



ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the fiscal year ended June 30, 2025



Town of Christiansburg, VA

TOWN OF CHRISTIANSBURG, VIRGINIA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2025

PREPARED BY:
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DIRECTOR OF FINANCE/TREASURER
TOWN OF CHRISTIANSBURG, VIRGINIA

**TOWN OF CHRISTIANBURG, VIRGINIA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2025**

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INTRODUCTORY SECTION



January 14, 2026

The Honorable Mayor, Members of Town Council,
and the Citizens of the Town of Christiansburg, Virginia:

State law requires that the Town's financial statements be audited annually by an independent certified public accounting firm and presented in accordance with generally accepted accounting principles (GAAP). In fulfillment of this requirement, we are pleased to submit the Annual Comprehensive Financial Report (ACFR) of the Town of Christiansburg, Virginia, for the fiscal year ended June 30, 2025.

Management is responsible for the accuracy and completeness of the information contained in this report. To the best of our knowledge and belief, the data presented are accurate in all material respects and fairly represent the Town's financial position and results of operations.

The Town's financial statements were audited by Robinson, Farmer, Cox, Associates, LLC, who issued an unmodified opinion. The audit was conducted in accordance with generally accepted auditing standards and Government Auditing Standards. During fiscal year 2025, the Town implemented GASB Statement No. 101 related to compensated absences and restated beginning balances associated with construction in progress. These changes are disclosed in the notes to the financial statements.

The Town maintains a system of internal controls designed to provide reasonable assurance regarding the safeguarding of assets and the reliability of financial reporting. While no system of internal control can provide absolute assurance, management believes the Town's controls are adequate for these purposes.

Profile of the Government

The Town of Christiansburg was founded in 1792 and incorporated in 1833. It serves as the Montgomery County seat and encompasses approximately 14.6 square miles. The Town has a land area of 14.6 square miles. Christiansburg is the fourth largest town in the Commonwealth of Virginia with 23,348 residents (2020 U.S. Census). The Town is empowered

to levy a property tax on real properties located within its boundaries. Town residents are also citizens of and are subject to taxation by Montgomery County.

The Town of Christiansburg is organized under the Council-Manager form of government. The Town Council is the legislative body of the Town and is comprised of the Mayor and six Council Members, who enact laws, determine policies, and adopt the annual budget. The Council, including the Mayor, is elected at large for four-year overlapping terms. Town Council appoints a Town Manager who is responsible for the daily management of the Town.

The Town provides general government, public safety, public works, planning, parks and recreation, cemetery, and community development services. Enterprise operations include water, sewer, stormwater, solid waste, and recycling services. Montgomery County provides public education, courts, social services, and health department functions.

For financial reporting purposes, the Town includes all funds and activities over which it exercises financial accountability. The Town has no discretely presented component units. Jointly governed organizations are disclosed in the notes to the financial statements.

The Town Council adopts an annual budget for all funds. Governmental funds are budgeted on a modified accrual basis, while enterprise funds are maintained on the accrual basis. The legal level of budgetary control is established at the fund level.

Economic Condition and Financial Outlook

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the Town of Christiansburg operates.

The Town of Christiansburg is located along the I-81 corridor in Montgomery County and is the county seat. Christiansburg continues to serve as the primary retail and service center for Montgomery County and surrounding communities, supported by regional institutions including Virginia Tech and Radford University. Each university houses a large annual student population and Virginia Tech has a popular football team which attracts thousands of visitors throughout the football season. The Town continues to work with the Montgomery County Department of Economic Development to increase its business base and industrial customers.

Meals, lodging, and sales taxes remain significant revenue sources. The Town continues to follow conservative financial policies, maintain healthy reserves, and invest strategically in infrastructure and service delivery. The Town's utility operations remain financially self-supporting, with rate structures and reserves designed to sustain ongoing operations and planned capital reinvestment. The Town's reserves remain stable and the Town continues to operate within its fund balance policy.

Fund Balance and Financial Policy Perspective

The Town maintains a formal fund balance policy intended to support operational stability, provide flexibility during economic fluctuations, and ensure adequate resources for emergencies and unforeseen events. General Fund reserves remain consistent with adopted policy targets and continue to serve as a critical component of the Town's long-term financial sustainability.

Major initiatives during FY2025 included continued implementation of the Town's enterprise resource planning system, investment in utility and transportation infrastructure, and enhancements to public safety, parks, and facilities.

Capital Investment Priorities

The Town continues to prioritize reinvestment in core infrastructure, including water and sewer systems, streets, facilities, and public safety assets. Capital planning is guided by adopted policies and multi-year planning tools to balance service needs with financial capacity while maintaining affordability for residents and businesses.

Readers are encouraged to review Management's Discussion and Analysis (MD&A) for a detailed overview of financial performance and significant changes from the prior year.

Awards and Acknowledgements

The Finance Department has produced an Annual Comprehensive Financial Report (ACFR) for thirteen years. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town of Christiansburg for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ending June 30, 2024. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards and satisfy both generally accepted accounting principles and applicable legal requirements.

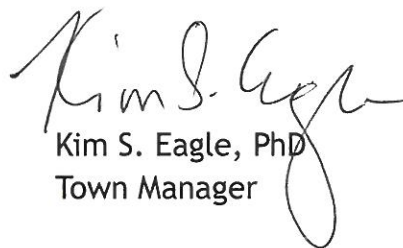
A Certificate of Achievement is valid for a period of one year only. The Town believes its current report also conforms to the Certificate of Achievement Program's requirements and is submitting it to the GFOA for consideration again this year.

We would like to express our sincere appreciation to all of the staff in the Finance office and all of the department directors and staff for their assistance and support in gathering and compiling all the data and information required for this report. Their cooperation and dedication to improving the Town in every way is remarkable.

Respectfully submitted,

Katherine C. Miano

Katherine C. Miano, CPA
Director of Finance/Treasurer


Kim S. Eagle, PhD
Town Manager



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Town of Christiansburg
Virginia**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2024

Christopher P. Morill

Executive Director/CEO

TOWN OF CHRISTIANBURG, VIRGINIA AS OF JUNE 30, 2025

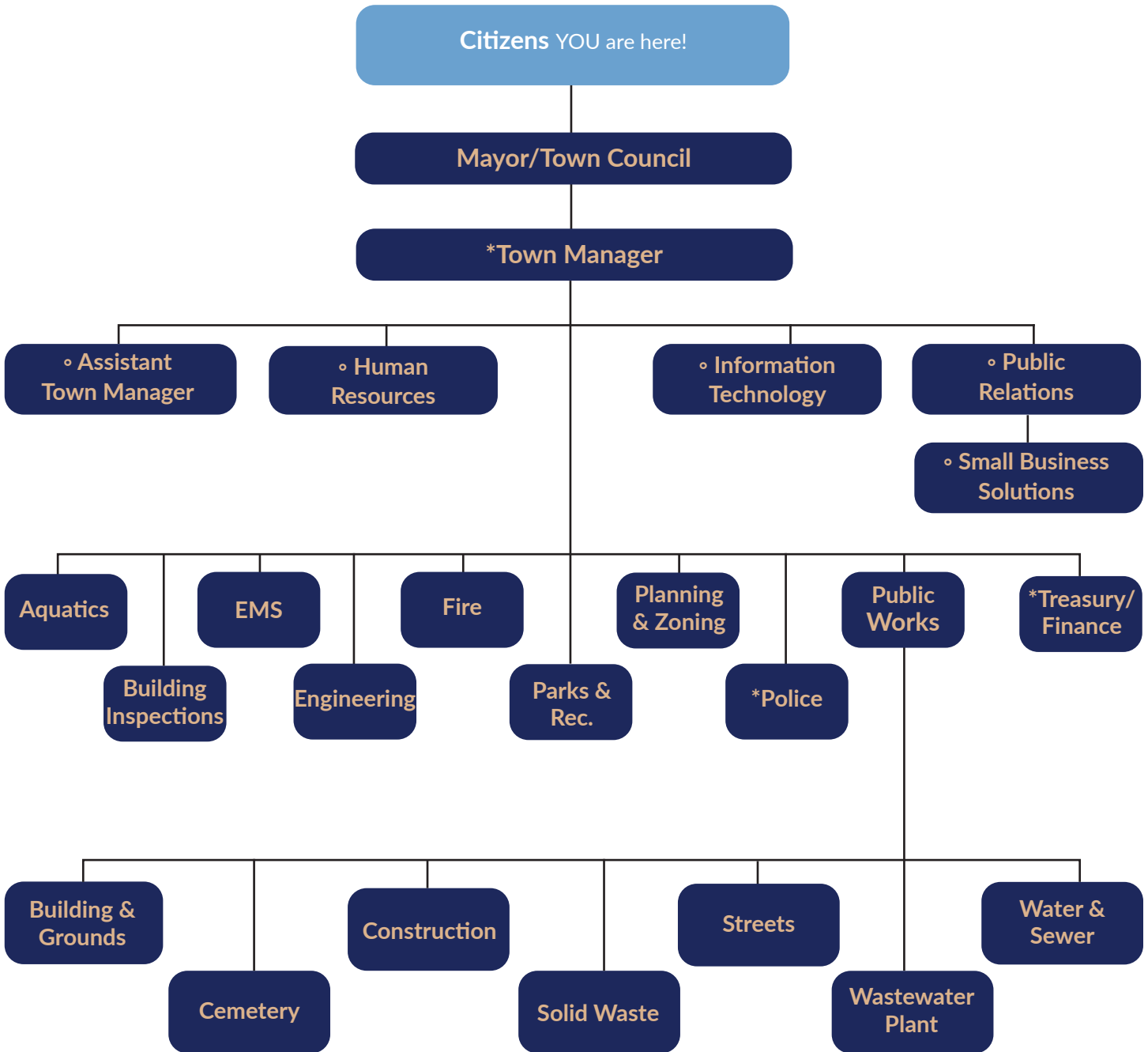
TOWN COUNCIL

D. Michael Barber, Mayor
Timothy Wilson, Vice Mayor
Samuel M. Bishop
Johana Hicks
Casey Jenkins
Kim Bowman
Tanya Hockett

OTHER OFFICIALS

Randy Wingfield Town Manager
Katherine C. Miano Director of Finance/Treasurer
Sands Anderson PC Town Attorney
Mike Kelley Director of Engineering
Jim Lancianese Director of Public Works
Retta Jackson Director of Planning
David C. Ramsey Chief of Police
Brad Epperley Director of Parks and Recreation
Alicia Dials Director of Human Resources
Christina Bolt Director of Public Relations
Jay Waller Director of Information Technology
Jerry Heinline Building Official
Terry Caldwell Director of Aquatics
Billy Hanks Fire and Rescue Chief

Town of Christiansburg Organizational Structure



KEY: ◦ General Administration departments | * Department heads appointed by Council

Town of Christiansburg Departmental Functions

- **Mayor/Town Council:** Legislative body that establishes general policies for the Town. Members & Mayor serve four year terms. Mayor only votes on action items in event of a tie.
- **Town Manager:** Serves as lead administrator of Town. Supervises Town operations in compliance with Town Charter and Code.
- **Assistant Town Manager:** Supports administrative function of the Town; promotes economic development.
- **Human Resources:** Manages employment policies, training, benefits & compensation programs.
- **Information Technology:** Provides support for software applications & technical infrastructure used by the Town.
- **Public Relations:** Serves as liaison between the citizens, news media & Town departments.
- **Small Business Solutions:** Offers support for local small business owners to meet their unique needs.
- **Aquatics:** Promotes health, fitness and water safety to citizens. Provides recreational and competitive opportunities.
- **Building Inspections:** Conducts building code and property inspections. Issues building permits.
- **EMS:** Provides emergency medical care to the Town and surrounding areas.
- **Engineering:** Provides technical program support to Town departments. Manages the GIS division.
- **Fire:** Protects the life, property and environment of the Town and surrounding areas.
- **Parks and Recreation:** Provides leisure programs and services to enhance quality of life.
- **Planning and Zoning:** Responsible for zoning, planning, outdoor advertising and subdivision review.
- **Police:** Provides law enforcement, safety and security to the Town and its citizens.
- **Public Works:** Manages the operation and maintenance of the Town's services and infrastructure.
- **Treasury/Finance:** Prepares and manages the Town budget. Handles water, sewage and garbage billing and collects fees.
- **Building and Grounds:** Maintains Town owned property.
- **Cemetery:** Sunset Cemetery is owned and operated by the Town.
- **Construction:** Implements Town capital improvement projects.
- **Solid Waste:** Responsible for garbage, recycling and leaf/brush collection.
- **Streets:** Operation and maintenance of streets, sidewalks and storm drainage system within Town limits.
- **Wastewater Plant:** Manages and treats wastewater.
- **Water and Sewer:** Operation and maintenance of the Town's water distribution and sanitary sewer collection systems.

FINANCIAL SECTION



Independent Auditors' Report

**To the Honorable Members of Town Council
Town of Christiansburg, Virginia**

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Christiansburg, Virginia, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Town of Christiansburg, Virginia'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 financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Christiansburg, Virginia, as of and for the year ended June 30, 2025, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *Specifications for Audits of Counties, Cities, and Towns*, issued by the Auditor of Public Accounts of the Commonwealth of Virginia. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Town of Christiansburg, Virginia, 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.

Change in Accounting Principles

As described in Note 22 to the financial statements, in 2025, the Town adopted new accounting guidance, GASB Statement No. 101, *Compensated Absences*. Our opinions are not modified with respect to this matter.

Restatement of Beginning Balances

As described in Note 23 to the financial statements, in 2025, the Town restated beginning balances to correct an error related to construction in progress. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Town of Christiansburg, Virginia'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.

Auditors' 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 auditors' 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, *Government Auditing Standards*, and the *Specifications for Audits of Counties, Cities, and Towns* 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, *Government Auditing Standards*, and the *Specifications for Audits of Counties, Cities, and Towns*, 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 Town of Christiansburg, Virginia'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 Town of Christiansburg, Virginia'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, budgetary comparison information, and schedules related to pension and OPEB funding as listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. 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. The budgetary comparison information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Supplementary Information

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

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditors' 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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 14, 2026, on our consideration of the Town of Christiansburg, Virginia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Town of Christiansburg, Virginia's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Christiansburg, Virginia's internal control over financial reporting and compliance.

Robison, James, Cox Associates

Blacksburg, Virginia
January 14, 2026

MANAGEMENT'S DISCUSSION AND ANALYSIS

Town of Christiansburg, Virginia

Fiscal Year Ended June 30, 2025

The following discussion and analysis of the Town of Christiansburg's financial performance provides an overview of the Town's financial activities for the fiscal year ended June 30, 2025. It should be read in conjunction with the Town's basic financial statements.

FINANCIAL HIGHLIGHTS

The Town's total net position increased by \$9,764,722 during the fiscal year, on the government-wide basis. The Town's total net position, on the government-wide basis, totaled \$244,866,477 at June 30, 2024. Net Position as of June 30, 2025, is \$254,631,199. Of this amount, \$45,355,282 may be used to meet ongoing obligations to citizens and creditors, \$206,765,653 is invested in capital assets, net of related debt, and \$2,510,264 is restricted for various purposes.

On a government-wide basis, the Town had expenses (including transfers) net of program revenues of \$23,293,793 which were \$9,764,722 less than the general revenues, of \$33,058,515.

At June 30, 2025 the Town's Governmental Funds Balance Sheet reported total ending fund balances of \$50,976,136 of which \$1,127,281 was non-spendable as a part of the cemetery perpetual care fund, \$1,292,983 was restricted by law or donor restrictions; \$16,681,799 was assigned to specific savings for future needs of the Town and \$31,784,0736 was unassigned and available to meet future needs.

OVERVIEW OF THE FINANCIAL STATEMENTS

Our discussion and analysis is intended to serve as an introduction to the Town's basic financial statements. The Town's financial statements present two types of statements, each with a different snapshot of the Town's finances. The focus is on both the Town as a whole (government-wide) and the fund financial statements. The government-wide financial statements provide both short-term and long-term information about the Town's overall financial status. The fund financials focus on the individual parts of the Town government, reporting the Town's operations in more detail than the government-wide statements, which present a longer-term view. Presentation of both perspectives provides the user with a broader overview, enhances the basis for comparisons, and better reflects the Town's accountability.

Government-Wide Financial Statements

The government-wide financial statements include the Statement of Net Position and the Statement of Activities. These statements provide information about the Town as a whole using the accrual basis of accounting, which is the method used by most private-sector enterprises. All current year revenues and expenses are reported in the Statement of Activities regardless of when cash is received or paid. These statements allow readers to answer the question, "Is the Town's financial position, as a whole, better or worse as a result of the year's activities?"

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

Government-Wide Financial Statements (Continued)

One of the main goals of these two statements is to report the Town's net position and changes that affected net position during the fiscal year. The change in the Town's net position, the difference between assets, deferred outflows of resources, liabilities and deferred inflows of resources, is one way to measure the Town's financial health, or financial position. Increases or decreases in net position are indicators of whether the Town's financial health is improving or deteriorating. Other nonfinancial factors, such as changes in the Town's property tax base and the condition of the Town's infrastructure should also be considered in assessing the overall financial health of the Town.

In the Statement of Net Position and the Statement of Activities, the Town's fund-based activity is classified as follows:

Governmental activities - Most of the Town's basic services are reported here, including general government, public safety, public works, health and welfare, parks and recreation, cemetery and community development. Property taxes, other local taxes, and federal and state grants finance most of these activities.

Business-type activities - The Town's water and sewer operations, as well as the Town's storm water operations are reported here as the Town charges fees to customers designed to cover all or most of the cost of the services it provides.

Fund Financial Statements

Traditional users of governmental financial statements will find the fund financial statement presentation more familiar. The fund financial statements focus on the Town's most significant funds rather than fund types. The fund financial statements begin on page 23 and provide detailed information about the most significant funds, not the Town as a whole. The Town has two types of funds:

Governmental funds - Most of the Town's basic services are included in governmental funds. Fund-based statements for these funds focus on how resources flow into and out of those funds and the balances left at year-end that are available for future spending. These funds are reported on the modified accrual basis of accounting, which measures cash and other liquid assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term overview that helps the reader determine the financial resources that can be spent in the near future to finance the Town's programs. The differences between governmental activities as reported in the government-wide and fund financial statements are reconciled in Exhibits 4 and 6 on pages 24 and 26.

The Cemetery Fund (Permanent Fund) is a non-major Governmental Fund. The Town took over control of the cemetery on April 1, 2008.

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

Fund Financial Statements (Continued)

The Special Revenue Fund is used in accordance with generally accepted accounting principles to account for the proceeds of specific revenue sources that are legally restricted by contract or donor to expenditures for a specified purpose. The funds primarily come from federal, state, and county grants and specific donations to the Fire department and Rescue department.

Proprietary funds - When the Town charges customers for the services it provides, whether to outside customers or to other units of the Town, these services are generally reported in proprietary funds. Proprietary funds, like the government-wide statements, utilize the accrual basis of accounting, and their statements provide both short and long-term financial information.

The Town's enterprise funds (two proprietary funds) are the same as the government-wide business-type activities; however, the fund financial statements provide more detail and additional information, such as cash flows. The Town's enterprise funds are the Water and Sewer Fund and the Stormwater Fund.

FINANCIAL ANALYSIS OF THE TOWN AS A WHOLE

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Town of Christiansburg, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$254,631,199 at the close of the most recent fiscal year, June 30, 2025.

By far the largest portion of the Town of Christiansburg's net position (81 percent) reflects its investment in capital assets (e.g., land, buildings and structures, and equipment); less any related debt used to acquire those assets that is still outstanding. The Town of Christiansburg uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town of Christiansburg's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate the liabilities.

Management's Discussion and Analysis
(continued)

FINANCIAL ANALYSIS OF THE TOWN AS A WHOLE (CONTINUED)

Summary of Net Position:

The following table presents a condensed summary of net position:

Summary of Net Position						
As of June 30, 2024 and June 30, 2025						
(In Thousands)						
	Governmental Activities		Business-type Activities		Total Primary Government	
	2025	2024	2025	2024	2025	2024
Current and other assets	\$ 64,178	\$ 63,960	\$ 15,591	\$ 15,636	\$ 79,769	\$ 79,596
Capital assets, net	163,367	161,679	60,940	55,110	224,307	216,789
Total Assets	\$ 227,545	\$ 225,639	\$ 76,531	\$ 70,746	\$ 304,076	\$ 296,385
Deferred charge on refunding, net	\$ 154	\$ 173	\$ -	\$ -	\$ 154	\$ 173
Pension related items	3,315	2,386	587	388	3,902	2,774
OPEB related items	1,738	1,103	31	43	1,769	1,146
Total Deferred Outflows of Resources	\$ 5,207	\$ 3,662	\$ 618	\$ 431	\$ 5,825	\$ 4,093
Other liabilities	\$ 6,739	\$ 7,172	\$ 3,744	\$ 2,679	\$ 10,483	\$ 9,851
Long-term liabilities	29,826	30,995	3,144	3,361	32,970	34,356
Total Liabilities	\$ 36,565	\$ 38,167	\$ 6,888	\$ 6,040	\$ 43,453	\$ 44,207
Pension related items	\$ 1,299	\$ 701	\$ 233	\$ 192	\$ 1,532	\$ 893
OPEB related items	1,888	1,311	86	62	1,974	1,373
Deferred tax revenue	6,483	6,951	-	-	6,483	6,951
Lease related items	1,827	2,188	-	-	1,827	2,188
Total Deferred Inflows of Resources	\$ 11,497	\$ 11,151	\$ 319	\$ 254	\$ 11,816	\$ 11,405
Net investment in capital assets	\$ 148,738	\$ 145,935	\$ 58,029	\$ 52,814	\$ 206,767	\$ 198,749
Restricted	2,510	2,340	-	-	2,510	2,340
Unrestricted	33,442	31,708	11,913	12,069	45,355	43,777
Total Net Position	\$ 184,690	\$ 179,983	\$ 69,942	\$ 64,883	\$ 254,632	\$ 244,866

The Town's combined net position increased from \$244,866,477 to \$254,631,199. This increase is primarily due to revenues exceeding expenses during FY2025. Unrestricted net position, the portion of net position that can be used to finance the day-to-day operations of the Town, totaled \$45,355,282. Net investment in capital assets represents the amount of capital assets owned by the Town, including infrastructure, net of any outstanding debt, and totaled \$206,765,653 at June 30, 2025. Net position is reported as restricted when constraints on asset use are externally imposed by creditors, grantors, contributors, regulators, or are imposed by law. Total restricted net position was \$2,510,264 at June 30, 2025.

Management's Discussion and Analysis
(continued)

FINANCIAL ANALYSIS OF THE TOWN AS A WHOLE (CONTINUED)

Summary of Changes in Net Position:

The following table shows the revenues and expenses of the government:

Summary of Changes in Net Position							
For the Fiscal Year Ended June 30, 2024 and 2025							
(In Thousands)							
	Governmental Activities		Business-type Activities		Total Primary Government		
	2025	2024	2025	2024	2025	2024	
Revenues:							
Program Revenues:							
Charges for services	\$ 5,228	\$ 5,333	\$ 13,956	\$ 14,516	\$ 19,184	\$ 19,849	
Operating grants and contributions	7,851	5,978	-	-	7,851	5,978	
Capital grants and contributions	1,913	2,144	1,928	1,056	3,841	3,200	
General Revenues:							
Property taxes	6,364	6,032	-	-	6,364	6,032	
Other Local Taxes:							
Local sales and use tax	2,671	2,800	-	-	2,671	2,800	
Business, Professional & occupational license tax	3,628	3,508	-	-	3,628	3,508	
Restaurant food taxes	10,731	10,291	-	-	10,731	10,291	
Other local taxes	5,561	5,161	-	-	5,561	5,161	
Unrestricted revenues from use of money	2,313	1,835	-	2	2,313	1,837	
Miscellaneous	654	569	-	-	654	569	
Grants and contributions not restricted to specific programs	1,137	1,129	-	-	1,137	1,129	
Transfers	(1,740)	-	1,740	-	-	-	
Total Revenues	\$ 46,311	\$ 44,780	\$ 17,624	\$ 15,574	\$ 63,935	\$ 60,354	
Expenses							
General Government	\$ 6,224	\$ 4,750	\$ -	\$ -	\$ 6,224	\$ 4,750	
Public Safety	15,498	14,312	-	-	15,498	14,312	
Public works	10,107	11,513	-	-	10,107	11,513	
Health and Welfare	10	9	-	-	10	9	
Parks, Recreation and Cultural	7,481	7,238	-	-	7,481	7,238	
Community Development	1,793	1,830	-	-	1,793	1,830	
Interest and fiscal Charges	238	273	-	-	238	273	
Water and Sewer	-	-	11,772	10,968	11,772	10,968	
Stormwater	-	-	1,046	1,125	1,046	1,125	
Total Expenses	\$ 41,351	\$ 39,925	\$ 12,818	\$ 12,093	\$ 54,169	\$ 52,018	
Change in net position	4,960	4,855	4,806	3,481	9,766	8,336	
Net position, beginning	179,983	175,128	64,883	61,402	244,866	236,530	
Prior period adjustments	(253)	-	253	-	-	-	
Net position, ending	\$ 184,690	\$ 179,983	\$ 69,942	\$ 64,883	\$ 254,632	\$ 244,866	

FINANCIAL ANALYSIS OF THE TOWN AS A WHOLE (CONTINUED)

Summary of Changes in Net Position:

The property tax classification, which comprises approximately 14% of total revenue generated by governmental activities, includes real estate taxes, the local portion of personal property taxes, machinery and tools taxes, and public service corporation taxes. Total property tax revenues totaled \$6,363,568.

Sales taxes, consumer's utility taxes, Commonwealth share of personal property taxes, business and professional occupational license taxes, prepared food and beverage taxes, transient room taxes, E-911 taxes, and cigarette taxes comprised the majority of other local taxes collected by the Town. Other taxes comprised approximately 49% of total revenues generated for governmental activities and are the largest source of revenue for the Town.

Charges for services include items such as recreational fees, fines, forfeitures, and garbage collection fees, when combined represent approximately 11% of the governmental activities revenues.

Public Safety expenses comprised approximately 37% of expenses of the governmental activities. Operations of the labor-intensive Police Department are included in this category, along with expenses of the Building Inspections, Rescue Squad, Fire Department and E-911 Call Center.

Public Works expenses comprised approximately 24% of governmental activities expenses. Expenses for solid waste management, building maintenance, street paving, and street maintenance are included in the Public Works category.

Recreation expenses comprised approximately 18% of government activities expenses.

Community Development and Health & Welfare include such items as industrial development, planning district commission, planning, and engineering services.

FINANCIAL ANALYSIS OF THE TOWN'S FUNDS

For the fiscal year ended June 30, 2025, the General Fund reflects a total fund balance of \$48,348,921. Of this amount, \$31,784,073 constitutes unassigned fund balance, which is available for spending for services, debt obligations and future capital projects. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures, which was 71%.

The General Fund balance increased by \$1,207,319 during the fiscal year ending June 30, 2025 which was due to significant increases in property tax, local tax and interest revenue.

Local taxes generated the majority of General Fund revenue, totaling approximately \$28.9 million in fiscal year ending June 30, 2025.

Management's Discussion and Analysis
(continued)

FINANCIAL ANALYSIS OF THE TOWN'S FUNDS (CONTINUED)

Intergovernmental revenue is the second largest source of General Fund revenues, generating \$7,263,474 in fiscal year ending June 30, 2025. This revenue is received from the Commonwealth and the federal government and includes street maintenance funding, law enforcement grants and ARPA Funding.

GENERAL FUND BUDGETARY HIGHLIGHTS

General Fund revenues were more than the budgeted revenues by \$4,127,340. While most revenues came in above the budgeted amounts, the significant increases were due to increases in meals and lodging taxes and interest income. These three revenue sources exceeded the budget estimates by a combined \$2,743,242.

General Fund expenditures were less than the budgeted amount by \$13,053,089 for general operations due primarily to delayed projects and asset purchases as well as department-controlled spending.

CAPITAL ASSETS

As of June 30, 2025, the Town's capital assets for its governmental and business-type activities amounted to \$224,307,581 (net of accumulated depreciation). This investment includes land, streets and highways, construction in progress, land improvements, buildings and structures, vehicles, equipment, and infrastructure. The total net increase (additions less retirements and depreciation) in the Town's investment in capital assets for the current fiscal year was approximately \$7,517,895.

Capital Assets, Net of Depreciation
(in Thousands)

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total Primary Government</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Land	\$ 10,562	\$ 8,581	\$ 199	\$ 199	\$ 10,761	\$ 8,780
Construction in progress	4,028	2,559	7,815	2,786	11,843	5,345
Building and Improvement	22,093	22,511	-	-	22,093	22,511
Machinery & Equipment	8,759	8,266	3,142	3,041	11,901	11,307
Infrastructure	117,649	119,252	49,784	49,084	167,433	168,336
Right-to-Use Leased Equipment	217	391	-	-	217	391
Right-to-Use Leased Subscription	60	119	-	-	60	119
Total	\$ 163,368	\$ 161,679	\$ 60,940	\$ 55,110	\$ 224,308	\$ 216,789

The changes in each category of Capital Assets are presented in detail in note 7 of the notes to financial statements.

Major capital asset events during the fiscal year included the following: numerous pedestrian improvement projects, and a community flood preparation project.

LONG-TERM DEBT

At June 30, 2025, the Town's long-term liabilities, not including compensated absences, net OPEB liability, total OPEB liability, net pension liability, bond premiums, subscription liabilities and post closure care costs payable, totaled \$15,209,442; which is comprised of \$13,764,205 related to governmental activities, and \$1,445,237 related to business-type activities. Total debt decreased by \$1,880,892 which was normal debt retirement.

The Charter of the Town of Christiansburg and Code of Virginia limit the Town's net debt to 10% of the assessed valuation of real estate within the Town limits. This limit applies to governmental activity debt as well as long-term liabilities of business-type funds which were issued as general obligations of the Town, even though those debts are expected to be paid with revenues generated by those activities. The Town's outstanding debt applicable to the limit was \$15,235,815 is well below the legal debt limit of \$318,681,120 (see Table 13 of Statistical Section).

Interest and fiscal charges for fiscal year ending June 30, 2025, were \$229,194 of the total governmental activities expenses and \$31,217 of the enterprise expenses.

For more detailed information about long-term debt refer to note 5 in the notes to the financial statements.

ECONOMIC FACTORS

The economic outlook during 2025 has improved over the previous year due to continued increases in meals and lodging taxes, as well as investment income and property tax revenues. However, the unemployment rate increased by 1.2% percent from 3.5% at June 30, 2024 to 4.7% as of June 2025. The unemployment rate for the Commonwealth of Virginia at June 30, 2025 was 3.5% as compared to the U.S. overall rate of 4.1%.

CONTACTING THE TOWN'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the Town's finances and to demonstrate the Town's accountability for the resources it receives and their uses. Questions concerning this report or requests for additional information should be directed to the Town Manager or the Director of Finance at 100 East Main Street, Christiansburg, Virginia 24073, telephone (540) 382-9519. The Town's website address is www.christiansburg.org.

