

**COUNTY OF ANSON, NORTH CAROLINA  
FINANCIAL STATEMENTS  
Year Ended June 30, 2021**

**COUNTY OF ANSON, NORTH CAROLINA  
LOCAL GOVERNMENT OFFICIALS**

June 30, 2021

**BOARD OF COUNTY COMMISSIONERS**

JD Bricken - Chairman

Robert Mims - Vice Chairman	Priscilla Little
Jamie Caudle	Lawrence Gatewood
Jarvis T. Woodburn	Harold C. Smith

**COUNTY OFFICIALS**

Leonard Sossamon	County Manager
Holly Berry	Finance Officer
Larry Newton	Tax Assessor
Joe Dutton	Tax Collector
Greg Eudy	Register of Deeds

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## FINANCIAL SECTION



***Thompson, Price, Scott, Adams & Co, P.A.***

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**Alan W. Thompson, CPA  
R. Bryon Scott, CPA  
Gregory S. Adams, CPA**

## **INDEPENDENT AUDITORS' REPORT**

To the Board of County Commissioners  
Anson County, North Carolina

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Anson County, North Carolina, as of and for the year ended June 30, 2021, and the related notes to the financial statements which collectively comprise Anson County'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.

### ***Auditors' Responsibility***

Our responsibility is to express opinions 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from 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, business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Anson County, North Carolina as of June 30, 2021, and the respective changes in financial position and cash flows, where applicable, 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 and Analysis on pages 4 through 11, the Local Government Employees' Retirement System Schedules of the County's Proportionate Share of Net Pension Liability and County Contributions, pages 59 and 60, and the Register of Deeds' Supplemental Pension Fund schedules of the County's Proportionate Share of the Net Pension Asset and County Contributions on pages 61 through 62, the Law Enforcement Officers' Special Separation Allowance schedules of the Changes in Total Pension Liability and Total Pension Liability as a Percentage of Payroll, pages 63 and 64, the Other Postemployment Benefits Schedule of Changes in the Total OPEB Liability and Related Ratios on page 65, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We and other auditors 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.

### ***Supplementary and Other Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County of Anson's basic financial statements. The combining and individual fund statements, budgetary schedules, other schedules as well as the accompanying Schedule of Expenditures of Federal and State Awards, as required by *Title 2 U.S. Code of Federal Regulations (CFR) Part 200*, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards are presented for purpose of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements, budgetary schedules, other schedules and the Schedule of Expenditures of Federal and State Awards 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 by us. In our opinion, based on our audit, the procedures performed as described above, the combining and individual fund financial statements, budgetary schedules, other schedules, and the Schedule of Expenditures of Federal and State Awards are 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 April 10, 2023 on our consideration of Anson County 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 the report is 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 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 Anson County's internal control over financial reporting and compliance.

*Thompson, Price, Scott, Adams & Co., P.A.*

Thompson, Price, Scott, Adams & Co., P.A.

Whiteville, NC

April 10, 2023

## Management's Discussion and Analysis

As management of Anson County, we offer readers of Anson County's financial statements this narrative overview and analysis of the financial activities of Anson County for the fiscal year ended June 30, 2021. We encourage readers to read the information presented here in conjunction with additional information that we have furnished in the County's financial statements, which follow this narrative.

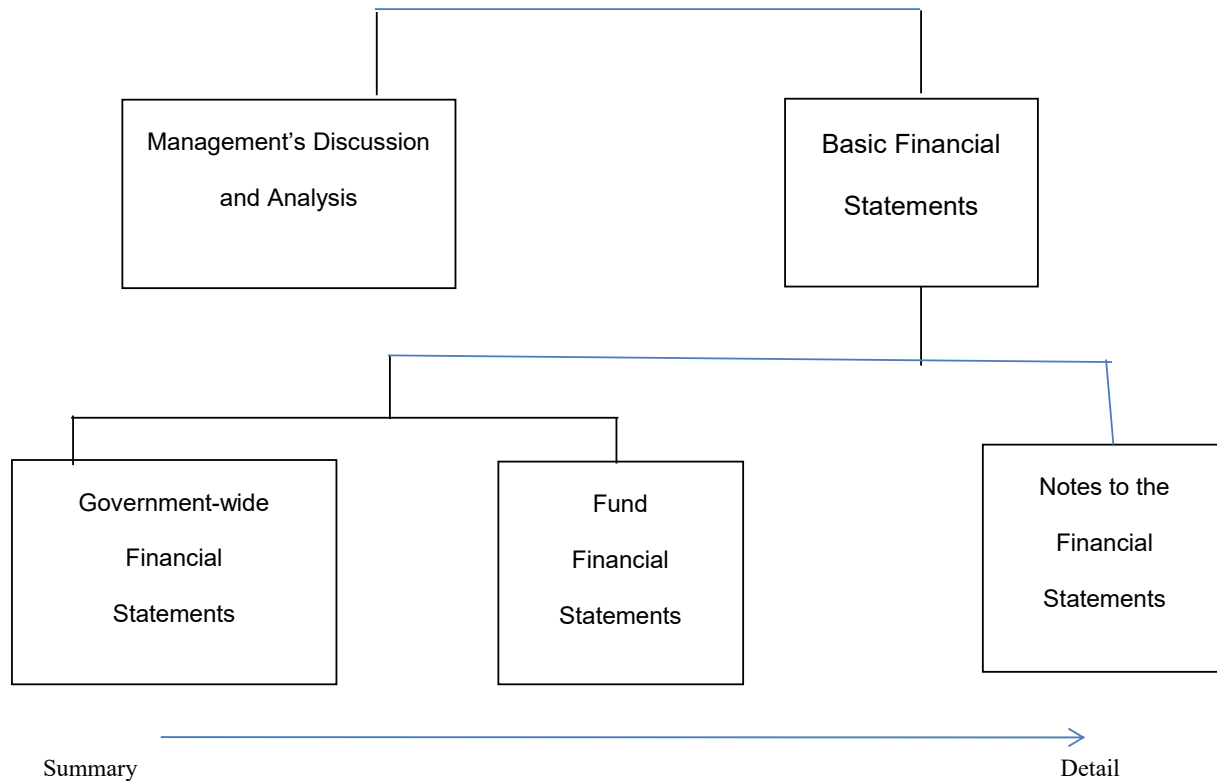
### Financial Highlights

- The assets and deferred outflows of resources of Anson County exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$71,640,826 (net position).
- The government's total net position increased by \$2,990,317, primarily due to an increase in net position of the governmental activities offset by a decrease of the business-type activities. The County implemented GASB Statement No. 84, *Fiduciary Activities*, which created several new special revenue funds that were once treated as agency funds or reported within the General Fund. The restatements increased governmental activities by \$23,462. Additionally, prior period adjustments increased governmental activities by \$28,789.
- As of the close of the current fiscal year, Anson County's governmental funds reported combined ending fund balances of \$26,691,910, an increase of \$2,783,596 in comparison with the prior year. A prior period adjustment also increased the prior year ending fund balances by \$23,462. Approximately 23.19 percent of this total amount, or \$6,189,281, is restricted.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$11,915,658, or 38.85 percent of total general fund expenditures for the fiscal year.
- Anson County's total debt decreased \$798,896 (17.68%) during the current fiscal year. The key factors in this decrease were the scheduled principal repayments on existing installment purchases of \$917,852 and \$89,411, in the governmental activities and business-type activities, respectively. These repayments were counteracted by an increase of debt of \$208,367 in governmental activities. Additionally, a prior period adjustment decreased the total debt by \$28,789.

### Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to Anson County's basic financial statements. The County'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 County 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 Anson County.

**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 County's financial status.

The next statements (Exhibits 3 through 9) are **Fund Financial Statements**. These statements focus on the activities of the individual parts of the County's government. These statements provide more detail than the government-wide statements. There are four parts to the Fund Financial Statements: 1) the governmental funds statements; 2) the budgetary comparison statements; 3) the proprietary fund statements; and 4) the fiduciary fund statement.

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 County's non-major governmental funds and internal service funds, all of which are added together in one column on the basic financial statements. Budgetary information required by the General Statutes also can be found in this part of the statements.

Following the notes is the required supplemental information. This section contains funding information about the County's pension and benefit plans.

## Government-wide Financial Statements

The government-wide financial statements are designed to provide the reader with a broad overview of the County'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 County's financial status as a whole.

The two government-wide statements report the County's net position and how it has changed. Net position is the difference between the total of the County's assets and deferred outflows of resources and the total liabilities and deferred inflows of resources. Measuring net position is one way to gauge the County's financial condition.

The government-wide statements are divided into two categories: 1) governmental activities; and 2) business-type activities. The governmental activities include most of the County's basic services such as public safety, parks and recreation, and general administration. Property taxes and state and federal grant funds finance most of these activities. The business-type activities are those that the County charges customers to provide. These include the water and sewer and landfill services offered by Anson County.

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

## Fund Financial Statements

The fund financial statements provide a more detailed look at the County'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. Anson County, 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 County's budget ordinance. All of the funds of Anson County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**Governmental Funds** – Governmental funds are used to account for those functions reported as governmental activities in the government-wide financial statements. Most of the County's basic services are accounted for in governmental funds. These funds focus 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*. This method also has a current financial resources 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 County'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.

Anson County 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 County, the management of the County, and the decisions of the Board about which services to provide and how to pay for them. It also authorizes the County to obtain funds from identified sources to finance these current period activities. The budgetary statement provided for the General Fund demonstrates how well the County complied with the budget ordinance and whether or not the County 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.

**Proprietary Funds** – Anson County has one kind of proprietary fund. Enterprise Funds are used to report the same functions presented as business-type activities in the government-wide financial statements. Anson County uses enterprise funds to account for its water and sewer operations. These funds are the same as those separate activities shown in the business-type activities in the Statement of Net Position and the Statement of Activities.

**Fiduciary Funds** – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Anson County has two fiduciary funds, all of which are custodial funds.

**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 start after Exhibit 9.

**Other Information** – In addition to the basic financial statements and accompanying notes, this report includes certain required supplementary information concerning Anson County’s progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found beginning at Exhibit A-1, directly after the notes.

### Government-Wide Financial Analysis

As noted earlier, net position may serve over time as one useful indicator of a government’s financial condition. The County’s assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources by \$71,640,826 as of June 30, 2021. The County’s net position increased by \$2,990,317 for the fiscal year ended June 30, 2021. One of the largest portions, 59.13%, reflects the County’s net investment in capital assets (e.g. land, buildings, machinery, and equipment). Anson County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Anson County’s investment in its capital assets is reported net of the outstanding related debt, the resources needed to repay that debt must be provided by other sources, since the capital assets cannot be used to liquidate these liabilities. An additional portion of Anson County’s net position, \$6,189,281, represents resources that are subject to external restrictions on how they may be used. The remaining balance of \$23,092,576 is unrestricted; this balance may be used to meet the government’s ongoing obligations to citizens and creditors.

**Anson County’s Net Position**  
**Figure 2**

	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
Current and other assets	\$ 31,721,474	\$ 29,234,623	\$ 13,181,502	\$ 12,260,499	\$ 44,902,976	\$ 41,495,122
Capital assets	22,660,478	22,180,720	23,418,838	24,601,687	46,079,316	46,782,407
Total assets	54,381,952	51,415,343	36,600,340	36,862,186	90,982,292	88,277,529
Total deferred outflows of resources	4,698,840	2,834,269	601,105	318,990	5,299,945	3,153,259
Long-term liabilities outstanding	2,836,481	3,574,755	883,866	973,278	3,720,347	4,548,033
Other liabilities	16,692,464	13,878,643	2,599,199	2,347,242	19,291,663	16,225,885
Total liabilities	19,528,945	17,453,398	3,483,065	3,320,520	23,012,010	20,773,918
Total deferred inflows of resources	1,363,352	1,720,535	266,049	338,079	1,629,401	2,058,614
Net position:						
Net investment in capital assets	19,823,997	18,605,965	22,534,972	23,628,409	42,358,969	42,234,374
Restricted	6,189,281	4,666,145	-	-	6,189,281	4,666,145
Unrestricted	12,175,217	11,803,569	10,917,359	9,894,168	23,092,576	21,697,737
Total net position	\$ 38,188,495	\$ 35,075,679	\$ 33,452,331	\$ 33,522,577	\$ 71,640,826	\$ 68,598,256

Several particular aspects of the County’s financial operations influenced the total unrestricted governmental net position:

- The property tax collection percentage increased from 94.14% to 95.01%.
- Continued low cost of debt due to the County’s high bond rating.

### Anson County Changes in Net Position

Figure 3

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Revenues:						
Program revenues:						
Charges for services	\$ 5,863,039	\$ 4,968,114	\$ 6,993,460	\$ 7,422,327	\$ 12,856,499	\$ 12,390,441
Operating grants and contributions	6,788,690	5,467,049	-	-	6,788,690	5,467,049
Capital grants and contributions	-	697,733	-	-	-	697,733
General revenues:						
Property taxes	17,740,661	17,339,814	-	-	17,740,661	17,339,814
Other taxes	4,845,223	4,399,030	-	-	4,845,223	4,399,030
Grants and contributions not restricted to specific programs	120,984	142,914	-	-	120,984	142,914
Other	98,921	693,787	6,894	122,243	105,815	816,030
Total revenues	<u>35,457,518</u>	<u>33,708,441</u>	<u>7,000,354</u>	<u>7,544,570</u>	<u>42,457,872</u>	<u>41,253,011</u>
Expenses:						
General government	4,762,902	3,951,233	-	-	4,762,902	3,951,233
Public safety	11,253,033	9,557,675	-	-	11,253,033	9,557,675
Transportation	884,875	1,589,438	-	-	884,875	1,589,438
Environmental protection	698,771	154,847	-	-	-	154,847
Economic and physical development	163,208	1,041,422	-	-	163,208	1,041,422
Human services	7,995,134	7,280,556	-	-	7,995,134	7,280,556
Cultural and recreation	715,879	774,098	-	-	715,879	774,098
Education	5,852,759	6,617,511	-	-	5,852,759	6,617,511
Interest on long-term debt	79,605	97,911	-	-	79,605	97,911
Water	-	-	4,739,794	4,735,781	4,739,794	4,735,781
Wastewater	-	-	2,330,806	2,468,406	2,330,806	2,468,406
Total expenses	<u>32,406,166</u>	<u>31,064,691</u>	<u>7,070,600</u>	<u>7,204,187</u>	<u>38,777,995</u>	<u>38,268,878</u>
Increase (decrease) in net position before transfers	3,051,352	2,643,750	(70,246)	340,383	2,981,106	2,984,133
Transfers	9,211	-	-	-	9,211	-
Increase (decrease) in net position	3,060,563	2,643,750	(70,246)	340,383	2,990,317	2,984,133
Net position, beginning	35,075,679	32,431,929	33,522,577	33,182,194	68,598,256	65,614,123
Restatement	23,462	-	-	-	23,462	-
Prior period adjustment	28,789	-	-	-	28,789	-
Net position, beginning, restated	35,127,930	32,431,929	33,522,577	33,182,194	68,650,507	65,614,123
net position, ending	<u>\$ 38,188,495</u>	<u>\$ 35,075,679</u>	<u>\$ 33,452,331</u>	<u>\$ 33,522,577</u>	<u>\$ 71,640,826</u>	<u>\$ 68,598,256</u>

**Governmental activities.** Governmental activities increased the County's net position by \$3,060,563. Key elements of this increase are as follows:

- Increase in property tax revenues and charges for services
- Increase in operating grants

**Business-type activities.** Business-type activities decreased the County's net position by \$70,246. Key elements of this increase are as follows:

- Decrease in charge for services

### **Financial Analysis of the County's Funds**

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

**Governmental Funds.** The focus of Anson County's governmental funds is to provide information on near-term inflows, outflows, and balances of usable resources. Such information is useful in assessing Anson County's financing requirements. Specifically, fund balance available for appropriation 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 chief operating fund of Anson County. At the end of the current fiscal year, Anson County's fund balance available in the General Fund was \$20,453,243 while total fund balance reached \$26,146,573. As a measure of the general fund's liquidity, it may be useful to compare both available fund balance and total fund balance to total fund expenditures. Available fund balance represents 66.68 percent of total General Fund expenditures, while total fund balance represents 85.24 percent of that same amount.

At June 30, 2021, the governmental funds of Anson County reported a combined fund balance of \$26,691,910, a 11.64 percent increase over last year. The primary reason for this increase was an increase in operating revenues.

**General Fund Budgetary Highlights.** During the fiscal year, the County revised the budget on several occasions. Generally, budget amendments fall into one of three categories: 1) amendments made to adjust the estimates that are used to prepare the original budget ordinance once exact information is available; 2) amendments made to recognize new funding amounts from external sources, such as Federal and State grants; and 3) increases in appropriations that become necessary to maintain services. Total amendments to the General Fund increased revenues by \$4,396,152.

**Proprietary Funds.** Anson County's proprietary funds provide the same type of information found in the government-wide statements but in more detail. Unrestricted net position of the Water Fund at the end of the fiscal year amounted to \$6,443,055, and those for the Wastewater Fund equaled \$4,474,304. The total change in net position for both funds was (\$323,764) and \$253,518, respectively. Other factors concerning the finances of these two funds have already been addressed in the discussion of Anson County's business-type activities.

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

**Capital assets.** Anson County's capital assets for its governmental and business – type activities as of June 30, 2021, totals \$46,079,313 (net of accumulated depreciation). These assets include buildings, land, machinery and equipment, facilities, distribution and collection systems, and vehicles.



**Anson County's Capital Assets  
(net of depreciation)**

**Figure 4**

	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
Land	\$ 1,606,819	\$ 1,558,422	\$ 145,590	\$ 145,590	\$ 1,752,409	\$ 1,704,012
Construction in process	576,363	2,700,453	-	250,149	576,363	2,950,602
Water distribution system	-	-	12,047,247	12,033,471	12,047,247	12,033,471
Wastewater collection system	-	-	8,646,749	9,262,374	8,646,749	9,262,374
Buildings and sites	17,562,633	15,849,529	2,163,495	2,323,189	19,726,128	18,172,718
Furniture, fixtures, and equipment	1,765,558	857,206	291,679	411,444	2,057,237	1,268,650
Vehicles	1,149,105	1,215,110	124,075	175,470	1,273,180	1,390,580
<b>Total</b>	<b>\$ 22,660,478</b>	<b>\$ 22,180,720</b>	<b>\$ 23,418,835</b>	<b>\$ 24,601,687</b>	<b>\$ 46,079,313</b>	<b>\$ 46,782,407</b>

Major capital asset transactions during the year include:

- Purchase of new equipment, vehicles, and improvements throughout the County.
- Airport construction project

**Long-term Debt.** As of June 30, 2021, Anson County had no bonded debt outstanding. Installment purchases totaled \$3,720,347.

**Anson County's Outstanding Debt  
General Obligation and Installment Debt**

**Figure 5**

	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
General obligation bonds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Direct Purchase / Borrowing	2,836,481	3,545,966	883,866	973,277	3,720,347	4,519,243
Compensated absences	890,435	736,449	153,004	133,315	1,043,439	869,764
Net pension liability (LGERS)	4,326,128	3,207,030	417,238	309,305	4,743,366	3,516,335
Net pension liability (LEOSSA)	1,020,961	663,460	-	-	1,020,961	663,460
Total OPEB liability	8,063,995	6,642,116	1,649,321	1,358,505	9,713,316	8,000,621
	<b>\$ 17,138,000</b>	<b>\$ 14,795,021</b>	<b>\$ 3,103,429</b>	<b>\$ 2,774,402</b>	<b>\$ 20,241,429</b>	<b>\$ 17,569,423</b>

Anson County's total liabilities increased by \$2,672,006 (15.21%) during the past fiscal year, primarily due to increases in the Net Pension Liabilities and the Total OPEB Liability.

Anson County's total debt decreased by \$798,896 (21.47 percent) during the past fiscal year, primarily due to the scheduled principal repayments on existing installment purchase agreements being offset by the new installment purchase agreements issued during the year. Additionally, a prior period adjustment decreased the total debt by \$28,789.

Anson County maintains an A3 bond rating from Moody's and a BBB+ bond rating from Standard and Poor's Corporation. These bond ratings are a clear indication of the relatively strong financial condition of Anson County, which would be a primary factor in keeping interest costs low on any outstanding debt.

The State of North Carolina limits the amount of general obligation debt that a unit of government can issue to 8 percent of the total assessed value of taxable property located within that government's boundaries. The legal debt margin for Anson County is \$161,855,711.

Additional information regarding Anson County's long-term debt can be found in notes to the financial statements under Section B.

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

The following key economic indicators impact the growth and future prosperity of the County:

Relative to the local economy, this has been another difficult year for citizens, businesses and local governments. While the County's unemployment rate has dropped to 6.10%, it is still above the state average of 6.00%. As a Tier-1 designated county by the North Carolina Department of Commerce, Anson County is among the state's most economically distressed counties. We anticipate little change in the local economy during FY 2021-2022.

### **Budget Highlights for the Fiscal Year Ending June 30, 2022**

**Governmental Activities:** The County property tax rate will remain at 77.7 cents per hundred dollars (\$100) valuation of property listed for taxes. The estimated total valuation of property is \$1,965,560,852.

Budgeted expenditures in the General Fund are expected to increase to \$32,116,282 which represents a 6.61% increase from the original 2020-2021 budget.

**Business-type Activities:** In the Water Fund and Wastewater Treatment Plan Fund, revenues are expected to remain the same as the 2020-2021 budget.

### **Requests for Information**

This report is designed to provide an overview of the County'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 the Director of Finance, Anson County, 101 South Greene Street Wadesboro, North Carolina 28170. You can also call (704)-994-3203, visit our website [www.co.anson.nc.us](http://www.co.anson.nc.us) or send an email to [hberry@co.anson.nc.us](mailto:hberry@co.anson.nc.us) for more information.

BASIC  
FINANCIAL STATEMENTS

**Anson County, North Carolina**  
**Statement of Net Position**  
**June 30, 2021**

	<b>Primary Government</b>			<b>Component Unit</b>
	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>	<b>Tourism Development Authority</b>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 23,165,242	\$ 9,070,256	\$ 32,235,498	\$ 135,988
Receivables, net	4,415,028	424,098	4,839,126	-
Due from other governments	1,260,020	41,098	1,301,118	2,039
Internal balances	4,205	(4,205)	-	-
Inventories	-	253,332	253,332	-
Prepaid items	55,163	-	55,163	-
Restricted cash and cash equivalents	2,785,502	3,396,923	6,182,425	-
Net pension asset	36,314	-	36,314	-
Capital assets:				
Land, improvements, and construction in progress	2,183,182	145,590	2,328,772	-
Other capital assets, net of depreciation	20,477,296	23,273,248	43,750,544	-
Total capital assets	22,660,478	23,418,838	46,079,316	-
Total assets	54,381,952	36,600,340	90,982,292	138,027
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Pension related deferrals	3,014,849	256,680	3,271,529	-
OPEB related deferrals	1,683,991	344,425	2,028,416	-
Total deferred outflows of resources	4,698,840	601,105	5,299,945	-
<b>LIABILITIES</b>				
Accounts payable and accrued expenses	2,369,497	268,804	2,638,301	225
Customer deposits	-	110,832	110,832	-
Accrued interest payable	21,448	-	21,448	-
Long-term liabilities:				
Compensated absences	890,435	153,004	1,043,439	-
Net pension liability	4,326,128	417,238	4,743,366	-
Net pension liability - LEOSA	1,020,961	-	1,020,961	-
Total OPEB liability	8,063,995	1,649,321	9,713,316	-
Due within one year	763,740	89,411	853,151	-
Due in more than one year	2,072,741	794,455	2,867,196	-
Total long-term liabilities	17,138,000	3,103,429	20,241,429	-
Total liabilities	19,528,945	3,483,065	23,012,010	225
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Pension related deferrals	54,538	674	55,212	-
OPEB related deferrals	1,297,490	265,375	1,562,865	-
Deferred tax revenue	11,324	-	11,324	-
Total deferred outflows of resources	1,363,352	266,049	1,629,401	-
<b>NET POSITION</b>				
Net investment in capital assets	19,823,997	22,534,972	42,358,969	-
Restricted for:				
Stabilization by State Statute	3,153,039	-	3,153,039	-
Economic and physical development	1,713	-	1,713	-
Health services	48,486	-	48,486	-
Transportation	234,513	-	234,513	-
Community development	14,545	-	14,545	-
School debt service	2,505,248	-	2,505,248	-
Public safety	231,737	-	231,737	-
Unrestricted (deficit)	12,175,217	10,917,359	23,092,576	137,802
Total net position	\$ 38,188,495	\$ 33,452,331	\$ 71,640,826	\$ 137,802

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

Anson County, North Carolina  
Statement of Activities  
For the Year Ended June 30, 2021

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position			Component Unit
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total	
<b>Primary government:</b>								<b>Tourism Development Authority</b>
Governmental Activities:								
General government	\$ 4,762,902	\$ 735,925	\$ 176,099	\$ -	\$ (3,850,878)	\$ -	\$ (3,850,878)	
Public safety	11,253,033	1,257,405	352,840	-	(9,642,788)	-	(9,642,788)	
Transportation	884,875	454,651	934,711	-	504,487	-	504,487	
Environmental Protection	698,771	2,405,016	24,285	-	1,730,530	-	1,730,530	
Economic and physical development	163,208	12,767	35,412	-	(115,029)	-	(115,029)	
Human services	7,995,134	993,634	5,265,343	-	(1,736,157)	-	(1,736,157)	
Cultural and recreation	715,879	3,641	-	-	(712,238)	-	(712,238)	
Education	5,852,759	-	-	-	(5,852,759)	-	(5,852,759)	
Interest/Fees on long-term debt	79,605	-	-	-	(79,605)	-	(79,605)	
Total governmental activities	32,406,166	5,863,039	6,788,690	-	(19,754,437)	-	(19,754,437)	
Business-type activities:								
Water Fund	4,739,794	4,412,085	-	-	-	(327,709)	(327,709)	
Waste Water Fund	2,330,806	2,581,375	-	-	-	250,569	250,569	
Total business-type activities	7,070,600	6,993,460	-	-	-	(77,140)	(77,140)	
	\$ 39,476,766	\$ 12,856,499	\$ 6,788,690	\$ -	\$ (19,754,437)	\$ (77,140)	\$ (19,831,577)	
Component Unit:								
Tourism Development Authority	\$ 23,004	\$ -	\$ -	\$ -				\$ (23,004)
General revenues:								
Taxes:								
Property taxes, levied for general purpose					17,740,661	-	17,740,661	-
Local option sales tax					4,499,873	-	4,499,873	-
Other taxes and licenses					345,350	-	345,350	5,772
Grants and contributions not restricted to specific programs					120,984	-	120,984	-
Investment earnings, unrestricted					21,333	5,794	27,127	50
Miscellaneous, unrestricted					77,588	1,100	78,688	29,392
Transfers					9,211	-	9,211	-
Total general revenues					22,815,000	6,894	22,821,894	35,214
Change in net position					3,060,563	(70,246)	2,990,317	12,210
Net position, beginning, previously reported					35,075,679	33,522,577	68,598,256	125,592
Restatements (see Note 9)					23,462	-	23,462	-
Prior Period Adjustments (see Note 8)					28,789	-	28,789	-
Net position, beginning, restated					35,127,932	33,522,577	68,650,509	125,592
Net position, ending					\$ 38,188,495	\$ 33,452,331	\$ 71,640,826	\$ 137,802

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

**Anson County, North Carolina**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2021**

	<u>Major</u>	<u>Nonmajor</u>	
	<u>General</u>	<u>Other</u>	
	<u>Fund</u>	<u>Governmental</u>	<u>Total</u>
		<u>Funds</u>	
<b>ASSETS</b>			
Cash and cash equivalents	\$ 22,472,453	\$ 692,789	\$ 23,165,242
Restricted cash and cash equivalents	2,785,502	-	2,785,502
Taxes receivable, net	1,904,891	200,220	2,105,111
Accounts receivable, net	1,962,773	20,120	1,982,893
Prepaid expenses	55,163	-	55,163
Due from other governments	1,260,020	-	1,260,020
Due from other funds	90,419	-	90,419
Total assets	<u>\$ 30,531,221</u>	<u>\$ 913,129</u>	<u>\$ 31,444,350</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Due to other funds	\$ -	\$ 86,214	\$ 86,214
Accounts payable and accrued liabilities	2,292,417	77,080	2,369,497
Total liabilities	<u>2,292,417</u>	<u>163,294</u>	<u>2,455,711</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Property Taxes Receivable	1,904,892	200,220	2,105,112
Other Receivables	180,293	-	180,293
Prepaid Taxes	7,046	4,278	11,324
Total Deferred Inflows of Resources	<u>2,092,231</u>	<u>204,498</u>	<u>2,296,729</u>
Fund balances:			
Nonspendable:			
Prepaid items	55,163	-	55,163
Restricted:			
Stabilization by State Statute	3,132,919	20,120	3,153,039
Economic and physical development	-	1,713	1,713
Health services	-	48,486	48,486
Transportation	-	234,513	234,513
Community development	-	14,545	14,545
School debt service	2,505,248	-	2,505,248
Public safety	-	231,737	231,737
Committed:			
Other purposes (see footnote)	6,440,978	-	6,440,978
Tax revaluation	409,721	-	409,721
Assigned:			
Subsequent year's expenditures	1,492,937	-	1,492,937
Unassigned	12,109,607	(5,777)	12,103,830
Total fund balances	<u>26,146,573</u>	<u>545,337</u>	<u>26,691,910</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 30,531,221</u>	<u>\$ 913,129</u>	<u>\$ 31,444,350</u>

**Anson County, North Carolina**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2021**

Amounts reported for governmental activities in the statement of net position  
(Exhibit 1) are different because:

Total Fund Balance - Governmental Funds		\$ 26,691,910
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	39,118,780	
Less accumulated depreciation	<u>(16,458,302)</u>	
Net capital assets		22,660,478
Other long-term assets are not available to pay for current-period expenditures and therefore are unavailable in the funds.		327,024
Net pension asset/(liability)		
LGERS		(4,326,128)
ROD		36,314
LEOSSA		(1,020,961)
Total OPEB liability		(8,063,995)
Contributions to pension plans in the current fiscal year are deferred outflows of resources on the Statement of Net Position		
LGERS		1,025,330
ROD		1,659
Contributions to OPEB plan in the current fiscal year		258,832
Benefit payments and pension administration costs from LEOSSA are deferred outflows of resources on the Statement of Net Position		1,688
Deferred outflow of Resources - Pension		
LGERS		1,636,055
ROD		2,073
LEOSSA		348,044
Deferred outflow of Resources - OPEB		1,425,159
Deferred inflows of resources for taxes and special assessments receivable		2,105,112
Deferred inflows of resources for EMS receivable		180,293
Deferred Inflows of Resources - Pension		
LGERS		(6,986)
ROD		(4,706)
LEOSSA		(42,846)
Deferred Inflows of Resources - OPEB		(1,297,490)
Liabilities that, because they are not due and payable in the current period, do not require current resources to pay and are therefore not reported in the fund statements:		
Bonds, leases, and installment financing payable	(2,836,481)	
Compensated absences	(890,435)	
Accrued interest payable	<u>(21,448)</u>	<u>(3,748,364)</u>
Net position of governmental activities		<u><u>\$ 38,188,495</u></u>

