net Cost of Governmental Activities – Year Ending June 30, 2021

| | <u>Services</u> | <u>Revenues</u> | <u>Cost of Services</u> |
|----------------------------|-----------------------------|----------------------------|-----------------------------|
| General government | \$ 2,890,138 | \$ 1,355,512 | \$ 1,534,626 |
| Public safety | 4,134,481 | 1,914,390 | 2,220,091 |
| Public works | 3,601,705 | 765,086 | 2,836,619 |
| Weinbach scholarship | 69,091 | - | 69,091 |
| Interest on long-term debt | 9,000 | - | 9,000 |
| Total | <u><u>\$ 10,704,415</u></u> | <u><u>\$ 4,034,988</u></u> | <u><u>\$ 6,669,427</u></u> |

The total cost of all governmental activities this year was approximately \$10.9 million. Some costs of government activities were paid by those who directly benefited from the programs (\$3,384,239) and other governments and organizations that subsidized certain programs with grants and contributions (\$1,104,740).

CITY OF NEW CARROLLTON, MARYLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2022

GOVERNMENT FUND FINANCIAL ANALYSIS

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

Governmental fund - The focus of the City's *governmental fund* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the City's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of June 30, 2022, the City reported a fund balance of \$18,483,073, an increase of \$2,191,507 over the prior fiscal year. The general fund is the chief operating and only fund of the City. Of the fund balance, \$8,030 is non-spendable due to prepaid items at year end, \$1,622,120 is restricted due to external restrictions as to usage, \$718,500 is committed due to the restrictions placed upon it by the Mayor and Council of New Carrollton, \$3,987,885 is classified as assigned, and the unassigned fund balance is \$12,146,538. The City's Charter established an operating reserve of \$250,000 which can only be spent in the last three months of the fiscal year if necessary. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 111.4% of total general fund expenditures, while total fund balance represents 169.4% of that same amount.

Total revenues increased by \$218,674 over the preceding year. Taxes increased by \$105,660, Intergovernmental grants decreased \$362,008 (which included \$780,188 of Covid relief grants received in FY 2021) and fines and forfeitures revenues increased by \$765,809 over the preceding year, mostly due to an increase in red light camera and speed camera fines. Total expenditures decreased by \$349,467.

General fund budgetary highlights

During the fiscal year, the City made several amendments to the General Fund original approved budget. On a budgetary basis, actual revenues for the fiscal year were less than the final budget by \$3,239,769. Actual general fund expenditures were \$5,431,276 less than final budget authorization. The budget was amended to include the American Rescue Plan Funds (ARPA) in revenue and in expenditures in the amount of \$4,082,261. ARPA funds, in the amount of \$3,653,611, were deferred for the year ended June 30, 2022.

Actual personal property tax revenue from businesses exceeded the budgeted amount by \$248,715 due to higher-than-expected assessment values. Actual speed camera revenue exceeded the budgeted amount by \$221,520 and red light camera revenue exceeded the budgeted amount by \$526,141.

CITY OF NEW CARROLLTON, MARYLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2022

CAPITAL ASSET AND DEBT ADMINISTRATION

The City received support grants from Verizon and Comcast for the upgrades to Cable TV Equipment.

An analysis of the budget and actual revenues and expenditures can be found on pages 27 - 37.

Capital assets

As of June 30, 2022, the City had approximately \$5.7 million invested in net capital assets including land, buildings, computers, infrastructure, park facilities, vehicles, and equipment. During the year ended June 30, 2022, the City purchased \$6,000 in capital assets, began construction of a renovation to the audio visual room for \$29,340, and had total depreciation expense of \$533,862.

Figure 4 displays a summary of governmental activities capital assets by type as of June 30, 2022 and 2021.

Figure 4
Capital Assets, Net of Depreciation
Total Government Activities

| | <u>2022</u> | <u>2021</u> |
|-----------------------------------|----------------------------|----------------------------|
| Land | \$ 1,181,189 | \$ 1,181,189 |
| Construction in Progress | 29,340 | - |
| Buildings | 2,033,057 | 2,146,346 |
| Improvements other than buildings | 102,947 | 130,182 |
| Street and infrastructure | 1,073,137 | 1,117,328 |
| Equipment | 1,262,072 | 1,605,219 |
| Total | <u>\$ 5,681,742</u> | <u>\$ 6,180,264</u> |

Additional information on the City's capital assets can be found in Note 5, pages 46 - 47 of this report.

Debt

As of June 30, 2022, the City had total debt outstanding of \$4,647,769. Of this amount, \$904,328 is comprised of bonds payable to the Community Development Administration, \$978,162 of bonds payable to Sun Trust Bank, and the net pension liability for the City of \$2,539,464. The remaining \$225,815 represents amounts due to City employees for accrued compensated absences.

**CITY OF NEW CARROLLTON, MARYLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2022**

The City's net pension liability totaled \$2,539,464, a decrease of \$956,478 from the previous year.

Figure 5 displays a summary of governmental activities long-term debt by type as of June 30, 2022 and 2021.

**Figure 5
Long-Term Debt
Total Government Activities**

| | <u>2022</u> | <u>2021</u> |
|-----------------------|----------------------------|----------------------------|
| Bonds payable | \$ 1,882,490 | \$ 2,153,892 |
| Net pension liability | 2,539,464 | 3,495,942 |
| Compensated absences | 225,815 | 316,172 |
| Total | <u>\$ 4,647,769</u> | <u>\$ 5,966,006</u> |

Additional information on the City of New Carrollton's long-term debt can be found in Note 6 on pages 47 - 48 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S (FY 2023) BUDGETS AND RATES

- The real property tax rate for Fiscal year 2023 was reduced from \$0.6391 to \$0.6154 per \$100 of assessed value. This change represents a 3.71% rate reduction, real property tax revenues are expected to be consistent with previous years due to increased real property assessments.
- The personal property tax rate on businesses for FY 2023 will reduce from \$1.60 to \$1.54 per \$100 of business assessed value. Though this change represents a 3.75% rate reduction, revenues are expected to be consistent as business property assessments have increased.
- The City funded \$3.5M in infrastructure and capital improvements. A portion of the funding will come from the ARPA grant funds.
- For Fiscal Year 2023, personnel costs including a cost-of-living adjustment, health insurance, workman compensation insurance, and state retirement contribution premiums are expected to increase 23%. This increase includes COLA, step increase, increase in health care and worker's compensation and an increase in employees as the City seeks to fill vacant positions.
- The City is still committed to growing its tax base in commercial property. The ongoing New Carrollton Area Revitalization District (NARD) initiative seeks to provide economic incentives to annex businesses into the City and develop its existing commercial base.

**CITY OF NEW CARROLLTON, MARYLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2022**

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide residents, customers, and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have any questions, please contact the City's Finance and Accounting Department at (301) 459-6100.

CITY OF NEW CARROLLTON, MARYLAND
STATEMENT OF NET POSITION
June 30, 2022

| | Governmental Activities |
|---|------------------------------------|
| ASSETS | |
| Cash and cash equivalents | \$ 9,195,744 |
| Investments | 12,929,852 |
| Cash, restricted | 31,709 |
| Receivables, net | 173,620 |
| Prepaid items | 8,030 |
| Due from other governments | 1,072,574 |
| Land | 1,181,189 |
| Capital assets, net of accumulated depreciation | <u>4,500,553</u> |
| Total Assets | <u>29,093,271</u> |
| DEFERRED OUTFLOWS OF RESOURCES | |
| Deferred pensions (see page 54) | <u>1,634,023</u> |
| LIABILITIES | |
| Accounts payable | 330,818 |
| Other liabilities | 160,876 |
| Unearned revenue | 3,753,636 |
| Non-current liabilities | |
| Due within one year | 182,361 |
| Due in more than one year | 1,925,944 |
| Net pension liability | <u>2,539,464</u> |
| Total Liabilities | <u>8,893,099</u> |
| DEFERRED INFLOWS OF RESOURCES | |
| Deferred pensions (see page 54) | <u>1,479,400</u> |
| NET POSITION | |
| Net investment in capital assets | 4,777,414 |
| Restricted for | |
| Weinbach scholarship | 24,459 |
| Public safety | 736,349 |
| Cable equipment | 861,312 |
| Unrestricted | <u>13,955,261</u> |
| TOTAL NET POSITION | <u><u>\$ 20,354,795</u></u> |

These financial statements should be read only in connection with
the accompanying summary of significant accounting policies
and notes to financial statements.

CITY OF NEW CARROLLTON, MARYLAND
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2022

| Functions/Programs | Expenses | Program Revenues | | Net (Expense) Revenues and Changes in Net Position |
|--|----------------------|-------------------------|--|---|
| | | Charges for Services | Operating Grants and Contributions | Governmental Activities |
| Governmental activities | | | | |
| General government | \$ 2,414,638 | \$ 483,225 | \$ 201,265 | \$ (1,730,148) |
| Public safety | 4,384,013 | 2,516,895 | 324,211 | (1,542,907) |
| Public works | 3,995,085 | 384,119 | 579,264 | (3,031,702) |
| Weinbach scholarship | 3,750 | - | - | (3,750) |
| Interest on long-term debt | 63,016 | - | - | (63,016) |
| TOTAL GOVERNMENTAL ACTIVITIES | <u>\$ 10,860,502</u> | <u>\$ 3,384,239</u> | <u>\$ 1,104,740</u> | (6,371,523) |
| GENERAL REVENUES | | | | |
| Property taxes | | | | 7,080,722 |
| Income taxes | | | | 1,471,960 |
| Other taxes | | | | 99,039 |
| Miscellaneous | | | | 38,873 |
| Unrestricted investment earnings | | | | 17,815 |
| Total General Revenues | | | | <u>8,708,409</u> |
| CHANGE IN NET POSITION | | | | 2,336,886 |
| NET POSITION, BEGINNING | | | | <u>18,017,909</u> |
| NET POSITION, ENDING | | | | <u>\$ 20,354,795</u> |

These financial statements should be read only in connection with
the accompanying summary of significant accounting policies
and notes to financial statements.

CITY OF NEW CARROLLTON, MARYLAND
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2022

| | <u>General Fund</u> |
|---|-----------------------------|
| ASSETS | |
| Cash and cash equivalents | \$ 9,195,744 |
| Investments | 12,929,852 |
| Cash restricted | 31,709 |
| Receivables, net | 173,620 |
| Prepaid items | 8,030 |
| Due from other governments | <u>1,072,574</u> |
| TOTAL ASSETS | <u><u>\$ 23,411,529</u></u> |
| LIABILITIES | |
| Accounts payable | \$ 330,818 |
| Other liabilities | 151,131 |
| Unearned revenue | <u>3,753,636</u> |
| Total Liabilities | 4,235,585 |
| DEFERRED INFLOWS OF RESOURCES | |
| Unavailable revenue - property and income taxes | 692,871 |
| FUND BALANCES | |
| Nonspendable | 8,030 |
| Restricted | 1,622,120 |
| Committed | 718,500 |
| Assigned | 3,987,885 |
| Unassigned | <u>12,146,538</u> |
| Total Fund Balances | <u>18,483,073</u> |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES | <u><u>\$ 23,411,529</u></u> |

These financial statements should be read only in connection with
the accompanying summary of significant accounting policies
and notes to financial statements.

CITY OF NEW CARROLLTON, MARYLAND
RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET POSITION
June 30, 2022

TOTAL FUND BALANCE - GOVERNMENTAL FUNDS \$ 18,483,073

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 as assets in governmental funds. The cost of these assets is \$14,073,564 and the accumulated depreciation is \$8,391,822. 5,681,742

Payments made for pension system reduce the long-term liability on the Statement of Net Position but are treated as expenditures in the funds. This is the amount of deferred outflows of resources. 1,634,023

Long-term liabilities are not due and payable in the current period, and therefore, are not reported as liabilities in the funds. (4,647,769)

Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. (9,745)

Deferred inflows of resources related to pension liability and earnings on pension plan investments are not reported on fund financial statements. (1,479,400)

Certain receivables are offset by unavailable revenue in the governmental funds since they are not available to pay for current-period expenditures. This is the amount of deferred inflows of resources. 692,871

TOTAL NET POSITION - GOVERNMENTAL ACTIVITIES \$ 20,354,795

These financial statements should be read only in connection with
the accompanying summary of significant accounting policies
and notes to financial statements.

CITY OF NEW CARROLLTON, MARYLAND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2022

| | <u>General Fund</u> |
|---|-----------------------------|
| REVENUES | |
| Taxes | \$ 8,964,842 |
| Licenses and permits | 190,593 |
| Intergovernmental grants | 599,852 |
| Revenues from other agencies | 93,409 |
| Service charges | 675,380 |
| Fines and forfeitures | 2,498,898 |
| Interest & dividends | 17,815 |
| Other revenues | <u>58,455</u> |
| Total Revenues | 13,099,244 |
| EXPENDITURES | |
| General government | 2,694,873 |
| Public safety | 4,210,871 |
| Public works | 3,662,683 |
| Weinbach scholarship | 3,750 |
| Debt service | |
| Principal | 271,711 |
| Interest | <u>63,849</u> |
| Total Expenditures | <u>10,907,737</u> |
| EXCESS OF REVENUES OVER EXPENDITURES | 2,191,507 |
| FUND BALANCE, BEGINNING OF YEAR | <u>16,291,566</u> |
| FUND BALANCE, END OF YEAR | <u><u>\$ 18,483,073</u></u> |

These financial statements should be read only in connection with
the accompanying summary of significant accounting policies
and notes to financial statements.

CITY OF NEW CARROLLTON, MARYLAND
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF
REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE TO THE
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2022

TOTAL NET CHANGE IN FUND BALANCE - GOVERNMENTAL FUNDS \$ 2,191,507

Amounts reported for governmental activities in the Statement of
Activities are different because

Capital outlays are reported in governmental funds as expenditures. However,
in the Statement of Activities, the cost of those assets is allocated over their
estimated useful lives as depreciation expense. This is the amount by which
depreciation \$533,862 exceeds capital outlay \$35,340 in the period. (498,522)

Long-term debt repayments are an expenditure in the governmental funds, but
the repayment reduces long-term liabilities in the Statement of Net Position.
This is the amount of long-term debt repayments for 2022. 271,402

Some expenses in the statement of activities do not require the use of current
financial resources and, therefore, are not reported as an expenditure in the
governmental funds. This is the net amount by which accumulated long-term
unused compensated absences decreased. 90,357

Pension expense pertaining to the net pension liability does not require the use
of financial resources and, therefore, is not reported in the governmental funds. 182,856

Interest expense in the Statement of Activities differs from the amount reported
in governmental funds due to the net change in accrued interest. 1,141

Under the modified accrual basis of accounting, revenues are not recognized
unless they are deemed "available" to finance current expenditures.
Accrual-basis recognition is not limited by availability, so certain revenues
need to be reduced by the amounts that were unavailable at the beginning
of the year and increased by the amounts that were unavailable
at the end of the year. This adjustment records a net increase in
"unavailable" revenues at the end of the year over the amount at the
beginning of the year. 98,145

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES \$ 2,336,886

These financial statements should be read only in connection with
the accompanying summary of significant accounting policies
and notes to financial statements.

CITY OF NEW CARROLLTON, MARYLAND
STATEMENT OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS) – GENERAL FUND
For the Year Ended June 30, 2022

| | Original Budget | Final Budget | Actual Amounts - Budgetary Basis | Final Budget - Positive (Negative) |
|---------------------------------------|----------------------------|---------------------|---|---|
| REVENUES | | | | |
| Taxes | | | | |
| General property taxes | | | | |
| Real property | \$ 6,155,419 | \$ 6,155,419 | \$ 6,130,673 | \$ (24,746) |
| Business real property-public safety | | | | |
| taxing district | 130,000 | 130,000 | 118,408 | (11,592) |
| Personal property - business | 420,000 | 420,000 | 668,715 | 248,715 |
| Personal property - public safety | | | | |
| taxing district | 34,000 | 34,000 | 57,261 | 23,261 |
| Property of public utilities | 97,000 | 97,000 | 99,252 | 2,252 |
| Penalties / interest | 30,000 | 30,000 | 18,371 | (11,629) |
| Total General Property Taxes | 6,866,419 | 6,866,419 | 7,092,680 | 226,261 |
| State shared taxes | | | | |
| Admissions & amusements | 2,000 | 2,000 | 1,305 | (695) |
| Highway user & motor vehicle tax | 363,534 | 363,534 | 411,264 | 47,730 |
| Income taxes | 1,200,000 | 1,200,000 | 1,361,858 | 161,858 |
| Total State Shared Taxes | 1,565,534 | 1,565,534 | 1,774,427 | 208,893 |
| County shared taxes | | | | |
| P.G. county disposal fee rebate | 33,468 | 33,468 | 33,468 | - |
| Hotel / motel tax | 50,000 | 50,000 | 64,228 | 14,228 |
| Payment in lieu of bank stocks | 19 | 19 | 39 | 20 |
| Total County Shared Taxes | 83,487 | 83,487 | 97,735 | 14,248 |
| Total Taxes | 8,515,440 | 8,515,440 | 8,964,842 | 449,402 |
| Licenses and permits | | | | |
| State traders & peddlers | 5,000 | 5,000 | 10,469 | 5,469 |
| City business license | 13,000 | 13,000 | 16,910 | 3,910 |
| Comcast cable franchise fees | 80,000 | 80,000 | 64,891 | (15,109) |
| Verizon cable franchise fees | 86,000 | 86,000 | 79,906 | (6,094) |
| Verizon property lease | 9,522 | 9,522 | 9,522 | - |
| Building Permit Fees | 9,000 | 9,000 | 8,895 | (105) |
| Total Licenses And Permits | 202,522 | 202,522 | 190,593 | (11,929) |
| Intergovernmental grants | | | | |
| State aid for police protection | 152,000 | 152,000 | 168,211 | 16,211 |
| American Rescue Plan Act Funds | - | 4,082,261 | 428,650 | (3,653,611) |
| Other miscellaneous grants | - | - | 2,991 | 2,991 |
| Total Intergovernmental Grants | 152,000 | 4,234,261 | 599,852 | (3,634,409) |
| Revenues from other agencies | | | | |
| Cable tv equip. support grant-Comcast | 55,000 | 55,000 | 42,589 | (12,411) |
| Cable tv equip. support grant-Verizon | 56,000 | 56,000 | 50,820 | (5,180) |
| Total Revenue From Other Agencies | 111,000 | 111,000 | 93,409 | (17,591) |
| Service Charges | | | | |
| Advertising fees | 2,000 | 2,000 | 130 | (1,870) |
| Municipal center room rent | 1,300 | 1,300 | 1,537 | 237 |
| Special police service fees | 15,000 | 15,000 | 17,997 | 2,997 |
| Rental property inspection | 300,000 | 300,000 | 290,965 | (9,035) |
| Property clean up & liens | 1,000 | 1,000 | - | (1,000) |
| Trash pick up service fees | 322,000 | 322,000 | 322,020 | 20 |
| Recycling fees | 42,769 | 42,769 | 42,731 | (38) |
| Total Service Charges | 684,069 | 684,069 | 675,380 | (8,689) |

These financial statements should be read only in connection with
the accompanying summary of significant accounting policies
and notes to financial statements.

