

**TOWN OF WENTWORTH**  
**WENTWORTH, NORTH CAROLINA**

**Financial Statements**  
**Year Ended June 30, 2019**

**TOWN OF WENTWORTH, NORTH CAROLINA**  
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**June 30, 2019**

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# Rouse, Rouse, Rouse & Gardner, L.L.P.

Certified Public Accountants



R. Rex Rouse, Jr., CPA  
Judy G. Rouse, CPA  
Victor B. Rouse, CPA/PFS  
Trevor C. Gardner, CPA

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## Independent Auditor's Report

To the Honorable Mayor and  
Members of the Town Council  
Town of Wentworth  
Wentworth, North Carolina

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Wentworth, North Carolina, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

### *Management's Responsibility for the Financial Statements*

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

### *Auditor's Responsibility*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### ***Opinions***

In our opinion, based on our audit, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Wentworth, North Carolina as of June 30, 2018, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Other Matters***

#### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the Management's Discussion & Analysis and budgetary comparison information, on pages 4 to 12 and 31 to 35, be presented to supplement the basic financial statements. Such information, although not a required part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### ***Other Information***

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the basic financial statements of the Town of Wentworth, North Carolina. The combining and individual fund statements, budgetary schedules, and other schedules, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund statements, budgetary schedules, and other schedules, are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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, based on our audit, the procedures performed as described above, the combining and individual fund statements, budgetary schedules, and other schedules are fairly stated, in all material respects, in relation to the financial statements taken as a whole.

Rouse, Rouse, Rouse and Gardner, LLP  
Rouse, Rouse, Rouse & Gardner, LLP  
Certified Public Accountants

August 22, 2019

## MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the Town of Wentworth, we offer readers of the Town of Wentworth's financial statements this narrative overview and analysis of the financial activities of the Town of Wentworth for the fiscal year ended June 30, 2019. We encourage readers to read the information presented here in conjunction with additional information that we have furnished in the town's financial statements, which follow this narrative.

### Financial Highlights

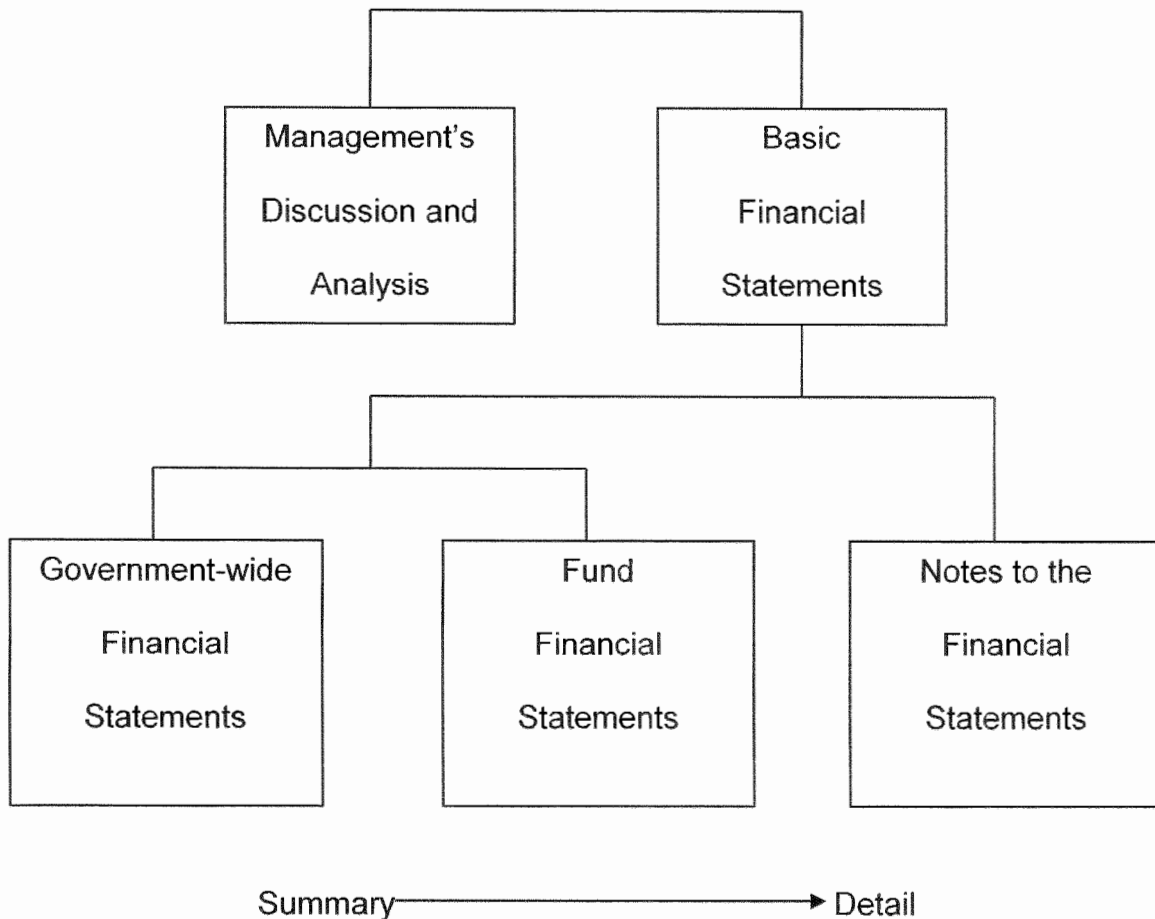
- The assets of the Town of Wentworth *exceeded* its liabilities at the close of the fiscal year by \$5,786,672 (net position).
- The government's total net position *increased* by \$1,910,363 due to *increases* in the *governmental type* activities net position in the amount of \$1,910,363.
- As of the close of the current fiscal year, the Town of Wentworth's governmental fund reported an ending fund balance of \$2,014,489, an *increase* of \$341,138 in comparison with the prior year. Approximately 84% of this total amount, or \$1,691,112, is available for spending at the government's discretion (unassigned fund balance).
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$1,691,112 or 334% of total general fund expenditures for the fiscal year.
- The Town of Wentworth has no Installment Purchase debt at June 30, 2019.

### Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Town of Wentworth's basic financial statements. The town's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements (see Figure 1). The basic financial statements present two different views of the town through the use of government-wide statements and fund financial statements. In addition to the basic financial statements, this report contains other supplemental information that will enhance the reader's understanding of the financial condition of the Town of Wentworth.

## Required Components of Annual Financial Report

Figure 1



### Basic Financial Statements

The first two statements (Exhibits 1 and 2) in the basic financial statements are the Government-wide Financial Statements. They provide both short and long-term information about the town's financial status.