Basic Financial Statements

Town of Christiansburg, Virginia
Statement of Net Position
June 30, 2025

	Primary Government		
	Governmental	Business-type	Total
	Activities	Activities	
ASSETS			
Cash and cash equivalents	\$ 55,923,428	\$ -	\$ 55,923,428
Cash and cash equivalents - restricted	5,479,311	-	5,479,311
Investments	2,075,283	-	2,075,283
Investments - restricted	591,465	-	591,465
Receivables (net of allowance for uncollectibles):			
Taxes receivable	6,856,842	-	6,856,842
Accounts receivable	1,830,187	1,580,562	3,410,749
Leases receivable	1,898,550	-	1,898,550
Internal balances	(12,703,413)	12,703,413	-
Due from other governmental units	2,225,609	1,307,076	3,532,685
Capital assets, not being depreciated/amortized	14,590,395	8,014,550	22,604,945
Capital assets, net of accumulated depreciation/amortization	148,777,285	52,925,351	201,702,636
Total assets	<u>\$ 227,544,942</u>	<u>\$ 76,530,952</u>	<u>\$ 304,075,894</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred charges on refunding	\$ 154,200	\$ -	\$ 154,200
OPEB related items	1,737,922	30,865	1,768,787
Pension related items	3,315,114	587,315	3,902,429
Total deferred outflows of resources	<u>\$ 5,207,236</u>	<u>\$ 618,180</u>	<u>\$ 5,825,416</u>
LIABILITIES			
Accounts payable and accrued liabilities	\$ 3,914,802	\$ 2,914,078	\$ 6,828,880
Customers' deposits	-	509,571	509,571
Accrued interest payable	86,733	7,838	94,571
Unearned revenues	380,779	-	380,779
Noncurrent liabilities:			
Due within one year	2,356,334	312,714	2,669,048
Due in more than one year	29,826,428	3,144,113	32,970,541
Total liabilities	<u>\$ 36,565,076</u>	<u>\$ 6,888,314</u>	<u>\$ 43,453,390</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred revenue - property taxes	\$ 6,479,583	\$ -	\$ 6,479,583
Deferred revenue - prepaid taxes	3,610	-	3,610
OPEB related items	1,888,066	86,283	1,974,349
Pension related items	1,299,135	233,015	1,532,150
Lease related items	1,827,029	-	1,827,029
Total deferred inflows of resources	<u>\$ 11,497,423</u>	<u>\$ 319,298</u>	<u>\$ 11,816,721</u>
NET POSITION			
Net investment in capital assets	\$ 148,737,508	\$ 58,028,145	\$ 206,765,653
Restricted:			
Nonexpendable:			
Cemetery	1,217,281	-	1,217,281
Expendable:			
Volunteer Fire Department	905,885	-	905,885
Lifesaving and Rescue	171,883	-	171,883
Police Department Grants	114,126	-	114,126
Recreation and Streets Grants	101,089	-	101,089
Unrestricted	33,441,907	11,913,375	45,355,282
Total net position	<u>\$ 184,689,679</u>	<u>\$ 69,941,520</u>	<u>\$ 254,631,199</u>

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

Town of Christiansburg, Virginia
Statement of Activities
For the Year Ended June 30, 2025

Functions/Programs	Program Revenues					Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services		Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Primary Government Business-type Activities	Total
		Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions			
Governmental activities:								
General government administration	\$ 6,223,624	\$ 186,762	\$ -	\$ -	\$ -	\$ (6,036,862)	\$ -	\$ (6,036,862)
Public safety	15,498,425	1,474,727	2,788,987	-	-	(11,234,711)	-	(11,234,711)
Public works	10,107,348	2,209,230	5,061,646	1,912,887	-	(923,585)	-	(923,585)
Health and welfare	9,500	-	-	-	-	(9,500)	-	(9,500)
Parks, recreation, and cultural	7,481,515	1,356,572	-	-	-	(6,124,943)	-	(6,124,943)
Community development	1,792,682	997	-	-	-	(1,791,685)	-	(1,791,685)
Interest on long-term debt	238,246	-	-	-	-	(238,246)	-	(238,246)
Total governmental activities	\$ 41,351,340	\$ 5,228,288	\$ 7,850,633	\$ 1,912,887	\$ -	\$ (26,359,532)	\$ -	\$ (26,359,532)
Business-type activities:								
Water and Sewer	\$ 11,771,920	\$ 12,385,530	\$ -	\$ 734,182	\$ -	\$ -	\$ 1,347,792	\$ 1,347,792
Stormwater	1,046,450	1,570,924	-	1,193,473	-	-	1,717,947	1,717,947
Total business-type activities	\$ 12,818,370	\$ 13,956,454	\$ -	\$ 1,927,655	\$ -	\$ -	\$ 3,065,739	\$ 3,065,739
Total	\$ 54,169,710	\$ 19,184,742	\$ 7,850,633	\$ 3,840,542	\$ -	\$ (26,359,532)	\$ 3,065,739	\$ (23,293,793)
General revenues and transfers:								
General property taxes						\$ 6,363,568	\$ -	\$ 6,363,568
Other local taxes:								
Restaurant food taxes						10,730,599	-	10,730,599
Business license taxes						3,628,140	-	3,628,140
Local sales and use taxes						2,671,278	-	2,671,278
Lodging taxes						2,433,930	-	2,433,930
Bank stock taxes						1,310,028	-	1,310,028
Motor vehicle licenses						678,976	-	678,976
Consumers' utility taxes						597,456	-	597,456
Other local taxes						540,493	-	540,493
Unrestricted revenues from use of money						2,313,213	7	2,313,220
Miscellaneous						654,267	-	654,267
Grants and contributions not restricted to specific programs						1,136,560	-	1,136,560
Transfers						(1,739,854)	1,739,854	-
Total general revenues and transfers						\$ 31,318,654	\$ 1,739,861	\$ 33,058,515
Change in net position						\$ 4,959,122	\$ 4,805,600	\$ 9,764,722
Net position - beginning, as previously reported						\$ 179,983,139	\$ 64,883,338	\$ 244,866,477
Restatement						(252,582)	252,582	-
Net position - beginning, as restated						\$ 179,730,557	\$ 65,135,920	\$ 244,866,477
Net position - ending						\$ 184,689,679	\$ 69,941,520	\$ 254,631,199

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

Town of Christiansburg, Virginia
Balance Sheet
Governmental Funds
June 30, 2025

	<u>General</u>	<u>ARPA Fund</u>	<u>Capital Projects</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS					
Cash and cash equivalents	\$ 55,806,477	\$ -	\$ -	\$ 116,951	\$ 55,923,428
Cash and cash equivalents - restricted	-	2,530,245	-	2,949,066	5,479,311
Investments	2,075,283	-	-	-	2,075,283
Investments - restricted	-	-	-	591,465	591,465
Receivables (net of allowance for uncollectibles):					
Taxes receivable	6,856,842	-	-	-	6,856,842
Accounts receivable	1,359,309	-	-	470,878	1,830,187
Leases receivable	1,898,550	-	-	-	1,898,550
Due from other funds	-	-	553,393	69,765	623,158
Due from other governmental units	1,132,363	-	1,035,689	57,557	2,225,609
Total assets	<u>\$ 69,128,824</u>	<u>\$ 2,530,245</u>	<u>\$ 1,589,082</u>	<u>\$ 4,255,682</u>	<u>\$ 77,503,833</u>
LIABILITIES					
Accounts payable and accrued liabilities	\$ 2,217,662	\$ -	\$ 1,589,082	\$ 108,058	\$ 3,914,802
Due to other funds	9,926,197	2,150,162	-	1,250,212	13,326,571
Unearned revenue	696	380,083	-	-	380,779
Total liabilities	<u>\$ 12,144,555</u>	<u>\$ 2,530,245</u>	<u>\$ 1,589,082</u>	<u>\$ 1,358,270</u>	<u>\$ 17,622,152</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue - property taxes	\$ 6,804,709	\$ -	\$ -	\$ -	\$ 6,804,709
Unavailable revenue - EMS billings	-	-	-	270,197	270,197
Deferred revenue - prepaid taxes	3,610	-	-	-	3,610
Lease related items	1,827,029	-	-	-	1,827,029
Total deferred inflows of resources	<u>\$ 8,635,348</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 270,197</u>	<u>\$ 8,905,545</u>
FUND BALANCES					
Nonspendable	\$ -	\$ -	\$ -	\$ 1,217,281	\$ 1,217,281
Restricted	-	-	-	1,292,983	1,292,983
Assigned	16,564,848	-	-	116,951	16,681,799
Unassigned	31,784,073	-	-	-	31,784,073
Total fund balances	<u>\$ 48,348,921</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,627,215</u>	<u>\$ 50,976,136</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 69,128,824</u>	<u>\$ 2,530,245</u>	<u>\$ 1,589,082</u>	<u>\$ 4,255,682</u>	<u>\$ 77,503,833</u>

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

Town of Christiansburg, Virginia
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
June 30, 2025

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

Total fund balances per Exhibit 3 - Balance Sheet - Governmental Funds \$ 50,976,136

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.

Land	\$ 10,562,463	
Buildings and system	22,093,030	
Machinery and equipment	8,758,977	
Infrastructure	117,648,174	
Intangible right-to-use assets:		
Machinery, equipment, and vehicles	217,360	
Subscription asset	59,744	
Construction in progress	4,027,932	163,367,680

Other long-term assets are not available to pay for current-period expenditures and, therefore, are reported as unavailable revenue in the funds.

Deferred revenue-property taxes	\$ 325,126	
Deferred revenue-EMS billings	270,197	595,323

Deferred outflows of resources are not available to pay for current-period expenditures and, therefore, are not reported in the funds.

Pension related items	\$ 3,315,114	
OPEB related items	1,737,922	
Deferred loss on refunding	154,200	5,207,236

Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds.

Bonds payable	\$ (13,582,738)	
Net pension liability	(8,355,459)	
Subscription liability	(26,373)	
Lease liability	(181,467)	
Landfill liability	(620,150)	
Accrued interest payable	(86,733)	
Net OPEB liability	(2,806,242)	
Total OPEB liability	(1,835,115)	
Compensated absences	(4,775,218)	(32,269,495)

Deferred inflows of resources are not due and payable in the current period and, therefore, are not reported in the funds.

Pension related items	\$ (1,299,135)	
OPEB related items	(1,888,066)	(3,187,201)

Net position of governmental activities \$ 184,689,679

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

Town of Christiansburg, Virginia
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2025

	General Fund	ARPA Fund	Capital Projects	Other Governmental Funds	Total
REVENUES					
General property taxes	\$ 6,348,698	\$ -	\$ -	\$ -	\$ 6,348,698
Other local taxes	22,590,900	-	-	-	22,590,900
Permits, privilege fees, and regulatory licenses	229,397	-	-	-	229,397
Fines and forfeitures	42,911	-	-	-	42,911
Revenue from the use of money and property	2,730,581	91,528	-	117,972	2,940,081
Charges for services	3,098,837	-	-	1,104,684	4,203,521
Miscellaneous	249,800	-	-	404,467	654,267
Intergovernmental	7,263,474	2,049,234	1,349,299	238,073	10,900,080
Total revenues	<u>\$ 42,554,598</u>	<u>\$ 2,140,762</u>	<u>\$ 1,349,299</u>	<u>\$ 1,865,196</u>	<u>\$ 47,909,855</u>
EXPENDITURES					
Current:					
General government administration	\$ 6,970,287	\$ -	\$ -	\$ -	\$ 6,970,287
Public safety	12,454,902	-	-	2,391,363	14,846,265
Public works	8,693,979	-	-	-	8,693,979
Health and welfare	9,500	-	-	-	9,500
Parks, recreation, and cultural	6,795,608	-	-	385,333	7,180,941
Community development	1,793,618	-	-	-	1,793,618
Capital projects	739,325	400,908	2,221,629	-	3,361,862
Debt service:					
Principal	1,708,009	-	-	-	1,708,009
Interest and other fiscal charges	229,194	-	-	-	229,194
Total expenditures	<u>\$ 39,394,422</u>	<u>\$ 400,908</u>	<u>\$ 2,221,629</u>	<u>\$ 2,776,696</u>	<u>\$ 44,793,655</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 3,160,176</u>	<u>\$ 1,739,854</u>	<u>\$ (872,330)</u>	<u>\$ (911,500)</u>	<u>\$ 3,116,200</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	\$ -	\$ -	\$ 872,330	\$ 1,080,527	\$ 1,952,857
Transfers out	(1,952,857)	(1,739,854)	-	-	(3,692,711)
Total other financing sources (uses)	<u>\$ (1,952,857)</u>	<u>\$ (1,739,854)</u>	<u>\$ 872,330</u>	<u>\$ 1,080,527</u>	<u>\$ (1,739,854)</u>
Net change in fund balances	\$ 1,207,319	\$ -	\$ -	\$ 169,027	\$ 1,376,346
Fund balances - beginning	47,141,602	-	-	2,458,188	49,599,790
Fund balances - ending	<u>\$ 48,348,921</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,627,215</u>	<u>\$ 50,976,136</u>

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

Town of Christiansburg, Virginia
 Reconciliation of the Statement of Revenues,
 Expenditures, and Changes in Fund Balances of Governmental Funds
 to the Statement of Activities
 For the Year Ended June 30, 2025

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

Net change in fund balances - total governmental funds	\$	1,376,346
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Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the detail of items supporting this adjustment:

Capital asset additions	\$ 9,260,179	
Depreciation and amortization expense	<u>(7,318,895)</u>	1,941,284

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net position.		(598)
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Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.

Increase (decrease) in unavailable revenue - property taxes	\$ 14,870	
Increase (decrease) in unavailable revenue - EMS billings	<u>125,591</u>	140,461

The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Principal payments:		
Bonds payable	\$ 1,502,399	
Subscription liability	25,459	
Lease liability	<u>180,151</u>	1,708,009

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore are not reported as expenditures in governmental funds.

Changes in pension and related items	\$ 343,649	
Changes in OPEB and related items	(341,513)	
(Increase) decrease in compensated absences	(186,304)	
(Increase) decrease in landfill closure liability	(13,160)	
(Increase) decrease in accrued interest payable	10,223	
Amortization of deferred charge on refunding	<u>(19,275)</u>	<u>(206,380)</u>

Change in net position of governmental activities	\$	<u><u>4,959,122</u></u>
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The notes to the financial statements are an integral part of this statement.

Town of Christiansburg, Virginia
Statement of Net Position
Proprietary Funds
June 30, 2025

	Enterprise Funds		
	Water and Sewer Fund	Stormwater Fund	Total
ASSETS			
Current assets:			
Accounts receivable, net of allowance for uncollectibles	\$ 1,405,183	\$ 175,379	\$ 1,580,562
Due from other funds	10,763,152	1,940,261	12,703,413
Due from other governmental units	476,672	830,404	1,307,076
Total current assets	<u>\$ 12,645,007</u>	<u>\$ 2,946,044</u>	<u>\$ 15,591,051</u>
Noncurrent assets:			
Capital assets, net of depreciation:			
Land	\$ 12,500	\$ 186,676	\$ 199,176
Construction in progress	5,634,160	2,181,214	7,815,374
Machinery and equipment	2,863,595	277,611	3,141,206
Water system	19,182,183	-	19,182,183
Waste water system	9,950,205	-	9,950,205
Waste water treatment plant	11,280,604	-	11,280,604
Stormwater system	-	9,371,153	9,371,153
Total capital assets	<u>\$ 48,923,247</u>	<u>\$ 12,016,654</u>	<u>\$ 60,939,901</u>
Total noncurrent assets	<u>\$ 48,923,247</u>	<u>\$ 12,016,654</u>	<u>\$ 60,939,901</u>
Total assets	<u>\$ 61,568,254</u>	<u>\$ 14,962,698</u>	<u>\$ 76,530,952</u>
DEFERRED OUTFLOWS OF RESOURCES			
OPEB related items	\$ 24,622	\$ 6,243	\$ 30,865
Pension related items	441,640	145,675	587,315
Total deferred outflows of resources	<u>\$ 466,262</u>	<u>\$ 151,918</u>	<u>\$ 618,180</u>
LIABILITIES			
Current liabilities:			
Accounts payable and accrued liabilities	\$ 377,467	\$ 39,045	\$ 416,512
Construction payables	1,386,973	79,546	1,466,519
Customers' deposits	509,571	-	509,571
Accrued interest payable	7,838	-	7,838
Due to Water Authority	1,031,047	-	1,031,047
Compensated absences - current portion	29,372	2,971	32,343
Bonds payable - current portion	268,167	-	268,167
Total OPEB liability - current portion	9,735	2,469	12,204
Total current liabilities	<u>\$ 3,620,170</u>	<u>\$ 124,031</u>	<u>\$ 3,744,201</u>
Noncurrent liabilities:			
Compensated absences - net of current portion	\$ 264,345	\$ 26,737	\$ 291,082
Bonds payable - net of current portion	1,177,070	-	1,177,070
Total OPEB liability - net of current portion	213,863	54,224	268,087
Net pension liability	1,083,730	324,144	1,407,874
Total noncurrent liabilities	<u>\$ 2,739,008</u>	<u>\$ 405,105</u>	<u>\$ 3,144,113</u>
Total liabilities	<u>\$ 6,359,178</u>	<u>\$ 529,136</u>	<u>\$ 6,888,314</u>
DEFERRED INFLOWS OF RESOURCES			
OPEB related items	\$ 68,831	\$ 17,452	\$ 86,283
Pension related items	183,052	49,963	233,015
Total deferred inflows of resources	<u>\$ 251,883</u>	<u>\$ 67,415</u>	<u>\$ 319,298</u>
NET POSITION			
Net investment in capital assets	\$ 46,091,037	\$ 11,937,108	\$ 58,028,145
Unrestricted	9,332,418	2,580,957	11,913,375
Total net position	<u>\$ 55,423,455</u>	<u>\$ 14,518,065</u>	<u>\$ 69,941,520</u>

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

Town of Christiansburg, Virginia
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds
For the Year Ended June 30, 2025

	Enterprise Funds		
	Water and Sewer Fund	Stormwater Fund	Total
OPERATING REVENUES			
Charges for services:			
Water and sewer service fees	\$ 11,777,457	\$ -	\$ 11,777,457
Water and wastewater connection fees	338,246	-	338,246
Stormwater fees	-	1,570,924	1,570,924
Penalties and other	269,827	-	269,827
Total operating revenues	<u>\$ 12,385,530</u>	<u>\$ 1,570,924</u>	<u>\$ 13,956,454</u>
OPERATING EXPENSES			
Salaries and wages	\$ 2,082,014	\$ 492,655	\$ 2,574,669
Employee benefits	718,788	194,792	913,580
Purchase of water	4,043,410	-	4,043,410
Utilities	724,702	-	724,702
Maintenance and repairs	343,004	13,645	356,649
Depreciation	2,535,218	248,875	2,784,093
Materials and supplies	462,567	64,946	527,513
General and administrative	542,888	31,537	574,425
Professional services	288,112	-	288,112
Total operating expenses	<u>\$ 11,740,703</u>	<u>\$ 1,046,450</u>	<u>\$ 12,787,153</u>
Operating income (loss)	<u>\$ 644,827</u>	<u>\$ 524,474</u>	<u>\$ 1,169,301</u>
NONOPERATING REVENUES (EXPENSES)			
Investment income	\$ 7	\$ -	\$ 7
Interest expense	(31,217)	-	(31,217)
Total nonoperating revenues (expenses)	<u>\$ (31,210)</u>	<u>\$ -</u>	<u>\$ (31,210)</u>
Income (loss) before capital contributions and transfers	\$ 613,617	\$ 524,474	\$ 1,138,091
Capital contributions and construction grants	734,182	1,193,473	1,927,655
Transfers in	-	1,739,854	1,739,854
Change in net position	<u>\$ 1,347,799</u>	<u>\$ 3,457,801</u>	<u>\$ 4,805,600</u>
Net position - beginning, as previously reported	\$ 54,075,656	\$ 10,807,682	\$ 64,883,338
Restatement	-	252,582	252,582
Net position - beginning, as restated	<u>\$ 54,075,656</u>	<u>\$ 11,060,264</u>	<u>\$ 65,135,920</u>
Net position - ending	<u>\$ 55,423,455</u>	<u>\$ 14,518,065</u>	<u>\$ 69,941,520</u>

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

Town of Christiansburg, Virginia
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2025

	Enterprise Funds		
	Water and Sewer	Stormwater	Total
	Fund	Fund	
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers and users	\$ 12,256,491	\$ 1,563,322	\$ 13,819,813
Payments to and for employees	(2,886,801)	(733,485)	(3,620,286)
Payments for goods and services	(6,100,050)	(133,206)	(6,233,256)
Net cash provided by (used for) operating activities	<u>\$ 3,269,640</u>	<u>\$ 696,631</u>	<u>\$ 3,966,271</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Interfund borrowings	\$ 263,557	\$ 2,807,522	\$ 3,071,079
Net cash provided by (used for) noncapital financing activities	<u>\$ 263,557</u>	<u>\$ 2,807,522</u>	<u>\$ 3,071,079</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Additions to capital assets	\$ (3,497,989)	\$ (3,855,351)	\$ (7,353,340)
Issuance of debt	66,040	-	66,040
Principal payments on bonds	(264,382)	-	(264,382)
Contributions in aid of construction	198,493	351,198	549,691
Interest payments	(35,366)	-	(35,366)
Net cash provided by (used for) capital and related financing activities	<u>\$ (3,533,204)</u>	<u>\$ (3,504,153)</u>	<u>\$ (7,037,357)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest income	\$ 7	\$ -	\$ 7
Net cash provided by (used for) investing activities	<u>\$ 7</u>	<u>\$ -</u>	<u>\$ 7</u>
Net increase (decrease) in cash and cash equivalents	\$ -	\$ -	\$ -
Cash and cash equivalents - June 30, 2024	-	-	-
Cash and cash equivalents - June 30, 2025	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:			
Operating income (loss)	\$ 644,827	\$ 524,474	\$ 1,169,301
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
Depreciation	\$ 2,535,218	\$ 248,875	\$ 2,784,093
(Increase) decrease in accounts receivable	(99,524)	(7,602)	(107,126)
(Increase) decrease in prepaid items	3,437	1,718	5,155
(Increase) decrease in deferred outflows of resources related to OPEB	8,638	3,729	12,367
(Increase) decrease in deferred outflows of resources related to pension	(141,578)	(57,881)	(199,459)
Increase (decrease) in customers' deposits	(29,515)	-	(29,515)
Increase (decrease) in accounts payable and accrued liabilities	185,853	(24,796)	161,057
Increase (decrease) in due to Water Authority	105,608	-	105,608
Increase (decrease) in compensated absences	43,592	(24,068)	19,524
Increase (decrease) in net pension liability	13,659	34,252	47,911
Increase (decrease) in total OPEB liability	(44,035)	(23,553)	(67,588)
Increase (decrease) in deferred inflows of resources related to OPEB	21,165	3,161	24,326
Increase (decrease) in deferred inflows of resources related to pension	22,295	18,322	40,617
Total adjustments	<u>\$ 2,624,813</u>	<u>\$ 172,157</u>	<u>\$ 2,796,970</u>
Net cash provided by (used for) operating activities	<u>\$ 3,269,640</u>	<u>\$ 696,631</u>	<u>\$ 3,966,271</u>
Noncash investing, capital, and financing activities:			
Contributions of infrastructure by developers	\$ 154,057	\$ 39,791	\$ 193,848
Construction related payables - current year	1,386,973	79,546	1,466,519
Construction related payables - prior year	(652,405)	-	(652,405)

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

TOWN OF CHRISTIANSBURG, VIRGINIA

NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025

Note 1-Summary of Significant Accounting Policies:

The financial statements of the Town conform to generally accepted accounting principles (GAAP) applicable to governmental units promulgated by the Governmental Accounting Standards Board (GASB). The more significant accounting policies established in GAAP and used by the Town are discussed below.

A. Financial reporting entity:

The Town of Christiansburg, Virginia (the “Town”) operates on a Council-Manager form of government and provides municipal services to its residents including fire and police protection, planning, engineering, inspections, public works and public utilities, parks, and general government. The Town also provides water, sewer, refuse collection, and public transit services to its citizens. The Town is the county seat of Montgomery County and has taxing powers subject to state-wide restrictions and limits. The financial statements present the Town as the primary government. A component unit is an entity for which the Town is considered to be financially accountable. The Town does not have any component units.

For financial reporting purposes, the Town includes all funds, account groups, agencies, boards, commissions, and authorities that are controlled by or dependent upon the Town Council. Control by, or dependence upon, the Town Council was determined on the basis of the following:

1. The Town's ability to designate the management or significantly control the operations of the entity.
2. The Town's responsibility for the fiscal matters of the entity, including the authorization of budgetary appropriations, funding of operating deficiencies, control or use of surplus funds, responsibility for debts, and control over the collections and disbursement of funds.
3. The scope of public services rendered by and the geographic location of the entity.

Based on the foregoing criteria, the financial activities of no other organizations are included in the accompanying financial statements.

The following entities are excluded from the accompanying financial statements:

Jointly Governed Organizations:

NRV Regional Water Authority

The NRV Regional Water Authority was created by a concurrent resolution of the Town and other participating governing bodies. The Authority operates and maintains a water supply system for the Town, Virginia Tech, Montgomery County PSA, and the Town of Blacksburg. Each governing body appoints one member of the five-member Board of Directors, one from each member jurisdiction and one at-large member. All indebtedness is payable solely from the revenues of the water system. Although the Town is one of the Authority’s customers, the Town has no obligation for any of its indebtedness. During fiscal year 2025, the Town paid \$4,043,410 to the Water Authority and has a fiscal year end liability of \$1,031,047 for purchases of water.

Note 1-Summary of Significant Accounting Policies: (Continued)

A. Financial reporting entity: (Continued)

Jointly Governed Organizations: (Continued)

Montgomery Regional Solid Waste Authority

The Town is a member of the Montgomery Regional Solid Waste Authority (MRSWA), which was created by a joint resolution on December 14, 1994 by the Town of Blacksburg, Virginia; the Town of Christiansburg, Virginia; Montgomery County, Virginia; and Virginia Tech. The Authority is governed by a five-member board whereby the governing body of each member jurisdiction appoints one board member, and all jurisdictions jointly appoint a fifth member. The Authority, which began operation in August 1995, operates a sanitary landfill and recycling facility. Each jurisdiction provides collection of solid waste and recyclables from within its jurisdiction and delivers the collected materials to the Authority for disposal of waste in the landfill, and processing and marketing of the recyclables. All Authority operations are financed by tipping fees and the individual jurisdictions are not liable for the debt of the Authority. The MRSWA has negotiated with an adjacent Authority (New River Resource Authority) for shared use of a permitted landfill. The Town paid \$750,397 in tipping fees during fiscal year 2025.

Virginia Tech-Montgomery Regional Airport Authority

The Virginia Tech-Montgomery Regional Airport Authority (the “Airport Authority”) was created by concurrent resolutions of the governing bodies of the Town of Blacksburg, Virginia; Town of Christiansburg, Virginia; Montgomery County, Virginia; and Virginia Tech. The Airport Authority is governed by a five-member board whereby the governing body of each member jurisdiction appoints one board member, and all jurisdictions jointly appoint a fifth member. The Airport Authority utilizes revenues generated by the airport and contributions by the members to fund all airport activities. The Airport Authority has bonded indebtedness. All indebtedness of the Airport Authority is payable solely from its revenues and is not an obligation of the Town. Annual support for the Authority is \$60,000 per year.

New River Valley Airport Commission

The New River Valley Airport Commission (the “Airport Commission”) was created by concurrent resolutions of the governing bodies of the Towns of Christiansburg, Dublin, Pulaski, the City of Radford, and the Counties of Giles, Montgomery, and Pulaski. The Airport Commission is governed by a board whereby the governing body of each member jurisdiction appoints one board member. The Airport Commission utilizes revenues generated by the airport and contributions by the members to fund all airport activities. The Airport Authority has bonded indebtedness. All indebtedness of the Airport Authority is payable solely from its revenues and is not an obligation of the Town. The Town paid \$23,611 in contributions for the fiscal year 2025 operations.

Note 1-Summary of Significant Accounting Policies: (Continued)

A. Financial reporting entity: (Continued)

Jointly Governed Organizations: (Continued)

Blacksburg/Christiansburg/Montgomery Area Metropolitan Planning Organization

The Town is a member of the Blacksburg/Christiansburg/Montgomery Area Metropolitan Planning Organization. The Metropolitan Planning Organization (MPO) is a transportation policy-making organization serving the Blacksburg, Christiansburg, and Montgomery areas. The MPO provides the information, tools, and public input necessary to improve the performance of the transportation system of the region. Future transportation needs are addressed, giving consideration to all possible strategies and the community's vision. The Town has three members within this organization, two of which are voting members. During fiscal year 2025, the Town paid \$39,089 toward operations of the MPO.

Montgomery Regional Tourism Board

The Town is a member of the Montgomery Regional Tourism Board ("MRTB"). The MRTB functions as a joint tourism agency that serves the County of Montgomery and the Towns of Blacksburg and Christiansburg to promote tourism in the region. The Town has one member on the Board of this organization. Funding for tourism expenditures are based on the amount of funding received from hotel occupancy taxes. The Town pays 85% of 1% of the 9% transient lodging tax rate collections for the fiscal year to the MRTB. The Town retains 15% of the 1% tax for its own tourism efforts. During fiscal year 2025, the Town paid \$218,875 to the MRTB.

New River Valley Emergency Communications Regional Authority

The Town is a member of the New River Valley Emergency Communications Regional Authority (the "Communications Authority"). The Communications Authority is a regional partnership, serving the County of Montgomery, the Towns of Blacksburg and Christiansburg, and Virginia Tech. The Communications Authority provides quality and reliable 911 dispatch and emergency communication services to the community and agencies in these localities. The Town has one member on the Board of this organization. During fiscal year 2025, the Town paid \$1,055,825 toward operations of the Authority and an additional \$43,421 for annual LERMS maintenance.

B. Government-wide financial statements:

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

Note 1-Summary of Significant Accounting Policies: (Continued)

B. Government-wide financial statements: (Continued)

Statement of Net Position - The Statement of Net Position is designed to display the financial position of the primary government (governmental and business-type activities) and its discretely presented component units. Governments will report all capital assets in the government-wide Statement of Net Position and will report depreciation expense, the cost of “using up” capital assets, in the Statement of Activities. The net position of a government will be broken down into three categories - 1) net investment in capital assets; 2) restricted; and 3) unrestricted.

Statement of Activities - The government-wide Statement of Activities reports expenses and revenues in a format that focuses on the cost of each of the government’s functions. The expense of individual functions is compared to the revenues generated directly by the function (for instance, through user charges or intergovernmental grants).

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

C. Budgetary basis of accounting

The following procedures are used by the Town in establishing the budgetary data reflected in the financial statements:

1. The Town Manager, in coordination with the Finance Director and the Finance Committee, prepares the budget and the Town Manager presents it to the Town Council.
2. Legal notice of the public hearing is published in the newspaper at least 10 days prior to the hearing. Notice contains information as to date, place, and time, and solicits citizen attendance or written comments at the hearing with a synopsis of the budget.
3. The public hearing is held at least seven days (State Code 15.1-162 as amended) prior to approval of the budget.
4. Budget is approved at least seven days after public hearing, and no later than the beginning of the new fiscal year. Council sets tax rates for real estate and personal property.
5. The Town Council budget appropriations place legal restrictions on expenditures at the fund level. Only the Town Council can revise the appropriation for each fund. The Director of Finance is authorized to transfer budgeted amounts between line items and departments within the general fund upon request and justification from management; however, any revisions that alter the total expenditures of any fund must be approved by the Town Council. The legal level of budgetary control has been established at the individual fund level except within the special revenue fund where the legal level of compliance is at the functional/program level.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

Note 1-Summary of Significant Accounting Policies: (Continued)

C. Budgetary basis of accounting (Continued)

6. Notice of budget adoption and availability for viewing of adopted budget is published in a local newspaper one time, within thirty (30) days of adoption.
7. The budgetary basis for all funds is in accordance with the modified accrual basis of accounting.
8. Appropriations lapse on June 30 for all Town units. For the year ended June 30, 2025, the Lifesaving and Rescue Fund had expenditures in excess of their appropriations. At year end, no funds had deficit fund balance.

D. Measurement focus, basis of accounting, and financial statement presentation:

The accompanying financial statements are prepared in accordance with pronouncements issued by the Governmental Accounting Standards Board. The principles prescribed by GASB represent generally accepted accounting principles applicable to governmental units.

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources or economic resources. The basis of accounting indicates the timing of recognition in the financial statements of various kinds of transactions or events.

The government-wide, proprietary, and fiduciary fund 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 related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they have been earned and they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service principal and interest expenditures on general long-term debt, including lease and subscription liabilities, as well as expenditures related to compensated absences, claims and judgments, and postemployment benefits are recorded only when payment is due. General capital asset acquisitions, including entering into contracts giving the government the right to use lease and subscription assets, are reported as expenditures in the governmental funds. Issuance of long-term debt and financing through leases and subscriptions are reported as other financing sources.

Note 1-Summary of Significant Accounting Policies: (Continued)

D. Measurement focus, basis of accounting, and financial statement presentation: (Continued)

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Accordingly, real and personal property taxes are recorded as revenues and receivables when billed, net of allowances for uncollectible amounts. Property taxes not collected within 60 days after year-end are reflected as unavailable revenues.

Sales and utility taxes, which are collected by the state or utilities and subsequently remitted to the Town, are recognized as revenues and receivables upon collection by the state or utility, which is generally in the month preceding receipt by the Town.

Licenses, permits, fines and rents are recorded as revenues when received. Intergovernmental revenues, consisting primarily of federal, state and other grants for the purpose of funding specific expenditures, are recognized when the qualifying expenditures have been incurred and all other eligibility requirements have been met. Revenues from general-purpose grants are recognized when all eligibility requirements are met, including any time requirements, and the amount has been received in the period to which the grant applies. All other revenue items are considered to be measurable and available when received by the government.

The Town reports the following major governmental funds:

The *general fund* is the primary operating fund of the Town. The fund is used to account for and report for all financial resources except those required to be accounted for and reported in another fund. Revenues are derived primarily from property and other local taxes, state and federal distributions, licenses, permits, charges for service and interest income.

The *ARPA fund* is a major special revenue fund that accounts for the Town's activity related to the COVID-19 Coronavirus Relief State and Local Fiscal Relief Funds.

The *capital projects fund* is used to account for and report financial resources that are restricted, committed, or assigned to expenditures for capital outlays, including the acquisition or construction of capital assets. Revenues for this fund are obtained from federal and state highway funds and transfers from the General Fund. The Town funds a portion of the capital projects each year. For the year ended June 30, 2025, capital support from the General Fund totaled \$872,330.

The Town reports the following nonmajor governmental funds:

The *permanent fund* is used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the reporting government's programs. The Town's permanent fund is used to account for the operations of the cemetery (perpetual care fund) and related interest income. The earnings can be used to maintain the community cemetery. On April 1, 2008 the Town took over control of the cemetery from the Cemetery Corporation. The Town funds a portion of the operational costs of the cemetery each year. For the year ended June 30, 2025, the operational and capital support totaled \$234,454.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

Note 1-Summary of Significant Accounting Policies: (Continued)

D. Measurement focus, basis of accounting, and financial statement presentation: (Continued)

Special revenue funds account for and report the proceeds of specific revenues sources that are restricted or committed to expenditure for specific purposes other than debt service or capital projects. The Town reports operating grants from the State, Federal and County Government for fire and rescue operations as well as donations to be used for specific purposes as special revenue funds. The Volunteer Fire Dept., Lifesaving and Rescue, Police Department, and Recreation and Streets funds are nonmajor special revenue funds. For the year ended June 30, 2025, operational support from the General Fund totaled \$846,073.

The Town reports the following major proprietary funds:

The Town operates a water and sewer system and a stormwater system. The activities of these systems, including the acquisition, operation, and maintenance of governmental facilities and services that are supported by user charges, are accounted for in the water and sewer fund and stormwater fund.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are other charges between the Town's water and sewer function and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Proprietary funds, which consist of Enterprise funds, distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Town's enterprise fund are charges to customers for sales and services. The Town also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

E. Assets, deferred outflows/inflows of resources, liabilities, and net position/fund balance:

1. Cash and Cash Equivalents/Investments

Cash and cash equivalents include cash on hand, amounts in demand deposits, and short-term investments with a maturity date within three months of the date acquired by the government. For purposes of the statement of cash flows, the government's proprietary funds consider their demand deposits and all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents.

Investments with a maturity of less than one year when purchased, non-negotiable certificates of deposit, and other nonparticipating investments, and external investment pools are stated at cost or amortized cost. Investments with a maturity greater than one year when purchased are stated at fair value. Fair value is the price that would be received to sell an investment in an orderly transaction at year end.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

Note 1-Summary of Significant Accounting Policies: (Continued)

E. Assets, deferred outflows/inflows of resources, liabilities, and net position/fund balance:
(Continued)

2. Property Taxes

Property is assessed at 100% of its fair market value on January 1. Property taxes attach as an enforceable lien on property as of January 1. Real estate taxes are payable on December 5th. Personal property taxes are due and collectible annually on December 5th. The Town bills and collects its own property taxes.

3. Allowance for Uncollectible Accounts

The Town calculates its allowance for uncollectible accounts using historical collection data and, in certain cases, specific account analysis. The allowance amounted to approximately \$158,910 for the General Fund, \$286,958 for the Lifesaving and Rescue Fund, and \$226,645 for the Enterprise Fund at June 30, 2025. The allowance consists of unpaid taxes in the amount of \$108,105, unpaid garbage bills of \$50,805, ambulance services of \$286,958, unpaid water/sewer bills of \$199,904, and unpaid stormwater fees of \$26,741.

4. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

5. Prepaid items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

6. Capital Assets

Capital assets, which include property, plant, equipment, lease, subscription, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), and are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Town as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of one year. Such assets are recorded at historical cost (except for intangible right-to-use lease and subscription assets, the measurement of which is discussed in more detail below) or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the assets or materially extend the asset's life is not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2025

Note 1-Summary of Significant Accounting Policies: (Continued)

E. Assets, deferred outflows/inflows of resources, liabilities, and net position/fund balance:
 (Continued)

6. Capital Assets (Continued)

Land and construction in progress are not depreciated. The other tangible and intangible property, plant, equipment, lease assets, subscription assets, and infrastructure of the primary government are depreciated/amortized using the straight-line method over the following estimated useful lives (or life of the associated contract for lease and subscription assets):

<u>Assets</u>	<u>Years</u>
Land Improvements	15
Buildings	25-50
Building improvements	25-50
Utility plant and equipment	15-40
Machinery, equipment, and vehicles	5-20
Infrastructure	15-40
Subscription asset	3-5
Lease - Machinery, equipment, and vehicles	5-20

7. Compensated Absences

The Town recognizes a liability for compensated absences for leave time that (1) has been earned for services previously rendered by employees, (2) accumulates and is allowed to be carried over to subsequent years, and (3) is more likely than not to be used as time off or settled (for example paid in cash to the employee or payment to an employee flex spending account) during or upon separation from employment. Based on the criteria listed, two types of leave qualify for liability recognition for compensated absences - *vacation* and *sick leave*. The liability for compensated absences is reported as incurred in the government-wide and proprietary fund financial statements. A liability for compensated absences is recorded in the governmental funds only if the liability has matured because of employee resignations or retirements. The liability for compensated absences includes salary-related benefits, where applicable.