CITY OF NEW CARROLLTON, MARYLAND
STATEMENT OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS) – GENERAL FUND
(continued)
For the Year Ended June 30, 2022

| | Original Budget | Final Budget | Actual Amounts - Budgetary Basis | Final Budget - Positive (Negative) |
|--------------------------------------|----------------------------|---------------------|---|---|
| REVENUES (continued) | | | | |
| Fines and forfeitures | | | | |
| Municipal infractions | 2,500 | 2,500 | 1,040 | (1,460) |
| Red light camera | 672,000 | 1,177,300 | 1,703,441 | 526,141 |
| Speed camera | 350,000 | 451,445 | 672,965 | 221,520 |
| Vehicle control fines & towing | 190,000 | 190,000 | 121,452 | (68,548) |
| Total Fines And Forfeitures | 1,214,500 | 1,821,245 | 2,498,898 | 677,653 |
| Interest & Dividends | | | | |
| Interest earned on investments | 150,000 | 150,000 | 21,869 | (128,131) |
| Unrealized loss/gain in market value | 50,000 | 50,000 | (24,076) | (74,076) |
| Interest on Fidelity CD investments | 40,000 | 40,000 | 20,022 | (19,978) |
| Total Interest & Dividends | 240,000 | 240,000 | 17,815 | (222,185) |
| Other revenues | | | | |
| Scrap metal & paper | 1,000 | 1,000 | 964 | (36) |
| Seized revenues | 1,000 | 1,000 | 10,992 | 9,992 |
| Right-of-way fees | 19,368 | 19,368 | 19,368 | - |
| Insurance proceeds | - | - | 15,837 | 15,837 |
| Miscellaneous revenues | - | - | 9,226 | 9,226 |
| Vending machine sales | 1,000 | 1,000 | 1,853 | 853 |
| Community outreach revenues | - | - | 215 | 215 |
| Total Other Revenues | 22,368 | 22,368 | 58,455 | 36,087 |
| Designated for | | | | |
| Wellness fund | 10,000 | 10,000 | - | (10,000) |
| Municipal building | - | 71,108 | - | (71,108) |
| Weinbach scholarship grant | 5,000 | 5,000 | - | (5,000) |
| Designated for street repair | 142,000 | 142,000 | - | (142,000) |
| Contingency Reserve | 130,000 | 130,000 | - | (130,000) |
| Operating reserve carryover | 150,000 | 150,000 | - | (150,000) |
| Total Designated Funds | 437,000 | 508,108 | - | (508,108) |
| TOTAL REVENUES | 11,578,899 | 16,339,013 | 13,099,244 | (3,239,769) |

These financial statements should be read only in connection with
the accompanying summary of significant accounting policies
and notes to financial statements.

CITY OF NEW CARROLLTON, MARYLAND
STATEMENT OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS) – GENERAL FUND
(continued)
For the Year Ended June 30, 2022

| | Original Budget | Final Budget | Actual Amounts - Budgetary Basis | Variance with Final Budget - Positive (Negative) |
|-------------------------------|----------------------------|---------------------|---|---|
| EXPENDITURES | | | | |
| General Government | | | | |
| Mayor and City Council | | | | |
| Personnel | | | | |
| Mayor salary | 9,600 | 9,600 | 8,800 | 800 |
| Council salary | 30,000 | 30,000 | 29,800 | 200 |
| F.I.C.A. | 3,030 | 3,030 | 2,953 | 77 |
| Health insurance | 26,000 | - | - | - |
| Worker's compensation | 80 | 435 | 421 | 14 |
| Retirement / pension | 5,100 | 4,700 | 2,283 | 2,417 |
| Total Personnel | 73,810 | 47,765 | 44,257 | 3,508 |
| Operating | | | | |
| Office supplies & printing | 1,000 | 1,000 | - | 1,000 |
| Dues and subscriptions | 11,000 | 11,045 | 11,040 | 5 |
| Training and onboarding | 3,000 | 3,000 | 250 | 2,750 |
| Travel & meetings | 19,500 | 19,500 | 12,243 | 7,257 |
| Gifts and special occasions | 1,000 | 1,000 | 145 | 855 |
| Uniforms /apparel | 500 | 500 | 413 | 87 |
| Cell phones | 200 | 200 | 104 | 96 |
| Fire department grant | 7,000 | 7,000 | - | 7,000 |
| Youth activities grant | 10,000 | 10,000 | 10,000 | - |
| Boys & girls club grant | 6,000 | 6,000 | 4,295 | 1,705 |
| Emergency assistance program | 50,000 | 50,000 | - | 50,000 |
| Community outreach expenses | 1,000 | 1,000 | - | 1,000 |
| Community promotion | 2,000 | 2,000 | - | 2,000 |
| Miscellaneous expenses | 1,500 | 1,500 | - | 1,500 |
| Welcome committee | 500 | 500 | - | 500 |
| Total Operating | 114,200 | 114,245 | 38,490 | 75,755 |
| Capital outlay | | | | |
| Municipal building upgrade | - | 71,108 | 71,108 | - |
| Total Mayor & City Council | 188,010 | 233,118 | 153,855 | 79,263 |
| Administration | | | | |
| Personnel | | | | |
| Administrative officer | 141,407 | 103,827 | - | 103,827 |
| Employee services | 570,000 | 672,470 | 672,465 | 5 |
| Cable tv operators | 5,382 | 5,382 | 391 | 4,991 |
| Overtime - employee services | 3,000 | 4,970 | 4,965 | 5 |
| F.I.C.A. | 55,064 | 61,949 | 50,594 | 11,355 |
| Health insurance | 92,000 | 112,756 | 112,226 | 530 |
| Worker's compensation | 5,200 | 12,505 | 12,496 | 9 |
| Retirement/pension | 61,000 | 67,300 | 58,744 | 8,556 |
| Life and LTD | 5,100 | 5,170 | 4,113 | 1,057 |
| Total Personnel | 938,153 | 1,046,329 | 915,994 | 130,335 |
| Operating | | | | |
| Computer & IT support | 51,000 | 42,465 | 16,494 | 25,971 |
| Website & e-mail services | 12,500 | 21,035 | 17,687 | 3,348 |
| City attorney expense | 15,000 | 10,970 | 10,963 | 7 |
| Special counsel expenses | 10,000 | 14,030 | 14,022 | 8 |
| Engineering services | 2,500 | 2,500 | - | 2,500 |
| Consulting services | 5,000 | 5,000 | 3,671 | 1,329 |
| Temporary office support | 1,000 | 8,250 | 8,241 | 9 |

These financial statements should be read only in connection with
the accompanying summary of significant accounting policies
and notes to financial statements.

CITY OF NEW CARROLLTON, MARYLAND
STATEMENT OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS) – GENERAL FUND
(continued)
For the Year Ended June 30, 2022

| | Original Budget | Final Budget | Actual Amounts - Budgetary Basis | Variance with Final Budget - Positive (Negative) |
|---|----------------------------|---------------------|---|---|
| EXPENDITURES (continued) | | | | |
| Advertising | 3,000 | 3,000 | 474 | 2,526 |
| Cable television operations | 60,000 | 44,430 | 12,297 | 32,133 |
| I-Net operating cost | 16,386 | 16,386 | 13,324 | 3,062 |
| City newsletter | 31,000 | 39,320 | 39,308 | 12 |
| American rescue plan act related expenses | - | 4,082,261 | 428,650 | 3,653,611 |
| General liability insurance | 9,000 | 11,090 | 11,076 | 14 |
| Auto insurance | 1,000 | 1,000 | 17 | 983 |
| Public officials liability & bonding | 23,000 | 20,910 | 10,995 | 9,915 |
| Equipment maintenance contracts | 13,250 | 13,250 | 10,358 | 2,892 |
| Office equip maintenance contracts | 10,000 | 10,000 | 5,443 | 4,557 |
| Building maintenance & repair | 48,000 | 30,135 | 12,731 | 17,404 |
| Vehicle operations & maintenance | 1,000 | 1,000 | 9 | 991 |
| Vehicle gasoline use | 1,500 | 1,500 | 125 | 1,375 |
| Computer supplies | 500 | 500 | 20 | 480 |
| Pantry supplies | 1,500 | 1,895 | 1,857 | 38 |
| Office supplies & printing | 10,000 | 10,000 | 8,608 | 1,392 |
| Janitorial supplies | 7,000 | 10,275 | 10,264 | 11 |
| Dues & subscriptions | 4,000 | 5,520 | 5,510 | 10 |
| Employee training | 2,500 | 2,500 | 2,299 | 201 |
| Travel and meetings | 10,000 | 12,120 | 11,895 | 225 |
| Employee gifts -special occasions | 2,000 | 2,000 | 1,972 | 28 |
| Uniforms/Apparel | 500 | 500 | 441 | 59 |
| Telephone & cable | 15,000 | 15,000 | 11,451 | 3,549 |
| Cell phones | 1,800 | 2,130 | 2,120 | 10 |
| GPS tracking | 240 | 240 | - | 240 |
| Utility - electricity | 30,000 | 30,000 | 23,435 | 6,565 |
| Utility - natural gas | 10,000 | 10,825 | 10,814 | 11 |
| Utility - water | 9,000 | 9,000 | 5,481 | 3,519 |
| Postage meter & courier services | 3,000 | 3,000 | 2,983 | 17 |
| Upkeep of Hanko municipal center building | 13,000 | 14,880 | 14,866 | 14 |
| Election | 15,000 | 15,000 | 9,805 | 5,195 |
| Community promotion | - | 7,520 | 7,512 | 8 |
| Community day | 19,000 | 7,485 | 1,683 | 5,802 |
| Halloween event | 1,500 | 1,500 | 1,401 | 99 |
| Holiday decorating contest | 1,000 | 1,000 | 900 | 100 |
| Shred events | 900 | 900 | 600 | 300 |
| New Carrollton green team | 500 | 735 | 728 | 7 |
| Spring community event | 10,000 | 21,515 | 21,501 | 14 |
| Supplies/promotional | 3,000 | 3,000 | 95 | 2,905 |
| Ordinance recodification | 7,000 | 7,000 | 1,195 | 5,805 |
| Miscellaneous | 2,500 | 1,240 | 745 | 495 |
| Vending machine | 1,500 | 2,525 | 2,515 | 10 |
| Total Operating | 496,076 | 4,578,337 | 778,581 | 3,799,756 |
| Capital outlay | | | | |
| Office equipment & computers | 500 | 500 | 320 | 180 |
| Cable tv equipment grant | 56,000 | 56,000 | 29,340 | 26,660 |
| Total Capital Outlay | 56,500 | 56,500 | 29,660 | 26,840 |
| Human Resources - Operating | | | | |
| Employee assistance program | 8,500 | 8,500 | 7,765 | 735 |
| Flexible spending account | 1,300 | 1,300 | 1,295 | 5 |

These financial statements should be read only in connection with
the accompanying summary of significant accounting policies
and notes to financial statements.

CITY OF NEW CARROLLTON, MARYLAND
STATEMENT OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS) – GENERAL FUND
(continued)
For the Year Ended June 30, 2022

| | Original Budget | Final Budget | Actual Amounts - Budgetary Basis | Variance with Final Budget - Positive (Negative) |
|-------------------------------------|----------------------------|---------------------|---|---|
| EXPENDITURES (continued) | | | | |
| Education reimbursements | 5,000 | 5,000 | 2,934 | 2,066 |
| Computer & IT support | 1,850 | 1,850 | 277 | 1,573 |
| Consulting services | 1,000 | 1,000 | 927 | 73 |
| Advertising | 2,250 | 2,250 | - | 2,250 |
| Office supplies and printing | 3,000 | 1,723 | 676 | 1,047 |
| Dues & subscriptions | 800 | 800 | 235 | 565 |
| Employee training | 2,250 | 2,250 | 1,714 | 536 |
| HR training, travel & meetings | 4,100 | 4,100 | 3,543 | 557 |
| Employee gifts/special occasions | 24,250 | 24,802 | 24,792 | 10 |
| Pre-employment screenings | 1,350 | 2,075 | 2,060 | 15 |
| Post-employment screenings | 5,810 | 5,810 | 4,840 | 970 |
| Recruitment & retention program | 10,000 | 10,000 | 6,890 | 3,110 |
| Wellness programs | 10,000 | 10,000 | 5,896 | 4,104 |
| Total Human Resources | <u>81,460</u> | <u>81,460</u> | <u>63,844</u> | <u>17,616</u> |
| Total Administration | <u>1,572,189</u> | <u>5,762,626</u> | <u>1,788,079</u> | <u>3,974,547</u> |
| Economic Development | | | | |
| Operating | | | | |
| Neighborhood design center | 1,500 | 1,500 | 680 | 820 |
| Advertising (marketing & promotion) | 2,500 | 2,500 | - | 2,500 |
| Dues and subscriptions | 1,000 | 1,000 | - | 1,000 |
| Travel and meetings | 1,500 | 1,500 | 872 | 628 |
| Community promotion | 2,500 | 2,500 | - | 2,500 |
| Total Operating | <u>9,000</u> | <u>9,000</u> | <u>1,552</u> | <u>7,448</u> |
| Total Economic Development | <u>9,000</u> | <u>9,000</u> | <u>1,552</u> | <u>7,448</u> |
| Finance & Accounting | | | | |
| Personnel | | | | |
| Employee services-finance | 177,750 | 167,955 | 167,295 | 660 |
| Overtime - employee services | 1,000 | 1,000 | 432 | 568 |
| F.I.C.A. | 13,674 | 13,674 | 11,711 | 1,963 |
| Health insurance | 29,000 | 37,135 | 37,073 | 62 |
| Worker's compensation | 420 | 4,355 | 4,331 | 24 |
| Retirement / pension | 15,500 | 17,125 | 17,115 | 10 |
| Life and LTD | 1,500 | 1,500 | 1,081 | 419 |
| Total Personnel | <u>238,844</u> | <u>242,744</u> | <u>239,038</u> | <u>3,706</u> |
| Operating | | | | |
| Auditing service | 28,000 | 28,000 | 25,864 | 2,136 |
| Computer & IT support | 50,000 | 44,455 | 42,316 | 2,139 |
| Office supplies & printing | 5,000 | 5,000 | 3,044 | 1,956 |
| Dues & subscriptions | 400 | 400 | 255 | 145 |
| Employee training | 4,000 | 4,000 | 3,914 | 86 |
| Travel & meetings | 5,000 | 5,000 | 4,721 | 279 |
| Credit card service fees | 2,000 | 3,645 | 3,635 | 10 |
| Bank service fees | 1,500 | 1,500 | 576 | 924 |
| Miscellaneous | 300 | 300 | 13 | 287 |
| Total Operating | <u>96,200</u> | <u>92,300</u> | <u>84,338</u> | <u>7,962</u> |
| Total Finance and Accounting | <u>335,044</u> | <u>335,044</u> | <u>323,376</u> | <u>11,668</u> |
| Code Enforcement Services | | | | |
| Personnel | | | | |
| Employee services | 330,000 | 324,100 | 298,559 | 25,541 |

These financial statements should be read only in connection with
the accompanying summary of significant accounting policies
and notes to financial statements.

