



Agenda

January 25, 2024

6:00 p.m.— Pulaski County Innovation Center, Fairlawn, VA

- I. **CALL TO ORDER**
- II. **CONSENT AGENDA**
 - A. Approval of Minutes for November
 - B. [Approval of Treasurer's Report for November and December](#)
- III. **COMMONWEALTH INTERGOVERNMENTAL REVIEW PROCESS**
 - A. Projects Signed-off by the staff
 - 1. [Giles Health & Family Vehicle Purchase](#)
 - 2. [Radford Probation & Parole office](#)
 - B. Regular Project Review
 - 1. [New River Valley Senior Services Vehicle Purchase](#)
- IV. **PUBLIC ADDRESS**
- V. **CHAIR'S REPORT**
- VI. **[EXECUTIVE DIRECTOR'S REPORT](#)**
- VII. **REVIEW OF MUTUAL CONCERNS AND COMMISSIONERS' REPORTS**
- VIII. **OLD BUSINESS**
- IX. **NEW BUSINESS**
 - A. [Election of Vice-Chair Position to Fill Vacancy](#)
Hil Johnson, Board Chair
Commission Action
 - B. [FY25 Ride Solutions Program Overview and Operating Grant Resolution](#)
Christy Straight, Director of Infrastructure & Environmental Resources
Commission Action
 - C. [FY23 Audit Report](#)
Kevin Byrd, Executive Director
Commission Action
 - D. [NRV Recovery Ecosystem Program Overview](#)
Holly Lesko, Director of Community Health + Team
Commission Discussion
 - E. Next Commission Meeting:
 - a. February 22nd 6:00pm

All meeting materials posted on the Commission website www.nrvrc.org

The New River Valley Regional Commission provides area wide planning for the physical, social, and economic elements of the district; encourages and assists local governments in planning for their future; provides a means of coordinating federal, state, and local efforts to resolve area problems; provides a forum for review of mutual concerns; and implements services upon request of member local governments.



6580 Valley Center Drive | Suite 124 | Radford, VA 24141 | 540-639-9313

NRVRC.ORG

MEMORANDUM

To: NRVRC Board Members
From: Jessica Barrett, Finance Director
Date: January 17, 2024
Re: November 2023 Financial Statements

The November 2023 Agencywide Revenue and Expenditure Report and Balance Sheet are enclosed for your review. Financial reports are reviewed by the Executive Committee prior to inclusion in the meeting packet.

The Agencywide Revenue and Expense report compares actual year to date receipts and expenses to the FY23-24 budget adopted by the Commission at the May 25, 2023 meeting. The financial operations of the agency are somewhat fluid and projects, added and modified throughout the year, along with the high volume of Workforce program activities, impact the adopted budget. To provide clarity, Commission and Workforce Development Board activities are separated on the agencywide report.

As of month-end November 2023 (42% of the fiscal year), Commission year to date revenues are 33% and expenses are 43% of adopted budget. The two largest budget expense lines, Salary and Fringe, are in line with budget at 38% and 44%, respectively.

Looking at the balance sheet, Accounts Receivable is \$549,179. Of this total, Workforce receivables are \$265,893 (48%) and current. The Executive Committee reviews all aged receivables over 60 days and no receivables are deemed uncollectible. Net Projects (\$446,549) represents project expenses, primarily benchmark projects, that cannot be invoiced yet and posted to receivables.

Counties

Floyd | Giles
Montgomery | Pulaski

City

Radford

Towns

Blacksburg | Christiansburg
Floyd | Narrows | Pearisburg
Pembroke | Pulaski | Rich Creek

Higher Education

Virginia Tech | Radford University
New River Community College

New River Valley Regional Commission
Balance Sheet
11/30/2023

<u>Assets:</u>		<u>Prior Month</u>	<u>Current Month</u>
	Operating Account	49,936	202,580
	Certificate of Deposit	0	0
	First Bank & Trust - Bland/Montgomery VATI	1,889,240	1,895,995
	Money Market	111,521	111,960
	Accounts Receivable	854,181	549,179
	Loans Receivable - Revolving Loan Fund	42,189	41,244
	Restricted Cash - Revolving Loan Fund	64,195	65,280
	Commission Vehicles	32,365	32,365
	Total Assets:	<u>3,043,626</u>	<u>2,898,602</u>
<u>Liabilities:</u>	Accounts Payable	132,259	192,465
	Accrued Annual Leave	98,150	98,150
	Accrued Unemployment	30,038	30,339
	Funds Held for Others	7,255	7,255
	Expense Reimbursement	3,763	3,201
	Prepaid VATI Funds	1,884,505	1,884,505
	Total Liabilities:	<u>2,155,970</u>	<u>2,215,916</u>
<u>Projects:</u>	Net Projects	(245,934)	(446,549)
(Equity Accounts)	Current Year Unrestricted	207,965	198,248
	Unrestricted Net Assets	815,690	815,690
	Restricted Net Assets - Revolving Loan Fund	105,790	105,790
	Total Projects (Equity)	<u>883,510</u>	<u>673,178</u>
	Total Liabilities and Projects	<u>3,039,480</u>	<u>2,889,094</u>
	Net Difference to be Reconciled	<u>4,146</u>	<u>9,508</u>
	Total Adjustments to Post*	(4,146)	9,508
	Unreconciled Balance (after adjustment)	<u>0</u>	<u>0</u>

*YTD adjustment to Accrued Leave. Final adjustment posted to general ledger at fiscal year end closeout.

**New River Valley Regional Commission
Revenue and Expenditures - November 2023**

FY23-24 Budget	November 2023	YTD	Under/Over	(42% of FY) % Budget	
NRVRC Anticipated Revenues					
ARC	90,842	0	43,851	46,991	48.27%
ARC PemTel Painters School Road Broadband	0	0	68,395	(68,395)	0.00%
ARC POWER Water Trail Implementation	35,000	0	0	35,000	0.00%
ARC LDD READY Appalachia	60,000	0	0	60,000	0.00%
ARC Passenger Rail Station Development	574,000	0	0	574,000	0.00%
Local Assessment	238,220	0	238,220	0	100.00%
DHCD - Administrative Grant	89,971	0	44,985	44,986	50.00%
DHCD VATI 2022	90,000	0	1,195,374	(1,105,374)	0.00%
DRPT RIDE Solutions NRV	91,526	0	19,394	72,133	21.19%
DRPT NRVCAP RideSolutions Strategic Plan	15,000	0	5,018	9,982	33.45%
Department of Energy	37,500	0	0	37,500	0.00%
EDA	70,000	0	17,500	52,500	25.00%
Workforce Fiscal Agent	75,000	20,000	45,000	30,000	60.00%
Workforce Power Fiscal Agent	12,500	0	12,500	0	100.00%
Workforce YouthBuild Fiscal Agent	25,000	12,500	18,750	6,250	75.00%
Workforce Ready SWVA Fiscal agent	21,500	0	21,500	0	0.00%
Workforce WORC Fiscal agent	25,000	0	25,000	0	0.00%
Workforce Innovation Fiscal Agent	0	0	10,000	(10,000)	0.00%
Workforce WIOA Soft Skills Fiscal Agent	0	0	6,000	(6,000)	0.00%
Workforce WIOA Supplemental Fiscal Agent	0	0	6,000	(6,000)	0.00%
Workforce WIOA Technical Skills Fiscal Agent	0	0	8,000	(8,000)	0.00%
VDOT	58,000	0	17,126	40,874	29.53%
Floyd County	38,000	0	0	38,000	0.00%
Floyd Town	7,000	0	1,684	5,316	24.06%
Narrows Town	11,000	0	3,667	7,333	33.34%
Rich Creek Town	17,000	0	10,218	6,782	60.10%
Montgomery County	8,000	0	0	8,000	0.00%
Montgomery County VATI	0	0	115,495	(115,495)	0.00%
Blacksburg Town	25,500	0	4,500	21,000	17.65%
Christiansburg Town	54,250	0	10,876	43,374	20.05%
Pulaski County	10,000	0	3,555	6,445	35.55%
Radford City	66,370	0	23,817	42,553	35.89%
MM Interest	0	439	920	(920)	0.00%
Interest Income - VATI	0	6,755	11,500	(11,500)	0.00%
Miscellaneous Income	0	50	1,537	(1,537)	0.00%
Virginia's First	14,960	0	7,500	7,460	50.13%
NRV MPO	95,500	0	1,527	93,973	1.60%
Pembroke	17,000	0	2,519	14,481	14.82%
Dept of Environmental Quality	14,500	0	3,644	10,856	25.13%
VDEM	25,000	0	12,063	12,937	48.25%
Virginia Outdoors Foundation	42,241	0	0	42,241	0.00%
VHDA	50,375	0	0	50,375	0.00%
Southwest Virginia SWMA	7,000	0	3,500	3,500	50.00%
Virginia Recycling Association	14,000	0	3,750	10,250	26.79%
VDH New River Health District	345,000	0	30,426	314,574	8.82%
VDH Office of Drinking Water	80,000	0	8,250	71,750	10.31%
NRV Passenger Rail Authority	67,500	0	0	67,500	0.00%
Revolving Loan - Interest	0	139	754	(754)	0.00%
Grant income (anticipated)	12,723	0	0	12,723	0.00%
Direct Charge Reimbursement	0	0	346	(346)	0.00%
Sub Total Revenues	2,631,980	39,883	2,064,660	567,320	33.03%
Expenses					
Salaries	1,325,877	105,894	510,020	815,857	38.47%
Fringe Benefits	340,515	31,977	150,790	189,725	44.28%
Travel	33,283	4,347	7,363	25,920	22.12%
Office Space	68,730	5,727	28,637	40,093	41.67%
Communications	20,832	1,211	8,688	12,144	41.71%
Office Supplies	66,892	8,800	18,368	48,524	27.46%
Postage	900	20	700	200	77.81%
Printing	8,285	53,335	60,260	(51,975)	727.34%
Copier Usage/Maintenance	1,100	0	483	617	43.92%
Outreach/Media Adv	11,110	1,043	3,131	7,979	28.19%
Equipment Rent/Copier	3,000	223	1,117	1,883	37.23%
Fleet Vehicles	2,000	70	551	1,449	27.54%
Dues/Publications	20,395	5,500	12,555	7,840	61.56%
Training/Staff Development	26,170	(19)	19,612	6,558	74.94%
Insurance	4,700	0	2,279	2,422	48.48%
Meeting Costs	13,573	675	8,065	5,508	59.42%
Contractual Services	588,441	30,772	1,477,171	(888,730)	251.03%
Professional Services Audit/Legal	6,000	542	542	5,458	9.03%
Miscellaneous/Fees	49,700	178	994	48,706	2.00%
Reimbursed Expenses	0	(80)	(80)	80	0.00%
Sub Total Expenses	2,591,503	250,215	2,311,248	280,255	43.06%
NRVRC Balance	40,477	(210,332)	(246,589)		

**New River/Mount Rogers Workforce Development Board
Revenue and Expenditures - November 2023**

(42% of FY)

NR/MR WDB Anticipated Revenues	November 2023	YTD	Under/Over	% Budget	
Workforce Development Area	4,564,775	192,348	814,436	3,750,339	17.84%
Sub Total Revenues	4,564,775	192,348	814,436	3,750,339	
Expenses					
Salaries	614,994	62,093	274,058	340,936	44.56%
Fringe Benefits	215,248	16,689	75,119	140,129	34.90%
Travel	26,000	2,693	16,568	9,432	63.72%
Office Space	37,000	1,943	14,177	22,823	38.32%
Communications	16,000	1,909	7,476	8,524	46.73%
Office Supplies	35,000	1,439	14,243	20,757	40.69%
Postage	250	0	5	245	1.84%
Printing	1,500	0	578	922	38.54%
Outreach/Media Adv	30,000	79	3,349	26,651	11.16%
Equipment Rent/Copier	1,700	389	787	913	46.32%
Dues/Publications	5,000	0	0	5,000	0.00%
Training/Staff Development	7,000	0	1,320	5,680	18.86%
Insurance	5,000	976	9,508	(4,508)	190.16%
Meeting Costs	7,000	1,076	11,509	(4,509)	164.42%
Capital Outlay	0	0	34,000	(34,000)	0.00%
Contractual Services	3,536,171	102,767	350,719	3,185,452	9.92%
Professional Services Audit/Legal	15,000	295	1,019	13,981	6.79%
Miscellaneous/Fees	11,912	0	0	11,912	0.00%
Sub Total Expenses	4,564,775	192,348	814,436	3,750,339	17.84%
NR/MR WDB Balance	0	0	0		

Total Agency R&E	November 2023	YTD		
Anticipated Revenue	7,196,755	232,231	2,879,096	40.01%
Anticipated Expense	7,156,278	442,563	3,125,684	43.68%
Balance	40,477	(210,332)	(246,589)	



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As of month-end December 2023 (50% of the fiscal year), Commission year to date revenues are 50% and expenses are 51% of adopted budget. The two largest budget expense lines, Salary and Fringe, are in line with budget at 47% and 53%, respectively.