The next statements (Exhibits 3 through 5) are Fund Financial Statements. These statements focus on the activities of the individual parts of the town government. These statements provide more detail than the government-wide statements. There are two parts to the Fund Financial Statements: 1) the governmental funds statements; and 2) the budgetary comparison statements.

The next section of the basic financial statements is the notes. The notes to the financial statements explain in detail some of the data contained in those statements. After the notes, supplemental information is provided to show details about the town's individual funds. Budgetary information required by the General Statutes also can be found in this part of the statements.



## **Government-wide Financial Statements**

The government-wide financial statements are designed to provide the reader with a broad overview of the town's finances, similar in format to a financial statement of a private-sector business. The government-wide statements provide short and long-term information about the town's financial status as a whole.

The two government-wide statements report the town's net position and how it changed. Net position is the difference between the town's total assets and total liabilities. Measuring net position is one way to gauge the town's financial condition.

The government-wide statements consist of governmental activities. The governmental activities include most of the town's basic services such as public safety, planning and zoning, cultural and recreational, special allocations, and general administration. The town assesses no property taxes. Sales and Use Tax and Utility Sales Tax revenue from the State of North Carolina provides most of the funds to finance these activities. The town operates no business-type activities and has no component units.

The government-wide financial statements are on Exhibits 1 and 2 of this report.

## **Fund Financial Statements**

The fund financial statements (see Figure 2) provide a more detailed look at the Town's most significant activities. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town of Wentworth, like all other governmental entities in North Carolina, uses fund accounting to ensure and reflect compliance (or non-compliance) with finance-related legal requirements, such as the General Statutes or the Town's budget ordinance. The funds of the Town of Wentworth consist solely of a governmental fund.

**Governmental Funds** – Governmental funds are used to account for those functions reported as governmental activities in the government-wide financial statements. All of the town's basic services are accounted for in the governmental fund. This fund focuses on how assets can readily be converted into cash flow in and out, and what monies are left at year-end that will be available for spending in the next year. Governmental funds are reported using an accounting method called *modified accrual accounting* that provides a short-term spending focus. As a result, the governmental fund financial statements give the reader a detailed short-term view that helps him or her determine if there are more or less financial resources available to finance the town's programs. The relationship between government activities (reported in the Statement of Net

Position and the Statement of Activities) and governmental funds is described in a reconciliation that is a part of the fund financial statements.

The Town of Wentworth adopts an annual budget for its General Fund, as required by the General Statutes. The budget is a legally adopted document that incorporates input from the citizens of the Town, the management of the Town, and the decisions of the Board, about which services to provide and how to pay for them. It also authorizes the town to obtain funds from identified sources to finance these current period activities. The budgetary statement provided for the General Fund demonstrates how well the Town complied with the budget ordinance and whether or not the town succeeded in providing the services as planned when the budget was adopted. The budgetary comparison statement uses the budgetary basis of accounting and is presented using the same format, language, and classifications as the legal budget document. The statement shows four columns: 1) the original budget as adopted by the board; 2) the final budget as amended by the board; 3) the actual resources, charges to appropriations, and ending balances in the General Fund; and 4) the difference or variance between the final budget and the actual resources and charges. To account for the difference between the budgetary basis of accounting and the modified accrual basis, a reconciliation showing the differences in the reported activities is shown at the end of the budgetary statement.

**Proprietary Funds** – The Town of Wentworth has no proprietary fund activities.

**Notes to the Financial Statements** – The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements are on pages 19-30 of this report.

**Other Information** – In addition to the basic financial statements and accompanying notes, this report includes certain individual fund statements and schedules. Required supplementary information can be found beginning on page 31 of this report.

## Government-Wide Financial Analysis

### The Town of Wentworth's Net Position

**Figure 2**

	Governmental Activities	
	2019	2018
Current and other assets	\$ 2,054,084	\$ 1,700,480
Capital assets	<u>3,772,183</u>	<u>2,202,958</u>
Total assets	<u>5,826,267</u>	<u>3,903,438</u>
Long-term liabilities outstanding	-	-
Other liabilities	<u>39,595</u>	<u>27,129</u>
Total liabilities	<u>39,595</u>	<u>27,129</u>
Net assets:		
Invested in capital assets, net of related debt	3,772,183	2,202,958
Restricted	134,962	146,520
Unrestricted	<u>1,879,527</u>	<u>1,526,831</u>
Total net assets	<u>\$ 5,786,672</u>	<u>\$ 3,876,309</u>

As noted earlier, net position may serve over time as one useful indicator of a government's financial condition. The assets of the Town of Wentworth exceeded liabilities by \$5,786,672 as of June 30, 2019. The town's net position *increased* by \$1,910,363 for the fiscal year ended June 30, 2019. However, the largest portion 65% reflects the town's investment in capital assets (e.g. building, land, furniture, and equipment) and 32% reflects the town's unrestricted net position. The Town of Wentworth uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. The Town of Wentworth has no outstanding debt.

Several particular aspects of the town's financial operations positively influenced the total unrestricted governmental net position:

- The town earned \$652,092 from the local options sales tax and \$115,955 from the utilities sales tax.
- Expenses totaled \$505,954.

### Town of Wentworth Changes in Net Position Figure 3

	Governmental Activities 2019	Governmental Activities 2018
Revenues:		
General revenues:		
Taxes Other than Property Taxes	652,092	624,521
Grants and contributions not restricted to specific programs	127,790	128,461
Sale of Timber	25,500	
Donated Property	1,613,057	
Other	41,710	24,774
Total revenues	<u>2,460,149</u>	<u>777,756</u>
Expenses:		
General government	319,007	293,723
Health & Public Safety	138,633	128,648
Planning and Zoning	52,546	52,754
Economic and Physical Development	1,500	1,000
Cultural and Recreational	38,100	36,258
Interest on Long Term Debt	-	-
Total expenses	<u>549,786</u>	<u>512,383</u>
Increase in Net Assets	1,910,363	265,373
Net assets, July 1	<u>3,876,309</u>	<u>3,610,936</u>
Net assets, June 30	<u>\$ 5,786,672</u>	<u>\$ 3,876,309</u>

**Governmental Activities.** Governmental activities increased the town's net position by \$1,910,363, thereby accounting for 100% of the total growth in the net position of the Town of Wentworth. Key elements of this increase are as follows:

- The town earned \$652,092 from the local options sales tax and \$115,955 from the utilities sales tax.
- On August 18, 2018, The Rockingham County Board of Education donated the Wentworth Consolidated School, valued at 1,133,182 with 25.23 acres of land valued at 479,875 and timber valued at 25,500. The timber was sold on May 14, 2019 for \$25,500.
- Expenses totaled \$505,954.