CITY OF NEW CARROLLTON, MARYLAND
STATEMENT OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS) – GENERAL FUND
(continued)
For the Year Ended June 30, 2022

| | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual Amounts - Budgetary Basis</u> | <u>Variance with Final Budget - Positive (Negative)</u> |
|------------------------------------|------------------------|---------------------|---|---|
| EXPENDITURES (continued) | | | | |
| Overtime - Employee services | 5,000 | 5,000 | 1,164 | 3,836 |
| F.I.C.A. | 25,628 | 25,628 | 22,017 | 3,611 |
| Health insurance | 66,279 | 72,179 | 72,110 | 69 |
| Worker's compensation | 15,000 | 15,000 | 9,482 | 5,518 |
| Retirement & pension | 26,000 | 25,950 | 19,731 | 6,219 |
| Life and LTD | 2,500 | 2,550 | 2,547 | 3 |
| Total Personnel | <u>470,407</u> | <u>470,407</u> | <u>425,610</u> | <u>44,797</u> |
| Operating | | | | |
| Property clean-up | 2,500 | 2,500 | - | 2,500 |
| Insect & mosquito control | 2,200 | 2,200 | 1,808 | 392 |
| Field supplies | 2,500 | 2,500 | 593 | 1,907 |
| Total Operating | <u>7,200</u> | <u>7,200</u> | <u>2,401</u> | <u>4,799</u> |
| Total Code Enforcement Services | <u>477,607</u> | <u>477,607</u> | <u>428,011</u> | <u>49,596</u> |
| Total General Government | <u>2,581,850</u> | <u>6,817,395</u> | <u>2,694,873</u> | <u>4,122,522</u> |
| Public Safety | | | | |
| Police administration | | | | |
| Personnel | | | | |
| Police Chief | 141,600 | 141,600 | 127,639 | 13,961 |
| Employee services | 592,351 | 525,216 | 512,561 | 12,655 |
| Overtime - employee services | 13,000 | 3,000 | 2,976 | 24 |
| F.I.C.A. | 57,142 | 57,142 | 47,252 | 9,890 |
| Health insurance | 140,000 | 140,000 | 130,586 | 9,414 |
| Worker's compensation | 66,000 | 66,000 | 52,855 | 13,145 |
| Retirement & pension | 50,000 | 80,935 | 80,924 | 11 |
| Life and LTD | 5,800 | 5,800 | 4,881 | 919 |
| Total Personnel | <u>1,065,893</u> | <u>1,019,693</u> | <u>959,674</u> | <u>60,019</u> |
| Operating | | | | |
| Computer & IT support | 15,000 | 29,095 | 29,091 | 4 |
| Police radars/calibration/maint | 1,000 | 1,000 | 490 | 510 |
| General liability insurance | 39,000 | 95,200 | 38,396 | 56,804 |
| Auto insurance | 28,277 | 13,857 | 61,565 | (47,708) |
| Office equipment contracts | 4,200 | 4,200 | 2,710 | 1,490 |
| Trailer maint. & supplies | 3,000 | 3,325 | 3,319 | 6 |
| Vehicle operation & maintenance | 60,000 | 42,523 | 42,522 | 1 |
| Vehicle gasoline use | 50,000 | 72,300 | 62,396 | 9,904 |
| Computer supplies | 500 | 500 | 420 | 80 |
| Pantry supplies | 1,500 | 2,330 | 2,330 | - |
| Office supplies & printing | 8,000 | 8,000 | 7,452 | 548 |
| Pedestrian safety | - | 5,177 | 5,177 | - |
| Dues & subscriptions | 3,000 | 3,985 | 3,976 | 9 |
| Employee training | 30,000 | 20,055 | 20,054 | 1 |
| Travel & meetings | 6,000 | 15,115 | 15,037 | 78 |
| Pre-employment and mental wellness | 8,600 | 8,600 | 3,373 | 5,227 |
| Uniforms | 30,000 | 30,000 | 26,522 | 3,478 |
| Cell phones | 20,000 | 20,000 | 18,556 | 1,444 |
| Postage meter & courier service | 3,000 | 3,000 | 898 | 2,102 |
| Community promotion | 5,000 | 5,000 | 2,097 | 2,903 |
| National night out | 5,000 | 5,000 | 4,065 | 935 |

These financial statements should be read only in connection with
the accompanying summary of significant accounting policies
and notes to financial statements.

CITY OF NEW CARROLLTON, MARYLAND
STATEMENT OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS) – GENERAL FUND
(continued)
For the Year Ended June 30, 2022

| | Original Budget | Final Budget | Actual Amounts - Budgetary Basis | Variance with Final Budget - Positive (Negative) |
|-------------------------------------|----------------------------|---------------------|---|---|
| EXPENDITURES (continued) | | | | |
| Explorer program | 2,500 | 2,500 | 164 | 2,336 |
| Vehicle control fine - service fees | 30,000 | 20,000 | 15,707 | 4,293 |
| Red light camera service fees | 206,960 | 702,260 | 702,153 | 107 |
| Miscellaneous | 2,500 | 1,515 | 1,255 | 260 |
| Total Operating | <u>563,037</u> | <u>1,114,537</u> | <u>1,069,725</u> | <u>44,812</u> |
| Total Police Administration | <u>1,628,930</u> | <u>2,134,230</u> | <u>2,029,399</u> | <u>104,831</u> |
| Speed Cameras | | | | |
| Personnel | | | | |
| Employee services | 73,000 | 73,150 | 73,094 | 56 |
| Overtime - Police Officers | 15,000 | 12,705 | 2,740 | 9,965 |
| F.I.C.A. | 6,732 | 6,732 | 5,544 | 1,188 |
| Health insurance | 20,000 | 20,900 | 20,892 | 8 |
| Worker's compensation | 11,500 | 11,500 | 9,156 | 2,344 |
| Retirement & pension | 6,320 | 7,565 | 7,555 | 10 |
| Life and LTD | 750 | 750 | 637 | 113 |
| Total Personnel | <u>133,302</u> | <u>133,302</u> | <u>119,618</u> | <u>13,684</u> |
| Operating | | | | |
| Computer & IT support | 3,500 | 3,570 | 3,510 | 60 |
| Vehicle operation & maintenance | 10,000 | 10,000 | 9,055 | 945 |
| Vehicle gasoline use | 10,000 | 10,000 | 1,868 | 8,132 |
| Office supplies & printing | 3,300 | 3,230 | - | 3,230 |
| Field supplies | 2,000 | 2,000 | - | 2,000 |
| Uniforms | 1,000 | 1,000 | - | 1,000 |
| Cell phones | 750 | 750 | - | 750 |
| Speed camera vendor fee | 114,200 | 215,645 | 215,642 | 3 |
| Total Operating | <u>144,750</u> | <u>246,195</u> | <u>230,075</u> | <u>16,120</u> |
| Total Speed Cameras | <u>278,052</u> | <u>379,497</u> | <u>349,693</u> | <u>29,804</u> |
| Police Patrol Service | | | | |
| Personnel | | | | |
| Employee services | 1,057,560 | 997,974 | 956,061 | 41,913 |
| Overtime - police officers | 80,000 | 80,000 | 71,287 | 8,713 |
| Appreciation award | 5,000 | 5,000 | - | 5,000 |
| Bicycle safety program grant | - | 3,200 | 2,679 | 521 |
| F.I.C.A. | 87,023 | 87,023 | 75,512 | 11,511 |
| Health insurance | 206,000 | 206,000 | 181,226 | 24,774 |
| Worker's compensation | 143,495 | 185,990 | 185,980 | 10 |
| Retirement & pension | 96,500 | 96,500 | 84,692 | 11,808 |
| Life and LTD | 9,400 | 9,400 | 8,654 | 746 |
| Total Personnel | <u>1,684,978</u> | <u>1,671,087</u> | <u>1,566,091</u> | <u>104,996</u> |
| Operating | | | | |
| Field supplies | 5,000 | 5,000 | 1,767 | 3,233 |
| Small equipment | 2,500 | 2,500 | 194 | 2,306 |
| Small weapons | 2,500 | 2,500 | - | 2,500 |
| Car to car radios | 1,000 | 1,000 | - | 1,000 |
| Miscellaneous | 2,500 | 2,500 | 2,443 | 57 |
| Total Operating | <u>13,500</u> | <u>13,500</u> | <u>4,404</u> | <u>9,096</u> |

These financial statements should be read only in connection with
the accompanying summary of significant accounting policies
and notes to financial statements.

CITY OF NEW CARROLLTON, MARYLAND
STATEMENT OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS) – GENERAL FUND
(continued)
For The Year Ended June 30, 2022

| | Original Budget | Final Budget | Actual Amounts - Budgetary Basis | Variance with Final Budget - Positive (Negative) |
|---|----------------------------|---------------------|---|---|
| EXPENDITURES (continued) | | | | |
| Capital outlay | | | | |
| Police body camera & scanners | 2,500 | 2,500 | 2,288 | 212 |
| Total Capital Outlay | 2,500 | 2,500 | 2,288 | 212 |
| Total Police Patrol Services | 1,700,978 | 1,687,087 | 1,572,783 | 114,304 |
| Support Services | | | | |
| Personnel | | | | |
| Employee services | 180,000 | 170,000 | 167,051 | 2,949 |
| Overtime | 2,000 | 750 | 399 | 351 |
| F.I.C.A. | 13,923 | 12,673 | 12,477 | 196 |
| Health insurance | 28,000 | 30,500 | 30,354 | 146 |
| Worker's compensation | 9,700 | 33,591 | 33,551 | 40 |
| Retirement & pension | 14,000 | 14,000 | 13,501 | 499 |
| Life and LTD | 1,600 | 1,600 | 1,310 | 290 |
| Total Personnel | 249,223 | 263,114 | 258,643 | 4,471 |
| Operating | | | | |
| Field supplies | 5,000 | 5,000 | 353 | 4,647 |
| Total Operating | 5,000 | 5,000 | 353 | 4,647 |
| Total Support Services | 254,223 | 268,114 | 258,996 | 9,118 |
| Total Public Safety | 3,862,183 | 4,468,928 | 4,210,871 | 258,057 |
| Public Works | | | | |
| Public Works Administration | | | | |
| Personnel | | | | |
| Public Works Director | 115,500 | 115,500 | 101,443 | 14,057 |
| Employee services | 452,000 | 426,600 | 354,660 | 71,940 |
| Overtime | 10,000 | 10,000 | 2,561 | 7,439 |
| F.I.C.A. | 44,179 | 44,179 | 33,667 | 10,512 |
| Health insurance | 77,000 | 83,200 | 83,025 | 175 |
| Worker's compensation | 26,000 | 26,000 | 12,114 | 13,886 |
| Retirement & pension | 40,000 | 59,200 | 59,167 | 33 |
| Life and LTD | 5,000 | 5,000 | 4,046 | 954 |
| Total Personnel | 769,679 | 769,679 | 650,683 | 118,996 |
| Operating | | | | |
| Computer & IT support | 5,000 | 5,000 | 2,743 | 2,257 |
| Temporary labor support | 60,000 | 43,575 | 24,147 | 19,428 |
| General liability insurance | 20,000 | 20,000 | 12,012 | 7,988 |
| Auto insurance | 26,000 | 26,000 | 764 | 25,236 |
| Equipment maintenance contracts | 7,500 | 7,500 | 5,355 | 2,145 |
| Office equipment contracts | - | 1,690 | 1,678 | 12 |
| Preventive vehicle repair & maintenance | 30,000 | 30,000 | 13,173 | 16,827 |
| Building maintenance & repair | 40,000 | 40,000 | 23,834 | 16,166 |
| Office equipment maintenance & repair | 2,500 | 2,500 | - | 2,500 |
| Vehicle operations & maintenance | 125,000 | 125,000 | 71,111 | 53,889 |
| Vehicle gasoline use | 70,000 | 82,000 | 71,643 | 10,357 |
| Gasoline tank maintenance | 5,000 | 7,375 | 7,364 | 11 |
| Computer supplies | 1,000 | 1,000 | 150 | 850 |
| Pantry supplies | 2,000 | 2,000 | 1,878 | 122 |
| Office supplies & printing | 3,000 | 3,000 | 2,879 | 121 |

These financial statements should be read only in connection with
the accompanying summary of significant accounting policies
and notes to financial statements.

CITY OF NEW CARROLLTON, MARYLAND
STATEMENT OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS) – GENERAL FUND
(continued)
For the Year Ended June 30, 2022

| | Original Budget | Final Budget | Amounts - Budgetary Basis | Final Budget - Positive (Negative) |
|---------------------------------------|----------------------------|---------------------|--|---|
| EXPENDITURES (continued) | | | | |
| Janitorial supplies | 5,000 | 5,000 | 4,821 | 179 |
| Safety supplies | 5,000 | 3,040 | 1,396 | 1,644 |
| Dues & subscriptions | 1,000 | 1,360 | 1,354 | 6 |
| Employee training | 2,500 | 2,500 | 1,195 | 1,305 |
| Travel & meetings | 3,500 | 3,500 | 2,780 | 720 |
| Employee physicals DOT | 1,000 | 1,000 | 743 | 257 |
| Employee gifts/spec occasions | 3,000 | 3,000 | 2,930 | 70 |
| Uniforms | 25,000 | 25,150 | 25,143 | 7 |
| Telephones | 3,000 | 3,610 | 3,602 | 8 |
| Cell phones | 1,200 | 1,200 | 1,096 | 104 |
| Utility - electricity | 10,000 | 11,960 | 11,956 | 4 |
| Utility - natural gas | 10,000 | 10,610 | 10,608 | 2 |
| Utility - water | 12,500 | 12,630 | 12,624 | 6 |
| Community promotion | 900 | 900 | 428 | 472 |
| Miscellaneous | 2,000 | 500 | 155 | 345 |
| Total Operating | 482,600 | 482,600 | 319,562 | 163,038 |
| Total Public Works Administration | 1,252,279 | 1,252,279 | 970,245 | 282,034 |
| Infrastructure Maintenance | | | | |
| Personnel | | | | |
| Employee service | 213,949 | 209,849 | 134,558 | 75,291 |
| Overtime - employee service | 5,000 | 5,000 | 2,386 | 2,614 |
| Overtime - snow removal | 20,000 | 24,100 | 24,056 | 44 |
| F.I.C.A. | 18,280 | 18,280 | 10,482 | 7,798 |
| Health insurance | 70,701 | 51,526 | 47,140 | 4,386 |
| Worker's compensation | 11,959 | 11,289 | 6,851 | 4,438 |
| Retirement & pension | 14,977 | 15,647 | 15,640 | 7 |
| Life and LTD | 1,926 | 1,926 | 1,623 | 303 |
| Total Personnel | 356,792 | 337,617 | 242,736 | 94,881 |
| Operating | | | | |
| Landfill fees | 15,000 | 15,000 | 8,125 | 6,875 |
| Street lighting | 95,000 | 104,000 | 103,543 | 457 |
| Street light improvements | 10,000 | 1,000 | - | 1,000 |
| Board up services | 1,000 | 1,000 | - | 1,000 |
| Small operating equipment & parts | 1,000 | 1,000 | 37 | 963 |
| Equipment rental | 1,000 | 1,000 | 395 | 605 |
| Traffic safety supplies | 5,000 | 3,100 | 2,591 | 509 |
| Street & storm drain maint. materials | 6,500 | 8,400 | 8,301 | 99 |
| Snow removal supplies | 10,000 | 10,000 | 9,530 | 470 |
| Small tools | 1,000 | 1,000 | 149 | 851 |
| Shared street sweeper | 30,000 | 30,000 | 29,596 | 404 |
| Total Operating | 175,500 | 175,500 | 162,267 | 13,233 |
| Capital outlay | | | | |
| Salt spreader | 6,000 | 6,000 | 6,000 | - |
| Street repairs | 350,000 | 350,000 | 241,372 | 108,628 |
| Sidewalk repairs | 150,000 | 150,000 | 87,893 | 62,107 |
| Total Capital Outlay | 506,000 | 506,000 | 335,265 | 170,735 |
| Total Infrastructure Maintenance | 1,038,292 | 1,019,117 | 740,268 | 278,849 |
| Sanitation | | | | |
| Personnel | | | | |
| Employee service | 564,000 | 564,000 | 550,764 | 13,236 |

These financial statements should be read only in connection with
the accompanying summary of significant accounting policies
and notes to financial statements.

CITY OF NEW CARROLLTON, MARYLAND
STATEMENT OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS) – GENERAL FUND
(continued)
For the Year Ended June 30, 2022

| | Original Budget | Final Budget | Actual Amounts - Budgetary Basis | Variance with Final Budget - Positive (Negative) |
|--|----------------------------|---------------------|---|---|
| EXPENDITURES (continued) | | | | |
| Overtime - employee service | 5,000 | 5,000 | 4,779 | 221 |
| F.I.C.A. | 43,529 | 43,529 | 41,934 | 1,595 |
| Health insurance | 107,000 | 134,600 | 134,594 | 6 |
| Worker's compensation | 32,000 | 32,000 | 26,437 | 5,563 |
| Retirement & pension | 41,000 | 60,175 | 60,171 | 4 |
| Life and LTD | 4,700 | 4,700 | 4,327 | 373 |
| Total Personnel | 797,229 | 844,004 | 823,006 | 20,998 |
| Operating | | | | |
| Refuse collection contract | 150,000 | 123,000 | 111,023 | 11,977 |
| Recycling contract | 134,052 | 158,552 | 158,472 | 80 |
| Landfill fees - county | 210,000 | 237,000 | 235,474 | 1,526 |
| Compost fees | 14,000 | 14,000 | 7,974 | 6,026 |
| Sanitation supplies | 121,291 | 14,615 | 7,217 | 7,398 |
| Miscellaneous | 1,200 | 1,200 | - | 1,200 |
| Total Operating | 630,543 | 548,367 | 520,160 | 28,207 |
| Total Sanitation | 1,427,772 | 1,392,371 | 1,343,166 | 49,205 |
| Grounds Maintenance | | | | |
| Personnel | | | | |
| Employee services | 489,080 | 457,880 | 341,465 | 116,415 |
| Overtime | 5,000 | 5,000 | 909 | 4,091 |
| F.I.C.A. | 37,797 | 37,797 | 25,765 | 12,032 |
| Health insurance | 113,572 | 73,417 | 70,419 | 2,998 |
| Worker's compensation | 27,340 | 27,340 | 21,541 | 5,799 |
| Retirement & pension | 34,236 | 46,791 | 46,686 | 105 |
| Life and LTD | 4,402 | 4,402 | 2,833 | 1,569 |
| Total Personnel | 711,427 | 652,627 | 509,618 | 143,009 |
| Operating | | | | |
| Parks contractual | 20,000 | 20,000 | 16,400 | 3,600 |
| Playground equipment maintenance | 4,500 | 3,720 | 1,840 | 1,880 |
| Equipment rental & port a potty | 10,000 | 10,000 | 7,148 | 2,852 |
| Equipment repair & maintenance | 9,000 | 9,000 | 6,695 | 2,305 |
| Small tools | 7,500 | 7,500 | 4,895 | 2,605 |
| Parks, fields & tree maintenance | 30,000 | 30,780 | 30,771 | 9 |
| Curb trees | 2,000 | 2,000 | 320 | 1,680 |
| Community garden | 1,500 | 1,500 | 264 | 1,236 |
| Total Operating | 84,500 | 84,500 | 68,333 | 16,167 |
| Capital outlay | | | | |
| Frenchman's Creek | - | 31,200 | 31,053 | 147 |
| Total Capital Outlay | - | 31,200 | 31,053 | 147 |
| Total Grounds Maintenance | 795,927 | 768,327 | 609,004 | 159,323 |
| Total Public Works | 4,514,270 | 4,432,094 | 3,662,683 | 769,411 |
| Debt Service - Principal & Interest | | | | |
| Street work & bridge principal | 96,000 | 96,000 | 96,000 | - |
| Street work principal FY 2012 | 86,377 | 82,227 | 82,211 | 16 |
| Municipal center principal 2017 | 93,500 | 93,500 | 93,500 | - |
| Street work and bridge interest | 2,880 | 2,880 | 2,880 | - |

These financial statements should be read only in connection with
the accompanying summary of significant accounting policies
and notes to financial statements.

