DAVIDSON COUNTY
NORTH CAROLINA

COMPLIANCE LETTERS

FOR THE FISCAL YEAR ENDED JUNE 30, 2022

DAVIDSON COUNTY, NORTH CAROLINA

COMPLIANCE LETTERS
FOR THE YEAR ENDED JUNE 30, 2022

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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 Auditor's Report

To the Board of Commissioners
Davidson County
Lexington, 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 (*Government Auditing Standards*), the 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 Davidson County, North Carolina, as of and for the year ended June 30, 2022, not presented here, and the related notes to the financial statements, which collectively comprise Davidson County's basic financial statements, and have issued our report thereon dated January 31, 2023. Our report includes a reference to other auditors who audited the financial statements of the Davidson County ABC Board, as described in our report on Davidson County's financial statements. The financial statements of the Davidson County ABC Board were not audited in accordance with *Government Auditing Standards*, and accordingly, this report does not include reporting on internal control over financial reporting or instances of reportable non-compliance associated with the Davidson County ABC Board.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County'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 County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Martin Starnes & Associates, CPAs, P.A.

Martin Starnes & Associates, CPAs, P.A.
Hickory, North Carolina
January 31, 2023

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& ASSOCIATES, CPAS, P.A.
"A Professional Association of Certified Public Accountants and Management Consultants"

Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; Report on the Schedule of Expenditures of Federal and State Awards Required by the Uniform Guidance and the State Single Audit Implementation Act

Independent Auditor's Report

To the Board of Commissioners
Davidson County
Lexington, North Carolina

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Davidson County, North Carolina's compliance with the types of compliance requirements identified as subject to audit 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 Davidson County's major federal programs for the year ended June 30, 2022. Davidson County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings, Responses, and Questioned Costs.

In our opinion, Davidson County complied, in all material respects, with the 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, 2022.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained *in Government Auditing Standards* issued by the Comptroller General in the United States *(Government Auditing Standards)*; 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. Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

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Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance, and the State Single Audit Implementation Act, we:

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

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

Other Matters

The results of our auditing procedures disclosed an instance of non-compliance which is required to be reported in accordance with the Uniform Guidance and which is described in the accompanying Schedule of Findings, Responses, and Questioned Costs as item 2022-001. Our opinion on each major federal program is not modified with respect to this matter.

Government Auditing Standards requires the auditor to perform limited procedures on Davidson County's response to the non-compliance finding identified in our compliance audit described in the accompanying Schedule of Findings, Responses, and Questioned Costs. Davidson County's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, as discussed below, we did identify a certain deficiency in internal control over compliance that we consider to be a significant deficiency.

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, non-compliance 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 reasonable possibility that material non-compliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying Schedule of Findings, Responses, and Questioned Costs as item 2022-001 to be a significant deficiency.

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

Government Auditing Standards requires the auditor to perform limited procedures on Davidson County's response to the internal control over compliance finding identified in our compliance audit described in the accompanying Schedule of Findings, Responses, and Questioned Costs. Davidson County's response was not subjected to the other 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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on the Schedule of Expenditures of Federal and State Awards Required by the Uniform Guidance and the State Single Audit Implementation Act

We have audited the 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 Davidson County, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise Davidson County's basic financial statements. We issued our report thereon dated January 31, 2023, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Davidson County's basic financial statements. The accompanying Schedule of Expenditures of Federal and State Awards is presented for purposes of additional analysis as required by the Uniform Guidance and the State Single Audit Implementation Act and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In in our opinion, the Schedule of Expenditures of Federal and State Awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Martin Starnes & Associates, CPAs, P.A.

Martin Starnes & Associates, CPAs, P.A.
Hickory, North Carolina
January 31, 2023

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Report on Compliance for Each Major State Program; Report on Internal Control Over Compliance; Report on the Schedule of Expenditures of Federal and State Awards Required by Uniform Guidance and the State Single Audit Implementation Act

Independent Auditor's Report

To the Board of Commissioners
Davidson County
Lexington, North Carolina

Report on Compliance for Each Major State Program

We have audited Davidson County, North Carolina's compliance with the types of compliance requirements identified as subject to audit 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 Davidson County's major state programs for the year ended June 30, 2022. Davidson County's major state programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings, Responses, and Questioned Costs.

In our opinion, Davidson County complied, in all material respects, with the 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, 2022.