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

**Anson County, North Carolina**  
**Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Governmental Funds**  
**For the Year Ended June 30, 2021**

	<b>Major</b>	<b>Nonmajor</b>	
	<b>General</b>	<b>Other</b>	
	<b>Fund</b>	<b>Governmental</b>	<b>Total</b>
		<b>Funds</b>	
<b>REVENUES</b>			
Ad valorem taxes	\$ 16,298,029	\$ 1,527,796	\$ 17,825,825
Local option sales taxes	4,499,873	-	4,499,873
Other taxes and licenses	173,228	172,122	345,350
Unrestricted intergovernmental	120,984	-	120,984
Restricted intergovernmental	6,516,012	386,162	6,902,174
Permits and fees	248,194	12,543	260,737
Sales and services	5,427,043	79,371	5,506,414
Investment earnings	10,823	10,510	21,333
Miscellaneous	77,588	-	77,588
Total revenues	<u>33,371,774</u>	<u>2,188,504</u>	<u>35,560,278</u>
<b>EXPENDITURES</b>			
Current:			
General government	4,462,295	78,020	4,540,315
Public safety	9,013,633	1,705,514	10,719,147
Transportation	1,312,070	301,018	1,613,088
Economic and physical development	704,725	-	704,725
Environmental protection	163,208	-	163,208
Human services	7,611,311	119,211	7,730,522
Cultural and recreational	661,625	-	661,625
Education	5,810,159	42,600	5,852,759
Debt service:			
Principal	917,851	-	917,851
Interest and other charges	91,020	-	91,020
Total expenditures	<u>30,747,897</u>	<u>2,246,363</u>	<u>32,994,260</u>
Excess (deficiency) of revenues over expenditures	<u>2,623,877</u>	<u>(57,859)</u>	<u>2,566,018</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers from other funds	75,000	68,478	143,478
Transfers to other funds	(134,267)	-	(134,267)
Loan proceeds	208,367	-	208,367
Total other financing sources (uses)	<u>149,100</u>	<u>68,478</u>	<u>217,578</u>
Net change in fund balance	<u>2,772,977</u>	<u>10,619</u>	<u>2,783,596</u>
Fund balances, beginning	23,373,596	511,256	23,884,852
Prior period restatement - change in accounting principle	-	23,462	23,462
Fund balances, beginning as restated	<u>23,373,596</u>	<u>534,718</u>	<u>23,908,314</u>
Fund balances, ending	<u>\$ 26,146,573</u>	<u>\$ 545,337</u>	<u>\$ 26,691,910</u>



**Anson County, North Carolina**  
**Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Governmental Funds**  
**For the Year Ended June 30, 2021**

Amounts reported for governmental activities in the statement of activities (Exhibit 2) are different because:

Net change in fund balances - total governmental funds	\$ 2,783,596
Capital outlay expenditures recorded in the fund statements but capitalized as assets in the statement of activities	2,126,425
Depreciation expense, the allocation of those assets over their useful lives, that is recorded on the statement of activities but not in the fund statements.	(1,646,667)
Contributions to the pension plan in the current fiscal year are not included on the Statement of Activities	1,026,989
Benefit payments and pension administration costs for LEOSA are deferred outflows of resources on the Statement of Net Position	1,688
Contributions and pension administration costs for OPEB are deferred outflows of resources on the Statement of Net Position	258,832
New debt issued during the year is recorded as a source of funds on the fund statements; it has no effect on the statement of activities - it affects only the government-wide statement of net position.	(208,367)
Principal payments on debt owed are recorded as a use of funds on the fund statements, but again affect only the statement of net position in the government-wide statements.	917,851
Expenses reported in the statement of activities that do not require the use of current resources to pay are not recorded as expenditures in the fund statements.	
Difference in interest expense between fund statements (modified accrual) and government-wide statements (full accrual)	11,415
Compensated absences	(153,986)
OPEB Expense	(275,539)
County's portion of collection pension expense	(1,678,914)
Revenues reported in the statement of activities that do not provide current financial resources are not recorded as revenues in the fund statements.	
Increase (decrease) in deferred inflows of resources - taxes receivable	(89,177)
Increase (decrease) in deferred inflows of resources - EMS receivable	(17,596)
Increase (decrease) in accrued taxes receivable	4,013
Total changes in net position of governmental activities	<u><u>\$ 3,060,563</u></u>

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

**Anson County, North Carolina**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances -**  
**Budget and Actual - General Fund**  
**For the Year Ended June 30, 2021**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Ad valorem taxes	\$ 15,406,031	\$ 15,406,031	\$ 16,298,029	\$ 891,998
Local option sales tax	2,086,583	2,517,250	3,535,047	1,017,797
Other taxes and licenses	202,300	95,300	173,228	77,928
Unrestricted intergovernmental	-	144,850	120,984	(23,866)
Restricted intergovernmental	5,730,148	6,395,287	6,516,012	120,725
Permits and fees	350,048	175,635	248,194	72,559
Sales and services	3,364,325	5,614,248	5,427,043	(187,205)
Investment earnings	75,000	75,000	9,762	(65,238)
Miscellaneous	365,521	105,380	77,588	(27,792)
Total revenues	<u>27,579,956</u>	<u>30,528,981</u>	<u>32,405,887</u>	<u>1,876,906</u>
Expenditures:				
Current:				
General government	5,370,433	4,824,167	4,462,295	361,872
Public safety	7,181,341	9,066,059	9,013,633	52,426
Transportation	1,584,205	2,157,273	1,312,070	845,203
Economic and physical development	337,255	809,775	704,725	105,050
Environmental protection	262,704	212,504	163,208	49,296
Human services	8,025,134	9,107,697	7,611,311	1,496,386
Cultural and recreational	735,556	740,557	661,625	78,932
Intergovernmental:				
Education	5,093,395	5,977,194	5,810,159	167,035
Debt service:				
Principal retirement	870,952	870,953	917,851	(46,898)
Interest and other charges	138,000	138,000	91,020	46,980
Contingency	525,425	521,706	-	521,706
Total expenditures	<u>30,124,400</u>	<u>34,425,885</u>	<u>30,747,897</u>	<u>3,677,988</u>
Revenues over (under) expenditures	<u>(2,544,444)</u>	<u>(3,896,904)</u>	<u>1,657,990</u>	<u>5,554,894</u>
Other financing sources (uses):				
Transfers from other funds	642,589	392,550	392,550	-
Transfers to other funds	-	(94,667)	(134,267)	(39,600)
Loan proceeds	-	208,367	208,367	-
Appropriated fund balance	1,901,855	3,390,654	-	(3,390,654)
Total other financing sources (uses)	<u>2,544,444</u>	<u>3,896,904</u>	<u>466,650</u>	<u>(3,430,254)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>2,124,640</u>	<u>\$ 2,124,640</u>
Fund balance, beginning of year			<u>21,106,964</u>	
Fund balance, end of year			<u>\$ 23,231,604</u>	

**Anson County, North Carolina**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances -**  
**Budget and Actual - General Fund**  
**For the Year Ended June 30, 2021**

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General Fund - fund balance, end of year	\$ 23,231,604
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Legally budgeted funds are consolidated into the General Fund for reporting purposes:

Tax Revaluation Fund:

Investment earnings	149
Transfer from (to) General Fund	75,000
Expenditures	-
Fund balance, beginning of year	334,572

Public School Capital Outlay Reserve Fund:

Local option sales tax	964,826
Investment earnings	912
Transfers from (to) General Fund	(392,550)
Fund Balance, beginning of year	<u>1,932,060</u>

Fund balance, ending (Exhibit 4)	<u><u>\$ 26,146,573</u></u>
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**Anson County, North Carolina**  
**Statement of Net Position**  
**Proprietary Funds**  
**June 30, 2021**

	<b>Major</b>		
	<b>Water Fund</b>	<b>Waste Water Fund</b>	<b>Total</b>
<b>ASSETS</b>			
Current assets:			
Cash and cash equivalents	\$ 6,170,090	\$ 2,900,166	\$ 9,070,256
Accounts receivable, net	214,513	209,585	424,098
Due from other governments	-	41,098	41,098
Inventories	248,619	4,713	253,332
Total current assets	<u>6,633,222</u>	<u>3,155,562</u>	<u>9,788,784</u>
Noncurrent assets:			
Restricted Cash and cash equivalents	1,548,890	1,848,033	3,396,923
Capital assets:			
Land and construction in progress	45,590	100,000	145,590
Other capital assets, net of depreciation	14,540,831	8,732,417	23,273,248
Total capital assets	<u>14,586,421</u>	<u>8,832,417</u>	<u>23,418,838</u>
Total assets	<u>22,768,533</u>	<u>13,836,012</u>	<u>36,604,545</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Pension related deferrals	174,517	82,163	256,680
OPEB related deferrals	266,128	78,297	344,425
Total deferred outflows of resources	<u>440,645</u>	<u>160,460</u>	<u>601,105</u>
<b>LIABILITIES</b>			
Current liabilities:			
Accounts payable and accrued liabilities	198,808	69,996	268,804
Customer deposits	110,832	-	110,832
Bonds and notes payable	89,411	-	89,411
Total current liabilities	<u>399,051</u>	<u>74,201</u>	<u>473,252</u>
Noncurrent liabilities:			
Compensated absences	106,488	46,516	153,004
Net pension liability	283,681	133,557	417,238
Total OPEB Liability	1,274,387	374,934	1,649,321
Bonds and notes payable	794,455	-	794,455
Total noncurrent liabilities	<u>2,459,011</u>	<u>555,007</u>	<u>3,014,018</u>
Total liabilities	<u>2,858,062</u>	<u>629,208</u>	<u>3,487,270</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Pension related deferrals	458	216	674
OPEB related deferrals	205,048	60,327	265,375
Total deferred inflows of resources	<u>205,506</u>	<u>60,543</u>	<u>266,049</u>
<b>NET POSITION</b>			
Net investment in capital assets	13,702,555	8,832,417	22,534,972
Restricted	-	-	-
Unrestricted	6,443,055	4,474,304	10,917,359
Total net position	<u>\$ 20,145,610</u>	<u>\$ 13,306,721</u>	<u>\$ 33,452,331</u>

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

**Anson County, North Carolina**  
**Statement of Revenues, Expenses, and Changes in Fund Net Position**  
**Proprietary Funds**  
**For the Year Ended June 30, 2021**

	<b>Major</b>		
	<b>Water Fund</b>	<b>Waste Water Fund</b>	<b>Total</b>
<b>OPERATING REVENUES</b>			
Charges for services	\$ 4,309,763	\$ 2,581,375	\$ 6,891,138
Other operating revenues	102,322	-	102,322
Total operating revenues	<u>4,412,085</u>	<u>2,581,375</u>	<u>6,993,460</u>
<b>OPERATING EXPENSES</b>			
Administration	373,391	52,345	425,736
Water distribution	1,614,200	-	1,614,200
Water filtration	1,840,117	-	1,840,117
Wastewater treatment	-	1,485,116	1,485,116
Capital Outlay	1,290	20,000	21,290
Depreciation and amortization	910,796	773,345	1,684,141
Total operating expenses	<u>4,739,794</u>	<u>2,330,806</u>	<u>7,070,600</u>
Operating income (loss)	<u>(327,709)</u>	<u>250,569</u>	<u>(77,140)</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>			
Interest and investment revenue	2,845	2,949	5,794
Other Revenues	1,100	-	1,100
Total nonoperating revenues (expenses)	<u>3,945</u>	<u>2,949</u>	<u>6,894</u>
Income (loss) before contributions and transfers	<u>(323,764)</u>	<u>253,518</u>	<u>(70,246)</u>
Change in net position	<u>(323,764)</u>	<u>253,518</u>	<u>(70,246)</u>
Total net position, beginning	<u>20,469,374</u>	<u>13,053,203</u>	<u>33,522,577</u>
Total net position, ending	<u><u>\$ 20,145,610</u></u>	<u><u>\$ 13,306,721</u></u>	<u><u>\$ 33,452,331</u></u>

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

**Anson County, North Carolina**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For The Year Ended June 30, 2021**

	<b>Major</b>		
	<b>Water Fund</b>	<b>Waste Water Fund</b>	<b>Total</b>
Cash flows from operating activities:			
Cash received from customers	\$ 4,696,661	\$ 2,612,118	\$ 7,308,779
Cash paid for goods and services	(2,372,853)	(922,048)	(3,294,901)
Cash paid to employees for services	(1,573,455)	(672,914)	(2,246,369)
Net cash provided by operating activities	<u>750,353</u>	<u>1,017,156</u>	<u>1,767,509</u>
Cash flows from noncapital financing activities:			
Other nonoperating revenues	<u>1,100</u>	<u>-</u>	<u>1,100</u>
Net cash provided (used) by noncapital financing activities	<u>1,100</u>	<u>4,205</u>	<u>5,305</u>
Cash flows from capital and related financing activities:			
Acquisition and construction of capital assets	(345,064)	(156,225)	(501,289)
Principal paid on debt	(89,411)	-	(89,411)
Net cash used by capital and related financing activities	<u>(434,475)</u>	<u>(156,225)</u>	<u>(590,700)</u>
Cash flows from investing activities:			
Interest on investments	<u>2,845</u>	<u>2,949</u>	<u>5,794</u>
Net increase (decrease) in cash and cash equivalents	319,823	868,085	1,187,908
Cash and cash equivalents, beginning	<u>7,399,157</u>	<u>3,880,114</u>	<u>11,279,271</u>
Cash and cash equivalents, ending	<u>\$ 7,718,980</u>	<u>\$ 4,748,199</u>	<u>\$ 12,467,179</u>

**Anson County, North Carolina**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For The Year Ended June 30, 2021**

	<b>Major</b>		
	<b>Water Fund</b>	<b>Waste Water Fund</b>	<b>Total</b>
Reconciliation of operating income to net cash provided by operating activities:			
Operating income (loss)	\$ (327,709)	\$ 250,569	\$ (77,140)
Adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation and amortization	910,796	773,345	1,684,141
Changes in assets and liabilities:			
(Increase) decrease in:			
Accounts receivable	298,172	30,743	328,915
Due from other governments	-	(40,271)	(40,271)
Inventories	(33,092)	4,571	(28,521)
Prepaid items	1,904	669	2,573
Deferred outflows of resources for pensions	(38,885)	(18,307)	(57,192)
Deferred outflows of resources for OPEB	(175,223)	(49,700)	(224,923)
Increase (decrease) in:			
Accounts payable and accrued liabilities	(125,660)	(27,225)	(152,885)
Customer deposits	(13,596)	-	(13,596)
Compensated absences	11,170	8,519	19,689
Net pension liability	73,384	34,549	107,933
Total OPEB liability	224,706	66,110	290,816
Deferred inflows of resources for pensions	(314)	(147)	(461)
Deferred inflows of resources for OPEB	(55,300)	(16,269)	(71,569)
Total adjustments	1,078,062	766,587	1,844,649
Net cash provided by (used in) operating activities	\$ 750,353	\$ 1,017,156	\$ 1,767,509

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

**Anson County, North Carolina**  
**Statement of Fiduciary Net Position**  
**Fiduciary Funds**  
**June 30, 2021**

	<b>Custodial Funds</b>
<b>Assets</b>	
Cash and cash equivalents	\$ 221,896
Taxes receivable for other governments, net	379,470
Total assets	<u>601,366</u>
<b>Liabilities</b>	
Accounts payable and accrued liabilities	31,062
Due to other governments	110,745
Total liabilities	<u>141,807</u>
<b>Net position</b>	
Restricted for:	
Individuals, organizations, and other governments	459,559
Total fiduciary net position	<u><u>\$ 459,559</u></u>

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



**Anson County, North Carolina**  
**Statement of Changes in Fiduciary Net Position**  
**Fiduciary Funds**  
**For the Year Ended June 30, 2021**

	<b>Custodial Funds</b>
<b>Additions</b>	
Ad valorem taxes collected for other governments	\$ 2,419,333
Collections on behalf of inmates	193,820
Total additions	<u>2,613,153</u>
<b>Deductions</b>	
Tax distributions to other governments	2,400,247
Payments on behalf of inmates	214,296
Total deductions	<u>2,614,543</u>
Net increase (decrease) in fiduciary net position	(1,390)
Net position - beginning, as previously reported	-
Prior period restatement	460,949
Net position - beginning, as restated	<u>460,949</u>
Net position - ending	<u><u>\$ 459,559</u></u>

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

**ANSON COUNTY, NORTH CAROLINA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year Ended June 30, 2021**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies of Anson County, North Carolina (the County) 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 County, which is governed by a seven-member board of commissioners, is one of the 100 counties established in North Carolina under North Carolina General Statute 153A-10.

**Anson County Industrial Facilities and Pollution Control Financing Authority**

Anson County Industrial Facilities and Pollution Control Financing Authority (the Authority) exists to issue and service revenue bond debt of private businesses for economic development purposes. The Authority is governed by a seven-member board of commissioners, all of whom are appointed by the County commissioners. The County can remove any commissioner of the Authority with or without cause. The Authority has no financial transactions or account balances; therefore, it is not presented in the combined financial statements. The Authority does not issue separate financial statements.

**Anson Tourism Development Authority**

Anson Tourism Development Authority (the Authority) exists to promote tourism in Anson County and to oversee the expenditure of the local occupancy tax. The Authority is governed by a ten-member board of commissioners, all of whom are appointed by the County commissioners. The County commissioners also appoint the chairman of the Authority's board. The County's finance officer services as the ex-officio finance officer of the Authority. The Authority's financial transactions and account balances are all accounted for as a discretely presented component unit as a governmental fund. The Authority does not issue separate financial statements.

**CAH Properties, Inc.**

CAH Properties, Inc. was incorporated March 29, 2012, as a tax exempt entity to receive, purchase, lease, own, operate, and manage real and personal property. Anson County is the sole member of the corporation. The initial board of directors is the board of commissioners of Anson County as of March 29, 2012. CAH has no financial transactions or account balances currently; therefore, is not presented in the combined financial statements. CAH does not issue separate financial statements.

**B. Basis of Presentation, Basis of Accounting**

**Basis of Presentation, Measurement Focus – Basis of Accounting**

*Government-wide Statements:* The statement of net position and the statement of activities display information about the primary government net position (the County). These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the *governmental* and *business-type activities* of the County. 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 statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the County and for each function of the County'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. Direct expenses also include allocated administrative centralized expenses. Indirect expense allocations that have been made in the funds have been reversed for the statement of activities. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs and (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 County's funds, including its fiduciary funds and blended component units, if any. Separate statements for each fund category - *governmental, proprietary, and fiduciary* - are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each of which is displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as non-major funds.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating revenues, such as subsidies, result from non-exchange transactions. Other non-operating items such as investment earnings are ancillary activities.

The County reports the following major governmental funds:

*General Fund.* This is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. The Revaluation Fund and the Public School Capital Outlay Reserve Fund are legally budgeted funds under the North Carolina General Statutes; however, for statement presentation in accordance with GASB Statement No. 54, they are consolidated into the General Fund.

The County reports the following major enterprise funds:

*Water Fund.* This fund accounts for the County's water operations.

*Wastewater Fund.* This fund accounts for the County's sewer operations.

The County reports the following fund types:

*Custodial Funds.* Custodial funds are used to report fiduciary activities that are not required to be reported in the pension (and other employee benefit) trust funds, investment trust funds, or private-purpose trust funds. Custodial funds are used to account for assets the County holds on behalf of others that meet certain criteria. The County maintains the following custodial funds: the Municipal Tax Fund, which accounts for ad valorem and vehicle property taxes that are billed and collected by the County for various municipalities within the County but that are not revenues of the County, and the Jail Inmate Pay Fund, which holds cash deposits made to inmates as payment for work performed while incarcerated as well as cash collections for the benefit of inmates from their friends and families.

*Non-major Funds.* The County maintains ten legally budgeted funds. The Fire Districts Fund, the Emergency Telephone System - 911 Fund, the Representative Payee Fund, the Deed of Trust Fund, the Fines and Forfeitures Fund, the Library Trust Fund, the Sheriff Fees & Judgements Fund, and the CDBG Scattered Housing Fund are reported as non-major special revenue funds. The Airport Construction Project Fund, and the Anson Middle School Construction Fund are reported as non-major capital project funds.

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

*Government-wide, Proprietary, and Fiduciary Fund Financial Statements.* The government-wide, proprietary, and fiduciary fund financial statements are reported using the economic resources measurement focus, except for the agency funds which have no measurement focus. The government-wide, proprietary fund, and fiduciary fund 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. Non-exchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, 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.

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

*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 County considers all revenues available if they are collected within 90 days after year-end, except for property taxes. Ad valorem property taxes are not accrued as a revenue because the amount is not susceptible to accrual. At June 30, taxes receivable for property other than motor vehicles are materially past due and are not considered to be an available resource to finance the operations of the current year. As of September 1, 2013, State law altered the procedures for the assessment and collection of property taxes on registered motor vehicles in North Carolina. Effective with this change in the law, the State of North Carolina is responsible for billing and collecting the property taxes on registered motor vehicles on behalf of all municipalities and special tax districts. Property taxes are due when vehicles are registered. The billed taxes are applicable to the fiscal year in which they are received. Uncollected taxes that were billed in periods prior to September 1, 2013 and for limited registration plates are shown as a receivable in these financial statements and are offset by deferred inflows of resources.

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 County 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. All taxes, including those dedicated for specific purposes are reported as general revenues rather than program revenues. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been satisfied.

Under the terms of grant agreements, the County funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus when program expenses are incurred, there are both restricted and unrestricted net position available to finance the program. It is the County's policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants, and then by general revenues.

#### **D. Budgetary Data**

The County's budgets are adopted as required by the North Carolina General Statutes. An annual budget is adopted for the General Fund, the ED Incentives Fund, the Revaluation Fund, the Fire Districts Fund, the Emergency Telephone System - 911 Fund, and the Enterprise Funds. All annual appropriations lapse at the fiscal year-end. Project ordinances are adopted for the CDBG Scattered Sites Fund, the Airport Construction Project Fund, and the Enterprise Capital Project Funds, which are consolidated with the enterprise operating funds for reporting purposes.

All budgets are prepared using the modified accrual basis of accounting. Expenditures may not legally exceed appropriations at the departmental level for all annually budgeted funds and at the object level for the multi-year funds. The County manager is authorized by the budget ordinance to transfer appropriations within a department; however, any revisions that alter the total expenditures of any fund or department 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, Deferred inflows and Outflows of Resources, and Fund Equity**

**DEPOSITS AND INVESTMENTS**

All deposits of Anson County and Anson Tourism Development Authority are made in board-designated official depositories and are secured as required by [G.S. 159-31]. The County and the Authority may designate, as an official depository, any bank or savings association whose principal office is located in North Carolina. Also, the County and the Authority 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 County 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 non-guaranteed federal agencies; certain high quality issues of commercial paper and bankers' acceptances; and the North Carolina Capital Management Trust (NCCMT).

The County and the Authority's investments are carried at fair value. The NC Capital Management Trust (NCCMT), which consists of two SEC-registered funds, is authorized by G.S. 159-30(c)(8). One of these funds, the Government Portfolio, is a 2a7 fund which invests in treasuries and government agencies and is rated AAAm by S&P and AAmf by Moody Investor Services. The Government Portfolio is reported at fair value.

**CASH AND CASH EQUIVALENTS**

The County pools money from several funds, including Anson Tourism Development Authority, to facilitate disbursement and investment and to maximize investment income. Therefore, all cash and investments are considered cash and cash equivalents.

**RESTRICTED ASSETS**

The unexpended loan proceeds of the 1993 waterline extension note and the Raw Water Intake Project note and the unexpended grant monies in the Enterprise Capital Project Funds are classified as restricted assets within the enterprise funds because their use is completely restricted to the purpose for which the bonds, debt, and grant monies were originally received. Customer deposits held by the County are restricted to the service for which the deposit was collected. Monies in the Revaluation Fund and Public School Capital Outlay Reserve Fund are also classified as restricted assets because their use is limited per North Carolina General Statutes.

**Governmental Activities**

School Capital Reserve	\$ 2,332,843
Tax Revaluation	409,722
ED Incentives Reserve	42,937
Total Governmental Activities	<u>\$ 2,785,502</u>

**Business-Type Activities**

Water Fund - unexpended project funds	\$ 1,438,058
Water Fund - customer deposits	110,832
Wastewater Fund - unexpended project funds	143,786
Wastewater Fund - Reserve	1,704,247
Total Business-Type Activities	<u>\$ 3,396,923</u>
Total Restricted Cash	<u><u>\$ 6,182,425</u></u>

### **AD VALOREM TAXES RECEIVABLE**

In accordance with State law [G.S. 105-347 and G.S. 159-13(a)], the County levies ad valorem taxes on property other than motor vehicles on July 1, the beginning of the fiscal year. The taxes are due on September 1 (lien date); however, penalties and interest do not accrue until the following January 6. These taxes are based on the assessed values as of January 1, 2020.

### **ALLOWANCE FOR DOUBTFUL ACCOUNTS**

All receivables that historically experience uncollectible accounts are shown net of an allowance for doubtful accounts. This amount is estimated by analyzing the percentage of receivables that were written off in prior years.

### **INVENTORIES AND PREPAID ITEMS**

The inventories of the County are valued at cost (first in, first out), which approximates market. The inventory of the County's Enterprise Fund is recorded as an expense as it is consumed.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

### **CAPITAL ASSETS**

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets received prior to July 1, 2015 are recorded at their estimated fair value at the date of donation. Donated capital assets received after July 1, 2015 are recorded at acquisition value. Minimum capitalization costs are as follow: equipment, \$5,000; computer software, \$5,000; buildings, \$20,000; and infrastructure, \$100,000. 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.

The County holds title to certain Anson County Board of Education properties that have not been included in capital assets. The properties have been deeded to the County to permit installment purchase financing of acquisition and construction costs and to permit the County to receive refunds of sales tax paid for construction costs. Agreements between the County and the Board of Education give the Board of Education full use of the facilities, full responsibility for maintenance of the facilities, and provide that the County will convey title to the property back to the Board of Education, once all restrictions of the financing agreements and all sales tax reimbursement requirements have been met. The properties are reflected as capital assets in the financial statements of the Anson County Board of Education.

Capital assets of the County are depreciated on a straight-line basis over the following estimated useful lives:

	<b><u>Years</u></b>
Buildings	39-60
Improvements	15
Furniture and Equipment	7-10
Vehicles	5
Computer Equipment	5
Computer Software	10
Water Distribution System	40
Wastewater Collection System	40

### **DEFERRED OUTFLOWS/INFLOWS OF RESOURCES**

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflow of resources. This separate financial statement element, *Deferred Outflows of Resources*, represents a consumption of net position that applies to a future period and so will not be recognized as an expense or expenditure until then. The County has two items that meets this criterion - pension related deferrals and OPEB related deferrals. In addition to liabilities, the statement of financial position can also report a separate section for deferred inflows of resources. This separate financial statement element, *Deferred Inflows of Resources*, represents an acquisition of net position that applies to a future period and so will not be recognized as revenue until then. The County has four items that meet the criterion for this category - prepaid taxes, property taxes receivable, pension related deferrals, and OPEB related deferrals.

## **LONG TERM OBLIGATIONS**

In the government-wide financial statements and in the proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position.

In the fund financial statements for governmental fund types, the face amount of debt issued is reported as an other financing source.

## **COMPENSATED ABSENCES**

The vacation policy of the County provides for the accumulation of up to thirty (30) days earned vacation leave with such leave being fully vested when earned. For the County's government-wide and proprietary funds, an expense and liability for compensated absences and the salary-related payments are recorded as the leave is earned.

The sick leave policy of the County provides for an unlimited accumulation of earned sick leave. Sick leave does not vest, but any unused sick leave accumulated at the time of retirement may be used in the determination of length of service for retirement benefit purposes. Since the County has no obligation for accumulated sick leave until it is actually taken, no accrual for sick leave has been made.

## **NET POSITION/FUND BALANCES**

### **Net Position**

Net position in government-wide and proprietary fund financial statements are classified as net investment in capital assets, restricted; and unrestricted. Restricted net position represent constraints on resources that are either a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or b) imposed by law through State statute.

### **Fund Balances**

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

The governmental 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) legally or contractually required to be maintained intact.

Prepaid items - portion of fund balance that is not an available resource because it represents the year-end balance of prepaid expenses, which are not spendable resources.

Restricted Fund Balance - This classification includes revenue sources that are restricted to specific purposes externally imposed by creditors or imposed by law.

Restricted for Stabilization by State Statute - North Carolina G.S. 159-8 prohibits units of government from budgeting or spending a portion of their fund balance. This is one of several statutes enacted by the North Carolina State Legislature in the 1930's that were designed to improve and maintain the fiscal health of local government units. Restricted by State statute (RSS), is calculated at the end of each fiscal year for all annually budgeted funds. The calculation in G.S. 159-8(a) provides a formula for determining what portion of fund balance is available for appropriation. The amount of fund balance not available for appropriation is what is known as "restricted by State statute." *Appropriated fund balance in any fund shall not exceed the sum of cash and investments minus the sum of liabilities, encumbrance, and deferred revenues arising from cash receipts, as those figures stand at the close of the fiscal year next preceding the budget.* Per GASB guidance, RSS is considered a resource upon which a restriction is "imposed by law through constitutional provisions or enabling legislation." RSS is reduced by inventories and prepaids as they are classified as nonspendable. Outstanding encumbrances are included within RSS. RSS is included as a component of Restricted Net position and Restricted fund balance on the face of the balance sheet.

Restricted for Economic and Physical Development - portion of fund balance that is restricted by revenue source for grant projects.

Restricted for school debt service - portion of fund balance that is restricted for public school debt service and capital needs in the Public School Capital Outlay Reserve Fund.

Restricted for community development - portion of fund balance that is restricted for the Library Trust Fund.

Restricted for public safety - portion of fund balance that is restricted by revenue source for fire districts and emergency telephone system expenditures.

Restricted for transportation - portion of fund balance that is restricted by revenue source for the Airport Capital Project Fund.

Restricted for health services - portion of fund balance that can only be used to benefit beneficiaries under the Social Security's Representative Payee Program.

Committed Fund Balance - portion of fund balance that can only be used for specific purpose imposed by majority vote of Anson County's governing body (highest level of decision-making authority). Any changes or removal of specific purposes requires majority action by governing body.

Committed for Tax Revaluation - portion of fund balance that can only be used for Tax Revaluation.

Committed for Other Purposes - portion of fund balance that can only be used for the following purposes:

Economic Development (Grants)	\$	78,813
Court Facilities Fees		15,231
Automation / Preserving ROD		33,489
Controlled Substances		4,371
Local DARE Funds		1,081
Civil Processing Fees		25,373
New K-9 Program		250
Sheriff Calendars		3,450
EMPG Grant		22,817
Animal Shelter Donations		7,227



Committed for Other Purposes (continued)	
Gasoline Operations	54,705
Scrap Tire Disposal	212,208
White Goods Disposal	2,247
Electronics Management Program	7,160
4H Clubs	16,162
Anson Ag Council	20,537
Soil & Water	3,946
March of Dimes	765
Safety / Chair	1,483
Diabetes Donations	7,694
General Health	675
Diabetes Donations YOST	10,757
Tuberculosis	14,659
Adult Health	171,043
Prenatal Health	177,426
Family Planning	511,178
Epidemiology	7,099
IAP Injections	42,744
Donations for Distribution	3,514
DSS Child Support Incentives	220,136
Foster Care Donations	5,542
YOST Donations	25
Youth Prom Clover Craw	21,435
Library Walmart	2
Parks & Recreation	9,662
Parks & Rec YOST Donation	1,250
Anson Middle School	4,724,822
Total - Committed (Other)	<u>\$ 6,440,978</u>

Assigned Fund Balance - portion of fund balance that the County's governing board has budgeted.