Looking at the balance sheet, Accounts Receivable is \$1,011,441. Of this total, Workforce receivables are \$363,566 (36%) and current. The Executive Committee reviews all aged receivables over 60 days and no receivables are deemed uncollectible. Net Projects (\$120,679) represents project expenses, primarily benchmark projects, that cannot be invoiced yet and posted to receivables.

Counties

Floyd | Giles
Montgomery | Pulaski

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Radford

Towns

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Virginia Tech | Radford University
New River Community College

New River Valley Regional Commission
Balance Sheet
12/31/2023

<u>Assets:</u>		<u>Prior Month</u>	<u>Current Month</u>
	Operating Account	202,580	74,390
	Certificate of Deposit	0	0
	First Bank & Trust - Bland/Montgomery VATI	1,895,995	1,902,999
	Money Market	111,960	112,416
	Accounts Receivable	549,179	1,011,441
	Loans Receivable - Revolving Loan Fund	41,244	40,699
	Restricted Cash - Revolving Loan Fund	65,280	65,961
	Commission Vehicles	32,365	32,365
	Total Assets:	<u>2,898,602</u>	<u>3,240,270</u>
<u>Liabilities:</u>	Accounts Payable	192,465	306,993
	Accrued Annual Leave	98,150	98,150
	Accrued Unemployment	30,339	30,543
	Funds Held for Others	7,255	7,255
	Expense Reimbursement	3,201	5,385
	Prepaid VATI Funds	1,884,505	1,884,505
	Total Liabilities:	<u>2,215,916</u>	<u>2,332,830</u>
<u>Projects:</u> (Equity Accounts)	Net Projects	(446,549)	(120,679)
	Current Year Unrestricted	198,248	102,299
	Unrestricted Net Assets	815,690	815,690
	Restricted Net Assets - Revolving Loan Fund	105,790	105,790
	Total Projects (Equity)	<u>673,178</u>	<u>903,100</u>
	Total Liabilities and Projects	<u>2,889,094</u>	<u>3,235,930</u>
	Net Difference to be Reconciled	<u>9,508</u>	<u>4,340</u>
	Total Adjustments to Post*	9,508	4,340
	Unreconciled Balance (after adjustment)	<u>0</u>	<u>0</u>

*YTD adjustment to Accrued Leave. Final adjustment posted to general ledger at fiscal year end closeout.

**New River Valley Regional Commission
Revenue and Expenditures - December 2023**

FY23-24 Budget		(50% of FY)			
		December 2023	YTD	Under/Over	% Budget
NRVRC Anticipated Revenues					
ARC	90,842	0	43,851	46,991	48.27%
ARC PemTel Painters School Road Broadband	0	0	68,395	(68,395)	0.00%
ARC POWER Water Trail Implementation	35,000	0	0	35,000	0.00%
ARC LDD READY Appalachia	60,000	18,318	18,318	41,682	0.00%
ARC Passenger Rail Station Development	574,000	0	0	574,000	0.00%
Local Assessment	238,220	0	238,220	0	100.00%
DHCD - Administrative Grant	89,971	0	44,985	44,986	50.00%
DHCD VATI 2022	90,000	0	1,195,374	(1,105,374)	0.00%
DRPT RIDE Solutions NRV	91,526	19,180	38,574	52,953	42.14%
DRPT NRVCAP RideSolutions Strategic Plan	15,000	4,279	9,297	5,703	61.98%
Department of Energy	37,500	0	0	37,500	0.00%
EDA	70,000	17,500	35,000	35,000	50.00%
Workforce Fiscal Agent	75,000	0	45,000	30,000	60.00%
Workforce Power Fiscal Agent	12,500	0	12,500	0	100.00%
Workforce YouthBuild Fiscal Agent	25,000	0	18,750	6,250	75.00%
Workforce Ready SWVA Fiscal agent	21,500	0	21,500	0	0.00%
Workforce WORC Fiscal agent	25,000	0	25,000	0	0.00%
Workforce Innovation Fiscal Agent	0	0	10,000	(10,000)	0.00%
Workforce WIOA Soft Skills Fiscal Agent	0	0	6,000	(6,000)	0.00%
Workforce WIOA Supplemental Fiscal Agent	0	0	6,000	(6,000)	0.00%
Workforce WIOA Technical Skills Fiscal Agent	0	0	8,000	(8,000)	0.00%
Workforce Trades Gap Fiscal Agent	0	15,000	15,000	(15,000)	0.00%
VDOT	58,000	13,807	30,933	27,067	53.33%
Floyd County	38,000	0	0	38,000	0.00%
Floyd Town	7,000	316	1,999	5,001	28.56%
Narrows Town	11,000	0	3,667	7,333	33.34%
Rich Creek Town	17,000	1,336	11,553	5,447	67.96%
Montgomery County	8,000	0	0	8,000	0.00%
Montgomery Conty VATI	0	0	115,495	(115,495)	0.00%
Montgomery County Opiod Abatement	0	131,555	131,555	(131,555)	0.00%
Blacksburg Town	25,500	8,500	13,000	12,500	50.98%
Christiansburg Town	54,250	11,988	22,864	31,386	42.15%
Pulaski County	10,000	2,624	6,179	3,821	61.79%
Radford City	66,370	14,647	38,463	27,908	57.95%
MM Interest	0	455	1,375	(1,375)	0.00%
Interest Income - VATI	0	7,005	18,504	(18,504)	0.00%
Miscellaneous Income	0	2,313	3,850	(3,850)	0.00%
Virginia's First	14,960	0	7,500	7,460	50.13%
NRV MPO	95,500	1,302	2,828	92,672	2.96%
Pembroke	17,000	3,066	5,585	11,415	32.85%
Dept of Environmental Quality	14,500	0	3,644	10,856	25.13%
VDEM	25,000	2,463	14,527	10,473	58.11%
Virginia Outdoors Foundation	42,241	63,716	63,716	(21,475)	150.84%
VHDA	50,375	14,783	14,783	35,592	29.35%
Southwest Virginia SWMA	7,000	0	3,500	3,500	50.00%
Virginia Recycling Association	14,000	0	3,750	10,250	26.79%
VDH New River Health District	345,000	22,937	53,364	291,636	15.47%
VOF Sw VA Natives Campaign Project Match	0	0	8,250	(8,250)	0.00%
VDH Office of Drinking Water	80,000	39,119	39,119	40,881	48.90%
NRV Passenger Rail Authority	67,500	22,962	22,962	44,538	34.02%
Revolving Loan - Interest	0	137	891	(891)	0.00%
Grant income (anticipated)	12,723	0	0	12,723	0.00%
Direct Charge Reimbursement	0	0	346	(346)	0.00%
Sub Total Revenues	2,631,980	439,307	2,503,966	128,014	49.72%
Expenses					
Salaries	1,325,877	109,351	619,371	706,506	46.71%
Fringe Benefits	340,515	30,626	181,416	159,099	53.28%
Travel	33,283	3	7,366	25,917	22.13%
Office Space	68,730	5,727	34,365	34,365	50.00%
Communications	20,832	1,399	10,087	10,745	48.42%
Office Supplies	66,892	31,477	49,846	17,046	74.52%
Postage	900	70	770	130	85.59%
Printing	8,285	0	60,260	(51,975)	727.34%
Copier Usage/Maintenance	1,100	278	761	339	69.22%
Outreach/Media Adv	11,110	368	3,499	7,611	31.49%
Equipment Rent/Copier	3,000	223	1,340	1,660	44.68%
Fleet Vehicles	2,000	65	615	1,385	30.77%
Dues/Publications	20,395	800	13,355	7,040	65.48%
Training/Staff Development	26,170	5,529	25,142	1,029	96.07%
Insurance	4,700	0	2,279	2,422	48.48%
Meeting Costs	13,573	914	8,980	4,593	66.16%
Contractual Services	588,441	7,612	1,484,783	(896,342)	252.32%
Professional Services Audit/Legal	6,000	5,400	5,942	58	99.03%
Miscellaneous/Fees	49,700	209	1,203	48,497	2.42%
Reimbursed Expenses	0	9,334	9,254	(9,254)	0.00%
Sub Total Expenses	2,591,503	209,385	2,520,634	70,869	51.14%
NRVRC Balance	40,477	229,922	(16,668)		

**New River/Mount Rogers Workforce Development Board
Revenue and Expenditures - December 2023**

NR/MR WDB Anticipated Revenues		December 2023	YTD	Under/Over	(50% of FY) % Budget
Workforce Development Area	4,564,775	223,438	1,037,874	3,526,901	22.74%
Sub Total Revenues	4,564,775	223,438	1,037,874	3,526,901	
Expenses					
Salaries	614,994	62,246	336,304	278,690	54.68%
Fringe Benefits	215,248	15,141	90,260	124,988	41.93%
Travel	26,000	2,165	18,732	7,268	72.05%
Office Space	37,000	2,136	16,313	20,687	44.09%
Communications	16,000	1,336	8,812	7,188	55.08%
Office Supplies	35,000	2,303	16,546	18,454	47.27%
Postage	250	0	5	245	1.84%
Printing	1,500	0	578	922	38.54%
Copier Usage/Maintenance	0	135	135	(135)	0.00%
Outreach/Media Adv	30,000	388	3,737	26,263	12.46%
Equipment Rent/Copier	1,700	0	787	913	46.32%
Dues/Publications	5,000	180	180	4,820	3.60%
Training/Staff Development	7,000	0	1,320	5,680	18.86%
Insurance	5,000	1,218	10,726	(5,726)	214.52%
Meeting Costs	7,000	723	12,232	(5,232)	174.75%
Capital Outlay	0	0	34,000	(34,000)	0.00%
Contractual Services	3,536,171	127,111	477,830	3,058,341	13.51%
Professional Services Audit/Legal	15,000	8,395	9,414	5,586	62.76%
Miscellaneous/Fees	11,912	0	0	11,912	0.00%
Workforce Grants Admin		(39)	(39)	39	0.00%
Sub Total Expenses	4,564,775	223,438	1,037,874	3,526,862	22.74%
NR/MR WDB Balance	0	0	0		

Total Agency R&E		December 2023	YTD	
Anticipated Revenue	7,196,755	662,745	3,541,840	49.21%
Anticipated Expense	7,156,278	432,823	3,558,507	49.73%
Balance	40,477	229,922	(16,668)	



6580 Valley Center Drive | Suite 124 | Radford, VA 24141 | 540-639-9313

N R V R C . O R G

January 5, 2024

MEMORANDUM

TO: Helen Wallace, Executive Director, Giles Health & Family Center
FROM: Kevin R. Byrd, Executive Director, NRV Regional Commission
SUBJECT: Regional Clearinghouse Review of:

**Application to Commonwealth of Virginia Department of Rail and
Transportation:**

**Funding Assistance from the Commonwealth of Virginia through the FTA
Section 5310 program**

VA240105-00700400400

This is to advise you that the NRVRC staff has reviewed the application submitted by the Giles Health & Family Center to the Commonwealth of Virginia for the above referenced project.

Staff has reviewed the project and determined it is not in conflict with regional plans, policies and goals.

Please be sure a copy of this review is attached to the application. Should you have any questions concerning the status of this review, please do not hesitate to contact us.

xc: Public Transportation Division, DRPT

KRB/jp

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Montgomery | Pulaski

City

Radford

Towns

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Floyd | Narrows | Pearisburg
Pulaski | Rich Creek

Universities

Virginia Tech | Radford University

Giles Health & Family Center

701 Wenonah Avenue
Pearisburg, Virginia 24134

Phone: 540.921.3024
Fax: 540.921.3054

*Giles Adult Day Services
Kids & Co. Child Development Center
Giles Transportation Services*

December 27, 2023

Kevin Byrd, Executive Director
New River Valley Planning District Commission
6580 Valley Center Drive, Suite 124
Radford, Virginia 24141

Dear Mr. Byrd:


Giles Health & Family Center (GHFC) in Pearisburg, VA is seeking funding assistance from the Commonwealth of Virginia through the FTA Section 5310 program. As part of the application process, we are required to notify our regional planning organization and request an Intergovernmental Review of our grant request.