CITY OF NEW CARROLLTON, MARYLAND
STATEMENT OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS) – GENERAL FUND
(continued)
For the Year Ended June 30, 2022

| | Original Budget | Final Budget | Actual Amounts - Budgetary Basis | Variance with Final Budget - Positive (Negative) |
|---|----------------------------|---------------------|---|---|
| EXPENDITURES (continued) | | | | |
| Street work bond interest FY 2012 | 25,389 | 29,563 | 29,562 | 1 |
| Municipal center interest 2017 | 31,450 | 31,426 | 31,407 | 19 |
| Total Debt Service - Principal & Interest | 335,596 | 335,596 | 335,560 | 36 |
| Miscellaneous | | | | |
| Contingency reserve carryover | 130,000 | 130,000 | - | 130,000 |
| Operating reserve | 150,000 | 150,000 | - | 150,000 |
| Total Miscellaneous | 280,000 | 280,000 | - | 280,000 |
| Weinbach Scholarship Grant | | | | |
| Weinbach scholarship grant | 5,000 | 5,000 | 3,750 | 1,250 |
| Total Weinbach Scholarship | 5,000 | 5,000 | 3,750 | 1,250 |
| TOTAL EXPENDITURES | 11,578,899 | 16,339,013 | 10,907,737 | 5,431,276 |
| EXCESS OF REVENUES OVER EXPENDITURES | - | \$ - | \$ 2,191,507 | \$ 2,191,507 |

These financial statements should be read only in connection with
the accompanying summary of significant accounting policies
and notes to financial statements.

CITY OF NEW CARROLLTON, MARYLAND
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
For the Year Ended June 30, 2022

The accounting policies of the City conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to local governments. A summary of significant accounting policies followed by the City are presented below.

REPORTING ENTITY

The City of New Carrollton, Maryland (the City) was incorporated on April 11, 1953 with its legal authority derived from Chapter 310, Section 2 of the Annotated Code of Maryland. The City is to be construed to mean both the City and its inhabitants. The City operates under the Council-Mayor form of government. Services provided include sanitation, highway and streets, parks and recreation, police, and planning and zoning.

For financial reporting purposes, in conformance with accounting principles generally accepted in the United States of America, the reporting entity includes the Mayor and City Council and the primary government.

The City has no component units as defined by generally accepted accounting principles.

GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

Governmental activities are those which are supported by taxes and intergovernmental revenues, whereas business-type activities are those supported through customer service charges. The City does not have any business-type activities.

The Statement of Activities presents a comparison between direct expenses and program revenues for each function of the City's governmental activities. Direct expenses are those specifically associated with a program or function. Program revenues include charges for services and grants and contributions restricted to the capital or operational requirements of specific programs or functions. Revenues that are not classified as program revenues, such as taxes, are reported as general revenues.

MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

The accounting and financial reporting is determined by its measurement focus. Government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flow. Property taxes are recognized in the year of levy and grants are recognized when all eligibility requirements are met.

CITY OF NEW CARROLLTON, MARYLAND
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
For the Year Ended June 30, 2022

Governmental fund statements are presented using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). Measurable means the determined amount of the transaction and available means collected within 60 days of the year-end. Expenditures are recorded when the related liability is incurred as in the accrual basis of accounting. However, principal and interest on long-term debt and expenditures for compensated absences are recorded when the payments are due.

Those revenues susceptible to accrual are property taxes, taxes collected by the State and County on behalf of the City, franchise taxes, revenues from other agencies, interest revenue, and charges for services. Fines and forfeitures, licenses, permits, penalty and interest (on property taxes), and other revenues become measurable and available when cash is received by the City and are recognized as revenue at that time.

The City has one major governmental fund, the General Fund. It is used to account for all activities of the government not accounted for in another fund. The general fund accounts for the normal recurring activities of the City such as police, public works, parks and recreation, general government, etc. These activities are financed primarily by property taxes, other taxes, service charges, and grants from other governmental units.

USE OF ESTIMATES IN PREPARING FINANCIAL STATEMENTS

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

**ASSETS, LIABILITIES, DEFERRED INFLOWS AND OUTFLOWS OF RESOURCES,
NET POSITION AND FUND BALANCES**

Cash, cash equivalents, and investments

Cash and cash equivalents include amounts in demand deposits as well as short-term investments with a maturity date within 3 months. Cash deposits of the City are made in accordance with the Annotated Code of Maryland (the Code), which requires depositories to give security in the form of collateral as provided for in the Code, for the safekeeping of these deposits.

Excess funds are also permitted to be invested either in bonds or other obligations for the payment of principal and interest of which the full faith and credit of the United States of America are pledged, obligations of Federal government agencies issued pursuant to acts of Congress, or in the local government investment pool created by the State of Maryland.

CITY OF NEW CARROLLTON, MARYLAND
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
For the Year Ended June 30, 2022

Property taxes

Property taxes are reported at their estimated collectible value. The following summarizes the property tax calendar:

| | <u>Property</u> | <u>Personal and Corporate</u> |
|---|-------------------|-----------------------------------|
| Assessment roll validated | Dec. 31 | Jan. 1 |
| Tax rate ordinance approved | June 30 | June 30 |
| Beginning of fiscal year for which taxes have been levied | July 1 | July 1 |
| Tax bills rendered and due | July 1 | On County bill |
| Owner-occupied residential | July 1 & Jan. 1 | July 1 & Jan. 1 |
| Property taxes payable | | |
| Delinquent | Oct. 1, Feb. 1 | After 30 days |
| Terms | 60 days | 30 days |
| Delinquent interest | 18% | 18% |
| Tax rates constant yield | \$.6391 per \$100 | \$1.60 per \$100 |

Information presented is for “full year” levy. “Half year” levy dates are each 6 months after and relate to new construction in the first six months of the calendar year. A lien is attached to property on the billing date, the tax becomes delinquent October 1 and the property is sold at tax sale at the end of 18 months.

Allowances for uncollectible accounts are maintained on all types of receivables that historically experience bad debt. Receivables are shown net of such an allowance for uncollectibles. Real property taxes are generally fully collectible.

Restricted assets

Donations for scholarships received from external parties are restricted for the payment of scholarships to eligible students and are held in a separate cash account until disbursement.

CITY OF NEW CARROLLTON, MARYLAND
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
For the Year Ended June 30, 2022

**ASSETS, LIABILITIES, DEFERRED INFLOWS AND OUTFLOWS OF RESOURCES,
NET POSITION AND FUND BALANCES (continued)**

Capital assets

Capital assets, which include property, plant and equipment, and infrastructure such as roads, storm drains and pipe systems, are reported in the government-wide financial statements. The City defines capital assets as those which individually have an acquisition cost or donated value of at least \$2,500 and an estimated useful life of three years or more. Such assets are valued at historical or estimated historical cost if actual is not available. Donated assets are stated at their acquisition value at the date of donation. The cost of normal maintenance and repairs that do not add value or extend asset lives are not capitalized.

Expenditures for major assets and improvements are capitalized as the assets are acquired or constructed. Interest on debt during the construction period is capitalized. Exhaustible capital assets are depreciated, which is charged as an expense against their operations.

Accumulated depreciation is reported in the Statement of Net Position. Depreciation has been provided over the estimated useful lives using the straight-line method. Estimated useful lives are as follows:

| | |
|-----------------------------------|---------------|
| Buildings | 20 - 40 years |
| Improvements other than buildings | 10 - 15 years |
| Streets and infrastructure | 40 - 50 years |
| Equipment | 4 - 10 years |
| Computer software | 5 - 7 years |

Deferred outflows of resources

Deferred outflow of resources represents a consumption of net assets that applies to future periods and so will not be recognized as an outflow of resources (expense/expenditure) until then.

Long-term obligations

In the government-wide financial statements long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Position. In the governmental fund financial statements, the face amount of newly issued debt is reported as other financing sources and the amount of principal repayment is reported as an expenditure.

Compensated absences

Vested or accumulated vacation is accrued when earned by employees and a liability is recorded in the government-wide financial statements. No liability is recorded for non-vesting accumulated rights to receive sick pay benefits, as the City does not pay these amounts when employees separate from service.

CITY OF NEW CARROLLTON, MARYLAND
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
For the Year Ended June 30, 2022

**ASSETS, LIABILITIES, DEFERRED INFLOWS AND OUTFLOWS OF RESOURCES,
NET POSITION AND FUND BALANCES** (continued)

Compensated absences (continued)

The City pays all outstanding vacation leave at separation. A liability for vacation pay is recorded in the governmental fund financial statements only if it has matured (i.e., unused reimbursable leave still outstanding following an employee's resignation or retirement).

Deferred inflows of resources

Deferred inflow of resources represents an acquisition of net assets that applies to a future period and so will not be recognized as an inflow of resources (revenue) until then.

Net position

The government-wide financial statements utilize a net position presentation. Net position is categorized as net investment in capital assets, restricted, and unrestricted.

- *Net investment in capital assets* - This category groups all capital assets including infrastructure into one component of net position. Accumulated depreciation and the outstanding balances of debt that are attributed to the acquisition, construction or improvement of these assets reduce the balance in this category.
- *Restricted net position* - This category presents external restrictions imposed by creditors, grantors or laws and regulations of other governments.
- *Unrestricted net position* - This category presents the net position of the City not included elsewhere.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first and then unrestricted resources as needed.

Fund balance

In the fund financial statements, governmental funds report fund balances in classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in those funds can be spent.

- The *nonspendable* fund balance 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 balances are amounts that are restricted to specific purposes when the constraints are externally imposed by creditors, grantors, contributors or laws or regulations of other governments; or imposed by the City Charter, City Code or enabling legislation.

CITY OF NEW CARROLLTON, MARYLAND
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
For the Year Ended June 30, 2022

**ASSETS, LIABILITIES, DEFERRED INFLOWS AND OUTFLOWS OF RESOURCES,
NET POSITION AND FUND BALANCES (continued)**

- Amounts that can only be used for specific purposes pursuant to constraints imposed by formal action (ordinance) of the City's Council, the decision-making authority, are to be reported as *committed* fund balance.
- Amounts that are constrained by the City's intent to be used for specific purposes, but neither restricted nor committed, are to be reported as *assigned* fund balance pursuant to the City Charter. The City's Council and the City Administrator are authorized to assign amounts for specific purposes.
- *Unassigned* fund balance is the residual classification for the general fund. The general fund is the only fund that reports a positive unassigned fund balance amount.

The City considers restricted fund balances to be spent for governmental expenditures first when both restricted and unrestricted resources are available. The City also considers committed fund balances to be spent first, assigned fund balances to be spent second and unassigned fund balances to be spent last when other unrestricted fund balance classifications are available for use.

STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary information

The City follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Prior to July 1, the budget is legally enacted through passage of an ordinance. The ordinance, effective July 1, provides spending authority for the operations of the City government.
2. Subsequent to passage of the budget ordinance, the City Council may approve supplemental expenditures. Management may not make adjustments or transfers within the budget without approval of the City Council.
3. At the end of the fiscal year, unencumbered appropriations lapse.
4. The budget for the General Fund is adopted on a basis consistent with budget estimates. Budgetary control is maintained at the line-item level.
5. The budget information presented in the accompanying financial statements includes all budget ordinances and amendments as approved by the Mayor and City Council for the fiscal year ending June 30, 2022.

Reconciliation of budgetary basis and GAAP basis

Actual results of operations are presented in the Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - General Fund on the non-GAAP budgetary basis of accounting in order to provide a meaningful comparison of actual results with budget estimates. The budget includes budgeted amounts for prior year surplus, bond proceeds and a contingency as a revenue source. There are no reconciling items between the budgetary basis and GAAP basis for revenues or expenditures.

CITY OF NEW CARROLLTON, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

NOTE 1 – CASH AND CASH EQUIVALENTS

Deposits

Custodial risk, in the case of deposits, is the risk that in the event of a bank failure, the City's exposed balance may not be returned to it. At year-end, the carrying amount of the City deposits (including cash on hand of \$500) was \$9,195,744 and the bank balance was \$9,324,770. As of June 30, 2022, all of the City's deposits were either covered by federal depository insurance or were covered by collateral held by the City's agent in the City's name.

Investments

On June 30, 2021, the City's investment balances were as follows:

| | Credit Rating | Fair Value | Investment Maturities (in Year) | | |
|-----------------------------|------------------|----------------------|---------------------------------|-------------|----------------|
| | | | Less Than 1 | 1 - 5 | More Than 5 |
| Maryland Local | | | | | |
| Government Investment Pool* | AAA | \$ 12,079,735 | \$ 12,079,735 | \$ - | \$ - |
| Certificates of Deposit | Not Rated | 850,117 | 850,117 | - | - |
| Total Investments | | <u>\$ 12,929,852</u> | <u>\$ 12,929,852</u> | <u>\$ -</u> | <u>\$ -</u> |

*Pooled investments carried at amortized costs.

Reconciliation of cash and temporary investments as shown on the Statement of Net Position:

| | |
|---|-----------------------------|
| Carrying amount of deposits | \$ 9,195,744 |
| Carrying amount of temporary investments | 12,929,852 |
| Carrying amount of restricted deposits | <u>31,709</u> |
| Total Cash And Temporary Investments Per Statement Of Net Position | <u><u>\$ 22,157,305</u></u> |

Investment Interest Rate Risk

Fair value fluctuates with interest rates and increasing interest rates could cause fair value to decline below original cost. To limit the City's exposure to fair value losses arising from increasing interest rates, the City's investment policy limits the term of investment maturities up to five years in order to remain sufficiently liquid to enable the City to meet all operating requirements, which might be reasonably anticipated. City management believes the liquidity in the portfolio is adequate to meet cash flow requirements and to preclude the City from having to sell investments below original cost for that purpose. The investments on June 30, 2022, met the City investment policy as of that date. Investment income amounted to \$17,815 for the year ended June 30, 2022.

Credit Risk

The City of New Carrollton's investment policy does not specifically address credit risk. The City permits investment in the following types of investments as authorized by the State of Maryland: direct U.S. obligations, U.S. agency obligations, repurchase agreements, bankers' acceptances, municipal securities, commercial paper, money market mutual funds, and the MLGIP. The MLGIP was established in 1982 under Article 95 Section 220 of the Annotated Code of Maryland and is under the administration of the State Treasurer. It is rated AAA by Standard & Poor's, their highest rating for money market mutual funds. The MLGIP seeks to maintain a constant value of \$1.00 per unit. Unit value is computed using the amortized cost method. In addition, the net asset value of the pool, marked to market, is calculated and maintained on a weekly basis to ensure a \$1.00 per unit constant value.

CITY OF NEW CARROLLTON, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

NOTE 1 – CASH AND TEMPORARY INVESTMENTS (continued)

Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of failure of the counterparty, the City will not be able to recover all or a portion of the value of its investments or collateral securities that are in the possession of an outside party. The investments of the City were not exposed to custodial credit risk at June 30, 2022.

Fair Value Measurements

The City has adopted GASB Statement No. 72 – *Fair Value Measurement and Application*. This statement establishes a hierarchy of inputs to valuation techniques used to measure fair value:

- Level 1 - quoted market prices in active markets
- Level 2 - inputs other than quoted market prices that are observable either directly or indirectly
- Level 3 - unobservable inputs

The City has the following recurring fair value measurement as of June 30, 2022:

- Amounts invested in certificates of deposits of \$850,117 are comprised of securities which are priced at industry standard vendors, using observable inputs such as benchmark yields, reported trades, broker/dealer quotes and issuer spreads (level 2) which are then allocated to position at a per unit value.

The investment in the MLGIP of \$12,079,735 is carried at amortized cost.