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 - portion of fund balance that has not been restricted, committed, or assigned to specific purposes or other funds.

For purposes of fund balance classification, expenditures are to be spent from restricted fund balance first, followed in-order by committed fund balance, assigned fund balance, and lastly, unassigned fund balance. The County has not adopted a minimum fund balance policy, but follows the State Treasurer's guidance.

#### **Defined Benefit Pension Plans**

The County participates in three cost-sharing, multiple-employer, defined benefit pension plans that are administered by the State; the Local Governmental Employees' retirement System (LGERS), the Registers of Deeds' Supplemental Pension Fund (RODSPF) and the Law Enforcement Officers' Special Separation Allowance (LEOSSA) (collectively, the "state-administered defined benefit pension plans." For purposes of measuring the net pension asset or liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net positions of the state-administered defined benefit pension plans and additions to/deductions from the state-administered defined benefit pension plans' fiduciary net positions have been determined on the same basis as they are reported by the state-administered defined benefit pension plans. For this purpose, plan member contributions are recognized in the period in which the contributions are due. The County's employer contributions are recognized when due and the County has a legal requirement to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the state-administered defined benefit pension plans.

**NOTE 2: STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

**A. DEFICIT FUND BALANCE OR NET POSITION OF INDIVIDUAL FUNDS**

None noted.

**B. BUDGET VIOLATIONS**

In accordance with section 159-8(a), each local government shall operate under an annual balanced budget ordinance. Estimated revenues and appropriations were not budgeted for several funds: the Representative Payee Fund, the Deed of Trust Fund, the Fines and Forfeitures Fund, the Library Trust Fund, the Sheriff Fees & Judgements Fund, and the Anson Middle School Construction Fund. Management and the Board will more closely review fund budgets to ensure compliance in future years.

The Anson Middle School Construction Project was being incorrectly recorded within a business-type capital project fund. The project ordinance was not adopted until fiscal year 2021-2022. Finance will closely monitor the construction progress and amend the budget promptly.

The budget for the Airport Capital Project fund has not been appropriately modified, so the budget presented is not in balance. Finance will review the projects to clean up the fund and make appropriate amendments to balance the budget. This is a repeated finding.

**C. CONTRACTUAL VIOLATIONS**

None noted.

**D. TIMELINESS OF AUDIT**

The audit report was issued almost 17 months after the required due date of October 31, 2021. The County took a significant amount of time to adjust the general ledger, clean up mispostings from prior years, as well as providing the necessary supporting documentations due to lack of adequate staffing in the finance department.

**NOTE 3: DETAIL NOTES ON ALL FUNDS**

**A. ASSETS**

**DEPOSITS**

All the deposits of the County and Anson Tourism Development Authority are either insured or collateralized by using one of two methods. Under the Dedicated Method, all deposits exceeding the federal depository insurance coverage level are collateralized with securities held by the County's or the Authority's agent in these units' names. 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 County and the Authority, these deposits are considered to be held by their agents in the entities' names. 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 County, the Authority, or with the escrow agent. Because of the inability to measure the exact amount of collateral pledged for the County or the Authority 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.

Neither the County nor the Authority has a formal policy regarding custodial credit risk for deposits, but rely on the State Treasurer to enforce standards of minimum capitalization for all Pooling Method financial institutions and to monitor them for compliance. The County and the Authority analyze the financial soundness of any other financial institution used by the County of the Authority. The County and the Authority comply with the provisions of G.S. 159-31 when designating official depositories and verifying that deposits are properly secured.

At June 30, 2021, the County's deposits had a carrying amount of \$7,533,259 and a bank balance of \$8,440,208. The carrying value includes Anson Tourism Development Authority's carrying amount of \$135,988, which is included in the County's pooled cash. Of the bank balance, \$750,000 was covered by federal depository insurance and the remainder was covered by collateral held under the Pooling Method. At June 30, 2021, the County's bank balances exceeded federally insurance limits by \$7,690,208. All deposits of the County are insured or collateralized under the Pooling Method. At June 30, 2021, the County had \$9,344 cash on hand.

### **INVESTMENTS**

At June 30, 2021 the County's investment balances were as follows:

<b>Investment Type</b>	<b>Valuation Measurement Method</b>	<b>Fair Value</b>	<b>Less Than 6 Months</b>	<b>6-12 Months</b>
NC Capital Management Trust Government Portfolio	Fair Value - Level 1	\$ 31,242,548	\$ 31,242,548	\$ -
Total		\$ 31,242,548	\$ 31,242,548	\$ -

Because the NCCMT Government Portfolio has a weighted average maturity of less than 90 days, they are presented as an investment with a maturity of less than 6 months. The NCCMT Government Portfolio has an AAAM rating from S&P and AAA-mf by Moody's Investor Service.

All investments are measured using the market approach: using prices and other relevant information generated by market transactions involving identical or comparable assets or a group of assets.

Level of fair value hierarchy: Level 1: Debt securities valued using directly observable, quoted prices (unadjusted) in active markets for identical assets. Level Two debt securities are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

### **PROPERTY TAX USE-VALUE ASSESSMENT ON CERTAIN LANDS**

In accordance with the general statutes, agriculture, horticulture, and forestland may be taxed by the County at the present-use value as opposed to market value. When the property loses its eligibility for use-value taxation, the property tax is recomputed at market value for the current year and the three preceding fiscal years, along with the accrued interest from the original due date. This tax is immediately due and payable. The following are property taxes that could become due if present use-value eligibility is lost. These amounts have not been recorded in the financial statements.

<b>Year Levied</b>	<b>Tax</b>	<b>Interest</b>	<b>Total</b>
2017	2,774,799	908,747	3,683,546
2018	2,662,220	632,277	3,294,498
2019	2,677,461	394,925	3,072,386
2020	2,688,641	154,597	2,843,238
	<u>\$ 10,803,121</u>	<u>\$ 2,090,546</u>	<u>\$ 12,893,668</u>

## **RECEIVABLES**

Receivables at the government-wide level at June 30, 2021, were as follows:

	Accounts	Taxes and Related Accrued Interest	Due From Other Governments	Other	Total
<b>Governmental activities:</b>					
General	\$ 2,162,487	\$ 3,524,103	\$ 1,260,020	\$ -	\$ 6,946,610
Other Governmental	20,120	264,188	-	-	284,308
Total receivables	2,182,607	3,788,291	1,260,020	-	7,230,918
Allow. for doubtful accounts	(199,714)	(1,356,156)	-	-	(1,555,870)
<b>Total governmental activities</b>	<b>\$ 1,982,893</b>	<b>\$ 2,432,135</b>	<b>\$ 1,260,020</b>	<b>\$ -</b>	<b>\$ 5,675,048</b>
<b>Business-type activities:</b>					
Water Fund	\$ 214,513	\$ -	\$ -	\$ -	\$ 214,513
Wastewater Fund	209,585	-	41,098	-	250,683
Total receivables	424,098	-	41,098	-	465,196
Allow. for doubtful accounts	-	-	-	-	-
<b>Total business-type activities</b>	<b>\$ 424,098</b>	<b>\$ -</b>	<b>\$ 41,098</b>	<b>\$ -</b>	<b>\$ 465,196</b>

Due from other governments that is owed to the County consists of the following:

Sales Tax Receivable	\$ 496,885
Local Option Sales Tax	804,233
Total	<u>\$ 1,301,118</u>

Receivables for the Tourism Development Authority at June 30, 2021 totaled \$2,039.

## **CAPITAL ASSETS**

Capital asset activity for the year ended June 30, 2021, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
<b>Governmental activities:</b>				
Capital assets not being depreciated:				
Land	\$ 1,558,422	\$ 48,397	\$ -	\$ 1,606,819
Construction in Progress	2,700,453	301,018	2,425,108	576,363
Total capital assets not depreciated	4,258,875	349,415	2,425,108	2,183,182
Capital assets being depreciated:				
Buildings	13,918,157	27,131	-	13,945,288
Improvements	11,860,633	2,403,077	-	14,263,710
Equipment	2,003,711	863,933	131,792	2,735,852
Computer Equipment & Software	1,505,071	395,842	80,400	1,820,513
Furniture	26,483	-	-	26,483
Vehicles	3,631,617	512,135	-	4,143,752
Total capital assets being depreciated	32,945,672	4,202,118	212,192	36,935,598
Less accumulated depreciation for:				
Buildings	5,395,105	354,308	-	5,749,413
Improvements	4,534,156	362,796	-	4,896,952
Equipment	1,243,387	236,606	131,792	1,348,201
Computer Equipment & Software	1,416,425	112,072	80,400	1,448,097
Furniture	18,247	2,745	-	20,992
Vehicles	2,416,507	578,140	-	2,994,647
Total accumulated depreciation	15,023,827	\$ 1,646,667	\$ 212,192	16,458,302
Total capital assets being depreciated, net	17,921,845			20,477,296
Governmental activities capital assets, net	<u>\$ 22,180,720</u>			<u>\$ 22,660,478</u>

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

Governmental Activities:	
General government	\$ 238,844
Public safety	942,241
Transportation	393,281
Economic and Physical Development	5,146
Human Services	39,369
Cultural and Recreational	27,786
Total depreciation expense	<u>\$ 1,646,667</u>

<b>Business-type activities:</b>	Beginning Balance	Increases	Decreases	Ending Balance
<b>Water Fund:</b>				
<b>Capital assets not being depreciated:</b>				
Land	\$ 45,590	\$ -	\$ -	\$ 45,590
Construction in Progress	250,149	-	250,149	-
Total capital assets not depreciated	<u>295,739</u>	<u>-</u>	<u>250,149</u>	<u>45,590</u>
<b>Capital assets being depreciated:</b>				
Water Distribution System	24,579,212	580,484	-	25,159,696
Buildings and Building Improvements	6,381,215	-	-	6,381,215
Equipment	903,674	14,729	-	918,403
Computers & Software	257,893	-	-	257,893
Vehicles	562,487	-	-	562,487
Total capital assets being depreciated	<u>32,684,481</u>	<u>595,213</u>	<u>-</u>	<u>33,279,694</u>
Less accumulated depreciation for:				
Water Distribution System	12,545,741	566,708	-	13,112,449
Buildings and Building Improvements	4,058,026	159,694	-	4,217,720
Equipment	688,689	75,268	-	763,957
Computers & Software	141,481	35,338	-	176,819
Vehicles	394,132	73,788	-	467,920
Total accumulated depreciation	<u>17,828,069</u>	<u>910,796</u>	<u>-</u>	<u>18,738,865</u>
Total capital assets being depreciated, net	<u>14,856,412</u>			<u>14,540,829</u>
<b>Water Capital Assets, net</b>	<u>\$ 15,152,151</u>			<u>\$ 14,586,419</u>
<b>Wastewater Fund:</b>				
<b>Capital assets not being depreciated:</b>				
Land	\$ 100,000	\$ -	\$ -	\$ 100,000
Construction in Progress	-	-	-	-
Total capital assets not depreciated	<u>100,000</u>	<u>-</u>	<u>-</u>	<u>100,000</u>
<b>Capital assets being depreciated:</b>				
Wastewater Collection System	30,029,859	114,196	-	30,144,055
Equipment	264,076	-	-	264,076
Computers & Software	103,791	-	-	103,791
Vehicles	90,387	42,029	-	132,416
Total capital assets being depreciated	<u>30,488,113</u>	<u>156,225</u>	<u>-</u>	<u>30,644,338</u>
Less accumulated depreciation for:				
Wastewater Collection System	20,767,485	729,821	-	21,497,306
Equipment	228,512	9,061	-	237,573
Computers & Software	59,308	14,827	-	74,135
Vehicles	83,272	19,636	-	102,908
Total accumulated depreciation	<u>21,138,577</u>	<u>\$ 773,345</u>	<u>\$ -</u>	<u>21,911,922</u>
Total capital assets being depreciation, net	<u>9,349,536</u>			<u>8,732,416</u>
Water and Sewer Fund capital assets, net	<u>\$ 9,449,536</u>			<u>\$ 8,832,416</u>
<b>Business-type activities capital assets, net</b>	<u>\$ 24,601,687</u>			<u>\$ 23,418,835</u>

Depreciation expense for the year ended June 30, 2021 for the Water and Wastewater Funds was \$910,796 and \$773,345, respectively.

### **Construction and Purchase Commitments**

The County has active construction projects as of June 30, 2021. The projects include the Airport Construction Project, and the Anson Middle School Construction Project. At June 30, 2021, the County's commitments with contractors are as follows:

Project	Spent-to-date	Remaining Commitment
Airport Project	\$ 3,087,219	\$ 489,692
Anson Middle School Project	972,910	19,027,090
Total	<u>\$ 4,060,129</u>	<u>\$ 19,516,782</u>

Anson County Schools will take the ownership of the Anson Middle School upon project completion. The construction in progress has been disclosed on a separate annual financial report - Anson County Board of Education.

## **B. LIABILITIES**

### **PAYABLES**

Payables at the government-wide level at June 30, 2021, were as follows:

	Vendors	Salaries and Benefits	Accrued Interest	Due to Other Governments	Total
Governmental activities:					
General	\$ 1,717,120	\$ 575,297	\$ 21,448	\$ -	\$ 2,313,865
Other Governmental	77,080	-	-	-	77,080
Total governmental activities	<u>\$ 1,794,200</u>	<u>\$ 575,297</u>	<u>\$ 21,448</u>	<u>\$ -</u>	<u>\$ 2,390,945</u>
Business-type activities:					
Water	\$ 137,928	60,880	\$ -	\$ -	\$ 198,808
Wastewater	42,351	27,645	-	-	69,996
Total business-type activities	<u>\$ 180,279</u>	<u>\$ 88,525</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 268,804</u>

### **PENSION PLAN AND OTHER POSTEMPLOYMENT OBLIGATIONS**

#### **1 Local Governmental Employees' Retirement System**

*Plan Description.* The County is a participating employer in the statewide Local Governmental Employees' Retirement System (LGERS), a cost-sharing multiple-employer defined benefit pension plan administered by the State of North Carolina. LGERS membership is comprised of general employees and local law enforcement officers (LEOs) of participating local governmental entities. Article 3 of G.S. Chapter 128 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly. Management of the plan is vested in the LGERS Board of Trustees, which consists of 13 members – nine appointed by the Governor, one appointed by the state Senate, one appointed by the state House of Representatives, and the State Treasurer and State Superintendent, who serve as ex-officio members. The Local Governmental Employees' Retirement System is included in the Annual Comprehensive Financial Report (ACFR) for the State of North Carolina. The State's ACFR includes financial statements and required supplementary information for LGERS. That report may be obtained by writing to the Office of the State Controller, 1410 Mail Service Center, Raleigh, North Carolina 27699-1410, by calling (919) 981-5454, or at [www.osc.nc.gov](http://www.osc.nc.gov).

*Benefits Provided.* LGERS provides retirement and survivor benefits. Retirement benefits are determined as 1.85% of the member's average final compensation times the member's years of creditable service. A member's average final compensation is calculated as the average of a member's four highest consecutive years of compensation. Plan members are eligible to retire with full retirement benefits at age 65 with five years of creditable service, at age 60 with 25 years of creditable service, or at any age with 30 years of creditable service. Plan members are eligible to retire with partial retirement benefits at age 50 with 20 years of creditable service or at age 60 with five years of creditable service (age 55 for firefighters). Survivor benefits are available to eligible beneficiaries of members who die while in active service or within 180 days of their last day of service and who have either completed 20 years of creditable service regardless of age (15 years of creditable service for firefighters and rescue squad members who are killed in the line of duty) or have completed five years of service and have reached age 60. Eligible beneficiaries may elect to receive a monthly Survivor's Alternate Benefit for life or a return of the member's contributions. The plan does not provide for automatic postretirement benefit increases. Increases are contingent upon actuarial gains of the plan.

LGERS plan members who are LEOs are eligible to retire with full retirement benefits at age 55 with five years of creditable service as an officer, or at any age with 30 years of creditable service. LEO plan members are eligible to retire with partial retirement benefits at age 50 with 15 years of creditable service as an officer. Survivor benefits are available to eligible beneficiaries of LEO members who die while in active service or within 180 days of their last day of service and who also have either completed 20 years of creditable service regardless of age, or have completed 15 years of service as a LEO and have reached age 50, or have completed five years of creditable service as a LEO and have reached age 55, or have completed 15 years of creditable service as a LEO if killed in the line of duty. Eligible beneficiaries may elect to receive a monthly Survivor's Alternate Benefit for life or a return of the member's contributions.

*Contributions.* Contribution provisions are established by General Statute 128-30 and may be amended only by the North Carolina General Assembly. County employees are required to contribute 6% of their compensation. Employer contributions are actuarially determined and set annually by the LGERS Board of Trustees. The County's contractually required contribution rate for the year ended June 30, 2021, was 10.84% of compensation for law enforcement officers and 10.24% for general employees and firefighters, actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year. Contributions to the pension plan from the County were \$1,124,219 for the year ended June 30, 2021.

*Refunds of Contributions* – County employees who have terminated service as a contributing member of LGERS, may file an application for a refund of their contributions. By state law, refunds to members with at least five years of service include 4% interest. State law requires a 60 day waiting period after service termination before the refund may be paid. The acceptance of a refund payment cancels the individual's right to employer contributions or any other benefit provided by LGERS.

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

At June 30, 2021, the County reported a liability of \$4,743,366, for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2020. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019. The total pension liability was then rolled forward to the measurement date of June 30, 2020 utilizing update procedures incorporating the actuarial assumptions. The County's proportion of the net pension liability was based on a projection of the County's long-term share of future payroll covered by the pension plan, relative to the projected future payroll covered by the pension plan of all participating LGERS employers, actuarially determined. At June 30, 2021, the County's proportion was 0.13274%, (measured as of June 30, 2020), which was an increase of 0.00398% from its proportion as of June 30, 2020 (measured as of June 30, 2019).

For the year ended June 30, 2021, the County recognized pension expense of \$1,695,811. At June 30, 2021, the County 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	\$ 599,004	\$ -
Changes of assumptions	352,999	-
Net difference between projected and actual earnings on pension plan investments	667,502	-
Changes in proportion and differences between County Contributions and proportionate share of contributions	174,341	7,660
County contributions subsequent to the measurement date	1,124,219	-
Total	<u>\$ 2,918,065</u>	<u>\$ 7,660</u>

\$1,124,219 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as an increase of the net pension asset in the year ended June 30, 2022. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

**Year Ended June 30:**

2022	\$ 509,766
2023	663,722
2024	415,152
2025	197,546
2026	-
Thereafter	-

*Actuarial Assumptions*. The total pension liability in the December 31, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.0 Percent
Salary Increases	3.50 percent
Investment Rate of Return	7.00 percent, net of pension plan investment expense, including inflation

The plan actuary currently uses mortality rates based on the *RP-2014 Total Data Set for Healthy Annuitants Mortality Table* that vary by age, gender, employee group (i.e. general, law enforcement officer) and health status (i.e. disabled and healthy). The current mortality rates are based on published tables and based on studies that cover significant portions of the U.S. population. The healthy mortality rates also contain a provision to reflect future mortality improvements.

The actuarial assumptions used in the December 31, 2019 valuation were based on the results of an actuarial experience study as of December 31, 2014.

Future ad hoc COLA amounts are not considered to be substantively automatic and are therefore not included in the measurement.



The projected long-term investment returns and inflation assumptions are developed through review of current and historical capital markets data, sell-side investment research, consultant whitepapers, and historical performance of investment strategies. Fixed income return projections reflect current yields across the U.S. Treasury yield curve and market expectations of forward yields projected and interpolated for multiple tenors and over multiple year horizons. Global public equity return projections are established through analysis of the equity risk premium and the fixed income return projections. Other asset categories and strategies' return projections reflect the foregoing and historical data analysis. These projections 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 allocation and best estimates of arithmetic real rates of return for each major asset class as of June 30, 2021 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real</u>
Fixed Income	29.0%	1.4%
Global Equity	42.0%	5.3%
Real Estate	8.0%	4.3%
Alternatives	8.0%	8.9%
Credit	7.0%	6.0%
Inflation Protection	6.0%	4.0%
	<u>100.0%</u>	

The information above is based on 30 year expectations developed with the consulting actuary for the 2016 asset, liability, and investment policy study for the North Carolina Retirement Systems, including LGERS. The long-term nominal rates of return underlying the real rates of return are arithmetic annualized figures. The real rates of return are calculated from nominal rates by multiplicatively subtracting a long-term inflation assumption of 3.05%. All rates of return and inflation are annualized.

*Discount rate.* The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of the current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

*Sensitivity of the County's proportionate share of the net pension asset to changes in the discount rate.* The following presents the County's proportionate share of the net pension asset calculated using the discount rate of 7.00 percent, as well as what the County's proportionate share of the net pension asset or net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate:

	1% Decrease (6.00%)	Discount Rate (7.00%)	1% Increase (8.00%)
County's proportionate share of the net pension liability (asset)	\$ 9,623,772	\$ 4,743,366	\$ 687,405

*Pension plan fiduciary net position.* Detailed information about the pension plan's fiduciary net position is available in the separately issued Annual Comprehensive Financial Report (ACFR) for the State of North Carolina.

## 2 Law Enforcement Officers' Special Separation Allowance

*Plan Description.* Anson County administers a public employee retirement system (the Separation Allowance), a single-employer defined benefit pension plan that provides retirement benefits to the County's qualified sworn law enforcement officers under the age of 62 who have completed at least 30 years of creditable service or have attained 55 years of age and have completed five or more years of creditable service. The Separation Allowance is equal to 0.85 percent of the annual equivalent of the base rate of compensation most recently applicable to the officer for each year of creditable service. The retirement benefits are not subject to any increases in salary or retirement allowances that may be authorized by the General Assembly. Article 12D of G.S. Chapter 143 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly.

All full-time County law enforcement officers with five years of service are covered by the Separation Allowance. At December 31, 2019 the Separation Allowance membership consisted of:

Retirees receiving benefits	1
Terminated plan members entitled to but not yet receiving benefits	0
Active plan members	32
Total	<u>33</u>

*Summary of Significant Accounting Policies:*

*Basis of Accounting:* The County has chosen to fund the Separation Allowance on a pay as you go basis. Pension expenditures are made from the General Fund, which is maintained on the modified accrual basis of accounting. Benefits are recognized when due and payable in accordance with the terms of the plan.

The Separation Allowance has no assets accumulated in a trust that meets the criteria which are outlined in GASB Statement 73.

*Actuarial Assumptions:*

The entry age actuarial cost method was used in the December 31, 2019 valuation. The total pension liability was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50 percent
Salary increases	3.25 to 7.75 percent, including inflation and productivity factor
Discount rate	1.93 percent

The discount rate is based on the yield of the S&P Municipal Bond 20 Year High Grade Rate Index.

The actuarial assumptions used in the December 31, 2019 valuation were based on the results of an experience study completed by the Actuary for the Local Government Employees' Retirement System for the five year period ending December 31, 2019.

*Mortality Rate*

Deaths After Retirement (Healthy): Mortality rates are based on the Non-Safety Mortality Table for Disabled Retirees. Rates for all members are multiplied by 97% and Set Forward by 1 year.

Deaths Before Retirement: Mortality rates are based on the Safety Mortality Table for Employees.

Deaths After Retirement (Beneficiary): Mortality rates are based on the Below-median Teachers Mortality Table for Contingent Survivors. Rates for male members are Set Forward 3 years. Rates for female members are Set Forward 1 year. Because the contingent survivor tables have no rates prior to age 45, the Below-median Teachers Mortality Table for Employees is used for ages less than 45.

Deaths After Retirement (Disabled): Mortality rates are based on the Non-Safety Mortality Table for Disabled Retirees. Rates are Set Back 3 years for all ages.

*Contributions:*

The County is required by Article 12D of G.S. Chapter 143 to provide these retirement benefits and has chosen to fund the amounts necessary to cover the benefits on a pay as you go basis through appropriations made in the General Fund operating budget. There were no contributions made by employees. The County's obligation to contribute to this plan is established and may be amended by the North Carolina General Assembly. Administration costs of the Separation Allowance are financed through investment earnings. The County paid \$3,658 as benefits came due for the reporting period.

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

At June 30, 2021, the County reported a total pension liability of \$1,020,961. The total pension liability was measured as of December 31, 2020 based on a December 31, 2019 actuarial valuation. The total pension liability was rolled forward to December 31, 2020 utilizing update procedures incorporating the actuarial assumptions. For the year ended June 30, 2021 the County recognized pension expense of \$132,879.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 64,455	\$ 27,624
Changes of assumptions	283,589	15,222
County benefit payments and admin expenditures paid subsequent to the measurement date	1,688	-
	<u>\$ 349,732</u>	<u>\$ 42,846</u>

The County paid \$1,688 in benefit payments and \$0 in admin expenditures subsequent to the measurement date that are reported as deferred outflows of resources related to pensions which will be recognized as a decrease of the total pension liability in the year ended June 30, 2022. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2022	\$ 69,131
2023	71,162
2024	69,880
2025	57,342
2026	37,683
Thereafter	-

*Sensitivity of the County's total pension liability to changes in the discount rate.* The following presents the County's total pension liability calculated using the discount rate of 1.93 percent, as well as what the County's total pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (0.93 percent) or 1-percentage-point higher (2.93 percent) than the current rate:

	1% Decrease (0.93%)	Discount Rate (1.93%)	1% Increase (2.93%)
Total pension liability	\$ 1,116,864	\$ 1,020,961	\$ 933,065

**Schedule of Changes in Total Pension Liability  
Law Enforcement Officers' Special Separation Allowance**

	2021
Beginning balance	\$ 663,460
Service Cost	40,217
Interest on the total pension liability	21,569
Changes of benefit terms	-
Difference between expected and actual experience in the measurement of the total pension liability	(9,171)
Changes of assumptions or other inputs	308,544
Benefit payments	(3,658)
Other charges	-
Ending balance of the total pension liability	<u>\$ 1,020,961</u>

*Changes of Assumptions.* Changes of assumptions and other inputs reflect a changes in the discount rate from 3.26 percent at December 31, 2019 (measurement date) to 1.93 percent at December 31, 2020 (measurement date).

*Changes in Benefit Terms.* Reported compensation adjusted to reflect the assumed rate of pay as of the valuation date.

The plan currently uses mortality tables that vary by age, and health status (i.e. disabled and healthy). The current mortality rates are based on published tables and based on studies that cover significant portions of the U.S. population. The healthy mortality rates also contain a provision to reflect future mortality improvements.

The actuarial assumptions used in the December 31, 2019 valuation were based on the results of an actuarial experience study as of December 31, 2019.

### **3 Supplemental Retirement Income Plan for Law Enforcement Officers**

*Plan Description.* The County contributes to the Supplemental Retirement Income Plan (Plan), a defined contribution pension plan administered by the Department of the State Treasurer and a Board of Trustees. The plan provides retirement benefits to law enforcement officers employed by the County. Article 5 of G.S. Chapter 135 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly. The Supplemental Retirement Income Plan for Law Enforcement Officers is included in the Annual Comprehensive Financial Report (ACFR) for the State of North Carolina. The State's ACFR includes the pension trust fund financial statements for the Internal Revenue Code Section 401(k) plan that includes the Supplemental Retirement Income Plan for Law Enforcement Officers. That report may be obtained by writing to the Office of the State Controller, 1410 Mail Service Center, Raleigh, North Carolina 27699-1410, or by calling (919) 981-5454.

*Funding Policy.* Article 12E of G.S. Chapter 143 requires the County to contribute each month an amount equal to five percent of each officer's salary, and all amounts contributed are vested immediately. Also, the law enforcement officers may make voluntary contributions to the plan.

Contributions for the year ended June 30, 2021 were \$97,867, which consisted of \$79,817 from the County and \$18,050 from the employees.

### **4 Supplemental Retirement Income Plan for Employees Not Engaged in Law Enforcement**

All employees of the County, other than law enforcement officers, are eligible to participate in the Supplemental Retirement Income Plan for Employees Not Engaged in Law Enforcement, a defined contribution pension plan. Participation may begin six months after the date of employment. The County contributes three percent of each general participant's salary, and the employees may make voluntary contributions. Total contributions for the year ended June 30, 2021, were \$449,153, of which \$277,463 was from the County and \$171,690 from the employees.

### **5 Deferred Compensation Plan**

The County offers its employees participation in a Deferred Compensation Plan created in accordance with Internal Revenue Code Section 457. The plan, which is available to all County employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency.

### **6 Register of Deeds' Supplemental Pension Fund**

*Plan Description.* Carolina County also contributes to the Registers of Deeds' Supplemental Pension Fund (RODSPF), a noncontributory, cost-sharing multiple employer defined benefit plan administered by the North Carolina Department of State Treasurer. RODSPF provides supplemental pension benefits to any eligible county register of deeds who is retired under the Local Government Employees' Retirement System (LGERS) or an equivalent locally sponsored plan. Article 3 of G.S. Chapter 161 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly. Management of the plan is vested in the LGERS Board of Trustees, which consists of 13 members – nine appointed by the Governor, one appointed by the state Senate, one appointed by the state House of Representatives, and the State Treasurer and State Superintendent, who serve as ex-officio members. The Registers of Deeds' Supplemental Pension Fund is included in the Annual Comprehensive Financial Report (ACFR) for the State of North Carolina. The State's ACFR includes financial statements and required supplementary information for the Registers of Deeds' Supplemental Pension Fund. That report may be obtained by writing to the Office of the State Controller, 1410 Mail Service Center, Raleigh, North Carolina 27699-1410, by calling (919) 981-5454, or at [www.osc.nc.gov](http://www.osc.nc.gov).

**Benefits Provided.** An individual's benefits for the year are calculated as a share of accumulated contributions available for benefits for that year, subject to certain statutory limits. An individual's eligibility is based on at least 10 years of service as a register of deeds with the individual's share increasing with years of service. Because of the statutory limits noted above, not all contributions available for benefits are distributed.

**Contributions.** Benefits and administrative expenses are funded by investment income and 1.5% of the receipts collected by each County Commission under Article 1 of Chapter 161 of the North Carolina General Statutes. The statutory contribution currently has no relationship to the actuary's required contribution. The actuarially determined contribution this year and for the foreseeable future is zero. Registers of Deeds do not contribute. Contribution provisions are established by General Statute 161-50 and may be amended only by the North Carolina General Assembly. Contributions to the pension plan from the County were \$1,659 for the year ended June 30, 2021.

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

At June 30, 2021, the County reported an asset of \$36,314 for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2020. The total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of December 31, 2019. The total pension liability was then rolled forward to the measurement date of June 30, 2020 utilizing update procedures incorporating the actuarial assumptions. The County's proportion of the net pension asset was based on a projection of the County's long-term share of future payroll covered by the pension plan, relative to the projected future payroll covered by the pension plan of all participating RODSPF employers, actuarially determined. At June 30, 2020, the County's proportion was 0.1585%, which was an increase of 0.0068% from its proportion measured as of June 30, 2019.