Basis for Opinion on Each Major State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*); 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. Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

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Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance, and the State Single Audit Implementation Act, we:

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

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

Report on Internal Control over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, non-compliance 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 combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material non-compliance 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 a 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 Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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

Report on the Schedule of Expenditures of Federal and State Awards Required by the Uniform Guidance and the State Single Audit Implementation Act

We have audited the 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 Davidson County as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise Davidson County's basic financial statements. We issued our report thereon dated January 31, 2023, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Davidson County's basic financial statements. The accompanying Schedule of Expenditures of Federal and State Awards is presented for purposes of additional analysis as required by the Uniform Guidance and the State Single Audit Implementation Act and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal and State Awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Martin Starnes & Associates, CPAs, P.A.

Martin Starnes & Associates, CPAs, P.A.
Hickory, North Carolina
January 31, 2023

DAVIDSON COUNTY, NORTH CAROLINA

SCHEDULE OF FINDINGS, RESPONSES, AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2022

1. Summary of Auditor's Results

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP:	Unmodified
Internal control over financial reporting:	
• Material weakness identified?	No
• Significant deficiency identified?	None reported
Non-compliance material to financial statements noted	No

Federal Awards

Internal control over major federal programs:	
• Material weakness(es) identified?	No
• Significant deficiency(s) identified?	Yes
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)?	Yes

Identification of major federal programs:

Federal Program	AL #
Medicaid Cluster	93.778
Social Services Block Grant	93.667
Federal Transit Cluster	20.507
Economic Development Cluster	11.300
Epidemiology & Laboratory Capacity for Infectious Diseases	93.323
Rural Economic Development Loans and Grant – Egger Wood Productions Loan	10.854

SCHEDULE OF FINDINGS, RESPONSES, AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2022

1. Summary of Auditor's Results (continued)

Federal Awards (continued)

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

State Awards

Internal control over major state programs:

• Material weakness(es) identified?	No
• Significant deficiency(s) identified?	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?	No

Identification of major state programs:

Medicaid Cluster
Social Services Block Grant
Public School Building Capital Fund
Juvenile Justice and Delinquency Prevention
Rural Economic Development Grant
Childress Technologies, LLC/Project Speedway

2. Financial Statement Findings

None reported.

3. Federal Award Findings, Responses, and Questioned Costs

US Department of Health and Human Services
Passed through the NC Dept. of Health and Human Services
Program Name: Epidemiology & Laboratory Capacity for Infectious Diseases
CFDA# 93.323
Grant Number: 1331631

Finding 2022-001

Significant Deficiency / Non-Compliance

Criteria: In accordance with the Division of Public Health Agreement Addendum for 361 ELC Reopening Schools SH Liaison project the local health department shall complete a Quarterly Progress Report each quarter via the Smartsheet dashboard. These periodic progress reports will report about the prior period's progress on implementing the Agreement Addendum's required school health nurse liaison activities as listed in the job description. The due dates are posted on the Smartsheet dashboard.

Condition: We noted that the first and second quarter reports were submitted untimely. Report quarter ended September 30, 2021 was submitted November 19, 2021 and report quarter ended December 31, 2021 was submitted February 21, 2022.

Questioned Costs: The untimely submission of the 2 quarterly reports resulted in no questioned costs.

Context: Of the 4 quarterly reports during the fiscal year, we examined 4 and determined 2 were submitted untimely.

Effect: Reports were not submitted timely.

Cause: Lack of proper internal controls over reporting.

Recommendation: County Health department staff should implement controls to ensure reports are submitted timely in the future.

View of Responsible Officials and Planned Corrective Actions: See Corrective Action Plan submitted with this report.

4. State Award Findings, Responses, and Questioned Costs

None reported.

Lillian Koontz, MPA, REHS
HEALTH DIRECTOR

Tammy Troublefield
CHAIR, BOARD OF HEALTH

Michael Garrison, MD
MEDICAL DIRECTOR

CORRECTIVE ACTION PLAN
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Finding: **2022-001**

Name of Contact Person: Lillian Koontz, Director

Corrective Action/Management's Response:

The Health department implemented a reminder system for staff via a shared calendar through email. Appropriate staff are notified one week and one day before their report is due. This was implemented on August 1, 2022 in order to remind staff of July 2022 reporting due dates. This has proven to be successful.

Proposed Completion Date: August 1, 2022

DAVIDSON COUNTY, NORTH CAROLINA

SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2022

Finding 2021-001:

Status: Corrected.

Finding 2021-002:

Status: Corrected.