### Financial Analysis of the Town's Funds

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

**Governmental Funds.** The focus of the Town of Wentworth's governmental funds is to provide information on near-term inflows, outflows, and balances of usable resources. Such information is useful in assessing the Town of Wentworth's financing requirements. Specifically, unassigned fund balance can be a useful measure of a government's net resources available for spending at the end of the fiscal year.

The general fund is the operating fund of the Town of Wentworth. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$1,691,112, while total fund balance amounted to \$1,844,072. As a measure of

the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 334% of total General Fund expenditures, while total fund balance represents 364% of that same amount.

At June 30, 2019 the governmental funds of the Town of Wentworth reported a combined fund balance of \$2,014,489, a 20% increase compared with last year. The Town of Wentworth maintained a General Fund and a Capital Project Fund.

**General Fund Budgetary Highlights:** During the fiscal year, the Town revised the budget on two (2) occasions. Generally, the Town's budget amendments fall into two categories: 1) amendments made to adjust the estimates that are used to prepare the original budget ordinance once exact information is available; 2) increases in appropriations that become necessary to maintain services.

**Note:** The first Budget Amendment for the year reflected a \$13,000 increase in General Fund Revenues: Interest Income, as well as increases in the following General Fund Expenditures: General Government and Public Safety:

- An *increase* of \$12,000.00 in General Government: Other Operating Costs/ Town Property/ Maintenance. This increase is due to costs associated with the Wentworth Consolidated School site.
- An *increase* of \$3,500.00 in General Government: Other Operating Costs/ Town Property/ Utilities. This increase is due to costs associated with the Wentworth Consolidated School site.
- An increase of \$2,500.00 in Public Safety: Water Line – Dan River Water. This increase reflects the final cost for installation of a water line beginning at the corner of NC 87/ Peach Tree Road and ending at the Town of Wentworth's property near Blueberry Road.

#### **Total Amended General Fund Budget Dollars — \$720,610.00**

The second Budget Amendment for the year reflected a \$25,500 increase in General Fund Revenues: Sale of Town Property, as well as the following increases in General Fund Expenditures: General Government, Public Safety, and Cultural & Recreational:

- The *transfer* of \$500 from General Government: Personnel Costs/ Employer Taxes to General Government: Personnel Costs/ Unemployment Insurance.
- An *increase* of \$25,500 in General Government: Other Operating Costs/ Town Property/ Maintenance.
- A *decrease* of \$10,199 in General Government: Other Operating Costs/ Miscellaneous Other Operating Costs. This decrease is necessary to balance the budget after the changes made to General Government, Public Safety, and Cultural & Recreational line items listed below:

- An *increase* of \$4,914 in Capital Outlay/Property Improvements for Architectural/Engineering fees and two water taps for Town owned property on Peach Tree Road.
- An *increase* of \$100 in General Government: Administration/ Dues & Memberships.
- An *increase* of \$4,000 in General Government: Other Operating Costs/ Town Property/ Insurance.
- An *increase* of \$385 in Public Safety: Miscellaneous/ Fire Department.
- An *increase* of \$300 in Cultural & Recreational: Special Events.

### **Total Amended General Fund Budget Dollars — \$746,110.00**

Revenues *exceeded* budget estimates by \$100,825 Actual Expenditures totaled \$220,156 *less* than budget appropriations.

### **Capital Asset and Debt Administration**

**Capital Assets.** The Town of Wentworth's investment in capital assets for its governmental activities as of June 30, 2019, totals \$3,772,183 (net of accumulated depreciation). These assets include building, land, furniture, and equipment.

#### **Town of Wentworth's Capital Assets**

**Figure 4**

**(net of depreciation)**

	Governmental Activities 2019	Governmental Activities 2018
Building	2,619,102	1,529,771
Land	1,148,363	665,688
Furniture and equipment	4,718	7,499
Total	<u>3,772,183</u>	<u>2,202,958</u>

Additional information on the Town's capital assets can be found in note three (3) of the Basic Financial Statements.

### **Town of Wentworth's Outstanding Debt**

The Town of Wentworth has retired all outstanding debt.

## **Economic Factors and Next Year's Budgets and Rates**

The following key economic indicators reflect the growth and prosperity of the town.

The Town of Wentworth, which is the county seat of Rockingham County, is a small, rural municipality, home to approximately 2800 residents. Our primary "industries" are government and education. Governmental offices, including the courts, law enforcement, and emergency management, as well as educational institutions provide most of the job opportunities within the corporate limits.

There are a few retail businesses, and the number has grown slowly over the last few years; however, residents must travel outside of the Town for most household and business goods.

With Rockingham Community College located in the Town, residents could begin school in kindergarten, attend middle school, graduate from high school, and earn an associate's degree without leaving the Wentworth corporate limits. While the Town has no current plans for industrial development or other economic growth within our rural setting, agriculture continues to play a role in land use. There is hope that as the economy continues to improve that small retail businesses within the Town will grow and prosper.

## **Budget Highlights for the Fiscal Year Ending June 30, 2020**

The Town of Wentworth's total budget dollars for FY 2019-2020 reflects an increase of \$483,000 from FY 2018-2019. The reason for this increase is due to a Fund Balance appropriation for the Wentworth Park project for FY2019-2020. In planning for the future and possible growth, we continue to operate frugally and with optimism concerning our future and economic conditions. Realizing there is expense associated with change and growth we remain protective of our fund balance and strive to make good decisions for our citizens.

**Governmental Activities:** There is currently no property tax levied in the Town of Wentworth.

**Requests for Information:** This report is designed to provide an overview of the Town of Wentworth's finances for those with an interest in this area. Questions concerning any of the information found in this report or requests for additional information should be directed to:

**Yvonne Russell, Clerk/Budget-Finance Officer**  
**Town of Wentworth**  
**P.O. Box 159, Wentworth, NC 27375**  
**Phone: (336) 342-6288**  
**Fax: (336) 342-0322**  
**[yrussell@townofwentworth.com](mailto:yrussell@townofwentworth.com)**