For the year ended June 30, 2021, the County recognized pension revenue of \$608. At June 30, 2021, the County 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	\$ -	\$ 740
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	-	3,107
Changes in proportion and differences between County Contributions and proportionate share of contributions	2,073	859
County contributions subsequent to the measurement date	1,659	-
Total	<u>\$ 3,732</u>	<u>\$ 4,706</u>

\$1,659 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as an increase of the net pension asset in the year ended June 30, 2022. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended	
2022	\$ 66
2023	(515)
2024	(1,402)
2025	(782)
2026	-
Thereafter	-

*Actuarial Assumptions.* The total pension liability in the December 31, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.0 Percent
Salary Increases	3.5 to 7.75 percent, including inflation and productivity factor
Investment Rate of Return	3.75 percent, net of pension plan investment expense, including inflation

The plan currently uses mortality tables that vary by age, gender, employee group (i.e. general, law enforcement officer) and health status (i.e. disabled and healthy). The current mortality rates are based on published tables and based on studies that cover significant portions of the U.S. population. The healthy mortality rates also contain a provision to reflect future mortality improvements.

The actuarial assumptions used in the December 31, 2019 valuation were based on the results of an actuarial experience study as of December 31, 2014.

Future ad hoc COLA amounts are not considered to be substantively automatic and are therefore not included in the measurement.

The projected long-term investment returns and inflation assumptions are developed through review of current and historical capital markets data, sell-side investment research, consultant whitepapers, and historical performance of investment strategies. Fixed income return projections reflect current yields across the U.S. Treasury yield curve and market expectations of forward yields projected and interpolated for multiple tenors and over multiple year horizons. Global public equity return projections are established through analysis of the equity risk premium and the fixed income return projections. Other asset categories and strategies' return projections reflect the foregoing and historical data analysis. These projections 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 adopted asset allocation policy for the RODSPF is 100% in the fixed income asset class. The best estimate of arithmetic real rate of return for the fixed income asset class as of June 30, 2021 is 1.4%.

The information above is based on 30 year expectations developed with the consulting actuary for the 2021 asset, liability, and investment policy study for the North Carolina Retirement Systems, including LGERS. The long-term nominal rates of return underlying the real rates of return are arithmetic annualized figures. The real rates of return are calculated from nominal rates by multiplicatively subtracting a long-term inflation assumption of 3.00%. All rates of return and inflation are annualized.

*Discount rate.* The discount rate used to measure the total pension liability was 3.75%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of the current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

*Sensitivity of the County's proportionate share of the net pension asset to changes in the discount rate.* The following presents the County's proportionate share of the net pension asset calculated using the discount rate of 3.75 percent, as well as what the County's proportionate share of the net pension asset or net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.75 percent) or 1-percentage-point higher (4.75 percent) than the current rate:

	1% Decrease (2.75%)	Discount Rate (3.75%)	1% Increase (4.75%)
County's proportionate share of the net pension liability (asset)	(30,844)	(36,314)	(40,942)

*Pension plan fiduciary net position*. Detailed information about the pension plan's fiduciary net position is available in the separately issued Annual Comprehensive Financial Report (ACFR) for the State of North Carolina.

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

The net pension liability for LGERS and ROD was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability (asset) was determined by and actuarial valuation as of that date. The total pension liability for LEOSSA was measured as of June 30, 2020, with an actuarial valuation date of December 31, 2019. The County's proportion of the net pension liability was based on the County's share of contributions to the pension plan relative to the contribution of all participating entities. Following is information related to the proportionate share and pension expense:

	LGERS	ROD	LEOSSA	Total
Proportionate Share of Net Pension Liability (Asset)	\$ 4,743,366	\$ (36,314)	\$ -	\$ 4,707,052
Proportion of the Net Pension Liability (Asset)	0.1327%	0.1585%	n/a	
Total Pension Liability	\$ -	\$ -	\$ 1,020,961	\$ 1,020,961
Pension Expense	\$ 1,695,811	\$ (608)	\$ 132,879	\$ 1,828,082

At June 30, 2021, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	LGERS	ROD	LEOSSA	Total
<b><u>Deferred Outflows of Resources</u></b>				
Difference between expected and actual experience	\$ 599,004	\$ -	\$ 64,455	\$ 663,459
Changes of assumptions	352,999	-	283,589	636,588
Net difference between projected and actual earnings on pension plan investments	667,502	-	-	667,502
Changes in proportion and differences between County contributions and proportionate share of contributions	174,341	2,073	-	176,414
County contributions (LGERS, ROD)/benefit payments and administration costs (LEOSSA) subsequent to the measurement date	1,124,219	1,659	1,688	1,127,566
<b><u>Deferred Inflows of Resources</u></b>				
Differences between expected and actual experience	-	740	27,624	28,364
Changes of assumptions	-	-	15,222	15,222
Net difference between projected and actual earnings on pension plan investments	-	3,107	-	3,107
Changes in proportion and differences between County contributions and proportionate share of contributions	7,660	859	-	8,519

**8 Other Post-Employment Benefits**

**Healthcare Benefits**

*Plan Description.* Under the terms of the County's resolution, the County administers a single-employer defined benefit healthcare plan (HCP). The County Board has the authority to establish and amend the benefit terms and financing requirements. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement 75.

*Benefits Provided.* The HCB provides postemployment healthcare benefits to retirees of the County, provided they participate in the North Carolina Local Governmental Employees' Retirement System and meet the eligibility conditions stated below in the Amount of Allowance. The HCB provides postemployment health care insurance premiums based on the age at retirement and the years of creditable service. The County may amend the benefit provisions. A separate report was not issued for the HCP.

Current retirees who retired prior to June 1, 1992 will have the full cost of health insurance paid for by the County.

Current retirees who retired prior to November 1, 2004 and on or after June 1, 1992 will have the County pay a maximum of \$229 per month towards the cost of health insurance. The \$229 is not assumed to increase in the future.

Retirees retiring on and or after November 1, 2004: The County will contribute to the cost of retiree insurance premium based on the age at retirement and the years of creditable service with NCLGERS using the following schedule for employees who were hired before January 1, 1993:

Age at Retirement	Service with NLGERS	Continuous Years of Service with County	County Contribution
62	20	20	100%
Any	30 or more	10	100%

The County will contribute to the cost of retiree insurance premium based on the age at retirement and the years of creditable service with NCLGERS using the following schedule for employees who were hired between January 1, 1993 and before November 1, 2004:

Age at Retirement	Service with NLGERS	Continuous Years of Service with County	Maximum County Contribution*
65	10	10	\$ 115
62	15	10	\$ 115
62	20	10	\$ 229
62	25	10	\$ 286
Any	30 or more	10	\$ 343

The County will contribute to the cost of retiree insurance premium based on the age at retirement and the years of creditable service with NCLGERS using the following schedule for employees who were hired after October 31, 2004:

Age at Retirement	Service with NLGERS	Continuous Years of Service with County	Maximum County Contribution*
62	15	10	\$ -
62	20	10	\$ 229
62	25	10	\$ 286
Any	30 or more	10	\$ 343

\* The maximum County contributions are not assumed to increase in the future.

Membership of the HCB Plan consisted of the following at June 30, 2020, the date of the latest actuarial valuation:

	General Employees	Law Enforcement
Retirees receiving benefits	68	1
Terminated plan members entitled to but not yet receiving benefits	-	-
Active Plan members	207	32
Total	275	33



## Total OPEB Liability

The County's total OPEB liability of \$9,713,316 was measured as of June 30, 2020 and was determined by an actuarial valuation as of that date.

*Actuarial assumptions and other inputs.* The total OPEB liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement unless otherwise specified:

Inflation	3.00 percent
Salary increases	3.50 percent
Discount rate	2.21 percent
Healthcare cost trend rates	
Pre-Medicare	7.50% for 2019 decreasing to an ultimate rate of 5.00% by 2024
Medicare	5.50% for 2019 decreasing to an ultimate rate of 5.00% by 2024

The discount rate used was based on the June average of the Bond Buyer General Obligation 20-year Municipal Bond Index published weekly by The Bond Buyer.

## Changes in the Total OPEB Liability

	<b>Total OPEB Liability</b>
Balance at July 01, 2019	\$ 8,888,703
Service cost	160,488
Interest	274,578
Changes of benefit terms	-
Differences between expected and actual experience	10,291
Changes in assumptions or other inputs	1,588,715
Benefit payments	(321,377)
Net Changes	1,712,695
Balance at June 30, 2020	<u>\$ 10,601,398</u>

Changes in assumptions and other inputs reflect a change in the discount rate from 3.50% to 2.21%.

Mortality rates were based on the RP-2014 mortality tables, with adjustments for LGERS experience and generational mortality improvements using Scale MP-2015.

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of an actuarial experience study for the period January 2010 through December 2014.

*Sensitivity of the net OPEB liability to changes in the discount rate.* The following presents the total OPEB liability of the County, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.21 percent) or 1-percentage-point higher (3.21 percent) than the current discount rate:

	1% Decrease (1.21%)	Discount Rate (2.21%)	1% Increase (3.21%)
Total OPEB liability	\$ 11,183,426	\$ 9,713,316	\$ 8,526,766

*Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates.* The following presents the total OPEB liability of the County, as well as what the County's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Current	1% Increase
Total OPEB liability	\$ 8,596,557	\$ 9,713,316	\$ 11,082,796

## OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2021, the County recognized OPEB expense of \$322,801. At June 30, 2021, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 38,883	\$ 1,036,867
Changes of assumptions	1,677,762	525,997
Benefit payments and administrative costs made subsequent to the measurement date	311,771	-
Total	<u>\$ 2,028,416</u>	<u>\$ 1,562,864</u>

\$311,771 reported as deferred outflows of resources related to pensions resulting from benefit payments made and administrative expenses incurred subsequent to the measurement date will be recognized as a decrease of the total pension liability in the year ended June 30, 2022. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year ended June 30:</u>	
2022	\$ (85,567)
2023	(85,567)
2024	(24,139)
2025	62,876
2026	186,242
Thereafter	99,936

## 9 Other Employment Benefits

The County has elected to provide death benefits to employees through the Death Benefit Plan for members of the Local Governmental Employees' Retirement System (Death Benefit Plan), a multiple-employer, State-administered, cost-sharing plan funded on a one-year term cost basis. The beneficiaries of those employees who die in active service after one year of contributing membership in the System, or who die within 180 days after retirement or termination of service and have at least one year of contributing membership service in the System at the time of death are eligible for death benefits. Lump sum death benefit payments to beneficiaries are equal to the employee's 12 highest months salary in a row during the 24 months prior to the employee's death, but the benefit will be a minimum of \$25,000 and will not exceed \$50,000. Because all death benefit payments are made from the Death Benefit Plan and not by the County, the County does not determine the number of eligible participants. The County has no liability beyond the payment of monthly contributions. The contributions to the Death Benefit Plan cannot be separated between the post employment benefit amount and the other benefit amount. Contributions are determined as a percentage of monthly payroll, based upon rates established annually by the State. Separate rates are set for employees not engaged in law enforcement and for law enforcement officers. The County considers these contributions to be immaterial.

## DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pensions - Difference between expected and actual experience		
LGERS	\$ 599,004	\$ -
Register of Deeds	-	740
LEOSSA	64,455	27,624
OPEB	38,883	1,036,867
Changes of assumptions		
LGERS	352,999	-
LEOSSA	283,589	15,222
OPEB	1,677,762	525,997

**DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES (CONTINUED)**

Pensions - Difference between projected and actual investment earnings		
LGERS	667,502	-
Register of Deeds	-	3,107
OPEB	-	-
Pensions - Change in proportion and difference between employer contributions and proportionate share of contributions		
LGERS	174,341	7,660
Register of Deeds	2,073	859
OPEB	-	-
Contributions to pension plan subsequent to measurement date		
LGERS	1,124,219	-
Register of Deeds	1,659	-
Benefit payments and administrative expenses for LEOSSA made subsequent to measurement date	1,688	-
Benefits payments for the OPEB plan paid subsequent to measurement date	311,771	-
Prepaid taxes (General)	-	7,046
Prepaid taxes (Special Revenue)	-	4,278
Taxes receivable, net (General)	-	1,904,892
Taxes receivable, net (Special Revenue)	-	200,220
	<u>\$ 5,299,945</u>	<u>\$ 3,734,513</u>

**COMMITMENTS**

There are no commitments as of June 30, 2021.

**RISK MANAGEMENT**

The County is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County participates in two self-funded risk financing pools administered by the North Carolina Association of County Commissioners. Through these pools, the County obtains property coverage equal to replacement cost values of owned property subject to a limit as outlined in the contract. The County also purchases general, auto, public officials, and law enforcement liability coverage of \$2 million per occurrence, auto physical damage coverage for owned autos at actual cash value, crime coverage of \$250,000 per occurrence, and workers' compensation coverage up to the statutory limits. The pools are audited annually by certified public accountants, and the audited financial statements are available to the County upon request. The pools are reinsured through a multi-state public entity captive for single occurrence losses in excess of \$500,000 up to a \$2 million limit for liability coverage, \$600,000 of aggregate annual losses in excess of \$50,000 per occurrence for property, auto physical damage, and crime coverage, and single occurrence losses of \$350,000 for workers' compensation.

The County does not currently participate in the National Flood Insurance Plan (NFIP). As Flood Hazard Areas are designated within the limits of the County due to Extra-Territorial Jurisdiction and re-mapping of the Yadkin-Pee Dee River System, the County will consider the need for participation in the NFIP.

In accordance with G.S. 159-29, the County's employees that have access to \$100 or more at any given time of the County's funds or assets are performance bonded through a commercial surety bond. The finance officer and tax collector are each individually bonded for \$100,000 and \$50,000 each, respectively. The remaining employees that have access to funds are bonded under a blanket bond for \$250,000. The finance officer is also bonded under a separate bond for \$50,000 as the ex-officio finance officer of the Anson Tourism Development Authority.

**CLAIMS AND JUDGMENTS**

At June 30, 2021, the County was a defendant to various claims and/or lawsuits. In the opinion of the County's management and the County attorneys, the ultimate effect of these legal matters will not have a material adverse effect on the County's financial position. Any claims are expected to be covered by the County's insurance carrier.

## LONG-TERM OBLIGATIONS

### 1 Capital Leases

The County has no capital leases as of June 30, 2021.

### 2 Installment Purchase Obligations

#### **Serviced by the General Fund:**

For all debt instruments listed below, the property/equipment stands as collateral for the loan. The terms consist of the lender requesting payment in full upon default.

On March 10, 2008, the County entered into a direct purchase agreement to finance improvements to the administration building purchased in 2007 and to pay off the existing note on the purchase of the building. The financing agreement requires 15 annual payments of \$127,426 plus interest at 3.83% beginning October 18, 2008.	\$ 254,851
On June 14, 2013, the County entered into a direct purchase agreement to finance construction of the Emergency Services Center. The financing agreement requires 15 annual payments of \$245,799 including interest at 2.37% beginning June 14, 2014.	1,720,596
On August 8, 2019, the County entered into a direct purchase agreement to finance the purchase of 6 Sheriff vehicles. The financing agreement requires 3 annual payments of \$76,015 including interest at 2.99% beginning August 8, 2020.	145,386
On August 8, 2019, the County entered into a direct purchase agreement to finance the purchase of an ambulance. The financing agreement requires 3 annual payments of \$90,379 including interest at 2.77% beginning August 8, 2020.	173,418
On November 1, 2019, the County entered into a direct purchase agreement to finance the purchase of an ambulance and Sheriff vehicles. The financing agreement requires 3 annual payments of \$172,410 including interest at 2.18% beginning November 1, 2020.	333,863
On December 21, 2020, the County entered into a direct purchase agreement to finance the purchase of vehicles for the Sheriff Department. The financing agreement requires 3 annual payments of \$71,873 including interest at 1.73% beginning December 21, 2021.	208,367
	<hr/>
Total Serviced by the General Fund	2,836,481

#### **Serviced by the Enterprise Funds:**

The County was awarded \$1,195,373 through the Drinking Water State Revolving Fund. As part of the American Recovery and Reinvestment Act of 2009, the unpaid principal sum is immediately reduced by one half of the loan amount as principal forgiveness. The remaining principal requires 18 remaining annual payments \$63,023 at 0% interest. The agreement is being serviced by the Water Fund.	567,209
The County was awarded \$550,000 through the Drinking Water State Revolving Fund. The financing agreement requires 20 annual payments of \$26,388 at 0% interest. The agreement is being serviced by the Water Fund.	316,657
	<hr/>
Total Serviced by the Water Fund	883,866

<b>TOTAL INSTALLMENT PURCHASES PAYABLE</b>	<b>\$ 3,720,347</b>
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The future minimum payments of the installment purchase obligations as of June 30, 2021, (using the interest rate ceiling after the first five years of the first contract) are as follows:

Year Ending June 30	Governmental Activities		Business-type Activities		Total Debt	
	Principal	Interest	Principal	Interest	Principal	Interest
2022	\$ 763,740	\$ 71,266	\$ 89,411	\$ -	\$ 853,151	\$ 71,266
2023	773,093	51,126	89,411	-	862,504	51,126
2024	316,450	30,835	89,411	-	405,861	30,835
2025	245,799	23,625	89,411	-	335,210	23,625
2026	245,799	17,719	89,411	-	335,210	17,719
2027-2031	491,600	17,736	384,033	-	875,633	17,736
2032-2036	-	-	52,778	-	52,778	-
Total	\$ 2,836,481	\$ 212,307	\$ 883,866	\$ -	\$ 3,720,347	\$ 212,307

At June 30, 2021, Anson County had a legal debt margin of \$161,855,711.

### 3 Long-Term Obligation Activity

The following is a summary of changes in the County's long-term obligations for the year ended June 30, 2021:

	Balance			Amount	
	July 1, 2020	Increases	Decreases	Balance June 30, 2021	Due Within One Year
<b>Governmental activities:</b>					
Direct purchase/borrowing	\$ 3,545,966	\$ 208,367	\$ 917,852	\$ 2,836,481	\$ 763,740
installment purchases					
Compensated absences	736,449	153,986	-	890,435	-
Net Pension Liability	3,207,030	1,119,098	-	4,326,128	-
Total OPEB Liability	6,642,116	1,421,879	-	8,063,995	-
Total pension liability (LEO)	663,460	357,501	-	1,020,961	-
Total governmental	\$ 14,795,021	\$ 3,260,831	\$ 917,852	\$ 17,138,000	\$ 763,740

Governmental activities include a prior period adjustment of \$28,789 that decreased the beginning balance of installment purchases from \$3,574,755, to \$3,545,966 (see Note 8).

<b>Business-type activities:</b>					
Direct purchase/borrowing	\$ 973,277	\$ -	\$ 89,411	\$ 883,866	\$ 89,411
installment purchases					
Compensated absences	133,315	19,689	-	153,004	-
Net Pension Liability	309,305	107,933	-	417,238	-
Total OPEB Liability	1,358,505	290,816	-	1,649,321	-
Total business-type	\$ 2,774,402	\$ 418,438	\$ 89,411	\$ 3,103,429	\$ 89,411

Net pension liability, total pension liability, and total other postemployment liability for governmental activities are all typically liquidated in the general fund. Compensated absences for governmental activities typically have been liquidated in the General Fund and are accounted for on a LIFO basis, assuming that employees are taking leave as it is earned.

### C. INTERFUND BALANCES AND ACTIVITY

Balances due to/from other funds at June 30, 2021, consist of the following:

Due to the General Fund for project expenditures that were covered by the General Fund prior to the receipt of funds to cover the expenditures from the Airport Construction Fund.	\$ 86,214
Due to the General Fund for project expenditures that were covered by the General Fund prior to the receipt of funds to cover the expenditures from the Airport Construction Fund.	4,205
	<hr/>
	<u>\$ 90,419</u>

The interfund balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

Transfer from/to other funds at June 30, 2021, consist of the following:

Transfer from the Public School Capital Outlay Reserve Fund to the * General Fund to provide resources for debt service payments.	\$ 392,550
Transfer from the General Fund to the Revaluation Fund to reserve * fundings for future tax revaluation expenses.	75,000
Transfer from the General Fund to the Airport Construction Fund to provide County match requirements for Airport Grants received.	16,667
Transfer from the General Fund to the Anson Middle School Construction Fund to provide local funds for the construction.	42,600
	<hr/>
	<u>\$ 526,817</u>

\* These funds are consolidated together for financial statement presentation purposes.

Transfers are used to move unrestricted revenues to finance various programs that the government must account for in other funds in accordance with budgetary authorizations, including amounts provided matching funds for various grant programs.

### D. OPERATING LEASE REVENUE

The County has entered into leases with communications companies granting the companies the right to install communications equipment on County property. The initial leases are for five years with varying automatic renewal terms of five years each. Lease revenue under these leases for the year ended June 30, 2021, was \$73,861. The total future minimum rental payments receivable under these leases (excluding any future renewal options) are as follows at June 30, 2021:

2022	\$ 75,248
2023	76,677
2024	80,910
2025	83,988
2026	87,180
	<hr/>
	<u>\$ 404,003</u>

#### E. NET INVESTMENT IN CAPITAL ASSETS

	Governmental Activities	Business-Type Activities	Total
Total Capital Assets	\$ 22,660,478	\$ 23,418,838	\$ 46,079,316
Less: Long-term Debts	(2,836,481)	(883,866)	(3,720,347)
Net Investment in Capital Assets	<u>\$ 19,823,997</u>	<u>\$ 22,534,972</u>	<u>\$ 42,358,969</u>

#### F. FUND BALANCE

Anson County has a revenue spending policy that provides a policy for programs with multiple revenue sources. The Finance Officers will use resources in the following hierarchy: bond proceeds, federal funds, State funds, local non-city funds, city funds. For purposes of fund balance classification expenditures are to be spent from restricted fund balance first, followed in order by committed fund balance, assigned fund balance and lastly unassigned fund balance. The Finance Officer has the authority to deviate from this policy if it is in the best interest of the County.

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	\$ 26,146,573
Less:	
Prepays	55,163
Stabilization by State Statute	3,132,919
School Capital	2,505,248
Committed for Other Purposes	6,440,978
Tax Revaluation	409,721
Appropriated Fund Balance in 2022 budget	1,492,937
Remaining Fund Balance	<u>\$ 12,109,607</u>

The County had no outstanding encumbrances at June 30, 2021.

#### NOTE 4: JOINT VENTURES

##### *South Piedmont Community College*

The County, in conjunction with the State of North Carolina, the Anson County Board of Education, Union County, and Union County Board of Education participates in a joint venture to operate South Piedmont Community College. Each of the participants appoints two to four members of the thirteen-member board of trustees of the community college. The president of the community college's student government serves as an ex-officio nonvoting member of the community college's board of trustees. The community college is included as a component unit of the State. The County has the basic responsibility for providing funding for the facilities of the community college and also provides some financial support for the community college's operation. The County has an ongoing financial responsibility for the community college because of the statutory responsibilities to provide funding for the community college's facilities. The County contributed \$560,629 and \$233,250 to the community college for operating and capital purposes, respectively, during the fiscal year ended June 30, 2021. The participating governments do not have any equity interest in the joint venture; therefore, no equity interest has been reflected in the County's financial statements at June 30, 2021. Complete financial statements for the community college may be obtained from the community college's administrative office on U.S. Highway 74, Polkton, North Carolina 28135.

### ***Sandhill Regional Library System***

The County also participates in a joint venture to operate Sandhill Regional Library System (Library) with four other County governments (Hoke, Montgomery, Moore and Richmond). Each participating government appoints three board members to the fifteen member board of the Library. The County has an ongoing financial responsibility for the joint venture because the Library's continued existence depends on the participating governments' continued funding. None of the participating governments have any equity interest in the Library, so no equity interest has been reflect in the financial statements at June 30, 2021. In accordance with the intergovernmental agreement between the participating governments, the County appropriated \$11,800 to the Library to supplement its activities. Complete financial statements for the Library can be obtained from the Library's office at 412 East Franklin Street; Rockingham, North Carolina 28379.

### ***The Sandhills Center for Mental Health, Developmental Disabilities, and Substance Abuse Services***

The County, in conjunction with seven other county governments (Harnett, Hoke, Lee, Montgomery, Moore, Randolph, and Richmond), participates in a joint venture to operate The Sandhills Center for Mental Health, Developmental Disabilities, and Substance Abuse Services (Center). The Center operates units in each of the counties to provide services to residents who are in need of assistance for either mental health, developmental disabilities, or alcohol or drug related problems. Each participating government appoints members to the Center's twenty-five member governing board, with the County of Anson appointing two. The County has an ongoing financial responsibility for the joint venture because the Center's continued existence depends on the participating governments' continued funding. None of the participating governments have any equity interest in the Center, so no equity interest has been reflected in the financial statements at June 30, 2021. In accordance with the intergovernmental agreement between the participating governments, the County appropriated \$55,000 to the Center to supplement its activities. Complete financial statements for the Center can be obtained from the Center's office in West End, North Carolina 27376.

### ***Yadkin/Pee Dee Lakes Project, Inc.***

The County also participates in a joint venture to operate Yadkin/Pee Dee Lakes Project, Inc. (Project) with six other county governments (Davidson, Montgomery, Randolph, Richmond, Rowan, and Stanly). Each participating government appoints three board members to the twenty-five member board of the Project which also includes members appointed by the North Carolina House of Representatives, the North Carolina Senate, Carolina Power and Light Company, and Alcoa/Yadkin, Inc. The purpose of the project is to promote and support efforts to balance economic development and environmental management within the Yadkin/Pee Dee River Region of North Carolina. The County has an ongoing financial responsibility for the joint venture because the Project's continued existence depends on the participating governments' continued funding. None of the participating governments have any equity interest in the Project, so no equity interest has been reflected in the financial statements at June 30, 2021. The County contributed \$4,415 to this venture in the current fiscal year. Complete financial statements for the Project can be obtained from the Project's office in Badin, North Carolina 28009.

### ***Rocky River Rural Planning Organization***

The County also participates in a joint venture, Rocky River Rural Planning Organization (RPO), with 2 other counties and 14 municipalities to work cooperatively with each other and the North Carolina Department of Transportation to enhance transportation planning opportunities for rural areas in the region. Rock River RPO is the only RPO in the State not housed in a Council of Governments. The RPO's fiscal agent is the County of Stanly. None of the participating governments have any equity interest in the RPO, so no equity interest has been reflected in the financial statements at June 30, 2021. In accordance with the agreement between the participating governments and the RPO, the County paid \$11,358 to the RPO during the fiscal year ended June 30, 2021, for membership dues. Complete financial statements for the RPO can be obtained from the RPO's office at 1000 North Front Street, Suite 17; Albemarle, North Carolina 28001.



**NOTE 5: JOINTLY GOVERNED ORGANIZATION**

***Centralina***

The County, in conjunction with 8 other counties and approximately 70 municipalities, is a member of the Centralina Council of Governments (Council) and the Centralina Council of Governments Economic Development Commission. The Council coordinate various funding received from federal and State agencies. Each participating government appoints one member to the Council's governing board and one member to the Commission. The County paid \$6,110 to the Council and \$1,012 to the Commission during the fiscal year ended June 30, 2021, for membership fees and zoning and code enforcement services.

***NC Southeast***

Additionally, the County is a member of NC Southeast. This organization promotes economic development in the region. The County contributed \$20,000 to NC Southeast during the fiscal year ended June 30, 2021.

**NOTE 6: SUMMARY DISCLOSURE OF SIGNIFICANT CONTINGENCIES**

**FEDERAL AND STATE ASSISTED PROGRAMS**

The County has received proceeds from several federal and state grants. Periodic audits of these grants are required and certain costs may be questioned as not being appropriate expenditures under the grant agreements. Such audits could result in the refund of grant monies to grantor agencies. Management believes that any required refunds will be immaterial. No provision has been made in the accompanying financial statements for the refund of grant monies.

**CORONAVIRUS DISEASE (COVID-19)**

During the fiscal year 2020, the World Health Organization declared the spread of Coronavirus Disease (COVID-19) a worldwide pandemic. The COVID-19 pandemic has had significant effects on global markets, supply chains, businesses, and communities. Specific to the County, COVID-19 is expected to impact various parts of its fiscal year 2021-22 operations and financial results. Management believes the County is taking appropriate actions to mitigate the negative impact. However, the full impact of COVID-19 is unknown and cannot be reasonably estimated as events associated with the pandemic continue to develop.

**NOTE 7: SIGNIFICANT SUBSEQUENT EVENTS**

There have been no significant subsequent events.

**NOTE 8: PRIOR PERIOD ADJUSTMENT**

The governmental activities recorded an adjustment of \$28,789 to correct the outstanding liability for the Qualified Zone Academy Bond. Per the bank, the loan was paid off, but the County was still showing a remaining liability, so this amount was written off. This adjustment increased Governmental

The Anson Middle School construction project was consolidated within the General Fund last year, and reported as a separate capital project fund in the current period. The adjustment had no impact on fund balance in either fund because revenues equalled expenditures.

## NOTE 9: CHANGE IN ACCOUNTING PRINCIPLE

The County implemented Governmental Accounting Standards Board (GASB) Statement No. 84, Fiduciary Activities, effective July 1, 2020. The statement establishes criteria for identifying fiduciary activities of all state and local governments and provides guidance on how to report fiduciary activities of all state and local governments and provides guidance on how to report fiduciary activities within the financial statements. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities. The statement also describes four fiduciary funds that should be reported if criteria outlined in the statement are met: (1) pension (and other employee benefit) trust funds, (2) investment trust funds, (3) private-purpose trust funds, and (4) custodial funds. The use of agency funds was eliminated. The statement also provides for recognition of a liability to the beneficiaries in a fiduciary fund when an event has occurred that compels the government to disburse fiduciary resources.

As part of implementing the statement, the County performed a comprehensive review of its fiduciary relationships and applied the criteria within the guidance. As a result, fund balance and net position were restated as follows:

Governmental Activities Net Position - Increase (Decrease)	General Fund Balance - Increase (Decrease)	Nonmajor Special Revenue Fund Balance - Increase (Decrease)	Fiduciary Net Position - Custodial Fund - Increase (Decrease)	
\$ -	\$ -	\$ -	\$ 386,951	Cash, taxes receivables and liabilities related to ad valorem and vehicle property taxes collected by the County on behalf of various municipalities were reclassified out of the Agency Fund into a newly created Municipal Tax Custodial Fund. The portion of liabilities attributable taxes receivable at the beginning of the year were restated as custodial net position.
-	-	-	73,998	Cash related to funds held on behalf of incarcerated inmates was reclassified from the General Fund into fiduciary net position in a newly created Jail Inmate Pay Custodial Fund. This resulted in a restatement of fund balance that differed between the amount set up in the new custodial fund, because part of the cash balance was offset by a liability in the General Fund.
22,546	-	22,546	-	- Cash received under the Social Security Administration's Representative Payee Program net of liabilities owed for payments on behalf of beneficiaries were reclassified out of the Agency Fund into a newly created Representative Payee Fund. The portion of liabilities in the Agency Fund representing net cash available at the beginning of the year were restated as fund balance.
916	-	916	-	- Cash collected on judgements until such time as the monies are turned over to the court system were reclassified out of the Agency Fund into a newly created Sheriff Fees & Judgements Fund. The portion of liabilities in the Agency Fund representing net cash available at the beginning of the year were restated as fund balance.
<u>\$ 23,462</u>	<u>\$ -</u>	<u>\$ 23,462</u>	<u>\$ 460,949</u>	

## **REQUIRED SUPPLEMENTAL FINANCIAL DATA**

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This section contains additional information required by generally accepted accounting principles.