Town employees who qualify as VRS Plan 1 and 2 employees:

Vacation:

- Twelve days per year for less than five full years of service
- Fifteen days per year for more than five but less than ten full years of service
- Eighteen days per year for ten full years or more of service

Sick leave:

- One and one-fourth days per month with unlimited accrual

Note 1-Summary of Significant Accounting Policies: (Continued)

E. Assets, deferred outflows/inflows of resources, liabilities, and net position/fund balance:
(Continued)

7. Compensated Absences (Continued)

Accumulated vacation leave is paid upon termination with a maximum accumulation of 32 days. All sick leave is forfeited upon termination unless termination is deemed a retirement in accordance with VRS. After five years of employment and retirement from the Town, the employee may receive full or partial payout of their sick leave, subject to limitations.

Town employees who qualify as VRS Hybrid Plan employees:

Vacation:

- Eighteen days per year for less than five full years of service
- Twenty-One days per year for more than five but less than ten full years of service
- Twenty-Four days per year for more than ten but less than fifteen full years of service
- Twenty-Seven days per year for more than fifteen but less than twenty full years of service
- Thirty days per year for twenty full years or more of service

Hybrid Plan employees do not earn sick leave as it is incorporated in the PTO policy.

For Hybrid Plan employees, accumulated PTO is paid upon termination as follows:

- Maximum of zero days for less than one full year of service
- Maximum of fifteen days for more than one year but less than ten full years of service
- Maximum of thirty days for more than ten years but less than twenty full years of service
- Maximum of forty-five days for more than twenty full years of service

8. Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Town's Retirement Plan and the additions to/deductions from the Town's Retirement Plan's fiduciary net position have been determined on the same basis as they were reported by the Virginia Retirement System (VRS). For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Note 1-Summary of Significant Accounting Policies: (Continued)

E. Assets, deferred outflows/inflows of resources, liabilities, and net position/fund balance:
(Continued)

9. Other Postemployment Benefits (OPEB)

Service Merit Plan

The Town offers eligible retirees a monthly stipend to be deposited into a health savings account. This plan is funded on a pay as you go basis and further information is provided at Note 9.

Line of Duty Act (LODA) Program

For purposes of measuring the net VRS LODA OPEB liability, deferred outflows of resources and deferred inflows of resources related to the OPEB, and OPEB expense, information about the fiduciary net position of the VRS LODA OPEB Plan and the additions to/deductions from the VRS OPEB Plan's fiduciary net position have been determined on the same basis as they were reported by VRS. In addition, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

10. Long-term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premiums or discounts.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued and premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

11. Fund Balance

The Town reports fund balance in the following classifications which describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- Nonspendable fund balance - amounts that are either not in spendable form (such as inventory and prepaids) or are legally or contractually required to be maintained intact (corpus of a permanent fund);
- Restricted fund balance - amounts that can be spent only for the specific purposes stipulated by external resource providers such as grantors or enabling federal, state, or local legislation. Restrictions may be changed or lifted only with the consent of the resource providers;

Note 1-Summary of Significant Accounting Policies: (Continued)

E. Assets, deferred outflows/inflows of resources, liabilities, and net position/fund balance:
(Continued)

11. Fund Balance (Continued)

- Committed fund balance - amounts that can be used only for the specific purposes determined by the adoption of an ordinance committing fund balance for a specified purpose by the Town Council prior to the end of the fiscal year. Once adopted, the limitation imposed by the ordinance remains in place until the resources have been spent for the specified purpose or the Council adopts another ordinance to remove or revise the limitation;
- Assigned fund balance - amounts a government intends to use for a specific purpose but do not meet the criteria to be classified as committed; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment;
- Unassigned fund balance - amounts that are available for any purpose; positive amounts are only reported in the general fund. Additionally, any deficit fund balance within the other governmental fund types is reported as unassigned.

When fund balance resources are available for a specific purpose in more than one classification, it is the Town's policy to use the most restrictive funds first in the following order: restricted, committed, assigned, and unassigned as they are needed.

Town Council establishes (and modifies or rescinds) fund balance commitments by passage of an ordinance / resolution. This is typically done through adoption and amendment of the budget. A fund balance commitment, which does not lapse at year end, is further indicated in the budget document as a designation or commitment of the fund (such as for special incentives). Assigned fund balance is established by Town Council through adoption or amendment of the budget as intended for specific purpose (such as the purchase of capital assets, construction, debt service, or for other purposes).

The Town Council has approved a fund balance policy with fund balance goals. Council seeks to maintain an unassigned fund balance of between 35-40% of all expenditures in the preceding year. Expenditures shall include operating expenditures (excluding capital) of the General Fund, Cemetery Fund, and Water and Sewer Fund. If the unassigned fund balance is less than 30% a plan shall be developed to restore the reserves in an acceptable manner.

12. Restricted Assets

The Town has \$4,905,331 in restricted cash that is restricted by grants or donors and held in the Town's special revenue funds. In addition, the Town has \$573,980 in restricted cash and \$591,465 in restricted investments that are restricted for use in the Town cemetery.

Note 1-Summary of Significant Accounting Policies: (Continued)

E. Assets, deferred outflows/inflows of resources, liabilities, and net position/fund balance:
(Continued)

13. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position includes a separate section for deferred outflows of resources. Deferred outflows of resources represent a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Town has multiple items that qualify for reporting in this category. One item is the deferred charge on refunding reported in the government-wide statement of net position. A deferred charge on refunding resulted from the difference between the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The other item is comprised of certain items related to pension and OPEB. For more detailed information on these items, reference the related notes.

In addition to liabilities, the statement of financial position includes a separate section for deferred inflows of resources. Deferred inflows of resources represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The Town has multiple items that qualify for reporting in this category. Under a modified accrual basis of accounting, unavailable revenue representing property taxes receivable is reported in the governmental funds balance sheet. This amount is comprised of uncollected property taxes due prior to June 30, 2nd half installments levied during the fiscal year but due after June 30th, and amounts prepaid on the 2nd half installments and is deferred and recognized as an inflow of resources in the period that the amount becomes available. Under the accrual basis, 2nd half installments levied during the fiscal year but due after June 30th and amounts prepaid on the 2nd half installments are reported as deferred inflows of resources. In addition, certain items related to pension, OPEB, and leases are reported as deferred inflows of resources. For more detailed information on these items, reference the related notes.

14. Net Position

For government-wide reporting as well as in proprietary funds, the difference between assets and deferred outflows of resources less liabilities and deferred inflows of resources is called net position. Net position is comprised of three components: net investment in capital assets, restricted, and unrestricted.

- Net investment in capital assets consists of capital assets, net of accumulated depreciation/amortization and reduced by outstanding balances of bonds, notes, and other debt that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt are included in this component of net position.
- Restricted net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Assets are reported as restricted when constraints are placed on asset use either by external parties or by law through constitutional provision or enabling legislation.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

Note 1-Summary of Significant Accounting Policies: (Continued)

E. Assets, deferred outflows/inflows of resources, liabilities, and net position/fund balance:
(Continued)

14. Net Position (Continued)

- Unrestricted net position is the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that does not meet the definition of the two preceding categories.

Sometimes the Town will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the Town's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

15. Leases and Subscription-Based IT Arrangements

The Town has various lease assets and subscription-based IT arrangements (SBITAs). A lease is a contract that conveys control of the right to use another entity's nonfinancial asset. Lease recognition does not apply to short-term leases, contracts that transfer ownership, leases of assets that are investments, or certain regulated leases. A SBITA is defined as a contract that conveys control of the right to use another party's (a SBITA vendor's) information technology (IT) software, alone or in combination with tangible capital assets (the underlying IT assets), as specified in the contract for a period of time in an exchange or exchange-like transaction.

Lessee - The Town recognizes lease liabilities and intangible right-to-use lease assets (lease asset) with an initial value of \$5,000, individually or in the aggregate in the government-wide financial statements. At the commencement of the lease, the lease liability is measured at the present value of payments expected to be made during the lease term (less any lease incentives). Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is measured at the initial amount of the lease liability, plus any payments made to the lessor at or before the commencement of the lease term and certain direct costs. Subsequently, the lease asset is amortized over the shorter of the lease term or the useful life of the underlying asset.

Lessor - The Town recognizes leases receivable and deferred inflows of resources in the government-wide and governmental fund financial statements. At commencement of the lease, the lease receivable is measured at the present value of lease payments expected to be received during the lease term, reduced by any provision for estimated uncollectible amounts. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is measured at the initial amount of the lease receivable, less lease payments received from the lessee at or before the commencement of the lease term (less any lease incentives). Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Note 1-Summary of Significant Accounting Policies: (Continued)

E. Assets, deferred outflows/inflows of resources, liabilities, and net position/fund balance:
(Continued)

15. Leases and Subscription-Based IT Arrangements (Continued)

Subscriptions - The Town recognizes intangible right-to-use subscription assets (subscription assets) and corresponding subscription liabilities with an initial value of \$5,000, individually or in the aggregate, in the government-wide financial statements. At the commencement of the subscription, the subscription liability is measured at the present value of payments expected to be made during the subscription liability term (less any contract incentives). Subsequently, the subscription liability is reduced by the principal portion of subscription payments made. The subscription asset is measured at the initial amount of the subscription liability, adjusted for subscription payments made at or before commencement of the subscription term, and capitalizable implementation costs, less any incentives received. Subsequently, the subscription asset is amortized over the shorter of the subscription term or the useful life of the underlying IT asset.

Key Estimates and Judgments

Lease and subscription-based IT arrangement accounting includes estimates and judgments for determining the (1) rate used to discount the expected lease and subscription payments to present value, (2) lease and subscription term, and (3) lease and subscription payments.

- The Town uses the interest rate stated in lease or subscription contracts. When the interest rate is not provided or the implicit rate cannot be readily determined, the Town uses its estimated incremental borrowing rate as the discount rate for leases and subscriptions.
- The lease and subscription term includes the noncancellable period of the lease or subscription and certain periods covered by options to extend to reflect how long the lease or subscription is expected to be in effect, with terms and conditions varying by the type of underlying asset.
- Fixed and certain variable payments as well as lease or subscription incentives and certain other payments are included in the measurement of the lease liability (lessee), lease receivable (lessor), or subscription liability.

The Town monitors changes in circumstances that would require a remeasurement or modification of its leases and subscriptions. The Town will remeasure the lease receivable and deferred inflows of resources (lessor), the lease asset and liability (lessee) or the subscription asset and liability if certain changes occur that are expected to significantly affect the amount of the lease receivable, lease liability or subscription liability.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2025

Note 2-Deposits and Investments:

Deposits: Deposits with banks are covered by the Federal Deposit Insurance Corporation (FDIC) and collateralized in accordance with the Virginia Security for Public Deposits Act (the “Act”) Section 2.2-4400 et. seq. of the Code of Virginia. Under the Act, banks and savings institutions holding public deposits in excess of the amount insured by the FDIC must pledge collateral to the Commonwealth of Virginia Treasury Board. Financial institutions may choose between two collateralization methodologies and depending upon that choice, will pledge collateral that ranges in amounts from 50% to 130% of excess deposits. Accordingly, all deposits are considered fully collateralized.

Investments: Statutes authorize local governments and other public bodies to invest in obligations of the United States or agencies thereof, obligations of the Commonwealth of Virginia or political subdivisions thereof, obligations of the International Bank for Reconstruction and Development (World Bank), the Asian Development Bank, the African Development Bank, “prime quality” commercial paper that has received at least two of the following ratings: P-1 by Moody’s Investors Service, Inc.; A-1 by Standard & Poor’s; or F1 by Fitch Ratings, Inc. (Section 2.2-4502), banker’s acceptances, repurchase agreements, the State Treasurer’s Local Government Investment Pool (LGIP), and the Virginia Investment Pool (VIP).

Custodial Credit Risk: Custodial credit risk is the risk that, in the event of the failure of the counterparty, the Town will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Town’s investments at June 30, 2025 were held in the Town’s name by the Town’s custodial bank.

Interest Rate Risk:

The Town has not adopted an investment policy for interest rate risk. Listed below are the Town’s investments subject to investment rate risk and their corresponding maturity dates.

<u>Investment Type</u>	<u>Investment Maturities (in years)</u>		
	<u>Fair Value</u>	<u>Less 1 yr</u>	<u>1-5 yrs</u>
VML/VACO Virginia Investment Pool	\$ 6,809,464	\$ 6,514,344	\$ 295,120
Nonnegotiable CDs	2,371,628	2,371,628	-
Total	\$ 9,181,092	\$ 8,885,972	\$ 295,120

Amounts in the less than one year category are reported as cash equivalents in the financial statements due to their liquidity.

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TOWN OF CHRISTIANBURG, VIRGINIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2025

Note 2-Deposits and Investments: (Continued)

Credit Risk of Debt Securities: The Town has not adopted an investment policy for credit risk. The Town's rated debt investments as of June 30, 2025 were rated by Standard & Poor's and/or an equivalent national rating organization and the ratings are presented below using the Standard & Poor's rating scale.

Town's Rated Debt Investments' Values

Rated Debt Investments	Fair Quality Ratings		
	AAAm	AA+f	Total
VML/VACO Virginia Investment Pool	\$ 6,514,344	\$ 295,120	\$ 6,809,464

External Investment Pool: The Town is a participant in the Virginia Investment Pool (VIP). The VIP is a Section 115 governmental fund created under the Joint Exercise of Powers statute of the Commonwealth of Virginia to provide political subdivisions with an investment vehicle to pool surplus funds and to invest such funds into one or more investment portfolios under the direction and daily supervision of a professional fund manager. The VIP Trust is governed by a Board of Trustees. The fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The Town has measured fair value of the above VML/VACO VIP investment at the net asset value (NAV). VML/VACO VIP allows the Town to have the option to have access to withdraw funds twice a month, with a five-day period notice. Additionally, funds are available to meet unexpected needs such as fluctuations in revenue sources with one-time outlays (disasters, immediate capital needs, state budget cuts, and etc.).

Note 3-Due from Other Governmental Units:

The following amounts represent receivables from other governments at year-end:

	Governmental Activities	Business-type Activities	Total
County of Montgomery, Virginia:			
Local sales tax	\$ 429,867	\$ -	\$ 429,867
Commonwealth of Virginia:			
Categorical aid	82,830	968,308	1,051,138
Noncategorical aid	151,852	-	151,852
Federal Government:			
Categorical aid	1,561,060	338,768	1,899,828
Total	\$ 2,225,609	\$ 1,307,076	\$ 3,532,685

TOWN OF CHRISTIANBURG, VIRGINIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2025

Note 4-Interfund Activity:

Interfund transfers for the year ended June 30, 2025, consisted of the following:

Fund	Transfers In	Transfers Out
General Fund	\$ -	\$ 1,952,857
Lifesaving and Rescue Fund	846,073	-
Cemetery Fund	234,454	-
ARPA Fund	-	1,739,854
Capital Projects Fund	872,330	-
Stormwater Fund	1,739,854	-
Total	<u>\$ 3,692,711</u>	<u>\$ 3,692,711</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and (2) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgeting authorization.

Amounts due to or from the Water and Sewer and Stormwater Funds represent short-term interfund advances for operating and capital needs. This allows the Town to utilize one primary bank account for payment of all invoices and costs before the respective revenues are received in the given fund or program.

Fund	Due To	Due From
General Fund	\$ -	\$ 9,926,197
Water and Sewer Fund	10,763,152	-
Stormwater Fund	1,940,261	-
Vol. Fire Dept. Fund	-	3,516
Lifesaving and Rescue Fund	-	1,169,496
Police Fund	-	25,424
Recreation and Streets Fund	-	51,776
ARPA Fund	-	2,150,162
Cemetery Fund	69,765	-
Capital Projects Fund	553,393	-
Total	<u>\$ 13,326,571</u>	<u>\$ 13,326,571</u>

TOWN OF CHRISTIANBURG, VIRGINIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

Note 5-Long-term Obligations:

Governmental Activity Obligations:

The following is a summary of long-term obligation transactions of the Town for the year ended June 30, 2025:

	Balance July 1, 2024	Increases/ Issuances	Decreases/ Retirements	Balance June 30, 2025
Direct Borrowings and Direct Placements - GO Bonds	\$ 15,085,137	\$ -	\$ (1,502,399)	13,582,738
Lease liability	361,618	-	(180,151)	181,467
Subscription liability	51,832	-	(25,459)	26,373
Net OPEB liability	2,178,247	2,797,678	(2,169,683)	2,806,242
Total OPEB liability	2,063,924	145,345	(374,154)	1,835,115
Compensated absences*	4,588,914	186,304	-	4,775,218
Landfill closure/postclosure liability	606,990	13,160	-	620,150
Net pension liability	8,367,962	6,961,134	(6,973,637)	8,355,459
Total	\$ 33,304,624	\$10,103,621	\$ (11,225,483)	\$ 32,182,762

*The change in the compensated absences liability is presented as a net change

For governmental activities, the above long-term obligations are generally liquidated in the General Fund.

Annual requirements to amortize long-term obligations and related interest are as follows:

Year Ending June 30,	Direct Borrowings and Direct Placements - GO Bonds		Lease Liability		Subscription Liability	
	Principal	Interest	Principal	Interest	Principal	Interest
2026	\$ 1,529,058	\$ 200,471	\$ 181,467	\$ 1,325	\$ 26,373	\$ 507
2027	1,328,811	177,651	-	-	-	-
2028	1,354,880	156,785	-	-	-	-
2029	1,234,823	136,804	-	-	-	-
2030	1,257,065	117,747	-	-	-	-
2031-2035	6,174,173	305,925	-	-	-	-
2036	703,928	7,823	-	-	-	-
Totals	\$ 13,582,738	\$ 1,103,206	\$ 181,467	\$ 1,325	\$ 26,373	\$ 507

TOWN OF CHRISTIANBURG, VIRGINIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

Note 5-Long-term Obligations: (Continued)

Governmental Activity Obligations: (Continued)

Details of long-term obligations:

	<u>Total Amount</u>	<u>Amount Due Within One Year</u>
<u>Direct Borrowings and Direct Placements - GO Bonds:</u>		
\$9,999,900 general obligation refunding bond issued July 23, 2013, maturing annually with principal and interest payable semi-annually through August 1, 2034; interest rate is fixed at 1.62%.	\$ 5,368,200	\$ 494,000
\$9,300,000 general obligation bond bearing interest at 1.48%, issued November 23, 2021, payable in semi-annual principal and interest installments through February 1, 2036.	7,200,687	607,421
\$3,083,000 general obligation bond bearing interest at 1.75%, issued March 16, 2021, payable in annual principal installments and semi-annual interest installments through August 1, 2029. 22% of this bond will be paid out of the general fund with the remainder to be paid out of the water and sewer fund.	389,851	75,637
\$2,014,000 general obligation bond issued September 1, 2015, maturing annually with principal and interest payable semi-annually through August 1, 2025; interest rate is fixed at 2.10%.	221,000	221,000
\$1,315,000 general obligation refunding bond issued June 23, 2016, maturing annually with principal and interest payable semi-annually through August 1, 2027; interest rate is fixed at 1.78%.	403,000	131,000
Total Direct Borrowing and Direct Placement - GO Bonds	<u>\$ 13,582,738</u>	<u>\$ 1,529,058</u>
<u>Lease Liability:</u>		
Body Camera Lease, \$868,014 issued on October 1, 2021, bearing interest at .73%. Annual payments of principal and interest of \$182,791 are due on October 1 through 2026.	\$ 181,467	\$ 181,467
<u>Subscription Liability:</u>		
Assure data protection subscription, \$76,635 issued on July 1, 2023, bearing interest at 3.53%. Monthly payments of principal and interest of \$2,240 are due through 2026.	\$ 26,373	\$ 26,373
<u>Other Obligations:</u>		
Net OPEB liability	\$ 2,806,242	\$ -
Total OPEB liability	1,835,115	79,899
Compensated absences	4,775,218	477,522
Landfill closure/postclosure liability	620,150	62,015
Net pension liability	8,355,459	-
Total Other Obligations	<u>\$ 18,392,184</u>	<u>\$ 619,436</u>
Total Long-term Obligations	<u>\$ 32,182,762</u>	<u>\$ 2,356,334</u>

TOWN OF CHRISTIANBURG, VIRGINIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2025

Note 5-Long-term Obligations: (Continued)

Business-type Activity Obligations:

The following is a summary of long-term obligation transactions of the Enterprise Funds for the year ended June 30, 2025:

	<u>Balance July 1, 2024</u>	<u>Increases/ Issuances</u>	<u>Decreases/ Retirements</u>	<u>Balance June 30, 2025</u>
Direct Borrowings and Direct Placements - GO Bonds	\$ 1,643,579	\$ 66,040	\$ (264,382)	\$ 1,445,237
Total OPEB liability	347,879	17,874	(85,462)	280,291
Compensated absences*	303,901	19,524	-	323,425
Net pension liability	<u>1,359,963</u>	<u>1,215,736</u>	<u>(1,167,825)</u>	<u>1,407,874</u>
 Total	 <u>\$ 3,655,322</u>	 <u>\$ 1,319,174</u>	 <u>\$ (1,517,669)</u>	 <u>\$ 3,456,827</u>

*The change in the compensated absences liability is presented as a net change

For the Enterprise Fund, the above long-term obligations are generally liquidated from the Water and Sewer Fund and Stormwater Fund.

Annual requirements to amortize long-term obligations and the related interest are as follows:

<u>Year Ending June 30,</u>	<u>Direct Borrowings and Direct Placements - GO Bonds</u>	
	<u>Principal</u>	<u>Interest</u>
2026	\$ 268,167	\$ 17,192
2027	271,819	13,466
2028	276,115	9,685
2029	279,483	5,851
2030	<u>283,613</u>	<u>1,961</u>
 Totals	 <u>\$ 1,379,197</u>	 <u>\$ 48,155</u>
 Bonds still in draw down phase	 \$ 66,040	
Adjusted Total	<u>\$ 1,445,237</u>	

TOWN OF CHRISTIANBURG, VIRGINIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2025

Note 5-Long-term Obligations: (Continued)

Business-type Activity Obligations: (Continued)

Details of long-term obligations:

	<u>Total Amount</u>	<u>Amount Due Within One Year</u>
<u>Direct Borrowings and Direct Placements - GO Bonds:</u>		
\$3,083,000 general obligation bond bearing interest at 1.75%, issued March 16, 2021, payable in annual principal installments and semi-annual interest installments through August 1, 2029. 78% of this bond will be paid out of the water and sewer fund with the remainder paid out of the General fund.	\$ 1,379,197	\$ 268,167
\$17,660,020 VRA revenue bond bearing interest at 0.50%, issued November 8, 2025, payable in semi-annual principal and interest installments beginning June 1, 2028 and continuing through June 1, 2052.*	<u>66,040</u>	<u>-</u>
Total Direct Borrowing and Direct Placement - GO Bonds	<u>\$ 1,445,237</u>	<u>\$ 268,167</u>
<u>Other Obligations:</u>		
Total OPEB liability	\$ 280,291	\$ 12,204
Compensated absences	323,425	32,343
Net pension liability	<u>1,407,874</u>	<u>-</u>
Total Other Obligations	<u>\$ 2,011,590</u>	<u>\$ 44,547</u>
Total Long-term Obligations	<u><u>\$ 3,456,827</u></u>	<u><u>\$ 312,714</u></u>

*This bond is still in draw down phase

Arbitrage Rebate Compliance:

As of June 30, 2025, and for the year then ended, the Town was not liable for any amounts due under current rules governing arbitrage earnings.

Debt Purpose:

All of the bonds issued in either the governmental activities or business-type activities as listed above were issued for capital projects, land purchases, or refunding bonds previously issued for capital projects.

Legal Debt Margin:

The Town is subject to a debt limit that is 10 percent of the full valuation of taxable real estate. At June 30, 2025, that amount was \$318,681,120. As of June 30, 2025, the total outstanding debt applicable to the limit was \$15,235,815 which is 4.78 percent of the total debt limit.

Events of Default:

The Town's outstanding notes from direct borrowings and direct placements related to both governmental activities and business-type activities of \$15,027,975 contain a provision that in an event of default, outstanding amounts become immediately due if the Town is unable to make payment.

Note 6-Pension Plan:

Plan Description

All full-time, salaried permanent employees of the Town are automatically covered by a VRS Retirement Plan upon employment. This is an agent multiple-employer plan administered by the Virginia Retirement System (the System) along with plans for other employer groups in the Commonwealth of Virginia. Members earn one month of service credit for each month they are employed and for which they and their employer pay contributions to VRS. Members are eligible to purchase prior service, based on specific criteria as defined in the Code of Virginia, as amended. Eligible prior service that may be purchased includes prior public service, active military service, certain periods of leave, and previously refunded service.

Benefit Structures

The System administers three different benefit structures for covered employees - Plan 1, Plan 2 and Hybrid. Each of these benefit structures has different eligibility criteria, as detailed below.

- a. Employees with a membership date before July 1, 2010, vested as of January 1, 2013, and have not taken a refund, are covered under Plan 1, a defined benefit plan. Non-hazardous duty employees are eligible for an unreduced retirement benefit beginning at age 65 with at least 5 years of creditable service or age 50 with at least 30 years of service credit. Non-hazardous duty employees may retire with a reduced benefit as early as age 55 with at least 5 years of service credit or age 50 with at least 10 years of service credit. Hazardous duty employees (law enforcement officers, firefighters, and sheriffs) are eligible for an unreduced benefit beginning at age 60 with at least 5 years of creditable service or age 50 with at least 25 years of service credit. Hazardous duty employees may retire with a reduced benefit as early as age 50 with at least 5 years of service credit.
- b. Employees with a membership date from July 1, 2010 to December 31, 2013, that have not taken a refund or employees with a membership date prior to July 1, 2010 and not vested before January 1, 2013 are covered under Plan 2, a defined benefit plan. Non-hazardous duty employees are eligible for an unreduced benefit beginning at their normal social security retirement age with at least 5 years of service credit or when the sum of their age plus service credit equals 90. Non-hazardous duty employees may retire with a reduced benefit as early as age 60 with at least 5 years of service credit. Hazardous duty employees are eligible for an unreduced benefit beginning at age 60 with at least 5 years of service credit or age 50 with at least 25 years of service credit. Hazardous duty employees may retire with a reduced benefit as early as age 50 with at least 5 years of service credit.
- c. Non-hazardous duty employees with a membership date on or after January 1, 2014 are covered by the Hybrid Plan combining the features of a defined benefit plan and a defined contribution plan. Plan 1 and Plan 2 members also had the option of opting into this plan during the election window held January 1 - April 30, 2014 with an effective date of July 1, 2014. Employees covered by this plan are eligible for an unreduced benefit beginning at their normal social security retirement age with at least 5 years of service credit, or when the sum of their age plus service credit equals 90. Employees may retire with a reduced benefit as early as age 60 with at least 5 years of service credit. For the defined contribution component, members are eligible to receive distributions upon leaving employment, subject to restrictions.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2025

Note 6-Pension Plan: (Continued)

Average Final Compensation and Service Retirement Multiplier

The VRS defined benefit is a lifetime monthly benefit based on a retirement multiplier as a percentage of the employee’s average final compensation multiplied by the employee’s total service credit. Under Plan 1, average final compensation is the average of the employee’s 36 consecutive months of highest compensation and the multiplier is 1.70% for non-hazardous duty employees, 1.85% for sheriffs and regional jail superintendents, and 1.70% or 1.85% for hazardous duty employees as elected by the employer. Under Plan 2, average final compensation is the average of the employee’s 60 consecutive months of highest compensation and the retirement multiplier is 1.65% for non-hazardous duty employees, 1.85% for sheriffs and regional jail superintendents, and 1.70% or 1.85% for hazardous duty employees as elected by the employer. Under the Hybrid Plan, average final compensation is the average of the employee’s 60 consecutive months of highest compensation and the multiplier is 1.00%. For members who opted into the Hybrid Retirement Plan from Plan 1 or Plan 2, the applicable multipliers for those plans will be used to calculate the retirement benefit for service credited in those plans.

Cost-of-Living Adjustment (COLA) in Retirement and Death and Disability Benefits

Retirees with an unreduced benefit or with a reduced benefit with at least 20 years of service credit are eligible for an annual COLA beginning July 1 after one full calendar year from the retirement date. Retirees with a reduced benefit and who have less than 20 years of service credit are eligible for an annual COLA beginning on July 1 after one calendar year following the unreduced retirement eligibility date. Under Plan 1, the COLA cannot exceed 5.00%. Under Plan 2 and the Hybrid Plan, the COLA cannot exceed 3.00%. The VRS also provides death and disability benefits. Title 51.1 of the Code of Virginia, as amended, assigns the authority to establish and amend benefit provisions to the General Assembly of Virginia.

Employees Covered by Benefit Terms

As of the June 30, 2023 actuarial valuation, the following employees were covered by the benefit terms of the pension plan:

	<u>Number</u>
Inactive members or their beneficiaries currently receiving benefits	150
Inactive members:	
Vested inactive members	51
Non-vested inactive members	138
Inactive members active elsewhere in VRS	<u>117</u>
Total inactive members	306
Active members	<u>239</u>
Total covered employees	<u><u>695</u></u>

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

Note 6-Pension Plan: (Continued)

Contributions

The contribution requirement for active employees is governed by §51.1-145 of the Code of Virginia, as amended, but may be impacted as a result of funding options provided to political subdivisions by the Virginia General Assembly. Employees are required to contribute 5.00% of their compensation toward their retirement.

The Town's contractually required employer contribution rate for the year ended June 30, 2025 was 14.98% of covered employee compensation. This rate was based on an actuarially determined rate from an actuarial valuation as of June 30, 2023.

This rate, when combined with employee contributions, was expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Contributions to the pension plan from the Town were \$2,390,944 and \$2,116,244 for the years ended June 30, 2025 and June 30, 2024, respectively.

The defined contributions component of the Hybrid plan includes member and employer mandatory and voluntary contributions. The Hybrid plan member must contribute a mandatory rate of 1% of their covered payroll. The employer must also contribute a mandatory rate of 1% of this covered payroll, which totaled \$50,702 for the Town, respectively, for the year ended June 30, 2025. Hybrid plan members may also elect to contribute an additional voluntary rate of up to 4% of their covered payroll; which would require the employer a mandatory additional contribution rate of up to 2.5%. This additional employer mandatory contribution totaled \$51,998 for the Town, respectively, for the year ended June 30, 2025. The total Hybrid plan participant covered payroll totaled \$5,271,642 for the Town, respectively, for the year ended June 30, 2025.

Net Pension Liability

The net pension liability (NPL) is calculated separately for each employer and represents that particular employer's total pension liability determined in accordance with GASB Statement No. 68, less that employer's fiduciary net pension. The Town's net pension liability was measured as of June 30, 2024. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of June 30, 2023 and rolled forward to the measurement date of June 30, 2024.

Actuarial Assumptions - General Employees

The total pension liability for General Employees in the Town's Retirement Plan was based on an actuarial valuation as of June 30, 2023, using the Entry Age Normal actuarial cost method and the following assumptions, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2024.

Inflation	2.50%
Salary increases, including inflation	3.50% - 5.35%
Investment rate of return	6.75%, net of pension plan investment expenses, including inflation

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

Note 6-Pension Plan: (Continued)

Actuarial Assumptions - General Employees (Continued)

Mortality rates:

All Others (Non-10 Largest) - Non-Hazardous Duty: 15% of deaths are assumed to be service related

Pre-Retirement:

Pub-2010 Amount Weighted Safety Employee Rates projected generationally; 95% of rates for males; 105% of rates for females set forward 2 years.

Post-Retirement:

Pub-2010 Amount Weighted Safety Healthy Retiree Rates projected generationally; 110% of rates for males; 105% of rates for females set forward 3 years.

Post-Disablement:

Pub-2010 Amount Weighted General Disabled Rates projected generationally; 95% of rates for males set back 3 years; 90% of rates for females set back 3 years.

Beneficiaries and Survivors:

Pub-2010 Amount Weighted Safety Healthy Retiree Rates projected generationally; 110% of rates for males and females set forward 2 years.

Mortality Improvement:

Rates projected generationally with Modified MP-2020 improvement Scale that is 75% of the MP-2020 rates.

The actuarial assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study for the period from July 1, 2016 through June 30, 2020. Changes to the actuarial assumptions as a result of the experience study and VRS Board action are as follows:

All Others (Non-10 Largest) - Non-Hazardous Duty:

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Update to Pub-2010 public sector mortality tables. For future mortality improvements, replace load with a modified Mortality Improvement Scale MP-2020
Retirement Rates	Adjusted rates to better fit experience for Plan 1; set separate rates based on experience for Plan 2/Hybrid; changed final retirement age
Withdrawal Rates	Adjusted rates to better fit experience at each age and service decrement through 9 years of service
Disability Rates	No change
Salary Scale	No change
Line of Duty Disability	No change
Discount Rate	No change

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

Note 6-Pension Plan: (Continued)

Actuarial Assumptions - Public Safety Employees with Hazardous Duty Benefits

The total pension liability for Public Safety employees with Hazardous Duty Benefits in the Town's Retirement Plan was based on an actuarial valuation as of June 30, 2023, using the Entry Age Normal actuarial cost method and the following assumptions, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2024.

Inflation	2.50%
Salary increases, including inflation	3.50% - 4.75%
Investment rate of return	6.75%, net of pension plan investment expenses, including inflation

Mortality rates:

All Others (Non-10 Largest) - Hazardous Duty: 45% of deaths are assumed to be service related

Pre-Retirement:

Pub-2010 Amount Weighted Safety Employee Rates projected generationally with a Modified MP-2020 Improvement Scale; 95% of rates for males; 105% of rates for females set forward 2 years.

Post-Retirement:

Pub-2010 Amount Weighted Safety Healthy Retiree Rates projected generationally with a Modified MP-2020 Improvement Scale; 110% of rates for males; 105% of rates for females set forward 3 years.

Post-Disablement:

Pub-2010 Amount Weighted General Disabled Rates projected generationally with a Modified MP-2020 Improvement Scale; 95% of rates for males set back 3 years; 90% of rates for females set back 3 years.

Beneficiaries and Survivors:

Pub-2010 Amount Weighted Safety Healthy Retiree Rates projected generationally with a Modified MP-2020 Improvement Scale; 110% of rates for males and females set forward 2 years.

Mortality Improvement:

Rates projected generationally with Modified MP-2020 improvement Scale that is 75% of the MP-2020 rates.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

Note 6-Pension Plan: (Continued)

Actuarial Assumptions - Public Safety Employees with Hazardous Duty Benefits (Continued)

The actuarial assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study for the period from July 1, 2016 through June 30, 2020. Changes to the actuarial assumptions as a result of the experience study and VRS Board action are as follows:

All Others (Non 10 Largest) - Hazardous Duty:

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Update to Pub-2010 public sector mortality tables. Increased disability life expectancy. For future mortality improvements, replace load with a modified Mortality Improvement Scale MP-2020
Retirement Rates	Adjusted rates to better fit experience and changed final retirement age from 65 to 70
Withdrawal Rates	Decreased rates and changed from rates based on age and service to rates based on service only to better fit experience and to be more consistent with Locals Largest 10 Hazardous Duty
Disability Rates	No change
Salary Scale	No change
Line of Duty Disability	No change
Discount Rate	No change

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2025

Note 6-Pension Plan: (Continued)**Long-term Expected Rate of Return**

The long-term expected rate of return on pension System investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension System 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. The target asset allocation and best estimate of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class (Strategy)	Long-Term Target Asset Allocation	Arithmetic Long-term Expected Rate of Return	Weighted Average Long-term Expected Rate of Return*
Public Equity	32.00%	6.70%	2.14%
Fixed Income	16.00%	5.40%	0.86%
Credit Strategies	16.00%	8.10%	1.30%
Real Assets	15.00%	7.20%	1.08%
Private Equity	15.00%	8.70%	1.31%
PIP - Private Investment Partnerships	1.00%	8.00%	0.08%
Diversifying Strategies	6.00%	5.80%	0.35%
Cash	2.00%	3.00%	0.06%
Leverage	-3.00%	3.50%	-0.11%
Total	100.00%		7.07%
		Expected arithmetic nominal return**	7.07%

* The above allocation provides a one-year expected return of 7.07% (includes 2.50% inflation assumption). However, one-year returns do not take into account the volatility present in each of the asset classes. In setting the long-term expected return for the System, stochastic projections are employed to model future returns under various economic conditions. These results provide a range of returns over various time periods that ultimately provide a median return of 7.10%, including expected inflation of 2.50%.