Giles Health & Family Center provides demand-response transportation for the elderly and disabled members of our community to get primarily to medical appointments and other non-emergency medical appointments. We request that you, as the regional planning body, take appropriate action to fulfill the Intergovernmental Review and direct all comments on the proposed service to:

Public Transportation Division
Department of Rail and Public Transportation Division
600 East Main Street, Suite 2102
Richmond, Virginia 23219

If you have any questions about our proposal, please feel free to call me.

Sincerely,



Helen Wallace
Executive Director



6580 Valley Center Drive | Suite 124 | Radford, VA 24141 | 540-639-9313

N R V R C . O R G

January 12, 2024

MEMORANDUM

TO: Valerie A. Fulcher, CAP, OM, Admin/Data Coordinator Senior
FROM: Kevin R. Byrd, Executive Director, NRV Regional Commission
SUBJECT: Regional Clearinghouse Review of:

Radford Probation and Parole Office

DEQ #23-195S

This is to advise you that the NRVRC staff has reviewed the environmental impact report submitted by the Virginia Department of Environmental Quality for the above referenced project.

Staff has reviewed the project and determined it is not in conflict with regional plans, policies and goals.

Please be sure a copy of this review is attached to the application. Should you have any questions concerning the status of this review, please do not hesitate to contact us.

KRB/jp

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1.0 Introduction

Agency Virginia Department of Corrections (Agency Code 799)
Project Radford Probation and Parole Office
Agency Lyman Brown, Real Estate Manager
Contact Infrastructure and Environmental Management Unit
Virginia Department of Corrections
P. O. Box 26963
Richmond, Virginia 23261
Office: (804) 418-5642
Lyman.brown@vadoc.virginia.gov

1.1 Purpose of The Environmental Impact Review

This Environmental Impact Review (EIR) was prepared on behalf of the Virginia Department of Corrections (DOC) and Johnny and Flora Guilliams to present an assessment of the environmental consequences of constructing a proposed 5,865 square foot addition to the existing facility leased by DOC from the Guilliams as a Probation and Parole Office in Radford, Virginia. Also, there are 23 new parking spaces proposed. The existing facility consists of a 4,168 square foot building, along with a 38-space parking lot and associated stormwater management facilities. DOC will continue to lease the expanded facility from the Guilliams.

This EIR was prepared pursuant to Virginia Code §10.1-1188, requiring State agencies to prepare and submit an EIR for every major State project. Section 1.0 of the EIR provides background information and context for the proposed action. Alternatives to the proposed action are described in Section 2.0. The existing resource conditions within the proposed project area (affected environment) and potential impacts of the proposed action are described in Section 3.0 and 4.0, respectively. Additional supporting information is presented in the appendices. This document was prepared in accordance with the Virginia Department of Environmental Quality's (DEQ) Procedure for Environmental Impact Review of Major State Facilities.

1.2 State Environmental Review Requirement

The Commonwealth of Virginia (Virginia) requires an EIR for major State projects. Virginia Code §10.1-1188 defines major projects as “the acquisition of an interest in land for any state facility construction, or the construction of any facility or expansion of an existing leased facility which is hereafter undertaken by any state agency, board, commission, authority or any branch of state government, including state-supported institutions of higher learning, which costs \$500,000 or more.” The EIR must be considered by the Governor prior to the release of funding for construction of the project. DEQ has 60 days to review the EIR and provide comments to the Governor concerning the project. DEQ typically circulates the EIR to interested agencies, local governments, and regional planning authorities.

1.3 Need for The Proposed Action

The proposed expansion of the Probation and Parole office and its associated structures would provide a modern new facility to assist individuals in Floyd, Montgomery, and Pulaski Counties and the City of Radford who are on probation or parole. The proposed development will consist

of the expansion of the existing leased building on site along with the construction of additional paved parking areas and sidewalks. New water and sewer laterals will be installed to serve the new addition and an underground stormwater management system is proposed.

1.4 Description of The Proposed Action

Please refer to the attached Appendix A included in supporting documentation.

The purpose of this project is a 5,865 S.F. addition to the existing leased Radford Department of Corrections (DOC) building. The site is located at 2003 West Main Street in the City of Radford. The existing parking lot will also be expanded to accommodate the addition to the building and a stormwater management system is proposed for the site.

The site consists of a 2.33-acre parcel. The site contains the existing leased DOC building with a parking lot and sidewalk. Behind the existing leased building (west side of the site), the site consists of grassed and wooded areas with moderate to steep slopes. The site is bounded by West Main Street to the east, Radford DG, LLC (Dollar General) to the north, Norfolk Southern Railway to the west, and Brenda F. Clatterbuck to the south. There are currently no stormwater management BMPs serving the site. Stormwater runoff from the existing parking lot drains to an existing inlet that connects to the existing storm sewer, and the rear of the site sheet flows off the site.

2.0 Development of Project Alternatives

The DOC evaluated multiple other configurations prior to selecting this plan for expansion. Neighboring areas consist of developed single-family residential and commercial properties. The New River is about 800 feet to the west of the site. Due to the limited land available for expansion to the north, east, and south, extending the facility to the west for this project was deemed the most appropriate. Additionally, disturbance associated with conducting this project and the possibility of off-site damage is believed to be minimal, with the use of appropriate erosion and sediment control measures. Such might not be the case if a new facility was constructed on undeveloped land elsewhere to meet the facility's needs.

Due to the cost of the parcels or the cost of connecting to public water and sewer service, it would have been significantly more expensive to build on the other vacant properties that would have been considered. Due to the minor environmental effects and to the benefits of expanding the use of the current site, no additional alternatives were evaluated.

The Preferred Alternative is the alternative addressed in this EIR. The proposal is to expand the existing leased building, parking area, and stormwater management facilities as described in Section 1.4. The West Main Street property has sufficient land area to build the proposed improvements. No off-site construction is proposed, and no additional land acquisition would be required.

3.0 Affected Environment

This section of the EIR describes existing conditions at the site. Section 3.1 includes site-specific characteristics such as topography, geology, soils, hydrologic resources, biological resources, cultural resources, and hazardous materials. Section 3.2 presents community and

regional characteristics including aesthetics, potential relocations, community facilities, transportation, utility systems, surrounding land uses, and ambient air and noise levels. Potential impacts to the affected environment and actions to mitigate any potential impacts are discussed in Section 4.0.

3.1 Site Characteristics

Please refer to the attached Figures 1, 2, and 3 included in supporting documentation.

3.1.1 Site Description

The site is located at 2003 West Main Street, Radford, Virginia 24141. The site is 2.33-acres in total. The site is in a mixed-use area, with residential development to the south and east, and industrial facilities to the north. An inactive Norfolk Southern railroad track forms the eastern boundary of the property. Nearby businesses include Acme Panel, New River Heating and Air, Ferguson Enterprises, Dollar General and a Marathon Station to the north, and a Citgo station to the south.

Approximately 1.25-acres of the site are wooded. Common tree species in the area include black locust (*Robinia pseudoacacia*), red maple (*Acer rubrum*), ash (*Fraxinus* spp.), and tree-of-Heaven (*Ailanthus altissima*). One large American sycamore (*Platanus occidentalis*) is located on the site. Greenbrier (*Smilax* spp.) and blackberries (*Rubus* spp.) are common in the wooded area. The remaining acreage at the site is maintained lawn. Stormwater on the site is carried to the northwest by sheet flow to a channel offsite on an adjacent parcel. This channel is an unnamed tributary to the New River. The neighboring property to the north, a Dollar General, has a stormwater best management system with a pond and outfall that contribute to the channels flow prior to entering a culvert under the railroad tracks. These are the same railroad tracks that form the western property boundary of the subject area. The existing leased DOC facility and parking lot are the only structures in the subject area.







3.1.2 Topography

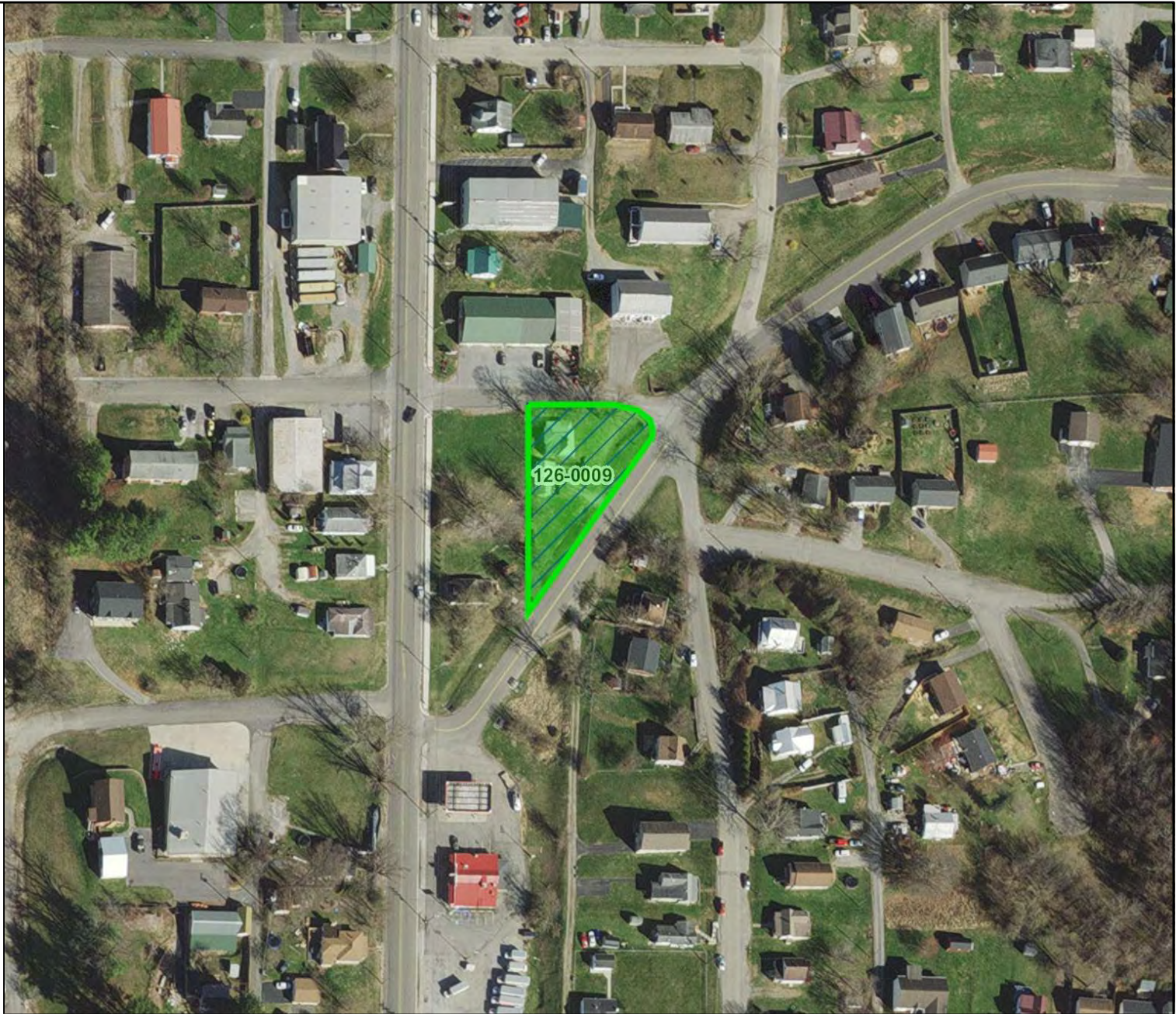
The topography of the area is generally gently sloping. A United States Geological Survey (USGS) Radford South, Virginia, 7.5-minute topographic quadrangle map indicates surface elevation at the site is approximately 1,800 feet above mean sea level (msl). The topographic map indicates that the site is relatively flat. However, the wooded portion of the site has steep slopes, some of which are around 25%. The USGS map does not show any surface water on the site.