NOTE 2 – RECEIVABLES

Receivables as of year-end for the government's funds in the aggregate, including applicable allowances for uncollectible accounts, are as follows:

| | <u>Governmental Activities</u> |
|------------------------------|---------------------------------------|
| Taxes - property | \$ 55,262 |
| Accounts receivables - other | 118,358 |
| Net Receivables | <u><u>\$ 173,620</u></u> |

NOTE 3 – UNAVAILABLE AND UNEARNED REVENUE

Governmental funds report advanced revenue in connection to receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received but not earned. At the end of the fiscal year, the unavailable revenue and unearned revenue reported in the governmental funds were as follows:

| | <u>Unavailable</u> | <u>Unearned</u> | <u>Total</u> |
|----------------|--------------------------|----------------------------|----------------------------|
| Income taxes | \$ 669,771 | \$ - | \$ 669,771 |
| Property taxes | 23,100 | - | 23,100 |
| Fees | - | 100,025 | 100,025 |
| ARPA funds | - | 3,653,611 | 3,653,611 |
| | <u><u>\$ 692,871</u></u> | <u><u>\$ 3,753,636</u></u> | <u><u>\$ 4,446,507</u></u> |

CITY OF NEW CARROLLTON, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

NOTE 4 – DUE FROM OTHER GOVERNMENTS

On June 30, 2022, the balance due from other governments consisted of the following:

State of Maryland

| | |
|---------------------------------|------------------|
| Income tax | \$ 172,831 |
| Income tax reserve | 669,771 |
| Highway user tax | 169,854 |
| State aid for police protection | 34,940 |
| Other | 1,982 |
| | <u>1,049,378</u> |

Prince Georges County

| | |
|---------------------|---------------|
| Hotel motel tax | 14,743 |
| Real property tax | 86 |
| Disposal fee rebate | 8,367 |
| | <u>23,196</u> |

Total

\$ 1,072,574

NOTE 5 – CAPITAL ASSETS

The following is a summary of governmental capital asset activity for the year ended June 30, 2022:

| | Balance at June 30, 2021 | Additions | Deletions/ Adjustments | Balance at June 30, 2022 |
|--|---|----------------------------|-----------------------------------|---|
| Capital assets (not being depreciated or amortized) | | | | |
| Land | \$ 1,181,189 | \$ - | \$ - | \$ 1,181,189 |
| Construction in Progress | - | 29,340 | - | 29,340 |
| Capital assets (being depreciated or amortized) | | | | |
| Building | 4,282,429 | - | - | 4,282,429 |
| Improvements other than buildings | 543,504 | - | - | 543,504 |
| Streets and infrastructure | 1,767,485 | - | - | 1,767,485 |
| Equipment | 6,140,677 | 6,000 | - | 6,146,677 |
| Computer software | 122,940 | - | - | 122,940 |
| Total Capital Assets (Being Depreciated Or Amortized) | 12,857,035 | 6,000 | - | 12,863,035 |
| Less - accumulated depreciation or amortization for | | | | |
| Buildings | 2,136,083 | 113,289 | - | 2,249,372 |
| Improvements other than buildings | 413,322 | 27,235 | - | 440,557 |
| Streets and infrastructure | 650,157 | 44,191 | - | 694,348 |
| Equipment | 4,535,458 | 349,147 | - | 4,884,605 |
| Computer software | 122,940 | - | - | 122,940 |
| Total Accumulated Depreciation Or Amortization | 7,857,960 | 533,862 | - | 8,391,822 |
| Total Governmental Activities Capital Assets, Net | <u><u>\$ 6,180,264</u></u> | <u><u>\$ (498,522)</u></u> | <u><u>\$ -</u></u> | <u><u>\$ 5,681,742</u></u> |

CITY OF NEW CARROLLTON, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

NOTE 5 – CAPITAL ASSETS (continued)

Depreciation expense was charged to functions/programs in governmental activities as follows:

| | |
|--------------------|-------------------|
| General government | \$ 91,482 |
| Public safety | 142,351 |
| Public works | 300,029 |
| | <u>\$ 533,862</u> |

NOTE 6 – LONG-TERM DEBT

The following is a summary of changes in the City's governmental long-term liabilities for the year ended June 30, 2022:

| | <u>Beginning Balance</u> | <u>Additions</u> | <u>Principal Repayments & Reductions</u> | <u>Ending Balance</u> | <u>Due Within One Year</u> |
|--|------------------------------|------------------|--|---------------------------|------------------------------------|
| Governmental activities | | | | | |
| General obligation bonds | \$ 2,153,892 | \$ - | \$ 271,402 | \$ 1,882,490 | \$ 182,361 |
| Net pension liability | 3,495,942 | - | 956,478 | 2,539,464 | - |
| Compensated absences | 316,172 | - | 90,357 | 225,815 | - |
| Governmental Activities Long-Term Liabilities | <u>\$ 5,966,006</u> | <u>\$ -</u> | <u>\$ 1,318,237</u> | <u>\$ 4,647,769</u> | <u>\$ 182,361</u> |

Bonds payable

The City of New Carrollton adopted a resolution on January 26, 2006, providing for the issuance and sale of \$1,000,000 aggregate par amount of bonds known as "Infrastructure Bond, 2005 Series A." The bond is issued in connection with the Infrastructure Financing Program of the Community Development Administration, an agency in the Division of Development Finance of the Department of Housing and Community Development, for the purpose of providing a portion of the funds necessary for bridge repairs and street improvements. Interest is paid on a semi-annual basis and principal is paid annually. The full faith and credit of the City is pledged to the payment of principal and interest.

CITY OF NEW CARROLLTON, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

NOTE 6 – LONG-TERM DEBT (continued)

Bonds payable (continued)

The term of the bonds is twenty (20) years, with maturity expected to occur on May 1, 2025. The interest rate was 4.2%. The City of New Carrollton passed an ordinance in FY 2016 to refinance this bond agreement with the Community Development Administration for the sum of the outstanding principal due on the bond of \$598,500. The payment terms remain the same, the interest rate was lowered to a current rate of 2.3%. The rate of interest on the Loan will be determined by CDA in its sole discretion based in substantial part upon the rate of interest on the CDA Bonds. It is presently estimated that the aggregate rate or rates of interest for a total interest cost (expressed as a yield) will not exceed 2.8%. The term of the loan was reduced to seven (7) years and matured on June 1, 2022. The balance outstanding on June 30, 2022, was \$0.

The City of New Carrollton adopted a resolution on February 15, 2012, providing for the issuance and sale of \$1,750,000 aggregate par amount of bonds known as “City of New Carrollton Public Improvements Bond, 2012-1”. The bond is issued for the public purpose of funding the continuation of the City Roads Program. Principal and interest are paid monthly. The full faith and credit of the City is pledged to the payment of principal and interest. The term of the bonds is twenty (20) years, with maturity expected to occur on March 1, 2032. Annual interest rate is 2.52%. The balance outstanding on June 30, 2021, was \$978,162.

The City of New Carrollton adopted a resolution on May 17, 2017, providing for the issuance and sale of \$1,500,000 aggregate par amount of bonds known as “City of New Carrollton Infrastructure Bond, 2017 Series A”. The bond is issued for the purpose of funding the repairs and renovations to the City Municipal Center. Interest is paid on a semi-annual basis and principal is paid annually. The term of the bonds is fifteen (15) years, with maturity expected to occur on April 1, 2032. The interest rate is 2.78%. For the year ended June 30, 2022, the City had \$1,339,119 in bonds and the remainder of \$160,881 is expected to be issued in FY 2023. The balance outstanding on June 30, 2021, was \$904,328.

The annual requirements to amortize bonds payable to maturity are as follows:

| <u>For the Years Ending June 30</u> | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
|-------------------------------------|----------------------------|--------------------------|----------------------------|
| 2023 | \$ 182,361 | \$ 54,924 | \$ 237,285 |
| 2024 | 186,669 | 50,774 | 237,443 |
| 2025 | 191,038 | 44,218 | 235,256 |
| 2026 | 195,969 | 40,660 | 236,629 |
| 2027 | 200,964 | 35,663 | 236,627 |
| 2028-2032 | 925,489 | 84,923 | 1,010,412 |
| Total | <u><u>\$ 1,882,490</u></u> | <u><u>\$ 311,162</u></u> | <u><u>\$ 2,193,652</u></u> |

CITY OF NEW CARROLLTON, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

NOTE 7 – STATE RETIREMENT AND PENSION SYSTEMS OF MARYLAND

Plan description

The employees of the City are covered by the Maryland State Retirement and Pension System (the System), which is a cost sharing employer public employee retirement system. On October 1, 1941, the Employees' Retirement System of Maryland (Retirement System) was established to provide retirement allowances and benefits to State employees, teachers, police, judges, legislators, and employees of participating governmental units. Effective January 1, 1980, the Employees' Retirement System was essentially closed to new members and the Employees' Pension System (Pension System) was established. The Plans are administered by the State Retirement Agency. Responsibility for the System's administration and operation is vested in a 15-member Board of Trustees. This report may be obtained by writing to the State Retirement and Pension System of Maryland, 120 East Baltimore Street, Baltimore, Maryland 21202, or by calling (410)625-5555, or on the website: <http://www.sra.state.md.us>.

The Pension System covers employees hired after December 31, 1979, as well as Retirement System participants who have voluntarily joined the Pension System. The Employees Contributory Pension System of the State of Maryland (Contributory Pension System) was established July 1, 1998. As of July 1, 1999, and retroactively to July 1, 1998, the City elected to participate in the Contributory Pension System for all service earned on or after July 1, 1998.

Benefits provided

All plan benefits are specified by the State Personnel and Pensions Article of the Annotated Code of Maryland. For all individuals who are members of the Employees' Retirement System on or before June 30, 2011, retirement allowances are computed using both the highest three years' Average Final Compensation (AFC) and the actual number of years of accumulated creditable service. For all individuals who are members of the pension systems of the State Retirement and Pension System on or before June 30, 2011, pension allowances are computed using both the highest three consecutive years' AFC and the actual number of years of accumulated creditable service. For any individual who becomes a member of one of the pension systems on or after July 1, 2011, pension allowances are computed using both the highest five consecutive years' AFC and the actual number of years of accumulated creditable service. Various retirement options are available under each system which ultimately determines how a retiree's benefit allowance will be computed. Some of these options require actuarial reductions based on the retiree's and/or designated beneficiary's attained age and similar actuarial factors.

CITY OF NEW CARROLLTON, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

NOTE 7 – STATE RETIREMENT AND PENSION SYSTEMS OF MARYLAND
(continued)

Benefits provided (continued)

In addition, the benefit attributable to service on or after July 1, 2011 in many of the pension systems now will be subject to different cost-of-living adjustments (COLA) that is based on the increase in the Consumer Price Index (CPI) and capped at 2.5% or 1.0% based on whether the fair value investment return for the preceding calendar year was higher or lower than the investment return assumption used in the valuation.

A brief summary of the retirement eligibility requirements of and the benefits available under the various systems in effect during fiscal year 2022, are as follows:

A member of the Employees' Retirement System is generally eligible for full retirement benefits upon the earlier of attaining age 60 or accumulating 30 years of creditable service regardless of age. The annual retirement allowance equals $1/55$ (1.81%) of the member's AFC multiplied by the number of years of accumulated creditable service.

An individual who is a member of the Employees' Pension System on or before June 30, 2011, is eligible for full retirement benefits upon the earlier of attaining age 62, with specified years of eligibility service, or accumulating 30 years of eligibility service regardless of age. An individual who becomes a member of the Employees' Pension System on or after July 1, 2011, is eligible for full retirement benefits if the member's combined age and eligibility service equals at least 90 years or if the member is at least age 65 and has accrued at least 10 years of eligibility service.

For most individuals who retired from the Employees' Pension System on or before June 30, 2006, the annual pension allowance equals 1.2% of the member's AFC, multiplied by the number of years of creditable service accumulated prior to July 1, 1998, plus 1.4% of the member's AFC, multiplied by the number of years of creditable service accumulated subsequent to June 30, 1998. With certain exceptions, for individuals who are members of the Employees' Pension System on or after July 1, 2006, the annual pension allowance equals 1.2% of the member's AFC, multiplied by the number of years of creditable service accumulated prior to July 1, 1998, plus 1.8% of the member's AFC, multiplied by the number of years of creditable service accumulated subsequent to June 30, 1998. Beginning July 1, 2011, any new member of the Employees' Pension System shall earn an annual pension allowance equal to 1.5% of the member's AFC multiplied by the number of years of creditable service accumulated as a member of the Employees' Pension System.

CITY OF NEW CARROLLTON, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

NOTE 7 – STATE RETIREMENT AND PENSION SYSTEMS OF MARYLAND
(continued)

Benefits Provided (continued)

Any individual who is a member of the State Retirement and Pension System on or before June 30, 2011, and who terminates employment before attaining retirement age but after accumulating 5 years of eligibility service is eligible for a vested retirement allowance. Any individual who joins the State Retirement and Pension System on or after July 1, 2011, and who terminates employment before attaining retirement age but after accumulating 10 years of eligibility service is eligible for a vested retirement allowance. A member, who terminates employment prior to attaining retirement age and before vesting, receives a refund of all member contributions and interest.

Contributions

The State Personnel and Pensions Article requires both active members and their respective employers to make contributions to the System. Rates for required contributions by active members are established by law. Members of the Employees' Retirement System are required to contribute 7% or 5% of earnable compensation depending upon the retirement option selected. Members of the Employees' Pension System, Alternate Contributory Pension Selection (ACPS), are required to contribute 7%, of earnable compensation.

However, members of the Employees' Retirement System who are employed by a participating governmental unit that elected to remain in the Contributory Pension System are required to contribute 2% of earnable compensation. The members of the Employees' Retirement System who are employed by participating governmental units who elected to remain in the Non-Contributory Pension System are only required to contribute 5% of earnable compensation in excess of the social security taxable wage base.

Contribution rates for employer and other "non-employer" contributing entities are established by annual actuarial valuations using the Individual Entry Age Normal Cost method with projection and other actuarial assumptions adopted by the Board of Trustees. These contribution rates have been established as the rates necessary to fully fund normal costs and amortize the unfunded actuarial accrued liability.

CITY OF NEW CARROLLTON, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

NOTE 7 – STATE RETIREMENT AND PENSION SYSTEMS OF MARYLAND
(continued)

Contributions (continued)

The unfunded actuarial liability was being amortized in distinct layers. The unfunded actuarial accrued liability which existed as of the June 30, 2000, actuarial valuation was being amortized over a 40-year period (as provided by law) from July 1, 1980 and as provided by law, any new unfunded liabilities or surpluses arising during the fiscal year ended June 30, 2001, or any fiscal year thereafter, was being amortized over a 25-year period from the end of the fiscal year in which the liability or surplus arose. However, in the 2014 legislative session, the Legislature changed the method used to fund the System. The unfunded liability for each System is being amortized over a single closed 25-year period.

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

On June 30, 2022, the City reported a liability of \$2,539,464 for its proportionate share of the net pension liability of the System. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's portion of the net pension liability was based on actual employer contributions billed to participating government units for the year ending June 30, 2021. The contributions were increased to adjust for differences between actuarial determined contributions and actual contributions by the State of Maryland. On June 30, 2021, the City's proportion share was .0169272%.

For the year ended June 30, 2022, the City recognized pension expense of \$273,835. Pension expense represents the change in the net pension liability during the measurement period, adjusted for actual contributions and the deferred recognition of changes in investment gain/loss, actuarial gain/loss, actuarial assumptions or method, and plan benefits.

CITY OF NEW CARROLLTON, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

NOTE 7 – STATE RETIREMENT AND PENSION SYSTEMS OF MARYLAND
(continued)

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

On June 30, 2022, the City had deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| Deferred Outflows of Resources | Year of Deferral | Amortization Period | Beginning of Year Balance | Additions | Current Year Amortization | End of Year Balance |
|---|-------------------------|----------------------------|----------------------------------|------------------|----------------------------------|----------------------------|
| City contributions subsequent to the measurement date | | | \$ - | \$ 456,691 | \$ - | \$ 456,691 |
| Change in proportion | 2021 | 5.5183 | - | 329,826 | 59,771 | 270,055 |
| | 2019 | 5.6820 | 418,068 | - | 113,544 | 304,524 |
| | 2018 | 5.7220 | 183,648 | - | 67,469 | 116,179 |
| | | | <u>601,716</u> | <u>329,826</u> | <u>240,784</u> | <u>690,758</u> |
| Change in Assumptions | 2021 | 5.5183 | - | 587,093 | 106,390 | 480,703 |
| | 2018 | 5.7220 | 9,285 | - | 3,414 | 5,871 |
| | 2017 | 5.7789 | 2,830 | - | 2,830 | - |
| | | | <u>12,115</u> | <u>587,093</u> | <u>112,634</u> | <u>486,574</u> |
| Total Deferred Outflows of Resources | | | | | | <u><u>\$ 1,634,023</u></u> |
| Deferred Inflows of Resources | | | | | | |
| Difference between expected and actual experience | 2021 | 5.5183 | - | 133,055 | 26,423 | 106,632 |
| | 2020 | 5.5047 | 5,647 | - | 1,253 | 4,394 |
| | 2019 | 5.6820 | 25,641 | - | 6,964 | 18,677 |
| | 2018 | 5.7220 | 40,381 | - | 14,846 | 25,535 |
| | 2017 | 5.7789 | 42,387 | - | 23,826 | 18,561 |
| | 2016 | 5.8647 | 5,369 | - | 5,369 | - |
| | | | <u>119,425</u> | <u>133,055</u> | <u>78,681</u> | <u>173,799</u> |
| Change in Assumptions | 2019 | 5.6820 | 69,429 | - | 18,857 | 50,572 |
| Net difference between projected and actual earnings on investments | 2021 | 5 | - | 1,747,481 | 349,496 | 1,397,985 |
| | 2020 | 5 | (257,470) | - | (64,367) | (193,103) |
| | 2019 | 5 | (48,590) | - | (16,198) | (32,392) |
| | 2018 | 5 | 13,380 | - | 6,690 | 6,690 |
| | 2017 | 5 | 36,129 | - | 20,308 | 15,821 |
| | | | <u>256,551</u> | <u>1,747,481</u> | <u>295,929</u> | <u>1,195,001</u> |
| Change in proportion | 2020 | 5.5047 | 43,908 | - | 9,747 | 34,161 |
| | 2017 | 5.7789 | 59,080 | - | 33,213 | 25,867 |
| | 2016 | 5.8647 | 23,289 | - | 23,289 | - |
| | | | <u>126,277</u> | <u>-</u> | <u>66,249</u> | <u>60,028</u> |
| Total Deferred Inflows of Resources | | | | | | <u><u>\$ 1,479,400</u></u> |

CITY OF NEW CARROLLTON, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

NOTE 7 – STATE RETIREMENT AND PENSION SYSTEMS OF MARYLAND
(continued)

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

The deferred outflow of resources of \$456,691 relating to contributions subsequent to the measurement date will be recognized as a reduction of the City's net pension liability during the fiscal year ended June 30, 2023. Deferred financing outflows and inflows due to changes in actuarial assumptions, differences in actual and expected experience, changes in proportion and net differences in the projected and actual investment earnings represent the City's proportionate share of the unamortized portions of the System's original amounts. The deferred inflows and outflows related to non-investment activity for the years 2016 through 2021 are being amortized over the remaining service lives ranging from 5.50 to 5.87 years. The net difference in investment earnings for the years 2017 through 2021 are being amortized over a closed five-year period.