**On June 15, 2023, the VRS Board elected a long-term rate of return of 6.75% which was roughly at the 45th percentile of expected long-term results of the VRS fund asset allocation at that time, providing a median return of 7.14%, including expected inflation of 2.50%.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2025

Note 6-Pension Plan: (Continued)

Discount Rate

The discount rate used to measure the total pension liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that System member contributions will be made per the VRS Statutes and the employer contributions will be made in accordance with the VRS funding policy at rates equal to the difference between actuarially determined contribution rates adopted by the VRS Board of Trustees and the member rate. For the year ended June 30, 2024, the employer contribution rate was 100% of the actuarially determined employer contribution rate from the June 30, 2023 actuarial valuations. From July 1, 2024 on, participating employers are assumed to contribute 100% of the actuarially determined contribution rates. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in Net Pension Liability

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at June 30, 2023	\$ 64,037,280	\$ 54,309,355	\$ 9,727,925
Changes for the year:			
Service cost	\$ 1,746,047	\$ -	\$ 1,746,047
Interest	4,337,339	-	4,337,339
Difference between expected and actual experience	2,017,165	-	2,017,165
Contributions - employer	-	2,116,244	(2,116,244)
Contributions - employee	-	692,829	(692,829)
Net investment income	-	5,288,429	(5,288,429)
Benefit payments, including refunds	(3,052,907)	(3,052,907)	-
Administrative expenses	-	(33,514)	33,514
Other changes	-	1,155	(1,155)
Net changes	\$ 5,047,644	\$ 5,012,236	\$ 35,408
Balances at June 30, 2024	\$ 69,084,924	\$ 59,321,591	\$ 9,763,333

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2025

Note 6-Pension Plan: (Continued)

Sensitivity of the Net Pension Liability/(Asset) to Changes in the Discount Rate

The following presents the net pension liability (asset) of the Town using the discount rate of 6.75%, as well as what the Town’s net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (5.75%) or one percentage point higher (7.75%) than the current rate:

	Rate		
	1% Decrease (5.75%)	Current Discount (6.75%)	1% Increase (7.75%)
Town's Net Pension Liability (Asset) \$	19,228,446	\$ 9,763,333	\$ 2,107,898

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

For the year ended June 30, 2025, the Town recognized pension expense of \$1,936,363. At June 30, 2025, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,486,219	\$ -
Net difference between projected and actual earnings on pension plan investments	-	1,506,884
Change in proportionate shares	25,266	25,266
Employer contributions subsequent to the measurement date	2,390,944	-
Total	\$ 3,902,429	\$ 1,532,150

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

Note 6-Pension Plan: (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

\$2,390,944 reported as deferred outflows of resources related to pensions resulting from the Town's contributions subsequent to the measurement date will be recognized as a reduction of the Net Pension Liability in the fiscal year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future reporting periods as follows:

<u>Year Ended June 30</u>		
2026	\$	(403,372)
2027		1,013,757
2028		(304,675)
2029		(326,375)
2030		-
Thereafter		-

Pension Plan Data

Information about the VRS Political Subdivision Retirement Plan is also available in the separately issued VRS 2024 Annual Comprehensive Financial Report (Annual Report). A copy of the 2024 VRS Annual Report may be downloaded from the VRS website at <https://www.varetire.org/pdf/publications/2024-annual-report.pdf>, or by writing to the System's Chief Financial Officer at P.O. Box 2500, Richmond, VA 23218-2500.

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TOWN OF CHRISTIANSBURG, VIRGINIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2025

Note 7-Capital Assets:

Capital asset activity for the year ended June 30, 2025 was as follows:

	Beginning Balance	Restatement	Beginning Balance, as restated	Increases	Decreases	Ending Balance
Governmental Activities:						
Capital assets, not being depreciated/amortized:						
Land	\$ 8,581,568	\$ -	\$ 8,581,568	\$ 1,980,895	\$ -	\$ 10,562,463
Construction in progress	2,559,973	(252,582)	2,307,391	3,143,190	(1,422,649)	4,027,932
Total capital assets not being depreciated/amortized	\$ 11,141,541	\$ (252,582)	\$ 10,888,959	\$ 5,124,085	\$ (1,422,649)	\$ 14,590,395
Capital assets, being depreciated/amortized:						
Buildings and improvements	\$ 36,738,979	\$ -	\$ 36,738,979	\$ 600,225	\$ -	\$ 37,339,204
Machinery, equipment, and vehicles	26,494,614	-	26,494,614	2,062,003	(262,103)	28,294,514
Infrastructure	178,641,987	-	178,641,987	2,896,515	-	181,538,502
Right-to-use lease equipment	868,014	-	868,014	-	-	868,014
Right-to-use subscription	175,721	-	175,721	-	-	175,721
Total capital assets being depreciated/amortized	\$ 242,919,315	\$ -	\$ 242,919,315	\$ 5,558,743	\$ (262,103)	\$ 248,215,955
Accumulated depreciation/amortization:						
Buildings and improvements	\$ (14,227,375)	\$ -	\$ (14,227,375)	\$ (1,018,799)	\$ -	\$ (15,246,174)
Machinery, equipment, and vehicles	(18,229,396)	-	(18,229,396)	(1,567,646)	261,505	(19,535,537)
Infrastructure	(59,390,055)	-	(59,390,055)	(4,500,273)	-	(63,890,328)
Right-to-use lease equipment	(477,051)	-	(477,051)	(173,603)	-	(650,654)
Right-to-use subscription	(57,403)	-	(57,403)	(58,574)	-	(115,977)
Total accumulated depreciation/amortization	\$ (92,381,280)	\$ -	\$ (92,381,280)	\$ (7,318,895)	\$ 261,505	\$ (99,438,670)
Total capital assets being depreciated/amortized, net	\$ 150,538,035	\$ -	\$ 150,538,035	\$ (1,760,152)	\$ (598)	\$ 148,777,285
Governmental activities capital assets, net	\$ 161,679,576	\$ (252,582)	\$ 161,426,994	\$ 3,363,933	\$ (1,423,247)	\$ 163,367,680

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TOWN OF CHRISTIANBURG, VIRGINIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2025

Note 7-Capital Assets: (Continued)

	Beginning Balance	Restatement	Beginning Balance, as restated	Increases	Decreases	Ending Balance
Business-type Activities:						
Capital assets, not being depreciated:						
Land	\$ 199,176	\$ -	\$ 199,176	\$ -	\$ -	\$ 199,176
Construction in progress	2,786,221	252,582	3,038,803	7,595,725	(2,819,154)	7,815,374
Total capital assets not being depreciated	\$ 2,985,397	\$ 252,582	\$ 3,237,979	\$ 7,595,725	\$ (2,819,154)	\$ 8,014,550
Capital assets, being depreciated:						
Machinery, equipment, and vehicles	\$ 9,479,970	\$ -	\$ 9,479,970	\$ 556,613	\$ -	\$ 10,036,583
Utility plant and equipment	94,567,109	-	94,567,109	3,028,118	-	97,595,227
Total capital assets being depreciated	\$ 104,047,079	\$ -	\$ 104,047,079	\$ 3,584,731	\$ -	\$ 107,631,810
Accumulated depreciation:						
Machinery, equipment, and vehicles	\$ (6,438,769)	\$ -	\$ (6,438,769)	\$ (456,608)	\$ -	\$ (6,895,377)
Utility plant and equipment	(45,483,597)	-	(45,483,597)	(2,327,485)	-	(47,811,082)
Total accumulated depreciation	\$ (51,922,366)	\$ -	\$ (51,922,366)	\$ (2,784,093)	\$ -	\$ (54,706,459)
Total capital assets being depreciated, net	\$ 52,124,713	\$ -	\$ 52,124,713	\$ 800,638	\$ -	\$ 52,925,351
Business-type activities capital assets, net	\$ 55,110,110	\$ 252,582	\$ 55,362,692	\$ 8,396,363	\$ (2,819,154)	\$ 60,939,901

Depreciation/amortization expense was charged to functions/programs of the Town as follows:

Governmental activities:	
General government administration	\$ 226,930
Public safety	1,058,801
Public works	4,724,247
Parks, recreation, and cultural	1,296,929
Community Development	11,988
Total depreciation/amortization expense - governmental activities	\$ 7,318,895
Business-type activities:	
Water and sewer	\$ 2,535,218
Stormwater	248,875
Total depreciation/amortization expense - business-type activities	\$ 2,784,093

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2025

Note 8-Risk Management:

The Town is exposed to various risks of loss related to the following: torts, theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Town employs a variety of risk management techniques, including the purchase of commercial insurance, participation in insurance pools, and self - insurance. The Town risk management programs are as follows:

Workers' Compensation - Workers' compensation insurance is provided through VACORP. During 2024-2025, total premiums paid were \$287,190. Benefits are those afforded through the State of Virginia as outlined in the Code of Virginia Section 65.2-100; premiums are based on covered payroll, job rates, and claims history.

General Liability and Other - The Town has general, automobile, property, and public officials' liability insurance through VACORP. Boiler and machinery coverage and property insurance are covered as per statement of values. Total premiums for 2024-2025 were \$209,887.

Self-Insurance - The Town established a limited risk management program for health insurance in fiscal year 2015. Premiums are paid into the health plan fund from the Town and are available to pay claims, and administrative costs of the program. During the fiscal year 2025, a total of \$2,918,572 was paid by the Town in benefits and administrative costs. The risk assumed by the Town is based on the number of participants in the program. The risk varies by the number of participants and their specific plan type (Keycare, Bluecare, etc.). Incurred but not reported claims of \$272,551 after year-end. Liabilities are determined using a combination of actual claims experience and actuarially determined amounts and include incremental claim adjustment expenses and estimated recoveries. An independent contractor processes claims and the Town records a provision and liability in the government-wide statements and General Fund (current portion only) for an estimate of incurred but not reported claims. The Town has also assigned a portion of fund balance in the General Fund of \$408,341 to mitigate the risk of these claims.

Changes in the claims liability for the current and two prior fiscal years are as follows:

<u>Fiscal Year</u>	<u>Balance at Beginning of Fiscal Year</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claim Payments</u>	<u>Balance at End of Fiscal Year</u>
2024-25	\$ 212,051	\$ 2,979,072	\$ (2,918,572)	\$ 272,551
2023-24	212,051	2,000,796	(2,000,796)	212,051
2022-23	212,051	2,089,388	(2,089,388)	212,051

Other - There were no significant reductions in insurance coverage from the prior year and no settlements that exceeded the amount of insurance coverage during the last three fiscal years.

All Town employees are covered by a blanket bond in the amount of \$10,000. Additionally, the Treasurer and Town Manager are covered by surety bonds in the amount of \$100,000 each. The surety is United States Fidelity and Guaranty.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2025

Note 8-Risk Management: (Continued)

Intergovernmental dependency - The Town depends on financial resources flowing from, or associated with, both the federal government and the Commonwealth of Virginia. Because of this dependency, the Town is subject to changes in specific flows of intergovernmental revenues based on modifications to federal and state laws and federal and state appropriations. It is also subject to changes in investment earnings and asset values associated with U.S. Treasury securities because of actions by foreign governments and other holders of publicly held U.S. Treasury securities.

During the fiscal year ended June 30, 2025 the Town received direct funding from the federal and state government as follows:

Law Enforcement funds	\$	554,919
Street Maintenance funds		5,061,646
Sales Taxes		2,671,278
Non-Categorical State Aid		1,136,560
Federal and State grants		3,636,606
Total	\$	<u>13,061,009</u>

Note 9-Town Health Savings Service Merit - Pay-as-you-go (OPEB Plan):

Plan Description

In addition to the pension benefits described in Note 6, the Town administers a single-employer defined benefit healthcare plan, The Town of Christiansburg, VA Service Merit (OPEB) Plan. The plan provides postemployment health care benefits to all eligible permanent employees who meet the requirements under the Town’s pension plans. The plan does not issue a publicly available financial report.

Benefits Provided

Postemployment benefits from the Service Merit Plan are provided to eligible retirees. Eligible retirees receive a Service Merit of \$10 per month for each year of service to the Town until attaining age 65 or Medicare eligibility, whichever occurs first. Upon attaining age 65 or Medicare eligibility, eligible retirees receive a Service Merit of \$100 per month for the remainder of their lifetime. Service Merit monies are deposited into the retiree’s ICMA Retirement Health Savings (RHS) plan in compliance with IRS regulations. Upon death the benefits cease and are non-transferrable; however, monies already in the retiree’s RHS account may be directed to a beneficiary. Employees become eligible for the Service Merit Plan when retiring directly from the Town with 20 or more years of service at retirement and meeting various Virginia Retirement System (VRS) eligibility criteria.

Plan Membership

At July 1, 2023 (valuation date), the following employees were covered by the benefit terms:

Active Participants	229
Inactive Participants	33
Total Participants	<u>262</u>

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

Note 9-Town Health Savings Service Merit - Pay-as-you-go (OPEB Plan): (Continued)

Contributions

The Town does not pre-fund benefits; therefore, no assets are accumulated in a trust fund. The current funding policy is to pay benefits directly from general assets on a pay-as-you-go basis. The funding requirements are established and may be amended by the Town Council. The amount paid by the Town for OPEB as the benefits came due during the year ended June 30, 2025 was \$92,103.

Total OPEB Liability

The Town's total OPEB liability was measured as of June 30, 2025. The total OPEB liability was determined by an actuarial valuation performed as of July 1, 2023, using updated actuarial assumptions, applied to all periods included in the measurement and rolled forward to the measurement date.

Actuarial Assumptions

The total OPEB liability in the July 1, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.50% per year
Salary Increases	The total salary rate consists of an inflation rate of 2.50%, a productivity component of 1.00%, and a variable component that is based on years of service, with total increases ranging from 3.50% to 5.35%
Discount Rate	5.20% for accounting and funding disclosures as of June 30, 2025
Participation Rate	100% participation is assumed.

The mortality rates for active and healthy retirees were calculated using the Pub-2010 Amount Weighted General Employee Rates projected generationally with MP-2020 Improvement Scale that is 75% of the MP-2020 rates. The mortality rates for inactive and healthy retirees were Pub-2010 Amount Weighted General Healthy Retiree Rates projected generationally; 110% of rates for females. Base rates are projected generationally with a Modified MP-2020 Improvement Scale that is 75% of the MP-2020 rates. The mortality tables for inactive and disabled retirees were Pub-2010 Amount Weighted General Disabled Rates projected generationally; males and females set forward 3 years. Base rates are projected generationally with a Modified MP-2020 Improvement Scale that is 75% of the MP-2020 rates.

The date of the most recent actuarial experience study for which significant assumptions were based is not available.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2025

Note 9-Town Health Savings Service Merit - Pay-as-you-go (OPEB Plan): (Continued)

Discount Rate

The discount rate used when OPEB plan investments are insufficient to pay for future benefit payments is based on the Bond Buyer General Obligation 20-Bond Municipal Index. The final equivalent single discount rate used for this year’s valuation was 5.20% as of the end of the fiscal year with the expectation that the Town will continue paying the pay-go cost from operating funds.

Changes in Total OPEB Liability

	<u>Increase (Decrease)</u>
	<u>Total OPEB Liability</u>
Balances at June 30, 2024	\$ <u>2,411,803</u>
Changes for the year:	
Service Cost	\$ 40,328
Interest on total OPEB liability	94,577
Changes in assumptions	(339,199)
Benefit payments	(92,103)
Net changes	\$ <u>(296,397)</u>
Balances at June 30, 2025	\$ <u><u>2,115,406</u></u>

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following amounts present the total OPEB liability of the Town, as well as what the total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (4.20%) or one percentage point higher (6.20%) than the current discount rate:

<u>Discount Rate</u>		
1% Decrease	Current	1% Increase
(4.20%)	(5.20%)	(6.20%)
\$ 2,375,910	\$ 2,115,406	\$ 1,896,357

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2025

Note 9-Town Health Savings Service Merit - Pay-as-you-go (OPEB Plan): (Continued)

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

Because the Town’s OPEB Plan is based on a set dollar amount instead of healthcare the trend rate has no impact on the calculation as indicated below:

Healthcare Cost Trend Rates		
1% Decrease	Current	1% Increase
\$ 2,115,406	\$ 2,115,406	\$ 2,115,406

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

For the year ended June 30, 2025, the Town recognized OPEB expense in the amount of \$84,145. At June 30, 2025, the Town reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 68,869	\$ 36,359
Change in assumptions	164,074	614,836
Total	\$ 232,943	\$ 651,195

Amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in OPEB expense in future reporting periods as follows:

Year Ended June 30	
2026	\$ (50,926)
2027	(52,546)
2028	(52,546)
2029	(52,546)
2030	(85,385)
Thereafter	(124,303)

Additional disclosures on changes in OPEB liability, related ratios, and employer contributions can be found in the required supplementary information following the notes to the financial statements.

Note 10-OPEB - Line of Duty Act (LODA) Program:

Plan Description

The Virginia Retirement System (VRS) Line of Duty Act Program (LODA) was established pursuant to §9.1-400 et seq. of the Code of Virginia, as amended, and which provides the authority under which benefit terms are established or may be amended. The LODA Program provides death and health insurance benefits to eligible state employees and local government employees, including volunteers, who die or become disabled as a result of the performance of their duties as a public safety officer. In addition, health insurance benefits are provided to eligible survivors and family members. This is a cost-sharing multiple-employer plan administered by the Virginia Retirement System (the System). Participating employers made contributions to the program beginning in FY 2012. The employer contributions are determined by the System's actuary using anticipated program costs and the number of covered individuals associated with all participating employers.

The specific information for LODA OPEB, including eligibility, coverage and benefits is described below:

Eligible Employees

All paid employees and volunteers in hazardous duty positions in Virginia localities as well as and hazardous duty employees who are covered under the Virginia Retirement System (VRS), the State Police Officers' Retirement System (SPORS), or the Virginia Law Officers' Retirement System (VaLORS) are automatically covered by the LODA Program. As required by statute, the Virginia Retirement System (the System) is responsible for managing the assets of the program.

Benefit Amounts

The LODA program death benefit is a one-time payment made to the beneficiary or beneficiaries of a covered individual. Amounts vary as follows: \$100,000 when a death occurs as the direct or proximate result of performing duty as of January 1, 2006, or after; \$25,000 when the cause of death is attributed to one of the applicable presumptions and occurred earlier than five years after the retirement date (the benefit will be \$75,000 for approved presumptive deaths occurring on or after January 1, 2025); or an additional \$20,000 benefit is payable when certain members of the National Guard and U.S. military reserves are killed in action in any armed conflict on or after October 7, 2001.

The LODA program also provides health insurance benefits. The health insurance benefits are managed through the Virginia Department of Human Resource Management (DHRM). The health benefits are modeled after the State Employee Health Benefits Program plans and provide consistent, premium-free continued health plan coverage for LODA-eligible disabled individuals, survivors and family members.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

Note 10-OPEB - Line of Duty Act (LODA) Program: (Continued)

Contributions

The contribution requirements for the LODA Program are governed by §9.1-400.1 of the Code of Virginia, as amended, but may be impacted as a result of funding provided to state agencies by the Virginia General Assembly. Each employer's contractually required employer contribution rate for the LODA Program for the year ended June 30, 2025 was \$1,015 per covered full-time-equivalent employee. This rate was based on an actuarially determined rate from an actuarial valuation as of June 30, 2023 and represents the pay-as-you-go funding rate and not the full actuarial cost of the benefits under the program. The actuarially determined pay-as-you-go rate was expected to finance the costs and related expenses of benefits payable during the year. Contributions to the LODA from the entity were \$119,009 and \$107,485 for the years ended June 30, 2025 and June 30, 2024, respectively.

LODA OPEB Liabilities, LODA OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to the LODA OPEB

At June 30, 2025, the entity reported a liability of \$2,806,242 for its proportionate share of the Net LODA OPEB Liability. The Net LODA OPEB Liability was measured as of June 30, 2024 and the total LODA OPEB liability used to calculate the Net LODA OPEB Liability was determined by an actuarial valuation as of June 30, 2023, and rolled forward to the measurement date of June 30, 2024. The entity's proportion of the Net LODA OPEB Liability was based on the entity's actuarially determined pay-as-you-go employer contributions to the LODA OPEB plan for the year ended June 30, 2024 relative to the total of the actuarially determined pay-as-you-go employer contributions for all participating employers. At June 30, 2024, the entity's proportion was 0.7131% as compared to 0.5433% at June 30, 2023.

For the year ended June 30, 2025, the entity recognized LODA OPEB expense \$437,586. Since there was a change in proportionate share between measurement dates, a portion of the LODA OPEB expense was related to deferred amounts from changes in proportion.

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TOWN OF CHRISTIANBURG, VIRGINIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2025

Note 10-OPEB - Line of Duty Act (LODA) Program: (Continued)

LODA OPEB Liabilities, LODA OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to the LODA OPEB: (Continued)

At June 30, 2025, the entity reported deferred outflows of resources and deferred inflows of resources related to the LODA OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 97,640	\$ 685,480
Net difference between projected and actual earnings on LODA OPEB program investments	-	9,277
Change in assumptions	517,304	565,191
Change in proportionate share	801,891	63,206
Employer contributions subsequent to the measurement date	<u>119,009</u>	<u>-</u>
Total	<u>\$ 1,535,844</u>	<u>\$ 1,323,154</u>

\$119,009 reported as deferred outflows of resources related to the LODA OPEB resulting from the entity's contributions subsequent to the measurement date will be recognized as a reduction of the Net LODA OPEB Liability in the fiscal year ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the LODA OPEB will be recognized in LODA OPEB expense in future reporting periods as follows:

Year Ended June 30

2026	\$	36,636
2027		41,964
2028		26,349
2029		(7,397)
2030		(27,218)
Thereafter		23,347

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2025

Note 10-OPEB - Line of Duty Act (LODA) Program: (Continued)

Actuarial Assumptions

The total LODA OPEB liability was based on an actuarial valuation as of June 30, 2023, using the Entry Age Normal actuarial cost method and the following assumptions, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2024. The assumptions include several employer groups. Salary increases and mortality rates included herein are for relevant employer groups. Information for other groups can be referenced in the VRS Annual Report.

Inflation	2.50%
Salary increases, including inflation:	
Locality employees	N/A
Medical cost trend rates assumption:	
Under age 65	7.25%-4.25%
Ages 65 and older	6.50%-4.25%
Year of ultimate trend rate:	
Under age 65	Fiscal year ended 2034
Age 65 and older	Fiscal year ended 2034
Investment rate of return	3.97%, including inflation*

* Since LODA is funded on a current-disbursement basis, the assumed annual rate of return of 3.97% was used since it approximates the risk-free rate of return.

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2025

Note 10-OPEB - Line of Duty Act (LODA) Program: (Continued)

Actuarial Assumptions: (Continued)

Mortality Rates - Non-Largest Ten Locality Employers with Public Safety Employees

Pre-Retirement:

Pub-2010 Amount Weighted Safety Employee Rates projected generationally, 95% of rates for males; 105% of rates for females set forward 2 years.

Post-Retirement:

Pub-2010 Amount Weighted Safety Employee Rates projected generationally, 110% of rates for males; 105% of rates for females set forward 3 years.

Post-Disablement:

Pub-2010 Amount Weighted Safety Employee Rates projected generationally, 95% of rates for males set back 3 years; 90% of rates for females set back 3 years.

Beneficiaries and Survivors:

Pub-2010 Amount Weighted Safety Employee Rates projected generationally, 110% of rates for males and females set forward 2 years.

Mortality Improvement Scale:

Rates projected generationally with Modified MP-2020 Improvement Scale that is 75% of the MP-2020 rates

The actuarial assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study for the period from July 1, 2016 through June 30, 2020. Changes to the actuarial assumptions as a result of the experience study are as follows:

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Update to Pub-2010 public sector mortality tables. Increased disability life expectancy. For future mortality improvements, replace load with a modified Mortality Improvement Scale MP-2020
Retirement Rates	Adjusted rates to better fit experience and changed final retirement age from 65 to 70
Withdrawal Rates	Decreased rates and changed from rates based on age and service to rates based on service only to better fit experience and to be more consistent with Locals Top 10 Hazardous Duty
Disability Rates	No change
Salary Scale	No change
Line of Duty Disability	No change

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2025

Note 10-OPEB - Line of Duty Act (LODA) Program: (Continued)

Net LODA OPEB Liability

The net OPEB liability (NOL) for the LODA Program represents the program’s total OPEB liability, less the associated fiduciary net position. As of the measurement date of June 30, 2024, NOL amounts for the LODA Program are as follows (amounts expressed in thousands):

	LODA Program
Total LODA OPEB Liability	\$ 398,395
Plan Fiduciary Net Position	4,841
LODA Net OPEB Liability (Asset)	\$ 393,554
Plan Fiduciary Net Position as a Percentage of the Total LODA OPEB Liability	
	1.22%

The total LODA OPEB liability is calculated by the System’s actuary, and each plan’s fiduciary net position is reported in the System’s financial statements. The net OPEB liability is disclosed in accordance with the requirements of GASB Statement No. 74 in the System’s notes to the financial statements and required supplementary information.

Long-Term Expected Rate of Return

The long-term expected rate of return on LODA OPEB Program’s investments was set at 3.97% for this valuation. Since LODA is funded on a current-disbursement basis, it is not able to use the VRS Pooled Investments 6.75% assumption. Instead, the assumed annual rate of return of 3.97% was used since it approximates the risk-free rate of return. This Single Equivalent Interest Rate (SEIR) is the applicable municipal bond index rate based on the Fidelity Fixed Income General Obligation 20-year Municipal Bond Index as of the measurement date of June 30, 2024.

Discount Rate

The discount rate used to measure the total LODA OPEB liability was 3.97%. The projection of cash flows used to determine the discount rate assumed that employer contributions will be made per the VRS Statutes and that they will be made in accordance with the VRS funding policy and at rates equal to the actuarially determined contribution rates adopted by the VRS Board of Trustees. Through the fiscal year ended June 30, 2024, the rate contributed by participating employers to the LODA OPEB Program will be subject to the portion of the VRS Board-certified rates that are funded by the Virginia General Assembly.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2025

Note 10-OPEB - Line of Duty Act (LODA) Program: (Continued)

Sensitivity of the Covered Employer’s Proportionate Share of the Net LODA OPEB Liability to Changes in the Discount Rate

The following presents the covered employer’s proportionate share of the net LODA OPEB liability using the discount rate of 3.97%, as well as what the covered employer’s proportionate share of the net LODA OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (2.97%) or one percentage point higher (4.97%) than the current rate:

	Discount Rate		
	1% Decrease (2.97%)	Current (3.97%)	1% Increase (4.97%)
Town's proportionate share of the LODA Net OPEB Liability	\$ 3,110,937	\$ 2,806,242	\$ 2,544,238

Sensitivity of the Covered Employer’s Proportionate Share of the Net LODA OPEB Liability to Changes in the Health Care Trend Rate

Because the LODA Program contains a provision for the payment of health insurance premiums, the liabilities are also impacted by the health care trend rates. The following presents the covered employer’s proportionate share of the net LODA OPEB liability using the health care trend rate of 7.25% decreasing to 4.25%, as well as what the covered employer’s proportionate share of the net LODA OPEB liability would be if it were calculated using a health care trend rate that is one percentage point lower (6.25% decreasing to 3.25%) or one percentage point higher (8.25% decreasing to 5.25%) than the current rate:

	Health Care Trend Rates		
	1% Decrease (6.25% decreasing to 3.25%)	Current (7.25% decreasing to 4.25%)	1% Increase (8.25% decreasing to 5.25%)
Town's proportionate share of total LODA Net OPEB Liability	\$ 2,390,546	\$ 2,806,242	\$ 3,316,308

LODA OPEB Fiduciary Net Position

Detailed information about the LODA Program Fiduciary Net Position is available in the separately issued VRS 2024 Annual Comprehensive Financial Report (Annual Report). A copy of the 2024 VRS Annual Report may be downloaded from the VRS website at <http://www.varetire.org/pdf/publications/2024-annual-report.pdf>, or by writing to the System’s Chief Financial Officer at P.O. Box 2500, Richmond, VA, 23218-2500.

TOWN OF CHRISTIANBURG, VIRGINIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2025

Note 11-OPEB Summary:

	Deferred Outflows	Deferred Inflows	Net/Total OPEB Liabilities	OPEB Expense
Town Health Savings Service Merit Plan (Note 9)	\$ 232,943	\$ 651,195	\$ 2,115,406	\$ 84,145
VRS Line of Duty Act Program (Note 10)	1,535,844	1,323,154	2,806,242	437,586
Totals	<u>\$ 1,768,787</u>	<u>\$ 1,974,349</u>	<u>\$ 4,921,648</u>	<u>\$ 521,731</u>

Note 12-Deferred/ Unavailable Revenue:

Deferred and unavailable revenue represents amounts for which asset recognition criteria have been met, but for which revenue recognition criteria have not been met. Under the modified accrual basis of accounting, such amounts are measurable, but not available. Under the accrual basis, assessments for future periods are deferred.

	Government-wide Statements Governmental Activities	Balance Sheet Governmental Funds
Unavailable property tax revenue representing uncollected property tax billings that are not available for the funding of current expenditures	\$ -	\$ 325,126
Tax assessments due after June 30	6,479,583	6,479,583
Prepaid property taxes due after June 30 but paid in advance by taxpayers	3,610	3,610
Lease related items	1,827,029	1,827,029
Unavailable EMS billing revenue representing uncollected billings that are not available for the funding of current expenditures	-	270,197
	<u>\$ 8,310,222</u>	<u>\$ 8,905,545</u>

Note 13-Contingencies:

Federal programs in which the Town participates were audited in accordance with the provisions of Uniform Guidance. Pursuant to the provisions of this guidance all major programs and certain other programs were tested for compliance with applicable grant requirements. While no matters of noncompliance were disclosed by audit, the Federal Government may subject grant programs to additional compliance tests, which may result in disallowed expenditures. In the opinion of management, any future disallowances of current grant program expenditures, if any, would be immaterial.

TOWN OF CHRISTIANBURG, VIRGINIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2025

Note 14-Commitments:

At June 30, 2025, the Town had the following outstanding construction commitments:

Project	Amount of Contract	Amount Outstanding	Accounts Payable	Retainage Payable
Biosolid Design	\$ 16,226,000	\$ 13,776,896	\$ 1,034,649	\$ 128,900
Peppers Ferry Paving	784,357	-	784,357	-
Digester Boiler Design	136,500	4,000	78,000	-
Aquatics HVAC Upgrades	83,340	8,334	75,006	-
Walters Wastewater Lift Station	775,440	709,784	65,656	3,456
Peppers Ferry Paving	87,440	39,109	46,853	-
N Franklin S WFIL	220,499	39,590	40,610	-
College Street Drainage Phase II	298,123	214,751	37,510	-
WWTP Plant Upgrades	480,000	194,254	34,593	-
Blue Leaf SLAF	65,800	32,808	32,992	-
Independence Turn Lane/Cambria Trail	699,516	439,348	10,162	-
Hickok Street Improvements	460,755	319,161	891	-
Franklin/Depot/College Intersection	671,391	274,351	12,278	-
Roanoke St Depot Crossing	248,327	138,059	15,621	-
Roanoke Depot Pedestrian	143,080	138,059	3,749	-
Redundant Water Line	133,800	123,175	4,375	-
Total	\$ 21,514,368	\$ 16,451,679	\$ 2,277,302	\$ 132,356

Note 15-Contributed Capital:

The Town received infrastructure of \$154,057 and \$39,791 in the Water and Sewer Fund and Stormwater Fund, respectively, during the year ended June 30, 2025.

Note 16-Landfill Closure and Postclosure Care Costs:

State and federal laws and regulations require the Town to place a final cover on its landfill site, as well as other sites opened in the future when they stop accepting waste, and to perform certain maintenance and monitoring functions at the sites for thirty years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the Town is required to record a portion of these closure and postclosure costs as a long-term liability in each period based on landfill capacity used as of each balance sheet date. The Town subsequently closed the landfill and postclosure monitoring is expected to continue for ten years. The \$620,150 liability for postclosure care costs at June 30, 2025 represents the estimated liability based on the usage of 100% of the estimated capacity of the landfill. The liability accrued at June 30, 2025 is based on what it would cost to perform all postclosure care in 2025. Actual costs may differ from this estimate due to inflation, changes in technology, or changes in regulation. The Town is no longer required to demonstrate financial assurance requirements for the Virginia Department of Environmental Quality.

TOWN OF CHRISTIANSBURG, VIRGINIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2025

Note 17-Fund Balances:

	General Fund	Special Revenue Funds	Cemetery Fund	Capital Projects Fund	Total
Nonspendable:					
Perpetual care	\$ -	\$ -	\$ 1,217,281	\$ -	\$ 1,217,281
Restricted:					
Law enforcement	-	114,126	-	-	114,126
Fire department	-	905,885	-	-	905,885
Lifesaving-rescue squad	-	171,883	-	-	171,883
Parks and recreation	-	101,089	-	-	101,089
Assigned:					
Ambulance for rescue	379,960	-	-	-	379,960
Emergency serv. building	2,526,174	-	-	-	2,526,174
Ladder truck	1,964,838	-	-	-	1,964,838
Reserve for wastewater infrastructure	2,635,120	-	-	-	2,635,120
Construction of connector road	1,036,478	-	-	-	1,036,478
Public works building	977,109	-	-	-	977,109
New ERP system	1,508,111	-	-	-	1,508,111
Reserve for health insurance	408,341	-	-	-	408,341
New regional park	285,296	-	-	-	285,296
New retaining wall	585,213	-	-	-	585,213
Columbarium - cemetery	-	-	116,951	-	116,951
Aquatic center repairs/renov.	1,944,157	-	-	-	1,944,157
Capital projects	2,314,051	-	-	-	2,314,051
Unassigned	31,784,073	-	-	-	31,784,073
Total	\$48,348,921	\$ 1,292,983	\$ 1,334,232	\$ -	\$50,976,136

Note 18-Litigation:

As of June 30, 2025, there are two matters of litigation involving the Town which would materially affect the Town’s financial position should a court decision on pending matters not be favorable.

The Town has been sued by a construction company for \$700,721 in compensatory damages, \$2,102,164 in treble damages, plus interest, costs, and attorney fees for an additional amount of \$350,000. The Town has since filed a similar suit against the engineering firm for the same project. At the present time, no reasonable estimate of a liability (if any) can be made relative to this claim and accordingly no liability has been recorded in the financial statements.