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Schedule of County's Proportionate Share of Net Pension Asset (LGERS)

Schedule of County Contributions (LGERS)

Schedule of County's Proportionate Share of Net Pension Asset (ROD)

Schedule of County Contributions (ROD)

Schedule of Changes in Total Pension Liability (LEOSSA)

Schedule of Total Pension Liability as a Percentage of Covered Payroll

Schedule of Changes in the Total OPEB Liability and Related Ratios

**Anson County**  
**Schedule of Proportionate Share of Net Pension Liability (Asset)**  
**Local Government Employees' Retirement System**  
**Last Eight Fiscal Years\***

<b>Local Government Employees' Retirement System</b>				
	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>
County's proportion of the net pension liability (asset) (%)	0.1327%	0.1288%	0.1258%	0.1327%
County's proportion of the net pension liability (asset) (\$)	\$ 4,743,366	\$3,516,335	\$ 2,985,118	\$ 2,027,441
County's covered payroll	\$10,239,863	\$9,520,727	\$ 8,385,464	\$ 8,494,657
County's proportionate share of the net pension liability as a percentage of its payroll	46.32%	36.93%	35.60%	23.87%
Plan fiduciary net position as a percentage of the total pension liability**	88.61%	90.86%	92.00%	94.18%
	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
County's proportion of the net pension liability (asset) (%)	0.1363%	13.5900%	0.1325%	0.1338%
County's proportion of the net pension liability (asset) (\$)	\$ 2,892,106	\$ 609,011	\$ 781,354	\$ 1,612,804
County's covered payroll	\$ 8,494,657	\$8,385,464	\$ 8,185,211	\$ 8,185,211
County's proportionate share of the net pension liability as a percentage of its payroll	34.05%	7.26%	9.55%	19.70%
Plan fiduciary net position as a percentage of the total pension liability**	91.47%	98.09%	102.64%	94.35%

\* The amounts presented for each fiscal year were determined as of the prior fiscal year ending June 30.

\*\* This will be the same percentage for all participant employers in the LGERS plan.

**Anson County**  
**Schedule of County Contributions**  
**Local Government Employees' Retirement System**  
**Last Eight Fiscal Years**

<b>Local Government Employees' Retirement System</b>				
	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>
Contractually required contribution	\$ 1,124,219	\$ 927,322	\$ 756,905	\$ 675,242
Contributions in relation to the contractually required contribution	1,124,219	927,322	756,905	675,242
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
County covered payroll	\$ 10,885,034	\$ 10,239,863	\$ 9,520,727	\$ 8,767,098
Contributions as a percentage of covered payroll	10.33%	9.06%	7.95%	7.70%
	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
Contractually required contribution	\$ 624,955	\$ 581,797	\$ 596,989	\$ 582,787
Contributions in relation to the contractually required contribution	624,955	581,797	596,989	582,787
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
County covered payroll	\$ 8,385,464	\$ 8,494,657	\$ 8,385,464	\$ 8,185,211
Contributions as a percentage of covered payroll	7.45%	6.85%	7.12%	7.12%

**Anson County**  
**Schedule of the County's Proportionate Share of the Net Pension Liability (Asset)**  
**Register of Deeds' Supplemental Pension Fund**  
**Last Eight Fiscal Years\***

	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>
County's proportionate share of the net pension liability (%)	0.1585%	0.1517%	0.1731%	0.1681%
County's proportionate share of the net pension liability (\$)	\$ (36,314)	\$ (29,943)	\$ (28,664)	\$ (28,691)
Plan fiduciary net position as a percentage of the total pension liability	173.62%	164.11%	153.31%	153.77%
	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
County's proportionate share of the net pension liability (%)	0.1715%	0.1757%	0.1780%	0.1690%
County's proportionate share of the net pension liability (\$)	\$ (32,060)	\$ (40,710)	\$ (40,339)	\$ (36,143)
Plan fiduciary net position as a percentage of the total pension liability	160.17%	197.29%	193.88%	190.50%

\* The amounts presented for the fiscal year were determined as of June 30.

**Anson County**  
**Schedule of County Contributions**  
**Register of Deeds' Supplemental Pension Fund**  
**Last Eight Fiscal Years\***

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
County's required contribution	\$ 1,659	\$ 1,517	\$ 1,442	\$ 1,481
Contributions in relation to contractually required contribution	<u>1,659</u>	<u>1,517</u>	<u>1,442</u>	<u>1,481</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
County's required contribution	\$ 1,401	\$ 3,233	\$ 3,358	\$ 1,453
Contributions in relation to contractually required contribution	<u>1,401</u>	<u>3,233</u>	<u>3,358</u>	<u>1,453</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**Anson County, North Carolina**  
**Schedule of Changes in Total Pension Liability**  
**Law Enforcement Officers' Special Separation Allowance**  
**Last Five Fiscal Years\***

	2021	2020	2019	2018	2017
Beginning balance	\$ 663,460	\$ 568,555	\$ 466,300	\$ 450,681	\$ 438,672
Service Cost	40,217	35,444	37,651	31,159	30,296
Interest on the total pension liability	21,569	20,405	14,483	17,088	15,292
Changes of benefit terms	-	-	-	-	-
Differences between expected and actual experience in the measurement of the total pension liability	(9,171)	31,884	93,605	(57,548)	-
Changes of assumptions or other inputs	308,544	23,150	(27,506)	40,898	(12,935)
Benefit Payments	(3,658)	(15,978)	(15,978)	(15,978)	(20,644)
Other changes	-	-	-	-	-
Ending balance of the total pension liability	<u>\$ 1,020,961</u>	<u>\$ 663,460</u>	<u>\$ 568,555</u>	<u>\$ 466,300</u>	<u>\$ 450,681</u>

\*The amounts presented for each fiscal year were determined as of the prior fiscal year ending December 31.



**Anson County, North Carolina**  
**Schedule of Total Pension Liability as a Percentage of Covered Payroll**  
**Law Enforcement Officers' Special Separation Allowance**  
**Last Five Fiscal Years**

	2021	2020	2019	2018	2017
Total Pension Liability	\$ 1,020,961	\$ 663,460	\$ 568,555	\$ -	\$ 450,681
Covered Payroll	1,571,257	1,477,753	1,421,458	1,366,868	1,227,828
Total Pension Liability as a percentage of covered payroll	64.98%	44.90%	40.00%	0.00%	36.71%

Notes to the schedule:

Anson County has no assets accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement 73 to pay related benefits.

**Anson County, North Carolina**  
**Schedule of Changes in the Total OPEB Liability and Related Ratios**  
**Last Four Fiscal Years**

	2021	2020	2019	2018
<b>Total OPEB Liability</b>				
Service cost	\$ 160,488	\$ 104,057	\$ 100,538	\$ 114,436
Interest	274,578	339,659	321,100	292,062
Changes of benefit terms	-	-	-	-
Differences between expected and actual experience	10,291	(1,508,169)	44,119	16,993
Changes of assumptions	1,588,715	490,596	(421,827)	(782,461)
Benefit payments	(321,377)	(314,225)	(346,768)	(302,845)
<b>Net change in total OPEB liability</b>	<b>1,712,695</b>	<b>(888,082)</b>	<b>(302,838)</b>	<b>(661,815)</b>
<b>Total OPEB liability - beginning</b>	<b>8,000,621</b>	<b>8,888,703</b>	<b>9,191,541</b>	<b>9,853,356</b>
<b>Total OPEB liability - ending</b>	<b>\$ 9,713,316</b>	<b>\$ 8,000,621</b>	<b>\$ 8,888,703</b>	<b>\$ 9,191,541</b>
 <b>Covered payroll</b>	 9,920,028	 9,920,028	 8,261,014	 8,261,014
<b>Total OPEB liability as a percentage of covered payroll</b>	 97.92%	 80.65%	 107.60%	 111.26%

**Notes to Schedule**

Changes of assumptions: Changes of assumptions and other inputs reflect the effects of changes in the discount rate of each period. The following are the discount rates used in each period:

<b><u>Fiscal Year</u></b>	<b><u>Rate</u></b>
2018	3.56%
2019	3.89%
2020	3.50%
2021	2.21%

# MAJOR FUNDS

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<b>General Fund:</b>	Accounts for resources traditionally associated with government that are not required legally or by sound financial management to be accounted for in other funds.
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**Anson County, North Carolina**  
**General Fund**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Year Ended June 30, 2021**

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Ad valorem taxes:			
Current Year Taxes	\$ 14,558,047	\$ 15,185,862	\$ 627,815
Prior Year Taxes	575,000	757,049	182,049
Deferred Taxes	35,000	14,927	(20,073)
Penalties and interest	237,984	340,191	102,207
Total	<u>15,406,031</u>	<u>16,298,029</u>	<u>891,998</u>
Local option sales tax:			
Article 39 one percent	541,117	781,448	240,331
Article 40 one - half percent	764,751	1,102,118	337,367
Article 42 one - half percent	218,215	328,326	110,111
Article 44 one - half percent	487,667	854,476	366,809
Article 46	505,500	468,679	(36,821)
Total	<u>2,517,250</u>	<u>3,535,047</u>	<u>1,017,797</u>
Other taxes & licenses:			
Deed stamp excise tax	38,500	78,222	39,722
Privilege licenses	800	1,055	255
Cablevision franchise tax	22,000	33,353	11,353
Scrap Tire Disposal Tax	34,000	60,598	26,598
Total	<u>95,300</u>	<u>173,228</u>	<u>77,928</u>
Unrestricted intergovernmental:			
Payments in lieu of taxes	31,000	29,112	(1,888)
ABC profit distribution	35,000	15,000	(20,000)
DMV - LPA State Revenues	78,850	76,872	(1,978)
Total	<u>144,850</u>	<u>120,984</u>	<u>(23,866)</u>
Restricted intergovernmental revenues:			
Federal Grants	5,527,685	5,821,619	293,934
State Grants	612,299	523,297	(89,002)
Lottery funds	109,082	-	(109,082)
ABC bottle tax	14,000	9,862	(4,138)
Controlled Substance tax	10,000	61,540	51,540
State imposed tipping fee	12,500	24,285	11,785
Court facilities fees	51,000	30,948	(20,052)
Trust Account Reimbursement	10,325	-	(10,325)
Other Grants	48,396	44,461	(3,935)
Total	<u>6,395,287</u>	<u>6,516,012</u>	<u>120,725</u>

**Anson County, North Carolina**  
**General Fund**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Year Ended June 30, 2021**

	Budget	Actual	Variance Positive (Negative)
Permits and fees:			
Building Permits	82,000	92,447	10,447
Zoning, building and inspection fees	10,000	9,975	(25)
Concealed Weapon Fees	3,635	23,460	19,825
Register of Deeds Fees	80,000	122,312	42,312
Total	175,635	248,194	72,559
Sales and services:			
Landfill Fees	1,800,000	2,405,016	605,016
Ambulance Services	964,500	899,610	(64,890)
Health Department Fees & Donations	1,232,627	988,478	(244,149)
Rents	271,920	74,446	(197,474)
Concessions & Recreation Fees	14,600	-	(14,600)
Jail and Officers' Fees	67,159	77,280	10,121
Aviation Fuel Sales & Fees	209,350	262,572	53,222
Library Fees & Donations	7,200	3,641	(3,559)
Map Sales	325	-	(325)
Assistance - Enterprise Funds	350,047	314,598	(35,449)
Reimbursements from Other Agencies	647,520	383,085	(264,435)
Civic Clubs & 4H Programs	49,000	13,182	(35,818)
Animal Shelter	-	5,135	5,135
Total	5,614,248	5,427,043	(187,205)
Investment earnings:	75,000	9,762	(65,238)
Miscellaneous:			
Sale of Fixed Assets	22,500	-	(22,500)
Other Miscellaneous	82,880	77,588	(5,292)
Total	105,380	77,588	(27,792)
Total revenues	\$ 30,528,981	\$ 32,405,887	\$ 1,876,906

**Anson County, North Carolina**  
**General Fund**  
**Statement of Revenues, Expenditures, and**  
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**For the Year Ended June 30, 2021**

	Budget	Actual	Variance Positive (Negative)
Expenditures:			
General Government:			
Governing Body:			
Salaries and Employee Benefits	\$ 574,907	\$ 559,576	\$ 15,331
Professional Services	82,227	84,344	(2,117)
Insurance	15,800	13,646	2,154
Operating Expenditures	87,375	73,570	13,805
Total	<u>760,309</u>	<u>731,136</u>	<u>29,173</u>
Administration:			
Salaries and Employee Benefits	209,846	331,525	(121,679)
Operating Expenditures	14,120	5,146	8,974
Total	<u>223,966</u>	<u>336,671</u>	<u>(112,705)</u>
Human Resources/Assistant County Manager:			
Salaries and Employee Benefits	157,717	152,561	5,156
Operating Expenditures	94,700	93,258	1,442
Total	<u>252,417</u>	<u>245,819</u>	<u>6,598</u>
Finance:			
Salaries and Employee Benefits	395,911	393,560	2,351
Operating Expenditures	190,893	245,557	(54,664)
Total	<u>586,804</u>	<u>639,117</u>	<u>(52,313)</u>
Tax Assessor:			
Salaries and Employee Benefits	329,437	239,014	90,423
Professional Services	38,000	24,000	14,000
Operating Expenditures	45,755	37,414	8,341
Total	<u>413,192</u>	<u>300,428</u>	<u>112,764</u>
Tax Collector:			
Salaries and Employee Benefits	191,347	151,598	39,749
Operating Expenditures	106,450	87,799	18,651
Total	<u>297,797</u>	<u>239,397</u>	<u>58,400</u>
Court Facilities:			
Operating Expenditures	<u>81,334</u>	<u>57,684</u>	<u>23,650</u>
Board of Elections:			
Salaries and Employee Benefits	181,339	141,723	39,616
Operating Expenditures	137,884	75,694	62,190
Total	<u>319,223</u>	<u>217,417</u>	<u>101,806</u>

**Anson County, North Carolina**  
**General Fund**  
**Statement of Revenues, Expenditures, and**  
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	Budget	Actual	Variance Positive (Negative)
Register of Deeds:			
Salaries and Employee Benefits	181,998	175,782	6,216
Operating Expenditures	55,375	59,644	(4,269)
Total	237,373	235,426	1,947
Data Processing:			
Salaries and Employee Benefits	171,626	167,979	3,647
Operating Expenditures	164,500	181,293	(16,793)
Capital Outlay	150,000	139,482	10,518
CARES (IT) - Capital Outlay	345,360	295,289	50,071
Total	831,486	784,043	47,443
Public Buildings:			
Courthouse Building			
Operating Expenditures	74,970	80,274	(5,304)
Capital Outlay	20,000	-	20,000
Total	94,970	80,274	14,696
Law Enforcement Building			
Operating Expenditures	152,966	128,166	24,800
Inspections Building:			
Operating Expenditures	20,054	13,095	6,959
Belk Building:			
Operating Expenditures	43,259	32,330	10,929
Total	43,259	32,330	10,929
Administrative Building:			
Operating Expenditures	98,892	103,109	(4,217)
Board of Elections Building:			
Operating Expenditures	23,900	19,294	4,606
Emergency Services Center:			
Operating Expenditures	157,251	136,964	20,287
Animal Shelter Building:			
Operating Expenditures	45,856	47,805	(1,949)
Total	45,856	47,805	(1,949)

**Anson County, North Carolina**  
**General Fund**  
**Statement of Revenues, Expenditures, and**  
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	Budget	Actual	Variance Positive (Negative)
Central Services:			
Gasoline	270,500	211,070	59,430
Less: Departmental Allocations	(264,000)	(218,144)	(45,856)
	<u>6,500</u>	<u>(7,074)</u>	<u>13,574</u>
Janitorial Services:			
Contracted Services	111,785	111,780	5
Less: Departmental Allocations	(111,785)	(111,784)	(1)
Total	<u>-</u>	<u>(4)</u>	<u>4</u>
Information Technology Services:			
Operating Expenditures	67,048	36,638	30,410
Capital Outlay	5,000	-	5,000
Less: Departmental Allocations	(72,048)	(72,048)	-
Total	<u>-</u>	<u>(35,410)</u>	<u>35,410</u>
Building Maintenance:			
Salaries and Employee Benefits	51,363	49,701	1,662
Operating Expenditures	11,660	4,349	7,311
Capital Outlay	4,047	-	4,047
Less: Departmental Allocations	(67,442)	(67,774)	332
Total	<u>(372)</u>	<u>(13,724)</u>	<u>13,352</u>
Veterans:			
Salaries and Employee Benefits	58,861	59,857	(996)
Operating Expenditures	13,260	6,688	6,572
Total	<u>72,121</u>	<u>66,545</u>	<u>5,576</u>
DMV-License Plate Agency			
Salaries and Employee Benefits	99,149	101,077	(1,928)
Operating Expenditures	5,720	2,710	3,010
Total	<u>104,869</u>	<u>103,787</u>	<u>1,082</u>
Total General Government	<u>4,824,167</u>	<u>4,462,295</u>	<u>361,872</u>
Public Safety:			
Sheriff and Communications:			
Salaries and Employee Benefits	2,441,668	2,390,378	51,290
Operating Expenditures	512,479	467,026	45,453
Capital Outlay	447,909	495,874	(47,965)
Total	<u>3,402,056</u>	<u>3,353,278</u>	<u>48,778</u>



**Anson County, North Carolina**  
**General Fund**  
**Statement of Revenues, Expenditures, and**  
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	Budget	Actual	Variance Positive (Negative)
Jail:			
Salaries and Employee Benefits	1,001,668	858,336	143,332
Contracted Services	120,000	98,350	21,650
Operating Expenditures	292,652	321,016	(28,364)
Total	1,414,320	1,277,702	136,618
Emergency Management:			
Salaries and Employee Benefits	136,392	134,016	2,376
Operating Expenditures	143,652	143,441	211
Total	280,044	277,457	2,587
Fire:			
Volunteer Fire Services	9,000	9,000	-
Building Inspections and Zoning:			
Salaries and Employee Benefits	137,536	140,948	(3,412)
Operating Expenditures	15,126	9,514	5,612
Total	152,662	150,462	2,200
Planning Department:			
Operating Expenditures	58,175	43,858	14,317
Total	58,175	43,858	14,317
Medical Examiner:			
Other operating expenditures	25,000	33,400	(8,400)
EMS:			
Salaries and Employee Benefits	1,135,608	1,130,194	5,414
Operating Expenditures	271,831	219,700	52,131
Capital Outlay	176,722	467,701	(290,979)
Total	1,584,161	1,817,595	(233,434)
911 Services:			
Salaries and Employee Benefits	653,265	664,393	(11,128)
Operating Expenditures	41,625	39,419	2,206
Total	694,890	703,812	(8,922)

**Anson County, North Carolina**  
**General Fund**  
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	Budget	Actual	Variance Positive (Negative)
Rescue Services:			
Contributions to Rescue Squads	34,000	34,000	-
Domestic Violence Coalition:			
Operating Expenditures	281,200	231,917	49,283
Animal Shelter			
Salaries and Employee Benefits	238,045	243,611	(5,566)
Operating Expenditures	71,538	56,710	14,828
Total	309,583	300,321	9,262
COVID			
Sheriff - Capital	375,484	350,818	24,666
EMS - Capital	164,936	151,465	13,471
Municipalities	280,548	278,548	2,000
Total	820,968	780,831	40,137
Total Public Safety	9,066,059	9,013,633	52,426
<b>Transportation:</b>			
Anson County Transit System:			
Salaries and Employee Benefits	550,061	588,358	(38,297)
Operating Expenditures	1,100,523	342,255	758,268
Capital Outlay	185,918	14,280	171,638
Total	1,836,502	944,893	891,609
Airport:			
Salaries and Employee Benefits	96,159	94,143	2,016
Operating Expenditures	224,612	264,642	(40,030)
Capital Outlay	-	8,392	(8,392)
Total	320,771	367,177	(46,406)
<b>Total Transportation</b>	2,157,273	1,312,070	845,203
<b>Environmental Protection:</b>			
Landfill/Solid Waste Management:			
Salaries and Employee Benefits	35,015	2,751	32,264
Operating Expenditures	68,117	56,858	11,259
Total	103,132	59,609	43,523
N.C. Forestry Service	109,372	103,599	5,773
<b>Total Environmental Protection</b>	212,504	163,208	49,296

**Anson County, North Carolina**  
**General Fund**  
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	Budget	Actual	Variance Positive (Negative)
<b>Economic and Physical Development:</b>			
Economic Development Commission:			
Professional Dues	106,050	106,012	38
Operating Expenditures	177,333	159,678	17,655
Total	283,383	265,690	17,693
Road Naming:			
Salaries and Employee Benefits	56,524	57,296	(772)
Operating Expenditures	14,072	9,333	4,739
Total	70,596	66,629	3,967
Cooperative Extension Service:			
Salaries and Employee Benefits	209,767	217,576	(7,809)
Operating Expenditures	91,256	40,459	50,797
Total	301,023	258,035	42,988
Soil Conservation Service:			
Salaries and Employee Benefits	110,796	88,296	22,500
Operating Expenditures	36,776	24,747	12,029
Capital Outlay	7,201	1,328	5,873
Total	154,773	114,371	40,402
<b>Total Economic and Physical         Development</b>	809,775	704,725	105,050
<b>Human Services:</b>			
<b>Health:</b>			
General:			
Salaries and Employee Benefits	8,241	57,783	(49,542)
Contracted Services	29,500	29,096	404
Operating Expenditures	172,244	113,168	59,076
Total	209,985	200,047	9,938

**Anson County, North Carolina**  
**General Fund**  
**Statement of Revenues, Expenditures, and**  
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	Budget	Actual	Variance Positive (Negative)
<b>Bioterrorism:</b>			
Salaries and Employee Benefits	215,848	46,969	168,879
Operating Expenditures	52,400	40,372	12,028
Total	268,248	87,341	180,907
<b>Tuberculosis Control:</b>			
Salaries and Employee Benefits	37,260	8,938	28,322
Professional Services	300	-	300
Operating Expenditures	3,750	-	3,750
Total	41,310	8,938	32,372
<b>Adult Health Services:</b>			
Salaries and Employee Benefits	173,940	112,410	61,530
Professional Services	5,000	4,740	260
Operating Expenditures	13,350	6,113	7,237
Total	192,290	123,263	69,027
<b>Environmental Health:</b>			
Salaries and Employee Benefits	160,850	196,024	(35,174)
Professional Services	-	8,250	(8,250)
Operating Expenditures	23,763	11,121	12,642
Total	184,613	215,395	(30,782)
<b>Health Promotion:</b>			
Salaries and Employee Benefits	61,873	42,401	19,472
Operating Expenditures	7,800	14,086	(6,286)
Total	69,673	56,487	13,186
<b>Maternal Health:</b>			
Salaries and Employee Benefits	174,359	36,310	138,049
Professional Services	4,700	4,101	599
Operating Expenditures	11,804	4,893	6,911
Total	190,863	45,304	145,559
<b>Family Planning:</b>			
Salaries and Employee Benefits	208,270	202,163	6,107
Professional Services	10,700	8,719	1,981
Operating Expenditures	60,055	29,281	30,774
Total	279,025	240,163	38,862

**Anson County, North Carolina**  
**General Fund**  
**Statement of Revenues, Expenditures, and**  
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	Budget	Actual	Variance Positive (Negative)
Women, Infants and Children-Gen Admin.			
Salaries and Employee Benefits	54,852	8,828	46,024
Total	54,852	8,828	46,024
Women, Infants and Children-Nutrition Education			
Salaries and Employee Benefits	41,004	55,444	(14,440)
Operating Expenditures	250	-	250
Total	41,254	55,444	(14,190)
Women, Infants and Children-Client Services			
Salaries and Employee Benefits	110,317	113,928	(3,611)
Professional Services	250	-	250
Operating Expenditures	28,721	4,616	24,105
Total	139,288	118,544	20,744
Women, Infants and Children-Breastfeeding Promotions			
Salaries and Employee Benefits	34,942	17,199	17,743
Operating Expenditures	1,293	-	1,293
Total	36,235	17,199	19,036
Epidemiology:			
Salaries and Employee Benefits	303,237	174,489	128,748
Professional Services	8,771	24,550	(15,779)
Operating Expenditures	50,730	19,106	31,624
Total	362,738	218,145	144,593
Food and Lodging:			
Operating Expenditures	750	-	750
Immunization Action Plan:			
Salaries and Employee Benefits	143,345	46,495	96,850
Operating Expenditures	48,537	30,527	18,010
Capital Outlay	6,000	-	6,000
Total	197,882	77,022	120,860
<b>Total Health</b>	<b>2,269,006</b>	<b>1,472,120</b>	<b>796,886</b>
<b>Mental Health:</b>			
Sandhills Mental Health	55,000	55,000	-
Anson County Council on Alcoholism	14,000	9,360	4,640
<b>Total Mental Health</b>	<b>69,000</b>	<b>64,360</b>	<b>4,640</b>

**Anson County, North Carolina**  
**General Fund**  
**Statement of Revenues, Expenditures, and**  
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**For the Year Ended June 30, 2021**

	Budget	Actual	Variance Positive (Negative)
<b>Social Services:</b>			
Administration:			
Salaries and Employee Benefits	3,115,667	2,985,342	130,325
Contracted Services	90,000	91,628	(1,628)
Operating Expenditures	227,798	200,341	27,457
Capital Outlay	344,778	283,066	61,712
Total	<u>3,778,243</u>	<u>3,560,377</u>	<u>217,866</u>
COVID-19			
Salaries and Employee Benefits	216,318	306,146	(89,828)
Operating Expenditures	11,000	18,731	(7,731)
Total	<u>227,318</u>	<u>324,877</u>	<u>(97,559)</u>
Work First Program:			
Operating Expenditures	<u>367,137</u>	<u>88,156</u>	<u>278,981</u>
Miscellaneous Services:			
Operating Expenditures	<u>49,000</u>	<u>63,649</u>	<u>(14,649)</u>
Child Daycare Program:			
Operating Expenditures	<u>25,000</u>	<u>570</u>	<u>24,430</u>
Title XIX Transportation			
Operating Expenditures	<u>197,000</u>	<u>172,824</u>	<u>24,176</u>
TANF			
Operating Expenditures	<u>820</u>	<u>-</u>	<u>820</u>
Foster Care:			
Operating Expenditures	<u>62,800</u>	<u>28,864</u>	<u>33,936</u>
Title IV-E Foster Care:			
Operating Expenditures	<u>250,000</u>	<u>264,473</u>	<u>(14,473)</u>
Medicaid Program:			
Operating Expenditures	<u>190,500</u>	<u>168,774</u>	<u>21,726</u>
Crisis Intervention:			
Operating Expenditures	<u>753,423</u>	<u>705,276</u>	<u>48,147</u>
Public Assistance:			
Operating Expenditures	<u>32,530</u>	<u>24,512</u>	<u>8,018</u>
Trust Account	<u>9,000</u>	<u>5,515</u>	<u>3,485</u>
<b>Total social services</b>	<u>5,942,771</u>	<u>5,407,867</u>	<u>534,904</u>

**Anson County, North Carolina**  
**General Fund**  
**Statement of Revenues, Expenditures, and**  
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	Budget	Actual	Variance Positive (Negative)
<b>Other Human Services:</b>			
Elderly Services:			
Activity Center:			
Salaries and Employee Benefits	36,135	37,197	(1,062)
Operating Expenditures	119,804	79,839	39,965
Total	155,939	117,036	38,903
 Title III - Chore and Transportation:			
Salaries and Employee Benefits	167,382	168,347	(965)
Operating Expenditures	104,159	8,856	95,303
Total	271,541	177,203	94,338
 Home Delivered Nutrition Services:			
Salaries and Employee Benefits	42,536	39,142	3,394
Operating Expenditures	76,700	69,115	7,585
Total	119,236	108,257	10,979
 Congregate Nutrition Services:			
Salaries and Employee Benefits	76,904	80,380	(3,476)
Operating Expenditures	54,275	38,141	16,134
Total	131,179	118,521	12,658
 Aging - Planning and Administration:			
Operating Expenditures	4,000	4,030	(30)
 <b>Total Elderly Services</b>	681,895	525,047	156,848
 Youth Services:			
Youth Services Advisory Council:			
Operating Expenditures	1,000	1,000	-
 4-H Youth Promise:			
Salaries and Employee Benefits	110,253	109,203	1,050
Operating Expenditures	33,772	31,714	2,058
	144,025	140,917	3,108
 <b>Total Youth Services</b>	145,025	141,917	3,108
 <b>Total Other Human Services</b>	826,920	666,964	159,956
 <b>Total Human Services</b>	9,107,697	7,611,311	1,496,386

**Anson County, North Carolina**  
**General Fund**  
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	Budget	Actual	Variance Positive (Negative)
<b>Cultural and Recreational:</b>			
Library:			
Salaries and Employee Benefits	204,900	190,939	13,961
Operating Expenditures	36,892	28,109	8,783
Sandhills Regional Library System	10,000	11,800	(1,800)
Total	251,792	230,848	20,944
Parks and Recreation:			
Salaries and Employee Benefits	318,590	294,730	23,860
Operating Expenditures	121,093	93,105	27,988
Total	439,683	387,835	51,848
Library Building:			
Operating Expenditures	49,082	42,942	6,140
Total	49,082	42,942	6,140
<b>Total Cultural and Recreation</b>	740,557	661,625	78,932
<b>Education:</b>			
Public schools - current expense	3,694,598	3,694,598	-
Public schools - capital outlay	501,632	404,267	97,365
Public schools - contribution	166,667	166,667	-
Public schools - grant	657,918	588,251	69,667
Community colleges - current	560,629	560,629	-
Community colleges - capital outlay	233,250	233,250	-
Community colleges - contribution	162,500	162,497	3
<b>Total Education</b>	5,977,194	5,810,159	167,035
<b>Debt service:</b>			
Principal retirement	917,933	917,851	82
Interest and fees	91,020	91,020	-
<b>Total debt service</b>	1,008,953	1,008,871	82
<b>Contingency</b>	521,706	-	521,706
<b>TOTAL EXPENDITURES</b>	\$ 34,425,885	\$ 30,747,897	\$ 3,677,988
<b>REVENUES UNDER EXPENDITURES</b>	\$ (3,896,904)	\$ 1,657,990	\$ 5,554,894



**Anson County, North Carolina**  
**General Fund**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Year Ended June 30, 2021**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>OTHER FINANCING SOURCES (USES):</b>			
Transfers from (to) other funds:			
Revaluation Fund	(75,000)	(75,000)	-
Public School Capital Outlay Reserve Fund	392,550	392,550	-
Capital Projects Funds - Airport	(19,667)	(16,667)	3,000
Capital Projects Funds - AMS	-	(42,600)	(42,600)
Loan proceeds	208,367	208,367	-
Appropriated fund balance	3,390,654	-	(3,390,654)
	<u>\$ 3,896,904</u>	<u>\$ 466,650</u>	<u>\$ (3,430,254)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u><u>\$ -</u></u>	<u>2,124,640</u>	<u><u>\$ 2,124,640</u></u>
FUND BALANCE, BEGINNING		<u>21,106,964</u>	
FUND BALANCE, ENDING		<u><u>\$ 23,231,604</u></u>	

**Anson County, North Carolina**  
**Revaluation Fund**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Year Ended June 30, 2021**

	Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Investment earnings	\$ -	\$ 149	\$ 149
<b>Expenditures</b>			
General Government:			
Revaluation	75,000	-	75,000
<b>Revenues over (under) expenditures</b>	(75,000)	149	75,149
<b>Other Financing Sources (Uses)</b>			
Transfer from General Fund	75,000	75,000	-
<b>Total Other Financing Sources (Uses)</b>	75,000	75,000	-
<b>Net change in fund balance</b>	<u>\$ -</u>	75,149	<u>\$ 75,149</u>
<b>Fund balance, beginning</b>		<u>334,572</u>	
<b>Fund balance, ending</b>		<u>\$ 409,721</u>	

**Anson County, North Carolina**  
**Public School Capital Outlay Reserve Fund**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Year Ended June 30, 2021**

	Budget	Actual	Variance Positive (Negative)
<b>Revenue</b>			
Local option sales tax	\$ 391,550	\$ 964,826	\$ 573,276
Investment Earnings	1,000	912	(88)
Total Revenues	<u>392,550</u>	<u>965,738</u>	<u>573,188</u>
<b>Expenditures</b>			
Public School Reserve	<u>90,000</u>	<u>-</u>	<u>90,000</u>
Total Expenditures	<u>90,000</u>	<u>-</u>	<u>90,000</u>
<b>Revenues over (under) expenditures</b>	<u>302,550</u>	<u>965,738</u>	<u>663,188</u>
<b>OTHER FINANCING SOURCES</b>			
Transfer to General Fund	<u>(302,550)</u>	<u>(392,550)</u>	<u>(90,000)</u>
Net change in fund balance	<u>\$ -</u>	<u>573,188</u>	<u>\$ 573,188</u>
Fund balance, beginning		<u>1,932,059</u>	
Fund balance, ending		<u>\$ 2,505,247</u>	

## NON-MAJOR GOVERNMENTAL FUNDS

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Non-Major Governmental Funds are Special Revenue Funds and Capital Project Funds.