Town of Wentworth  
Statement of Net Position  
June 30, 2019

Exhibit 1

	Governmental Activities
<b>ASSETS</b>	
<b>Current Assets:</b>	
Cash and cash equivalents	1,901,124
Receivables, net:	
Accounts	518
Due from other governments	134,148
Due from Employees	296
Prepaid Insurance	17,998
	<hr/>
Total current assets	2,054,084
	<hr/>
<b>Non - Current Assets:</b>	
Capital assets:	
Land and non-depreciable capital assets	1,148,363
Other capital assets, net of depreciation	2,623,820
	<hr/>
Total Capital Assets	3,772,183
	<hr/>
Total assets	5,826,267
	<hr/> <hr/>
<b>LIABILITIES</b>	
<b>Current Liabilities:</b>	
Accounts payable and accrued liabilities	35,306
Accrued vacation pay	3,339
Current Portion of Long Term Liabilities	0
Security Deposit from Rentor	950
Accrued Interest Payable	0
	<hr/>
Total liabilities	39,595
	<hr/>
<b>Long Term Liabilities:</b>	
Due in more than one year	0
	<hr/>
Total liabilities	39,595
	<hr/>
<b>NET POSITION</b>	
Net Investment in capital assets	3,772,183
Restricted for:	
Stabilization by state statute	134,962
Unrestricted	1,879,527
	<hr/>
Total net position	5,786,672
	<hr/> <hr/>

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



Town of Wentworth  
Statement of Activities  
6/30/2019

Exhibit 2

		Program Revenues			Net (Expense) Revenue and Changes in Net Position
					Primary Government
Due from other governments					
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants Grants and Contributions	Governmental Activities
Primary Government:					
Governmental Activities:					
General Government	319,007				319,007
Health & Public Safety	138,633				138,633
Planning and Zoning	52,546				52,546
Economic and Physical Development	1,500				1,500
Cultural and Recreational	38,100				38,100
Total Governmental Activities	549,786	-			549,786
General Revenues:					
Taxes Other than Property Taxes					
Unrestricted Intergovernmental Allocations					
Rental Income					
Investment Earnings					
Sale of Timber					
Miscellaneous Revenue					
Total General Revenues					
Extraordinary Item: Donated Property					
Total General Revenues					
Change in Net Position					
Net Position - Beginning					
Net Position - Ending					

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

Town of Wentworth, North Carolina  
Governmental Funds  
Balance Sheet  
6/30/2019

Exhibit 3

	<u>Major</u>	<u>Non Major</u>	
	<u>General</u>	<u>Capital Project Funds</u>	<u>Total Governmental Funds</u>
<b>Assets</b>			
Cash and Investments	1,730,707	170,417	1,901,124
Receivables, net:			
Accounts	134,148	-	134,148
Due From Employees	296	-	296
Due From Tenant	518	-	518
Prepaid Expenses	17,998	-	17,998
<b>Total Assets</b>	<u>1,883,667</u>	<u>170,417</u>	<u>2,054,084</u>
<b>Liabilities and Fund Balances:</b>			
<b>Liabilities:</b>			
Accounts Payable	32,800	-	32,800
Retirement Payable	2,506	-	2,506
Accrued Compensated Absences	3,339	-	3,339
Security Deposit from Rentor	950	-	950
<b>Total Liabilities</b>	<u>39,595</u>	<u>-</u>	<u>39,595</u>
<b>Fund Balances:</b>			
Non-Spendable:			
Prepaid Expenses	17,998		17,998
Restricted:			
Stabilization by State Statute	134,962	-	134,962
Assigned:			
Recreation Grounds/Facilities	-	170,417	170,417
Unassigned	1,691,112	-	1,691,112
<b>Total Fund Balances</b>	<u>1,844,072</u>	<u>170,417</u>	<u>2,014,489</u>
<b>Total Liabilities and Fund Balances</b>	<u>1,883,667</u>	<u>170,417</u>	<u>2,054,084</u>
<b>Reconciliation of the Governmental Fund Balance Sheet to the Statement of Net Position</b>			
Total Fund Balances Governmental Funds			2,014,489
<b>Amounts reported for governmental activities in the statement of net position (Exhibit 1) are different because:</b>			
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds			
Gross capital assets at historical cost		4,268,548	
Accumulated Depreciation		<u>496,365</u>	
			<u>3,772,183</u>
<b>Net Position of Governmental Activities</b>			<u>5,786,672</u>

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

Town of Wentworth, North Carolina  
Statement of Revenues, Expenditures, and  
Changes in Fund Balances  
Governmental Funds  
For the Fiscal Year Ended June 30, 2019

Exhibit 4

	<u>Major</u>	<u>Non-Major</u>	
	<u>General</u>	<u>Capital Project Fund</u>	<u>Total Governmental Funds</u>
Revenues:			
Taxes	652,092	0	652,092
Unrestricted Inter- governmental Transfers	127,790	0	127,790
Interest on Investments	26,938	157	27,095
Rental Income	14,610	0	14,610
Sale of Timber	25,500		25,500
Other Unrestricted Revenue	<u>5</u>	<u>0</u>	<u>5</u>
Total Revenues	<u>846,935</u>	<u>157</u>	<u>847,092</u>
Expenditures:			
General Government	275,175	0	275,175
Economic Development	1,500	0	1,500
Cultural and Recreational	38,100	0	38,100
Health & Public Safety	138,633	0	138,633
Planning and Zoning	<u>52,546</u>	<u>0</u>	<u>52,546</u>
Total Expenditures	<u>505,954</u>	<u>0</u>	<u>505,954</u>
Revenues Over (Under) Expenditures	<u>340,981</u>	<u>157</u>	<u>341,138</u>
Other Financing Sources (Uses)			
Transfers From (To) Other Funds	<u>(20,000)</u>	<u>20,000</u>	<u>0</u>
Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	320,981	20,157	341,138
Fund Balance, Beginning of Year	<u>1,523,091</u>	<u>150,260</u>	<u>1,673,351</u>
Fund Balance, End of Year	<u><u>1,844,072</u></u>	<u><u>170,417</u></u>	<u><u>2,014,489</u></u>

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

Town of Wentworth, North Carolina  
Statement of Revenues, Expenditures, and  
Changes in Fund Balances  
Governmental Funds  
For the Fiscal Year Ended June 30, 2019

Exhibit 4

Governmental  
Funds  

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

Net changes in fund balances - total governmental funds	341,138
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 outlay exceeded depreciation in the current period.	1,594,725
Cost of Timber Sold	<u>(25,500)</u>
Total changes in net position on Governmental Activities	<u><u>1,910,363</u></u>

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

Town of Wentworth, North Carolina  
General Fund  
and Changes in Fund Balances  
Budget and Actual  
For the Year Ended June 30, 2019