The Town has pending litigation by a homeowner that alleges the Town was negligent in maintenance of a water main that broke and caused damage to the home. The litigation seeks \$250,000 in damages from the Town. The Town has turned this case over to its insurer and at the present time, no reasonable estimate of a liability (if any) can be made relative to this claim and accordingly no liability has been recorded in the financial statements.

TOWN OF CHRISTIANSBURG, VIRGINIA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2025

Note 19-COVID-19 Funding/Unearned Revenues:

ARPA Funding:

On March 11, 2021, the American Rescue Plan (ARPA) Act of 2021 was passed by the federal government. A primary component of the ARPA was the establishment of the Coronavirus State and Local Fiscal Recovery Fund (CSLFRF). Local governments were to receive funds in two tranches, with 50% provided beginning in May 2021 and the balance delivered approximately 12 months later.

In total, the Town received \$3,115,411. As a condition of receiving CSLFRF funds, any funds unobligated by December 31, 2024, and unexpended by December 31, 2026, will be returned to the federal government. Unspent funds in the amount of \$380,083 from the allocation are reported as unearned revenue as of June 30.

Note 20-Leases Receivable:

The following is a summary of leases receivable transactions of the Town for the year ended June 30, 2025:

	Beginning Balance,	Increases/ Issuances	Decreases/ Retirements	Ending Balance	Interest Revenue
Leases receivable	\$ 2,238,926	\$ -	\$ (340,376)	\$ 1,898,550	\$ 58,835

Lease revenue recognized during the fiscal year was \$340,376.

Details of leases receivable:

Lease Description	Start Date	End Date	Payment Frequency	Discount Rate	Ending Balance	Amount Due Within One Year
US Cellular - Warren St	6/30/2021	9/21/2025	Monthly	2.00%	\$ 2,337	\$ 2,337
US Cellular - Applewood	6/30/2021	10/3/2027	Monthly	3.00%	77,596	33,842
Verizon - Warren ST	6/30/2021	9/21/2026	Monthly	2.00%	2,881	2,881
Verizon - Woodrow	6/30/2021	3/16/2041	Monthly	3.00%	469,044	23,815
VT Aquatic Building Rental	6/30/2021	8/31/2029	Annual	1.78%	957,036	232,965
T-Mobile Lease	9/1/2023	8/31/2038	Monthly	5.00%	389,656	11,391
Total					\$ 1,898,550	\$ 307,231

There are no variable payments for any of the lease receivables above.

Note 21-Subsequent Events:

Subsequent to June 30, 2025, the Town entered into or amended the following contracts:

- Entered into a contract for construction for the Buffalo Water Tank Rehabilitation Project in the amount of \$1,361,240.
- Entered into a contract for engineering for the North Franklin - Elm to Depot Lighting Improvements Project in the amount of \$675,539.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2025

Note 22-Adoption of Accounting Principle:

The Town implemented provisions of the Governmental Accounting Standards Board Statement No. 101, *Compensated Absences*. The objective of Statement No. 101 is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. Since the impact of the change in accounting principle was not significant, there was no restatement of beginning balances.

Note 23-Restatement of Beginning Balances:

Beginning net position was restated to move stormwater CIP that was erroneously recorded in the governmental activities.

	Primary Government			
	Governmental Activities	Water and Sewer Fund	Stormwater Fund	Total Business-type Activities
Net Position, July 1, 2024, as previously stated	\$179,983,139	\$ 54,075,656	\$10,807,682	\$ 64,883,338
Move Stormwater construction project to correct fund	(252,582)	-	252,582	252,582
Net Position, July 1, 2024, as restated	<u>\$179,730,557</u>	<u>\$ 54,075,656</u>	<u>\$11,060,264</u>	<u>\$ 65,135,920</u>

Note 24-Upcoming Pronouncements:

Statement No. 103, *Financial Reporting Model Improvements*, improves key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government’s accountability. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025.

Statement No. 104, *Disclosure of Certain Capital Assets*, requires certain types of assets (lease assets, subscription assets, intangible right-to-use assets, and other intangible assets) to be disclosed separately in the capital asset note disclosures by major class of underlying asset. It also requires additional disclosures for capital assets held for sale. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025.

Implementation Guide No. 2025-1, *Implementation Guidance Update-2025*, effective for fiscal years beginning after June 15, 2025.

Management is currently evaluating the impact these standards will have on the financial statements when adopted.

Required Supplementary Information

Town of Christiansburg, Virginia
General Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2025

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget - Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
General property taxes	\$ 6,017,320	\$ 6,017,320	\$ 6,348,698	\$ 331,378
Other local taxes	21,145,000	21,145,000	22,590,900	1,445,900
Permits, privilege fees, and regulatory licenses	445,375	445,375	229,397	(215,978)
Fines and forfeitures	41,600	41,600	42,911	1,311
Revenue from the use of money and property	1,130,000	1,130,000	2,730,581	1,600,581
Charges for services	2,874,300	2,874,300	3,098,837	224,537
Miscellaneous	154,250	154,250	249,800	95,550
Intergovernmental:				
Commonwealth	6,619,413	6,619,413	6,753,125	133,712
Federal	-	-	510,349	510,349
Total revenues	<u>\$ 38,427,258</u>	<u>\$ 38,427,258</u>	<u>\$ 42,554,598</u>	<u>\$ 4,127,340</u>
EXPENDITURES				
Current:				
General government administration	\$ 5,924,708	\$ 7,925,424	\$ 6,970,287	\$ 955,137
Public safety	13,637,441	14,046,441	12,454,902	1,591,539
Public works	9,703,433	9,691,083	8,693,979	997,104
Health and welfare	9,500	9,500	9,500	-
Parks, recreation, and cultural	7,323,864	7,411,964	6,795,608	616,356
Community development	2,094,502	2,173,170	1,793,618	379,552
Capital projects	7,206,041	9,454,226	739,325	8,714,901
Debt service:				
Principal	1,502,429	1,502,429	1,708,009	(205,580)
Interest and other fiscal charges	233,274	233,274	229,194	4,080
Total expenditures	<u>\$ 47,635,192</u>	<u>\$ 52,447,511</u>	<u>\$ 39,394,422</u>	<u>\$ 13,053,089</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (9,207,934)</u>	<u>\$ (14,020,253)</u>	<u>\$ 3,160,176</u>	<u>\$ 17,180,429</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	\$ (374,920)	\$ (374,920)	\$ (1,952,857)	\$ (1,577,937)
Total other financing sources (uses)	<u>\$ (374,920)</u>	<u>\$ (374,920)</u>	<u>\$ (1,952,857)</u>	<u>\$ (1,577,937)</u>
Net change in fund balances	\$ (9,582,854)	\$ (14,395,173)	\$ 1,207,319	\$ 15,602,492
Fund balances - beginning	9,582,854	14,395,173	47,141,602	32,746,429
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 48,348,921</u>	<u>\$ 48,348,921</u>

Note 1: GAAP serves as the budgetary basis of accounting

Town of Christiansburg, Virginia
 ARPA Fund
 Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
 For the Year Ended June 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Revenue from the use of money and property	\$ 20,000	\$ 20,000	\$ 91,528	\$ 71,528
Intergovernmental:				
Federal	2,209,094	2,209,094	2,049,234	(159,860)
Total revenues	<u>\$ 2,229,094</u>	<u>\$ 2,229,094</u>	<u>\$ 2,140,762</u>	<u>\$ (88,332)</u>
EXPENDITURES				
Capital projects	\$ 2,229,094	\$ 2,229,094	\$ 400,908	\$ 1,828,186
Total expenditures	<u>\$ 2,229,094</u>	<u>\$ 2,229,094</u>	<u>\$ 400,908</u>	<u>\$ 1,828,186</u>
Excess (deficiency) of revenues over (under) expenditures	\$ -	\$ -	\$ 1,739,854	\$ 1,739,854
OTHER FINANCING SOURCES (USES)				
Transfers Out	\$ -	\$ -	\$ (1,739,854)	\$ (1,739,854)
Total other financing sources (uses)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,739,854)</u>	<u>\$ (1,739,854)</u>
Net change in fund balances	\$ -	\$ -	\$ -	\$ -
Fund balances - beginning	-	-	-	-
Fund balances - ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

Town of Christiansburg, Virginia
 Schedule of Changes in Total OPEB Liability and Related Ratios - Town OPEB
 For the Measurement Dates of June 30, 2018 through 2025

	2025	2024	2023	2022	2021	2020	2019	2018
Total OPEB liability								
Service cost	\$ 40,328	\$ 50,372	\$ 49,838	\$ 70,258	\$ 68,399	\$ 50,378	\$ 55,206	\$ 58,473
Interest	94,577	87,697	84,342	58,390	58,119	78,337	79,914	73,326
Changes of assumptions	(339,199)	(27,639)	(32,421)	(465,222)	18,136	382,538	104,088	(102,637)
Differences between expected and actual experience	-	(9,675)	-	117,201	-	(72,088)	-	-
Benefit payments	(92,103)	(81,728)	(82,684)	(79,337)	(66,919)	(64,078)	(58,185)	(53,872)
Net change in total OPEB liability	\$ (296,397)	\$ 19,027	\$ 19,075	\$ (298,710)	\$ 77,735	\$ 375,087	\$ 181,023	\$ (24,710)
Total OPEB liability - beginning	\$ 2,411,803	\$ 2,392,776	\$ 2,373,701	\$ 2,672,411	\$ 2,594,676	\$ 2,219,589	\$ 2,038,566	\$ 2,063,276
Total OPEB liability - ending	\$ 2,115,406	\$ 2,411,803	\$ 2,392,776	\$ 2,373,701	\$ 2,672,411	\$ 2,594,676	\$ 2,219,589	\$ 2,038,566
Covered-employee payroll	\$ 14,493,565	\$ 14,493,565	\$ 11,906,918	\$ 12,649,789	\$ 12,328,382	\$ 11,999,939	\$ 11,514,955	\$ 10,661,914
Town's total OPEB liability as a percentage of covered-employee payroll	14.60%	16.64%	20.10%	18.76%	21.68%	21.62%	19.28%	19.12%

Schedule is intended to show information for 10 years. Additional years will be included as they become available.

Town of Christiansburg, Virginia
Notes to Required Supplementary Information - Town OPEB
For the Year Ended June 30, 2025

Valuation Date: 7/1/2023
 Measurement Date: 6/30/2025

No assets are accumulated in a trust that meets the criteria in GASB 75 to pay related benefits.

Methods and assumptions used to determine OPEB liability:

Actuarial Cost Method	Entry age normal
Discount Rate	5.20% as of June 30, 2025
Inflation	2.50% per year as of June 30, 2025
Salary Increase Rates	The total salary rate consists of an inflation rate of 2.50%, a productivity component of 1.00%, and a variable component that is based on years of service, with total increases ranging from 3.50% to 5.35%
Participation Rate	The assumed participation rate is 100%
Retirement Age	The average age at retirement is 65
Mortality Rates	The mortality rates for active and healthy retirees were calculated using the Pub-2010 Amount Weighted General Employee Rates projected generationally with MP-2020 Improvement Scale that is 75% of the MP-2020 rates. The mortality rates for inactive and healthy retirees were Pub-2010 Amount Weighted General Healthy Retiree Rates projected generationally; 110% of rates for females. Base rates are projected generationally with a Modified MP-2020 Improvement Scale that is 75% of the MP-2020 rates. The mortality tables for inactive and disabled retirees were Pub-2010 Amount Weighted General Disabled Rates projected generationally; males and females set forward 3 years. Base rates are projected generationally with a Modified MP-2020 Improvement Scale that is 75% of the MP-2020 rates.

Town of Christiansburg, Virginia
 Schedule of Employer's Share of Net LODA OPEB Liability
 Line of Duty Act (LODA) Program
 For the Measurement Dates of June 30, 2017 through June 30, 2024

Date (1)	Employer's Proportion of the Net LODA OPEB Liability (Asset) (2)	Employer's Proportionate Share of the Net LODA OPEB Liability (Asset) (3)	Covered- Employee Payroll * (4)	Employer's Proportionate Share of the Net LODA OPEB Liability (Asset) as a Percentage of its Covered-Employee Payroll (3)/(4) (5)	Plan Fiduciary Net Position as a Percentage of Total LODA OPEB Liability (6)
2024	0.7131%	\$ 2,806,242	N/A	N/A	1.22%
2023	0.5433%	2,178,246	N/A	N/A	1.31%
2022	0.5482%	2,074,844	N/A	N/A	1.87%
2021	0.5380%	2,372,314	N/A	N/A	1.68%
2020	0.5141%	2,153,256	N/A	N/A	1.02%
2019	0.5456%	1,957,465	N/A	N/A	0.79%
2018	0.5233%	1,641,000	N/A	N/A	0.60%
2017	0.5011%	1,317,000	N/A	N/A	1.30%

* The contributions for the Line of Duty Act Program are based on the number of participants in the Program using a per capita-based contribution versus a payroll-based contribution. Therefore, covered-employee payroll is the relevant measurement, which is the total payroll of the employees in the OPEB plan.

Schedule is intended to show information for 10 years. Information prior to the 2017 valuation is not available. However, additional years will be included as they become available.

Town of Christiansburg, Virginia
 Schedule of Employer Contributions
 Line of Duty Act (LODA) Program
 For the Years Ended June 30, 2017 through June 30, 2025

Date	Contractually Required Contribution (1)	Contributions in Relation to Contractually Required Contribution (2)	Contribution Deficiency (Excess) (3)	Covered- Employee Payroll * (4)	Contributions as a % of Covered - Employee Payroll (5)
2025	\$ 119,009	\$ 119,009	\$ -	\$ N/A	N/A
2024	107,485	107,485	-	N/A	N/A
2023	72,105	72,105	-	N/A	N/A
2022	75,507	75,507	-	N/A	N/A
2021	74,063	74,063	-	N/A	N/A
2020	69,871	69,871	-	N/A	N/A
2019	73,223	73,223	-	N/A	N/A
2018	55,744	55,744	-	N/A	N/A
2017	54,042	54,042	-	N/A	N/A

* The contributions for the Line of Duty Act Program are based on the number of participants in the Program using a per capita-based contribution versus a payroll-based contribution. Therefore, covered-employee payroll is the relevant measurement, which is the total payroll of employees in the OPEB plan.

Schedule is intended to show information for 10 years. Since 2017 is the first year for this presentation, only nine years of data are available. However, additional years will be included as they become available.

Town of Christiansburg, Virginia
Notes to Required Supplementary Information
Line of Duty Act (LODA) Program
For the Year Ended June 30, 2025

Changes of benefit terms - There have been no actuarially material changes to the System benefit provisions since the prior actuarial valuation.

Changes of assumptions - The actuarial assumptions used in the June 30, 2023 valuation were based on results of an actuarial experience study for the period from July 1, 2016 through June 30, 2020. Changes to the actuarial assumptions as a result of the experience study are as follows:

Employees in the Non-Largest Ten Locality Employers with Public Safety Employees

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Update to Pub-2010 public sector mortality tables. Increased disability life expectancy. For future mortality improvements, replace load with a modified Mortality Improvement Scale MP-2020
Retirement Rates	Adjusted rates to better fit experience and changed final retirement age from 65 to 70
Withdrawal Rates	Decreased rates and changed from rates based on age and service to rates based on service only to better fit experience and to be more consistent with Locals Top 10 Hazardous Duty
Disability Rates	No change
Salary Scale	No change
Line of Duty Disability	No change

Town of Christiansburg, Virginia
 Schedule of Changes in Net Pension Liability (Asset) and Related Ratios
 For the Measurement Dates of June 30, 2015 through June 30, 2024

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total pension liability										
Service cost	\$ 1,746,047	\$ 1,651,626	\$ 1,487,206	\$ 1,436,302	\$ 1,404,867	\$ 1,280,264	\$ 1,239,714	\$ 1,289,347	\$ 1,280,862	\$ 1,263,483
Interest	4,337,339	4,101,793	3,812,996	3,451,399	3,253,776	3,118,589	2,982,616	2,872,601	2,759,557	2,767,954
Changes in benefit terms			1,124,469					15,091		
Differences between expected and actual experience				(815,516)	404,232	(166,199)	(132,342)	(270,061)	(513,834)	(2,435,426)
Assumption changes				2,098,378		1,562,917		(239,818)		
Benefit payments	(3,052,907)	(2,746,649)	(2,436,939)	(2,164,626)	(2,105,620)	(2,179,887)	(2,115,148)	(2,075,883)	(1,747,447)	(1,684,483)
Net change in total pension liability	\$ 5,047,644	\$ 3,548,274	\$ 4,268,912	\$ 4,005,937	\$ 2,957,255	\$ 3,615,684	\$ 1,974,840	\$ 1,591,277	\$ 1,779,138	\$ (88,472)
Total pension liability - beginning	\$ 64,037,280	\$ 60,489,006	\$ 56,220,094	\$ 52,214,157	\$ 49,256,902	\$ 45,641,218	\$ 43,666,378	\$ 42,075,101	\$ 40,295,963	\$ 40,384,435
Total pension liability - ending (a)	\$ 69,084,924	\$ 64,037,280	\$ 60,489,006	\$ 56,220,094	\$ 52,214,157	\$ 49,256,902	\$ 45,641,218	\$ 43,666,378	\$ 42,075,101	\$ 40,295,963
Plan fiduciary net position										
Contributions - employer	\$ 2,116,244	\$ 1,934,228	\$ 1,585,282	\$ 1,519,956	\$ 1,263,285	\$ 1,219,011	\$ 1,194,090	\$ 1,175,271	\$ 1,434,651	\$ 1,411,075
Contributions - employee	692,829	638,702	624,294	586,672	571,472	549,979	530,617	527,321	534,433	529,905
Net investment income	5,288,429	3,338,923	(67,191)	11,129,839	763,892	2,529,397	2,629,672	3,910,906	561,458	1,373,398
Benefit payments	(3,052,907)	(2,746,649)	(2,436,939)	(2,164,626)	(2,105,620)	(2,179,887)	(2,115,148)	(2,075,883)	(1,747,447)	(1,684,483)
Administrator charges	(33,514)	(32,608)	(31,813)	(27,006)	(25,709)	(24,784)	(22,533)	(22,474)	(19,100)	(18,251)
Other	1,155	1,345	1,203	1,057	(912)	(1,596)	(2,352)	(3,487)	(235)	(292)
Net change in plan fiduciary net position	\$ 5,012,236	\$ 3,133,941	\$ (325,164)	\$ 11,045,892	\$ 466,408	\$ 2,092,120	\$ 2,214,346	\$ 3,511,654	\$ 763,760	\$ 1,611,352
Plan fiduciary net position - beginning	\$ 54,309,355	\$ 51,175,414	\$ 51,500,578	\$ 40,454,686	\$ 39,988,278	\$ 37,896,158	\$ 35,681,812	\$ 32,170,158	\$ 31,406,398	\$ 29,795,046
Plan fiduciary net position - ending (b)	\$ 59,321,591	\$ 54,309,355	\$ 51,175,414	\$ 51,500,578	\$ 40,454,686	\$ 39,988,278	\$ 37,896,158	\$ 35,681,812	\$ 32,170,158	\$ 31,406,398
Town's net pension liability (asset) - ending (a) - (b)	\$ 9,763,333	\$ 9,727,925	\$ 9,313,592	\$ 4,719,516	\$ 11,759,471	\$ 9,268,624	\$ 7,745,060	\$ 7,984,566	\$ 9,904,943	\$ 8,889,565
Plan fiduciary net position as a percentage of the total pension liability (asset)	85.87%	84.81%	84.60%	91.61%	77.48%	81.18%	83.03%	81.71%	76.46%	77.94%
Covered payroll	\$ 14,821,253	\$ 13,464,019	\$ 12,649,789	\$ 12,328,382	\$ 11,999,939	\$ 11,514,955	\$ 11,001,500	\$ 10,699,440	\$ 10,802,760	\$ 10,590,336
Town's net pension liability (asset) as a percentage of covered payroll	65.87%	72.25%	73.63%	38.28%	98.00%	80.49%	70.40%	74.63%	91.69%	83.94%

Town of Christiansburg, Virginia
 Schedule of Employer Contributions - Pension Plan
 For the Years Ended June 30, 2016 through June 30, 2025

Date	Contractually Required Contribution (1)*	Contributions in Relation to Contractually Required Contribution (2)*	Contribution Deficiency (Excess) (3)	Covered Payroll (4)	Contributions as a % of Covered Payroll (5)
2025	\$ 2,390,944	\$ 2,390,944	-	\$ 15,960,906	14.98%
2024	2,116,244	2,116,244	-	14,821,253	14.28%
2023	1,934,379	1,934,379	-	13,464,019	14.37%
2022	1,585,282	1,585,282	-	12,649,789	12.53%
2021	1,456,574	1,456,574	-	12,328,382	11.81%
2020	1,263,319	1,263,319	-	11,999,939	10.53%
2019	1,222,062	1,222,062	-	11,514,955	10.61%
2018	1,194,090	1,194,090	-	11,001,500	10.85%
2017	1,175,271	1,175,271	-	10,699,440	10.98%
2016	1,434,651	1,434,651	-	10,802,760	13.28%

*Excludes contributions (mandatory and match on voluntary) to the defined contribution portion of the Hybrid plan.

Town of Christiansburg, Virginia
Notes to Required Supplementary Information - Pension Plan
For the Year Ended June 30, 2025

Changes of benefit terms - There have been no actuarially material changes to the System benefit provisions since the prior actuarial valuation.

Changes of assumptions - The actuarial assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study for the period from July 1, 2016 through June 30, 2020. Changes to the actuarial assumptions as a result of the experience study and VRS Board action are as follows:

All Others (Non 10 Largest) - Non-Hazardous Duty:

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Update to Pub-2010 public sector mortality tables. For future mortality improvements, replace load with a modified Mortality Improvement Scale MP-2020
Retirement Rates	Adjusted rates to better fit experience for Plan 1; set separate rates based on experience for Plan 2/Hybrid; changed final retirement age
Withdrawal Rates	Adjusted rates to better fit experience at each age and service decrement through 9 years of service
Disability Rates	No change
Salary Scale	No change
Line of Duty Disability	No change
Discount Rate	No change

All Others (Non 10 Largest) - Hazardous Duty:

Mortality Rates (pre-retirement, post-retirement healthy, and disabled)	Update to Pub-2010 public sector mortality tables. Increased disability life expectancy. For future mortality improvements, replace load with a modified Mortality Improvement Scale MP-2020
Retirement Rates	Adjusted rates to better fit experience and changed final retirement age from 65 to 70
Withdrawal Rates	Decreased rates and changed from rates based on age and service to rates based on service only to better fit experience and to be more consistent with Locals Largest 10 Hazardous Duty
Disability Rates	No change
Salary Scale	No change
Line of Duty Disability	No change
Discount Rate	No change

Other Supplementary Information

Town of Christiansburg, Virginia
 Combining Balance Sheet
 Nonmajor Governmental Funds
 June 30, 2025

	Special Revenue Funds				Permanent Fund	Total
	Volunteer Fire Dept. Fund	Lifesaving and Rescue Fund	Police Department Fund	Recreation and Streets Fund	Cemetery Fund	
ASSETS						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ 116,951	\$ 116,951
Cash and cash equivalents - restricted	913,092	1,211,013	144,113	106,868	573,980	2,949,066
Investments - restricted	-	-	-	-	591,465	591,465
Accounts receivable, net of allowance	-	470,878	-	-	-	470,878
Due from other governmental units	-	-	4,318	53,239	-	57,557
Due from other funds	-	-	-	-	69,765	69,765
Total assets	<u>\$ 913,092</u>	<u>\$ 1,681,891</u>	<u>\$ 148,431</u>	<u>\$ 160,107</u>	<u>\$ 1,352,161</u>	<u>\$ 4,255,682</u>
LIABILITIES						
Accounts payable and accrued liabilities	\$ 3,691	\$ 70,315	\$ 8,881	\$ 7,242	\$ 17,929	\$ 108,058
Due to other funds	3,516	1,169,496	25,424	51,776	-	1,250,212
Total liabilities	<u>\$ 7,207</u>	<u>\$ 1,239,811</u>	<u>\$ 34,305</u>	<u>\$ 59,018</u>	<u>\$ 17,929</u>	<u>\$ 1,358,270</u>
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue - EMS billings	\$ -	\$ 270,197	\$ -	\$ -	\$ -	\$ 270,197
FUND BALANCES						
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ 1,217,281	\$ 1,217,281
Restricted	905,885	171,883	114,126	101,089	-	1,292,983
Assigned	-	-	-	-	116,951	116,951
Total fund balances	<u>\$ 905,885</u>	<u>\$ 171,883</u>	<u>\$ 114,126</u>	<u>\$ 101,089</u>	<u>\$ 1,334,232</u>	<u>\$ 2,627,215</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 913,092</u>	<u>\$ 1,681,891</u>	<u>\$ 148,431</u>	<u>\$ 160,107</u>	<u>\$ 1,352,161</u>	<u>\$ 4,255,682</u>

Town of Christiansburg, Virginia
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2025

	Special Revenue Funds				Permanent Fund	Total
	Volunteer Fire Dept. Fund	Lifesaving and Rescue Fund	Police Department Fund	Recreation and Streets Fund	Cemetery Fund	
REVENUES						
Revenue from the use of money and property	\$ 30,082	\$ 26,599	\$ 5,189	\$ 3,827	\$ 52,275	\$ 117,972
Charges for services	-	989,324	-	-	115,360	1,104,684
Miscellaneous	197,149	169,048	25,285	12,484	501	404,467
Intergovernmental:						
Commonwealth	121,965	16,238	13,505	-	-	151,708
Federal	-	-	33,126	53,239	-	86,365
Total revenues	<u>\$ 349,196</u>	<u>\$ 1,201,209</u>	<u>\$ 77,105</u>	<u>\$ 69,550</u>	<u>\$ 168,136</u>	<u>\$ 1,865,196</u>
EXPENDITURES						
Current:						
Public safety	\$ 140,553	\$ 2,151,310	\$ 99,500	\$ -	\$ -	\$ 2,391,363
Parks, recreation, and cultural	-	-	-	86,853	298,480	385,333
Total expenditures	<u>\$ 140,553</u>	<u>\$ 2,151,310</u>	<u>\$ 99,500</u>	<u>\$ 86,853</u>	<u>\$ 298,480</u>	<u>\$ 2,776,696</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 208,643</u>	<u>\$ (950,101)</u>	<u>\$ (22,395)</u>	<u>\$ (17,303)</u>	<u>\$ (130,344)</u>	<u>\$ (911,500)</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	\$ -	\$ 846,073	\$ -	\$ -	\$ 234,454	\$ 1,080,527
Total other financing sources (uses)	<u>\$ -</u>	<u>\$ 846,073</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 234,454</u>	<u>\$ 1,080,527</u>
Net change in fund balances	\$ 208,643	\$ (104,028)	\$ (22,395)	\$ (17,303)	\$ 104,110	\$ 169,027
Fund balances - beginning	697,242	275,911	136,521	118,392	1,230,122	2,458,188
Fund balances - ending	<u>\$ 905,885</u>	<u>\$ 171,883</u>	<u>\$ 114,126</u>	<u>\$ 101,089</u>	<u>\$ 1,334,232</u>	<u>\$ 2,627,215</u>

Town of Christiansburg, Virginia
 Volunteer Fire Department Fund
 Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
 For the Year Ended June 30, 2025

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
REVENUES				
Revenue from the use of money and property	\$ 4,800	\$ 4,800	\$ 30,082	\$ 25,282
Miscellaneous	192,067	192,067	197,149	5,082
Intergovernmental:				
Commonwealth	90,000	90,000	121,965	31,965
Total revenues	<u>\$ 286,867</u>	<u>\$ 286,867</u>	<u>\$ 349,196</u>	<u>\$ 62,329</u>
EXPENDITURES				
Current:				
Public safety	\$ 297,295	\$ 297,295	\$ 140,553	\$ 156,742
Total expenditures	<u>\$ 297,295</u>	<u>\$ 297,295</u>	<u>\$ 140,553</u>	<u>\$ 156,742</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (10,428)</u>	<u>\$ (10,428)</u>	<u>\$ 208,643</u>	<u>\$ 219,071</u>
Net change in fund balances	\$ (10,428)	\$ (10,428)	\$ 208,643	\$ 219,071
Fund balances - beginning	10,428	10,428	697,242	686,814
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 905,885</u>	<u>\$ 905,885</u>

Town of Christiansburg, Virginia
Lifesaving and Rescue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Revenue from the use of money and property	\$ 10,000	\$ 10,000	\$ 26,599	\$ 16,599
Charges for services	1,030,000	1,030,000	989,324	(40,676)
Miscellaneous	160,000	160,000	169,048	9,048
Intergovernmental:				
Commonwealth	16,000	16,000	16,238	238
Total revenues	<u>\$ 1,216,000</u>	<u>\$ 1,216,000</u>	<u>\$ 1,201,209</u>	<u>\$ (14,791)</u>
EXPENDITURES				
Current:				
Public safety	\$ 1,889,442	\$ 1,889,443	\$ 2,151,310	\$ (261,867)
Total expenditures	<u>\$ 1,889,442</u>	<u>\$ 1,889,443</u>	<u>\$ 2,151,310</u>	<u>\$ (261,867)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (673,442)</u>	<u>\$ (673,443)</u>	<u>\$ (950,101)</u>	<u>\$ (276,658)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>\$ 673,442</u>	<u>\$ 673,443</u>	<u>\$ 846,073</u>	<u>\$ 172,630</u>
Net change in fund balances	\$ -	\$ -	\$ (104,028)	\$ (104,028)
Fund balances - beginning	-	-	275,911	275,911
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 171,883</u>	<u>\$ 171,883</u>

Town of Christiansburg, Virginia
Police Department Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2025

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
REVENUES				
Revenue from the use of money and property	\$ -	\$ -	\$ 5,189	\$ 5,189
Miscellaneous	24,702	24,702	25,285	583
Intergovernmental:				
Commonwealth	25,000	37,500	13,505	(23,995)
Federal	102,202	102,202	33,126	(69,076)
Total revenues	<u>\$ 151,904</u>	<u>\$ 164,404</u>	<u>\$ 77,105</u>	<u>\$ (87,299)</u>
EXPENDITURES				
Current:				
Public safety	\$ 226,926	\$ 239,426	\$ 99,500	\$ 139,926
Total expenditures	<u>\$ 226,926</u>	<u>\$ 239,426</u>	<u>\$ 99,500</u>	<u>\$ 139,926</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (75,022)</u>	<u>\$ (75,022)</u>	<u>\$ (22,395)</u>	<u>\$ 52,627</u>
Net change in fund balances	\$ (75,022)	\$ (75,022)	\$ (22,395)	\$ 52,627
Fund balances - beginning	75,022	75,022	136,521	61,499
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 114,126</u>	<u>\$ 114,126</u>

Town of Christiansburg, Virginia
 Recreation and Streets Fund
 Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
 For the Year Ended June 30, 2025

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive <u>(Negative)</u>
REVENUES				
Revenue from the use of money and property	\$ 1,000	\$ 1,000	\$ 3,827	\$ 2,827
Miscellaneous	27,000	27,000	12,484	(14,516)
Intergovernmental:				
Federal	862,093	915,794	53,239	(862,555)
Total revenues	<u>\$ 890,093</u>	<u>\$ 943,794</u>	<u>\$ 69,550</u>	<u>\$ (874,244)</u>
EXPENDITURES				
Current:				
Parks, recreation, and cultural	\$ 936,293	\$ 989,994	\$ 86,853	\$ 903,141
Total expenditures	<u>\$ 936,293</u>	<u>\$ 989,994</u>	<u>\$ 86,853</u>	<u>\$ 903,141</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (46,200)</u>	<u>\$ (46,200)</u>	<u>\$ (17,303)</u>	<u>\$ 28,897</u>
Net change in fund balances	\$ (46,200)	\$ (46,200)	\$ (17,303)	\$ 28,897
Fund balances - beginning	46,200	46,200	118,392	72,192
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 101,089</u>	<u>\$ 101,089</u>

Town of Christiansburg, Virginia
 Cemetery Fund
 Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
 For the Year Ended June 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Revenue from the use of money and property	\$ 6,000	\$ 6,000	\$ 52,275	\$ 46,275
Charges for services	110,000	110,000	115,360	5,360
Miscellaneous	-	-	501	501
Total revenues	<u>\$ 116,000</u>	<u>\$ 116,000</u>	<u>\$ 168,136</u>	<u>\$ 52,136</u>
EXPENDITURES				
Current:				
Parks, recreation, and cultural	\$ 372,720	\$ 372,720	\$ 298,480	\$ 74,240
Total expenditures	<u>\$ 372,720</u>	<u>\$ 372,720</u>	<u>\$ 298,480</u>	<u>\$ 74,240</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (256,720)</u>	<u>\$ (256,720)</u>	<u>\$ (130,344)</u>	<u>\$ 126,376</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 307,720	\$ 307,720	\$ 234,454	\$ (73,266)
Net change in fund balances	\$ 51,000	\$ 51,000	\$ 104,110	\$ 53,110
Fund balances - beginning	(51,000)	(51,000)	1,230,122	1,281,122
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,334,232</u>	<u>\$ 1,334,232</u>

Town of Christiansburg, Virginia
 Capital Projects Fund
 Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
 For the Year Ended June 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental:				
Commonwealth	\$ 1,303,191	\$ 1,369,464	\$ 168,468	\$ (1,200,996)
Federal	8,929,974	8,605,295	1,180,831	(7,424,464)
Total revenues	<u>\$ 10,233,165</u>	<u>\$ 9,974,759</u>	<u>\$ 1,349,299</u>	<u>\$ (8,625,460)</u>
EXPENDITURES				
Capital projects	\$ 16,239,766	\$ 14,271,391	\$ 2,221,629	\$ 12,049,762
Total expenditures	<u>\$ 16,239,766</u>	<u>\$ 14,271,391</u>	<u>\$ 2,221,629</u>	<u>\$ 12,049,762</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (6,006,601)</u>	<u>\$ (4,296,632)</u>	<u>\$ (872,330)</u>	<u>\$ 3,424,302</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 6,006,601	\$ 4,296,632	\$ 872,330	\$ (3,424,302)
Total other financing sources and uses	<u>\$ 6,006,601</u>	<u>\$ 4,296,632</u>	<u>\$ 872,330</u>	<u>\$ (3,424,302)</u>
Net change in fund balances	\$ -	\$ -	\$ -	\$ -
Fund balances - beginning	-	-	-	-
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Supporting Schedules

Town of Christiansburg, Virginia
Schedule of Revenues - Budget and Actual
Governmental Funds
For the Year Ended June 30, 2025