3.1.3 Geology

The site is in the Valley and Ridge Physiographic Province of Virginia. According to the College of William and Mary, this province developed over sedimentary rock deposited during the Paleozoic Era. It is bounded on the east by the mountains of the Blue Ridge Physiographic province, and on the west by the Appalachian Plateau province. The western boundary is known as the Alleghany Front. The Valley and Ridge contains alternating beds of hard and soft sedimentary rock, bearing some resemblance to corduroy or a wrinkled rug. It contains both mountains and karst topography. The latter is characterized by sinkholes, caves, and caverns. Elevations range from approximately 500 to 4,500 feet above msl. Rocks consist of sandstones,

Legend

-  Architecture Resources
-  Architecture Labels
-  Individual Historic District Properties
-  Archaeological Resources
-  Archaeology Labels
-  DHR Easements
-  County Boundaries



Feet

0 50 100 150 200

1:2,500 / 1"=208 Feet

Title: Architecture Labels

Date: 11/7/2023

DISCLAIMER: Records of the Virginia Department of Historic Resources (DHR) have been gathered over many years from a variety of sources and the representation depicted is a cumulative view of field observations over time and may not reflect current ground conditions. The map is for general information purposes and is not intended for engineering, legal or other site-specific uses. Map may contain errors and is provided "as-is". More information is available in the DHR Archives located at DHR's Richmond office.

Notice if AE sites: Locations of archaeological sites may be sensitive to the National Historic Preservation Act (NHPA), and the Archaeological Resources Protection Act (ARPA) and Code of Virginia §2.2-3705.7 (10). Release of precise locations may threaten archaeological sites and historic resources.



6580 Valley Center Drive | Suite 124 | Radford, VA 24141 | 540-639-9313

NRVRC.ORG

COMMONWEALTH INTERGOVERNMENTAL REVIEW MEMORANDUM

TO: Regional Commission Board Members
FROM: Kevin R. Byrd, Executive Director
AGENDA ITEM: III. Intergovernmental Review Process, B. Regular Project Review, Item #1

CIRP Review

January 17, 2024

PROJECT: New River Valley Senior Services Vehicle Purchase

SUBMITTED BY: NRVSS

PROJECT DESCRIPTION: New River Valley Senior Services is requesting comments on an application seeking capital assistance to purchase four 9-passenger raised roof vans with lifts.

PROJECT SENT FOR REVIEW TO: Commission Board Members

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Higher Education

Virginia Tech
Radford University
New River Community College

New River Valley Senior Services, Inc.

44 Third Street, N.W.
Pulaski, Virginia 24301
(540) 980-7720 • FAX (540) 980-7871
www.nrvss.org

December 21, 2023

Mr. Kevin Byrd, Executive Director
NRV Regional Commission
6580 Valley Center Drive, Suite 124
Radford, VA 24141

Dear Mr. Byrd:

New River Valley Senior Services, Inc. (NRVSS) is seeking capital assistance from the Commonwealth of Virginia to purchase four (4), 9-passenger raised roof vans with lifts. These vehicles will replace existing vehicles that have 100,000 miles and are four years old or older. As part of the application process, we are required to notify our regional planning organization and request an intergovernmental review of our grant request.

NRVSS to continue providing transportation for the elderly and disabled person in the New River Valley area. Our transportation program consists of transporting clients to and from the Friendship Cafes and non-emergency medical appointments. NRVSS has several contractual agreements with our human service organizations. NRVSS hopes to continue expanding our coordination efforts in the coming year. Most of our clients have no transportation available and cannot afford public transportation which is non-existent in some areas. NRVSS continues to operate the Med-Ride program. A non-emergency volunteer medical transportation program, for persons who cannot afford public transportation. In fiscal year 2023, with assistance from the local governments, we were successful in obtaining funds from all four local counties and the City of Radford to continue our transportation services for those with a physical or sensory disability.

NRVSS continues to work with other public transportation agencies which will assist us with transportation and trainings. NRVSS request that you as a regional planning body, take appropriate action to fulfill the intergovernmental review and direct all comments by February 1, 2024, to the proposed service to:

DRPT
Public Transportation Division
600 E. Main Street, Suite 2102
Richmond, VA 23219

If you have any questions about our proposal, please feel free to contact me.

Sincerely,



Monica Musick
Director of Programs



6580 Valley Center Drive | Suite 124 | Radford, VA 24141 | 540-639-9313

N R V R C . O R G

January 18, 2024

Executive Director's Report

Economic Development:

- The NRV Recovery Ecosystem Program recently executed the contract with the Opioid Abatement Authority (OAA) along with all local Operating Agreements for partner organizations. A significant thank you to Montgomery County serving as grant recipient for this regional program. The contract execution phase required extensive legal review and finance coordination provided by the county.
- Broadband: The Montgomery/Bland and Pulaski County projects are going through final engineering and evaluating utility pole attachments which is called "make-ready". The make-ready phase of work has received press recently due to the significant volume of projects taking place across the Commonwealth. The utility pole evaluations and subsequent replacements required in certain situations has delayed project deployments in many parts of the state. The two NRV projects continue to work very well with the electric utility, Appalachian Power, through the make-ready tasks. Connections to homes/businesses in the eastern Montgomery area are beginning to take place as part of an earlier round of funding.
- The NRV/Danville Tech Hubs project for Additive Manufacturing and Advanced Materials held a project kick-off meeting on 1/8 with 45 participants. The Regional Innovation Officer position that will support this program is currently advertised on the Regional Commission website at this [link](#).
- A GO Virginia grant request for their capacity building program that dovetails with the Tech Hub program was recently approved and a contract negotiation meeting was held on 1/16. This funding will allow for a larger geography to be included in the Tech Hubs asset mapping and engagement process to include firms in all of GO Virginia Region 2 geography (Roanoke/Lynchburg).

Transportation:

- The NRV Passenger Rail Station Authority will hold a joint meeting on January 25th at 9:00am with the larger NRV Passenger Rail organization at the Inn at Virginia Tech. Virginia Passenger Rail Authority staff will present findings from the 30% design phase which includes more detailed project costs, timeline, location, and the forthcoming environmental process.
- The Virginia Passenger Rail Authority will hold the first public meeting for the NRV project on January 29th 4:30-8:00 at the Blacksburg Community Center. This will be an open house format with a brief presentation provided twice during the event with staffed tables to receive feedback. A public survey will be made available for one month beginning on 1/29.

Natural Resources:

- The New River Watershed Roundtable will hold a quarterly meeting on 1/24 at 10:30am. Updates will include Christiansburg Stormwater Program, watershed clean-up events scheduled for the spring, New River Water Trail expansion progress, and a Water Watchers water quality report from the New River Conservancy.

Regional:

- The NRV Livability Exchange co-hosted by the Regional Commission and the Community Foundation of the NRV is scheduled for March 21st 8:30am-1:00pm with lunch included at the German Club in Blacksburg. This marks the 10th year of the annual event. It is a fast-paced and fun way to learn about projects taking place across the region with networking opportunities built into the agenda. There is no cost to attend thanks to sponsorship from Virginia Housing and you can register at this [link](#).
- A General Assembly regional bill of interest to include all of PDC 4 (New River Valley) in the Virginia Tobacco Commission appears to have not made it out of committee. Thank you to Delegate Ballard for carrying this item. Bill tracking can be found [here](#).

Commission:

- The Regional Commission is pleased to provide facilitation support for elected body retreats. Retreats are scheduled for Montgomery County Board of Supervisors and Blacksburg Town Council in January. Please do not hesitate to reach out if we can be of service.



6580 Valley Center Drive | Suite 124 | Radford, VA 24141 | 540-639-9313

NRVRC.ORG

MEMORANDUM

To: NRVRC Board Members
From: Kevin Byrd, Executive Director
Date: January 18, 2024
Re: Election of Vice-Chair Position to Fill Vacancy

There is currently a vacancy in the Vice-Chair position due to the recent resignation of Mr. Steve Fijalkowski representing Montgomery County due to his increased leadership role with the Board of Supervisors and other commitments. The Executive Committee discussed the vacancy and options to fill the role at their meeting on January 17th. The committee recommends the board elect Ms. Angie Covey, representing New River Community College, to fill the balance of Mr. Fijalkowski's term as Vice-Chair through June, 2024. Ms. Covey is an at-large member of the Executive Committee and has served in this capacity for more than five years.

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6580 Valley Center Drive | Suite 124 | Radford, VA 24141 | 540-639-9313

NRVRC.ORG

MEMORANDUM

To: NRVRC Board Members

From: Christy Straight, Director of Infrastructure and Environmental Resources

Date: January 18, 2024

Re: FY25 RIDE Solutions Grant Application Resolution

RIDE Solutions NRV serves our region with transportation demand management services for commuters and employers and is part of a larger brand serving central and southwest Virginia. Our partners in this brand include the Roanoke Valley-Alleghany Regional Commission and West Piedmont PDC. We offer services to anyone traveling in our region, including information and support for cycling and walking, carpool/vanpool ridematching, transit, guaranteed ride home, and telework assistance.

The Department of Rail and Public Transportation (DRPT) provides operating funding to commuter assistance programs across Virginia. The agency provides funding at an 80% match of project costs, with local investment at 20% of costs, through the Commuter Assistance Program (CAP) Operating Assistance. The goal of the CAP Operating Assistance grant program is to mitigate traffic congestion through the elimination of single occupant vehicle (SOV) auto trips by shifting SOV trips to carpool, vanpool and transit.

The Commission is proposing a \$96,626 budget for FY2025, of which \$19,325 is local funding provided by the Commission and a \$77,301 match by DRPT. Attached is a resolution for the board to consider which is required by DRPT. The budget primarily funds staff time and outreach efforts, advertising, and community partnering:

- 10% of commuters in the NRV carpool and 80% are driving alone. The program works best when drivers AND riders participate. Matching commuters through their work site improves carpool match rates.
- We currently have over 1,000 members registered in the NRV representing 147 employers – more than 65% live and work in the NRV. Our annual growth rate since 2007 is 3.6%. We see the most growth during events encouraging commuters to try a commute alternative.

This fiscal year we have been working on outreach to commuters through social media, a newsletter, and community and workplace tabling such as the Active Commute at Virginia Tech, job fairs, and business expos. We recently held a Local Business Commuter Challenge with over 600 trips logged in 160 accounts and 10 new members joining. DRPT also conducts marketing campaigns such as the upcoming DRPT Connects Commuters, and we support those efforts relevant to our region's transportation options.

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***New River Valley
Regional Commission***

January 25, 2024

***Resolution of support for FY 2025 RIDE Solutions NRV CAP Grant Application to
DRPT***

WHEREAS, the New River Valley Regional Commission is eligible to receive Commuter Assistance Program (CAP) funds through the Virginia Department of Rail and Public Transportation; and

WHEREAS, the proposed FY 2025 RIDE Solutions NRV program represents the interests of commuters and employers in the New River Valley region; and

WHEREAS, the New River Valley Regional Commission has reviewed the RIDE Solutions Scope of Work and agrees with the projected work elements for the 2024-2025 fiscal year.

THEREFORE, BE IT RESOLVED by the New River Valley Regional Commission that this Commission adopts and supports the FY 2025 RIDE Solutions NRV CAP grant application.

Adopted this 25th day of January 2024

Hil Johnson, Chair



6580 Valley Center Drive | Suite 124 | Radford, VA 24141 | 540-639-9313

NRVRC.ORG

MEMORANDUM

To: NRVRC Board Members
From: Kevin R. Byrd, Executive Director
Date: January 18, 2024
Re: FY23 Audit Report

Enclosed is the FY23 audit prepared by Corbin Stone, a Certified Public Accountant, with Robinson, Farmer, Cox Associates based in Blacksburg. Mr. Stone and his staff were on-site in August to conduct the FY23 audit and provided the attached cover letter and financial report for the Commission board to review. The audit report finds all Commission programs were in compliance and did not identify any deficiencies in internal control over compliance that the auditor would consider to be material weaknesses.

A significant thank you to the finance team for their contributions to ensure another clean audit. Jessica Barrett, CPA, leads the finance team which consists of Janet McNew, Emily Warren and recently added, Kelly Patton.

The Commission must take action whether to accept the audit report as presented.

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Communication with Those Charged with Governance

To the Members of the Board of Directors
New River Valley Regional Commission

We have audited the financial statements of the governmental activities and each major fund of New River Valley Regional Commission for the year ended June 30, 2022. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated June 20, 2023. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Matters

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by New River Valley Regional Commission are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during 2023. We noted no transactions entered into by the entity during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimate(s) affecting the New River Valley Regional Commission's financial statements were:

Management's estimate of the pension liability is based on calculations provided by the Virginia Retirement System (VRS). We evaluated the key factors and assumptions used to develop the retirement liability in determining that it is reasonable in relation to the financial statements taken as a whole.