Exhibit 5

	General Fund 2019			Variance With Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Taxes	560,000	560,000	652,092	92,092
Unrestricted Inter- governmental Transfers	123,000	123,000	127,790	4,790
Interest on Investments	10,000	23,000	26,938	3,938
Rental Income	14,610	14,610	14,610	0
Other Unrestricted Revenue	0	25,500	25,505	5
Total Revenue	<u>707,610</u>	<u>746,110</u>	<u>846,935</u>	<u>100,825</u>
Expenditures:				
General Government	428,894	464,209	275,175	189,034
Economic Development	1,500	1,500	1,500	0
Cultural and Recreational	39,200	39,500	38,100	1,400
Health & Public Safety	142,066	144,951	138,633	6,318
Planning and Zoning	55,950	55,950	52,546	3,404
Contingency	20,000	20,000	0	20,000
Total Expenditures	<u>687,610</u>	<u>726,110</u>	<u>505,954</u>	<u>220,156</u>
Revenue Over (Under) Expenditures	20,000	20,000	340,981	320,981
Other Financing Sources (Uses) Transfer to Other Funds	<u>(20,000)</u>	<u>(20,000)</u>	<u>(20,000)</u>	<u>0</u>
Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>0</u>	<u>0</u>	320,981	<u>320,981</u>
Fund Balance - Beginning of Year			<u>1,523,091</u>	
Fund Balance - End of Year			<u>1,844,072</u>	

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

Town of Wentworth, North Carolina  
Notes to the Financial Statements  
For the Fiscal Year Ended June 30, 2019

I. Summary of Significant Accounting Policies

The accounting policies of the Town of Wentworth conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant accounting policies:

A. Reporting Entity

The Town of Wentworth is a municipal corporation which is governed by an elected mayor and four-member council.

B. Basis of Presentation

*Government-wide Statements:* The statement of Net position and the statement of activities display information about the primary government. These statements include the financial activities of the overall government. These statements distinguish between the governmental and business-type activities of the Town. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties. The Town of Wentworth has no business type activities.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the Town and for each function of the Town's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

*Fund Financial Statements:* The fund financial statements provide information about the Town's funds. Separate statements for each fund category – *governmental and proprietary* – are presented. The Town of Wentworth maintains only two funds - a General Fund, and a Capital Reserve Fund.

**General Fund.** The General fund is the general operating fund of the Town. The General Fund accounts for all financial resources except those that are required to be accounted for in another fund. The primary revenue sources are State grants, and various other taxes and licenses. The primary expenditures are for public safety, general government, special allocations, and planning and zoning.

Town of Wentworth, North Carolina  
Notes to the Financial Statements  
For the Fiscal Year Ended June 30, 2019

**Capital Reserve Fund.** This fund is used to account for the recreation grounds/facilities.

C. Measurement focus and Basis of Accounting

In accordance with North Carolina General Statutes, all funds of the Town are maintained during the year using the modified accrual basis of accounting.

*Government-wide.* The government-wide financial statements are reported using the economic resources measurement focus. The government-wide financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the Town gives (or receives) value without directly receiving (or giving) equal value in exchange, include grants, and donations. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

*Governmental Fund Financial Statements.* Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

The Town considers all revenues available if they are collected within 90 days after year-end. Sales taxes and certain intergovernmental revenues, such as the utilities franchise tax, collected and held by the State at year-end on behalf of the Town are recognized as revenue. Intergovernmental revenues and sales and services are not susceptible to accrual because generally they are not measurable until received in cash.

Town of Wentworth, North Carolina  
Notes to the Financial Statements  
For the Fiscal Year Ended June 30, 2019

D. Budgetary Data

The Town's budgets are adopted as required by the North Carolina General Statutes. An annual budget is adopted for the General Fund. All annual appropriations lapse at the fiscal-year end. All budgets are prepared using the modified accrual basis of accounting.

Expenditures may not legally exceed appropriations at the functional level for all annually budgeted funds. The budget is amended by the governing body on a periodic basis as required by changing conditions. The budget shown is the budget as amended at the close of the day on June 30, 2019. It has been restructured in order to conform to the structure of the actual data which is presented in a form to provide the greatest economic meaning to the data. All amendments must be approved by the governing board. During the year, several amendments to the original budget were necessary. The budget ordinance must be adopted by July 1 of the fiscal year or the governing board must adopt an interim budget that covers that time until the annual ordinance can be adopted.

E. Assets, Liabilities, and Fund Equity

1. Deposits and Investments

All deposits of the Town are made in board-designated official depositories and are secured as required by State law [G.S. 159-31]. The Town may designate, as an official depository, any bank or savings association whose principal office is located in North Carolina. Also, the Town may establish time deposit accounts such as NOW and SuperNOW accounts, money market accounts, and certificates of deposit.

State law [G.S. 159-30(c)] authorizes the town to invest in obligations of the United States or obligations fully guaranteed both as to principal and interest by the United States; obligations of the State of North Carolina; bonds and notes of any North Carolina local government or public authority; obligations of certain nonguaranteed federal agencies; certain high quality issues of commercial paper and bankers' acceptances; and the North Carolina Capital Management Trust. Investments are stated at cost or amortized cost.



Town of Wentworth, North Carolina  
Notes to the Financial Statements  
For the Fiscal Year Ended June 30, 2019

2. Cash and Cash Equivalents

All cash and investments are essentially demand deposits and are considered cash and cash equivalents. The Town's Board considers all highly liquid investments with a maturity of three months or less when purchased to be cash and cash equivalents.

3. Allowances for Doubtful Accounts

All receivables that historically experience uncollectible accounts are shown net of an allowance for doubtful accounts. There were no accounts receivables estimated to be uncollectible at June 30, 2019.

4. Capital Assets

Capital assets are recorded by the government as assets when the Town administration determined that the value of the improved internal controls by recording the asset exceeds the cost of maintaining the capital asset records and the asset has an estimated useful life in excess of two years. Purchased or constructed capital assets are reported at cost or estimated historical cost. On August 18, 2018, the Wentworth Consolidated School valued at \$1,133,182 with 25.23 acres of land, valued at \$479,875 was donated by the Rockingham County Board of Education to the Town of Wentworth. The donated property also included timber valued at \$25,500. The timber was sold on May 14, 2019 for \$25,500. Donated capital assets are recorded at their estimated fair value at the date of donation. General infrastructure assets are reported at historical cost. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Lives</u>
Infrastructure	50
Buildings	40
Improvements	25
Vehicles	5
Furniture	10
Equipment	5

Town of Wentworth, North Carolina  
Notes to the Financial Statements  
For the Fiscal Year Ended June 30, 2019

5. Revenues, Expenditures, and Expenses

Compensated Absences

For the Town's governmental statements, an expense and a liability for compensated absences and the salary related payments are recorded as the leave is earned. The vacation policy of the Town provides for the accumulation of compensated absences as follows:

Vacation

Full-time employees are eligible for paid vacation time.