DAVIDSON COUNTY, NORTH CAROLINA
SCHEDULE OF EXPENDITURES OF
FEDERAL AND STATE AWARDS
Year Ended June 30, 2022

Grantor/Pass-Through Grantor/Program Title	Federal AL Number	State Pass-Through Grantor's Number	Federal (Direct & Pass-Through) Expenditures	State Expenditures	Provided To Subrecipients
FEDERAL AWARDS:					
U.S. DEPT. OF TRANSPORTATION					
FEDERAL HIGHWAY ADMINISTRATION					
HIGHWAY PLANNING AND CONSTRUCTION CLUSTER:					
PASSED THROUGH NC DEPT OF TRANSPORTATION					
HIGHWAY PLANNING AND CONSTRUCTION	20.205	34156.3.GV2	$ 397,958	$ -	$ -
TOTAL HIGHWAY PLANNING AND CONSTRUCTION CLUSTER			397,958	-	-
FEDERAL HIGHWAY ADMINISTRATION					
FEDERAL TRANSIT CLUSTER:					
PASSED THROUGH NC DEPT OF TRANSPORTATION					
COVID-19 FEDERAL TRANSIT FORMULA GRANTS	20.507	49358.4.1.2	504,008	-	-
PASSED THROUGH CITY OF WINSTON SALEM					
COVID-19 FEDERAL TRANSIT FORMULA GRANTS	20.507	NC-2018-071-00	514,495	-	-
ARPA FEDERAL TRANSIT FORMULA GRANTS	20.507	WS 2022 ARP	92,407	-	-
TOTAL FEDERAL TRANSIT CLUSTER			1,110,910	-	-
PASSED THROUGH NC DEPT OF TRANSPORTATION					
COVID-19 FORMULA GRANTS FOR RURAL AREAS AND TRIBAL TRANSIT PROGRAM - OPERATING	20.509	49233.22.1.2	256,278	-	-
FORMULA GRANTS FOR RURAL AREAS AND TRIBAL TRANSIT PROGRAM - ADMIN	20.509	36233.34.23.1	85,784	5,361	-
TOTAL FORMULA GRANTS FOR RURAL AREAS AND TRIBAL TRANSIT PROGRAM			342,062	5,361	-
TRANSIT SERVICES PROGRAMS CLUSTER:					
PASSED THROUGH NC DEPT OF TRANSPORTATION					
ENHANCED MOBILITY OF SENIORS AND INDIVIDUALS WITH DISABILITIES	20.513	51001.58.9.3	179,828	22,479	-
PASSED THROUGH CITY OF WINSTON SALEM					
ENHANCED MOBILITY OF SENIORS AND INDIVIDUALS WITH DISABILITIES	20.513	51001.58.8.3	40,203	-	-
TOTAL TRANSIT SERVICES PROGRAMS CLUSTER			220,031	22,479	-
TOTAL U.S. DEPT. OF TRANSPORTATION			2,070,961	27,840	-
U.S. DEPT. OF AGRICULTURE					
FOOD AND NUTRITION SERVICE					
PASSED THROUGH NC DEPT OF HEALTH AND HUMAN SERVICES					
DIVISION OF SOCIAL SERVICES:					
SUPPLEMENTAL NUTRITION ASSISTANCE PROGRAM CLUSTER:					
STATE ADMINISTRATIVE MATCHING GRANTS FOR THE SUPPLEMENTAL NUTRITION ASSISTANCE PROGRAM - ADMIN	10.561	205NC406S2514	740,671	-	-
STATE ADMINISTRATIVE MATCHING GRANTS FOR THE SUPPLEMENTAL NUTRITION ASSISTANCE PROGRAM - FRAUD ADMINISTRATION	10.561	205NC406S2514	37,320		
ARPA ADMIN - STATE ADMINISTRATIVE MATCHING GRANTS FOR THE SUPPLEMENTAL NUTRITION ASSISTANCE PROGRAM	10.561		53,715		
ARPA - STATE ADMINISTRATIVE MATCHING GRANTS FOR THE SUPPLEMENTAL NUTRITION ASSISTANCE PROGRAM	10.561		146,251	-	-
TOTAL SUPPLEMENTAL NUTRITION ASSISTANCE PROGRAM CLUSTER			977,957	-	-
DIVISION OF PUBLIC HEALTH:					
WIC SPECIAL SUPPLEMENTAL NUTRITION PROGRAM FOR WOMEN, INFANTS, AND CHILDREN	10.557	13A2540	675,645	-	-
PASSED THROUGH NATURAL RESOURCES CONSERVATION SERVICE					
EMERGENCY WATERSHED PROTECTION PROGRAM	10.923	19-091-4004	1,365	-	-
RURAL BUSINESS COOPERATIVE SERVICE					
PASSED THROUGH ENERGYUNITED ELECTRIC MEMBERSHIP CORP					
RURAL ECONOMIC DEVELOPMENT LOANS AND GRANTS - EGGER WOOD PRODUCTS LOAN	10.854	2014	1,500,000	-	-
TOTAL U.S. DEPT. OF AGRICULTURE			3,154,967	-	-
U.S. DEPT. OF HOMELAND SECURITY					
FEDERAL EMERGENCY MANAGEMENT AGENCY					
PASSED THROUGH NC DEPT OF PUBLIC SAFETY					
EMERGENCY MANAGEMENT PERFORMANCE GRANTS	97.042	EMA-2020-EP-00009	67,075	-	-
TOTAL U.S. DEPT. OF HOMELAND SECURITY			67,075	-	-