<u>Fund, Major and Minor Revenue Source</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
General Fund:				
Revenue from local sources:				
General property taxes:				
Real property tax	\$ 4,451,220	\$ 4,451,220	\$ 4,389,851	\$ (61,369)
Real and personal PSC tax	104,050	104,050	102,611	(1,439)
Personal property tax	1,059,600	1,059,600	1,357,690	298,090
Mobile home tax	6,950	6,950	8,012	1,062
Machinery and tools tax	346,200	346,200	397,744	51,544
Penalties	20,200	20,200	51,583	31,383
Interest	29,100	29,100	41,207	12,107
Total general property taxes	<u>\$ 6,017,320</u>	<u>\$ 6,017,320</u>	<u>\$ 6,348,698</u>	<u>\$ 331,378</u>
Other local taxes:				
Local sales and use taxes	\$ 2,800,000	\$ 2,800,000	\$ 2,671,278	\$ (128,722)
Consumers' utility taxes	640,000	640,000	597,456	(42,544)
Cigarette taxes	380,000	380,000	346,511	(33,489)
Business license taxes	3,130,000	3,130,000	3,628,140	498,140
Consumption taxes	120,000	120,000	193,982	73,982
Motor vehicle licenses	650,000	650,000	678,976	28,976
Bank stock taxes	1,400,000	1,400,000	1,310,028	(89,972)
Lodging taxes	1,905,000	1,905,000	2,433,930	528,930
Restaurant food taxes	10,120,000	10,120,000	10,730,599	610,599
Total other local taxes	<u>\$ 21,145,000</u>	<u>\$ 21,145,000</u>	<u>\$ 22,590,900</u>	<u>\$ 1,445,900</u>
Permits, privilege fees, and regulatory licenses:				
Building permits	\$ 330,000	\$ 330,000	\$ 126,321	\$ (203,679)
Zoning permits	10,500	10,500	18,787	8,287
Permits and other licenses	104,875	104,875	84,289	(20,586)
Total permits, privilege fees, and regulatory licenses	<u>\$ 445,375</u>	<u>\$ 445,375</u>	<u>\$ 229,397</u>	<u>\$ (215,978)</u>
Fines and forfeitures:				
Court fines and forfeitures	\$ 41,600	\$ 41,600	\$ 42,911	\$ 1,311
Revenue from use of money and property:				
Revenue from use of money	\$ 500,000	\$ 500,000	\$ 2,103,713	\$ 1,603,713
Revenue from use of property	630,000	630,000	626,868	(3,132)
Total revenue from use of money and property	<u>\$ 1,130,000</u>	<u>\$ 1,130,000</u>	<u>\$ 2,730,581</u>	<u>\$ 1,600,581</u>
Charges for services:				
Charges for recreation	\$ 205,000	\$ 205,000	\$ 212,380	\$ 7,380
Charges for aquatics	432,800	432,800	588,726	155,926
Charges for Farmer's Market	-	-	997	997
Charges for refuse collections	2,150,500	2,150,500	2,209,230	58,730
Charges for radio installs	86,000	86,000	87,504	1,504
Total charges for services	<u>\$ 2,874,300</u>	<u>\$ 2,874,300</u>	<u>\$ 3,098,837</u>	<u>\$ 224,537</u>

Town of Christiansburg, Virginia
Schedule of Revenues - Budget and Actual
Governmental Funds
For the Year Ended June 30, 2025

<u>Fund, Major and Minor Revenue Source</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
General Fund: (Continued)				
Revenue from local sources: (Continued)				
Miscellaneous:				
Miscellaneous	\$ 154,250	\$ 154,250	\$ 249,800	\$ 95,550
Total revenue from local sources	\$ 31,807,845	\$ 31,807,845	\$ 35,291,124	\$ 3,483,279
Intergovernmental:				
Revenue from the Commonwealth:				
Noncategorical aid:				
Rolling stock tax	\$ 208,400	\$ 208,400	\$ 316,050	\$ 107,650
Mobile home titling tax	10,000	10,000	16,407	6,407
Telecommunication tax	615,000	615,000	575,550	(39,450)
Personal property tax relief funds	228,553	228,553	228,553	-
Total noncategorical aid	\$ 1,061,953	\$ 1,061,953	\$ 1,136,560	\$ 74,607
Categorical aid:				
Other categorical aid:				
Law enforcement grants	\$ 535,800	\$ 535,800	\$ 554,919	\$ 19,119
Street maintenance	4,928,560	4,928,560	5,061,646	133,086
Other categorical aid	93,100	93,100	-	(93,100)
Total other categorical aid	\$ 5,557,460	\$ 5,557,460	\$ 5,616,565	\$ 59,105
Total categorical aid	\$ 5,557,460	\$ 5,557,460	\$ 5,616,565	\$ 59,105
Total revenue from the Commonwealth	\$ 6,619,413	\$ 6,619,413	\$ 6,753,125	\$ 133,712
Revenue from the Federal Government:				
Categorical aid:				
FEMA grants	\$ -	\$ -	\$ 510,349	\$ 510,349
Total categorical aid	\$ -	\$ -	\$ 510,349	\$ 510,349
Total revenue from the federal government	\$ -	\$ -	\$ 510,349	\$ 510,349
Total intergovernmental	\$ 6,619,413	\$ 6,619,413	\$ 7,263,474	\$ 644,061
Total General Fund	\$ 38,427,258	\$ 38,427,258	\$ 42,554,598	\$ 4,127,340

Town of Christiansburg, Virginia
Schedule of Revenues - Budget and Actual
Governmental Funds
For the Year Ended June 30, 2025

<u>Fund, Major and Minor Revenue Source</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Special Revenue Funds:				
ARPA Fund:				
Revenue from local sources:				
Revenue from use of money and property:				
Revenue from the use of money	\$ 20,000	\$ 20,000	\$ 91,528	\$ 71,528
Intergovernmental:				
Revenue from the federal government:				
Categorical aid:				
Coronavirus State and Local Fiscal Recovery Funds	\$ 2,209,094	\$ 2,209,094	\$ 2,049,234	\$ (159,860)
Total revenue from the federal government	\$ 2,209,094	\$ 2,209,094	\$ 2,049,234	\$ (159,860)
Total intergovernmental	\$ 2,209,094	\$ 2,209,094	\$ 2,049,234	\$ (159,860)
Total ARPA Fund	\$ 2,229,094	\$ 2,229,094	\$ 2,140,762	\$ (88,332)
Volunteer Fire Dept. Fund:				
Revenue from local sources:				
Revenue from use of money and property:				
Revenue from the use of money	\$ 4,800	\$ 4,800	\$ 30,082	\$ 25,282
Miscellaneous:				
Montgomery County, Virginia contributions	\$ 155,295	\$ 155,295	\$ 155,295	\$ -
Other miscellaneous	36,772	36,772	41,854	5,082
Total miscellaneous revenue	\$ 192,067	\$ 192,067	\$ 197,149	\$ 5,082
Total revenue from local sources	\$ 196,867	\$ 196,867	\$ 227,231	\$ 30,364
Intergovernmental:				
Revenue from the Commonwealth:				
Categorical aid:				
State Fire Programs	\$ 90,000	\$ 90,000	\$ 121,965	\$ 31,965
Total revenue from the Commonwealth	\$ 90,000	\$ 90,000	\$ 121,965	\$ 31,965
Total intergovernmental	\$ 90,000	\$ 90,000	\$ 121,965	\$ 31,965
Total Volunteer Fire Department Fund	\$ 286,867	\$ 286,867	\$ 349,196	\$ 62,329

Town of Christiansburg, Virginia
Schedule of Revenues - Budget and Actual
Governmental Funds
For the Year Ended June 30, 2025

<u>Fund, Major and Minor Revenue Source</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Special Revenue Funds: (Continued)				
Lifesaving and Rescue Fund:				
Revenue from local sources:				
Revenue from use of money and property:				
Revenue from the use of money	\$ 10,000	\$ 10,000	\$ 26,599	\$ 16,599
Charges for services:				
EMS billings	\$ 1,030,000	\$ 1,030,000	\$ 989,324	\$ (40,676)
Miscellaneous:				
Montgomery County, Virginia contributions	\$ 150,000	\$ 150,000	\$ 150,000	\$ -
Other contributions	10,000	10,000	19,048	9,048
Total miscellaneous	\$ 160,000	\$ 160,000	\$ 169,048	\$ 9,048
Total revenue from local sources	\$ 1,200,000	\$ 1,200,000	\$ 1,184,971	\$ (15,029)
Intergovernmental:				
Revenue from the Commonwealth:				
Categorical aid:				
Four for Life grants	\$ 16,000	\$ 16,000	\$ 16,238	\$ 238
Total categorical aid	\$ 16,000	\$ 16,000	\$ 16,238	\$ 238
Total revenue from the Commonwealth	\$ 16,000	\$ 16,000	\$ 16,238	\$ 238
Total Lifesaving and Rescue Fund	\$ 1,216,000	\$ 1,216,000	\$ 1,201,209	\$ (14,791)
Police Department Fund:				
Revenue from local sources:				
Revenue from use of money and property:				
Revenue from the use of money	\$ -	\$ -	\$ 5,189	\$ 5,189
Miscellaneous:				
Contributions	\$ 5,000	\$ 5,000	\$ 5,851	\$ 851
Other miscellaneous	19,702	19,702	19,434	(268)
Total miscellaneous	\$ 24,702	\$ 24,702	\$ 25,285	\$ 583
Total revenue from local sources	\$ 24,702	\$ 24,702	\$ 30,474	\$ 5,772
Intergovernmental:				
Revenue from the Commonwealth:				
Categorical aid:				
Police Department grants	\$ 25,000	\$ 37,500	\$ 13,505	\$ (23,995)
Total revenue from the Commonwealth	\$ 25,000	\$ 37,500	\$ 13,505	\$ (23,995)

Town of Christiansburg, Virginia
Schedule of Revenues - Budget and Actual
Governmental Funds
For the Year Ended June 30, 2025

<u>Fund, Major and Minor Revenue Source</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Special Revenue Funds: (Continued)				
Police Department Fund: (Continued)				
Revenue from the federal government:				
Categorical aid:				
Bullet Proof Vest Grant	\$ 4,000	\$ 4,000	\$ 4,225	\$ 225
Justice Assistance Grant	2,762	2,762	-	(2,762)
DMV Selective Enforcement Grant	18,272	18,272	12,282	(5,990)
Anti-Drug Grant	69,668	69,668	9,119	(60,549)
Homeland Security Grant	7,500	7,500	7,500	-
Total categorical aid	<u>\$ 102,202</u>	<u>\$ 102,202</u>	<u>\$ 33,126</u>	<u>\$ (69,076)</u>
Total revenue from the federal government	<u>\$ 102,202</u>	<u>\$ 102,202</u>	<u>\$ 33,126</u>	<u>\$ (69,076)</u>
Total intergovernmental	<u>\$ 127,202</u>	<u>\$ 139,702</u>	<u>\$ 46,631</u>	<u>\$ (93,071)</u>
Total Police Department Fund	<u>\$ 151,904</u>	<u>\$ 164,404</u>	<u>\$ 77,105</u>	<u>\$ (87,299)</u>
Recreation and Streets Fund:				
Revenue from local sources:				
Revenue from use of money and property:				
Revenue from the use of money	\$ 1,000	\$ 1,000	\$ 3,827	\$ 2,827
Miscellaneous:				
Contributions and donations	\$ 27,000	\$ 27,000	\$ 12,084	\$ (14,916)
Other miscellaneous	-	-	400	400
Total miscellaneous revenue	<u>\$ 27,000</u>	<u>\$ 27,000</u>	<u>\$ 12,484</u>	<u>\$ (14,516)</u>
Total revenue from local sources	<u>\$ 28,000</u>	<u>\$ 28,000</u>	<u>\$ 16,311</u>	<u>\$ (11,689)</u>
Intergovernmental:				
Revenue from the federal government:				
Categorical aid:				
Community Development Block Grant	\$ 569,493	\$ 623,194	\$ 53,239	\$ (569,955)
Coronavirus State and Local Fiscal Recovery Funds	30,000	30,000	-	(30,000)
Appalachian Regional Development	262,600	262,600	-	(262,600)
Total categorical aid	<u>\$ 862,093</u>	<u>\$ 915,794</u>	<u>\$ 53,239</u>	<u>\$ (862,555)</u>
Total revenue from the federal government	<u>\$ 862,093</u>	<u>\$ 915,794</u>	<u>\$ 53,239</u>	<u>\$ (862,555)</u>
Total intergovernmental	<u>\$ 862,093</u>	<u>\$ 915,794</u>	<u>\$ 53,239</u>	<u>\$ (862,555)</u>
Total Recreation and Streets Fund	<u>\$ 890,093</u>	<u>\$ 943,794</u>	<u>\$ 69,550</u>	<u>\$ (874,244)</u>

Town of Christiansburg, Virginia
Schedule of Revenues - Budget and Actual
Governmental Funds
For the Year Ended June 30, 2025

<u>Fund, Major and Minor Revenue Source</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Permanent Fund:				
Cemetery Fund:				
Revenue from local sources:				
Revenue from use of money and property:				
Revenue from the use of money	\$ 6,000	\$ 6,000	\$ 52,275	\$ 46,275
Charges for services:				
Charges for grave openings	\$ 65,000	\$ 65,000	\$ 63,525	\$ (1,475)
Charges for plots	40,000	40,000	46,235	6,235
Charges for niches	5,000	5,000	5,600	600
Total charges for services	<u>\$ 110,000</u>	<u>\$ 110,000</u>	<u>\$ 115,360</u>	<u>\$ 5,360</u>
Miscellaneous:				
Other miscellaneous	\$ -	\$ -	\$ 501	\$ 501
Total revenue from local sources	<u>\$ 116,000</u>	<u>\$ 116,000</u>	<u>\$ 168,136</u>	<u>\$ 52,136</u>
Total Cemetery Fund	<u>\$ 116,000</u>	<u>\$ 116,000</u>	<u>\$ 168,136</u>	<u>\$ 52,136</u>
Capital Projects Fund:				
Intergovernmental:				
Revenue from the Commonwealth:				
Categorical aid:				
VDOT revenue sharing projects	\$ 1,303,191	\$ 1,369,464	\$ 168,468	\$ (1,200,996)
Total categorical aid	<u>\$ 1,303,191</u>	<u>\$ 1,369,464</u>	<u>\$ 168,468</u>	<u>\$ (1,200,996)</u>
Total revenue from the Commonwealth	<u>\$ 1,303,191</u>	<u>\$ 1,369,464</u>	<u>\$ 168,468</u>	<u>\$ (1,200,996)</u>
Revenue from the federal government:				
Categorical aid:				
Transportation grants	\$ 8,929,974	\$ 8,605,295	\$ 1,180,831	\$ (7,424,464)
Total categorical aid	<u>\$ 8,929,974</u>	<u>\$ 8,605,295</u>	<u>\$ 1,180,831</u>	<u>\$ (7,424,464)</u>
Total revenue from the federal government	<u>\$ 8,929,974</u>	<u>\$ 8,605,295</u>	<u>\$ 1,180,831</u>	<u>\$ (7,424,464)</u>
Total Capital Projects Fund	<u>\$ 10,233,165</u>	<u>\$ 9,974,759</u>	<u>\$ 1,349,299</u>	<u>\$ (8,625,460)</u>
Total Primary Government	<u>\$ 53,550,381</u>	<u>\$ 53,358,176</u>	<u>\$ 47,909,855</u>	<u>\$ (5,448,321)</u>

Town of Christiansburg, Virginia
Schedule of Expenditures - Budget and Actual
Governmental Funds
For the Year Ended June 30, 2025

<u>Funds, Functions and Departments</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
General Fund:				
General government administration:				
Town Council and Town Clerk	\$ 84,250	\$ 84,250	\$ 75,719	\$ 8,531
General and financial administration:				
Town Manager	\$ 1,040,016	\$ 3,020,732	\$ 2,921,345	\$ 99,387
Finance/Treasurer	2,344,627	2,344,627	1,897,920	446,707
Human Resources	512,137	512,137	477,942	34,195
Public Relations	262,564	282,564	285,015	(2,451)
Information Systems	1,681,114	1,681,114	1,312,346	368,768
Total general and financial administration	<u>\$ 5,840,458</u>	<u>\$ 7,841,174</u>	<u>\$ 6,894,568</u>	<u>\$ 946,606</u>
Total general government administration	<u>\$ 5,924,708</u>	<u>\$ 7,925,424</u>	<u>\$ 6,970,287</u>	<u>\$ 955,137</u>
Public safety:				
Law enforcement and traffic control:				
Police	\$ 9,702,983	\$ 9,707,983	\$ 9,317,244	\$ 390,739
Radio shop	105,297	105,297	94,649	10,648
Total law enforcement and traffic control	<u>\$ 9,808,280</u>	<u>\$ 9,813,280</u>	<u>\$ 9,411,893</u>	<u>\$ 401,387</u>
Fire and rescue services:				
Fire department	\$ 2,219,259	\$ 2,249,259	\$ 1,116,809	\$ 1,132,450
Lifesaving and Rescue Squad	1,027,208	1,375,208	1,366,857	8,351
Total fire and rescue services	<u>\$ 3,246,467</u>	<u>\$ 3,624,467</u>	<u>\$ 2,483,666</u>	<u>\$ 1,140,801</u>
Inspections:				
Building	\$ 582,694	\$ 608,694	\$ 559,343	\$ 49,351
Total public safety	<u>\$ 13,637,441</u>	<u>\$ 14,046,441</u>	<u>\$ 12,454,902</u>	<u>\$ 1,591,539</u>
Public works:				
Maintenance of highways, streets, bridges and sidewalks:				
Street department	\$ 5,769,307	\$ 5,833,007	\$ 5,152,261	\$ 680,746
Sanitation and waste removal:				
Refuse collections and disposal	\$ 2,816,646	\$ 2,813,646	\$ 2,724,700	\$ 88,946
Maintenance of general buildings and grounds:				
General properties	\$ 1,117,480	\$ 1,044,430	\$ 817,018	\$ 227,412
Total public works	<u>\$ 9,703,433</u>	<u>\$ 9,691,083</u>	<u>\$ 8,693,979</u>	<u>\$ 997,104</u>

Town of Christiansburg, Virginia
Schedule of Expenditures - Budget and Actual
Governmental Funds
For the Year Ended June 30, 2025

<u>Funds, Functions and Departments</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
General Fund: (Continued)				
Health and welfare:				
Welfare:				
Contribution to Area Agency on Aging	\$ 9,500	\$ 9,500	\$ 9,500	\$ -
Parks, recreation, and cultural:				
Parks and recreation:				
Recreation department	\$ 4,405,586	\$ 4,428,786	\$ 4,099,546	\$ 329,240
Aquatic center	2,226,870	2,224,870	1,977,491	247,379
Skate board park	691,408	758,308	718,571	39,737
Total parks and recreation	<u>\$ 7,323,864</u>	<u>\$ 7,411,964</u>	<u>\$ 6,795,608</u>	<u>\$ 616,356</u>
Total parks, recreation, and cultural	<u>\$ 7,323,864</u>	<u>\$ 7,411,964</u>	<u>\$ 6,795,608</u>	<u>\$ 616,356</u>
Community development:				
Planning and community development:				
Planning department	\$ 508,820	\$ 507,720	\$ 474,395	\$ 33,325
Community development	484,229	563,997	490,715	73,282
Farmer's Market	8,660	8,660	5,838	2,822
Economic development	122,582	122,582	70,802	51,780
Engineering	970,211	970,211	751,868	218,343
Total planning and community development	<u>\$ 2,094,502</u>	<u>\$ 2,173,170</u>	<u>\$ 1,793,618</u>	<u>\$ 379,552</u>
Total community development	<u>\$ 2,094,502</u>	<u>\$ 2,173,170</u>	<u>\$ 1,793,618</u>	<u>\$ 379,552</u>
Capital projects:				
Aquatics HVAC upgrades	\$ 7,206,041	\$ 9,454,226	\$ 739,325	\$ 8,714,901
Total capital projects	<u>\$ 7,206,041</u>	<u>\$ 9,454,226</u>	<u>\$ 739,325</u>	<u>\$ 8,714,901</u>
Debt service:				
Principal retirement	\$ 1,502,429	\$ 1,502,429	\$ 1,708,009	\$ (205,580)
Interest and other fiscal charges	233,274	233,274	229,194	4,080
Total debt service	<u>\$ 1,735,703</u>	<u>\$ 1,735,703</u>	<u>\$ 1,937,203</u>	<u>\$ (201,500)</u>
Total General Fund	<u><u>\$ 47,635,192</u></u>	<u><u>\$ 52,447,511</u></u>	<u><u>\$ 39,394,422</u></u>	<u><u>\$ 13,053,089</u></u>
Special Revenue Funds:				
ARPA Fund:				
Capital projects:				
College Street Drainage Project	\$ 2,229,094	\$ 2,229,094	\$ 400,908	\$ 1,828,186
Total ARPA Fund	<u>\$ 2,229,094</u>	<u>\$ 2,229,094</u>	<u>\$ 400,908</u>	<u>\$ 1,828,186</u>

Town of Christiansburg, Virginia
Schedule of Expenditures - Budget and Actual
Governmental Funds
For the Year Ended June 30, 2025

<u>Funds, Functions and Departments</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Special Revenue Funds: (Continued)				
Volunteer Fire Department Fund:				
Public Safety:				
Fire and rescue services:				
Fire department	\$ 297,295	\$ 297,295	\$ 140,553	\$ 156,742
Total Volunteer Fire Department Fund	<u>\$ 297,295</u>	<u>\$ 297,295</u>	<u>\$ 140,553</u>	<u>\$ 156,742</u>
Lifesaving and Rescue Fund:				
Public Safety:				
Fire and rescue services:				
Lifesaving and Rescue Squad	\$ 1,889,442	\$ 1,889,443	\$ 2,151,310	\$ (261,867)
Total Lifesaving and Rescue Fund	<u>\$ 1,889,442</u>	<u>\$ 1,889,443</u>	<u>\$ 2,151,310</u>	<u>\$ (261,867)</u>
Police Department Fund:				
Public Safety:				
Law enforcement and traffic control:				
Police	\$ 226,926	\$ 239,426	\$ 99,500	\$ 139,926
Total Police Department Fund	<u>\$ 226,926</u>	<u>\$ 239,426</u>	<u>\$ 99,500</u>	<u>\$ 139,926</u>
Recreation and Streets Fund:				
Parks, recreation, and cultural:				
Parks and recreation:				
Recreation department	\$ 936,293	\$ 989,994	\$ 86,853	\$ 903,141
Total Recreation and Streets Fund	<u>\$ 936,293</u>	<u>\$ 989,994</u>	<u>\$ 86,853</u>	<u>\$ 903,141</u>
Permanent Fund:				
Cemetery Fund:				
Parks, recreation, and cultural:				
Cultural enrichment:				
Cemetery	\$ 372,720	\$ 372,720	\$ 298,480	\$ 74,240
Total Cemetery Fund	<u>\$ 372,720</u>	<u>\$ 372,720</u>	<u>\$ 298,480</u>	<u>\$ 74,240</u>

Town of Christiansburg, Virginia
Schedule of Expenditures - Budget and Actual
Governmental Funds
For the Year Ended June 30, 2025

<u>Funds, Functions and Departments</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Capital Projects Fund:				
Capital projects expenditures:				
Highway planning and construction projects	\$ 14,564,766	\$ 12,596,391	\$ 1,362,419	\$ 11,233,972
Huckleberry Park improvements	300,000	300,000	18,576	281,424
Paving Projects	1,375,000	1,375,000	840,634	\$ 534,366
Total capital projects	<u>\$ 16,239,766</u>	<u>\$ 14,271,391</u>	<u>\$ 2,221,629</u>	<u>\$ 12,049,762</u>
Total Capital Projects Fund	<u>\$ 16,239,766</u>	<u>\$ 14,271,391</u>	<u>\$ 2,221,629</u>	<u>\$ 12,049,762</u>
Total Primary Government	<u>\$ 69,826,728</u>	<u>\$ 72,736,874</u>	<u>\$ 44,793,655</u>	<u>\$ 27,943,219</u>

Statistical Section

This part of the Town of Christiansburg Annual Comprehensive Financial Report (Report) presents detailed information as a context for understanding what the information the financial statements, note disclosures, and required supplementary information says about the Town's overall financial health. Information is obtained from this Report unless otherwise noted.

<u>Contents</u>		<u>Page</u>
Financial Trends	These schedules contain trend information to help the reader understand how the Town's financial performance and well-being have changed over time. Tables 1-6	109-115
Revenue Capacity	These schedules contain information to help the reader assess the Town's most significant local revenue sources. Tables 7-10	116-119
Debt Capacity	These schedules present information to help the reader assess the affordability of the Town's current levels of outstanding debt and the Town's ability to issue additional debt in the future. Tables 11-15	120-124
Demographic and Economic Information	These schedules offer demographic and economic indicators to help the reader understand the environment within which the Town's financial activities take place. Tables 16-17	125-126
Operating Information	These schedules contain service and infrastructure data to help the reader understand how the information in the Town's financial report relates to the services the Town provides and the activities it performs. Tables 18-24	127-134

Table 1

Town of Christiansburg, Virginia
 Net Position by Component
 Last Ten Fiscal Years

	Fiscal Year											
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	
Governmental Activities:												
Net investment in capital assets	\$ 148,737,508	\$ 145,935,235	\$ 143,793,961	\$ 140,026,374	\$ 136,938,754	\$ 131,146,689	\$ 122,641,448	\$ 115,334,428	\$ 115,058,635	\$ 115,738,426	\$ 115,058,635	\$ 115,738,426
Restricted	2,510,264	2,341,237	2,580,110	957,849	2,561,542	3,303,017	3,057,205	2,850,816	2,829,791	2,541,147	2,829,791	2,541,147
Unrestricted	33,441,907	31,706,667	28,753,471	29,072,727	24,760,478	22,608,524	22,749,723	19,389,766	14,689,901	11,016,008	14,689,901	11,016,008
Total governmental activities net position	\$ 184,689,679	\$ 179,983,139	\$ 175,127,542	\$ 170,056,950	\$ 164,260,774	\$ 157,058,230	\$ 148,448,376	\$ 137,575,010	\$ 132,578,327	\$ 129,295,581	\$ 132,578,327	\$ 129,295,581
Business-type Activities:												
Net investment in capital assets	\$ 58,028,145	\$ 52,814,126	\$ 51,569,649	\$ 48,279,636	\$ 46,862,274	\$ 45,182,974	\$ 41,904,619	\$ 38,738,098	\$ 36,457,700	\$ 33,472,929	\$ 36,457,700	\$ 33,472,929
Unrestricted	11,913,375	12,069,212	9,832,402	8,591,848	4,951,993	3,552,793	2,424,081	1,311,037	595,422	404,731	595,422	404,731
Total business-type activities net position	\$ 69,941,520	\$ 64,883,338	\$ 61,402,051	\$ 56,871,484	\$ 51,814,267	\$ 48,735,767	\$ 44,328,700	\$ 40,049,135	\$ 37,053,122	\$ 33,877,660	\$ 37,053,122	\$ 33,877,660
Primary Government:												
Net investment in capital assets	\$ 206,765,653	\$ 198,749,361	\$ 195,363,610	\$ 188,306,010	\$ 183,801,028	\$ 176,329,663	\$ 164,546,067	\$ 154,072,526	\$ 151,516,335	\$ 149,211,355	\$ 151,516,335	\$ 149,211,355
Restricted	2,510,264	2,341,237	2,580,110	957,849	2,561,542	3,303,017	3,057,205	2,850,816	2,829,791	2,541,147	2,829,791	2,541,147
Unrestricted	45,355,282	43,775,879	38,585,873	37,664,575	29,712,471	26,161,317	25,173,804	20,700,803	15,285,323	11,420,739	15,285,323	11,420,739
Total primary government net position	\$ 254,631,199	\$ 244,866,477	\$ 236,529,593	\$ 226,928,434	\$ 216,075,041	\$ 205,793,997	\$ 192,777,076	\$ 177,624,145	\$ 169,631,449	\$ 163,173,241	\$ 169,631,449	\$ 163,173,241

(1) Fiscal year ending 2017 net position was restated as of July 1, 2017. The restated balances are reflected in the ending balances for fiscal year ending 2017 as shown above.

Table 2

Town of Christiansburg, Virginia
Changes in Net Position
Last Ten Fiscal Years

	Fiscal Year									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Expenses										
Governmental Activities:										
General Government	\$ 6,223,624	\$ 4,750,317	\$ 4,103,964	\$ 3,692,378	\$ 3,547,209	\$ 4,784,905	\$ 3,112,647	\$ 3,057,593	\$ 2,924,666	\$ 2,865,185
Public Safety	15,498,425	14,312,397	13,631,795	11,931,566	12,747,192	9,926,696	9,917,232	9,458,653	8,514,939	9,216,920
Public Works	10,107,348	11,513,257	10,232,675	9,953,474	7,292,765	10,479,180	9,839,037	8,348,240	9,465,078	9,352,889
Health and Welfare	9,500	9,003	5,049	4,719	4,719	4,494	4,280	4,076	3,882	3,697
Parks, Recreation, and Culture	7,481,515	7,237,783	6,442,790	5,306,007	3,857,202	3,323,342	4,600,565	4,769,414	4,971,901	4,713,745
Community Development	1,792,682	1,829,553	1,820,411	1,513,463	1,278,181	2,845,475	1,180,279	1,426,797	1,480,200	1,534,477
Interest on Long Term Debt	238,246	274,138	280,819	251,511	206,390	212,732	226,717	241,069	247,633	334,535
Total governmental activities expenses	\$ 41,351,340	\$ 39,926,448	\$ 36,517,503	\$ 32,653,118	\$ 28,933,658	\$ 31,576,824	\$ 28,880,757	\$ 27,305,842	\$ 27,608,299	\$ 28,021,448
Business-Type Activities:										
Water and Sewer and Stormwater	\$ 12,818,370	\$ 12,092,959	\$ 11,329,457	\$ 10,630,540	\$ 10,867,704	\$ 10,284,603	\$ 10,113,804	\$ 9,839,198	\$ 8,328,959	\$ 7,479,021
Total business-type activities expenses	\$ 12,818,370	\$ 12,092,959	\$ 11,329,457	\$ 10,630,540	\$ 10,867,704	\$ 10,284,603	\$ 10,113,804	\$ 9,839,198	\$ 8,328,959	\$ 7,479,021
Total primary government expenses	\$ 54,169,710	\$ 52,019,407	\$ 47,846,960	\$ 43,283,658	\$ 39,801,362	\$ 41,861,427	\$ 38,994,561	\$ 37,145,040	\$ 35,937,258	\$ 35,500,469
Program Revenues										
Governmental activities:										
Charges for Services	\$ 186,762	\$ 177,429	\$ 426,638	\$ 515,105	\$ 239,068	\$ 255,607	\$ 257,136	\$ 268,441	\$ 304,427	\$ 241,749
General Government services	2,209,230	2,121,623	2,032,727	2,021,371	1,965,452	2,007,414	1,986,954	1,584,492	1,535,759	1,672,738
Solid waste collection services	1,474,727	1,730,520	1,535,117	1,401,205	1,292,767	1,252,710	1,176,335	1,180,664	1,215,412	1,037,404
Public Safety	1,356,572	1,301,044	1,090,757	753,624	752,257	918,537	1,025,485	1,154,377	1,178,694	1,157,044
Parks, Recreation, and Cultural	997	2,110	1,154	1,344	349	766	1,470	375	-	-
Community Development	7,850,633	5,977,570	5,459,982	5,002,401	7,305,326	4,898,509	4,216,735	4,122,752	4,225,825	4,265,499
Operating grants and contributions	1,912,887	2,144,946	1,860,653	2,272,531	1,653,540	8,054,236	7,100,413	1,583,117	3,058,837	779,606
Capital grants and contributions	14,991,808	13,455,242	12,407,028	11,967,581	13,208,759	17,387,779	15,764,528	9,894,218	11,518,954	9,154,040
Total governmental activities program revenues	\$ 12,385,530	\$ 13,015,238	\$ 11,893,441	\$ 11,751,171	\$ 11,219,076	\$ 11,775,306	\$ 10,989,349	\$ 10,272,784	\$ 8,913,642	\$ 8,824,901
Charges for Services	1,570,924	1,500,659	1,497,256	1,479,885	1,475,327	1,436,821	1,432,291	1,385,403	1,397,976	-
Water and Sewer	1,927,655	1,056,163	2,282,651	2,456,701	1,076,694	1,479,543	1,188,695	1,177,024	973,318	95,939
Storm Water	15,884,109	15,572,060	15,673,348	15,687,757	13,771,097	14,691,670	13,610,335	12,835,211	11,284,936	8,920,840
Capital Grants and contributions	30,875,917	29,027,302	28,080,376	27,655,338	26,979,856	32,079,449	29,374,863	22,729,429	22,803,890	18,074,880
Total business-type activities program revenues	\$ (26,359,532)	\$ (26,471,206)	\$ (24,110,475)	\$ (20,685,537)	\$ (15,724,899)	\$ (14,189,045)	\$ (13,116,229)	\$ (17,411,624)	\$ (16,089,345)	\$ (18,867,408)
Total primary government net (expense) revenue	\$ 3,065,739	\$ 3,479,101	\$ 4,343,891	\$ 5,057,217	\$ 2,903,393	\$ 4,407,067	\$ 3,496,531	\$ 2,996,013	\$ 2,955,977	\$ 1,441,819
Net (Expense) Revenue	\$ (23,293,793)	\$ (22,992,105)	\$ (19,766,584)	\$ (15,628,320)	\$ (12,821,506)	\$ (9,781,978)	\$ (9,619,698)	\$ (14,415,611)	\$ (13,133,368)	\$ (17,425,589)

(continued)

Table 2

Town of Christiansburg, Virginia
Changes in Net Position
Last Ten Fiscal Years

	Fiscal Year									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Taxes										
Property	\$ 6,363,568	\$ 6,032,091	\$ 5,624,514	\$ 5,211,058	\$ 5,167,035	\$ 4,941,041	\$ 4,589,313	\$ 4,503,626	\$ 4,405,924	\$ 4,293,227
Sales	2,671,278	2,800,298	2,680,197	2,706,608	2,371,546	2,142,903	1,600,581	1,923,415	1,891,739	1,876,235
Prepared Meals	10,730,599	10,290,665	9,532,313	8,743,128	7,132,520	6,692,216	7,283,251	7,015,544	6,928,924	6,683,891
Transient Lodging	2,433,930	2,042,523	1,965,018	1,996,828	1,126,363	1,405,149	1,600,581	1,642,906	1,673,548	1,547,110
Business Licenses	3,628,140	3,508,266	3,304,145	3,175,283	2,820,789	2,722,613	2,603,996	2,471,309	2,443,328	2,366,398
Franchise	1,310,028	1,188,038	1,497,245	1,017,644	801,220	884,585	934,793	830,169	794,033	709,970
Cigarette	346,511	378,366	352,203	390,585	379,135	470,310	465,833	486,156	513,200	562,770
Other	1,194,174	684,639	860,861	1,164,109	790,286	912,646	1,449,360	742,605	911,042	911,798
Permits, fees and licenses	233,304	687,765	563,431	303,076	398,274	326,681	203,292	253,563	338,511	267,368
Investment earnings and unrealized gains	2,313,213	1,835,149	1,243,998	285,122	287,128	882,396	1,099,083	728,710	285,287	240,599
Intergovernmental	1,136,560	1,128,608	1,150,504	1,147,013	1,102,072	1,168,304	1,206,874	1,228,927	1,257,967	1,310,714
Fines and Forfeitures	42,936	41,635	43,437	47,208	41,475	64,153	65,138	-	-	-
Cemetery	115,861	139,618	154,510	166,320	139,395	135,785	95,430	70,205	52,510	59,092
Miscellaneous	538,406	569,142	395,367	127,731	545,312	305,724	1,049,206	511,172	520,429	521,597
Transfers	(1,739,854)	-	(186,676)	-	(175,107)	-	-	-	-	-
Total Governmental activities	\$ 31,318,654	\$ 31,326,803	\$ 29,181,067	\$ 26,481,713	\$ 22,927,443	\$ 23,054,506	\$ 24,246,731	\$ 22,408,307	\$ 22,016,442	\$ 21,350,769
Business-Type activities:										
Miscellaneous	\$ 7	\$ 2,186	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfers	1,739,854	-	186,676	-	175,107	-	-	-	-	-
Total business-type activities	\$ 1,739,861	\$ 2,186	\$ 186,676	\$ -	\$ 175,107	\$ -	\$ -	\$ -	\$ -	\$ -
Total primary government	\$ 33,058,515	\$ 31,328,989	\$ 29,367,743	\$ 26,481,713	\$ 23,102,550	\$ 23,054,506	\$ 24,246,731	\$ 22,408,307	\$ 22,016,442	\$ 21,350,769
Changes in Net Position:										
Governmental activities	\$ 4,959,122	\$ 4,855,597	\$ 5,070,592	\$ 5,796,176	\$ 7,202,544	\$ 8,865,461	\$ 11,130,502	\$ 4,996,683	\$ 5,927,097	\$ 2,483,361
Business Type activities	4,805,600	3,481,287	4,530,567	5,057,217	3,078,500	4,407,067	3,496,531	2,996,013	2,955,977	1,441,819
Total primary government	\$ 9,764,722	\$ 8,336,884	\$ 9,601,159	\$ 10,853,393	\$ 10,281,044	\$ 13,272,528	\$ 14,627,033	\$ 7,992,696	\$ 8,883,074	\$ 3,925,180