Management's estimate of the depreciable asset lives is based on management's experience. We evaluated the key factors and assumptions used to develop the estimate in determining that it is reasonable in relation to the financial statements taken as a whole.

Management's estimate of the allowance for doubtful accounts is based on management's experience. We evaluated the key factors and assumptions used to develop the estimate in determining that it is reasonable in relation to the financial statements taken as a whole.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. A listing of our recommended audit adjustments is attached hereto.

Disagreements with Management

For purposes of this letter, a disagreement with management is a disagreement on a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditors' report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated September 19, 2023.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the entity's financial statements or a determination of the type of auditors' opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the entity's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We applied certain limited procedures to the schedules related to pension funding, which are required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding 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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI. Our responsibility with respect to the budgetary comparison information, which also supplements the basic financial statements, is to evaluate the presentation of the schedules in relation to the financial statements as a whole and to report on whether it is fairly stated, in all material respects, in relation to the financial statements as a whole.

We were engaged to report on the schedule of expenditures of federal awards, which accompany the financial statements but are not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

Restriction on Use

This information is intended solely for the use of Board of Directors and management of New River Valley Regional Commission and is not intended to be, and should not be, used by anyone other than these specified parties.

Robinson, Farmer, Cox Associates

Blacksburg, Virginia
September 19, 2023

Client: **062110.0 - New River Valley Regional Commission**
 Engagement: **2023 - New River Valley Regional Commission**
 Period Ending: **6/30/2023**
 Trial Balance: **TB.01 - TB**
 Workpaper: **Adjusting Journal Entries Report PDC**

Account	Description	W/P Ref	Debit	Credit
Adjusting Journal Entries JE # 1		TB.03		
Proposed entry to post prior year entries to reconcile beginning balance				
23000	Accrued Annual Leave		102,657.00	
31692	VOF SwVA Natives Campaign		26,014.00	
39500	Unrestricted Net Assets		34.00	
39500	Unrestricted Net Assets		15,888.00	
39600	Restricted Net Assets - Revolving Loan Fund		1,861.00	
16001	Allowance for Doubtful Accounts			15,888.00
39500	Unrestricted Net Assets			102,657.00
49571	Virginia Outdoors Foundation			20,149.00
49642	VOF SwVA Natives Campaign Project Match			5,865.00
49770	Revolving loan - interest			34.00
49998	Year End Restricted Net Assets Transfer			1,861.00
Total			<u>146,454.00</u>	<u>146,454.00</u>
Adjusting Journal Entries JE # 2		R-11		
Proposed entry to post recovery of bad debt				
16001	Allowance for Doubtful Accounts		15,888.00	
49999	Recovery of bad debt			15,888.00
Total			<u>15,888.00</u>	<u>15,888.00</u>
Adjusting Journal Entries JE # 3		FA-01		
Proposed entry to reclass asset purchase				
51900	Fleet Vehicles		32,365.00	
18000	Commission Vehicles			32,365.00
Total			<u>32,365.00</u>	<u>32,365.00</u>
Adjusting Journal Entries JE # 4		R-02		
Proposed entry to reclass amount due from workforce				
15000	Due from other funds		423,363.00	
14000	Accounts Receivable			423,363.00
Total			<u>423,363.00</u>	<u>423,363.00</u>
Adjusting Journal Entries JE # 5		R-03		
Proposed entry to update unearned revenue related to SWVA native grant				
49642	VOF SwVA Natives Campaign Project Match		2,297.00	
28000	Unearned Revenue			2,297.00
Total			<u>2,297.00</u>	<u>2,297.00</u>
Adjusting Journal Entries JE # 6		E-15		
Proposed entry to clear annual leave				
50000	Salaries		4,507.00	
23000	Accrued Annual Leave			4,507.00
Total			<u>4,507.00</u>	<u>4,507.00</u>
Adjusting Journal Entries JE # 7		E-17		
Proposed entry to increase unemployment liability				
50700	Unemployment Insurance		5,320.00	
24000	Accrued Unemployment			5,320.00
Total			<u>5,320.00</u>	<u>5,320.00</u>

Client: **062110.0 - New River Valley Regional Commission**
 Engagement: **2023 - New River Valley Regional Commission**
 Period Ending: **6/30/2023**
 Trial Balance: **TB.01 - WTW TB**
 Workpaper: **Adjusting Journal Entries Report WIA**

Account	Description	W/P Ref	Debit	Credit
Adjusting Journal Entries JE # 1		TB.03		
To post PY entries				
299	Retained Earnings		6,677.00	
308	VEC Request		2,202.00	
407	Program:307311 Workkeys		812.00	
421	Program:307352 Career HRWC		632.00	
205	Unearned revenue			9,691.00
301	Misc Receivable			632.00
Total			10,323.00	10,323.00
Adjusting Journal Entries JE # 2		TB.03		
To post entries that were posted back to FY22 during FY23				
299	Retained Earnings		2,202.00	
305	ARC Reimbursements		15,400.00	
414	Program:RSVP		19,430.00	
301	Misc Receivable			6,930.00
308	VEC Request			2,202.00
412	Program:POWER			27,900.00
Total			37,032.00	37,032.00
Adjusting Journal Entries JE # 3		E-10c		
Proposed entry to reclass amt due to NRVRC and record add'l amt				
201	Accounts Payable		416,586.00	
427	Program:HRSA		6,777.00	
202	Due to Other Funds			423,363.00
Total			423,363.00	423,363.00
Adjusting Journal Entries JE # 4		R-09		
Proposed entry to adjust accounts receivable				
101	Accounts Receivable		53,094.00	
205	Unearned revenue		8,617.00	
305	ARC Reimbursements		27,901.00	
205	Unearned revenue			27,901.00
205	Unearned revenue			53,094.00
301	Misc Receivable			8,617.00
Total			89,612.00	89,612.00
Adjusting Journal Entries JE # 5		R-10		
Proposed entry to reclass revenue for reporting purposes				
301	Misc Receivable		42.00	
301	Misc Receivable		1,243.00	
301	Misc Receivable		8,735.00	
300	Commonwealth of VA Reimbursen			42.00
303	Ticket to Work Income			167.00
304	State revenue			1,076.00
305	ARC Reimbursements			8,735.00
Total			10,020.00	10,020.00
Adjusting Journal Entries JE # 6		R-10		
Proposed entry to adjust workforce revenue over reimbursed				
300	Commonwealth of VA Reimbursen		2,200.00	
306	Dept of Labor Reimbursements		4,800.00	
307	Grant/Other funds from Partners		19,359.00	
205	Unearned revenue			2,200.00
205	Unearned revenue			4,800.00
205	Unearned revenue			19,359.00

Client: **062110.0 - New River Valley Regional Commission**
Engagement: **2023 - New River Valley Regional Commission**
Period Ending: **6/30/2023**
Trial Balance: **TB.01 - WTW TB**
Workpaper: **Adjusting Journal Entries Report WIA**

Account	Description	W/P Ref	Debit	Credit
Total			<u><u>26,359.00</u></u>	<u><u>26,359.00</u></u>

NEW RIVER VALLEY REGIONAL COMMISSION

FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2023

NEW RIVER VALLEY REGIONAL COMMISSION
 FINANCIAL REPORT
 FOR THE YEAR ENDED JUNE 30, 2023

TABLE OF CONTENTS

FINANCIAL SECTION

	<u>Exhibit</u>	<u>Page</u>
Independent Auditors' Report		1-3
Basic Financial Statements:		
Government-Wide Financial Statements:		
Statement of Net Position	1	4
Statement of Activities	2	5
Fund Financial Statements:		
Balance Sheet - Governmental Funds	3	6
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	4	7
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	5	8
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	6	9
Notes to the Financial Statements		10-28
Required Supplementary Information:		
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual: General Fund	7	29-30
Schedule of Changes in Net Pension Liability (Asset) and Related Ratios.....	8	31
Schedule of Employer Contributions - Pension Plan	9	32
Notes to Required Supplementary Information.....	10	33

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 <i>Government Auditing Standards</i>		34-35
Independent Auditors' Report on Compliance for Each Major Program and on Internal Control over Compliance Required by Uniform Guidance		36-38
Schedule of Expenditures of Federal Awards		39
Schedule of Findings and Questioned Costs		40

FINANCIAL SECTION



Independent Auditors' Report

To the Members of the Board
New River Valley Regional Commission
Radford, Virginia

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities and each major fund of the New River Valley Regional Commission, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the New River Valley Regional Commission'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 and each major fund of the New River Valley Regional Commission, as of June 30, 2023, and the respective changes in financial position as of and for the year 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 Authorities, Boards, and Commissions*, 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 the New River Valley Regional Commission, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the New River Valley Regional Commission'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 Authorities, Boards, and Commissions* 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 Authorities, Boards, and Commissions*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the New River Valley Regional Commission's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the New River Valley Regional Commission'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 budgetary comparison information and schedules related to pension 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.

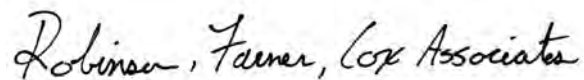
Management has omitted management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the New River Valley Regional Commission's basic financial statements. The accompanying 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*, is 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 schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 19, 2023, on our consideration of the New River Valley Regional Commission'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 the New River Valley Regional Commission'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 New River Valley Regional Commission's internal control over financial reporting and compliance.



Blacksburg, Virginia
September 19, 2023

Basic Financial Statements

New River Valley Regional Commission
Statement of Net Position
June 30, 2023

		Governmental Activities
ASSETS		
Cash and cash equivalents	\$	471,059
Cash and cash equivalents with trustee - restricted		58,668
Investments		110,942
Accounts receivable		16,096
Loans receivable		47,102
Due from other governmental units		1,463,983
Capital assets, net of accumulated depreciation		45,899
Total assets	\$	2,213,749
DEFERRED OUTFLOWS OF RESOURCES		
Pension related items	\$	106,926
Total deferred outflows of resources	\$	106,926
LIABILITIES		
Accounts payable	\$	1,020,243
Accrued unemployment liability		35,275
Unearned revenue		111,718
Noncurrent liabilities:		
Due within one year		79,244
Due in more than one year		69,707
Total liabilities	\$	1,316,187
DEFERRED INFLOWS OF RESOURCES		
Pension related items	\$	100,456
Total deferred inflows of resources	\$	100,456
NET POSITION		
Investment in capital assets	\$	45,899
Restricted		
Workforce Investment Act		22,680
Revolving loan program		105,770
Unrestricted		729,683
Total net position	\$	904,032

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

New River Valley Regional Commission
Statement of Activities
For the Year Ended June 30, 2023

	Program Revenues			Net (Expense) Revenue and Changes in Net Position
<u>Functions/Programs</u>	<u>Expenses</u>	Charges for <u>Services</u>	Operating Grants and <u>Contributions</u>	<u>Governmental Activities</u>
Primary Government:				
Governmental activities:				
Health and welfare	\$ 3,885,681	\$ -	\$ 3,784,087	\$ (101,594)
Community development	2,044,836	551,357	1,428,395	(65,084)
Total governmental activities	\$ 5,930,517	\$ 551,357	\$ 5,212,482	\$ (166,678)
General revenues:				
Interest Income				\$ 1,895
Recovery of bad debt				15,888
Miscellaneous				58,113
Gain on sale of assets				5,075
Total general revenues				\$ 80,971
Change in net position				\$ (85,707)
Net position - beginning				989,739
Net position - ending				\$ 904,032

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

New River Valley Regional Commission
Balance Sheet
Governmental Funds
June 30, 2023