DAVIDSON COUNTY, NORTH CAROLINA
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
Year Ended June 30, 2022

Grantor/Pass-Through Grantor/Program Title	Federal AL Number	State Pass-Through Grantor's Number	Federal (Direct & Pass-Through) Expenditures	State Expenditures	Provided To Subrecipients
FEDERAL AWARDS (CONTINUED):					
U.S. DEPT. OF LABOR					
EMPLOYMENT AND TRAINING ADMINISTRATION					
WORKFORCE INNOVATION AND OPPORTUNITY ACT (WIOA) CLUSTER:					
PASSED THROUGH NC DEPT OF COMMERCE					
DIVISION OF EMPLOYMENT AND TRAINING:					
WIOA ADULT PROGRAM	17.258	21-4050	69,482	-	-
WIOA ADULT PROGRAM	17.258	19-4050	628	-	-
WIOA ADULT PROGRAM	17.258	20-4050	27,324	-	-
WIOA ADULT PROGRAM	17.258	20-2020	45,715	-	-
WIOA ADULT PROGRAM	17.258	21-2020	215,222	-	-
WIOA ADULT PROGRAM	17.258	21-2010	27,778	-	-
WIOA YOUTH ACTIVITIES	17.259	20-2040	52,350	-	-
WIOA YOUTH ACTIVITIES	17.259	21-2040	179,979	-	-
WIOA YOUTH ACTIVITIES	17.259	20-2010	2,938	-	-
WIOA YOUTH ACTIVITIES	17.259	21-2010	12,172	-	-
WIOA DISLOCATED WORKERS FORMULA GRANTS	17.278	19-2030	4,252	-	-
WIOA DISLOCATED WORKERS FORMULA GRANTS	17.278	20-2030	152,071	-	-
WIOA DISLOCATED WORKERS FORMULA GRANTS	17.278	21-2010	17,656	-	-
TOTAL WORKFORCE INNOVATION AND OPPORTUNITY ACT CLUSTER			807,567	-	-
WIA DISLOCATED WORKERS	17.260	20-2050	56,687	-	-
TOTAL U.S. DEPT. OF LABOR			864,254	-	-
U.S. DEPT. OF HEALTH AND HUMAN SERVICES					
ADMINISTRATION FOR CHILDREN AND FAMILIES					
PASSED THROUGH NC DEPT OF HEALTH AND HUMAN SERVICES					
DIVISION OF SOCIAL SERVICES:					
TEMPORARY ASSISTANCE FOR NEEDY FAMILIES - ADMINISTRATION	93.558	2001NCTANF	920,621	-	-
DIVISION OF PUBLIC HEALTH:					
TEMPORARY ASSISTANCE FOR NEEDY FAMILIES	93.558	13A1515	20,735	-	-
TOTAL TEMPORARY ASSISTANCE FOR NEEDY FAMILIES			941,356	-	-
SPECIAL CHILDREN ADOPTION FUND CLUSTER (NOTE 3):					
DIVISION OF SOCIAL SERVICES:					
MARYLEE ALLEN PROMOTING SAFE AND STABLE FAMILIES PROGRAM	93.556	2001NCFPSS	29,619	-	-