Vacation is calculated according to the anniversary date as follows:

After six full anniversary months, the employee shall be entitled to one week of paid vacation annually.

After one full anniversary year, the employee shall be entitled to two weeks of paid vacation.

After five full anniversary years, the employee shall be entitled to three weeks of paid vacation.

After ten full anniversary years, and each year thereafter, the employee shall be entitled to four weeks of paid vacation.

The employee should submit vacation requests in writing at least two weeks in advance to the town administrator. When possible, vacation requests are granted, taking into account operating requirements. Length of employment may determine priority in scheduling vacation times.

Vacation pay is not granted in lieu of taking the actual time off. However, vacation time can be carried over to the following year, up to a maximum of five days with special management approval.

Eligible employees who provide at least two weeks' advance notice of their resignation will be paid for accrued but unused vacation, unless state law dictates otherwise. All other employees will not be paid for accrued but unused vacation upon discharge.

Accrued vacation pay amounted to \$3,339 at June 30, 2019.

Town of Wentworth, North Carolina  
Notes to the Financial Statements  
For the Fiscal Year Ended June 30, 2019

Sick Days

Full-time employees are eligible for paid sick days each year.

Sick days are calculated according to the anniversary date.

Immediately upon hire, the employee will begin to earn one paid sick day each month, up to a maximum of 12 paid sick days annually.

Exempt employees will receive sick pay in compliance with state and federal wage and hour laws.

The employee may use accrued sick time to care for a child who is sick.

Sick days can be carried over to the following year or if elected, the employee may be paid for sick days in excess of 22 days, in lieu of taking the actual time off.

Employees are not paid for earned but unused sick days upon termination.

When an employee qualifies for retirement, any unused sick days may be used in the determination of length of service for Retirement Benefit purposes.

Accrued sick pay amounted to \$5,903 for this purpose at June 30, 2019. Since the Town does not have any obligation for the accumulated sick leave until it is actually taken, no accrual for sick leave has been made.

6. Net Position

Net position in government-wide financial statements is classified as invested in capital assets; restricted; and unrestricted. Restricted net position represents constraints on resources that are either externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or imposed by law through state statute.

7. Fund Balances

In the governmental fund financial statements, fund balance is composed of three classifications designed to disclose the hierarchy of constraints placed on how fund balance can be spent.

Town of Wentworth, North Carolina  
Notes to the Financial Statements  
For the Fiscal Year Ended June 30, 2019

The government fund types classify fund balances as follows:

**Nonspendable Fund Balance** – This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) illegally or contractually required to be maintained intact.

**Prepaid Expenses** – Portion of fund balance that is not an available resource because it represents the year-end balance of prepaid expenses, which is not a spendable resource.

**Restricted Fund Balance** – this classification includes amounts that are restricted to specific purposes externally imposed by creditors or imposed by law.

**Restricted for Stabilization by State Statute** – portion of fund balance that is restricted by State Statute [G.S. 159-8(a)].

**Assigned Fund Balance** – portion of fund balance that the Town of Wentworth intends to use for specific purposes.

**Assigned for Recreation Grounds/Facilities** – portion of fund balance that has been budgeted by the board for Recreation Grounds/Facilities.

**Subsequent year's expenditures** – portion of fund balance that is appropriated in the next year's budget that is not already classified in restricted or committed. The governing body approves the appropriation.

**Unassigned fund balance** – the portion of fund balance that has not been restricted, committed, or assigned to specific purposes or other funds.

The Town of Wentworth has not adopted a minimum fund balance policy.

## II. Detail Notes on All Funds

### A. Assets

#### 1. Deposits

All the deposits for the Town are either insured or collateralized by using one of two methods. Under the Dedicated Method, all deposits that exceed the federal depository insurance coverage level are collateralized

Town of Wentworth, North Carolina  
Notes to the Financial Statements  
For the Fiscal Year Ended June 30, 2019

with securities held by the Town's agents in this units' name. Under the Pooling Method, which is a collateral pool, all uninsured deposits are collateralized with securities held by the State Treasurer's agent in the name of the State Treasurer. Since the State Treasurer is acting in a fiduciary capacity for the Town, these deposits are considered to be held by the Town in the name of the Town. The amount of the pledged collateral is based on an approved averaging method for non-interest bearing deposits and the actual current balance for interest-bearing deposits.

Depositories using the Pooling Method report to the State Treasurer the adequacy of their pooled collateral covering uninsured deposits. The State Treasurer does not confirm this information with the Town or the escrow agent. Because of the inability to measure the exact amounts of collateral pledged for the Town under the Pooling Method, the potential exists for under collateralization, and this risk may increase in periods of high cash flows. However, the State Treasurer of North Carolina enforces strict standards of financial stability for each depository that collateralizes public deposits under the Pooling Method.

The Town has no formal policy regarding custodial credit risk for deposits, but relies on the State Treasurer to enforce standards of minimum capitalization for all pooling method financial institutions and to monitor them for compliance. The Town complies with the provisions of G.S. 159-31 when designating official depositories and verifying that deposits are properly secured.

At June 30, 2019 the Town's deposits had a carrying amount of \$337,679 and a bank balance of \$346,400. Of the bank balance, \$250,000 was covered by Federal Depository Insurance and the remainder was covered by collateral held under the pooling method.

## 2. Investments

At June 30, 2019 the Town had \$1,563,445 invested with the North Carolina Capital Management Trust's Government Portfolio which carried a credit rating of AAAM by Standard and Poor's. The Town has no policy regarding credit risk.

Town of Wentworth, North Carolina  
Notes to the Financial Statements  
For the Fiscal Year Ended June 30, 2019

3. Capital Assets

Capital Asset activity for the Town of Wentworth for the year ended June 30, 2019 was as follows:

	<u>Beginning Balances</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balances</u>
<b>Governmental activities:</b>				
<b>Capital assets not being depreciated:</b>				
Land	665,688	508,175	25,500	1,148,363
Construction in Progress	0			0
	<u>665,688</u>	<u>508,175</u>	<u>25,500</u>	<u>1,148,363</u>
<b>Capital assets being depreciated:</b>				
Building	1,874,195	1,160,296		3,034,491
Office Furniture	33,449			33,449
Office Equipment	50,661	1,584		52,245
Total capital assets being depreciated	<u>1,958,305</u>	<u>1,161,880</u>	<u>0</u>	<u>3,120,185</u>
<b>Less accumulated depreciation for:</b>				
Building	344,397	70,992		415,389
Office Furniture	30,996	2,057		33,053
Office Equipment	45,642	2,281		47,923
Total accumulated depreciation	<u>421,035</u>	<u>75,330</u>	<u>0</u>	<u>496,365</u>
Total capital assets being depreciated, net	<u>1,537,270</u>			<u>2,623,820</u>
<b>Governmental activity capital assets, net</b>	<u>2,202,958</u>			<u>3,772,183</u>