The following tables show the amortization of these balances:

| Fiscal Year Ended June 30 | Deferred Outflows | | | Deferred Inflows | | | Net Difference in Investment Earnings |
|------------------------------|---|-------------------------|--------------------------|--------------------------------------|--------------------------|-------------------------|---|
| | Net Difference in Investment Earnings | Change in Proportion | Change in Assumptions | Actual and Expected Experience | Change in Assumptions | Change in Proportion | |
| 2022 | 80,563 | 240,784 | 109,804 | 68,047 | 18,857 | 35,614 | 372,007 |
| 2023 | 80,564 | 222,025 | 108,847 | 45,329 | 18,857 | 9,747 | 349,496 |
| 2024 | 64,368 | 137,207 | 106,390 | 32,425 | 12,858 | 9,747 | 349,496 |
| 2025 | - | 59,771 | 106,390 | 27,058 | - | 4,920 | 349,497 |
| 2026 | - | 30,971 | 55,143 | 940 | - | - | - |
| Total | \$ 225,495 | \$ 690,758 | \$ 486,574 | \$ 173,799 | \$ 50,572 | \$ 60,028 | \$ 1,420,496 |

Actuarial Assumptions

As of the measurement date of June 30, 2021:

| | |
|---------------------------|--|
| Actuarial | Entry age normal. |
| Amortization Method | Level percentage of payroll, closed. |
| Inflation | 2.25% general, 2.75% wage |
| Salary Increases | 2.75% to 9.25% |
| Discount Rate | 6.80% |
| Investment Rate of Return | 6.80% |
| Mortality | Various versions of the Pub-2010 Mortality Tables for males and females with projected generational mortality improvements based on the MP-2018 fully generational mortality improvements scale for males and females. |

CITY OF NEW CARROLLTON, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

NOTE 7 – STATE RETIREMENT AND PENSION SYSTEMS OF MARYLAND
(continued)

Investments

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges 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. Best estimates of geometric real rates of return were adopted by the Board after considering input from the System's investment consultant(s) and actuary(s). For each major asset class that is included in the System's target asset allocation, these best estimates are summarized in the following table:

| <u>Asset Class</u> | <u>Target Allocation</u> | <u>Long-Term Expected Real Rate of Return</u> |
|--------------------|------------------------------|---|
| Public Equity | 37% | 4.7% |
| Private Equity | 13% | 6.5% |
| Rate Sensitive | 19% | -0.4% |
| Credit Opportunity | 9% | 2.6% |
| Real Assets | 14% | 4.2% |
| Absolute Return | 8% | 2.0% |
| Total | <u>100%</u> | |

The above was the Board of Trustees adopted asset allocation policy and best estimate of geometric real rates of return for each major asset class as of June 30, 2021.

For the year ended June 30, 2021 the annual money-weighted rate of return on pension plan investments, net of the pension plan investment expense, was 3.50%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts invested.

Discount Rate

A single rate of 6.80% was used to measure the total pension liability. This single discount rate was based on the expected rate of return on pension plan investments of 6.80%. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of 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.

CITY OF NEW CARROLLTON, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

NOTE 7 – STATE RETIREMENT AND PENSION SYSTEMS OF MARYLAND
(continued)

Sensitivity of the Net Pension Liability

Regarding the sensitivity of the net pension liability to changes in the single discount rate, the following presents the plan's net pension liability, calculated using a single discount rate of 6.80%, as well as what the plan's net pension liability would be if it were calculated using a single discount rate that is 1-percentage-point lower or 1-percentage-point higher:

| System | 1% Decrease to 5.80% | Current Discount 6.80% | 1% Increase to 7.80% |
|---|-------------------------|---------------------------|-------------------------|
| System net pension liability | \$ 25,551,028,000 | \$ 15,002,305,000 | \$ 6,252,209,000 |
| City's proportionate share of the net pension liability | \$ 4,325,074 | \$ 2,539,464 | \$ 1,058,324 |

NOTE 8 – FUND BALANCES

The classification of governmental fund balances as of June 30, 2022 is as follows:

| | |
|-------------------------------|-----------------------------|
| Nonspendable for: | |
| Prepaid items | \$ 8,030 |
| Restricted for: | |
| Weinbach scholarship | 24,459 |
| Public safety projects | 736,349 |
| Cable equipment | 861,312 |
| | <u>1,622,120</u> |
| Committed to: | |
| Operating reserve carryover | 250,000 |
| Real property reserve | 468,500 |
| | <u>718,500</u> |
| Assigned for: | |
| Compensated absences | 225,815 |
| Street repairs | 632,948 |
| Sidewalk repairs | 220,413 |
| Bridge repairs | 115,397 |
| Vehicle replacement | 35,786 |
| NARD incentive fund | 474,500 |
| Global signal proceeds | 477,435 |
| Health and wellness fund | 963,317 |
| Contingency reserve carryover | 130,000 |
| Capital outlay | 712,274 |
| | <u>3,987,885</u> |
| Unassigned | 12,146,538 |
| Total Fund Balances | <u><u>\$ 18,483,073</u></u> |

CITY OF NEW CARROLLTON, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

NOTE 9 – POST-RETIREMENT BENEFITS

The City does not provide and therefore has no liability for post-retirement benefits at June 30, 2022.

NOTE 10 – RISK MANAGEMENT

The City's risk financing techniques include participation in a public entity pool and the purchase of commercial insurance. For property, general, and health and dental insurance, the City is covered through commercial insurance carriers subject to deductibles and to annual aggregate/per occurrence dollar limits. For excess environmental liability coverage, the City is a member of the Maryland Local Government Insurance Trust (LGIT). This trust is a public entity risk pool which is owned and directed by the local governments that subscribe to its coverages and operates under the terms of a Trust Agreement. The City pays LGIT an annual premium. Claims are processed and recoveries and administrative costs are paid by LGIT. Similar to a commercial insurance carrier, recoveries are subject to deductibles and to annual aggregate/per occurrence dollar limits. No insurance settlement has exceeded the coverage to date. The City is fully insured for worker's compensation through the Injured Worker's Insurance Fund of Maryland. Employees are bonded through commercial insurance carriers to limit the loss to the City in the event of employees committing acts of embezzlement or theft. There have been no settlements which exceeded coverage during the past four fiscal years.

NOTE 11 – CONTINGENT LIABILITIES

The City participates in certain federally assisted grant programs. These programs are subject to financial and compliance audits by the grantors or their representatives. The amount, if any, of expenditures which may be disallowed by the granting agency cannot be determined at this time, although the City expects such amounts, if any, to be immaterial.

The City is subject to various legal proceedings and, in the opinion of the City Attorney, the potential liability arising from claims against the City not covered by insurance, would not materially affect the financial statements.

NOTE 12 – NEW ACCOUNTING PRONOUNCEMENTS

The GASB issued several pronouncements prior to the year ended June 30, 2022 that have effective dates that may impact future financial presentations. Management has not currently determined what, if any, impact implementation of the following statements may have on the financial statements of the City:

CITY OF NEW CARROLLTON, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

NOTE 12 – NEW ACCOUNTING PRONOUNCEMENTS

(continued)

Statement No. 91, *Conduit Debt Obligations*, will be effective for the City beginning with its year ending June 30, 2023. This Statement provides a single method of reporting conduit debt obligations by issues and eliminates diversity in practice.

Statement No. 93, *Replacement of Interbank Offered Rates*, will be effective for the City beginning with its year ending June 30, 2023. This Statement removes the LIBOR rate as a benchmark rate.

Statement No. 96, *Subscription-Based Information Technology Arrangements*, will be effective for the City beginning with its year ending June 30, 2023. This Statement requires reporting of a subscription asset and subscription liability for a SBITA and to disclose the arrangement.

NOTE 13– EXPENDITURES OVER APPROPRIATIONS

The following expenditures exceeded appropriations in the following categories and line items:

| | | |
|---------------|----------------|--------|
| Public Safety | | |
| Operating | Auto insurance | 47,708 |

NOTE 14 – SUBSEQUENT EVENTS

The City evaluated subsequent events for potential required disclosures through December 15, 2022, which represents the date the financial statements were available to be issued.

CITY OF NEW CARROLLTON, MARYLAND
REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2022

CITY OF NEW CARROLLTON, MARYLAND
SCHEDULE OF THE CITY'S PENSION PLAN CONTRIBUTIONS
For the Year Ended June 30, 2022
Last Ten Fiscal Years *

| | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 |
|--|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|-------------|
| Contractually required contribution | \$ 456,691 | \$ 372,995 | \$ 331,640 | \$ 322,973 | \$ 252,312 | \$ 221,194 | \$ 227,559 | \$ 262,145 | \$ 320,927 | \$ 224,553 |
| Contributions in relation to the contractually required contribution | (456,691) | (372,995) | (331,640) | (322,973) | (252,312) | (221,194) | (227,559) | (262,145) | (320,927) | (224,553) |
| Contribution deficiency (excess) | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| City's covered payroll | \$ 4,298,768 | \$ 4,195,990 | \$ 4,110,567 | \$ 4,158,595 | \$ 3,518,210 | \$ 3,276,249 | \$ 3,186,127 | \$ 3,126,034 | \$ 3,078,603 | * |
| Contributions as a percentage of covered payroll | 10.62% | 8.89% | 8.07% | 7.77% | 7.17% | 6.75% | 7.14% | 8.39% | 10.42% | * |

* Additional years will be presented as they become available.

CITY OF NEW CARROLLTON, MARYLAND
SCHEDULE OF THE CITY'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY
Last Ten Fiscal Years *

| Employees' Retirement and Pension System: | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|---|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| City's proportionate percentage of the net pension liability | 0.0169272% | 0.0154678% | 0.0157279% | 0.0126530% | 0.0186770% | 0.0116812% | 0.0124373% | 0.0114959% |
| City's proportionate share (\$) of the net pension liability | \$ 2,539,464 | \$ 3,495,942 | \$ 3,243,983 | \$ 2,654,808 | \$ 2,349,991 | \$ 2,756,060 | \$ 2,584,686 | \$ 2,040,146 |
| City's covered payroll | \$ 4,195,990 | \$ 4,110,567 | \$ 4,158,595 | \$ 3,518,210 | \$ 3,276,249 | \$ 3,186,127 | \$ 3,126,034 | |
| City's proportionate share of the net pension liability as a percentage of its covered payroll | 60.52% | 85.05% | 78.01% | 75.46% | 71.73% | 86.50% | 82.68% | |
| Plan fiduciary net position as a percentage of the Plan's total pension liability | 81.84% | 70.72% | 72.34% | 71.18% | 69.38% | 65.79% | 68.78% | 71.87% |

* Additional years will be presented as they become available.



STATISTICAL SECTION

This part of the City's Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

Contents

Financial Trends

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.

Debt Capacity

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.

CITY OF NEW CARROLLTON, MARYLAND
NET POSITION BY COMPONENT
Last Ten Fiscal Years
(Accrual Basis of Accounting)

| | Fiscal Year | | | | | | | | | |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| | <u>2022</u> | <u>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> | <u>2014</u> | <u>2013</u> |
| GOVERNMENTAL ACTIVITIES | | | | | | | | | | |
| Net investment in capital assets | \$ 4,777,414 | \$ 5,182,436 | \$ 4,796,887 | \$ 4,887,025 | \$ 5,243,346 | \$ 5,108,588 | \$ 4,702,695 | \$ 4,348,185 | \$ 4,199,327 | \$ 4,210,659 |
| Restricted | 1,622,120 | 1,243,044 | 896,710 | 1,210,663 | 889,075 | 1,386,818 | 1,753,052 | 1,288,839 | 783,458 | 1,096,860 |
| Unrestricted | <u>13,955,261</u> | <u>11,592,429</u> | <u>10,109,165</u> | <u>8,430,375</u> | <u>7,690,637</u> | <u>6,071,997</u> | <u>4,703,420</u> | <u>5,280,013</u> | <u>6,883,402</u> | <u>6,137,280</u> |
| TOTAL GOVERNMENTAL ACTIVITIES NET POSITION | <u>\$ 20,354,795</u> | <u>\$ 18,017,909</u> | <u>\$ 15,802,762</u> | <u>\$ 14,528,063</u> | <u>\$ 13,823,058</u> | <u>\$ 12,567,403</u> | <u>\$ 11,159,167</u> | <u>\$ 10,917,037</u> | <u>\$ 11,866,187</u> | <u>\$ 11,444,799</u> |

CITY OF NEW CARROLLTON, MARYLAND
CHANGES IN NET POSITION
Last Ten Fiscal Years
(Accrual Basis of Accounting)

| | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 |
|---|---------------------|---------------------|---------------------|-------------------|---------------------|---------------------|-------------------|---------------------|-------------------|------------------|
| EXPENSES | | | | | | | | | | |
| Governmental activities | | | | | | | | | | |
| General government | \$ 2,414,638 | \$ 2,890,138 | \$ 2,378,481 | \$ 2,271,515 | \$ 2,034,282 | \$ 1,945,063 | \$ 2,003,567 | \$ 2,004,860 | \$ 2,026,850 | \$ 1,699,767 |
| Public safety | 4,384,013 | 4,134,481 | 3,948,375 | 3,777,590 | 3,510,156 | 3,105,991 | 3,015,512 | 2,382,900 | 2,310,271 | 2,160,469 |
| Public works | 3,995,085 | 3,601,705 | 3,829,980 | 4,208,134 | 3,899,992 | 3,700,726 | 3,311,364 | 2,804,397 | 3,279,572 | 3,792,355 |
| Weinbach scholarship | 3,750 | 69,091 | 5,000 | 3,500 | 3,000 | 3,000 | 2,000 | 2,000 | 5,674.00 | - |
| Interest on long-term debt | 63,016 | 9,000 | 69,998 | 72,715 | 80,282 | 45,591 | 60,280 | 72,198 | 79,790 | 89,890 |
| Total Government Expenses | 10,860,502 | 10,704,415 | 10,231,834 | 10,333,454 | 9,527,712 | 8,800,371 | 8,392,723 | 7,266,355 | 7,702,157 | 7,742,481 |
| PROGRAM REVENUES | | | | | | | | | | |
| Governmental activities | | | | | | | | | | |
| Charges for services | | | | | | | | | | |
| General government | 483,225 | 469,958 | 509,261 | 542,341 | 568,766 | 621,359 | 545,814 | 548,911 | 464,146 | 452,751 |
| Public safety | 2,516,895 | 1,746,799 | 1,429,477 | 1,392,227 | 1,629,424 | 1,492,181 | 815,273 | 554,948 | 565,586 | 738,266 |
| Public works | 384,119 | 384,397 | 382,868 | 383,007 | 379,779 | 379,918 | 379,918 | 381,478 | 327,807 | 327,807 |
| Operating grants and contributions | 1,104,740 | 1,433,834 | 655,625 | 662,245 | 618,271 | 644,350 | 571,559 | 555,113 | 553,493 | 322,490 |
| Capital grants and contributions | - | - | - | - | - | 5,200 | 46,390 | 75,647 | 92,718.00 | - |
| Total Government Program Revenues | 4,488,979 | 4,034,988 | 2,977,231 | 2,979,820 | 3,196,240 | 3,143,008 | 2,358,954 | 2,116,097 | 2,003,750 | 1,841,314 |
| Total Government Net Expense | (6,371,523) | (6,669,427) | (7,254,603) | (7,353,634) | (6,331,472) | (5,657,363) | (6,033,769) | (5,150,258) | (5,698,407) | (5,901,167) |
| GENERAL REVENUES AND OTHER CHANGES IN NET POSITION | | | | | | | | | | |
| Governmental activities | | | | | | | | | | |
| Taxes | | | | | | | | | | |
| Property tax | 7,080,722 | 7,076,221 | 6,496,471 | 5,967,941 | 5,865,352 | 5,439,582 | 4,993,224 | 5,110,831 | 5,020,970 | 4,927,471 |
| Shared taxes | 1,570,999 | 1,441,263 | 1,451,740 | 1,474,555 | 1,376,826 | 1,471,218 | 1,145,291 | 1,080,762 | 984,789 | 886,124 |
| Miscellaneous revenues | 38,873 | 346,865 | 304,494 | 297,071 | 228,456 | 107,386 | 58,599 | 2,732 | 108,249 | 98,226 |
| Unrestricted investment earnings | 17,815 | 20,225 | 276,597 | 319,072 | 116,493 | 47,413 | 78,785 | 3,220 | 5,787 | 10,941 |
| Total Government | 8,708,409 | 8,884,574 | 8,529,302 | 8,058,639 | 7,587,127 | 7,065,599 | 6,275,899 | 6,197,545 | 6,119,795 | 5,922,762 |
| CHANGE IN NET POSITION, GOVERNMENTAL ACTIVITIES | <u>\$ 2,336,886</u> | <u>\$ 2,215,147</u> | <u>\$ 1,274,699</u> | <u>\$ 705,005</u> | <u>\$ 1,255,655</u> | <u>\$ 1,408,236</u> | <u>\$ 242,130</u> | <u>\$ 1,047,287</u> | <u>\$ 421,388</u> | <u>\$ 21,595</u> |

CITY OF NEW CARROLLTON, MARYLAND
GOVERNMENTAL ACTIVITIES
TAX REVENUES BY SOURCE
Last Ten Fiscal Years
(Accrual Basis of Accounting)

| Fiscal Year | Property Taxes | Income Taxes | Hotel/Motel Taxes | Other Taxes | Total |
|------------------------|---------------------------|-------------------------|------------------------------|------------------------|--------------|
| 2013 | 4,927,471 | 777,713 | 73,471 | 34,940 | 5,813,595 |
| 2014 | 5,020,970 | 879,522 | 70,265 | 35,002 | 6,005,759 |
| 2015 | 5,110,831 | 959,747 | 85,733 | 35,282 | 6,191,593 |
| 2016 | 4,993,224 | 983,448 | 126,887 | 34,956 | 6,138,515 |
| 2017 | 5,439,582 | 1,296,853 | 138,965 | 35,400 | 6,910,800 |
| 2018 | 5,865,352 | 1,213,513 | 127,668 | 35,645 | 7,242,178 |
| 2019 | 5,967,941 | 1,320,246 | 118,883 | 35,426 | 7,442,496 |
| 2020 | 6,496,471 | 1,338,463 | 77,692 | 35,585 | 7,948,211 |
| 2021 | 7,076,221 | 1,371,901 | 35,779 | 33,583 | 8,517,484 |
| 2022 | 7,080,722 | 1,471,960 | 64,228 | 34,811 | 8,651,721 |

Source: City's financial records.