STEPHANIE TUBBS JONES CHILD WELFARE SERVICES PROGRAM	93.645	G2001NCCWSS	65,425	-	-
TOTAL SPECIAL CHILDREN ADOPTION FUND CLUSTER (NOTE 3)			95,044	-	-
CHILD SUPPORT ENFORCEMENT - IV-D ADMINISTRATION	93.563	2004NC4005	950,785	-	-
LOW-INCOME HOME ENERGY ASSISTANCE - ADMINISTRATION	93.568	G20B1NCLIEA	123,348	-	-
LOW-INCOME HOME ENERGY ASSISTANCE - ASSISTANCE PAYMENTS	93.568	G20B1NCLIEA	188,692	-	-
LOW-INCOME HOME ENERGY ASSISTANCE - CRISIS INTERVENTION PAYMENTS	93.568	G20B1NCLIEA	112,131	-	-
ARPA - LOW-INCOME HOME ENERGY ASSISTANCE	93.568	G20B1NCLIEA	1,053,619	-	-
ARPA ADMIN - LOW-INCOME HOME ENERGY ASSISTANCE	93.568	G20B1NCLIEA	54,354	-	-
LOW-INCOME HOME WATER ASSISTANCE - ADMINISTRATION	93.568	G20B1NCLIEA	4,727	-	-
LOW-INCOME HOME WATER ASSISTANCE	93.568	G20B1NCLIEA	35,755	-	-
TOTAL LOW-INCOME HOME ENERGY ASSISTANCE			1,572,626	-	-
FOSTER CARE, ADOPTION, AND GUARDIANSHIP ASSISTANCE PROGRAM CLUSTER (NOTE 3):					
FOSTER CARE TITLE IV-E - CPS	93.658	2001NCFOST	147,380	438,484	-
FOSTER CARE TITLE IV-E - ADMIN	93.658	2001NCFOST	740,366	47,158	-
FOSTER CARE TITLE IV-E - DIRECT BENEFITS	93.658	2001NCFOST	515,357	124,186	-
ADOPTION ASSISTANCE - IV-E OPTIONAL TRAINING	93.659	2001NCFOST	19,204	4,214	-
TOTAL FOSTER CARE, ADOPTION, AND GUARDIANSHIP ASSISTANCE PROGRAM CLUSTER (NOTE 3)			1,422,307	614,042	-
SOCIAL SERVICES BLOCK GRANT- OTHER SVCS & TRNG	93.667	G2001NCSOSR	451,481	-	-
SOCIAL SERVICES BLOCK GRANT- IN HOME SERVICES	93.667	G2001NCSOSR	73,695	-	-
SOCIAL SERVICES BLOCK GRANT- ADULT DAY CARE	93.667	G2001NCSOSR	66,951	41,375	-
TOTAL SOCIAL SERVICES BLOCK GRANT			592,127	41,375	-
JOHN H. CHAFEE FOSTER CARE PROGRAM FOR SUCCESSFUL TRANSITION TO ADULTHOOD - ADMIN	93.674	G2001NCCILP	3,820	955	-
JOHN H. CHAFEE FOSTER CARE PROGRAM FOR SUCCESSFUL TRANSITION TO ADULTHOOD - DIRECT BENEFITS	93.674	G2001NCCILP	31,447	-	-
TOTAL JOHN H. CHAFEE FOSTER CARE PROGRAM FOR SUCCESSFUL TRANSITION TO ADULTHOOD			35,267	955	-