Table 3

Town of Christiansburg, Virginia
Fund Balances - Governmental Funds (1)
Last Ten Fiscal Years

	Fiscal Year									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
General Fund										
Nonspendable	\$ -	\$ 13,439	\$ 75,888	\$ 75,546	\$ 150,587	\$ 405,909	\$ 150,868	\$ 135,279	\$ 126,291	\$ 130,844
Assigned	16,564,848	15,954,252	14,883,719	10,609,421	11,445,904	10,102,734	10,319,877	9,193,654	4,371,279	3,742,702
Unassigned	31,784,073	31,173,911	26,889,997	28,461,698	27,265,079	25,132,831	24,950,794	23,179,082	23,982,472	19,510,248
Total General Fund	\$ 48,348,921	\$ 47,141,602	\$ 41,849,604	\$ 39,146,665	\$ 38,861,570	\$ 35,641,474	\$ 35,421,539	\$ 32,508,015	\$ 28,480,042	\$ 23,383,794
All Other Governmental Funds										
Nonspendable	\$ 1,217,281	\$ 1,113,171	\$ 1,059,589	\$ 957,849	\$ 864,099	\$ 804,673	\$ 727,610	\$ 684,430	\$ 648,463	\$ 566,654
Restricted	1,292,983	1,228,066	1,520,521	4,965,485	1,697,443	2,498,344	2,329,595	2,166,386	2,181,328	1,974,493
Assigned	116,951	116,951	131,254	1,679,537	127,524	127,524	125,570	152,393	-	-
Total All Other Governmental Funds	\$ 2,627,215	\$ 2,458,188	\$ 2,711,364	\$ 7,602,871	\$ 2,689,066	\$ 3,430,541	\$ 3,182,775	\$ 3,003,209	\$ 2,829,791	\$ 2,541,147
Grand Total All Governmental Fund Balances	\$ 50,976,136	\$ 49,599,790	\$ 44,560,968	\$ 46,749,536	\$ 41,550,636	\$ 39,072,015	\$ 38,604,314	\$ 35,511,224	\$ 31,309,833	\$ 25,924,941

(1) Modified accrual basis of accounting

Table 4

Town of Christiansburg, Virginia
Changes in Fund Balance - Governmental Funds (1)
Last Ten Fiscal Years

	Fiscal Year									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Revenues										
Taxes										
Property	\$ 6,348,698	\$ 6,054,161	\$ 5,541,293	\$ 5,201,754	\$ 5,156,600	\$ 4,903,679	\$ 4,566,835	\$ 4,515,381	\$ 4,376,741	\$ 4,333,618
Sales	2,671,278	2,800,298	2,680,197	2,706,608	2,371,546	2,142,903	2,010,576	1,923,415	1,891,739	1,876,235
Prepared Meals	10,730,599	10,290,665	9,532,313	8,743,128	7,132,520	6,692,216	7,283,251	7,015,544	6,928,924	6,683,891
Transient Lodging	2,433,930	2,042,523	1,965,018	1,996,828	1,126,363	1,405,149	1,600,581	1,642,906	1,673,548	1,547,110
Business License	3,628,140	3,508,266	3,304,145	3,175,283	2,820,789	2,722,613	2,603,996	2,471,249	2,443,328	2,366,398
Franchise	1,310,028	1,188,038	1,497,245	1,071,644	801,220	934,793	830,169	794,033	799,970	709,970
Cigarette	346,511	378,366	352,203	390,585	379,135	470,310	465,833	486,156	513,200	562,770
Other	1,470,414	1,553,657	1,424,292	1,330,429	1,369,430	1,304,661	1,403,225	1,334,874	1,205,662	1,238,258
Permits, fees and licenses	229,397	687,765	563,431	303,076	398,274	326,681	203,292	253,563	338,511	267,369
Revenues from use of property	626,868	572,782	612,950	515,105	239,068	573,870	314,565	268,441	-	217,650
Investment earnings	2,313,213	1,835,149	1,190,421	285,122	287,128	308,526	784,518	460,269	285,287	264,698
Charges for services	4,203,521	3,799,623	3,976,234	3,616,798	3,377,809	3,666,936	3,813,151	3,537,227	3,475,354	3,406,325
Intergovernmental	10,900,080	9,251,124	8,382,456	8,421,945	10,060,938	14,121,049	8,657,642	6,934,796	8,542,629	6,355,819
Fines and forfeitures	42,911	43,437	43,437	47,208	41,475	64,153	65,138	85,653	76,994	95,980
Cemetery	115,861	139,618	154,510	166,320	139,395	135,785	95,430	70,205	96,401	97,512
Miscellaneous	538,406	569,142	438,804	478,015	545,312	441,509	1,049,206	511,172	520,429	525,798
Total Revenues Governmental Funds	\$ 47,909,855	\$ 44,712,812	\$ 41,658,949	\$ 38,395,848	\$ 36,247,002	\$ 40,164,625	\$ 35,852,032	\$ 32,341,020	\$ 33,162,780	\$ 30,549,401
Expenditures										
General Government	\$ 6,970,287	\$ 4,928,213	\$ 4,252,596	\$ 3,920,416	\$ 3,535,831	\$ 3,484,481	\$ 3,347,783	\$ 3,070,637	\$ 2,957,429	\$ 5,067,749
Public Safety	14,846,265	13,520,559	12,168,245	12,386,391	14,361,929	10,922,253	10,434,334	9,930,025	9,229,494	10,199,486
Public Works	8,693,979	6,913,825	6,196,163	6,514,149	5,432,072	5,832,096	6,139,353	5,890,243	6,645,359	6,801,167
Health and Welfare	9,500	9,003	5,049	4,719	4,719	4,494	4,280	4,076	3,882	3,697
Parks, Recreation, and Culture	7,180,941	6,789,047	6,128,478	5,246,511	4,095,676	4,016,155	4,677,645	4,299,063	4,471,939	4,915,799
Community Development	1,793,618	1,816,499	1,816,486	1,629,790	1,465,902	2,972,615	1,285,445	1,440,216	1,451,493	1,521,739
Capital Outlay	3,361,862	3,775,594	11,325,617	12,151,616	3,682,507	11,444,878	5,850,521	2,484,701	2,408,073	565,978
Debt Service										
Principal retirement	1,708,009	1,755,622	1,661,632	1,328,668	835,700	822,340	807,980	792,840	785,580	560,440
Interest and fiscal charges	229,194	257,263	278,798	182,702	183,657	197,612	211,601	227,828	235,783	272,569
Bond issuance cost	-	-	-	-	-	-	-	-	-	30,883
Total Expenditures Governmental Funds	\$ 44,793,655	\$ 39,765,625	\$ 43,833,064	\$ 43,364,962	\$ 33,593,274	\$ 39,696,924	\$ 32,758,942	\$ 28,139,629	\$ 28,189,032	\$ 29,939,507
Excess (Deficiency) of Revenues over Expenditures	\$ 3,116,200	\$ 4,947,187	\$ (2,174,115)	\$ (4,969,114)	\$ 2,653,728	\$ 467,701	\$ 3,093,090	\$ 4,201,391	\$ 4,973,748	\$ 609,894
Other Financing Sources and (Uses)										
Issuance of Debt	-	-	-	-	-	-	-	-	-	2,014,000
Issuance of Refunding Debt	-	-	-	-	678,920	-	-	-	-	1,315,000
Payment to Refunded Bond Escrow Agent	-	-	-	-	-	-	-	-	-	(1,298,086)
Other financing use - current refunding	-	-	-	-	(678,920)	-	-	-	-	-
Issuance of subscription liabilities	-	-	-	-	-	-	-	-	-	-
Contributed capital from Virginia Tech	-	91,635	83,540	-	-	-	-	-	-	-
Transfers (to) From:										
General fund	(1,952,857)	(1,878,017)	(4,939,082)	(5,464,061)	(2,266,866)	(3,516,473)	2,605,161	1,115,378	1,278,030	641,662
Cemetery Fund	234,454	167,148	187,325	169,365	159,191	123,795	(142,927)	(209,721)	(291,288)	(231,393)
Capital Projects	872,330	1,573,953	4,750,492	5,346,241	2,101,235	3,390,642	(2,499,198)	(905,657)	(986,742)	(410,269)
Special Revenue Funds	(893,781)	136,916	(185,411)	(51,545)	(168,665)	2,036	(3,036)	-	-	-
Total Other Financing Sources and (Uses)	\$ (1,739,854)	\$ 91,635	\$ (14,453)	\$ (14,453)	\$ (175,107)	\$ -	\$ -	\$ -	\$ -	\$ 2,030,914
Net Changes in Fund Balance Increases (Decreases)	\$ 1,376,346	\$ 5,038,822	\$ (2,188,568)	\$ (4,969,114)	\$ 2,478,621	\$ 467,701	\$ 3,093,090	\$ 4,201,391	\$ 4,973,748	\$ 2,640,808
Debt Service as a percentage of noncapital expenditures	4.68%	5.59%	5.97%	4.84%	3.41%	3.85%	4.0%	3.98%	3.96%	2.84%

(1) Modified accrual basis of accounting

Table 5

Town of Christiansburg, Virginia
General Government Revenues by Source
Last Ten Fiscal Years

Fiscal Year	General Property Taxes		Other Local Taxes		Permits, Privilege Fees, and Regulatory Licenses		Fines and Forfeitures		Revenues from Use of Money and Property		Charges for Services		Miscellaneous		Inter-governmental		Total		Business-Type Activities Water and Sewer	
	\$		\$		\$		\$		\$		\$		\$		\$		\$		\$	
2024-2025	6,348,698		22,590,900		229,397		42,911		2,940,081		4,203,521		654,267		10,900,080		47,909,855		13,956,461	
2023-2024	6,054,161		21,761,813		687,765		41,635		2,407,931		3,939,241		569,142		9,251,124		44,712,812		14,518,083	
2022-2023	5,541,293		20,755,413		563,431		43,437		1,803,371		3,976,234		593,314		8,382,456		41,658,949		13,390,697	
2021-2022	5,201,754		19,360,505		303,076		47,208		800,227		3,783,118		478,015		8,421,945		38,395,848		13,231,056	
2020-2021	5,156,600		16,001,003		398,274		41,475		526,196		3,517,204		545,312		10,060,938		36,247,002		12,694,403	
2019-2020	4,903,679		15,622,437		326,681		64,153		882,396		3,802,721		441,509		14,121,049		40,164,625		13,212,127	
2018-2019	4,566,835		16,302,255		203,292		65,138		1,099,083		3,908,581		1,049,206		8,657,642		35,852,032		12,421,640	
2017-2018	4,515,381		15,704,313		253,563		85,653		728,710		3,607,432		511,172		6,934,796		32,341,020		11,658,187	
2016-2017	4,376,741		15,546,835		338,511		76,994		589,714		3,475,354		520,429		8,542,629		33,467,207		10,311,618	
2015-2016	4,333,618		14,984,632		267,369		95,980		482,348		3,503,837		525,798		6,355,819		30,549,401		8,824,901	

Table 6

Town of Christiansburg, Virginia
General Government Expenditures by Function
Last Ten Fiscal Years

Fiscal Year	General Administration		Public Safety	Public Works	Health and Welfare		Parks, Recreation, and Culture		Community Development	Debt Service	Capital Outlay	Total						
2024-2025	\$	6,970,287	\$	14,846,265	\$	8,693,979	\$	9,500	\$	7,180,941	\$	1,793,618	\$	1,937,203	\$	3,361,862	\$	44,793,655
2023-2024		4,928,213		13,520,559		6,913,825		9,003		6,789,047		1,816,499		2,012,885		3,775,594		39,765,625
2022-2023		4,252,596		12,168,245		6,196,163		5,049		6,128,478		1,816,486		1,940,430		11,325,617		43,833,064
2021-2022		3,920,416		12,386,391		6,514,149		4,179		5,246,511		1,629,790		1,511,370		12,151,616		43,364,422
2020-2021		3,535,831		14,361,929		5,432,072		4,719		4,095,676		1,461,183		1,019,357		3,682,507		33,593,274
2019-2020		3,484,481		10,922,253		5,832,096		4,494		4,016,155		2,972,615		1,019,952		11,444,878		39,696,924
2018-2019		3,347,783		10,434,334		6,139,353		4,280		4,677,645		1,285,445		1,019,581		5,850,521		32,758,942
2017-2018		3,070,637		9,930,025		5,890,243		4,076		4,299,063		1,440,216		1,020,668		2,484,701		28,139,629
2016-2017		2,957,429		9,229,494		6,645,359		3,882		4,471,939		1,451,493		1,021,363		2,408,073		28,189,032
2015-2016		5,067,749		10,199,486		6,801,167		3,697		4,915,799		1,512,739		863,892		565,978		29,930,507

Town of Christiansburg, Virginia
Assessed Value of Taxable Property
Last Ten Fiscal Years

Fiscal Year	Calendar Year	Real Estate	Personal Property	Machinery and Tools	Mobile Homes	Public Utility		Total Assessed Value	Total Direct Rate(1)	Montgomery County Overlapping Rate (1)
						Unequalized	Equalized			
2024-2025	2024	\$ 3,186,811,200	\$ 341,824,346	\$ 96,209,289	\$ 5,512,200	\$ 72,102,853	\$ 370,235	\$ 3,702,830,123	0.14	0.75
2023-2024	2023	\$ 3,076,971,800	\$ 317,385,890	\$ 86,208,429	\$ 5,082,700	\$ 74,014,890	\$ 259,351	\$ 3,559,923,060	0.14	0.70
2022-2023	2022	\$ 2,450,614,100	\$ 307,484,110	\$ 70,654,538	\$ 4,923,400	\$ 53,499,283	\$ 377,284	\$ 2,887,552,715	0.16	0.89
2021-2022	2021	\$ 2,403,713,400	\$ 279,601,491	\$ 74,045,350	\$ 4,893,500	\$ 58,069,128	\$ 320,307	\$ 2,820,643,176	0.16	0.89
2020-2021	2020	\$ 2,329,701,100	\$ 257,747,915	\$ 74,744,429	\$ 4,436,800	\$ 61,080,839	\$ 406,038	\$ 2,728,117,121	0.16	0.89
2019-2020	2019	\$ 2,275,989,200	\$ 246,125,337	\$ 75,125,937	\$ 4,479,300	\$ 58,819,155	\$ 287,609	\$ 2,660,826,538	0.16	0.89
2018-2019	2018	\$ 2,111,895,400	\$ 229,745,017	\$ 70,762,114	\$ 4,319,281	\$ 54,189,773	\$ 221,168	\$ 2,471,132,753	0.16	0.89
2017-2018	2017	\$ 2,098,098,800	\$ 224,494,664	\$ 67,407,095	\$ 4,278,500	\$ 53,659,680	\$ 143,400	\$ 2,448,082,139	0.16	0.89
2016-2017	2016	\$ 2,035,888,480	\$ 213,349,806	\$ 64,732,027	\$ 3,835,440	\$ 52,854,027	\$ 175,579	\$ 2,370,835,359	0.16	0.89
2015-2016	2015	\$ 2,024,104,291	\$ 193,280,940	\$ 62,480,906	\$ 3,674,240	\$ 52,133,700	\$ 193,316	\$ 2,335,867,393	0.16	0.89

Property Tax Rates - Last Ten Years

Fiscal Year	Calendar Year	Real Estate	Personal Property	Machinery and Tools	Mobile Homes	Public Utility	
						Unequalized	Equalized
2024-2025	2024	.14	.45	.45	.14	.14	.45
2023-2024	2023	.14	.45	.45	.14	.14	.45
2022-2023	2022	.16	.45	.45	.16	.16	.45
2021-2022	2021	.16	.45	.45	.16	.16	.45
2020-2021	2020	.16	.45	.45	.16	.16	.45
2019-2020	2019	.16	.45	.45	.16	.16	.45
2018-2019	2018	.16	.45	.45	.16	.16	.45
2017-2018	2017	.16	.45	.45	.16	.16	.45
2016-2017	2016	.16	.45	.45	.16	.16	.45
2015-2016	2015	.16	.45	.45	.16	.16	.45

(1) Per \$100 of assessed value

NOTE: Real property is assessed at full market value. Real property assessments are made by the Commissioner of Revenue of Montgomery County for concurrent use of the County and the Town. Property is reassessed every four years. Public Service Corporations are assessed by the State Corporation Commission. Both Real Estate and Public Service rates are \$.14 for 2023 and 2024 prior years at .16

**Town of Christiansburg, Virginia
Property Tax Levies and Collections
Last Ten Fiscal Years**

Fiscal Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years (2)	Total Collections To Date	
		Amount (1)	Percentage of Levy		Amount	Percentage of Levy
2024-2025	\$ 6,348,908	\$ 6,020,285	94.82%	\$ 232,728	\$ 6,253,013	98.49%
2023-2024	6,035,265	5,715,151	94.70%	232,128	5,947,279	98.54%
2022-2023	5,516,467	5,294,183	95.97%	166,990	5,461,173	99.00%
2021-2022	5,295,951	5,065,291	95.64%	83,644	5,148,935	97.22%
2020-2021	5,083,927	4,892,164	96.23%	165,891	5,058,055	99.49%
2019-2020	4,914,016	4,817,471	98.04%	87,444	4,904,915	99.81%
2018-2019	4,552,194	4,452,406	97.81%	76,593	4,528,999	99.49%
2017-2018	4,460,824	4,374,999	98.08%	91,409	4,466,408	100.13%
2016-2017	4,368,110	4,271,079	97.78%	70,726	4,341,805	99.40%
2015-2016	4,283,977	4,174,249	97.44%	16,171	4,190,420	97.82%

- (1) Includes payments received from the Commonwealth of Virginia for Personal Property Tax Relief Act.
- (2) Includes refunds issued for overpayments and corrections.

Table 9

Town of Christiansburg, Virginia
Principal Property Tax Payers
Current Year and Nine Years Ago

Taxpayer	Fiscal Year 2025			Fiscal Year 2016		
	Assessed Value	Rank	Percentage of Total Town Assessed Value	Assessed Value	Rank	Percentage of Total Town Assessed Value
Roger Woody	\$ 77,202,600	1	2.42%	\$ 73,752,400	1	3.64%
BVA Spradline LLC (formerly Centro Heritage)	75,000,000	2	2.35%	24,815,800	5	1.23%
Shelor Properties	72,591,300	3	2.28%	62,356,000	2	3.08%
MI Blacksburg Owner LP	47,158,000	4	1.48%	N/A		
NRV Market Place (formerly Christiansburg Market Place)	45,067,600	5	1.41%	12,667,200	10	0.63%
Appalachian Power	42,247,519	6	1.33%	27,292,500	4	1.35%
Denstock Peppers Ferry LLC	28,000,000	7	0.88%	N/A		
Fralin SP LLC	25,740,000	8		14,838,800	8	0.73%
NVR Investments (formerly BRE RC New River VA LLC)	24,700,000	9	0.78%	N/A		
Clovelly Industrial Owner LLC	19,665,400	10		N/A		
Backcountry.com				14,432,300	9	0.71%
Wal-Mart				15,831,400	7	0.78%
PR Financing				58,400,000	3	2.89%
PR New River Owner LP				24,472,800	6	1.21%
Verizon VA, Inc.						0.00%
	<u>\$ 457,372,419</u>		<u>12.93%</u>	<u>\$ 328,859,200</u>		<u>16.25%</u>

Source: Montgomery County Commissioner of Revenue

Table 10

Town of Christiansburg, Virginia
Water and Sewer Rates
Last Ten Fiscal Years

	Fiscal Year									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
WATER										
INSIDE TOWN LIMITS										
4,000 OR LESS	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
2,000 OR LESS*										
1,000 OR LESS	11.00	10.00	9.00	9.00	8.00	8.00	7.00	6.00	11.00	21.00
PER THOUSAND FOR NEXT 96,000										10.50
PER THOUSAND FOR NEXT 49,000	13.00	12.00	11.00	11.00	10.00	10.00	9.00	8.00		5.90
PER THOUSAND FOR ALL OVER 50,000	10.00	9.00	7.50	7.50	7.50	7.50	6.75	6.00		
PER THOUSAND FOR NEXT 48,000*									6.14	5.90
PER THOUSAND FOR NEXT 5,900,000									4.00	3.50
PER THOUSAND FOR NEXT 2,950,000*										3.50
OUTSIDE TOWN LIMITS										
4,000 OR LESS	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
2,000 OR LESS*										
1,000 OR LESS	22.00	20.00	13.50	13.50	12.00	12.00	10.50	9.00	16.50	31.50
PER THOUSAND FOR NEXT 96,000										15.75
PER THOUSAND FOR NEXT 49,000	26.00	24.00	16.50	16.50	15.00	15.00	13.50	12.00		8.85
PER THOUSAND FOR ALL OVER 50,000	20.00	18.00	11.25	11.25	11.25	11.25	10.13	9.00		
PER THOUSAND FOR NEXT 48,000*									9.21	8.85
PER THOUSAND FOR NEXT 5,900,000									6.00	5.25
PER THOUSAND FOR NEXT 2,950,000*										5.25
SEWER										
INSIDE TOWN LIMITS										
0-4,000	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
2,000 OR LESS*										
1,000 OR LESS	10.00	10.00	10.00	10.00	10.00	10.00	10.00	9.00	15.00	30.00
PER THOUSAND FOR ALL OVER 1000	10.25	10.25	10.25	10.25	10.25	10.25	10.25	10.25		15.00
PER THOUSAND FOR NEXT 96,000										8.50
PER THOUSAND FOR NEXT 48,000*									8.50	8.50
PER THOUSAND FOR NEXT 5,900,000									8.50	8.50
PER THOUSAND FOR NEXT 2,950,000*										8.50
OUTSIDE TOWN LIMITS										
0-4,000	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
2,000 OR LESS										
1,000 OR LESS	20.00	20.00	15.00	15.00	15.00	15.00	15.00	13.50	22.50	45.00
PER THOUSAND FOR ALL OVER 1000	20.50	20.50	15.38	15.38	15.38	15.38	15.38	15.38		22.50
PER THOUSAND FOR NEXT 96,000										12.75
PER THOUSAND FOR NEXT 48,000*									12.75	12.75
PER THOUSAND FOR NEXT 5,900,000									12.75	12.75
PER THOUSAND FOR NEXT 2,950,000*										12.75
GARBAGE										
INSIDE TOWN LIMITS BIMONTHLY	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
INSIDE TOWN LIMITS MONTHLY*	23.00	23.00	22.00	22.00	22.00	22.00	22.00	17.00	17.00	34.00
OUTSIDE TOWN LIMITS BIMONTHLY										17.00
OUTSIDE TOWN LIMITS MONTHLY*	46.00	46.00	33.00	33.00	33.00	33.00	33.00	25.50	25.50	51.00

* Late in 2016 the Town changed its billing cycle from bimonthly to monthly. Rates and usage amounts were 1/2 of the previous amounts. Minimum usage went from 4000 to 2000 gallons on a monthly basis and the rate was also reduced to 1/2 of the bimonthly rate. 2017 Water Sewer Rate study conducted and new rate calculations and minimums were instituted beginning July 1, 2017. 2019 the town added curbside recycling and increased rates for garbage service

Town of Christiansburg, Virginia
Ratio of Net General Bonded Debt to Assessed Value and Net Bonded Debt per Capita
Last Ten Fiscal Years

Fiscal Year	Population (1)	Assessed Value of All Taxable Property (In Thousands)	Gross Bonded Debt	Less:		Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt per Capita
				Debt Services Monies Available	Debt Payable from Enterprise Revenues			
2024-2025	22,632	\$ 3,702,830	\$ 15,027,975	-	\$ (1,445,237)	\$ 13,582,738	0.0041 : 1	\$ 600.16
2023-2024	23,348	3,559,923	16,728,716	-	(1,643,579)	15,085,137	0.0047 : 1	646.10
2022-2023	23,348	2,887,553	18,471,014	-	(1,904,044)	16,566,970	0.0064 : 1	709.57
2021-2022	23,348	2,820,643	20,183,903	-	(2,161,251)	18,022,652	0.0072 : 1	771.91
2020-2021	23,348	2,728,117	12,305,400	-	(2,404,080)	9,901,320	0.0045 : 1	424.08
2019-2020	23,348	2,660,827	14,086,663	-	-	14,086,663	0.0053 : 1	603.33
2018-2019	22,505	2,471,133	15,821,162	-	-	15,821,162	0.0064 : 1	703.01
2017-2018	22,259	2,448,082	17,511,722	-	-	17,511,722	0.0072 : 1	786.73
2016-2017	22,088	2,370,835	19,360,672	-	-	19,360,672	0.0082 : 1	876.52
2015-2016	21,943	2,335,867	21,172,839	-	-	21,172,839	0.0091 : 1	964.90

(1) Population data is derived from the Weldon Cooper Center UVA, which approximates populations for Towns between census. 2020 data is from the U.S. Census Bureau decennial census.

Town of Christiansburg, Virginia
Schedule of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year	Governmental Funds										Business-Type Activities						Total Primary Government	Percentage Personal Income	Per Capita
	Direct Borrowings and Direct Placements - GO Bonds										Direct Borrowings and Direct Placements - GO Bonds								
	2014 Revenue Bond Refunding	2014 General Obligation Bond	2014 General Improvement Bond	2015 General Obligation Bond	2016 General Obligation Bond	2022 General Obligation Bond	2007 Revenue Bond	2021 Refunding Bond	Leases Payable	Subscription Liabilities	Bond Premiums	2014 General Obligation Bond	2001 VA Revolving Loan Fund	1998 VA Revolving Loan Fund	2021 Refunding Bond	2024 General Obligation Bond (1)			
2024-2025	\$ 5,368,200	\$ -	\$ -	\$ 221,000	\$ 403,000	\$ 7,200,687	\$ -	\$ 389,851	\$ 181,467	\$ 26,373	\$ -	\$ -	\$ -	\$ -	\$ 1,379,197	\$ 66,040	\$ 15,235,815	**	**
2023-2024	5,851,500	-	-	437,000	533,000	7,799,217	-	464,420	361,618	51,832	-	-	-	-	1,643,579	-	17,142,166	1.46%	756
2022-2023	6,329,100	-	-	649,000	662,000	8,388,986	-	537,884	540,464	55,140	-	-	-	-	1,904,044	-	19,066,618	1.70%	846
2021-2022	6,796,100	-	-	856,000	790,000	8,970,122	-	610,430	718,014	-	-	-	-	-	2,161,251	-	20,901,917	2.04%	926
2020-2021	7,252,400	-	-	1,059,000	911,000	-	-	678,920	-	-	-	-	-	-	2,404,080	-	12,305,400	1.20%	527
2019-2020	7,703,100	744,920	-	1,258,000	1,031,000	-	-	-	-	-	-	708,563	-	-	-	-	14,086,663	1.50%	603
2018-2019	8,148,200	809,160	-	1,453,000	1,149,000	-	-	-	-	-	-	1,392,962	-	-	-	-	15,821,162	1.83%	701
2017-2018	8,587,700	871,640	-	1,644,000	1,264,000	-	-	-	-	-	-	2,054,022	-	-	-	-	17,511,722	2.07%	781
2016-2017	9,021,600	932,580	-	1,831,000	1,285,000	-	90,000	-	-	-	-	2,692,539	201,533	-	-	-	19,360,672	2.42%	873
2015-2016	9,170,000	991,760	275,000	2,014,000	1,315,000	-	180,000	-	-	5,747	-	3,309,280	395,812	-	-	-	21,172,839	2.77%	964

Notes:

Population data (See Table 11)

Personal Income data (See Table 14)

** Data not available

(1) Bond is in draw down phase as of 6/30/2025

Town of Christiansburg, Virginia
 Legal Debt Margin
 Last Ten Fiscal Years

Legal Debt Limit: Calculation for the Fiscal Year Ended June 30, 2025

10% of assessed value of taxable real estate (1)

	\$	3,186,811,200	\$	318,681,120
Less: Debt applicable to limit				
Bonds payable	\$	15,235,815		
Legal margin for creation of additional debt	\$	<u>303,445,305</u>		

(1) Includes assessed value of Public Service Corporation Real Estate.

	Fiscal Year									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Debt limit	\$ 318,681,120	\$ 307,697,180	\$ 245,061,410	\$ 240,371,340	\$ 232,970,110	\$ 227,598,920	\$ 211,189,540	\$ 215,175,848	208,874,251	207,623,799
Total net debt applicable to limit	15,235,815	17,142,166	18,471,014	20,183,903	12,305,400	14,086,663	15,821,162	17,511,722	19,360,672	21,172,839
Legal debt margin	<u>\$ 303,445,305</u>	<u>\$ 290,555,014</u>	<u>\$ 226,590,396</u>	<u>\$ 220,187,437</u>	<u>\$ 220,664,710</u>	<u>\$ 213,512,257</u>	<u>\$ 195,368,378</u>	<u>\$ 197,664,126</u>	<u>189,513,579</u>	<u>186,450,960</u>
Total net debt applicable to the limit as a percentage of debt limit	4.78%	5.57%	7.54%	8.40%	5.28%	6.19%	7.49%	8.14%	9.27%	10.20%

Town of Christiansburg, Virginia
Direct and Overlapping Governmental Activities Debt
At June 30, 2025

<u>Governmental Unit:</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Amount Applicable to Primary Government</u>
County of Montgomery	\$ 187,751,601	22%	\$ 41,305,352
Subtotal, overlapping debt			\$ 41,305,352
Town of Christiansburg direct debt			15,235,815
Total direct and overlapping debt			\$ 56,541,167

Sources: Outstanding debt and applicable percentages provided by each government unit.

Note: Overlapping governments are those that coincide, at least in part, with geographic boundaries of the Town. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the property taxpayers of the Town of Christiansburg. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the property taxpayers should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

Table 15

Town of Christiansburg, Virginia
Virginia Resource Authority (VRA) Rate Covenant Compliance
Last Ten Fiscal Years (1)

Fiscal Year	Revenues	Operation and Maintenance Expenses (2)	Net Revenues Available for Debt Services	Debt Service (3)	Coverage (4)
2024-25	\$ 12,385,537	\$ 9,205,485	\$ 3,180,052	\$ 299,748	1060.91%
2023-24	13,017,424	8,451,515	4,565,909	284,953	1602.34%
2022-23	11,893,441	7,997,085	3,896,356	285,267	1365.86%
2021-22	11,751,171	7,390,824	4,360,347	270,202	1613.74%

(1) Only four years available

(2) Operation and maintenance expenses exclude depreciation

(3) Debt service excludes refunded debt service

(4) Net revenues available for debt service/debt service (115% required for compliance)

**Town of Christiansburg, Virginia
Demographic Statistics
Last Ten Fiscal Years**

Fiscal Year Ended	Population (1)	Total Personal Income in Thousands of Dollars (2)	Per Capita Personal Income (3)	Unemployment Rate (4)
2025	***	***	***	4.70%
2024	22,667	6,039,450	51,943	3.50%
2023	22,542	5,772,378	49,707	3.20%
2022	22,562	5,248,210	45,379	3.10%
2021	23,348	5,033,263	43,778	3.90%
2020	23,348	4,600,702	40,112	6.60%
2019	22,557	4,526,103	38,352	3.20%
2018	22,432	4,400,507	37,730	3.50%
2017	22,178	4,177,039	36,125	4.30%
2016	21,969	4,013,920	34,754	4.50%

Notes:

(1) Data derived from Weldon Cooper statistical analysis for Towns in Virginia.

(2) Data is for Montgomery County and Radford City as this data is not available for Towns. Data derived from the Bureau of Economic Anaylis. Christiansburg is the County seat for Montgomery County.

(3) Data is for Montgomery County and Radford City as this data is not available for Towns. Data derived from the Bureau of Economic analysis

(4) Unemployment data is as of June 30 and derived from Virginia Employment Commission (VEC).

** Data not yet available

**Town of Christiansburg, Virginia
Principal Employers
Current Year and Nine Years Ago**

Employer	Fiscal Year 2025		Fiscal Year 2016	
	Number of Employees	Rank	Number of Employees	Rank
Montgomery County School Board	1,000 and over employees	1	1,000 and over employees	1
MOOG Inc.	1,000 and over employees	2	NA	
County of Montgomery	250 to 499 employees	3	250 to 499 employees	5
Kroger	250 to 499 employees	4	500 to 999 employees	3
Shelor Motor Mile, Inc.	250 to 499 employees	5	250 to 499 employees	6
Town of Christiansburg	250 to 499 employees	6	250 to 499 employees	4
Wal-Mart	250 to 499 employees	7	250 to 499 employees	8
Corning Glass Works	250 to 499 employees	8	250 to 499 employees	7
Backcountry.com Inc	250 to 499 employees	9	NA	
Food Lion	100 to 249 employees	10	NA	
Echosphere Corporation (Dish Network)	NA		500 to 999 employees	2
Community Housing Partners	NA		250 to 499 employees	9
Hubbell Lighting	NA		250 to 499 employees	10

Source: Virginia Employment Commission

Town of Christiansburg, Virginia
Full-time Equivalent Town Government Employees by Function
Last Ten Fiscal Years

Function	Fiscal Year										
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
General Administration											
Town Manager's office	3.5	3.5	3.5	3.5	4.0	4.0	5.0	5.0	5.0	5.0	5.0
Planning	4.5	3.5	3.5	4.0	3.0	3.0	3.5	3.0	3.0	4.0	3.5
Treasurer/Finance	13.0	13.0	13.0	13.0	13.0	13.0	13.0	13.0	13.0	13.0	13.0
Human Resources	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	4.0	2.0	1.5
Public Relations	3.0	2.0	2.0	2.0	2.0	2.0	2.0	3.0	2.0	2.0	1.5
Information Technology	4.0	4.0	4.0	4.0	3.0	3.0	2.0	2.0	2.0	3.0	3.0
Public Safety											
Police	69.5	69.5	67.5	67.5	69.5	69.5	69.5	69.0	68.0	74.0	73.0
Fire	6.6	6.6	5.0	5.0	3.5	3.5	3.5	3.5	3.0	3.0	3.0
Rescue	25.0	26.8	19.0	18.2	9.0	8.2	8.2	6.8	3.0	3.0	3.5
Public Works											
Maintenance	9.0	6.0	9.0	10.0	10.0	10.5	10.5	9.0	6.0	3.0	3.0
Sanitation	5.0	5.0	4.0	7.0	9.0	9.0	9.0	10.0	10.0	11.0	11.0
Streets	42.0	44.0	40.0	40.0	40.0	40.0	40.0	37.0	40.0	36.0	36.0
Water	23.0	18.5	13.0	21.0	21.0	21.0	21.0	30.0	24.0	36.0	36.0
Plant Operations & sewer Opera	13.5	18.0	17.0	22.0	22.0	22.5	22.5	14.0	14.0	11.0	11.0
Storm Drain	7.0										
Engineering	12.0	12.0	12.0	12.0	13.0	14.6	14.6	13.0	12.0	11.0	11.0
Building Inspections	6.0	5.0	5.0	5.0	4.0	4.0	4.4	4.0	4.0	4.0	4.0
Parks and Recreation	35.9	60.0	31.0	26.2	26.4	25.5	25.5	25.5	24.0	24.7	23.2
Aquatics	30.3	33.5	22.0	21.6	19.1	28.8	28.8	34.0	34.0	34.0	34.0
Cemetery	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Totals	317.8	335.9	275.5	287.0	276.5	287.1	288.0	286.8	273.0	281.7	278.2
Fire Department Volunteers	40.0	40.0	40.0	40.0	40.0	40.0	40.0	38.0	38.0	38.0	38.0
Rescue Department Volunteers	2.0	2.0	10.0	50.0	50.0	57.0	92.0	95.0	95.0	75.0	75.0

Note: A full-time employee is scheduled to work 2080 hours per year (including holiday, vacation, and sick leave). Full-time employment is calculated by dividing total labor hours by 2080.