	<u>General Fund</u>	<u>WIA Fund</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	\$ 258,480	\$ 212,579	\$ 471,059
Cash and cash equivalents with trustee - restricted	58,668	-	58,668
Investments	110,942	-	110,942
Accounts receivable	11,086	5,010	16,096
Loans receivable	47,102	-	47,102
Due from other funds	423,363	-	423,363
Due from other governmental units	619,243	844,740	1,463,983
Total assets	<u>\$ 1,528,884</u>	<u>\$ 1,062,329</u>	<u>\$ 2,591,213</u>
LIABILITIES			
Accounts payable	\$ 512,385	\$ 507,858	\$ 1,020,243
Accrued unemployment liability	35,275	-	35,275
Unearned revenue	3,290	108,428	111,718
Due to other funds	-	423,363	423,363
Total liabilities	<u>\$ 550,950</u>	<u>\$ 1,039,649</u>	<u>\$ 1,590,599</u>
FUND BALANCE			
Restricted:			
Workforce Investment Act	\$ -	\$ 22,680	\$ 22,680
Revolving loan program	105,770	-	105,770
Unassigned	872,164	-	872,164
Total fund balance	<u>\$ 977,934</u>	<u>\$ 22,680</u>	<u>\$ 1,000,614</u>
Total liabilities and fund balance	<u>\$ 1,528,884</u>	<u>\$ 1,062,329</u>	<u>\$ 2,591,213</u>

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

New River Valley Regional Commission
 Reconciliation of the Balance Sheet of Governmental Funds
 To the Statement of Net Position
 June 30, 2023

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

Total fund balances per Exhibit 3 - Balance Sheet	\$	1,000,614
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		
Capital assets, being depreciated		58,615
Accumulated depreciation		(12,716)
Deferred outflows of resources are not available to pay for current period expenditures and, therefore, are not reported in the funds.		
Pension related items		106,926
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.		
Compensated absences		(105,659)
Net pension liability		(43,292)
Deferred inflows of resources are not due and payable in the current period and, therefore, are not reported in the funds.		
Pension related items		<u>(100,456)</u>
Net position of governmental activities	\$	<u><u>904,032</u></u>

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

New River Valley Regional Commission
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2023

Revenues:	General Fund	WIA Fund	Total
Interest Income	\$ 1,895	\$ -	\$ 1,895
Charges for services	551,357	-	551,357
Sale of surplus vehicles	5,075	-	5,075
Contributions from localities	238,220	-	238,220
Miscellaneous revenue	5,524	52,589	58,113
Recovery of bad debt	15,888	-	15,888
Intergovernmental	1,190,175	3,784,087	4,974,262
Total revenues	<u>\$ 2,008,134</u>	<u>\$ 3,836,676</u>	<u>\$ 5,844,810</u>
Expenditures:			
Community development	\$ 2,054,286	\$ -	\$ 2,054,286
Health and welfare	-	3,885,681	3,885,681
Total expenditures	<u>\$ 2,054,286</u>	<u>\$ 3,885,681</u>	<u>\$ 5,939,967</u>
Excess (deficiency) of revenues over expenditures	\$ (46,152)	\$ (49,005)	\$ (95,157)
Fund balance, beginning of year	<u>1,024,086</u>	<u>71,685</u>	<u>1,095,771</u>
Fund balance, end of year	<u>\$ 977,934</u>	<u>\$ 22,680</u>	<u>\$ 1,000,614</u>

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

New River Valley Regional Commission
 Reconciliation of the Statement of Revenues,
 Expenditures, and Changes in Fund Balances of Governmental Funds
 To the Statement of Activities
 For the Year Ended June 30, 2023

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

Net change in fund balances - total governmental funds	\$	(95,157)
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceed depreciation expense in the current period.</p>		
Capital outlay	\$	32,365
Depreciation expense		(11,987)
		20,378
<p>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.</p>		
Change in compensated absences	\$	4,851
Change in pension related items		(15,779)
		(10,928)
Change in net position of governmental activities	\$	(85,707)

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

NEW RIVER VALLEY REGIONAL COMMISSION

NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

Note 1-Summary of Significant Accounting Policies:

The financial statements of the New River Valley Regional Commission have been prepared in conformity with the specifications promulgated by the Auditor of Public Accounts (APA) of the Commonwealth of Virginia, and accounting principles generally accepted in the United States as specified by the Governmental Accounting Standards Board. The more significant of the government's accounting policies are described below.

A. Financial Reporting Entity

The New River Valley Regional Commission ("Commission") was formed pursuant Title 15.2, Chapter 42 of the *Code of Virginia, (1950) as amended*, to encourage and facilitate local government cooperation and state-local cooperation in addressing on a regional basis problems of greater than local significance. Functional areas in which the Commission may assist participating jurisdictions include, but are not limited to: (i) economic and physical infrastructure development; (ii) solid waste, water supply and other environmental management; (iii) transportation; (iv) criminal justice; (v) emergency management; (vi) human services; and (vii) recreation. The Commission was formed to serve the towns of Blacksburg, Christiansburg, Floyd, Narrows, Pearisburg, Pembroke, Pulaski, and Rich Creek; the counties of Floyd, Giles, Montgomery and Pulaski; and the City of Radford.

The New River Valley Regional Commission's financial statements include the accounts of all the Commission's operations. The Commission has no component units.

B. Government-wide and fund financial statements

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 financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the Commission (primary government). For the most part, the effect of interfund activity has been removed from these statements. Exceptions to this general rule are other charges between the Commission's functions. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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

B. Government-wide and fund financial statements (continued)

The Statement of Net Position is designed to display financial position of the primary government (governmental and business-type activities). 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.

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 functions (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. Other items not properly included among program revenues are reported instead as *general revenues*.

Major individual governmental funds are reported as separate columns in the fund financial statements.

C. 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 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. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

C. Measurement focus, basis of accounting, and financial statement presentation (continued)

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as 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 Commission 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 expenditures, including lease liabilities, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital asset acquisitions, including entering into contracts giving the government the right to use lease assets, are reported as expenditures in the governmental funds. Issuance of long-term debt and financing through leases are reported as other financing sources.

Intergovernmental revenues, consisting primarily of federal, state and other grants for the purpose of funding specific expenditures, are recognized when earned or at the time of the specific expenditure. Revenues from general-purpose grants are recognized in the period to which the grant applies. All other revenue items are considered to be measurable and available only when the government receives cash.

The Commission reports the following major governmental funds:

The General Fund is the Commission's primary operating fund. It accounts for and reports all financial resources of the Commission, except those required to be accounted for in other funds.

The Workforce Investment Act Fund (WIA) accounts for and reports the deposit and expenditure of grant proceeds under the Workforce Investment Act programs.

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

1. *Cash and Cash Equivalents*

The Commission's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

2. *Receivables and payables*

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds" (i.e., the current portion of interfund loans). All other outstanding balances between funds are reported as "advances to/from other funds" (i.e., the noncurrent portion of interfund loans).

Advances between funds, as reported in the fund financial statements, are offset by a nonspendable fund balance account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

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

D. Assets, liabilities, deferred outflows/inflows of resources, and net position/fund balance
 (continued)

3. *Allowance for Uncollectible Accounts*

Accounts receivable are stated at book value utilizing the direct write-off method for uncollectible accounts. Uncollected balances have not been significant and no allowance for uncollectible accounts has been recorded.

4. *Use of Estimates*

The preparation of financial statements in conformity with U.S. 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. *Capital assets*

Capital assets are tangible and intangible assets, which include property, plant, and equipment, and are reported in the governmental activities column in the government-wide financial statements. Capital assets are defined by the Commission 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 or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation.

As the Commission constructs or acquires capital assets each period they are capitalized and reported at historical cost. The reported value excludes normal maintenance and repairs, which are amounts spent in relation to capital assets that do not increase the asset's capacity or efficiency or increases its estimated useful life. Donated capital assets are recorded at acquisition value at the date of donation. Acquisition value is the price that would be paid to acquire an asset with equivalent service potential on the date of the donation. Intangible assets follow the same capitalization policies as tangible capital assets and are reported with tangible assets in the appropriate capital asset class.

Tangible and intangible property, plant, and equipment of the Commission are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Vehicles	5
Intangible asset (website)	3

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

D. Assets, liabilities, deferred outflows/inflows of resources, and net position/fund balance
(continued)

6. *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 Commission only has one item that qualifies for reporting in this category. It is comprised of certain items related to pension. For more detailed information on this item, reference the related note.

In addition to liabilities, the statement of financial position includes a separate section for deferred inflows of resources. Deferred inflows of resources represent 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 Commission only has one item that qualifies for reporting in this category. It is comprised of certain items related to pension. For more detailed information on this item, reference the related note.

7. *Compensated Absences*

Vested or accumulated paid time off that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. The Commission accrues salary-related payments associated with the payment of compensated absences. All paid time off is accrued when incurred in the government-wide financial statements.

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 Commission's Retirement Plan and the additions to/deductions from the Commission'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.

9. *Long-term obligations*

In the government-wide financial statements, long-term obligations are reported as liabilities in the applicable governmental activities. In the fund financial statements, the face amount of debt issued is reported as other financing sources in the statement of revenues, expenditures and changes in fund balance and is not presented as a liability in the balance sheet.

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

D. Assets, liabilities, deferred outflows/inflows of resources, and net position/fund balance
(continued)

10. *Fund balance*

The following classifications of fund balance 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 constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation;
- Committed fund balance - amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action to remove or change the constraint;
- 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 Commission's policy to use the most restrictive funds first in the following order: restricted, committed, assigned, and unassigned as they are needed.

The Commission establishes (and modifies or rescinds) fund balance commitments by passage of a 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 the Board of Directors 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).

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

D. Assets, liabilities, deferred outflows/inflows of resources, and net position/fund balance
(continued)

11. Net Position

Net position is the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. Net position is divided into three components:

- Net investment in capital assets—consist of the historical cost of capital assets less accumulated depreciation and less any debt that remains outstanding that was used to finance those assets plus deferred outflows of resources less deferred inflows of resources related to those assets.
- Restricted—consist of assets that are restricted by the Commission's creditors (for example, through debt covenants), by the state enabling legislation (through restrictions on shared revenues), by grantors (both federal and state), and by other contributors.
- Unrestricted—all other net position is reported in this category.

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

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 the 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 Investor Service, Inc; A-1 by Standard & Poor's; or F1 by Fitch Ratings, Inc. (Section 2.2-4502), banker's acceptances, repurchase agreements, and the State Treasurer's Local Government Investment Pool (LGIP).

The investments, as reported in the financial statements as of June 30, 2023, consist of a non-negotiable certificate of deposit with an original maturity date of thirty months and has a balance of \$110,942 at year end.

Note 3-Due from Other Governmental Units:

The following amount represents payments due from other governmental units at year end:

	<u>Amount Due</u>
Local:	
Counties and Town	\$ 155,887
New River Valley MPO	13,762
New River Health District	91,161
Virginia's First Regional IFA	1,020
Commonwealth of Virginia:	
Categorical aid	150,446
Federal government:	
Categorical aid	<u>1,051,707</u>
Total	<u>\$ 1,463,983</u>

Note 4-Long-Term Obligations:

The following is a summary of long-term obligation transactions of the Commission for the year ended June 30, 2023.

	<u>Balance</u> <u>July 1, 2022</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>June 30, 2023</u>	<u>Amount Due</u> <u>Within One Year</u>
Compensated Absences	\$ 110,510	\$ 78,032	\$ (82,883)	\$ 105,659	\$ 79,244
Pension Liability	<u>-</u>	<u>43,292</u>	<u>-</u>	<u>43,292</u>	<u>-</u>
Total	<u>\$ 110,510</u>	<u>\$121,324</u>	<u>\$ (82,883)</u>	<u>\$ 148,951</u>	<u>\$ 79,244</u>

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Note 5-Capital Assets:

Capital asset activity for the year ended June 30, 2023 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, being depreciated:				
Vehicles	\$ 31,421	\$ 32,365	\$ (31,421)	\$ 32,365
Intangible asset (website)	26,250	-	-	26,250
Total capital assets being depreciated	<u>\$ 57,671</u>	<u>\$ 32,365</u>	<u>\$ (31,421)</u>	<u>\$ 58,615</u>
Accumulated depreciation:				
Vehicles	\$ (31,421)	\$ (3,237)	\$ 31,421	\$ (3,237)
Intangible asset (website)	(729)	(8,750)	-	(9,479)
Total accumulated depreciation	<u>\$ (32,150)</u>	<u>\$ (11,987)</u>	<u>\$ 31,421</u>	<u>\$ (12,716)</u>
Total capital assets, net	<u>\$ 25,521</u>	<u>\$ 20,378</u>	<u>\$ -</u>	<u>\$ 45,899</u>

Depreciation expense was charged to the community development function.

Note 6-Pension Plan:

Plan Description

All full-time, salaried employees of the Commission 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 pays 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 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 service credit 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.