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**Anson County, North Carolina**  
**Combining Balance Sheet**  
**Non-Major Governmental Funds**  
**June 30, 2021**

Exhibit C-1

	Special Revenue Funds								
	Fire Districts Fund	Emergency Telephone System - 911 Fund	Representative Payee Fund	Deed of Trust Fund	Fines and Forfeitures Fund	Library Trust Fund	Sheriff Fees & Judgements Fund	CDBG Scattered Housing Fund	Total Non- Major Special Revenue Funds
<b>Assets:</b>									
Cash and cash equivalents	\$ 69,645	\$ 217,907	\$ 48,486	\$ -	\$ -	\$ 14,545	\$ 913	\$ 1,713	\$ 353,209
Taxes receivable, net	200,220	-	-	-	-	-	-	-	200,220
Accounts receivable, net	-	14,343	-	-	5,777	-	-	-	20,120
Total assets	<u>269,865</u>	<u>232,250</u>	<u>48,486</u>	<u>-</u>	<u>5,777</u>	<u>14,545</u>	<u>913</u>	<u>1,713</u>	<u>573,549</u>
<b>Liabilities and Fund Balances:</b>									
<b>Liabilities:</b>									
Due to General Fund	-	-	-	-	-	-	-	-	-
Accounts payable and accrued liabilities	51,933	517	-	-	5,777	-	-	-	58,227
Total liabilities	<u>51,933</u>	<u>517</u>	<u>-</u>	<u>-</u>	<u>5,777</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>58,227</u>
<b>Deferred Inflows of Resources</b>									
Property Taxes Receivable	200,220	-	-	-	-	-	-	-	200,220
Prepaid Taxes	4,278	-	-	-	-	-	-	-	4,278
Total Deferred Inflows of Resources	<u>204,498</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>204,498</u>
<b>Fund Balances:</b>									
<b>Restricted:</b>									
Stabilization by State Statute	-	14,343	-	-	5,777	-	-	-	20,120
Public safety	13,434	217,390	-	-	-	-	913	-	231,737
Health Services	-	-	48,486	-	-	-	-	-	48,486
Transportation	-	-	-	-	-	-	-	-	-
Economic and physical development	-	-	-	-	-	-	-	1,713	1,713
Community development	-	-	-	-	-	14,545	-	-	14,545
Unassigned	-	-	-	-	(5,777)	-	-	-	(5,777)
Total fund balances	<u>13,434</u>	<u>231,733</u>	<u>48,486</u>	<u>-</u>	<u>-</u>	<u>14,545</u>	<u>913</u>	<u>1,713</u>	<u>310,824</u>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<u>\$ 269,865</u>	<u>\$ 232,250</u>	<u>\$ 48,486</u>	<u>\$ -</u>	<u>\$ 5,777</u>	<u>\$ 14,545</u>	<u>\$ 913</u>	<u>\$ 1,713</u>	<u>\$ 573,549</u>

**Anson County, North Carolina**  
**Combining Balance Sheet**  
**Non-Major Governmental Funds**  
**June 30, 2021**

Exhibit C-1

	Capital Project Funds			
	Airport	Anson Middle School Construction Fund	Total Non- Major Capital Project Funds	Total Non- Major Governmental Funds
<b>Assets:</b>				
Cash and cash equivalents	\$ 339,580	\$ -	\$ 339,580	\$ 692,789
Taxes receivable, net	-	-	-	200,220
Accounts receivable, net	-	-	-	20,120
Total assets	<u>339,580</u>	<u>-</u>	<u>339,580</u>	<u>913,129</u>
<b>Liabilities and Fund Balances:</b>				
<b>Liabilities:</b>				
Due to General Fund	86,214	-	86,214	86,214
Accounts payable and accrued liabilities	18,853	-	18,853	77,080
Total liabilities	<u>105,067</u>	<u>-</u>	<u>105,067</u>	<u>163,294</u>
<b>Deferred Inflows of Resources</b>				
Property Taxes Receivable	-	-	-	200,220
Prepaid Taxes	-	-	-	4,278
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>204,498</u>
<b>Fund Balances:</b>				
<b>Restricted:</b>				
Stabilization by State Statute	-	-	-	20,120
Public safety	-	-	-	231,737
Health Services	-	-	-	48,486
Transportation	234,513	-	234,513	234,513
Economic and physical development	-	-	-	1,713
Community development	-	-	-	14,545
Unassigned	-	-	-	(5,777)
Total fund balances	<u>234,513</u>	<u>-</u>	<u>234,513</u>	<u>545,337</u>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<u>\$ 339,580</u>	<u>\$ -</u>	<u>\$ 339,580</u>	<u>\$ 913,129</u>

**Anson County, North Carolina**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Non-Major Governmental Funds**  
**For the Year Ended June 30, 2021**

Exhibit C-2

	Special Revenue Funds								Total Non-Major Special Revenue Funds
	Fire Districts Fund	Emergency Telephone System - 911 Fund	Representative Payee Fund	Deed of Trust Fund	Fines and Forfeitures Fund	Library Trust Fund	Sheriff Fees & Judgements Fund	CDBG Scattered Housing Fund	
Revenues:									
Ad valorem taxes	\$ 1,527,796	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,527,796
Other taxes and licenses	-	172,122	-	-	-	-	-	-	172,122
Restricted intergovernmental revenues	-	-	145,151	-	-	-	-	-	145,151
Sales and services	-	-	-	-	65,477	-	13,894	-	79,371
Permits and fees	-	-	-	12,543	-	-	-	-	12,543
Investment Earnings	10,411	93	-	-	-	6	-	-	10,510
Total revenues	<u>1,538,207</u>	<u>172,215</u>	<u>145,151</u>	<u>12,543</u>	<u>65,477</u>	<u>6</u>	<u>13,894</u>	<u>-</u>	<u>1,947,493</u>
Expenditures:									
Current:									
General government	-	-	-	12,543	65,477	-	-	-	78,020
Public safety	1,530,310	166,636	-	-	-	-	8,568	-	1,705,514
Transportation	-	-	-	-	-	-	-	-	-
Human services	-	-	119,211	-	-	-	-	-	119,211
Education	-	-	-	-	-	-	-	-	-
Total expenditures	<u>1,530,310</u>	<u>166,636</u>	<u>119,211</u>	<u>12,543</u>	<u>65,477</u>	<u>-</u>	<u>8,568</u>	<u>-</u>	<u>1,902,745</u>
Excess (deficiency) of revenues over expenditures	<u>7,897</u>	<u>5,579</u>	<u>25,940</u>	<u>-</u>	<u>-</u>	<u>6</u>	<u>5,326</u>	<u>-</u>	<u>44,748</u>
Other financing sources (uses):									
Transfer (to) from General Fund	-	-	-	-	-	14,539	(5,329)	-	9,210
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>14,539</u>	<u>(5,329)</u>	<u>-</u>	<u>9,210</u>
Net change in fund balances	<u>7,897</u>	<u>5,579</u>	<u>25,940</u>	<u>-</u>	<u>-</u>	<u>14,545</u>	<u>(3)</u>	<u>-</u>	<u>53,958</u>
Fund balances, beginning	<u>5,537</u>	<u>226,154</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,713</u>	<u>233,404</u>
Prior period restatement - change in accounting principle	<u>-</u>	<u>-</u>	<u>22,546</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>916</u>	<u>-</u>	<u>23,462</u>
Fund balances, beginning as restated	<u>5,537</u>	<u>226,154</u>	<u>22,546</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>916</u>	<u>1,713</u>	<u>256,866</u>
Fund balances, ending	<u>\$ 13,434</u>	<u>\$ 231,733</u>	<u>\$ 48,486</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,545</u>	<u>\$ 913</u>	<u>\$ 1,713</u>	<u>\$ 310,824</u>

**Anson County, North Carolina**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Non-Major Governmental Funds**  
**For the Year Ended June 30, 2021**

Exhibit C-2

	Capital Project Funds			
		Anson		
	Airport	Middle		Total Non-
	Construction	School	Total Non-	Major
	Project Fund	Construction	Major Capital	Governmental
		Fund	Project Funds	Funds
Revenues:				
Ad valorem taxes	\$ -	\$ -	\$ -	\$ 1,527,796
Other taxes and licenses	-	-	-	172,122
Restricted intergovernmental revenues	241,011	-	241,011	386,162
Sales and services	-	-	-	79,371
Permits and fees	-	-	-	12,543
Investment Earnings	-	-	-	10,510
Total revenues	<u>241,011</u>	<u>-</u>	<u>241,011</u>	<u>2,188,504</u>
Expenditures:				
Current:				
General government	-	-	-	78,020
Public safety	-	-	-	1,705,514
Transportation	301,018	-	301,018	301,018
Human services	-	-	-	119,211
Education	-	42,600	42,600	42,600
Total expenditures	<u>301,018</u>	<u>42,600</u>	<u>343,618</u>	<u>2,246,363</u>
Excess (deficiency) of revenues over expenditures	<u>(60,007)</u>	<u>(42,600)</u>	<u>(102,607)</u>	<u>(57,859)</u>
Other financing sources (uses):				
Transfer (to) from General Fund	16,668	42,600	59,268	68,478
Total other financing sources (uses)	<u>16,668</u>	<u>42,600</u>	<u>59,268</u>	<u>68,478</u>
Net change in fund balances	<u>(43,339)</u>	<u>-</u>	<u>(43,339)</u>	<u>10,619</u>
Fund balances, beginning	<u>277,852</u>	<u>-</u>	<u>277,852</u>	<u>511,256</u>
Prior period restatement - change in accounting principle	<u>-</u>	<u>-</u>	<u>-</u>	<u>23,462</u>
Fund balances, beginning as restated	<u>277,852</u>	<u>-</u>	<u>277,852</u>	<u>534,718</u>
Fund balances, ending	<u>\$ 234,513</u>	<u>\$ -</u>	<u>\$ 234,513</u>	<u>\$ 545,337</u>



**Anson County, North Carolina**  
**Fire Districts Fund**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Year Ended June 30, 2021**

	Budget	Actual	Variance Positive (Negative)
<b>Revenues:</b>			
Ad valorem taxes:			
Current Year Taxes	\$ 1,413,952	\$ 1,527,796	\$ 113,844
Total	<u>1,413,952</u>	<u>1,527,796</u>	<u>113,844</u>
Investment Earnings	4,350	10,411	6,061
<b>Total Revenues</b>	<u>1,418,302</u>	<u>1,538,207</u>	<u>119,905</u>
<b>Expenditures</b>			
<b>Public Safety:</b>			
Ansonville Fire District	156,891	157,601	(710)
Burnsville Fire District	151,172	163,726	(12,554)
Gulledge Fire District	129,731	144,115	(14,384)
Lanesboro Fire District	208,223	229,920	(21,697)
Lilesville Fire District	325,966	348,399	(22,433)
Morven Fire District	179,628	200,740	(21,112)
Wadesboro Fire District	262,341	279,988	(17,647)
NCVTS Fees/Costs	4,350	5,821	(1,471)
<b>Total Expenditures</b>	<u>1,418,302</u>	<u>1,530,310</u>	<u>(112,008)</u>
 <b>Net change in fund balance</b>	 <u>\$ -</u>	 7,897	 <u>\$ 7,897</u>
<b>Fund balance, beginning</b>		<u>5,537</u>	
<b>Fund balance, ending</b>		<u>\$ 13,434</u>	

**Anson County, North Carolina**  
**Emergency Telephone System - 911 Fund**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Year Ended June 30, 2021**

	Budget	Actual	Variance Positive (Negative)
<b>Revenues:</b>			
Other Taxes and Licenses:			
Access Facility Fees	\$ 172,122	\$ 172,122	\$ -
Restricted intergovernmental revenues:			
Investment Earnings	-	93	93
<b>Total Revenues</b>	<u>172,122</u>	<u>172,215</u>	<u>93</u>
<b>Expenditures</b>			
Public Safety:			
Training	300	730	(430)
System Trunk Lines	14,500	12,412	2,088
Service Contracts	154,322	145,171	9,151
Computers and Equipment	-	1,348	(1,348)
Equipment Maintenance	3,000	-	3,000
911 Grant Funds (ES Center)	-	6,975	(6,975)
<b>Total Expenditures</b>	<u>172,122</u>	<u>166,636</u>	<u>5,486</u>
<b>Revenues over (under) expenditures</b>	<u>-</u>	<u>5,579</u>	<u>5,579</u>
<b>Other Financing Sources (Uses)</b>			
Appropriated Fund Balance	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balance</b>	<u>\$ -</u>	<u>5,579</u>	<u>\$ 5,579</u>
<b>Fund balance, beginning</b>		<u>226,154</u>	
<b>Fund balance, ending</b>		<u>\$ 231,733</u>	

**Anson County, North Carolina**  
**Representative Payee Fund**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Year Ended June 30, 2021**

	Budget	Actual	Variance Positive (Negative)
<b>Revenues:</b>			
Restricted intergovernmental	\$ -	\$ 145,151	\$ 145,151
Investment earnings	-	-	-
<b>Total Revenues</b>	<u>-</u>	<u>145,151</u>	<u>145,151</u>
<b>Expenditures</b>			
Human services			
Payments made for the benefit of beneficiaries	-	119,211	(119,211)
<b>Total Expenditures</b>	<u>-</u>	<u>119,211</u>	<u>(119,211)</u>
<b>Net change in fund balance</b>	<u>\$ -</u>	25,940	<u>\$ 25,940</u>
<b>Fund balance, beginning</b>		-	
<b>Prior period restatement - change in accounting principle</b>		<u>22,546</u>	
<b>Fund balance, beginning, restated</b>		<u>22,546</u>	
<b>Fund balance, ending</b>		<u>\$ 48,486</u>	

**Anson County, North Carolina**  
**Deed of Trust Fund**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Year Ended June 30, 2021**

	Budget	Actual	Variance Positive (Negative)
<b>Revenues:</b>			
Permits and fees			
Register of deeds	\$ -	\$ 12,543	\$ 12,543
<b>Total Revenues</b>	<u>-</u>	<u>12,543</u>	<u>12,543</u>
<b>Expenditures</b>			
General government			
Payments of fees collected to the State of			
North Carolina	-	12,543	(12,543)
<b>Total Expenditures</b>	<u>-</u>	<u>12,543</u>	<u>(12,543)</u>
<b>Net change in fund balance</b>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
<b>Fund balance, beginning</b>		<u>-</u>	
<b>Fund balance, ending</b>		<u>\$ -</u>	

**Anson County, North Carolina**  
**Fines and Forfeitures Fund**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Year Ended June 30, 2021**

	Budget	Actual	Variance Positive (Negative)
<b>Revenues:</b>			
Sales and services			
Penalties, fines and forfeitures	\$ -	\$ 65,477	\$ 65,477
<b>Total Revenues</b>	<u>-</u>	<u>65,477</u>	<u>65,477</u>
<b>Expenditures</b>			
General government			
Payments of penalties, fines and			
forfeitures to the Anson County Board of			
Education	-	65,477	(65,477)
<b>Total Expenditures</b>	<u>-</u>	<u>65,477</u>	<u>(65,477)</u>
<b>Net change in fund balance</b>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
<b>Fund balance, beginning</b>		<u>-</u>	
<b>Fund balance, ending</b>		<u>\$ -</u>	

**Anson County, North Carolina**  
**Library Trust Fund**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Year Ended June 30, 2021**

	Budget	Actual	Variance Positive (Negative)
<b>Revenues:</b>			
Investment earnings			
Investment interests	\$ -	\$ 6	\$ 6
<b>Total Revenues</b>	<u>-</u>	<u>6</u>	<u>6</u>
<b>Expenditures</b>			
Community development			
Library fees	-	-	-
<b>Total Expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Revenues over (under) expenditures</b>	<u>-</u>	<u>6</u>	<u>6</u>
<b>Other Financing Sources (Uses)</b>			
Transfer from General Fund	-	14,539	14,539
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>14,539</u>	<u>14,539</u>
<b>Net change in fund balance</b>	<u>\$ -</u>	<u>14,545</u>	<u>\$ 14,545</u>
<b>Fund balance, beginning</b>		<u>-</u>	
<b>Fund balance, ending</b>		<u>\$ 14,545</u>	

**Anson County, North Carolina**  
**Sheriff Fees & Judgements Fund**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**For the Year Ended June 30, 2021**

	Budget	Actual	Variance Positive (Negative)
<b>Revenues:</b>			
Sales and services			
Sheriff fees and judgements	\$ -	\$ 13,894	\$ 13,894
<b>Total Revenues</b>	<u>-</u>	<u>13,894</u>	<u>13,894</u>
<b>Expenditures</b>			
Public safety			
Sheriff judgement/execution cost	-	8,500	(8,500)
Bank fees	-	68	(68)
<b>Total Expenditures</b>	<u>-</u>	<u>8,568</u>	<u>(8,568)</u>
<b>Revenues over (under) expenditures</b>	<u>-</u>	<u>5,326</u>	<u>5,326</u>
<b>Other Financing Sources (Uses)</b>			
Transfer from (to) General Fund	-	(5,329)	(5,329)
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>(5,329)</u>	<u>(5,329)</u>
<b>Net change in fund balance</b>	<u>\$ -</u>	<u>(3)</u>	<u>\$ (3)</u>
<b>Fund balance, beginning</b>		-	
Prior period restatement - change in accounting principle		916	
<b>Fund balance, beginning, restated</b>		<u>916</u>	
<b>Fund balance, ending</b>		<u>\$ 913</u>	

**Anson County, North Carolina**  
**CDBG Scattered Housing GT Project**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**From Inception and For the Year Ended June 30, 2021**

		Actual			Variance
	Project Authorization	Prior Years	Current Year	Total to Date	Positive (Negative)
<b>Revenues:</b>					
Restricted Intergovernmental Revenues:					
CDBG Grant	\$ 225,000	\$ 17,037	\$ -	\$ 17,037	\$ (207,963)
<b>Total Revenues</b>	<u>225,000</u>	<u>17,037</u>	<u>-</u>	<u>17,037</u>	<u>(207,963)</u>
<b>Expenditures</b>					
Economic and Physical Development:					
Rehabilitation	180,000	606	-	606	179,394
Administration	22,500	2,500	-	2,500	20,000
Local Option Emergency	25,180	14,897	-	14,897	10,283
<b>Total Expenditures</b>	<u>227,680</u>	<u>18,003</u>	<u>-</u>	<u>18,003</u>	<u>209,677</u>
<b>Revenues over (under) expenditures</b>	<u>(2,680)</u>	<u>(966)</u>	<u>-</u>	<u>(966)</u>	<u>1,714</u>
<b>Other Financing Sources (Uses)</b>					
Transfer from General Fund	2,680	2,679	-	2,679	(1)
<b>Total Other Financing Sources (Uses)</b>	<u>2,680</u>	<u>2,679</u>	<u>-</u>	<u>2,679</u>	<u>(1)</u>
<b>Net change in fund balance</b>	<u>\$ -</u>	<u>\$ 1,713</u>	<u>-</u>	<u>\$ 1,713</u>	<u>\$ 1,713</u>
<b>Fund balance, beginning</b>			<u>1,713</u>		
<b>Fund balance, ending</b>			<u>\$ 1,713</u>		



**Anson County, North Carolina**  
**Airport Construction Project Fund**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**From Inception and For the Year Ended June 30, 2021**

	Project Authorization	Actual			Total to Date	Variance Positive (Negative)
		Prior Years	Current Year	Closed Out Projects		
<b>Revenues:</b>						
Restricted Intergovernmental Revenues:						
Division of Aviation Grants	\$ 1,449,658	\$ 2,405,043	\$ 241,011	\$ (2,451,474)	\$ 194,580	\$ (1,255,078)
<b>Total Revenues</b>	<u>1,449,658</u>	<u>2,405,043</u>	<u>241,011</u>	<u>(2,451,474)</u>	<u>194,580</u>	<u>(1,255,078)</u>
<b>Expenditures</b>						
Transportation:						
Engineering	305,000	492,006	143,739	-	635,745	(330,745)
Land Acquisition	57,000	48,397	-	(48,397)	-	57,000
Construction	1,415,398	2,245,798	157,279	(2,403,077)	-	1,415,398
<b>Total Expenditures</b>	<u>1,777,398</u>	<u>2,786,201</u>	<u>301,018</u>	<u>(2,451,474)</u>	<u>635,745</u>	<u>1,141,653</u>
<b>Revenues over (under) expenditures</b>	(327,740)	(381,158)	(60,007)	-	(441,165)	(113,425)
<b>Other Financing Sources (Uses)</b>						
Transfer from General Fund	1,535,980	659,010	16,668	-	675,678	860,302
<b>Total Other Financing Sources (Uses)</b>	<u>1,535,980</u>	<u>659,010</u>	<u>16,668</u>	<u>-</u>	<u>675,678</u>	<u>860,302</u>
<b>Net change in fund balance</b>	<u>\$ 1,208,240</u>	<u>\$ 277,852</u>	(43,339)	<u>\$ -</u>	<u>\$ 234,513</u>	<u>\$ (973,727)</u>
<b>Fund balance, beginning</b>			277,852			
<b>Fund balance, ending</b>			<u>\$ 234,513</u>			

**Anson County, North Carolina**  
**Anson Middle School Construction Fund**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**From Inception and For the Year Ended June 30, 2021**

		Actual			Variance
	Project Authorization	Prior Years	Current Year	Total to Date	Positive (Negative)
<b>Revenues:</b>					
Restricted Intergovernmental Revenues:					
Needs-Based PSCF Grant	\$ -	\$ 697,732	\$ -	\$ 697,732	\$ 697,732
<b>Total Revenues</b>	<u>-</u>	<u>697,732</u>	<u>-</u>	<u>697,732</u>	<u>697,732</u>
<b>Expenditures</b>					
Education					
Engineering	-	930,310	42,600	972,910	(972,910)
<b>Total Expenditures</b>	<u>-</u>	<u>930,310</u>	<u>42,600</u>	<u>972,910</u>	<u>(972,910)</u>
<b>Revenues over (under) expenditures</b>	<u>-</u>	<u>(232,578)</u>	<u>(42,600)</u>	<u>(275,178)</u>	<u>(275,178)</u>
<b>Other Financing Sources (Uses)</b>					
Transfer from General Fund	-	232,578	42,600	275,178	275,178
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>232,578</u>	<u>42,600</u>	<u>275,178</u>	<u>275,178</u>
<b>Net change in fund balance</b>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Fund balance, beginning</b>			<u>-</u>		
<b>Fund balance, ending</b>			<u>\$ -</u>		

## ENTERPRISE FUNDS

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Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the governing body has decided that periodic determination of net income is appropriate for accountability purposes.

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**Anson County, North Carolina**  
**Enterprise Funds**  
**Combining Statement of Net Position**  
**June 30, 2021**

	Water Fund	Waste Water Fund	Total
Assets:			
Current assets:			
Cash and cash equivalents	\$ 6,170,090	\$ 2,900,166	\$ 9,070,256
Accounts receivable, net	214,513	209,585	424,098
Due from other governments	-	41,098	41,098
Inventories	248,619	4,713	253,332
Total current assets	<u>6,633,222</u>	<u>3,155,562</u>	<u>9,788,784</u>
Restricted Cash and Cash Equivalents	1,548,890	1,848,033	3,396,923
Capital assets, net of depreciation	14,586,421	8,832,417	23,418,838
Total assets	<u>22,768,533</u>	<u>13,836,012</u>	<u>36,604,545</u>
Deferred Outflows of Resources			
Pension related deferrals	174,517	82,163	256,680
OPEB related deferrals	266,128	78,297	344,425
Total deferred outflows of resources	<u>440,645</u>	<u>160,460</u>	<u>601,105</u>
Liabilities:			
Current liabilities:			
Accounts payable and accrued liabilities	198,808	69,996	268,804
Customer deposits	110,832	-	110,832
Due to other funds	-	4,205	4,205
Bond and notes payable	89,411	-	89,411
Total current liabilities	<u>399,051</u>	<u>74,201</u>	<u>473,252</u>
Noncurrent liabilities:			
Compensated absences	106,488	46,516	153,004
Total OPEB liability	1,274,387	374,934	1,649,321
Net pension liability	283,681	133,557	417,238
Bond and notes payable	794,455	-	794,455
Total noncurrent liabilities	<u>2,459,011</u>	<u>555,007</u>	<u>3,014,018</u>
Total liabilities	<u>2,858,062</u>	<u>629,208</u>	<u>3,487,270</u>
Deferred Inflows of Resources			
Pension related deferrals	458	216	674
OPEB related deferrals	205,048	60,327	265,375
Total deferred inflows of resources	<u>205,506</u>	<u>60,543</u>	<u>266,049</u>
Net Position:			
Net investment in capital assets	13,702,555	8,832,417	22,534,972
Unrestricted	6,443,055	4,474,304	10,917,359
Total net position	<u>\$ 20,145,610</u>	<u>\$ 13,306,721</u>	<u>\$ 33,452,331</u>

**Anson County, North Carolina**  
**Enterprise Funds**  
**Combining Statement of Revenues, Expenses, and**  
**Changes in Fund Net Position**  
**For the Year Ended June 30, 2021**

	Water Fund	Wastewater Fund	Total
Operating revenues:			
Charges for services	\$ 4,309,763	\$ 2,581,375	\$ 6,891,138
Other operating revenues	102,322	-	102,322
Total operating revenues	<u>4,412,085</u>	<u>2,581,375</u>	<u>6,993,460</u>
Operating expenses:			
Administration	373,391	52,345	425,736
Water distribution	1,614,200	-	1,614,200
Water filtration	1,840,117	-	1,840,117
Wastewater treatment	-	1,485,116	1,485,116
Capital outlay	1,290	20,000	21,290
Depreciation and amortization	910,796	773,345	1,684,141
Total operating expenses	<u>4,739,794</u>	<u>2,330,806</u>	<u>7,070,600</u>
Operating income (loss)	<u>(327,709)</u>	<u>250,569</u>	<u>(77,140)</u>
Nonoperating revenues (expenses):			
Investment earnings	2,845	2,949	5,794
Other revenues (expenses)	1,100	-	1,100
Total nonoperating revenues (expenses)	<u>3,945</u>	<u>2,949</u>	<u>6,894</u>
Income (loss) before contributions and transfers	<u>(323,764)</u>	<u>253,518</u>	<u>(70,246)</u>
Change in net position	<u>(323,764)</u>	<u>253,518</u>	<u>(70,246)</u>
Net position, beginning	<u>20,469,374</u>	<u>13,053,203</u>	<u>33,522,577</u>
Net position, ending	<u>\$ 20,145,610</u>	<u>\$ 13,306,721</u>	<u>\$ 33,452,331</u>

**Anson County, North Carolina**  
**Water Fund**  
**Statement of Revenues and Expenditures**  
**Budget and Actual (Non - GAAP)**  
**For the Year Ended June 30, 2021**

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Operating revenues:			
Water Sales	\$ 4,907,997	\$ 4,243,557	\$ (664,440)
Tap Fees	45,000	66,206	21,206
Total charges for Services	4,952,997	4,309,763	(643,234)
Other operating revenues:	103,444	102,322	(1,122)
Total operating revenues	5,056,441	4,412,085	(644,356)
Nonoperating revenues:			
Investment earnings	30,000	2,664	(27,336)
Sale of fixed assets	2,500	-	(2,500)
Other Revenues	1,000	1,100	100
Total nonoperating revenues	33,500	3,764	(29,736)
Total revenues	5,089,941	4,415,849	(674,092)
Expenditures:			
Administration:			
Operating Expenditures	302,354	340,299	(37,945)
Distribution:			
Salaries and Employee Benefits	1,168,190	1,192,923	(24,733)
Repairs and Maintenance	230,800	162,053	68,747
Operating Expenditures	433,798	298,762	135,036
Total Distribution	1,832,788	1,653,738	179,050
Filtration:			
Salaries and employee benefits	550,673	459,608	91,065
Chemicals and Supplies	600,000	349,428	250,572
Electricity	800,000	662,486	137,514
Repairs and Maintenance	156,000	239,570	(83,570)
Operating Expenditures	378,095	129,025	249,070
Total Filtration	2,484,768	1,840,117	644,651
Debt service:			
Interest and fees	11,998	-	11,998
Principal Retirement	77,415	89,411	(11,996)
Total debt service	89,413	89,411	2

**Anson County, North Carolina**  
**Water Fund**  
**Statement of Revenues and Expenditures**  
**Budget and Actual (Non - GAAP)**  
**For the Year Ended June 30, 2021**

	Budget	Actual	Variance Positive (Negative)
Capital outlay	600,000	346,354	253,646
<b>Total Expenditures</b>	<b>5,309,323</b>	<b>4,269,919</b>	<b>1,039,404</b>
Revenues over (under) expenditures	(219,382)	145,930	365,312
Other financing sources (uses)			
Appropriated Fund Balance	219,382	-	(219,382)
Total other financing sources (uses)	219,382	-	(219,382)
<b>Revenues and other financing sources over expenditures</b>	<b>\$ -</b>	<b>145,930</b>	<b>\$ 145,930</b>
Reconciliation from budgetary basis (modified accrual) to full accrual:			
<b>Net Change in Fund Balance</b>		<b>\$ 145,930</b>	
Reconciling items:			
Payment of debt principal		89,411	
Capital Outlay		345,064	
Depreciation		(910,796)	
Increase in inventory		(33,092)	
Increase in deferred outflows of resources - pension		(38,885)	
Increase in deferred outflows of resources - OPEB		(175,223)	
Decrease in deferred inflows of resources - pension		(314)	
Increase in deferred inflows of resources - OPEB		(55,300)	
Increase in compensated absences		11,170	
Increase in net pension liability		73,384	
Decrease in total OPEB liability		224,706	
Transactions from Water Main to Union			
County Project Fund (Exhibit E-4)		181	
Total reconciling items		(469,694)	
Change in net position		<b>\$ (323,764)</b>	