Grantor/Pass-Through Grantor/Program Title	Federal AL Number	State Pass-Through Grantor's Number	Federal (Direct & Pass-Through) Expenditures	State Expenditures	Provided To Subrecipients
FEDERAL AWARDS (CONTINUED):					
CHILD CARE DEVELOPMENT FUND CLUSTER:					
SUBSIDIZED CHILD CARE PROGRAM CLUSTER (NOTE 3):					
DIVISION OF SOCIAL SERVICES:					
CHILD CARE MANDATORY AND MATCHING FUNDS OF THE CHILD CARE AND DEVELOPMENT FUND - ADMIN	93.596	G2001NCCCDF	224,417	-	-
TOTAL CHILD CARE DEVELOPMENT FUND CLUSTER / SUBSIDIZED CHILD CARE PROGRAM CLUSTER (NOTE 3)			224,417	-	-
CENTERS FOR DISEASE CONTROL AND PREVENTION					
PASSED THROUGH NC DEPT OF HEALTH AND HUMAN SERVICES					
DIVISION OF PUBLIC HEALTH:					
PUBLIC HEALTH EMERGENCY PREPAREDNESS	93.069	1264268	36,568	-	-
PROJECT GRANTS AND COOPERATIVE AGREEMENTS FOR TUBERCULOSIS CONTROL PROGRAM	93.116	1460272	50	-	-
EPIDEMIOLOGY AND LABORATORY CAPACITY FOR INFECTIOUS DISEASES (ELC)	93.323	1331631	308,755	-	-
IMMUNIZATION COOPERATIVE AGREEMENTS	93.268	1331631	41,386	-	-
COVID-19 IMMUNIZATION COOPERATIVE AGREEMENTS	93.268		257,841	-	-
TOTAL IMMUNIZATION COOPERATIVE AGREEMENTS			299,227	-	-
CANCER PREVENTION AND CONTROL PROGRAMS FOR STATE, TERRITORIAL AND TRIBAL ORGANIZATIONS	93.898	1320310	13,000	-	-
PREVENTIVE HEALTH AND HEALTH SERVICES BLOCK GRANT	93.991	1261550	23,096	-	-
HEALTH RESOURCES AND SERVICES ADMINISTRATION					
PASSED THROUGH NC DEPT OF HEALTH AND HUMAN SERVICES					
DIVISION OF PUBLIC HEALTH:					
MATERNAL AND CHILD HEALTH SERVICES BLOCK GRANT TO THE STATES	93.994	1271574	42,528	14,966	-
OFFICE OF ASSISTANT SECRETARY FOR HEALTH					
PASSED THROUGH NC DEPT OF HEALTH AND HUMAN SERVICES					
DIVISION OF PUBLIC HEALTH:					
FAMILY PLANNING SERVICES	93.217	13A1592	70,290	-	-
ADMINISTRATION FOR COMMUNITY LIVING					
AGING CLUSTER:					
PASSED THROUGH PIEDMONT TRIAD REGIONAL COUNCIL					
SPECIAL PROGRAMS FOR THE AGING, TITLE III, PART B, GRANTS FOR SUPPORTIVE SERVICES AND SENIOR CENTERS, CARES ACT FOR SUPPORTIVE SERVICES UNDER TITLE III-B OF THE OLDER AMERCAIN ACT, AND AMERICAN RESCUE PLAN FOR SUPPORTIVE SERVICES UNDER TITLE III-B OF THE OLDER AMERICANS ACT	93.044	GO35	246,177	14,481	64,408
COVID-19 SPECIAL PROGRAMS FOR THE AGING, TITLE III, PART B, GRANTS FOR SUPPORTIVE SERVICES AND SENIOR CENTERS, CARES ACT FOR SUPPORTIVE SERVICES UNDER TITLE III-B OF THE OLDER AMERCAIN ACT, AND AMERICAN RESCUE PLAN FOR SUPPORTIVE SERVICES UNDER TITLE III-B OF THE OLDER AMERICANS ACT	93.044	GO35	20,439	-	-
NUTRITION SERVICES AND CARES ACT FOR NUTRITION SERVICES UNDER TITLE III-C OF THE OLDER AMERICANS ACT, CARES ACT FOR NUTRITION SERVICES UNDER TITLE III-C OF THE OLDER AMERICANS ACT, AND AMERICAN RESCUE PLAN FOR NUTRITION SERVICES UNDER TITLE III-C OF THE OLDER AMERICANS ACT - CONGREGATE MEALS	93.045	GO35	135,676	7,981	-
NUTRITION SERVICES AND CARES ACT FOR NUTRITION SERVICES UNDER TITLE III-C OF THE OLDER AMERICANS ACT, CARES ACT FOR NUTRITION SERVICES UNDER TITLE III-C OF THE OLDER AMERICANS ACT, AND AMERICAN RESCUE PLAN FOR NUTRITION SERVICES UNDER TITLE III-C OF THE OLDER AMERICANS ACT - HOME DELIVERED MEALS	93.045	GO35	72,036	4,237	-
COVID-19 NUTRITION SERVICES AND CARES ACT FOR NUTRITION SERVICES UNDER TITLE III-C OF THE OLDER AMERICANS ACT, CARES ACT FOR NUTRITION SERVICES UNDER TITLE III-C OF THE OLDER AMERICANS ACT, AND AMERICAN RESCUE PLAN FOR NUTRITION SERVICES UNDER TITLE III-C OF THE OLDER AMERICANS ACT - HOME DELIVERED MEALS	93.045	GO35	37,230	-	-
NUTRITION SERVICES AND CARES ACT FOR NUTRITION SERVICES UNDER TITLE III-C OF THE OLDER AMERICANS ACT, CARES ACT FOR NUTRITION SERVICES UNDER TITLE III-C OF THE OLDER AMERICANS ACT, AND AMERICAN RESCUE PLAN FOR NUTRITION SERVICES UNDER TITLE III-C OF THE OLDER AMERICANS ACTS - HOME DELIVERED MEALS - HDC5 SUPPLEMENTAL NUTRITION FOR OLDER ADULTS	93.045	GO35	77,882		
NUTRITION SERVICES INCENTIVE PROGRAM	93.053	GO35	64,656	-	-
TOTAL AGING CLUSTER			654,096	26,699	64,408