Note 6-Pension Plan: (continued)

Benefit Structures (continued)

- 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.
- 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.

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 and 1.85% for sheriffs and regional jail superintendents. 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 and 1.85% for sheriffs and regional jail superintendents. 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.

Note 6-Pension Plan: (continued)

Employees Covered by Benefit Terms

As of the June 30, 2021 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	15
Inactive members:	
Vested inactive members	8
Non-vested inactive members	8
Inactive members active elsewhere in VRS	<u>10</u>
Total inactive members	26
Active members	<u>24</u>
 Total covered employees	 <u><u>65</u></u>

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 Commission’s contractually required contribution rate for the year ended June 30, 2023 was 5.24% of covered employee compensation. This rate was based on an actuarially determined rate from an actuarial valuation as of June 30, 2021.

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 Commission were \$72,041 and \$62,220 for the years ended June 30, 2023 and June 30, 2022, respectively.

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 position. For the New River Valley Regional Commission, the net pension liability was measured as of June 30, 2022. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of June 30, 2021, rolled forward to the measurement date of June 30, 2022.

Note 6-Pension Plan: (continued)

Actuarial Assumptions - General Employees

The total pension liability for General Employees in the Commission's Retirement Plan was based on an actuarial valuation as of June 30, 2021, 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, 2022.

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

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 Contingent Annuitant 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

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Note 6-Pension Plan: (continued)

Actuarial Assumptions - General Employees (continued)

The actuarial assumptions used in the June 30, 2021 valuation were based on the results of an actuarial experience study for the period from July 1, 2016 through June 30, 2020, except the change in the discount rate, which was based on VRS Board action effective as of July 1, 2019. 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-2000
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

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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	34.00%	5.71%	1.94%
Fixed Income	15.00%	2.04%	0.31%
Credit Strategies	14.00%	4.78%	0.67%
Real Assets	14.00%	4.47%	0.63%
Private Equity	14.00%	9.73%	1.36%
MAPS - Multi-Asset Public Strategies	6.00%	3.73%	0.22%
PIP - Private Investment Partnership	3.00%	6.55%	0.20%
Total	100.00%		5.33%
		Inflation	2.50%
		Expected arithmetic nominal return**	7.83%

*The above allocation provides a one-year expected return of 7.83%. 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 6.72%, including expected inflation of 2.50%.

**On October 10, 2019, the VRS Board elected a long-term rate of return of 6.75% which was roughly at the 40th percentile of expected long-term results of the VRS fund asset allocation at the time, providing a median return of 7.11%, including expected inflation of 2.50%.

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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. Consistent with the phased-in funding provided by the General Assembly for state and teacher employer contributions; the New River Valley Regional Commission was also provided with an opportunity to use an alternative employer contribution rate. For the year ended June 30, 2023, the alternate rate was the employer contribution rate used in FY 2012 or 100% of the actuarially determined employer contribution rate from the June 30, 2021 actuarial valuations, whichever was greater. From July 1, 2022 on, participating employers are assumed to continue 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 (Asset)

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability(Asset) (a) - (b)
Balances at June 30, 2021	\$ 3,251,341	\$ 3,412,912	\$ (161,571)
Changes for the year:			
Service cost	\$ 122,124	\$ -	\$ 122,124
Interest	223,050	-	223,050
Changes in assumptions	-	-	-
Differences between expected and actual experience	(11,909)	-	(11,909)
Contributions - employer	-	62,221	(62,221)
Contributions - employee	-	73,497	(73,497)
Net investment income	-	(5,298)	5,298
Benefit payments, including refunds of employee contributions	(138,042)	(138,042)	-
Administrative expenses	-	(2,098)	2,098
Other changes	-	80	(80)
Net changes	\$ 195,223	\$ (9,640)	\$ 204,863
Balances at June 30, 2022	\$ 3,446,564	\$ 3,403,272	\$ 43,292

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 Commission using the discount rate of 6.75%, as well as what the Commission'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%)
New River Valley Regional Commission's Net Pension Liability (Asset)	\$ 594,358	\$ 43,292	\$ (392,864)

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

For the year ended June 30, 2023, the Commission recognized pension expense of \$87,820. At June 30, 2023, the Commission 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	\$ 17,527	\$ 7,701
Changes in assumptions	17,358	-
Net difference between projected and actual earnings on pension plan investments	-	92,755
Employer contributions subsequent to the measurement date	72,041	-
Total	\$ <u>106,926</u>	\$ <u>100,456</u>

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Note 6-Pension Plan: (continued)

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

\$72,041 reported as deferred outflows of resources related to pensions resulting from the Commission's contributions subsequent to the measurement date will be recognized as an addition of the Net Pension Liability in the fiscal year ending June 30, 2024. 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>	
2024	\$ (6,374)
2025	(41,928)
2026	(64,373)
2027	47,104

Pension Plan Data

Information about the VRS Political Subdivision Retirement Plan is also available in the separately issued VRS 2022 Annual Comprehensive Financial Report (Annual Report). A copy of the 2022 VRS Annual Report may be downloaded from the VRS website at <http://www.varetire.org/Pdf/Publications/2022-annual-report.pdf>, or by writing to the System's Chief Financial Officer at P.O. Box 2500, Richmond, VA 23218-2500.

Note 7-Interfund Obligations:

At June 30, 2023, the general fund was due \$423,363 from the WIA fund. The amount due is a result of timing of reimbursement from the WIA fund for expenses paid by the general fund.

Note 8-Risk Management:

The Commission is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Commission participates with other government entities in a public entity risk pool for their coverage of public officials and liability insurance with the VRSA. Each member of this risk pool jointly and severally agrees to assume, pay and discharge any liability. The Commission pays the VRSA contributions and assessments based upon classifications and rates into a designated cash reserve fund out of which expenses of the pool, claims and awards are to be paid. In the event of a loss, deficit, or depletion of all available excess insurance, the pool may assess all members in the proportion in which the premium of each bears to the total premiums of all members in the year in which such deficit occurs. The Commission carries insurance coverage for all other risk of loss. Settled claims have not exceeded coverage in the current or prior two fiscal years.

Note 9-Compensated Absences:

Commission employees earn paid time off each month at a scheduled rate in accordance with years of service. Accumulated unpaid paid time off is accrued when incurred. At June 30, 2023 the liability for accrued paid time off totaled \$105,659.

Note 10-Loans Receivable:

Loans receivable include amounts due the Commission under their re-lending programs. The total amount due the Commission at June 30, 2023 was \$47,102. The Commission has recorded no allowance for doubtful accounts.

Note 11-Litigation:

At June 30, 2023, there were no matters of litigation involving the Commission which would materially affect the Commission's financial position should any court decision on pending matters not be favorable to the Commission.

Note 12-Allocation of Indirect Costs:

The Commission has entered into various agreements to assist the management of various projects and grants. The Commission charges for direct costs incurred plus a portion of indirect costs. Indirect costs are allocated on the ratio of the individual project's personnel services, including fringe benefits, to total personnel, including fringe benefits. For the period ending June 30, 2023, the Commission's overall indirect cost rate of 43.18% was calculated as follows:

Indirect costs	\$ 510,045
Total direct personnel, including fringe benefits	<u>1,181,185</u>
Rate	43.18%

Note 13-Upcoming Pronouncements:

Statement No. 99, *Omnibus 2022*, enhances the comparability in accounting and financial reporting and improves the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees. The effective dates differ based on the requirements of the Statement, ranging from April 2022 to reporting periods beginning after June 15, 2023.

Statement No. 100, *Accounting Changes and Error Corrections* - an amendment of GASB Statement No. 62, enhances accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. The requirements of this Statement are effective for reporting periods beginning after June 15, 2023.

Statement No. 101, *Compensated Absences*, updates the recognition and measurement guidance for compensated absences. It aligns the recognition and measurement guidance under a unified model and amends certain previously required disclosures. The requirements of this Statement are effective for reporting periods beginning after December 15, 2023.

Note 13-Upcoming Pronouncements: (continued)

Implementation Guide No. 2021-1, *Implementation Guidance Update—2021*, with dates ranging from reporting periods beginning after June 15, 2022 to reporting periods beginning after June 15, 2023.

Implementation Guide No. 2023-1, *Implementation Guidance Update—2023*, effective for fiscal years beginning after June 15, 2023.

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

Required Supplementary Information

New River Valley Regional Commission
Schedule of Revenues, Expenditures and Changes in Fund Balances -- General Fund
Budget and Actual
For the Year Ended June 30, 2023

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Revenue from local sources:				
Interest Income	\$ -	\$ -	\$ 1,895	\$ 1,895
Charges for services	702,228	702,228	551,357	(150,871)
Sale of Surplus Property	-	-	5,075	5,075
Contributions from localities	238,220	238,220	238,220	-
Recovery of bad debt	-	-	15,888	15,888
Miscellaneous revenue	9,535	9,535	5,524	(4,011)
Total revenue from local sources	<u>\$ 949,983</u>	<u>\$ 949,983</u>	<u>\$ 817,959</u>	<u>\$ (132,024)</u>
Intergovernmental:				
Revenue from the Commonwealth:				
Categorical aid:				
DHCD grants (administrative)	\$ 89,971	\$ 89,971	\$ 89,971	\$ -
DHCD grants (projects)	-	-	135,180	135,180
DEQ Grant	22,672	22,672	17,372	(5,300)
Virginia Department of Health	155,000	155,000	158,823	3,823
VHDA	69,000	69,000	80,155	11,155
Virginia Department of Transportation	25,600	25,600	1,373	(24,227)
VDRPT RideSolutions	117,190	117,190	92,817	(24,373)
Total revenue from the Commonwealth	<u>\$ 479,433</u>	<u>\$ 479,433</u>	<u>\$ 575,691</u>	<u>\$ 96,258</u>
Revenue from the federal government:				
Categorical aid:				
ARC grant	\$ 112,912	\$ 112,912	\$ 184,494	\$ 71,582
Federal Department of Transportation	102,400	102,400	63,494	(38,906)
EDA grant	70,000	70,000	70,000	-
CDBG	237,212	237,212	243,030	5,818
VDEM	70,500	70,500	53,466	(17,034)
Total revenue from the federal government	<u>\$ 593,024</u>	<u>\$ 593,024</u>	<u>\$ 614,484</u>	<u>\$ 21,460</u>
Total intergovernmental revenue	<u>\$ 1,072,457</u>	<u>\$ 1,072,457</u>	<u>\$ 1,190,175</u>	<u>\$ 117,718</u>
Total revenues	<u>\$ 2,022,440</u>	<u>\$ 2,022,440</u>	<u>\$ 2,008,134</u>	<u>\$ (14,306)</u>

New River Valley Regional Commission
 Schedule of Revenues, Expenditures and Changes in Fund Balances -- General Fund
 Budget and Actual
 For the Year Ended June 30, 2023

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Expenditures:				
Community Development:				
Personnel	\$ 1,215,392	\$ 1,215,392	\$ 1,194,312	\$ 21,080
Fringe benefits	328,163	328,163	347,571	(19,408)
Office rent	68,730	68,730	68,729	1
Telephone	21,460	21,460	20,746	714
Office supplies	38,898	38,898	69,625	(30,727)
Postage	1,400	1,400	978	422
Printing	6,200	6,200	7,278	(1,078)
Advertising	12,360	12,360	2,803	9,557
Travel	35,650	35,650	26,377	9,273
Equipment maintenance and rent	8,900	8,900	37,581	(28,681)
Dues and publications	20,215	20,215	18,981	1,234
Training	27,170	27,170	17,447	9,723
Meeting expense	12,200	12,200	16,702	(4,502)
Insurance	4,200	4,200	4,282	(82)
Contractual services	236,195	236,195	212,276	23,919
Audit fee	11,000	11,000	5,636	5,364
Miscellaneous	4,700	4,700	2,962	1,738
Total expenditures	<u>\$ 2,052,833</u>	<u>\$ 2,052,833</u>	<u>\$ 2,054,286</u>	<u>\$ (1,453)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (30,393)</u>	<u>\$ (30,393)</u>	<u>\$ (46,152)</u>	<u>\$ (15,759)</u>
Fund balance, beginning of year	<u>30,393</u>	<u>30,393</u>	<u>1,024,086</u>	<u>993,693</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 977,934</u>	<u>\$ 977,934</u>

New River Valley Regional Commission
 Schedule of Changes in Net Pension Liability (Asset) and Related Ratios
 For the Measurement Dates of June 30, 2014 through June 30, 2022