**Anson County, North Carolina**  
**Water Main to Union County Project Fund**  
**Statement of Revenues and Expenditures-Budget and Actual (NON-GAAP)**  
**From Inception and for the Year Ended June 30, 2021**

		Actual			Variance
	Project	Prior Years	Current	Total to Date	Positive
	Authorization		Year		(Negative)
<b>Revenues:</b>					
Investment earnings	\$ 25,000	\$ 210,118	\$ 181	\$ 210,299	\$ 185,299
Sales tax refunds	100,000	42,759	-	42,759	(57,241)
<b>Total Revenues</b>	<u>125,000</u>	<u>252,877</u>	<u>181</u>	<u>253,058</u>	<u>128,058</u>
<b>Expenditures</b>					
Waterline Construction	3,325,000	-	-	-	3,325,000
<b>Total Expenditures</b>	<u>3,325,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,325,000</u>
<b>Revenues over (under) expenditures</b>	<u>(3,200,000)</u>	<u>252,877</u>	<u>181</u>	<u>253,058</u>	<u>3,453,058</u>
<b>Other Financing Sources (Uses)</b>					
Proceeds from long-term debt	3,200,000	162,447	-	162,447	3,037,553
<b>Total Other Financing Sources (Uses)</b>	<u>3,200,000</u>	<u>162,447</u>	<u>-</u>	<u>162,447</u>	<u>3,037,553</u>
<b>Revenues and other financing sources over (under) expenditures</b>	<u>\$ -</u>	<u>\$ 415,324</u>	<u>\$ 181</u>	<u>\$ 415,505</u>	<u>\$ 415,505</u>



**Anson County, North Carolina**  
**CDBG Raw Water Intake Project Fund - #06-E-1586**  
**Statement of Revenues and Expenditures-Budget and Actual (NON-GAAP)**  
**From Inception and for the Year Ended June 30, 2021**

	Project Authorization	Actual			Variance Positive (Negative)
		Prior Years	Current Year	Total to Date	
<b>Revenues:</b>					
Community Development Block Grant	\$ 1,000,000	\$ -	\$ -	\$ -	\$ (1,000,000)
<b>Total Revenues</b>	<u>1,000,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,000,000)</u>
<b>Expenditures</b>					
CDBG ED application/administration	35,000	-	-	-	35,000
Engineering/design/surveying	143,820	-	-	-	143,820
Construction	1,104,154	-	-	-	1,104,154
Administration	60,000	-	-	-	60,000
Construction mgt. & inspection	197,000	-	-	-	197,000
Engineering design/reservoir project	25,000	-	-	-	25,000
Surveying/plats	121,540	-	-	-	121,540
Land acquisition/legal	40,000	-	-	-	40,000
SRF closing costs (2%)	59,764	-	-	-	59,764
Construction	3,588,111	-	-	-	3,588,111
<b>Total Expenditures</b>	<u>5,374,389</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,374,389</u>
<b>Revenues over (under) expenditures</b>	<u>(4,374,389)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,374,389</u>
<b>Other Financing Sources (Uses)</b>					
Proceeds from long-term debt	3,943,790	212,103	-	212,103	(3,731,687)
Transfer from Water Fund	430,599	430,599	-	430,599	-
<b>Total Other Financing Sources (Uses)</b>	<u>4,374,389</u>	<u>642,702</u>	<u>-</u>	<u>642,702</u>	<u>(3,731,687)</u>
<b>Revenues and other financing sources over (under) expenditures</b>	<u>\$ -</u>	<u>\$ 642,702</u>	<u>\$ -</u>	<u>\$ 642,702</u>	<u>\$ 642,702</u>

**Anson County, North Carolina**  
**24" Water Line - SRF Loan Project Fund**  
**Statement of Revenues and Expenditures-Budget and Actual (NON-GAAP)**  
**From Inception and for the Year Ended June 30, 2021**

		Actual				Variance
	Project Authorization	Prior Years	Current Year	Total to Date	Completed Project	Positive (Negative)
<b>Expenditures</b>						
Administration	\$ 60,000	\$ 1,100	\$ -	\$ 1,100	\$ (1,100)	\$ 58,900
Environmental Assessment	40,000	35,998	-	35,998	(35,998)	4,002
Inspections	250,000	-	-	-	-	250,000
Engineering/design	180,000	173,410	-	173,410	(173,410)	6,590
Site, legal, and appraisals	20,000	-	-	-	-	20,000
Permits	20,000	-	-	-	-	20,000
Easement acquisition	20,000	-	-	-	-	20,000
Surveying	40,000	36,000	-	36,000	(36,000)	4,000
Construction	5,665,000	3,641	-	3,641	(3,641)	5,661,359
Non-construction costs	125,900	-	-	-	-	125,900
<b>Total Expenditures</b>	<u>6,420,900</u>	<u>250,149</u>	<u>-</u>	<u>250,149</u>	<u>(250,149)</u>	<u>6,170,751</u>
<b>Revenues over (under) expenditures</b>	<u>(6,420,900)</u>	<u>(250,149)</u>	<u>-</u>	<u>(250,149)</u>	<u>250,149</u>	<u>6,170,751</u>
<b>Other Financing Sources (Uses)</b>						
Loan Proceeds	5,790,900	-	-	-	-	(5,790,900)
Transfer from Water Fund	630,000	630,000	-	630,000	(250,149)	-
<b>Total Other Financing Sources (Uses)</b>	<u>6,420,900</u>	<u>630,000</u>	<u>-</u>	<u>630,000</u>	<u>(250,149)</u>	<u>(5,790,900)</u>
<b>Revenues and other financing sources over (under) expenditures</b>	<u>\$ -</u>	<u>\$ 379,851</u>	<u>\$ -</u>	<u>\$ 379,851</u>	<u>\$ -</u>	<u>\$ 379,851</u>

**Anson County, North Carolina**  
**Wastewater Fund**  
**Statement of Revenues and Expenditures**  
**Budget and Actual (Non - GAAP)**  
**For the Year Ended June 30, 2021**

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Operating revenues:			
Wastewater Treatment Charges	\$ 2,213,400	\$ 2,543,375	\$ 329,975
Tap Fees	800	-	(800)
Industrial Surcharges	15,000	38,000	23,000
Total operating revenues	<u>2,229,200</u>	<u>2,581,375</u>	<u>352,175</u>
Nonoperating revenues:			
Investment earnings	25,000	2,949	(22,051)
Other Revenues	100	-	(100)
Total nonoperating revenues	<u>25,100</u>	<u>2,949</u>	<u>(22,151)</u>
Total revenues	<u>\$ 2,254,300</u>	<u>\$ 2,584,324</u>	<u>\$ 330,024</u>
Expenditures:			
Administration:			
Operating Expenditures	<u>\$ 108,578</u>	<u>\$ 56,916</u>	<u>\$ 51,662</u>
Distribution:			
Salaries and Employee Benefits	803,899	722,424	81,475
Electricity and Fuel	403,000	348,858	54,142
Repairs and Maintenance	281,500	163,321	118,179
Operating Expenditures	334,179	243,811	90,368
Total Distribution	<u>1,822,578</u>	<u>1,478,414</u>	<u>344,164</u>
Capital Outlay	<u>128,000</u>	<u>176,225</u>	<u>(48,225)</u>
Contingency	<u>51,144</u>	<u>-</u>	<u>51,144</u>
Total Expenditures	<u>2,110,300</u>	<u>1,711,555</u>	<u>398,745</u>
Revenues over (under) expenditures	<u>144,000</u>	<u>872,769</u>	<u>728,769</u>
Other financing sources			
Transfers Out	(144,000)	-	144,000
<b>Total Other Financing Source (Uses)</b>	<u>(144,000)</u>	<u>-</u>	<u>144,000</u>
<b>Revenues and other financing sources over expenditures</b>	<u><u>\$ -</u></u>	<u><u>872,769</u></u>	<u><u>\$ 872,769</u></u>

**Anson County, North Carolina**  
**Wastewater Fund**  
**Statement of Revenues and Expenditures**  
**Budget and Actual (Non - GAAP)**  
**For the Year Ended June 30, 2021**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Reconciliation from budgetary basis (modified accrual) to full accrual:			
Expenditures over (under) revenues and other financing sources		\$ 872,769	
Reconciling items:			
Payment of debt principal		\$ -	
Capital Outlay		156,225	
Depreciation		(773,345)	
Decrease in inventory		4,571	
Increase in deferred outflows of resources - pension		(18,307)	
Increase in deferred outflows of resources - OPEB		(49,700)	
Decrease in deferred inflows of resources - pension		(147)	
Increase in deferred inflows of resources - OPEB		(16,269)	
Decrease in compensated absences		8,519	
Increase in net pension liability		34,549	
Decrease in total OPEB liability		66,110	
Sludge Removal Project (from Ex E-4b)		(31,457)	
Total reconciling items		<u>(619,251)</u>	
Change in net position		<u>\$ 253,518</u>	

**Anson County, North Carolina**  
**Richmond Street Sewer Project Fund**  
**Statement of Revenues and Expenditures-Budget and Actual (NON-GAAP)**  
**From Inception and for the Year Ended June 30, 2021**

		Actual			Variance
	Project				Positive
	Authorization	Prior Years	Current Year	Total to Date	(Negative)
Revenues:					
NC Rural Center grant #2009-152-40101-112	\$ 500,000	\$ -	\$ -	\$ -	\$ (500,000)
Golden Leaf Foundation	80,000	-	-	-	(80,000)
Town of Wadesboro Committee	85,000	-	-	-	(85,000)
CDBG #08-C-1859	750,000	-	-	-	(750,000)
Total Revenues	1,415,000	-	-	-	(1,415,000)
Expenditures					
Administration	100,000	-	-	-	100,000
Inspections	73,500	-	-	-	73,500
Engineering/Design	100,500	-	-	-	100,500
Land acquisition/Appraisals/Legal	15,000	-	-	-	15,000
Surveying and survey plats	10,000	-	-	-	10,000
Legal fees	3,000	-	-	-	3,000
Construction	1,319,000	-	-	-	1,319,000
Total Expenditures	1,621,000	-	-	-	1,621,000
Revenues over (under) expenditures	(206,000)	-	-	-	206,000
Other Financing Sources (Uses)					
Transfer from Wastewater Fund	206,000	139,581	-	139,581	(66,419)
Total Other Financing Sources (Uses)	206,000	139,581	-	139,581	(66,419)
Revenues and other financing sources over (under) expenditures	\$ -	\$ 139,581	\$ -	\$ 139,581	\$ 139,581

**Anson County, North Carolina**  
**Capital Projects Fund**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances - Budget and Actual**  
**From Inception and For the Year Ended June 30, 2021**

		Actual			Variance
	Project Authorization	Prior Years	Current Year	Total to Date	Positive (Negative)
<b>Revenues:</b>					
Restricted Intergovernmental Revenues:					
Grant Reimbursement	\$ -	\$ -	\$ -	\$ -	\$ -
Investment Earnings	-	-	-	-	-
<b>Total Revenues</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Expenditures</b>					
Water Treatment Plant- Sludge Removal					
Administration/Engineering	80,000	285,724	31,457	317,181	(237,181)
Contracted Services	1,970,000	2,523,162	-	2,523,162	(553,162)
<b>Total Expenditures</b>	<u>2,050,000</u>	<u>2,808,886</u>	<u>31,457</u>	<u>2,840,343</u>	<u>(790,343)</u>
<b>Revenues over (under) expenditures</b>	<u>(2,050,000)</u>	<u>(2,808,886)</u>	<u>(31,457)</u>	<u>(2,840,343)</u>	<u>(790,343)</u>
<b>Other Financing Sources (Uses)</b>					
Transfers:					
From Water Fund	2,050,000	-	-	-	(2,050,000)
<b>Total Other Financing Sources (Uses)</b>	<u>2,050,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,050,000)</u>
<b>Revenues and other financing sources over (under) expenditures</b>	<u>\$ -</u>	<u>\$ (2,808,886)</u>	<u>\$ (31,457)</u>	<u>\$ (2,840,343)</u>	<u>\$ (2,840,343)</u>

## CUSTODIAL FUNDS

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Custodial funds are used to account for assets held by the county as an agent for individuals, private organizations, other governments, and/or other funds.

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**Anson County, North Carolina**  
**Custodial Funds**  
**Combining Statement of Fiduciary Net Position**  
**June 30, 2021**

	<b>Municipal Tax Fund</b>	<b>Jail Inmate Pay Fund</b>	<b>Total Custodial Funds</b>
<b>Assets</b>			
Cash and cash equivalents	\$ 137,312	\$ 84,584	\$ 221,896
Taxes receivable for other governments, net	379,470	-	379,470
Total assets	<u>516,782</u>	<u>84,584</u>	<u>601,366</u>
<b>Liabilities</b>			
Accounts payable and accrued liabilities	-	31,062	31,062
Intergovernmental payable	110,745	-	110,745
Total liabilities	<u>110,745</u>	<u>31,062</u>	<u>141,807</u>
<b>Net Position</b>			
Restricted for:			
Individuals, organizations and other governments	406,037	53,522	459,559
Total net position	<u>\$ 406,037</u>	<u>\$ 53,522</u>	<u>\$ 459,559</u>



**Anson County, North Carolina**  
**Custodial Funds**  
**Combining Statement of Changes in Fiduciary Net Position**  
**For the Year Ended June 30, 2021**

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	<b>Municipal Tax Fund</b>	<b>Jail Inmate Pay Fund</b>	<b>Total Custodial Funds</b>
<b>Additions</b>			
Ad valorem taxes for other governments	\$ 2,419,333	\$ -	\$ 2,419,333
Collections on behalf of inmates	-	193,820	193,820
Total additions	<u>2,419,333</u>	<u>193,820</u>	<u>2,613,153</u>
<b>Deductions</b>			
Tax distributions to other governments	2,400,247	-	2,400,247
Payments on behalf of inmates	-	214,296	214,296
Total deductions	<u>2,400,247</u>	<u>214,296</u>	<u>2,614,543</u>
Net increase (decrease) in fiduciary net position	19,086	(20,476)	(1,390)
Net position, beginning, as previously reported	-	-	-
Prior period restatement - change in accounting principle	386,951	73,998	460,949
Net position, beginning, as restated	<u>386,951</u>	<u>73,998</u>	<u>460,949</u>
Net position, ending	<u>\$ 406,037</u>	<u>\$ 53,522</u>	<u>\$ 459,559</u>

## OTHER SCHEDULES

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This section includes additional information on property taxes.

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**Anson County, North Carolina**  
**General Fund**  
**Schedule of Ad Valorem Taxes Receivable**  
**June 30, 2021**

<u>Fiscal Year</u>	<u>Uncollected Balance June 30, 2020</u>	<u>Additions</u>	<u>Collections And Credits</u>	<u>Uncollected Balance June 30, 2021</u>
2020-2021	\$ -	\$ 15,995,729	\$ 15,197,763	\$ 797,966
2019-2020	916,816	-	346,273	570,543
2018-2019	557,356	-	131,824	425,532
2017-2018	443,041	37,468	94,491	386,018
2016-2017	346,328	-	68,296	278,032
2015-2016	270,421	-	48,308	222,113
2014-2015	202,164	-	33,158	169,006
2013-2014	172,334	-	27,323	145,011
2012-2013	131,235	-	18,721	112,514
2011-2012	106,512	-	16,168	90,344
Prior Years	86,769	-	86,769	-
	<u>\$ 3,232,976</u>	<u>\$ 16,033,197</u>	<u>\$ 16,069,094</u>	<u>3,197,079</u>
Less: allowance for uncollectible accounts:				
General Fund				<u>1,292,187</u>
Ad valorem taxes receivable - net:				
General Fund				<u>\$ 1,904,892</u>
<u>Reconciliation with revenues:</u>				
Ad valorem taxes - General Fund				<u>\$ 15,957,838</u>
Reconciling items:				
Interest and Penalty collected				340,191
Releases and adjustments				(142,166)
Taxes written off				<u>(86,769)</u>
Total reconciling items				<u>111,256</u>
Total collections and credits				<u>\$ 16,069,094</u>

**Anson County, North Carolina**  
**Analysis of Current Tax Levy**  
**County - Wide Levy**  
**For the Year Ended June 30, 2021**

	County - wide			Total Levy	
	Property Valuation	Rate	Amount of Levy	Property excluding Registered Motor Vehicles	Registered Motor Vehicles
Original levy:					
Property taxes at current year's rate	\$ 1,853,059,588	0.777	\$ 14,398,273	\$ 14,398,273	\$ -
Motor Vehicles taxed at current year's rate	203,947,362	0.777	1,584,671	-	1,584,671
Deferred taxes at current year's rate	461,261	0.777	3,584	3,584	-
Total	<u>2,057,468,211</u>		<u>15,986,528</u>	<u>14,401,857</u>	<u>1,584,671</u>
Discoveries:					
Current Year Taxes	<u>1,184,190</u>	0.777	<u>9,201</u>	<u>9,201</u>	<u>-</u>
Total	<u>1,184,190</u>		<u>9,201</u>	<u>9,201</u>	<u>-</u>
Total property valuation	<u>\$ 2,058,652,402</u>				
Net levy			15,995,729	14,411,058	1,584,671
Uncollected taxes at June 30, 2021			<u>797,966</u>	<u>797,966</u>	<u>-</u>
Current year's taxes collected			<u>\$ 15,197,763</u>	<u>\$ 13,613,092</u>	<u>\$ 1,584,671</u>
Current levy collection percentage			<u>95.01%</u>	<u>94.46%</u>	<u>100.00%</u>

**Anson County, North Carolina  
Ten Largest Taxpayers  
For the Year Ended June 30, 2021**

<b>Taxpayer</b>	<b>Type of Business</b>	<b>2020 Assessed Valuation</b>	<b>Percentage of Total Assessed Valuation</b>
NC Electric Membership Corp.	Utility	\$ 110,312,519	5.36%
Duke Energy Progress	Utility	83,356,506	4.05%
Piedmont Natural Gas Co. Inc.	Utility	44,219,839	2.15%
Pee Dee Electric Membership Corp.	Utility	32,873,181	1.60%
Triangle Brick	Masonry Materials	32,698,895	1.59%
SD Fibers Corporation	Textiles	28,970,752	1.41%
Innovative Solar 37 LLC	Solar Panels	25,512,664	1.24%
CSX Transportation	Utility	21,242,167	1.03%
Hornwood Inc	Textiles	14,391,089	0.70%
Valley Proteins Inc	Food Processing	13,710,511	0.67%
Total		<u>\$ 407,288,123</u>	<u>19.78%</u>

## COMPONENT UNIT FINANCIAL DATA

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**Anson Tourism Development Authority**, a component unit of Anson County, is a legally separate entity for which the County is financially accountable. The Authority does not issue separate financial statements.

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**Anson County, North Carolina**  
**Tourism Development Authority**  
**Balance Sheet-Discretely Presented Component Unit**  
**June 30, 2021**

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Assets:

Cash and cash equivalents	\$ 135,988
Due from other governments	2,039
<b>Total Assets</b>	<b>\$ 138,027</b>

Liabilities and Fund Balances:

Liabilities:

Accounts Payable and Accrued Liabilities	\$ 225
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Fund Balances:

Restricted:

Stabilization by State Statute	2,039
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Committed:

Economic and Physical Development	135,763
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Total Fund Balances	137,802
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<b>Total Liabilities and Fund Balances</b>	<b>\$ 138,027</b>
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**Anson County, North Carolina**  
**Tourism Development Authority**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget and Actual - Discretely Presented Component Unit**  
**For the Year Ended June 30, 2021**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES			
Other taxes and licenses:			
6% occupancy tax	\$ 34,000	\$ 5,772	\$ (28,228)
Investment Earnings	1,000	50	(950)
Miscellaneous	-	29,392	29,392
TOTAL REVENUES	<u>35,000</u>	<u>35,214</u>	<u>214</u>
EXPENDITURES			
Economic and physical development:			
Contracted Services	10,000	10,340	(340)
Travel	1,725	-	1,725
Marketing	29,000	12,489	16,511
Special Projects	-	-	-
Miscellaneous	175	175	-
TOTAL EXPENDITURES	<u>40,900</u>	<u>23,004</u>	<u>17,896</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(5,900)</u>	<u>12,210</u>	<u>18,110</u>
APPROPRIATED FUND BALANCE	<u>5,900</u>	<u>-</u>	<u>(5,900)</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>12,210</u>	<u>\$ 12,210</u>
FUND BALANCE			
Beginning of year, July 1		<u>125,592</u>	
End of year, June 30		<u>\$ 137,802</u>	



## COMPLIANCE SECTION



**Thompson, Price, Scott, Adams & Co, P.A.**

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Gregory S. Adams, CPA**

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*

Independent Auditors' Report

To the Board of County Commissioners  
Anson County, North Carolina

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Anson County, North Carolina, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Anson County basic financial statements, and have issued our report thereon dated April 10, 2023. The financial statements of Anson Tourism Development Authority were not audited in accordance with *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Anson County's internal control over financial reporting (internal control) to determine the 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 Anson County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

Our consideration of internal control was for limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and questioned costs, we did identify certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

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 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. We consider the deficiencies described in the accompanying schedule of findings and questioned costs [2021-001, 2021-006] to be material weaknesses.

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. We consider the deficiencies described in the accompanying schedule of findings and questioned costs [2021-002, 2021-003, 2021-004, 2021-005] to be significant deficiencies.

### Compliance and Other Matters

As part of obtaining reasonable assurance about whether Anson County's financial statements are free of 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 determination of financial statement amounts. 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 instances of noncompliance or other matters that are required to be reported under Government Auditing Standards and which are described in the accompanying schedule of findings and questioned costs as items [2021-002, 2021-003, 2021-005, 2021-006].

### Anson County's Response to Findings

The County's responses to the findings identified in our audit are described in the accompanying schedule of findings and responses. The County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

### 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.

*Thompson, Price, Scott, Adams & Co., P.A.*

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Thompson, Price, Scott, Adams & Co., P.A.  
Whiteville, NC  
April 10, 2023



**Thompson, Price, Scott, Adams & Co, P.A.**

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**Report On Compliance With Requirements Applicable To Each Major Federal  
Program And Internal Control Over Compliance In Accordance With OMB  
Uniform Guidance and the State Single Audit Implementation Act**

**Independent Auditors' Report**

To the Board of County Commissioners  
Anson County, North Carolina

**Report on Compliance for Each Major Federal Program**

We have audited Anson County, North Carolina's, compliance with the types of compliance requirements described in the OMB *Compliance Supplement* and the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission, that could have a direct and material effect on each of the Anson County's major federal programs for the year ended June 30, 2021. Anson County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

**Auditors' Responsibility**

Our responsibility is to express an opinion on compliance for each of Anson County's major federal programs based on our audit of the types of compliance requirements referred to above. 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 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), and the State Single Audit Implementation Act. Those standards, OMB Uniform Guidance, and the State Single Audit Implementation Act require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurrence charged with governance. In obtaining, on a test basis, evidence about Anson County's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Anson County's compliance.

**Opinion on Each Major Federal Program**

In our opinion, Anson County 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, 2021.

## Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as item 2021-009. Our opinion on each major federal program is not modified with respect to these matters.

The County's response to the noncompliance findings identified in our audit is described in the accompanying corrective action plan. The County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

## Report on Internal Control Over Compliance

Management of Anson County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Anson County's internal control over compliance with the types of requirements that could have and material effect on a major state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major state program 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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's 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 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 first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be significant deficiencies or material weaknesses and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, we did identify certain deficiencies in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as items [2021-007, 2021-008, 2021-009, 2021-010] that we consider to be significant deficiencies.

Anson County's response to the internal control over compliance findings identified in our audit are described in the accompanying corrective action plan. The County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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 OMB Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

*Thompson, Price, Scott, Adams & Co., P.A.*

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Thompson, Price, Scott, Adams & Co., P.A.  
Whiteville, NC  
April 10 2023



**Report On Compliance With Requirements Applicable To Each Major State  
Program And Internal Control Over Compliance In Accordance With OMB Uniform Guidance  
and the State Single Audit Implementation Act**

**Independent Auditors' Report**

To the Board of County Commissioners  
Anson County, North Carolina

**Report on Compliance for Each Major State Program**

We have audited Anson County, North Carolina's, compliance with the types of compliance requirements described in the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission, that could have a direct and material effect on each of Anson County's major state programs for the year ended June 30, 2021. Anson County's major state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

Management is responsible for compliance with state statutes, regulations, and the terms and conditions of its state awards applicable to its state programs.

**Auditors' Responsibility**

Our responsibility is to express an opinion on compliance for each of Anson County's major state programs based on our audit of the types of compliance requirements referred to above. 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 applicable sections of Title 2 *US Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), as described in the *Audit Manual for Governmental Auditors in North Carolina*, and the State Single Audit Implementation Act. Those standards, Uniform Guidance, and the State Single Audit Implementation Act require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that cou with governance. nd material effect on a major state program occurred. An audit includes examining, on a test basis, evidence about Anson County's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major state program. However, our audit does not provide a legal determination of Anson County's compliance.

**Opinion on Each Major State Program**

In our opinion, Anson County 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 state programs for the year ended June 30, 2021.

## Report on Internal Control Over Compliance

Management of Anson County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Anson County's internal control over compliance with the types of requirements that could have and material effect on a major state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major state program 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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's 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 state 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 state 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 combination of deficiencies, in internal control over compliance with a type of compliance requirement of a state 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 first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. However, we did identify certain deficiencies in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as items [2021-007, 2021-008, 2021-009, 2021-010] that we consider to be significant deficiencies.

Anson County's response to the internal control over compliance findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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 OMB Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

*Thompson, Price, Scott, Adams & Co., P.A.*

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Thompson, Price, Scott, Adams & Co., P.A.  
Whiteville, NC  
April 10, 2023

ANSON COUNTY, NORTH CAROLINA  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2021

**Section I - Summary of Auditors' Results**

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified?   X   yes        no
- Significant deficiency(ies) identified   X   yes        none reported
- Noncompliance material to financial statements noted   X   yes        no

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified?        yes   X   no
- Significant deficiency(ies) identified that are not considered to be material weaknesses   X   yes        none reported
- Noncompliance material to federal awards        yes   X   no

Type of auditor's report issued on compliance for major federal programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?   X   yes        no

Identification of major federal programs:

<u>CFDA #</u>	<u>Program Name</u>
20.106	Airport Improvement Program
21.019	Coronavirus Relief Fund
93.568	Low Income Energy Assistance
93.778	Medical Assistance Program

Dollar threshold used to distinguish between Type A and Type B Programs \$ 750,000

Auditee qualified as low-risk auditee?        yes   X   no

State Awards

Internal control over major State programs:

- Material weakness(es) identified?        yes   X   no
- Significant deficiency(ies) identified   X   yes        none reported

Type of auditor's report issued on compliance for major State programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with the State Single Audit Implementation Act   X   yes        no

Identification of major State programs:

Program Name  
Airport Improvement Program  
Medical Assistance Program  
Anson County Airport  
Juvenile Crime Prevention Programs



ANSON COUNTY, NORTH CAROLINA  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2021

**Section II - Financial Statement Findings**

<b>Finding 2021-001</b>	<b>Reconciliation of Records and Reporting</b>
<b>MATERIAL WEAKNESS</b>	
Criteria:	Management should have a system in place to reduce the likelihood of errors in financial reporting and ensure the timeliness of financial reporting.
Condition:	In reviewing records and testing certain account balances, we noted that several accounts were not reconciled/adjusted timely to include cash, receivables, payables, and other balance sheet accounts.
Effect:	The County's management and other users of the financial statements do not have accurate and timely information for decision making and monitoring of the county's financial position and adherence to laws, regulations, and other requirements. Errors in financial reporting could occur and not be detected, and fraud risks increase with delays in reconciliation of key accounts.
Cause:	Availability of adequate number of personnel in the finance and administration departments caused delays in reconciling account information and preparing for the annual audit and preparation of the financial statements.
Identification of a repeat finding:	This is a repeat finding from the immediate previous audit, 2020-001.
Recommendation:	The County should evaluate the allocation of internal resources dedicated to financial reporting to ensure adequate resources are available for timely account reconciliations, year-end close and annual financial reporting purposes. Management should consult with outside accountants or auditors if additional assistance is required in order to prepare for the annual audit, determined appropriated accounting for complex transactions, or prepare the financial statements.
Views of responsible officials and planned corrective actions:	The county agrees with this finding. See corrective action plan.
<b>Finding 2021-002</b>	<b>Budget Violation</b>
<b>NONCOMPLIANCE / SIGNIFICANT DEFICIENCY</b>	
Criteria:	G.S. 159-8(a) states that all moneys received and expended by a local government or public authority should be included in the budget ordinance. G.S. 159-8(a) states that each local government shall operate under an annual balanced budget. In addition, GASB 84 identifies criteria when fiduciary activities should be reported as a special revenue fund. A budget ordinance is balanced when the sum of estimated net revenues and appropriated fund balance is equal to appropriations.
Condition:	The County reflected no budgeted amounts for several funds: the Representative Payee Fund, the Deed of Trust Fund, the Fines and Forfeitures Fund, the Library Trust Fund, and the Sheriff Fees & Judgements Fund.
Effect:	Monies were spent that had not been appropriated, as there was no budget reflected for this fund.
Cause:	The County did not properly adopt and record budget and budget amendments for the revenues and expenditures for these funds. The Fines and Forfeitures and Representative Payee Fund were required to be reported as special revenue funds as a result of the implementation of GASB 84. The funds were set up as required by GASB 84, but a budget was not established for them.

ANSON COUNTY, NORTH CAROLINA  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2021

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**Section II - Financial Statement Findings (continued)**

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Recommendation: A budget should be prepared for each fund. The finance office should review the General Statutes and GASB Pronouncements to ensure funds are properly authorized and are properly presented.

Views of responsible officials and planned corrective actions: The county agrees with this finding. See corrective action plan.

**Finding 2021-003                      Budget Violation**  
**NONCOMPLIANCE / SIGNIFICANT DEFICIENCY**

Criteria: In accordance with G.S. 159-13.2, the County may authorize and budget for a capital project or a grant project either in its annual budget ordinance or in a project ordinance. If the County intends to authorize a capital project or a grant project by a project ordinance, it shall not begin the project until it has adopted a balanced project ordinance for the life of the project.

Condition: The Anson Middle School Construction Project was incorrectly recorded in a business-type capital project fund without adopting a budget. The project ordinance was not adopted until fiscal year 2021-2022.

The budget for the Airport Capital Project fund has not been appropriately modified, so the budget presented is not in balance.

Effect: Monies were spent that had not been appropriated, as there was no budget reflected for this fund.

Cause: The County did not properly adopt and record budget and budget amendments for the revenues and expenditures for these funds.

Recommendation: The budget should be reviewed and have appropriated amendments made during the year.

Views of responsible officials and planned corrective actions: The county agrees with this finding. See corrective action plan.