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

General Government	<u>75,330</u>
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Town of Wentworth, North Carolina  
Notes to the Financial Statements  
For the Fiscal Year Ended June 30, 2019

B. Liabilities

1. Pension Plan Obligation or Postemployment Benefits

On July 5, 2000 the Town entered into a Simplified Pension Individual Retirement Account Contribution Agreement. The town agreed to contribute 10% of the employees' gross annual salary into an individual retirement account for the employee. The Town agreed to provide for discretionary contributions in each calendar year to the individual retirement account of all employees who are 18 years old and have performed services for the Town in at least one year of the immediately preceding 5 years. The simplified employees' pension does not include employees whose total compensation during the year is less than \$500.00. The Town had a pension plan obligation for the year ended June 30, 2019 in the amount of \$2,506.

The Town employed only two full time employees for the full year, and there are no other post employment benefits.

2. Risk Management

The Town 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 Town carries general liability coverage up to \$2,000,000 and auto liability and personal injury coverage of \$1 million per occurrence, property coverage up to the total insurance values of the property policy, and workers' compensation coverage up to statutory limits. The Town owns no property in a flood plain and there is no flood insurance.

There have been no significant reductions in insurance coverage in the prior year, and settled claims have not exceeded coverage.

In accordance with G.S.159-29, the Town's employees that have access to \$100 or more at any given time of the Town's funds are performance bonded through a commercial surety bond. The finance officer is bonded for \$50,000. The remaining employees that have access to funds are bonded under a blanket bond for \$20,000.

Town of Wentworth, North Carolina  
Notes to the Financial Statements  
For the Fiscal Year Ended June 30, 2019

3. Long-Term Liabilities

The Town had no long term debt at June 30, 2019.

4. Interfund Balances and Activity:

Transfers to/from other funds for the year ended June 30, 2019 consist of the following:

Fund	Transfers	
	From	To
General Operating	\$20,000	
Capital Reserves	<u>          </u>	<u>\$20,000</u>
	<u>\$20,000</u>	<u>\$20,000</u>

The transfer of \$20,000 from the General Operating Fund to the Capital Reserves Fund was to increase the fund for Recreation Grounds/Facilities.



Town of Wentworth, North Carolina  
Notes to the Financial Statements  
For the Fiscal Year Ended June 30, 2019

C. Fund Balance

The following schedule provides management and citizens with information on the portion of General fund balance that is available for appropriation:

Total fund balance-General Fund		1,844,072
Less:		
Nonspendable – Prepaid Expenses	17,998	
Stabilization by State Statute	<u>134,962</u>	
		<u>152,960</u>
Remaining Fund Balance		<u>1,691,112</u>

Town of Wentworth, North Carolina  
General Fund  
June 30, 2019 and June 30, 2018

Statement 1

	<u>June 30, 2019</u>	<u>June 30, 2018</u>
Assets		
Cash and Investments	1,730,707	1,403,181
Accounts Receivable (Net)	134,148	132,597
Due from Employees	296	52
Due from Tenants	518	518
Prepaid Expenses	<u>17,998</u>	<u>13,872</u>
Total Assets	<u><u>1,883,667</u></u>	<u><u>1,550,220</u></u>
Liabilities and Fund Balances:		
Liabilities:		
Accounts Payable	32,800	20,216
Retirement Payable	2,506	2,385
Accrued Vacation Pay	3,339	3,828
Security Deposit from Rentor	950	700
Due to Other Funds	<u>0</u>	<u>0</u>
Total Liabilities	<u>39,595</u>	<u>27,129</u>
Fund Balances:		
Non Spendable:		
Prepaid Expenses	17,998	13,872
Restricted:		
Stabilization by State Statute	134,962	133,167
Assigned:		
Subsequent Years Expenditures	0	0
Unassigned	<u>1,691,112</u>	<u>1,376,052</u>
Total Fund Balances	<u>1,844,072</u>	<u>1,523,091</u>
Total Liabilities and Fund Balances	<u><u>1,883,667</u></u>	<u><u>1,550,220</u></u>

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

Town of Wentworth  
General Fund  
Statement of Revenues, Expenditures, and Changes in  
Fund Balances - Budget and Actual  
For the Fiscal Year Ended June 30, 2019  
with Comparative Actual Amounts for the Year Ended June 30, 2018

Statement 2

	<u>2019</u>			
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>2018 Actual</u>
Revenues:				
Taxes:				
Local Option Sales Tax	<u>560,000</u>	<u>652,092</u>	<u>92,092</u>	<u>624,521</u>
Unrestricted Intergovernmental Revenues:				
Beer and Wine	<u>13,000</u>	<u>11,835</u>	<u>(1,165)</u>	<u>11,924</u>
Utilities Sales Tax	<u>110,000</u>	<u>115,955</u>	<u>5,955</u>	<u>116,537</u>
Total	<u>123,000</u>	<u>127,790</u>	<u>4,790</u>	<u>128,461</u>
Interest on Investments	<u>23,000</u>	<u>26,938</u>	<u>3,938</u>	<u>11,710</u>
Rental Income	<u>14,610</u>	<u>14,610</u>	<u>0</u>	<u>12,938</u>
Sale of Timber	<u>25,500</u>	<u>25,500</u>	<u>0</u>	<u>0</u>
Other Unrestricted Revenue	<u>0</u>	<u>5</u>	<u>5</u>	<u>0</u>
	<u>40,110</u>	<u>40,115</u>	<u>5</u>	<u>12,938</u>
Total Revenue	<u>746,110</u>	<u>846,935</u>	<u>100,825</u>	<u>777,630</u>

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

Town of Wentworth  
General Fund  
Statement of Revenues, Expenditures and Changes in  
Fund Balances- Budget and Actual  
For the Fiscal Year Ended June 30, 2019  
With Comparative Actual Amounts for the Year Ended June 30, 2018