CITY OF NEW CARROLLTON, MARYLAND
FUND BALANCES OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

| Fiscal Year | Nonspendable | Restricted | Committed | Assigned | Unassigned | Total |
|------------------------|---------------------|-------------------|------------------|-----------------|-------------------|--------------|
| 2013 | 4,424 | 1,096,860 | 250,000 | 3,055,827 | 4,557,906 | 8,965,017 |
| 2014 | - | 783,458 | 250,000 | 3,986,013 | 4,227,978 | 9,247,449 |
| 2015 | - | 1,288,839 | 250,000 | 4,422,776 | 3,910,450 | 9,872,065 |
| 2016 | 80,452 | 1,753,052 | 250,000 | 3,693,843 | 4,249,195 | 10,026,542 |
| 2017 | 91,372 | 1,386,818 | 250,000 | 2,536,870 | 6,492,527 | 10,757,587 |
| 2018 | 255,854 | 889,075 | 250,000 | 2,719,798 | 7,888,676 | 12,003,403 |
| 2019 | 236,504 | 1,210,663 | 250,000 | 2,652,200 | 9,053,606 | 13,402,973 |
| 2020 | 393,837 | 896,709 | 250,000 | 3,410,723 | 9,629,263 | 14,580,532 |
| 2021 | 461,405 | 1,243,044 | 718,500 | 4,148,816 | 9,719,801 | 16,291,566 |
| 2022 | 8,030 | 1,622,120 | 718,500 | 3,987,885 | 12,146,538 | 18,483,073 |

Source: City's financial records.

CITY OF NEW CARROLLTON, MARYLAND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

| | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 |
|---------------------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|-------------------|-------------------|-------------------|-------------------|---------------------|
| REVENUES | | | | | | | | | | |
| Taxes | \$ 8,964,842 | \$ 8,859,182 | \$ 8,134,646 | \$ 7,844,719 | \$ 7,442,024 | \$ 7,031,670 | \$ 6,430,166 | \$ 6,274,894 | \$ 6,138,701 | \$ 5,950,030 |
| Licenses and permits | 190,593 | 182,833 | 203,398 | 220,499 | 235,325 | 234,641 | 253,671 | 248,727 | 221,166 | 206,567 |
| Intergovernmental | 693,261 | 1,048,488 | 309,725 | 366,801 | 350,289 | 393,442 | 363,900 | 408,406 | 441,308 | 266,109 |
| Charges for services | 675,380 | 665,862 | 682,158 | 712,225 | 718,197 | 769,178 | 677,207 | 693,188 | 594,632 | 584,623 |
| Fines and forfeitures | 2,498,898 | 1,733,089 | 1,416,682 | 1,365,482 | 1,608,307 | 1,473,499 | 793,987 | 527,283 | 525,601 | 711,495 |
| Investment earnings | 17,815 | 20,224 | 276,598 | 319,072 | 66,960 | 47,414 | 78,786 | 3,220 | 5,787 | 10,941 |
| Miscellaneous | 58,455 | 370,892 | 323,862 | 354,326 | 318,144 | 124,926 | 43,700 | 38,799 | 140,191 | 115,739 |
| Total Revenues | <u>13,099,244</u> | <u>12,880,570</u> | <u>11,347,069</u> | <u>11,183,124</u> | <u>10,739,246</u> | <u>10,074,770</u> | <u>8,641,417</u> | <u>8,194,517</u> | <u>8,067,386</u> | <u>7,845,504</u> |
| EXPENDITURES | | | | | | | | | | |
| General government | 2,694,873 | 2,514,562 | 2,401,215 | 2,287,482 | 2,892,207 | 2,298,171 | 1,838,629 | 2,016,806 | 2,003,126 | 1,706,937 |
| Public safety | 4,210,871 | 4,524,157 | 4,002,020 | 3,481,518 | 3,509,660 | 3,158,993 | 3,018,865 | 2,417,173 | 2,211,015 | 2,143,502 |
| Public works | 3,662,683 | 3,874,872 | 3,528,766 | 3,859,395 | 3,761,827 | 3,648,517 | 3,333,205 | 2,800,204 | 3,188,568 | 3,761,184 |
| Weinbach Scholarship | 3,750 | 9,000 | 5,000 | 3,500 | 3,000 | 3,000 | 2,000 | 2,000 | 5,674.00 | - |
| Debt service | | | | | | | | | | |
| Principal | 271,711 | 264,267 | 257,489 | 251,551 | 236,605 | 185,891 | 236,380 | 261,024 | 296,060 | 329,844 |
| Interest | 63,849 | 70,346 | 71,291 | 73,989 | 71,634 | 49,153 | 57,863 | 72,694 | 80,511 | 90,352 |
| Total Expenditures | <u>10,907,737</u> | <u>11,257,204</u> | <u>10,265,781</u> | <u>9,957,435</u> | <u>10,474,933</u> | <u>9,343,725</u> | <u>8,486,942</u> | <u>7,569,901</u> | <u>7,784,954</u> | <u>8,031,819</u> |
| EXCESS (DEFICIENCY) OF | | | | | | | | | | |
| REVENUES OVER | | | | | | | | | | |
| EXPENDITURES | 2,191,507 | 1,623,366 | 1,081,288 | 1,225,689 | 264,313 | 731,045 | 154,475 | 624,616 | 282,432 | (186,315) |
| OTHER FINANCING SOURCES (USES) | | | | | | | | | | |
| Issuance of debt | - | 87,668 | 96,271 | 173,881 | 981,503 | - | 598,500 | - | - | - |
| Repayment of debt | - | - | - | - | - | - | (598,500) | - | - | - |
| Total Other Financing Sources | <u>-</u> | <u>87,668</u> | <u>96,271</u> | <u>173,881</u> | <u>981,503</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| NET CHANGE IN | | | | | | | | | | |
| FUND BALANCE | <u>\$ 2,191,507</u> | <u>\$ 1,711,034</u> | <u>\$ 1,177,559</u> | <u>\$ 1,399,570</u> | <u>\$ 1,245,816</u> | <u>\$ 731,045</u> | <u>\$ 154,475</u> | <u>\$ 624,616</u> | <u>\$ 282,432</u> | <u>\$ (186,315)</u> |
| DEBT SERVICE AS A | | | | | | | | | | |
| PERCENTAGE OF NON- | | | | | | | | | | |
| CAPITAL EXPENDITURES | <u>3.1%</u> | <u>3.2%</u> | <u>3.3%</u> | <u>3.4%</u> | <u>3.3%</u> | <u>2.5%</u> | <u>3.8%</u> | <u>4.7%</u> | <u>5.0%</u> | <u>5.5%</u> |

CITY OF NEW CARROLLTON, MARYLAND
GENERAL GOVERNMENTAL TAX REVENUES BY SOURCES
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

| Fiscal Year | Other Taxes | Property Taxes | Income Taxes | Highway User Taxes | Disposal Fee Rebate | Hotel/Motel Taxes | Total |
|------------------------|------------------------|---------------------------|-------------------------|-----------------------------------|------------------------------------|------------------------------|--------------|
| 2013 | 1,472 | 4,933,409 | 852,000 | 56,210 | 33,468 | 73,471 | 5,950,030 |
| 2014 | 1,534 | 4,964,559 | 869,426 | 199,449 | 33,468 | 70,265 | 6,138,701 |
| 2015 | 1,814 | 5,024,693 | 907,333 | 221,853 | 33,468 | 85,733 | 6,274,894 |
| 2016 | 1,487 | 5,026,898 | 987,785 | 253,550 | 33,468 | 126,887 | 6,430,075 |
| 2017 | 1,932 | 5,330,907 | 1,270,791 | 255,607 | 33,468 | 138,965 | 7,031,670 |
| 2018 | 2,177 | 5,865,513 | 1,145,217 | 267,981 | 33,468 | 127,668 | 7,442,024 |
| 2019 | 1,958 | 6,145,772 | 1,249,195 | 295,443 | 33,468 | 118,883 | 7,844,719 |
| 2020 | 2,116 | 6,465,813 | 1,209,657 | 345,900 | 33,468 | 77,692 | 8,134,646 |
| 2021 | 115 | 7,137,928 | 1,271,203 | 380,689 | 33,468 | 35,779 | 8,859,182 |
| 2022 | 1,344 | 7,092,680 | 1,361,858 | 411,264 | 33,468 | 64,228 | 8,964,842 |

Source: City's financial records.

CITY OF NEW CARROLLTON, MARYLAND
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
Last Ten Fiscal Years

| Fiscal Year | Real Property | | Personal Property | | Property of Railroads and Public Utilities | | Total | |
|------------------------|----------------------|---------------------|--------------------------|---------------------|---|---------------------|-----------------|---------------------|
| | Assessed | Direct | Assessed | Direct | Assessed | Direct | Assessed | Direct |
| | Value | Tax Rate (a) | Value | Tax Rate (a) | Value | Tax Rate (a) | Value | Tax Rate (a) |
| 2013 | 629,055,993 | 0.7136 | 28,028,700 | 1.00 | 4,820,150 | 1.00 | 661,904,843 | 0.7278 |
| 2014 | 635,398,911 | 0.7121 | 27,406,740 | 1.00 | 4,930,940 | 1.00 | 667,736,591 | 0.7260 |
| 2015 | 632,743,916 | 0.7059 | 25,892,270 | 1.00 | 4,725,550 | 1.00 | 663,361,736 | 0.7195 |
| 2016 | 672,724,636 | 0.6652 | 25,691,810 | 1.00 | 4,974,510 | 1.00 | 703,390,956 | 0.6798 |
| 2017 | 715,524,724 | 0.6652 | 31,923,330 | 1.00 | 5,626,640 | 1.00 | 753,074,694 | 0.6819 |
| 2018 | 755,115,883 | 0.6652 | 28,405,160 | 1.66 | 5,885,790 | 1.66 | 789,406,833 | 0.6797 |
| 2019 | 807,631,170 | 0.6652 | 26,861,190 | 1.66 | 6,146,170 | 1.66 | 840,638,530 | 0.7043 |
| 2020 | 864,610,915 | 0.6652 | 26,993,340 | 1.66 | 5,788,930 | 1.66 | 897,393,185 | 0.7015 |
| 2021 | 931,893,800 | 0.6652 | 37,771,850 | 1.66 | 5,880,880 | 1.66 | 975,546,530 | 0.7097 |
| 2022 | 968,690,117 | 0.6391 | 40,623,710 | 1.60 | 6,203,231 | 1.60 | 1,015,517,058 | 0.6834 |

(a) In dollars per \$100 of assessed value.

Real and personal property are assessed at 100% of estimated actual value.

Property owned by the City, other governments, churches and schools are exempt, and no estimate of value is included.

Source: Prince George's County Assessments' Office.

**CITY OF NEW CARROLLTON, MARYLAND
PROPERTY TAX RATES
DIRECT AND OVERLAPPING GOVERNMENTS
(PER \$100 OF ASSESSED VALUE)
Last Ten Fiscal Years**

| Fiscal Year | City Total Direct Tax Rate ⁽²⁾ | Overlapping Rates | | | | | Direct and Overlapping Total |
|------------------------|--|--|--|---|---|---|---|
| | | Prince George's County ⁽¹⁾ | Storm Water Management ⁽¹⁾ | State of Maryland ⁽¹⁾ | Maryland- National Capital Park and Planning Commission ⁽¹⁾ | Washington Suburban Sanitary Commission ⁽¹⁾ | |
| 2013 | 0.7278 | 0.9028 | 0.0540 | 0.1120 | 0.2790 | 0.0260 | 2.1016 |
| 2014 | 0.7260 | 0.8971 | 0.0540 | 0.1120 | 0.2790 | 0.0260 | 2.0941 |
| 2015 | 0.7195 | 0.9019 | 0.0540 | 0.1120 | 0.2790 | 0.0260 | 2.0924 |
| 2016 | 0.6798 | 0.9451 | 0.0540 | 0.1120 | 0.2940 | 0.0260 | 2.1109 |
| 2017 | 0.6819 | 0.9364 | 0.0540 | 0.1120 | 0.2940 | 0.0260 | 2.1043 |
| 2018 | 0.6797 | 0.9596 | 0.0540 | 0.1120 | 0.2940 | 0.0260 | 2.1253 |
| 2019 | 0.7043 | 0.9686 | 0.0540 | 0.1120 | 0.2940 | 0.0260 | 2.1589 |
| 2020 | 0.7015 | 0.9660 | 0.0540 | 0.1120 | 0.2940 | 0.0260 | 2.1535 |
| 2021 | 0.7097 | 0.9872 | 0.0540 | 0.1120 | 0.2960 | 0.0260 | 2.1849 |
| 2022 | 0.6834 | 0.9872 | 0.0540 | 0.1120 | 0.2960 | 0.0260 | 2.1586 |

Source: (1) Prince George's County Department of Finance.

(2) City Records. The City direct rate has no components.

Note: In dollars per \$100 of assessed value.

CITY OF NEW CARROLLTON, MARYLAND
PRINCIPAL PROPERTY TAXPAYERS
Current Fiscal Year and Nine Years Ago

2022

| Taxpayer | Type of Business | Assessed Value⁽¹⁾ | Percent of Total Assessed Value |
|---|---------------------------------------|-------------------------------------|--|
| Fountain Club Apartments | Apartment Development | \$ 39,875,367 | 4.12 |
| Heritage Square Association LLC | Apartment Development | 37,863,066 | 3.91 |
| PG Hilltop | Apartment Development | 44,726,300 | 4.62 |
| Carrollton Enterprises MGT CO (Albert Turner) | Shopping Center | 33,450,600 | 3.45 |
| Lowe's Home Centers Inc. | Shopping Center | 14,096,167 | 1.46 |
| Decar Realty | Shopping Center | 14,169,700 | 1.46 |
| Wide Waters Group, Inc. | Commercial Construction & Development | 10,054,433 | 1.04 |
| Darcars Chrysler Jeep Dodge | Car Dealership | 5,545,900 | 0.57 |
| Ritchbell Carrollton, LLC | Hotel Complex | 2,706,400 | 0.28 |
| Cities Service Station Corp | Corporation | 936,067 | 0.10 |
| Total | | \$ 203,424,000 | 21.00 |

2013

| Taxpayer | Type of Business | Assessed Value | Percent of Total Assessed Value |
|--------------------------------------|-------------------------|-----------------------|--|
| Fountain Club Apartments | Apartment Development | \$ 16,792,200 | 3.86 |
| Norton Butler | Apartment Development | 15,476,700 | 3.56 |
| Carrollton Limited Partnership | Shopping Center | 15,595,500 | 3.59 |
| Wedgewood Terrace Associates, Ltd. | Apartment Development | 8,364,100 | 1.35 |
| Albert Turner | Shopping Center | 6,584,600 | 1.52 |
| Bryant Woods Limited Partnership | Apartment Development | 5,859,500 | 1.92 |
| Virginia Brush, et al | Car Dealership | 5,716,200 | 1.01 |
| Ritchbell Carrollton, LLC | Hotel Complex | 4,371,600 | 0.92 |
| Decar Realty | Shopping Center | 3,993,000 | 1.32 |
| Kim's Apartments Limited Partnership | Apartment Development | 2,969,400 | 0.68 |
| Total | | \$ 85,722,800 | 19.73 |

Source: Prince George's County Office of the Treasury:

(1) Assessed value equals 100% of total valuation.

CITY OF NEW CARROLLTON, MARYLAND
REAL PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten Fiscal Years

| Fiscal Year Ended June 30, | Taxes Levied for the Fiscal Year | Collected within the Fiscal Year of the Levy | | Collections in Subsequent Years | Total Collections to Date | |
|---|---|---|-------------------------------|--|----------------------------------|-------------------------------|
| | | Amount | Percentage of Levy | | Amount | Percentage of Levy |
| 2013 | 4,669,666 | 4,663,614 | 99.87 | 6,052 | 4,669,666 | 100.00 |
| 2014 | 4,708,541 | 4,695,430 | 99.72 | 13,111 | 4,708,541 | 100.00 |
| 2015 | 4,751,459 | 4,738,633 | 99.73 | 11,787 | 4,750,420 | 99.98 |
| 2016 | 4,759,297 | 4,750,679 | 99.82 | 6,753 | 4,757,432 | 99.96 |
| 2017 | 5,039,100 | 5,030,399 | 99.83 | 7,620 | 5,038,019 | 99.98 |
| 2018 | 5,296,349 | 5,292,075 | 99.92 | 3,796 | 5,295,871 | 99.99 |
| 2019 | 5,681,530 | 5,680,766 | 99.99 | (13,240) | 5,667,526 | 99.75 |
| 2020 | 6,089,310 | 6,085,208 | 99.93 | 636 | 6,085,844 | 99.94 |
| 2021 | 6,495,130 | 6,490,327 | 99.93 | 3,400 | 6,493,727 | 99.98 |
| 2022 | 6,498,417 | 6,495,424 | 99.95 | - | 6,495,424 | 99.95 |

Source: Finance Department.