**Finding 2021-004                      Prior Period Adjustments**  
**SIGNIFICANT DEFICIENCY**

Criteria: Management should have a system in place to verify that transactions are recorded in the correct fund and period, thereby reducing the likelihood of errors in financial reporting.

Condition: The governmental activities recorded an adjustment of \$28,789 to correct the outstanding liability for the Qualified Zone Academy Bond. Per the bank, the loan was paid off, but the County was still showing a remaining liability, so this amount was written off.

Effect: The County's management and other users of the financial statements do not have accurate information for decisions-making and monitoring of the county's financial position and adherence to laws, regulations, and other requirements. Errors in financial reporting could occur and not be detected.

Cause: The County has experienced significant turnover in the finance department, causing this oversight.

Recommendation: The County should review debt schedules to ensure that accurate amounts are reflected in the financial statements and related notes.

ANSON COUNTY, NORTH CAROLINA  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2021

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**Section II - Financial Statement Findings (continued)**

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Views of responsible officials and planned corrective actions:      The county agrees with this finding. See corrective action plan.

**Finding 2021-005      Preaudit Requirement Violation**  
**NONCOMPLIANCE / SIGNIFICANT DEFICIENCY**

Criteria:      In accordance with North Carolina General Statutes § 159-28 (GS 159-28), if an obligation is reduced to a written contract or written agreement requiring the payment of money, or is evidenced by a written purchase order for supplies and materials, the written contract, agreement, or purchase order shall include on its face a certificate stating that the instrument has been preaudited to assure compliance with Incurring Obligations requirement. The certificate shall be signed by the finance officer, or any deputy finance officer approved for this purpose by the governing board.

Condition:      33 out of 40 cash disbursements we tested did not have preaudit certificate in the required form on the face of the written contract, agreement, purchase order or invoice that was signed by the finance officer or deputy finance officer approved for the purpose by the governing board.

Effect:      An obligation incurred in violation of Incurring Obligations or Preaudit requirement of GS 159-28 is invalid and may not be enforced.

Cause:      No effective internal controls were in place to ensure the preaudit process was performed and documented.

Recommendation:      The County should establish internal control policies and procedures to ensure compliance with the preaudit requirement, in accordance with any rules adopted by the Local Government Commission. The governing board should formally designate the County manager as deputy finance officer for preaudit purpose if necessary.

Views of responsible officials and planned corrective actions:      The county agrees with this finding. See corrective action plan.

**Finding 2021-006      Late Submission of Audit**  
**NONCOMPLIANCE / MATERIAL WEAKNESS**

Criteria:      The audit report is expected to be submitted within five months plus one day from the fiscal year end per the contract with the Local Government Commission. As stewards of the public's resources, the governing body is responsible for ensuring that the audited financial statements are available to the public in a timely manner.

Condition:      The audit report was issued almost 17 months after the required due date of October 31, 2021.

Effect:      The Federal and State authorities did not get the information they needed concerning the audited financials timely.

Cause:      County audits have been submitted late over the past several years. The County was unable to provide information necessary to complete the audit timely as a result of issues mentioned in the Schedule of Findings.

Recommendation:      The County should ensure that all efforts are made to complete the audits timely.

Views of responsible officials and planned corrective actions:      The county agrees with this finding. See corrective action plan.

ANSON COUNTY, NORTH CAROLINA  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2021

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**Section III - Federal Award Findings and Questioned Costs**

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**US Department of Health and Human Service**

Passed through the NC Dept of Health and Human Services

Program Names: Medical Assistance

CFDA #: 93.778

**Finding: 2021-007      Inadequate Request for Information**

**SIGNIFICANT DEFICIENCY**

Eligibility

Criteria:	In accordance with 42 CFR 435, documentation must be obtained as needed to determine if a recipient meets specific standards, and documentation must be maintained to support eligibility determinations. Electronic matches are required at applications and redeterminations.
Condition:	There were 32 errors discovered during our procedures that inadequate information was requested at applications and/or redeterminations.
Questioned Costs:	There was no known affect to eligibility and there were no known questioned costs.
Context:	We examined 60 from a total of 494,624 Medicaid claims from the Medicaid beneficiary report provided by NC Department of Health and Human Services to redetermine eligibility. These findings are being reported with the financial statement audit as it relates to Medicaid administrative cost compliance audit.
Effect:	For those certifications/re-certifications there was a chance that information was not properly documented and reconciled to North Carolina Families Accessing Services through Technology (NC FAST) and applicants could have been approved for benefits for which they were not eligible.
Cause:	Ineffective record keeping and ineffective case review process, incomplete documentation, and incorrect application of rules for purposes of determining eligibility.
Recommendation:	Files should be reviewed internally to ensure proper documentation is in place for eligibility. Workers should be retrained on what files should contain and the importance of complete and accurate record keeping. We recommend that all files include online verifications, documented resources and income and those amounts agree to information in NC FAST. The results found or documentation made in case notes should clearly indicate what actions were performed and the results of those actions.
Views of Responsible Officials and Planned Corrective Actions:	The county agrees with this finding. See corrective action plan.

**US Department of Health and Human Service**

Passed through the NC Dept of Health and Human Services

Program Names: Medical Assistance

CFDA #: 93.778

**Finding: 2021-008      IV-D Non-Cooperation**

**SIGNIFICANT DEFICIENCY**

Eligibility

Criteria:	The Child Support Enforcement Agency (IV-D) can assist the family in obtaining financial and/or medical support or medical support payments from the child's non-custodial parent. Cooperation requirement with Social Services and Child Support Agencies must be met or good cause for not cooperating must be established when determine Medicaid eligibility.
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ANSON COUNTY, NORTH CAROLINA  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2021

**Section III - Federal Award Findings and Questioned Costs (continued)**

Condition:	There were 3 errors discovered during our procedures that referrals between DSS and Child Support Agencies were not properly made.
Questioned Costs:	There was no known affect to eligibility and there were no known questioned costs.
Context:	We examined 60 from a total of 494,624 Medicaid claims from the Medicaid beneficiary report provided by NC Department of Health and Human Services to redetermine eligibility. These findings are being reported with the financial statement audit as it relates to Medicaid administrative cost compliance audit.
Effect:	For those certifications/re-certifications there was a chance that information was not properly documented and reconciled to NC FAST and a participant could have been approved for benefits for which they were not eligible.
Identification of a repeat finding:	This is a repeat finding from the immediate previous audit, 2020-005.
Cause:	Human error in reading the Automated Collection and Tracking System (ACTS) report and/or ineffective case review process.
Recommendation:	Files should be reviewed internally to ensure proper information is in place and necessary procedures are taken when determine eligibility. The results found or documentation made in case notes should clearly indicate what actions were performed and the results of those actions.
Views of Responsible Officials and Planned Corrective Actions:	The County agrees with the finding. See corrective action plan.

**US Department of Health and Human Service**

Passed through the NC Dept of Health and Human Services  
Program Names: Medical Assistance  
CFDA #: 93.778

**Finding: 2021-009      Inaccurate Information Entry**  
**NONCOMPLIANCE / SIGNIFICANT DEFICIENCY**  
Eligibility

Criteria:	In accordance with 42 CFR 435, documentation must be obtained as needed to determine if a recipient meets specific income standards, and documentation must be maintained to support eligibility determinations. In accordance with 2 CFR 200, management should have an adequate system of internal controls procedures in place to ensure an applicant is properly determined or redetermined for benefits.
Condition:	There were 11 errors discovered during our procedures that inaccurate information was entered when determining eligibility. One applicant received assistance although the family income were above the State provided income Standard.
Questioned Costs:	\$569.12. This amount was determined by totaling all the aid received by the applicant who was not eligible.
Context:	We examined 60 from a total of 494,624 Medicaid claims from the Medicaid beneficiary report provided by NC Department of Health and Human Services to redetermine eligibility. These findings are being reported with the financial statement audit as it relates to Medicaid administrative cost compliance audit.
Effect:	For those certifications/re-certifications there was a chance that information was not properly documented and reconciled to NC FAST which could affect countable resource. Therefore, a participant could have been approved to receive benefits for which they were not eligible.

ANSON COUNTY, NORTH CAROLINA  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2021

**Section III - Federal Award Findings and Questioned Costs (continued)**

Identification of a repeat finding:	This is a repeat finding from the immediate previous audit, 2020-006.
Cause:	Ineffective record keeping and ineffective case review process, incomplete documentation, and incorrect application of rules for purposes of determining eligibility.
Recommendation:	Files should be reviewed internally to ensure proper documentation is in place for eligibility. Workers should be retrained on what files should contain and the importance of complete and accurate record keeping. We recommend that all files include online verifications, documented resources of income and those amounts agree to information in NC FAST. The results found or documentation made in case notes that clearly indicates what actions were performed and the results of those actions.
Views of Responsible Officials and Planned Corrective Actions:	The County agrees with the finding. See corrective action plan.

**US Department of Health and Human Service**

Passed through the NC Dept of Health and Human Services

Program Names: Medical Assistance

CFDA #: 93.778

**Finding: 2021-010                      Inaccurate Resource Calculation**

**SIGNIFICANT DEFICIENCY**

Eligibility

Criteria:	Medicaid for Aged, Blind and Disabled case records should contain documentation that verifications were done in preparation of the application and these items will agree to reports in the NC FAST system. In this process, the countable resources should be calculated correctly and agree back to the amounts in the NC FAST system. Any items discovered in the verification process should be considered countable or non-countable resources and explained within the documentation.
Condition:	There were 5 errors discovered during our procedures that resources in the county documentation and those same resources contained in NC FAST were not the same amounts or files containing resources were not properly documented to be considered countable or non-countable.
Questioned Costs:	There was no known affect to eligibility and there were no known questioned costs.
Context:	We examined 60 from a total of 494,624 Medicaid claims from the Medicaid beneficiary report provided by NC Department of Health and Human Services to redetermine eligibility. These findings are being reported with the financial statement audit as it relates to Medicaid administrative cost compliance audit.
Effect:	For those certifications/re-certifications there was a chance that information was not properly documented and reconciled to NC FAST which could affect countable resource. Therefore, applicants could have received assistance for which they were not eligible.
Identification of a repeat finding:	This is a repeat finding from the immediate previous audit, 2020-007.
Cause:	Ineffective record keeping and ineffective case review process, incomplete documentation, and incorrect application of rules for purposes of determining eligibility.

ANSON COUNTY, NORTH CAROLINA  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2021

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**Section III - Federal Award Findings and Questioned Costs (continued)**

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Recommendation:	Files should be reviewed internally to ensure proper documentation is in place for eligibility. Workers should be retrained on what files should contain and the importance of complete and accurate record keeping. We recommend that all files include online verifications, documented resources of income and those amounts agree to information in NC FAST. The results found or documentation made in case notes should clearly indicate what actions were performed and the results of those actions.
Views of Responsible Officials and Planned Corrective Actions:	The County agrees with the finding. See corrective action plan.

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**Section IV - State Award Findings and Questioned Costs**

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**Program Name: Medical Assistance Program (Medicaid; Title XIX)**  
CFDA # 93.778

SIGNIFICANT DEFICENCY: Finding 2021-007, 2021-008, 2021-009 and 2021-010 also apply to State requirements and State Awards.



**Anson County Finance Department**  
**101 S. Greene Street, Suite 238**  
**Wadesboro, NC 28170**

Corrective Action Plan  
For the Year Ended June 30, 2021

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**Section II - Financial Statement Findings**

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**Finding: 2021-001**

**Reconciliation of Records and Reporting**

Name of Contact Person:

Holly Berry, Finance Director

Corrective Action:

The County is aware of the circumstances, which lead to the late completion of the annual audit and issuance of the financial statements. The County has contracted with an outside accounting firm to assist with the bank reconciliations and other year-end accounting activities. In addition, the County has hired an experienced Finance Officer with 20 years of experience. An Assistant Finance Officer position has been added to the department to assist with the daily operations to increase capacity within the department. Board policies and procedures are implemented to increase oversight and accountability.

Management is focused and dedicated to ensuring transactions are recorded and complied in timely manner to prevent reporting delays. In addition, management is reviewing the staffing capacity needs for potentially adding resources in the upcoming budget process. The County has partnered with NCACC to provide additional resources, support, and technical assistance in Finance.

Proposed Completion Date:

On going.

**Finding: 2021-002**

**Budget Violation**

Name of Contact Person:

Holly Berry, Finance Director

Corrective Action:

The County amended the FY 22 budget to comply with GASB 84.

Proposed Completion Date:

June 30, 2022.

**Finding: 2021-003**

**Budget Violation**

Name of Contact Person:

Holly Berry, Finance Director

Corrective Action:

The Anson Middle School Construction Project Fund was adopted in FY 21-22. The County made some budget corrections in FY 22 and continues to review and research what is needed to ensure the final FY 23 adopted project ordinance is balanced.

Proposed Completion Date:

June 30, 2023.





**Anson County Finance Department**  
**101 S. Greene Street, Suite 238**  
**Wadesboro, NC 28170**

Corrective Action Plan  
For the Year Ended June 30, 2021

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**Section II - Financial Statement Findings (continued)**

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**Finding: 2021-004**

**Prior Period Adjustments**

Name of Contact Person:

Holly Berry, Finance Director

Corrective Action:

The County is aware of the circumstances, which lead to the late completion of the annual audit and issuance of the financial statements. The County has contracted with an outside accounting firm to assist with the bank reconciliations and other year-end accounting activities. In addition, the County has hired an experienced Finance Officer with 20 years of experience. An Assistant Finance Officer position has been added to the department to assist with the daily operations to increase capacity within the department. Board policies and procedures are implemented to increase oversight and accountability.

Management is focused and dedicated to ensuring transactions are recorded and complied in timely manner to prevent reporting delays. In addition, management is reviewing the staffing capacity needs for potentially adding resources in the upcoming budget process. The County has partnered with NCACC to provide additional resources, support, and technical assistance in Finance.

Proposed Completion Date:

On going.

**Finding: 2021-005**

**Preaudit Requirement Violation**

Name of Contact Person:

Holly Berry, Finance Director

Corrective Action:

A procedure has been implemented to ensure the pre-audit requirement is met. The current financial system includes the pre-audit certification on all processed checks automatically after approval.

Proposed Completion Date:

On going.

**Finding: 2021-006**

**Late Submission of Audit**

Name of Contact Person:

Holly Berry, Finance Director

Corrective Action:

The County experienced a ransomware attack in May 2021 which significantly impacted all systems maintained and supported by the County. Electronic supporting documentation and work sheets were lost which impacted the ability to report information to ensure the audit was completed on time.

In review of our current status, administration estimates the completion date of the FY 22 audit by December FY 23.

Proposed Completion Date:

On going.



**Anson County Finance Department**  
**101 S. Greene Street, Suite 238**  
**Wadesboro, NC 28170**

Corrective Action Plan  
For the Year Ended June 30, 2021

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**Section III - Federal Award Findings and Questioned Costs**

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**Finding: 2021-007**

**Inadequate Request for Information**

Name of Contact Person:

Nia Broadway, Economic Services Administrator

Corrective Action:

The County will continue to complete second party reviews. The County follows up with staff in reference to the Second party findings. The County meets with both Medicaid Units Monthly to discuss Second Party Findings and provide refresher training if needed. The County has incorporated a Medicaid Check List to the recertification process to aid staff in determining eligibility correctly. The Staff is completing the NCFASST Certification courses.

Proposed Completion Date:

The Adult and MAGI Medicaid Units met on 3/1/2022 to discuss inadequate request for information. Additionally, second party reviews and monthly trainings will be ongoing to discuss any findings and/or current policy changes.

**Finding: 2021-008**

**IV-D Non-Cooperation**

Name of Contact Person:

Nia Broadway, Economic Services Administrator

Corrective Action:

The County will continue to complete second party reviews, The Child Support and Medicaid will meet as needed to discuss effective procedures to ensure that all referrals are being made.

Proposed Completion Date:

The Medicaid and Child Support Units met on 2/1/20 to discuss effective procedures to ensure that all referrals are being made. Second Party reviews will continue and future meetings will be held as needed.

**Finding: 2021-009**

**Inaccurate Information Entry**

Name of Contact Person:

Nia Broadway, Economic Services Administrator

Corrective Action:

The County will continue to complete second party reviews. The County follows up with staff in reference to the Second party findings. The County meets with both Medicaid Units Monthly to discuss Second Party Findings and provide refresher training if needed. The County has incorporated a Medicaid Check List to the recertification process to aid staff in determining eligibility correctly. The Staff is completing the NCFASST Certification courses.

Proposed Completion Date:

The Adult and MAGI Medicaid Units met on 3/1/2022 to discuss inaccurate information entry. Additionally, second party reviews and monthly trainings will be ongoing to discuss any findings and/or current policy changes.



**Anson County Finance Department**  
**101 S. Greene Street, Suite 238**  
**Wadesboro, NC 28170**

Corrective Action Plan  
For the Year Ended June 30, 2021

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**Section III - Federal Award Findings and Questioned Costs (continued)**

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**Finding: 2021-010**

**Inaccurate Resource Calculation**

Name of Contact Person:

Nia Broadway, Economic Services Administrator

Corrective Action:

The County will continue to complete second party reviews. The County follows up with staff in reference to the Second party findings. The County meets with both Medicaid Units Monthly to discuss Second Party Findings and provide refresher training if needed. The County has incorporated a Medicaid Check List to the recertification process to aid staff in determining eligibility correctly. The Staff is completing the NCFAS Recertification courses.

Proposed Completion Date:

The Adult and MAGI Medicaid Units met on 3/1/2022 to discuss inaccurate resources entry. Additionally, second party reviews and monthly trainings will be ongoing to discuss any findings and/or current policy changes.

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**Section IV- State Award Findings and Questioned Costs**

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Corrective Actions for findings 2021-007, 2021-008, 2021-009 and 2021-010 also apply to the State Award findings.

ANSON COUNTY, NORTH CAROLINA  
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
For the Year Ended June 30, 2021

Finding: 2020-001  
Status: Repeat as 2021-001.

Finding: 2020-002  
Status: Corrected

Finding: 2020-003  
Status: Corrected

Finding: 2020-004  
Status: Corrected

Finding: 2020-005  
Status: Repeat as 2021-008.

Finding: 2020-006  
Status: Repeat as 2021-009.

Finding: 2020-007  
Status: Repeat as 2021-010.

Finding: 2020-008  
Status: Corrected

**Anson County, North Carolina**  
**Schedule of Expenditures of Federal and State Awards**  
**For The Year Ended June 30, 2021**

<u>Grantor/Pass-through Grantor/Program Title</u>	<u>Federal AL CFDA Number</u>	<u>State/ Pass-through Grantor's Number</u>	<u>Federal Expenditures</u>	<u>State Expenditures</u>	<u>Provided to Sub-recipients</u>	<u>Local Expenditures</u>
<b>Federal Awards:</b>						
<u>U. S. Department of Agriculture</u>						
Passed-through N.C. Dept. of Health and Human Services: Division of Social Services: Administration:						
Supplemental Nutrition Assistance Program Cluster						
State Administrative Matching Grants	10.561		\$ 321,550	\$ -	\$ -	\$ 321,549
Passed-through N.C. Dept. of Health and Human Services: Division of Public Health: Administration:						
Special Supplemental Nutrition Program for Women, Infants and Children	10.557		155,695	-	-	-
Total U. S. Department of Agriculture			477,245	-	-	321,549
<u>U.S. Dept. of Transportation</u>						
Passed through the N.C. Department of Transportation						
Public Transportation for Nonurbanized Areas - Administration	20.509	DOT-11 36233.5.21.1	25,594	1,600	-	-
Public Transportation for Nonurbanized Areas - Capital	20.509	DOT-11 36233.5.21.3	54,965	6,871	-	-
COVID 19 Public Transportation for Nonurbanized Areas - Operating	20.509	49233.4.1.2	161,593	-	-	-
Total Public Transportation for Nonurbanized Areas			242,152	8,471	-	-
Anson County COA Capital	20.513	DOT-14 51001.96.4.3	5,685	710	-	-
Airport Improvement Program						
COVID 19 - Airport Improvement Program	20.106	36237.7.15.1	30,000	-	-	-
Airport Improvement Program	20.106	DOT-8 36237.9.14.2	80,890	157,277	-	-
Total Airport Improvement			110,890	157,277	-	-
Passed through N.C. Department of Public Safety						
Emergency Management Planning	20.703		7,360	1,472	-	-
Total U.S. Dept. of Transportation			366,087	167,930	-	-
<u>U. S. Department of Treasury</u>						
Passed-through the Office of State Budget and Management						
N.C. Pandemic Recovery Office						
Coronavirus Relief Fund	21.019		1,122,191	-	-	-
Passed-through N.C. Dept of Health and Human Services: Division of Public Health						
Coronavirus Relief Fund	21.019		56,137	-	-	-
Passed-through N.C. Department of Public Safety						
Coronavirus Relief Fund	21.019		493	-	-	-
Total U.S. Department of Treasury			1,178,821	-	-	-
<u>U.S. Election Assistance Commission</u>						
Passed-through N.C. State Board of Elections						
HAVA Election Security Grants	90.404		13,719	-	-	-
COVID-19 HAVA Election Security Grants	90.404		1,249	-	-	-
Total U.S. Election Assistance Commission			14,968	-	-	-

**Anson County, North Carolina**  
**Schedule of Expenditures of Federal and State Awards**  
**For The Year Ended June 30, 2021**

<u>Grantor/Pass-through Grantor/Program Title</u>	<u>Federal AL CFDA Number</u>	<u>State/ Pass-through Grantor's Number</u>	<u>Federal Expenditures</u>	<u>State Expenditures</u>	<u>Provided to Sub-recipients</u>	<u>Local Expenditures</u>
<b>U.S. Dept. of Health and Human Services</b>						
Passed-through N.C. Dept. of Health and Human Services Division of Public Health:						
Public Health Emergency Preparedness	93.069		31,874	-	-	-
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116		29	-	-	-
Family Planning Services	93.217		20,535	-	-	-
Immunization Grants	93.268		16,099	-	-	-
COVID 19 - Immunization Grants	93.268		26,497	-	-	-
Total Immunization Grants			42,596	-	-	-
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323		292,529	-	-	-
COVID 19 - Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323		21,864	-	-	-
Total Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)			314,393	-	-	-
COVID-19 - Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response	93.354		17,500	-	-	-
Preventive Health Services_Sexually Transmitted Diseases Control Grants	93.977		42	-	-	-
Preventive Health and Health Services Block Grant	93.991		35,565	-	-	-
Maternal and Child Health Services Block Grant	93.994		10,468	7,852	-	-
Temporary Assistance Needy Families Cluster Division of Social Services:						
TANF - Work First	93.558		119,043	-	-	391,937
Division of Public Health TANF - Work First	93.558		6,155	-	-	-
Total TANF Cluster			125,198	-	-	391,937
Low Income Energy Assistance						
Administration	93.568		28,825	-	-	-
Crisis Intervention Payments	93.568		222,540	-	-	-
Energy Assistance	93.568		260,196	-	-	-
COVID-19 - LIEAP	93.568		210,583	-	-	-
COVID-19 - LIEAP Admin	93.568		9,673	-	-	-
Total Low-Income Energy Assistance			731,817	-	-	-
Stephanie Tubbs Jones Child Welfare Services Program	93.645		5,311	-	-	1,770
Foster Care and Adoption Cluster						
Foster Care - Title IV-E 4	93.658		144,145	22,811	-	51,126
Adoption Assistance	93.659		812	-	-	750
Foster Care	N/A		6	-	-	-
IV-E Adoption	N/A		32	-	-	-
Total Foster Care and Adoption			144,995	22,811	-	51,876
Child Support Enforcement	93.563		407,536	379	-	209,563
SSBG - Other Training & Services	93.667		105,291	-	-	35,097
Division of Aging and Adult Services SSBG -In Home Services	93.667		1,885	-	-	269
Division of Social Services CPS TANF to SSBG	93.667		40,664	-	-	-
Total Social Service Block Grant			147,840	-	-	35,366

**Anson County, North Carolina**  
**Schedule of Expenditures of Federal and State Awards**  
**For The Year Ended June 30, 2021**

<u>Grantor/Pass-through Grantor/Program Title</u>	<u>Federal AL CFDA Number</u>	<u>State/ Pass-through Grantor's Number</u>	<u>Federal Expenditures</u>	<u>State Expenditures</u>	<u>Provided to Sub-recipients</u>	<u>Local Expenditures</u>
<u>Child Care Development Fund Cluster</u>						
Child Care Development Mandatory and Match Fund	93.596		79,934	-	-	-
Medical Assistance Program Administration	93.778		882,146	1,229	-	329,444
State Children's Insurance Program-N. C. Health Choice	93.767		19,474	139	-	3,453
Passed-through Centralina Council of Government - Aging Cluster						
Division of Aging and Adult Services						
<u>Aging Cluster</u>						
Special Programs for the Aging - Title III B						
Grants for Supportive Services and Senior Centers	93.044		255,538	45,080	-	-
CARES - Grants for Supportive Services and Senior Centers	93.044		19,000	-		
Special Programs for the Aging - Title III C						
Nutrition Services	93.045		41,057	7,245	-	-
CARES - Nutrition Services	93.045		28,223	-		
Nutrition Services Incentive Program	93.053		5,988	-	-	-
Total Aging Cluster			349,806	52,325	-	-
Family Caregiver Services	93.052		23,272	1,551	-	-
CARES - Family Caregiver Services	93.052		13,187	-	-	-
Total U. S. Department of Health and Human Services			3,403,518	86,286	-	1,023,409
<u>U.S. Department of Homeland Security</u>						
Passed through N.C. Dept. of Public Safety						
Emergency Mgt. Performance Grant	97.042		47,440	-	-	-
Total U.S. Department of Homeland Security			47,440	-	-	-
Total Federal Awards			\$ 5,488,079	\$ 254,216	\$ -	\$ 1,344,958
<b>State Awards:</b>						
<u>NC Department of Administration</u>						
Veteran Service			\$ -	\$ 2,084	\$ -	\$ -
Total NC Department of Administration			-	2,084	-	-
<u>N.C. Dept. of Health and Human Services</u>						
Division of Public Health:						
Food & Lodging Fees			-	6,229	-	-
Aid to Counties			-	101,510	-	-
General Communicable Diseases Control			-	5,876	-	-
Healthy Communities			-	3,747	-	-
HIV/STD STATE			-	500	-	-
STD Drugs			-	1,608	-	-
Family Planning - State			-	33,217	-	-
Maternal Health			-	19,762	-	-
Women's Health Service Fund			-	3,604	-	-
TB Control			-	825	-	-
Total Division of Public Health			-	176,878	-	-
Division of Social Services:						
State Child Welfare/CPS/CS LD		N/A	-	(1,126)	-	-
COVID 19 - APS/CPS Care		N/A	-	19,350	-	-
County Funded Programs		N/A	-	-	-	294,817
Eenergy Assist Private		N/A	-	5,470	-	-

**Anson County, North Carolina**  
**Schedule of Expenditures of Federal and State Awards**  
**For The Year Ended June 30, 2021**

<u>Grantor/Pass-through Grantor/Program Title</u>	<u>Federal AL CFDA Number</u>	<u>State/ Pass-through Grantor's Number</u>	<u>Federal Expenditures</u>	<u>State Expenditures</u>	<u>Provided to Sub-recipients</u>	<u>Local Expenditures</u>
Non-Allocating County Cost		N/A	-	-	-	3,662
Work First Non Reimbursable		N/A	-	-	-	19,349
SFHF Maximization		N/A	-	43,702	-	43,702
State Foster Home		N/A	-	9,684	-	9,684
COVID 19- FC Stipend		N/A	-	5,800	-	-
Total Division of Social Services			-	82,880	-	371,214
Passed-through Centralina Council of Government						
Division of Aging and Adult Services						
Senior Center -General Purpose			-	3,505	-	-
Total Division of Aging and Adult Services			-	3,505	-	-
Total N.C. Dept. of Health and Human Services			-	263,263	-	371,214
<u>N.C. Dept. of Transportation</u>						
		DOT-8				
Anson County Airport		36244.12.11.1	-	62,849	-	-
Total N.C. Department of Transportation			-	62,849	-	-
<u>N.C. Department of Pubic Safety</u>						
Juvenile Crime Prevention Programs						
Youth and Family Counseling (JCPC Admin)			-	1,000	-	-
4-H Youth Promise			-	101,781	-	-
Total N.C. Department of Pubic Safety			-	102,781	-	-
<u>N.C. Department of Environmental Quality</u>						
Soil Conservation			-	3,600	-	-
Agricultural Cost Share			-	23,812	-	-
Total N.C. Dept. of Environmental Quality			-	27,412	-	-
<u>N.C. Department of Insurance</u>						
SHIIP Grant			-	5,339	-	-
Total N.C. Department of Insurance			-	5,339	-	-
<u>N.C. Department of Public Instruction</u>						
Public School Building Capital Fund - Needs Based Lottery Fund			-	54,765	-	-
Total N.C. Department of Public Instruction			-	54,765	-	-
Total State Awards			\$ -	\$ 518,493	\$ -	\$ 371,214
Total Federal and State Awards			\$ 5,488,079	\$ 772,709	\$ -	\$ 1,716,172

Notes to the Schedule of Federal and State Financial Awards:

**Note 1: Basis of Presentation**

The accompanying schedule of expenditures of federal and State awards (SEFSA) includes the federal and State grant activity of Anson County under the programs of the federal government and the State of North Carolina for the year ended June 30, 2021. The information in this SEFSA is presented in accordance with the requirements of Title 2 US Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards and the State Single Audit Implementation Act. Because the Schedule presents only a selected portion of the operations of Anson County, it is not intended to and does not present the financial position, change in net position or cash flows of Anson County.

**Note 2: Summary of Significant Accounting Policies**

Expenditures reported in the SEFSA are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

**Note 3: Indirect Cost Rate**

Anson County has elected not to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

**Note 4: Cluster of Programs**

The following are clustered by the NC Department of Health and Human Services and are treated separately for state audit requirement purposes: Subsidized Child Care and Foster Care and Adoption



**Anson County, North Carolina**  
**Schedule of Expenditures of Federal and State Awards**  
**For The Year Ended June 30, 2021**

<u>Grantor/Pass-through Grantor/Program Title</u>	<u>Federal AL CFDA Number</u>	<u>State/ Pass-through Grantor's Number</u>	<u>Federal Expenditures</u>	<u>State Expenditures</u>	<u>Provided to Sub-recipients</u>	<u>Local Expenditures</u>
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**Note 5: Benefit Payments Issued by the State**

The amounts listed below were paid directly to individual recipients by the State from federal and State moneys. County personnel are involved with certain functions, primarily eligibility determinations that cause benefit payments to be issued by the State. These amounts disclose this additional aid to County recipients that do not appear in the basic financial statements because they are not revenues and expenditures of the County.

<u>Program Title</u>	<u>CFDA No.</u>	<u>Federal</u>	<u>State</u>
Food and Nutrition Services	10.551	\$ 15,886,523	\$ -
Special Supplemental Nutrition Program for Women			
Infant and Children	10.557	342,981	-
Medical Assistance Program	93.778	49,290,544	20,370,638
Children's Health Insurance Program	93.767	354,340	60,267
IV-E Adopt & Vendor	93.659	39,497	6,968
TANF Payments & Penalties	93.558	126,797	-
CWS Adopt, Vendor, Guard	N/A	-	47,691
SC/SA Domiciliary Care	N/A	-	161,852