	2022	2021	2020	2019	2018	2017	2016	2015	2014
Total pension liability									
Service cost	\$ 122,124	\$ 95,471	\$ 102,015	\$ 88,611	\$ 74,436	\$ 63,594	\$ 60,289	\$ 58,178	\$ 73,896
Interest	223,050	195,110	177,512	163,344	156,893	148,310	135,569	144,082	134,557
Changes of assumptions	-	66,951	-	88,369	-	(17,049)	-	-	-
Differences between expected and actual experience	(11,909)	67,606	116,750	79,347	(40,686)	19,759	78,828	(238,023)	-
Benefit payments	(138,042)	(128,630)	(142,489)	(104,227)	(92,744)	(91,265)	(94,061)	(77,634)	(67,136)
Net change in total pension liability	\$ 195,223	\$ 296,508	\$ 253,788	\$ 315,444	\$ 97,899	\$ 123,349	\$ 180,625	\$ (113,397)	\$ 141,317
Total pension liability - beginning	3,251,341	2,954,833	2,701,045	2,385,601	2,287,702	2,164,353	1,983,728	2,097,125	1,955,808
Total pension liability - ending (a)	\$ 3,446,564	\$ 3,251,341	\$ 2,954,833	\$ 2,701,045	\$ 2,385,601	\$ 2,287,702	\$ 2,164,353	\$ 1,983,728	\$ 2,097,125
Plan fiduciary net position									
Contributions - employer	\$ 62,221	\$ 51,568	\$ 25,972	\$ 27,748	\$ 25,518	\$ 22,496	\$ 47,681	\$ 45,215	\$ 43,157
Contributions - employee	73,497	60,144	52,247	52,583	47,502	40,211	41,419	33,981	31,093
Net investment income	(5,298)	738,539	50,883	171,551	178,103	264,347	37,797	94,586	279,654
Benefit payments	(138,042)	(128,630)	(142,489)	(104,227)	(92,744)	(91,265)	(94,061)	(77,634)	(67,136)
Administrative charges	(2,098)	(1,804)	(1,779)	(1,681)	(1,525)	(1,525)	(1,321)	(1,274)	(1,486)
Other	80	70	(61)	(108)	(159)	(235)	(16)	(22)	15
Net change in plan fiduciary net position	\$ (9,640)	\$ 719,887	\$ (15,227)	\$ 145,866	\$ 156,695	\$ 234,029	\$ 31,499	\$ 94,852	\$ 285,297
Total pension liability - beginning	3,412,912	2,693,025	2,708,252	2,562,386	2,405,691	2,171,662	2,140,163	2,045,311	1,760,014
Plan fiduciary net position - ending (b)	\$ 3,403,272	\$ 3,412,912	\$ 2,693,025	\$ 2,708,252	\$ 2,562,386	\$ 2,405,691	\$ 2,171,662	\$ 2,140,163	\$ 2,045,311
Commission's net pension liability (asset) - ending (a) - (b)	\$ 43,292	\$ (161,571)	\$ 261,808	\$ (7,207)	\$ (176,785)	\$ (117,989)	\$ (7,309)	\$ (156,435)	\$ 51,814
Plan fiduciary net position as a percentage of the total pension liability	98.74%	104.97%	91.14%	100.27%	107.41%	105.16%	100.34%	107.89%	97.53%
Covered payroll	\$ 1,624,885	\$ 1,309,283	\$ 1,119,239	\$ 1,122,452	\$ 1,007,089	\$ 849,852	\$ 749,202	\$ 702,092	\$ 621,860
Commission's net pension liability (asset) as a percentage of covered payroll	2.66%	-12.34%	23.39%	-0.64%	-17.55%	-13.88%	-0.98%	-22.28%	8.33%

New River Valley Regional Commission
 Schedule of Employer Contributions - Pension Plan
 For the Years Ended June 30, 2014 through June 30, 2023

Date	Contractually Required Contribution (1)*	Contributions in Relation to Contractually Required Contribution (2)*	Contribution Deficiency (Excess) (3)	Employer's Covered Payroll (4)	Contributions as a % of Covered Payroll (5)
2023	\$ 72,041	\$ 72,041	\$ -	\$ 1,721,986	4.18%
2022	62,220	62,220	-	1,624,885	3.83%
2021	51,568	51,568	-	1,309,283	3.94%
2020	25,972	25,972	-	1,119,239	2.32%
2019	27,748	27,748	-	1,122,452	2.47%
2018	25,518	25,518	-	1,007,089	2.53%
2017	22,496	22,496	-	849,852	2.65%
2016	47,681	47,681	-	749,202	6.60%
2015	45,215	45,215	-	702,092	6.60%
2014	43,157	43,157	-	621,860	6.94%

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

New River Valley Regional Commission
 Notes to Required Supplementary Information
 For the Year Ended June 30, 2023

WIA Fund Budget:

The WIA Fund is not legally required to adopt a budget, thus eliminating the requirement to present budgetary comparison information.

Pension Plan:

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, 2021 valuation were based on the results of an actuarial experience study for the period from July 1, 2016 through June 30, 2020, except the change in the discount rate, which was based on VRS Board action effective as of July 1, 2019. 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

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 Members of the Board
New River Valley Regional Commission
Radford, 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 Authorities, Boards, and Commissions*, issued by the Auditor of Public Accounts of the Commonwealth of Virginia, the financial statements of the governmental activities and each major fund of the New River Valley Regional Commission as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the New River Valley Regional Commission's basic financial statements and have issued our report thereon dated September 19, 2023.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered New River Valley Regional Commission'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 New River Valley Regional Commission's internal control. Accordingly, we do not express an opinion on the effectiveness of the New River Valley Regional Commission'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.

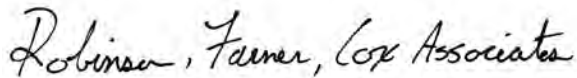
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not 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 New River Valley Regional Commission'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.



Blacksburg, Virginia
September 19, 2023



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

To the Members of the Board
New River Valley Regional Commission
Radford, Virginia

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the New River Valley Regional Commission'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 the New River Valley Regional Commission's major federal programs for the year ended June 30, 2023. The New River Valley Regional Commission'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, the New River Valley Regional Commission complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2023.

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

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the New River Valley Regional Commission'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 the New River Valley Regional Commission's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with 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 the New River Valley Regional Commission'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 the New River Valley Regional Commission's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the New River Valley Regional Commission's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the New River Valley Regional Commission's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control over Compliance

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

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, Farmer, Cox Associates

Blacksburg, Virginia
September 19, 2023

New River Valley Regional Commission
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2023

Federal Grantor/ Pass-through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Federal Expenditures	Expenditures to Subrecipients
Department of Labor:				
Direct Payments:				
Youthbuild	17.274	Not applicable	\$ 675,898	
WIOA Dislocated Worker National Reserve Demonstration Grants	17.280	Not applicable	249,186	
Pass-through payments from:				
Hampton Roads Workforce Council				
WIOA National Dislocated Worker Grants / WIA National Emergency Grants	17.277	Not available	27,987	20,827
Commonwealth of Virginia - Virginia Community College System:				
County of Pulaski, Virginia:				
Workforce Innovation and Opportunity Act (WIOA) Cluster:				
		AA-38561-22-55-A-51 /AA-36350-21-55-A-51 / 23A55AW000023	752,158	517,584
WIOA Adult Program	17.258	AA-38561-22-55-A-51 /AA-36350-21-55-A-51 / 23A55AW000023	534,152	327,308
WIOA Dislocated Worker Formula Grants	17.278	AA-38561-22-55-A-51 /AA-36350-21-55-A-51 / 23A55AW000023	1,130,322	710,716
WIOA Youth Activities	17.259	23A55AW000023	<u>1,130,322</u>	
Total Workforce Innovation and Opportunity Act (WIOA) Cluster			<u>\$ 2,416,632</u>	
Total Department of Labor			<u>\$ 3,369,703</u>	
Social Security Administration:				
Direct Payments:				
Social Security State Grants for Work Incentives Assistance to Disabled Beneficiaries	96.009	Not applicable	<u>\$ 12,524</u>	
Appalachian Regional Commission:				
Direct Payments:				
Appalachian Local Development District Assistance	23.009	Not applicable	\$ 87,702	
Appalachian Area Development	23.002	Not applicable	255,771	
Pass-through payments from:				
Department of Housing and Community Development	23.002	VA-CO-19487	<u>79,611</u>	
Total Appalachian Regional Commission			<u>\$ 423,084</u>	
Department of Transportation				
Pass-through payments from:				
Virginia Department of Transportation:				
Highway Planning and Construction Cluster:				
Highway Planning and Construction	20.205	UPC0000121480 / UPC0000080431	<u>\$ 63,494</u>	
Department of Commerce				
Direct Payments:				
Economic Development - Support for Planning Operations	11.302	Not applicable	\$ 70,000	
Pass-through payments from:				
Department of Housing and Community Development:				
County of Giles, Virginia:				
Economic Development Cluster:				
Economic Adjustment Assistance - pass through from CDBG	11.307	Not available	<u>243,030</u>	
Total Department of Commerce			<u>\$ 313,030</u>	
Department of Health and Human Services				
Pass-through payments from:				
Virginia Rural Health Association:				
Rural Health Care Services Outreach, Rural Health Network Development, and Small Health Care Provider Quality Improvement	93.912	Not available	<u>\$ 162,194</u>	
Department of Homeland Security				
Pass-through payments from:				
Virginia Department of Emergency Management:				
BRIC: Building Resilient Infrastructure and Communities	97.047	EMP-2020-BR-036-0007	<u>\$ 53,466</u>	
Total Expenditures of Federal Awards			<u>\$ 4,397,495</u>	<u>\$ 1,576,435</u>

Notes to Schedule of Expenditures of Federal Awards

Note A-Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the New River Valley Regional Commission under programs of the federal government for the year ended June 30, 2023. The information in the Schedule is presented in accordance with the requirements of the Office of Management and Budgets Uniform Guidance. Because the Schedule presents only a selected portion of the operations of the New River Valley Regional Commission, it is not intended to and does not present the financial position, changes in net position, or cash flows of the New River Valley Regional Commission.

Note B-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 OMB's Uniform Guidance, wherein certain types of expenditures are not allowed or are limited as to reimbursement.

(2) Pass-through entity identifying numbers are presented where available.

Note C-De Minimis Cost Rate:

The Commission did not elect to use the 10-percent de minimis indirect cost rate allowed under Uniform Guidance.

Note D-Relationship to the Financial Statements:

Intergovernmental revenues per the basic financial statements	\$ 4,974,262
Less: Aid from the Commonwealth of Virginia	<u>(576,767)</u>
Federal revenue as reported above	<u>\$ 4,397,495</u>

New River Valley Regional Commission
 Schedule of Findings and Questioned Costs
 For the Year Ended June 30, 2023

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
17.258/17.259/17.278	Workforce Innovation and Opportunity Act (WIOA) Cluster

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.

Section IV - Status of Prior Audit Findings

There were no prior year audit findings reported.



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N R V R C . O R G

MEMORANDUM

To: NRVRC Board Members

From: Holly Lesko, Director Community Health

Date: January 19, 2024

Re: NRV Recovery Ecosystem Program Update

The Regional Commission Community Health program has been growing to advance the important work of the NRV Recovery Ecosystem. All four team members have been onboarded and are at work developing technical teams and supporting the local governments, agencies, and community partners critical to the success of the opioid abatement work. A significant update is the fact that Montgomery County is officially under contract with the Virginia Opioid Abatement Authority, with a fully executed Operating Agreement signed by all localities and fund distribution approval by the Montgomery County Board of Supervisors. Through a collaborative effort by the Regional Commission, Montgomery County finance and legal teams, and our service partner agencies, we now have fully executed Memorandums of Agreements and agencies are in process of submitting first round invoices to continue and significantly expand the work of opioid abatement in our region.

Additionally, the anti-stigma campaign is fully launched and post cards directing citizens to our social and website presence with valuable information and resources will be arriving in mailboxes by early February. The Community Health team is working on a calendar to ensure these outreach efforts are relevant and regular to support regional education and access to resources as the recovery ecosystem is built, supported, and sustained.

At the January Regional Commission meeting, the NRV Recovery Ecosystem team will provide a presentation that covers an overview of the program along with slides focused on specific program areas so Commissioners will have a better understand of how the program will roll out.