CITY OF NEW CARROLLTON, MARYLAND
RATIOS OF OUTSTANDING DEBT BY TYPE
Last Ten Fiscal Years

| Fiscal Year | General Obligation Bonds | Loans Payable | Total | Percentage of Personal Income | Per Capita |
|------------------------|---|--------------------------|--------------|--|-----------------------|
| 2013 | 2,355,537 | 448,292 | 2,803,829 | N/A | 231.05 |
| 2014 | 2,239,911 | 267,858 | 2,507,769 | N/A | 206.66 |
| 2015 | 2,120,484 | 126,261 | 2,246,745 | N/A | 185.15 |
| 2016 | 1,985,643 | 24,723 | 2,010,366 | N/A | 165.67 |
| 2017 | 1,824,475 | - | 1,824,475 | N/A | 150.35 |
| 2018 | 2,569,373 | - | 2,569,373 | N/A | 211.73 |
| 2019 | 2,491,709 | - | 2,491,709 | N/A | 205.33 |
| 2020 | 2,330,491 | - | 2,330,491 | N/A | 192.05 |
| 2021 | 2,153,892 | - | 2,153,892 | N/A | 177.49 |
| 2022 | 1,882,490 | - | 1,882,490 | N/A | 137.26 |

Source: City Financial records.

N/A: Not available currently.

CITY OF NEW CARROLLTON, MARYLAND
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
Last Ten Fiscal Years

| Fiscal Year | Population ⁽¹⁾ | Assessed Value | Bonded Debt | Ratio of Net Bonded Debt to Assessed Value | Net Bonded Debt Per Capita |
|------------------------|----------------------------------|---------------------------|------------------------|---|---|
| 2013 | 12,135 | 661,904,843 | 2,355,537 | 0.36 | 194.11 |
| 2014 | 12,135 | 667,736,591 | 2,239,911 | 0.34 | 184.58 |
| 2015 | 12,135 | 663,361,736 | 2,120,484 | 0.32 | 174.74 |
| 2016 | 12,135 | 703,390,956 | 1,985,643 | 0.28 | 163.63 |
| 2017 | 12,135 | 753,075,694 | 1,824,475 | 0.24 | 150.35 |
| 2018 | 12,135 | 789,406,833 | 2,569,373 | 0.33 | 211.73 |
| 2019 | 12,135 | 840,638,530 | 2,491,709 | 0.30 | 205.33 |
| 2020 | 12,135 | 897,393,185 | 2,330,491 | 0.26 | 192.05 |
| 2021 | 12,135 | 975,546,530 | 2,153,892 | 0.22 | 177.49 |
| 2022 | 13,715 | 968,690,117 | 1,882,490 | 0.19 | 137.26 |

Source: (1) Official U.S. Census.

CITY OF NEW CARROLLTON, MARYLAND
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
(Dollars in Thousands)
For the Year Ended June 30, 2022

| | <u>Net Debt Outstanding</u> | <u>Percentage Applicable to this Governmental Unit</u> | <u>Share of Debt</u> |
|--|---------------------------------|--|-------------------------|
| Direct debt | | | |
| City of New Carrollton | \$ 1,882 | 100.00% | \$ 1,882 |
| Overlapping debt ⁽²⁾ : | | | |
| Prince George's County | <u>2,575,162</u> | 0.94% ⁽¹⁾ | <u>24,207</u> |
| Total Direct And Overlapping Debt | <u><u>\$ 2,577,044</u></u> | | <u><u>\$ 26,089</u></u> |

⁽¹⁾ Rate of assessed real property value in the City (\$968,690,117) to assessed real property value in the County (\$102,527,101,300).

⁽²⁾ Overlapping debt is not debt of the City of New Carrollton on either a direct or contingent basis. This debt represents the share of debt of overlapping governmental entities which the residents of the City of New Carrollton are obligated to pay through direct tax levies of these respective governmental entities. The debts of Prince George's County, Washington Suburban Sanitary Commission, and Maryland-National Capital Park and Planning Commission are direct general obligation debts of the respective governmental entities for facilities to benefit citizens of the County as a whole, including those residents within municipalities. Facilities include schools, hospitals, police and fire departments, industrial park sites, community college, mass transit, storm drainage, control park land acquisition, etc., and the citizens of the City of New Carrollton benefit generally from their use.

CITY OF NEW CARROLLTON, MARYLAND
LEGAL DEBT MARGIN INFORMATION
Last Ten Fiscal Years

| | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 |
|--|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|
| Debt limit (in thousands) | \$ 48,435 | \$ 46,595 | \$ 43,230 | \$ 40,382 | \$ 37,756 | \$ 35,776 | \$ 33,636 | \$ 31,637 | \$ 31,770 | \$ 31,453 |
| Total net debt applicable to limit (in thousands) | 1,882 | 2,154 | 2,330 | 2,491 | 2,569 | 1,824 | 2,010 | 2,247 | 2,508 | 2,804 |
| Legal debt margin (in thousands) | <u>\$ 46,552</u> | <u>\$ 44,441</u> | <u>\$ 40,900</u> | <u>\$ 37,891</u> | <u>\$ 35,187</u> | <u>\$ 33,952</u> | <u>\$ 31,626</u> | <u>\$ 29,390</u> | <u>\$ 29,262</u> | <u>\$ 28,649</u> |
| Total net debt applicable to the limit as a percentage of debt limit | <u>3.89%</u> | <u>4.62%</u> | <u>5.39%</u> | <u>6.17%</u> | <u>6.80%</u> | <u>5.10%</u> | <u>5.98%</u> | <u>7.10%</u> | <u>7.89%</u> | <u>8.91%</u> |

Legal Debt Margin Calculation for Fiscal Year 2021

| | |
|--|-----------------------------|
| Fiscal year 2021 assessed value of taxable real property | <u>\$ 968,690,117</u> |
| Debt limit: 5% of assessed value | <u>\$ 48,434,506</u> |
| Amount of debt applicable to debt limitation | <u>1,882,490</u> |
| Legal Debt Margin | <u><u>\$ 46,552,016</u></u> |

Note: Section 16(a) of the City Charter mandates a limit on the general borrowing authority, as summarized below.

Section 16 - General Borrowing Authority

- a. Authority and Limits - The Council may from time to time authorize the Mayor to borrow upon the faith and credit of the City for general administration purposes and payment of its obligations, and for financing municipal improvements or purchases of property, structures or equipment, and improvements authorized as benefit assessment projects, such sum or sums of money as may be necessary, provided that the total outstanding long-term indebtedness does not exceed at any time a total of five per centum (5%) of the assessed valuation of the taxable real property in the City.
- b. Approval of Borrowing - The Council is prohibited from borrowing money for any purpose, except for improvements for which a benefit assessment has been or will be levied to recover the entire cost of said improvements, unless first approved by a majority vote at a regular or special municipal election. If the money to be borrowed is to be used for more than one specific purpose, each such purpose and the amount of money proposed for each shall be listed as a separate question on the ballot.

CITY OF NEW CARROLLTON, MARYLAND
DEMOGRAPHIC AND ECONOMIC STATISTICS
Last Ten Fiscal Years

| Fiscal Year | Population⁽¹⁾ | Personal Income | Household Income⁽²⁾ | Median Age⁽²⁾ | School Enrollment⁽²⁾ | Unemployment Rate (%)⁽²⁾ |
|------------------------|---------------------------------|----------------------------|---|-------------------------------------|--|--|
| 2013 | 12,135 | N/A | N/A | 33 | 123,737 | 6.9 |
| 2014 | 12,135 | N/A | N/A | 33 | 125,136 | 6.2 |
| 2015 | 12,135 | N/A | N/A | 33 | 127,576 | 6.6 |
| 2016 | 12,135 | N/A | N/A | 34 | 128,936 | 4.8 |
| 2017 | 12,135 | N/A | 73,856 | 36 | 130,000 | 4.3 |
| 2018 | 12,135 | N/A | 79,184 | 37 | 133,158 | 4.1 |
| 2019 | 12,135 | N/A | 65,947 | 37 | 130,814 | 4.1 |
| 2020 | 12,135 | N/A | 65,164 | 37 | 132,317 | 4.1 |
| 2021 | 12,135 | N/A | 66,991 | 37 | 136,500 | 4.1 |
| 2022 | 13,715 | N/A | 70,776 | 35.2 | 287,000 | 5.0 |

Source: (1) Official U.S. Census.

Note: (2) This information is not available for the City of New Carrollton on a separate basis. The data presented above is the latest available data from Prince George's County, Maryland, which includes the City of New Carrollton, Maryland in its totals. The City of New Carrollton accounts for 1.4% of the population and 0.31% of the area of Prince George's County, Maryland.

N/A: Not available currently.

CITY OF NEW CARROLLTON, MARYLAND
PRINCIPAL EMPLOYERS
Current Fiscal Year and Nine Years Ago

| 2022 | | |
|-------------------------|----------------------------|--|
| Employer | Estimated Employees | Percentage of Total City Employment |
| Lowes Business | 137 | 2.0% |
| Shoppers Food Warehouse | 85 | 1.3% |
| Forman Mills, Inc. | 85 | 1.3% |
| Foodway International | 80 | 1.2% |
| Darcars | 65 | 1.0% |
| K & G Men's Company | 31 | 0.5% |
| Value City Furniture | 29 | 0.4% |
| Metro Points | 26 | 0.4% |
| CVS Pharmacy | 26 | 0.4% |
| Chipotle | 25 | 0.4% |
| Total | 589 | 8.8% |

| 2013 | | |
|-------------------------|----------------------------|--|
| Employer | Estimated Employees | Percentage of Total City Employment |
| Lowes Business | 147 | N/A |
| Four Points by Sheraton | 142 | N/A |
| Shoppers Food Warehouse | 127 | N/A |
| Forman Mills, Inc. | 118 | N/A |
| Foodway International | 105 | N/A |
| Darcars | 72 | N/A |
| K & G Men's Company | 66 | N/A |
| CVS Pharmacy | 46 | N/A |
| Staples | 34 | N/A |
| Total | 857 | N/A |

Source: Amounts are estimates generated from correspondence with the companies.

N/A: Information Not Available.

CITY OF NEW CARROLLTON, MARYLAND
FULL-TIME CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
Last Ten Fiscal Years

| | <u>2022</u> | <u>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> | <u>2014</u> | <u>2013</u> |
|-----------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| General Government | 16 | 13 | 11 | 11 | 12 | 12 | 11 | 13 | 10 | 11 |
| Public Works Administration | 7 | 8 | 8 | 9 | 8 | 9 | 8 | 9 | 6 | 6 |
| Public Safety – Police | 23 | 29 | 27 | 29 | 24 | 24 | 22 | 26 | 25 | 24 |
| Public Health Code | 5 | 5 | 4 | 5 | 4 | 4 | 4 | 5 | 5 | 6 |
| Highways | 3 | 3 | 3 | 5 | 4 | 4 | 4 | 4 | 4 | 4 |
| Sanitation | 10 | 11 | 9 | 11 | 11 | 9 | 10 | 11 | 11 | 11 |
| Parks and Recreation | <u>7</u> | <u>8</u> | <u>6</u> | <u>9</u> | <u>8</u> | <u>9</u> | <u>8</u> | <u>8</u> | <u>9</u> | <u>10</u> |
| Total | <u>71</u> | <u>77</u> | <u>68</u> | <u>79</u> | <u>71</u> | <u>71</u> | <u>67</u> | <u>76</u> | <u>70</u> | <u>72</u> |

Source: City financial records.

Method: Using 1.0 for each full-time employee (FTE).

CITY OF NEW CARROLLTON, MARYLAND
OPERATING INDICATORS BY FUNCTION/PROGRAM

| Function/Program | Last Ten Fiscal Years | | | | | | | | | |
|---|-----------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 |
| General Information: | | | | | | | | | | |
| Population ⁽¹⁾ | 13,715 | 12,514 | 12,514 | 12,514 | 12,514 | 12,514 | 12,514 | 12,514 | 12,135 | 12,135 |
| Registered voters ⁽²⁾ | 7,106 | 6,592 | 6,592 | 6,514 | 6,347 | 6,955 | 6,984 | 6,979 | 6,964 | 6,062 |
| General Government ⁽³⁾ : | | | | | | | | | | |
| Commercial construction permits issued | - | - | - | - | - | 2 | - | - | - | 2 |
| Residential construction permits issued | 70 | 80 | 65 | 70 | 66 | 87 | 199 | 53 | 56 | 62 |
| Estimated value of construction (000's) | 922 | 340 | 403 | 434 | 553 | - | - | 0 | 413 | 1,130 |
| Public Health and Safety ⁽³⁾ : | | | | | | | | | | |
| Criminal arrests | 115 | 120 | 167 | 202 | 159 | 308 | 281 | 331 | 205 | 160 |
| Parking violations | 946 | 834 | 1,840 | 2,235 | 2,234 | 2,897 | 3,004 | 3,874 | 3,495 | 4,224 |
| Traffic violations | 2,721 | 2,528 | 3,655 | 6,722 | 3,817 | 5,635 | 5,337 | 6,679 | 6,694 | 5,500 |
| Calls for service | 12,309 | 11,736 | 12,998 | 11,933 | 12,788 | 10,881 | 14,949 | 14,862 | 10,527 | N/A |
| Organized outreach events | 16 | 6 | 10 | 26 | 26 | 25 | 4 | 16 | 23 | N/A |
| Highway safety initiatives | - | - | - | 8 | 8 | 51 | 46 | 6 | 5 | N/A |
| Multi-family & business partnership | 2,957 | 2,542 | 2,654 | 3,127 | 3,033 | 3,713 | 4,710 | 2,030 | 2,538 | N/A |
| Civil citations issued | 83 | 17 | 29 | 26 | 26 | 28 | 12 | 67 | 9 | N/A |
| Homicide | - | 2 | 2 | 2 | - | - | 1 | 1 | 1 | N/A |
| Rape | - | 1 | 3 | 2 | 3 | 3 | 1 | 1 | 1 | N/A |
| Robbery (all) | 13 | 11 | 21 | 17 | 20 | 25 | 16 | 16 | 15 | N/A |
| Carjacking | 8 | 3 | 2 | 1 | - | - | 1 | - | - | N/A |
| Assaults | 27 | 39 | 54 | 47 | 47 | 49 | 48 | 40 | 40 | N/A |
| Burglary (all) | 22 | 10 | 40 | 67 | 41 | 39 | 44 | 32 | 58 | N/A |
| Theft | 27 | 52 | 57 | 66 | 65 | 64 | 115 | 88 | 103 | N/A |
| Theft from auto | 48 | 41 | 71 | 84 | 98 | 96 | 84 | 134 | 98 | N/A |
| Stolen auto | 44 | 39 | 38 | 46 | 40 | 40 | 41 | 40 | 50 | N/A |
| Recovered stolen auto | 51 | 11 | 12 | 19 | 8 | 9 | 17 | 23 | 12 | N/A |
| CDS violations | 66 | 105 | 66 | 46 | 53 | 54 | 83 | 75 | 52 | N/A |
| Sanitation: ⁽⁴⁾ | | | | | | | | | | |
| Co-mingled (tons/day) | 10.6 | 12.9 | 13.6 | 12.0 | 9 | 10 | 18 | 18 | 14 | 12.50 |
| Parks and Recreation: | | | | | | | | | | |
| Athletic field permits issued | 1 | 1 | 1 | 10 | 9 | 4 | - | - | - | 101 |
| Highways: ⁽⁴⁾ | | | | | | | | | | |
| Street resurfacing-miles | 1 | - | - | 0.48 | 1 | 1 | - | - | 1 | 1.25 |
| Potholes repaired | 79 | 130 | 82 | 92 | 87 | 120 | 100 | 105 | N/A | 177 |

(1) http://www.census.gov/popest/data/cities/totals/2013/files/SUB-EST2013_24.csv

(2) Prince George's County Board of Elections

(3) New Carrollton Police Department

(4) New Carrollton Public Works

N/A: Data currently not available.

CITY OF NEW CARROLLTON, MARYLAND
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
Last Ten Fiscal Years

| Function/Program | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 |
|------------------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| General Information: | | | | | | | | | | |
| Area in square miles | 1.57 | 1.57 | 1.57 | 1.57 | 1.55 | 1.55 | 1.55 | 1.55 | 1.55 | 1.49 |
| Public Health and Safety – Police: | | | | | | | | | | |
| Stations | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Number of patrol units | 20 | 20 | 20 | 20 | 20 | 20 | 20 | 18 | 18 | 18 |
| Highways: | | | | | | | | | | |
| City streets (miles) | 25 | 25 | 25 | 25 | 25 | 25 | 25 | 25 | 25 | 25 |
| State streets (miles) | 4.2 | 4.2 | 4.2 | 4.2 | 4.2 | 4.2 | 4.2 | 4.2 | 4.2 | 1 |
| Street lights | 543 | 543 | 543 | 543 | 577 | 577 | 577 | 577 | 577 | 577 |
| Recreation and Culture: | | | | | | | | | | |
| Park acreage | 34.31 | 34.31 | 34.31 | 34.31 | 27.86 | 27.86 | 27.86 | 27.86 | 27.86 | 27.86 |
| Parks | 10 | 10 | 10 | 10 | 8 | 8 | 8 | 8 | 8 | 8 |
| Swimming pools | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Jogging course | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Community centers | 1 | 1 | 1 | 1 | 2 | 2 | 2 | 2 | 2 | 2 |
| Tennis courts | - | - | - | - | 2 | 2 | 2 | 2 | 2 | 2 |

Source: City financial records.

N/A: Data currently not available.