DAVIDSON COUNTY, NORTH CAROLINA
SCHEDULE OF EXPENDITURES OF
FEDERAL AND STATE AWARDS
Year Ended June 30, 2022

Grantor/Pass-Through Grantor/Program Title	Federal AL Number	State Pass-Through Grantor's Number	Federal (Direct & Pass-Through) Expenditures	State Expenditures	Provided To Subrecipients
FEDERAL AWARDS (CONTINUED):					
PASSED THROUGH PIEDMONT TRIAD REGIONAL COUNCIL					
SOCIAL SERVICES BLOCK GRANT - IN HOME SERVICES	93.667	GO35	45,963	1,313	12,353
CENTERS OF MEDICARE AND MEDICAID SERVICES					
MEDICAID CLUSTER:					
PASSED THROUGH NC DEPT OF HEALTH AND HUMAN SERVICES					
DIVISION OF HEALTH BENEFITS:					
MEDICAL ASSISTANCE PROGRAM - ADMIN	93.778	XIX-MAP20	2,448,782	-	-
MEDICAID ADMINISTRATIVE CLAIMING	93.778	XIX-MAP20	41,405	-	-
MEDICAL ASSISTANCE PROGRAM - TRANSPORTATION ADMIN	93.778	XIX-MAP20	79,813	-	-
MEDICAL ASSISTANCE PROGRAM - ADULT HOME SPECIALIST SERVICES	93.778	XIX-MAP20	24,351	8,958	
MEDICAL ASSISTANCE PROGRAM - STATE COUNTY SPECIAL ASSISTANCE	93.778	XIX-MAP20	34,399	-	-
TOTAL MEDICAID CLUSTER			2,628,750	8,958	-
CHILDREN'S HEALTH INSURANCE PROGRAM - ADMIN	93.767	CHIP 20	49,536	3,938	-
TOTAL U.S. DEPT. OF HEALTH AND HUMAN SERVICES			10,005,788	712,246	76,761
U.S. DEPT. OF JUSTICE					
CRIMINAL DIVISION					
DIRECT PROGRAM:					
EQUITABLE SHARING PROGRAM	16.922	NC0290000	20,956	-	-
OFFICE OF JUSTICE PROGRAMS					
DIRECT PROGRAM:					
BODY WORN CAMERA POLICY AND IMPLEMENTATION	16.835	2019-BC-BX-0016	79,908	-	-
PASSED-THROUGH N.C. DEPARTMENT OF PUBLIC SAFETY:					
GOVERNOR'S CRIME COMMISSION:					
EDWARD BYRNE MEMORIAL JUSTICE ASSISTANCE GRANT PROGRAM					
2020-DAVIDSON COUNTY SHERIFF'S OFFICE - BLOCK GRANT	16.738	PROJ014280	18,812	-	-
TOTAL U.S. DEPT. OF JUSTICE			119,676	-	-
U.S. DEPT. OF TREASURY					
CRIMINAL DIVISION					
DIRECT PROGRAM:					
EQUITABLE SHARING	21.016	NC0290000	55,436	-	-
PASSED THROUGH THE OFFICE OF STATE BUDGET AND MANAGEMENT					
NC PANDEMIC RECOVERY OFFICE:					
COVID-19 CORONAVIRUS RELIEF FUND	21.019	NC0290000	296	-	-
TOTAL U.S. DEPT. OF TREASURY			55,732	-	-
U.S. ELECTION ASSISTANCE COMMISSION					
PASSED THROUGH NC STATE BOARD OF ELECTIONS					
2020 HAVA ELECTION SECURITY GRANTS	90.404	NC20101001-029	84,713	-	-
TOTAL U.S. ELECTION ASSISTANCE COMMISSION			84,713	-	-
NATIONAL ENDOWMENT FOR THE HUMANITIES					
PASSED THROUGH STATE LIBRARY OF NORTH CAROLINA					
ARPA - GRANTS TO STATES - LSTA	45.310	NC-21-22	5,536	-	-
GRANTS TO STATES - LSTA	45.310	NC-21-22	1,744	-	-
TOTAL NATIONAL ENDOWMENT FOR THE HUMANITIES			7,280	-	-
U.S. DEPT. OF COMMERCE					
ECONOMIC DEVELOPMENT ADMINISTRATION					
DIRECT PROGRAM:					
ECONOMIC DEVELOPMENT CLUSTER:					
INVESTMENTS FOR PUBLIC WORKS AND ECONOMIC DEVELOPMENT FACILITIES	11.300	04-01-07452	1,610,417	-	-
TOTAL ECONOMIC DEVELOPMENT CLUSTER			1,610,417	-	-
TOTAL U.S. DEPT. OF COMMERCE			1,610,417	-	-
TOTAL FEDERAL AWARDS			18,040,863	740,086	76,761