Source: Data obtained from Town Human Resources

Town of Christiansburg, Virginia
Operating Indicators by Function/Program
Last Ten Fiscal Years

	Fiscal Year									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
* Building/zoning permits issued	1,167	1,491	1,341	1,212	1,567	1,717	1,617	1,449	2,019	1,436
* Building inspections	3,300	4,656	4,019	4,643	5,035	5,226	6,226	5,131	4,986	3,905
Conditional use permits approved	8	11	6	9	17	9	10	15	6	9
Rezoning requests approved	5	3	7	3	7	5	4	4	1	3
Streets approved for vacation	3	2	3	-	1	2	2	-	2	-
Amendments to Town Code/Ordinances	2	3	1	-	4	-	5	9	2	2
Public Safety										
Police										
Criminal offenses	2,005	1,594	1,262	1,217	1,499	2,364	2,724	2,490	2,241	1,955
Traffic warrants	3,053	2,077	2,680	1,817	1,326	2,073	3,370	3,210	3,505	4,043
Parking violations	26	8	17	41	20	183	267	143	157	149
Patrol miles driven	445,801	401,522	479,089	546,309	562,515	514,291	578,995	580,272	595,906	574,459
Fire										
Christiansburg calls answered	849	672	657	577	612	491	558	575	508	505
County calls answered	552	405	370	357	355	356	432	407	398	323
Total calls answered	1,401	1,077	1,027	934	967	847	990	982	906	828
Rescue										
Christiansburg calls answered	3,292	3,560	3,687	3,227	3,141	3,056	3,614	3,376	3,349	2,883
County calls answered	1,317	1,057	1,286	1,666	1,386	1,455	1,119	1,097	1,214	1,141
Total calls answered	4,609	4,617	4,973	4,893	4,527	4,511	4,733	4,473	4,563	4,024
Public Works										
Sanitation										
Trash removal in tons	7,311	6,995	6,925	7,395	7,023	6,780	6,637	7,997	8,925	8,185
Spring and fall cleanup in tons	849.75	584.23	696.00	592.31	678.53	438.45	754.89	893.00	741.34	856.56
Junk	971.50	766.51	267.00	659.02	619.62	653.76	558.42	749.88	599.50	870.75
Leaves	2230.19	355.54	990.00	383.86	398.73	299.33	276.04	385.00	290.06	307.29
Recycling in pounds ****	****	****	****	****	****	****	****	****	178,760	110,980
Papers	1,897,000	1,931,260	2,020,500	2,097,460	2,226,000	2,270,000	2,271,760	1,124,240	1,110,360	1,018,440
Single Stream	3,180	3,200	5,300	2,220	8,920	106,000	152,860	191,720	1,289,120	1,129,420
Cardboard	****	****	****	****	****	****	****	****	****	****
Containers	1,900,180	1,934,460	2,025,800	2,099,680	2,234,920	2,376,000	2,424,620	1,315,960	1,110,360	1,018,440
Total pounds recycled	****	****	****	****	****	****	****	****	****	****
Streets										
Principal/minor arterial lane miles	47.09	47.09	47.09	44.71	44.71	44.79	45.42	44.45	46.93	46.93
Principal/minor arterial center lane miles	17.18	17.18	17.18	17.18	17.18	17.18	17.47	15.83	15.90	15.90
Collector/local streets lane miles	232.83	232.37	232.50	228.67	229.23	229.68	225.60	203.01	206.03	206.03
Collector/local streets center lane miles	116.40	116.19	116.26	114.44	114.73	114.95	112.97	101.42	102.83	102.83
Sidewalks installed new and replaced in linear feet	1,624	2,797	8,306	6,927	6,789	3,178	5,016	-	2,715	-
Storm drains installed in linear feet	247	845	3,413	7,901	2,562	2,373	2,565	3,000	1,952	-
Street lights installed	-	9	-	5	-	40	-	27	8	7
Street signs new	24	68	51	65	224	218	62	53	45	40
Street signs repaired or replaced	264	221	129	186	64	134	288	327	184	164
Total street signs	288	289	180	251	288	352	350	380	229	204
Water										
New water services installed, net of removed	82	75	83	94	104	190	32	25	65	70
Total water customers in Town	10,575	10,493	10,418	10,335	10,241	10,137	9,947	9,915	9,890	9,825
New water services installed Out of Town	8	2	9	-	3	10	47	7	6	6
Accumulative water services Out of Town	603	595	593	584	584	581	571	524	517	511
Total water services in and out of Town	11,178	11,088	11,011	10,919	10,825	10,718	10,518	10,439	10,407	10,336

(continued)

Town of Christiansburg, Virginia
Operating Indicators by Function/Program
Last Ten Fiscal Years

Function/Program	Fiscal Year									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Water										
Water consumption in gallons Town System	1,060,433,238	902,743,992	836,536,357	813,821,910	755,363,301	773,589,063	810,839,670	776,903,788	753,035,713	996,710,692
Montgomery County PSA	1,283,038,600	86,180,500	79,356,522	93,426,333	90,158,504	87,685,297	91,748,150	80,502,800	81,528,160	63,279,923
Total water consumption	2,343,471,838	988,924,492	915,892,879	907,248,243	845,521,805	861,274,360	902,587,820	857,406,588	916,092,033	1,123,270,538
New water mains installed in linear feet	1,348	12,095	11,575	10,157	4,777	4,601	7,457	810	9,951	1,855
Cumulative water mains, feet	871,924	871,436	859,341	849,311	840,490	836,564	838,099	830,642	829,832	819,881
Cumulative water mains, miles	165.14	165.04	162.75	160.85	159.18	158.44	158.73	157.32	157.17	155.28
Sewer										
New service installed in Town, net of service removed	80	68	86	91	102	47	66	121	134	101
Accumulative services in Town	9,933	9,839	9,771	9,685	9,594	9,401	9,354	9,288	9,167	9,033
New sewer service installed Out of Town	14	-	-	-	-	-	6	6	5	4
Accumulative services Out of Town	62	48	48	48	48	139	139	139	133	128
Total sewer services In and Out of Town	995	9,887	9,819	9,733	9,642	9,540	9,493	9,427	9,300	9,161
New Sanitary Sewer Gravity Mains installed in linear feet	1,195	12,232	4,323	5,547	5,391	6,053	4,488	4,488	6,581	2,152
New Sanitary Sewer Force Mains installed in linear feet	-	172	-	142	-	-	-	-	-	-
Total sewer system lines in linear feet	931,991	932,596	920,478	896,207	889,515	883,165	879,409	877,554	873,066	866,485
Total sewer system lines in miles	176.51	176.63	174.33	169.74	168.47	167.27	166.55	166.20	165.35	164.11
Waste Water Treatment Plant										
Gallons collected and treated	1,073,000,000	997,300,000	1,031,700,000	998,600,000	1,391,800,000	1,088,600,000	1,227,100,000	972,000,000	966,000,000	1,066,000,000
Average number of gallons treated per day	2,900,000	2,700,000	2,800,000	2,735,890	3,813,151	2,982,466	3,361,918	2,663,014	2,652,055	2,920,548
Parks and Recreation										
Number of programs offered	63	76	77	59	37	53	95	94	103	91
Youth and community	225	222	263	240	182	226	235	238	258	196
Adult and community	46	49	44	44	40	39	50	47	47	47
Youth athletic	31	30	28	30	28	30	28	28	27	27
Adult athletic	177	170	190	185	130	148	170	155	169	136
Senior citizen	15	27	25	2	3	12	14	13	14	10
Special population	23	25	26	26	8	20	17	10	10	7
Youth special events	31	32	34	26	8	19	21	10	8	7
Adult special events	10	12	11	11	11	24	27	21	18	14
Senior citizen special events	0	0	0	0	0	0	0	4	3	1
Clubs										
Aquatics										
Membership packages sold	7,765	852	3,274	1,895	937	705	860	578	392	493
Resident	4,982	462	1,844	945	551	783	781	905	540	1,147
Non resident	20,625	19,257	17,995	9,714	4,747	14,367	27,558	29,605	30,859	34,025
Day passes sold	172	125	180	44	7	111	91	220	206	206
Birthday parties	51	53	43	40	30	35	34	32	30	28
Competitive meets	1,257	4,176	3,456	2,281	1,142	913	834	1,072	252	371
Number of classes										
Cemetery ***										
Burials	58	64	51	84	87	84	59	57	59	56
Cremations	17	22	42	24	15	22	11	18	21	8
Lots sold	48	60	95	79	69	57	49	32	38	32
Columbarium units sold	5	1	1	12	4	3	2	0	4	***

Notes:

* Estimated due to lost data in software change over
 ** The Sunset Cemetery the columbarium was added in FY 2017
 *** In 2017-2018 the Montgomery Regional Solid Waste Authority moved to single stream recycling so data is now collected differently then in years past.
 Source: Data obtained from Town Department Heads

Town of Christiansburg, Virginia
Capital Asset and Infrastructure Statistics by Function/Program
Last Ten Fiscal Years

Function/Program	Fiscal Year									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Public Safety										
Law Enforcement Vehicles Patrol	39	37	37	37	37	35	35	35	35	35
Law Enforcement Vehicles detective and vice	17	14	14	14	14	14	14	14	14	14
Law Enforcement Vehicles ERT and Special operations	7	4	4	4	4	4	4	4	4	4
Law Enforcement Vehicles Administrative	6	6	6	6	6	6	5	5	5	5
Fire Fighting Apparatus	10	10	10	9	9	9	9	9	9	9
Fire Response Vehicles	8	8	8	8	8	8	8	8	8	8
Medical Rescue Ambulances	8	7	6	6	6	6	6	6	6	5
Medical Rescue Extraction Vehicles	1	2	3	3	3	3	3	3	3	4
Medical Rescue Response Vehicles other	6	6	4	4	4	4	4	4	5	6
Public Works										
Sanitation										
Trash Collection Vehicles	5	5	5	5	5	5	5	5	5	5
Streets										
Principal/minor arterial lane miles	47.09	47.09	47.09	44.71	44.71	44.79	45.42	44.45	46.93	46.93
Collector/local streets lane miles	232.83	232.37	232.50	228.67	229.23	229.60	225.30	203.04	206.03	206.03
Traffic lights	16	16	16	16	15	15	13	12	12	12
Street lights	1,847	1,838	1,838	1,838	1,838	1,838	1,798	1,798	1,771	1,763
Parks and Recreation										
Indoor Aquatic Center	1	1	1	1	1	1	1	1	1	1
Recreation Center	1	1	1	1	1	1	1	1	1	1
Parks mini parks, large and community	16	15	15	14	14	14	14	14	14	14
Trails (miles)	8.0	7.6	7.6	6.2	6.2	6.2	6.2	6.2	6.2	6.2
Business Type Activities Water and Sewer										
Water Mains (miles)	165.14	165.04	162.75	160.85	159.18	158.44	158.73	157.32	157.17	155.28
Sewer Mains (miles)	176.51	176.63	174.33	169.74	168.47	167.27	166.55	166.20	165.35	164.11

Source: Data obtained from Town Department Heads

Table 21

Town of Christiansburg, Virginia
 Proprietary Fund Business-type Activities Water and Sewer Fund Statement of Revenues, Expenses, and Changes in Net Position
 Last Ten Fiscal Years

	Fiscal Year									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Operating Revenues										
Charges for Services:										
Water and Sewer Service Fees	\$ 11,777,457	\$ 11,784,194	\$ 10,920,766	\$ 10,809,483	\$ 10,089,551	\$ 10,447,273	\$ 9,714,709	\$ 9,198,252	\$ 7,588,435	\$ 7,920,865
Water and Wastewater Connection Fees	338,246	952,090	671,837	650,750	809,945	1,113,597	1,023,015	829,947	1,147,510	694,270
Penalties and Other	269,827	278,954	300,838	290,938	319,580	214,433	251,625	244,585	177,697	209,766
Total Operating Revenues	\$ 12,385,530	\$ 13,015,238	\$ 11,893,441	\$ 11,751,171	\$ 11,219,076	\$ 11,775,303	\$ 10,989,349	\$ 10,272,784	\$ 8,913,642	\$ 8,824,901
Operating Expenses										
Salaries and Wages	\$ 2,082,014	\$ 1,758,892	\$ 1,576,305	\$ 1,537,448	\$ 1,885,467	\$ 1,626,191	\$ 1,646,623	\$ 1,670,012	\$ 1,637,894	\$ 1,574,646
Employee Benefits	718,788	572,762	638,267	381,620	721,408	558,622	411,641	547,824	536,071	532,323
Water Authority Purchases	4,043,410	3,728,333	3,709,366	3,580,823	3,187,618	3,186,715	3,258,342	2,640,812	1,950,183	1,821,897
Utilities	724,702	756,540	587,397	536,644	493,318	545,476	492,809	487,310	513,363	532,195
Repairs and Maintenance	343,004	454,327	351,747	209,768	244,322	285,180	279,640	210,220	195,282	185,580
Depreciation and Amortization	2,535,218	2,490,740	2,319,731	2,256,969	2,210,899	2,110,060	2,083,552	1,936,624	1,911,711	1,810,513
Materials and Supplies	462,567	484,311	440,744	572,902	556,568	535,851	555,039	563,148	479,715	478,304
General and Administrative	542,888	593,416	608,225	403,863	529,384	488,585	483,109	417,809	499,554	307,104
Professional Services	288,112	102,934	85,034	167,756	-	-	-	-	-	-
Total Operating Expenses	\$ 11,740,703	\$ 10,942,255	\$ 10,316,816	\$ 9,647,793	\$ 9,828,984	\$ 9,336,680	\$ 9,210,755	\$ 8,473,759	\$ 7,723,773	\$ 7,242,562
Operating Income (Loss)	\$ 644,827	\$ 2,072,983	\$ 1,576,625	\$ 2,103,378	\$ 1,390,092	\$ 2,438,623	\$ 1,778,594	\$ 1,799,025	\$ 1,189,869	\$ 1,582,339
Nonoperating Revenues (Expenses)										
Interest and Fiscal Charges	\$ (31,217)	\$ (25,656)	\$ (26,599)	\$ (29,409)	\$ (79,925)	\$ (108,515)	\$ (135,092)	\$ (168,772)	\$ (203,738)	\$ (236,459)
Interest Income	7	2,186	-	-	-	-	-	-	-	-
Total Nonoperating Revenues (Expenses)	\$ (31,210)	\$ (23,470)	\$ (26,599)	\$ (29,409)	\$ (79,925)	\$ (108,515)	\$ (135,092)	\$ (168,772)	\$ (203,738)	\$ (236,459)
Income (Loss) Before Contributions and Transfers	\$ 613,617	\$ 2,049,513	\$ 1,550,026	\$ 2,073,969	\$ 1,310,167	\$ 2,330,108	\$ 1,643,502	\$ 1,630,253	\$ 986,131	\$ 1,345,880
Capital Contributions										
Transfers In (Out)	\$ 734,182	\$ 934,514	\$ 1,704,251	\$ 1,264,170	\$ 680,745	\$ 955,180	\$ 199,884	\$ 520,000	\$ 483,510	\$ 95,939
Change in Net Position	\$ 1,347,799	\$ 2,984,027	\$ 3,254,277	\$ 3,338,139	\$ 2,163,649	\$ 3,285,288	\$ 1,843,386	\$ 2,150,253	\$ 1,469,641	\$ 1,441,819
Net Position, Beginning	\$ 54,075,656	\$ 51,091,629	\$ 47,837,352	\$ 44,499,213	\$ 42,335,564	\$ 39,050,276	\$ 37,206,890	\$ 35,347,301	\$ 33,877,660	\$ 32,656,517
Prior Period Adjustment	-	-	-	-	-	-	-	(290,664)	-	(220,676)
Net Position, Ending	\$ 55,423,455	\$ 54,075,656	\$ 51,091,629	\$ 47,837,352	\$ 44,499,213	\$ 42,335,564	\$ 39,050,276	\$ 37,206,890	\$ 35,347,301	\$ 33,877,660

Table 22

Town of Christiansburg, Virginia
Water and Sewer Enterprise Fund Expenses and Bond Payments
Last Ten Fiscal Years

	Fiscal Year									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Water										
Personal service -										
Salaries, wages, payroll taxes, and retirement	\$ 848,919	\$ 677,603	\$ 608,071	\$ 673,780	\$ 897,671	\$ 760,072	\$ 626,910	\$ 657,780	\$ 641,837	\$ 724,535
Fringe benefits - insurance	294,238	227,468	228,127	176,815	331,338	261,663	154,474	216,654	234,975	158,780
Water Authority purchases	4,043,410	3,728,333	3,709,366	3,980,823	3,187,618	3,186,715	3,256,342	2,640,812	1,950,183	1,821,897
Utilities	15,714	12,562	13,819	10,222	17,095	10,161	10,275	46,674	31,544	11,552
Repairs & maintenance	78,339	62,823	158,979	85,597	94,227	102,874	74,427	38,208	41,102	39,668
Depreciation & amortization	853,614	867,170	711,224	665,224	663,729	644,912	644,912	609,546	578,158	556,027
Materials & supplies	277,081	312,177	243,739	282,242	340,266	250,321	210,105	210,105	150,093	198,998
General & administrative	250,702	228,161	230,692	179,505	216,470	162,583	166,604	223,624	162,899	136,032
Professional fees	249,347	70,543	15,994	30,606	47,454	-	47,454	-	-	-
Bond payments- principal	264,382	260,465	257,207	242,829	141,713	227,760	201,583	190,936	244,790	-
Bond payments- interest	16,717	25,656	26,599	29,469	51,152	76,024	68,144	82,263	105,467	-
Water Totals	\$ 7,192,463	\$ 6,472,961	\$ 6,200,487	\$ 5,957,052	\$ 5,957,083	\$ 5,697,026	\$ 5,503,446	\$ 4,916,602	\$ 4,141,048	\$ 3,647,489
Waste Water Operations										
Personal service -										
Salaries, wages, payroll taxes, and retirement	\$ 658,573	\$ 503,182	\$ 470,270	\$ 493,999	\$ 494,077	\$ 426,742	\$ 518,470	\$ 492,522	\$ 458,735	\$ 444,539
Fringe benefits - insurance	235,815	156,982	202,354	129,222	196,468	149,354	130,422	162,529	154,455	128,181
Utilities	121,550	113,062	122,473	105,737	97,684	96,586	92,524	108,851	205,585	103,877
Repairs & maintenance	60,985	222,644	88,502	90,188	82,267	133,526	109,253	79,523	87,135	70,861
Depreciation & amortization	1,589,307	632,320	624,397	1,491,639	663,270	568,071	532,297	495,581	538,678	451,616
Materials & supplies	50,210	84,243	113,814	116,499	113,814	123,310	128,625	128,625	102,698	154,658
General & administrative	191,881	176,773	170,091	157,565	107,720	104,445	112,410	121,155	83,346	119,408
Professional fees	-	-	13,378	39,018	23,360	-	8,324	15,826	29,881	-
Waste Water Totals	\$ 2,908,321	\$ 1,889,206	\$ 1,793,887	\$ 2,621,182	\$ 1,781,345	\$ 1,583,570	\$ 1,627,010	\$ 1,604,612	\$ 1,660,512	\$ 1,511,905
Waste Water Treatment Plant										
Personal service -										
Salaries, wages, payroll taxes, and retirement	\$ 574,522	\$ 578,107	\$ 497,964	\$ 369,669	\$ 493,719	\$ 439,377	\$ 501,243	\$ 519,846	\$ 537,322	\$ 529,123
Fringe benefits - insurance	188,735	188,312	207,986	75,983	193,602	147,606	126,745	168,507	146,641	121,811
Utilities	587,438	630,916	451,105	420,685	378,539	438,727	390,010	198,540	276,234	416,766
Repairs & maintenance	203,680	168,560	104,266	33,983	67,828	153,986	95,960	66,576	67,045	75,051
Depreciation & amortization	92,297	991,250	984,110	100,106	884,360	883,710	906,343	831,496	794,874	802,870
Materials & supplies	135,276	87,891	94,783	176,846	99,803	109,043	181,409	303,787	226,924	124,648
General & administrative	100,305	188,482	207,442	66,793	69,111	125,366	74,910	101,192	60,845	51,664
Professional fees	38,765	32,391	58,992	98,132	96,462	62,051	73,404	35,800	162,582	-
Bond payments- principal	-	-	-	-	566,850	684,399	680,997	829,904	776,051	987,355
Bond payments- interest	14,500	-	-	-	28,773	42,817	66,948	86,509	98,271	247,254
Waste Water Treatment Plant Totals	\$ 1,935,518	\$ 2,866,209	\$ 2,606,248	\$ 1,341,797	\$ 2,879,047	\$ 3,087,082	\$ 3,097,969	\$ 3,142,157	\$ 3,146,789	\$ 3,356,542
Totals										
Personal service -										
Salaries, wages, payroll taxes, and retirement	\$ 2,082,014	\$ 1,758,892	\$ 1,576,305	\$ 1,537,448	\$ 1,885,467	\$ 1,626,191	\$ 1,646,623	\$ 1,670,148	\$ 1,637,894	\$ 1,688,197
Fringe benefits - insurance	718,788	572,762	638,267	381,620	721,408	536,623	411,641	547,690	536,071	408,772
Water Authority purchases	4,043,410	3,728,333	3,709,366	3,980,823	3,187,618	3,186,715	3,256,342	2,640,812	1,950,183	1,821,897
Utilities	724,702	756,540	587,397	536,644	493,318	545,474	492,809	354,065	513,363	532,195
Repairs & maintenance	343,004	454,327	351,747	209,768	244,322	390,386	279,640	184,307	195,282	185,580
Depreciation & amortization	2,535,218	2,490,740	2,319,731	2,256,969	2,210,899	2,110,060	2,083,552	1,936,623	1,911,710	1,810,513
Materials & supplies	462,567	484,311	440,744	572,902	556,568	464,784	555,040	642,517	479,715	478,304
General & administrative	542,888	593,416	608,225	403,863	393,571	445,971	445,971	445,971	307,090	307,104
Professional fees	288,112	102,934	85,034	167,756	135,816	62,051	129,182	51,626	192,463	-
Bond payments- principal	264,382	260,465	257,207	242,829	708,563	912,159	882,380	1,020,840	1,020,841	1,026,120
Bond payments- interest	31,217	25,656	26,599	29,469	79,925	118,841	188,092	168,772	203,738	247,254
Totals	\$ 12,036,302	\$ 11,228,376	\$ 10,600,622	\$ 9,920,031	\$ 10,617,475	\$ 10,367,678	\$ 10,228,425	\$ 9,663,371	\$ 8,948,350	\$ 8,515,936

Town of Christiansburg, Virginia
Water and Sewer Enterprise Fund Expenses and Bond Payments Breakdown
For the Year Ended June 30, 2025

	<u>Total</u>	<u>Water</u>	<u>Waste Water</u>	<u>Waste Water Treatment Plant</u>
Personal service - Salaries, wages, payroll taxes, and retirement	\$ 2,082,014	\$ 848,919	658,573	574,522
Fringe benefits - insurance	718,788	294,238	235,815	188,735
Water Authority purchases	4,043,410	4,043,410	-	-
Utilities	724,702	15,714	121,550	587,438
Repairs & maintenance	343,004	78,339	60,985	203,680
Depreciation & amortization	2,535,218	853,614	1,589,307	92,297
Materials & supplies	462,567	277,081	50,210	135,276
General & administrative	542,888	250,702	191,881	100,305
Professional fees	288,112	249,347	-	38,765
Bond payments- principal	264,382	264,382	-	-
Bond payments- interest	31,217	16,717	-	14,500
Totals	\$ 12,036,302	\$ 7,192,463	\$ 2,908,321	\$ 1,935,518

Town of Christiansburg, Virginia
 Proprietary Fund Business-type Activities Storm Water Statement of Revenues, Expenses, and Changes in Net Position
 Last Ten Fiscal Years (1)

	Fiscal Year							
	2025	2024	2023	2022	2021	2020	2019	2018
Operating Revenues								
Charges for Services:								
Storm water monthly fees	\$ 1,570,924	\$ 1,500,659	\$ 1,497,256	\$ 1,437,097	\$ 1,475,327	\$ 1,436,821	\$ 1,388,141	\$ 1,350,405
Storm water maintenance & transfer fees	-	-	-	42,788	-	-	32,210	29,226
Penalties and Other	-	-	-	-	-	-	11,940	5,772
Total Operating Revenues	\$ 1,570,924	\$ 1,500,659	\$ 1,497,256	\$ 1,479,885	\$ 1,475,327	\$ 1,436,821	\$ 1,432,291	\$ 1,385,403
Operating Expenses								
Salaries and Wages	\$ 492,655	\$ 528,252	\$ 422,269	\$ 395,377	\$ 443,758	\$ 408,163	\$ 325,690	\$ 282,376
Employee Benefits	194,792	194,899	189,583	164,380	210,707	173,663	129,947	84,439
Depreciation and Amortization	248,875	248,860	235,727	222,736	206,672	153,691	122,341	99,164
Materials and Supplies	78,591	86,236	75,345	63,902	54,627	67,348	56,543	49,758
General and Administrative	31,537	29,082	29,715	37,304	39,599	31,697	73,387	30,154
Professional Services	-	37,719	33,403	12,439	3,429	4,846	60,049	650,776
Total Operating Expenses	\$ 1,046,450	\$ 1,125,048	\$ 986,042	\$ 896,138	\$ 958,792	\$ 839,408	\$ 767,957	\$ 1,196,667
Operating Income (Loss)	\$ 524,474	\$ 375,611	\$ 511,214	\$ 583,747	\$ 516,535	\$ 597,413	\$ 664,334	\$ 188,736
Nonoperating Revenues (Expenses)								
Loss on Disposal of Fixed Assets	\$ -	\$ -	\$ -	\$ (57,200)	\$ -	\$ -	\$ -	\$ -
Total Nonoperating Revenues (Expenses)	\$ -	\$ -	\$ -	\$ (57,200)	\$ -	\$ -	\$ -	\$ -
Income (Loss) Before Contributions and Transfers	\$ 524,474	\$ 375,611	\$ 511,214	\$ 526,547	\$ 516,535	\$ 597,413	\$ 664,334	\$ 188,736
Capital Contributions	1,193,473	121,649	578,400	1,192,531	395,949	524,363	988,811	657,024
Transfers In (Out)	1,739,854	-	186,676	-	2,370	-	-	-
Change in Net Position	\$ 3,457,801	\$ 497,260	\$ 1,276,290	\$ 1,719,078	\$ 914,854	\$ 1,121,776	\$ 1,653,145	\$ 845,760
Net Position, Beginning	\$ 10,807,682	\$ 10,310,422	\$ 9,034,132	\$ 7,315,054	\$ 6,400,200	\$ 5,278,424	\$ 3,625,279	\$ 2,040,405
Prior Period Adjustment	252,582	-	-	-	-	-	-	739,114
Net Position, Ending	\$ 14,518,065	\$ 10,807,682	\$ 10,310,422	\$ 9,034,132	\$ 7,315,054	\$ 6,400,200	\$ 5,278,424	\$ 3,625,279

(1) The Stormwater fund was created at the beginning of fiscal year 2017 annual data will be presented going forward.

COMPLIANCE SECTION



**Independent Auditors' Report on Internal Control over Financial Reporting and on
Compliance and Other Matters Based on an Audit of Financial Statements
Performed in Accordance with *Government Auditing Standards***

**To the Honorable Members of Town Council
Town of Christiansburg, Virginia**

We have audited, in accordance with the auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *Specifications for Audits of Counties, Cities, and Towns*, issued by the Auditor of Public Accounts of the Commonwealth of Virginia, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Christiansburg, Virginia, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Town of Christiansburg, Virginia's basic financial statements, and have issued our report thereon dated January 14, 2026.

Report on Internal Control over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of This Report

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

Robinson, James, Cox Associates

Blacksburg, Virginia
January 14, 2026



**Independent Auditors' Report on Compliance for Each Major Program and on
Internal Control over Compliance Required by the Uniform Guidance**

To the Honorable Members of Town Council
Town of Christiansburg, Virginia

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Town of Christiansburg, Virginia's compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of Town of Christiansburg, Virginia's major federal programs for the year ended June 30, 2025. Town of Christiansburg, Virginia's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, Town of Christiansburg, Virginia complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2025.

Basis for Opinion on Each Major Federal Program

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

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

Responsibilities of Management for Compliance

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

Auditors' Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

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

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

Report on Internal Control over Compliance

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

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

Report on Internal Control over Compliance (Continued)

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

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

Robinson, James, Cox Associates

Blacksburg, Virginia
January 14, 2026

Town of Christiansburg, Virginia
 Schedule of Expenditures of Federal Awards
 For the Year Ended June 30, 2025

Federal Grantor/State Pass - Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Federal Expenditures
Department of Justice:			
Direct payments:			
Equitable Sharing Program	16.922	Not applicable	\$ 5,914
Bulletproof Vest Partnership Program	16.607	Not applicable	4,225
Total Department of Justice			<u>\$ 10,139</u>
Department of Homeland Security:			
Pass Through Payments:			
<i>Virginia Department of Emergency Management:</i>			
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	DR-4831-VA DR-4863-VA	\$ 99,977 510,349
Emergency Management Performance Grants	97.042	EMP-2023-EP-00006	610,326 <u>7,500</u>
Total Department of Homeland Security			<u>\$ 617,826</u>
Department of Transportation:			
Pass Through Payments:			
<i>Virginia Department of Motor Vehicles:</i>			
Highway Safety Cluster:			
State and Community Highway Safety	20.600	BPT-2024-54243-24243	\$ 481
State and Community Highway Safety	20.600	BPT-2025-55086-25086	4,834
			<u>\$ 5,315</u>
Alcohol Open Container Requirements	20.607	ENF_AL-2024-54246-24246	\$ 2,833
Alcohol Open Container Requirements	20.607	ENF_AL-2025-55062-25062	4,134
			<u>6,967</u>
<i>Virginia Department of Transportation:</i>			
Highway Planning and Construction	20.205	EN20-154-251, P101, R201	\$ 1,255
Highway Planning and Construction	20.205	EN20-154-252, P101, R201	1,255
Highway Planning and Construction	20.205	EN22-154-268, P101	14,465
Highway Planning and Construction	20.205	EN22-154-267, P101	25,645
Highway Planning and Construction	20.205	EN22-154-270, P101, R201	10,948
Highway Planning and Construction	20.205	EN22-154-269, P101	95,110
Highway Planning and Construction	20.205	0011-154-254, P101, R201	196,638
Highway Planning and Construction	20.205	0114-154-274	835,515
			<u>1,180,831</u>
Total Department of Transportation			<u>\$ 1,193,113</u>
Department of the Treasury:			
Direct payments:			
COVID-19 Coronavirus State and Local Fiscal Recovery Fund	21.027	Not applicable	\$ 2,049,234
Pass Through Payments:			
<i>Virginia Department of Environmental Quality:</i>			
COVID-19 Coronavirus State and Local Fiscal Recovery Fund	21.027	SCS-21	338,768
			<u>\$ 2,388,002</u>
Total Department of the Treasury			<u>\$ 2,388,002</u>
Department of Housing and Urban Development:			
Direct payments:			
CDBG- Entitlement Cluster:			
Community Development Block Grants/Entitlement Grants	14.218	Not applicable	\$ 53,239
Total Department of Housing and Urban Development			<u>\$ 53,239</u>
Total Expenditures of Federal Awards			<u><u>\$ 4,262,319</u></u>

Town of Christiansburg, Virginia
 Schedule of Expenditures of Federal Awards
 For the Year Ended June 30, 2025

Notes to Schedule of Expenditures of Federal Awards

Note 1 -- Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the Town of Christiansburg, Virginia under programs of the federal government for the year ended June 30, 2025. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the Town of Christiansburg, Virginia, it is not intended to and does not present the financial position, changes in net position, or cash flows of the Town of Christiansburg, Virginia.

Note 2 -- Summary of Significant Accounting Policies

- (1) Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.
- (2) Pass-through entity identifying numbers are presented where available.

Note 3 -- De Minimis Cost Rate

The Town did not elect to use the 15 percent de minimis indirect cost rate as it typically only requests direct costs for reimbursement.

Note 4 -- Subrecipients

The Town did not have any subrecipients during 2025.

Note 5 -- Relationship to the Financial Statements:

Federal expenditures, revenues and capital contributions are reported in the Town's basic financial statements as follows:

Intergovernmental federal revenues and other reconciling items per the basic financial statements:

Primary government:

Special Revenue Funds - nonmajor	\$ 86,365
Equitable sharing funds received but not spent	(3,205)
General Fund	510,349
ARPA Fund	2,049,234
Water and Sewer Fund	1,927,655
State and other nonfederal funds	(1,488,910)
Capital Projects Fund	1,180,831
Total expenditures of federal awards per basic financial statements	\$ 4,262,319

Town of Christiansburg, Virginia
 Schedule of Findings and Questioned Costs
 Year Ended June 30, 2025

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued:	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None reported
Type of auditors' report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.516(a)?	No

Identification of major programs:

Assistance Listing #	Name of Federal Program or Cluster
21.027	COVID-19 Coronavirus State and Local Fiscal Recovery Funds (ARPA)

Dollar threshold used to distinguish between Type A and Type B programs	\$750,000
Auditee qualified as low-risk auditee?	Yes

Section II - Financial Statement Findings

There are no financial statement findings to report.

Section III - Federal Award Findings and Questioned Costs

There are no federal award findings and questioned costs to report.

Town of Christiansburg, Virginia
Summary Schedule of Prior Audit Findings
Year Ended June 30, 2025

There were no prior audit findings.