	Statement 2		
	2019		2018
	Budget	Actual	Variance Favorable (Unfavorable)
			Actual
Expenditures:			
General Government:			
Board Fees	12,000	12,000	0
Salaries	103,250	101,570	1,680
Longevity	1,600	1,499	101
FICA (moved \$185 to unemployment tax)	9,800	8,875	925
Payroll Services	2,000	1,934	66
NC Unemployment Tax(added \$185)	700	611	89
Retirement	5,150	5,132	18
Copier Service & Postage Meter Lease(tr	3,500	3,395	105
Audit	9,700	9,665	35
Office Supplies and Expense	3,200	3,368	(168)
Bank Charges	150	0	150
Postage	1,400	674	726
Publications	350	340	10
Board of Elections	0	0	0
Advertising	1,700	1,151	549
Technology Services:			
Local Phone Service	5,100	4,317	783
Internet Service	1,020	1,019	1
Computer/Software Support	1,500	1,468	32
Website Hosting/ Maintenance	3,500	2,765	735
Dues and Fees	1,950	1,929	21
Insurance:			
Disability Insurance	2,400	2,097	303
Employee Medical	13,500	10,038	3,462
Bond Insurance	600	550	50
Property and Liability	23,250	17,453	5,797
Worker's Compensation	1,800	143	1,657
Legal	25,000	12,377	12,623
Other Professional Services	250	0	250
Meal, Mileage, & Lodging	5,000	855	4,145
Continuing Education - Conference	5,000	1,068	3,932
Town Property Maintenance	56,950	17,771	39,179
Town Property Utilities	19,050	18,956	94
Miscellaneous Other Operating Costs	109,125	277	108,848
Administration - Miscellaneous	2,300	380	1,920
	431,795	243,677	188,118
			242,916

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

Town of Wentworth  
General Fund  
Statement of Revenues, Expenditures and Changes in  
Fund Balances- Budget and Actual  
For the Fiscal Year Ended June 30, 2019  
With Comparative Actual Amounts for the Year Ended June 30, 2018

	Statement 2		
	2019		2018
	Budget	Actual	Variance Favorable (Unfavorable)
Capital Outlay:			Actual
Building			
Office Furniture & Equipment	2,500	1,584	916
Property Acquisition	0	0	0
Land/Property Improvements	29,914	29,914	0
	32,414	31,498	916
Total General Government	464,209	275,175	189,034
Economic Development:			
Rockingham County			
Partnership - Tourism	1,000	1,000	0
Other	500	500	0
Total Economic Development	1,500	1,500	0
Cultural & Recreational:			
Appearance Committee	500	0	500
Historical Committee	6,150	5,886	264
Recreation Committee	500	0	500
Special Events	8,300	8,164	136
Friends of Chinqua Penn Trail	2,500	2,500	0
MARC	11,000	11,000	0
Rockingham Co Arts Council	2,000	2,000	0
RCHS Band Boosters	0	0	0
Wentworth PTA Ball Program	8,000	8,000	0
Other Cultural & Recreational	550	550	0
Total Cultural & Recreational	39,500	38,100	1,400
Health & Public Safety:			
Allocation to ReDirections	8,000	8,000	0
Animal Control	10,000	3,770	6,230
Law Enforcement	63,916	63,916	0
Law Enforcement Equipment	0	0	0
Donation to SADD	2,500	2,500	0
Fire Department	9,602	9,600	2
NC Highway Patrol	0	0	0
Project SAFE Rockingham Co	783	782	1
World Changers	0	0	0
Other	5,650	5,630	20
Water Line - Dan River Water	44,500	44,435	65
Total Health & Public Safety	144,951	138,633	6,318
Total Planning and Zoning	55,950	52,546	3,404
Contingency	20,000	0	20,000
Total Expenditures	726,110	505,954	220,156
Revenues Over (Under) Expenditures	20,000	340,981	320,981

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

Town of Wentworth  
General Fund  
Statement of Revenues, Expenditures and Changes in  
Fund Balances- Budget and Actual  
For the Fiscal Year Ended June 30, 2019  
With Comparative Actual Amounts for the Year Ended June 30, 2018

	2019			Statement 2
	Budget	Actual	Variance Favorable (Unfavorable)	2018 Actual
Other Financing Sources (Uses)				
Loan Proceeds - Building				
Transfer from (to) Cap Res Fund-Recreation	<u>(20,000)</u>	<u>(20,000)</u>	<u>0</u>	<u>(20,000)</u>
	<u>(20,000)</u>	<u>(20,000)</u>	<u>0</u>	<u>(20,000)</u>
Revenues over (under) Expenditures and Other Financing Sources	0	320,981	320,981	279,811
Fund Balance Appropriated	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	<u>0</u>	320,981	<u>320,981</u>	279,811
Fund Balance - Beginning of Year		<u>1,523,091</u>		<u>1,243,280</u>
Fund Balance - End of Year		<u>1,844,072</u>		<u>1,523,091</u>

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

Town of Wentworth  
Balance Sheet  
Capital Projects Fund  
(Capital Reserve Fund)  
June 30, 2019 and June 30, 2018

	Statement 3	
	<u>June 30, 2019</u>	<u>June 30, 2018</u>
Assets		
Cash and cash equivalents	<u>170,417</u>	<u>150,260</u>
Total Assets	<u><u>170,417</u></u>	<u><u>150,260</u></u>
Liabilities	<u>0</u>	<u>0</u>
Fund Balances		
Restricted:		
Recreation Grounds/ Facilities	<u>170,417</u>	<u>150,260</u>
Total Fund Balances	<u>170,417</u>	<u>150,260</u>
Total Liabilities and Fund Balances	<u><u>170,417</u></u>	<u><u>150,260</u></u>

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

Town of Wentworth  
Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
Capital Projects Fund  
(Capital Reserve Fund)  
June 30, 2019 and June 30, 2018

	Statement 4	
	<u>2019</u>	<u>2018</u>
	<u>Actual</u>	<u>Actual</u>
Revenues		
Investment Earnings	<u>157</u>	<u>126</u>
Total Revenues	<u>157</u>	<u>126</u>
Total Expenditures	<u>0</u>	<u>0</u>
Excess (deficiency) of Revenues Over Expenditures	<u>157</u>	<u>126</u>
Other Financing Sources (Uses)		
Transfers from (to) Other Funds	<u>20,000</u>	<u>20,000</u>
Fund Balance Appropriated	<u>0</u>	<u>0</u>
Net Change in Fund Balances	20,157	20,126
Fund Balances, Beginning	<u>150,260</u>	<u>130,134</u>
Fund Balances, Ending	<u><u>170,417</u></u>	<u><u>150,260</u></u>

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



Town of Wentworth  
Schedule of Interfund Transfers  
For the Fiscal Year Ended June 30, 2019

Schedule 1

Fund	From	Transfer	To
	<u>                    </u>		<u>                    </u>
General Fund	20,000.00		
Capital Reserve Fund -			<u>20,000.00</u>
(for Recreation)			
	<u>20,000.00</u>		<u>20,000.00</u>

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