DAVIDSON COUNTY, NORTH CAROLINA
SCHEDULE OF EXPENDITURES OF
FEDERAL AND STATE AWARDS
Year Ended June 30, 2022

Grantor/Pass-Through Grantor/Program Title	Federal AL Number	State Pass-Through Grantor's Number	Federal (Direct & Pass-Through) Expenditures	State Expenditures	Provided To Subrecipients
STATE AWARDS:					
N.C. DEPT. OF HEALTH AND HUMAN SERVICES					
DIVISION OF PUBLIC HEALTH:					
OTHER RECEIPTS / STATE SUPPORTED EXPENDITURES					
GENERAL COMMUNICABLE DISEASE CONTROL				$ 3,806	$ -
FOOD AND LODGING FEES				24,044	-
AID-TO-COUNTIES				147,535	-
SCHOOL NURSING FUNDING INTIATIVE				400,000	-
TUBERCULOSIS CONTROL				30,686	-
WOMEN HEALTH SERVICE FUND				12,901	-
CHILD HEALTH				3,122	-
MATERNAL HEALTH				82,500	-
HEALTHY COMMUNITY ACTIVITIES				3,747	-
BREAST AND CERVICAL CANCER CONTROL				16,250	-
HIV/STD STATE				15,214	-
FAMILY PLANNING - STATE				19,441	-
SPAY/NEUTER PROGRAM				5,067	-
DIVISION OF SOCIAL SERVICES:					
F/C AT RISK MAXIMIZATION				10,681	-
SFHF MAXIMIZATION				131,464	-
STATE FOSTER HOME				106,215	-
EXTENDED FOSTER CARE MAXIMIZATION NON IVE PROGRAMS				49,329	-
FOSTER CARE AT RISK				2,260	
IV-B CHAFEE INDEPENDENT LIVING				33,051	
ADMIN:					
ENERGY ASSIST PRIVATE GRANTS				19,988	-
DIVISION OF AGING AND ADULT SERVICES:					
PASSED THROUGH PIEDMONT TRIAD REGIONAL COUNCIL					
IN-HOME SERVICES - STATE FUNDS 90%				548,629	91,731
FAN HEAT RELIEF				756	-
SENIOR CENTER GENERAL PURPOSE				21,296	-
TOTAL N.C. DEPT. OF HEALTH AND HUMAN SERVICES				1,687,982	91,731
N.C. DEPT. OF NATURAL AND CULTURAL RESOURCES					
PASSED THROUGH STATE LIBRARY OF NORTH CAROLINA					
STATE AID FOR PUBLIC LIBRARIES				190,548	-
N.C. DEPT. OF COMMERCE					
N.C. RURAL INFRASTRUCTURE AUTHORITY					
RURAL ECONOMIC DEVELOPMENT GRANT - CHILDRESS TECHNOLOGIES, LLC/PROJECT SPEEDWAY				150,000	-
N.C. DEPT. OF ENVIRONMENTAL QUALITY					
TECHNICAL ASSISTANCE GRANT				24,480	-
N.C. DEPT. OF MILITARY AND VETERAN AFFAIRS					
COMMUNITY GRANT PROGRAM				2,109	-
N.C. DEPT. OF AGRICULTURE AND CONSUMER SCIENCES					
WATERSHED RESTORATION PROJECT				65,870	-
N.C. DEPT. OF TRANSPORTATION					
RURAL OPERATING ASSISTANCE PROGRAM - RURAL GENERAL PUBLIC PROGRAM				113,063	-
RURAL OPERATING ASSISTANCE PROGRAM - ELDERLY AND DISABLED TRANSPORTATION ASSISTANCE PROGRAM				121,844	-
RURAL OPERATING ASSISTANCE PROGRAM - EMPLOYMENT				40,280	-
TOTAL N.C. DEPT. OF TRANSPORTATION				275,187	-
N.C. DEPT. OF PUBLIC INSTRUCTION					
PUBLIC SCHOOL BUILDING CAPITAL FUND- LOTTERY FUND				1,349,320	-
N.C. OFFICE OF JUVENILE JUSTICE					
JUVENILE JUSTICE AND DELINQUENCY PREVENTION				591,273	573,815
TOTAL STATE AWARDS				4,336,769	665,546
TOTAL FEDERAL AND STATE AWARDS			$ 18,040,863	$ 5,076,855	$ 742,307

1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal and State Awards (SEFSA) includes the federal and state grant activity of Davidson County under the programs of the federal government and the State of North Carolina for the year ended June 30, 2022. The information in this SEFSA is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and the State Single Audit Implementation Act. Because the Schedule presents only a selected portion of the operations of Davidson County, it is not intended to and does not present the financial position, changes in net position or cash flows of Davidson County.

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.

3. 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 - Special Children Adoption Fund, Subsidized Child Care Program, and Foster Care, Adoption, and Guardianship Assistance Program.

4. Loans Outstanding

Davidson County had the following loan balances outstanding at June 30, 2022 for loans that the grantor/pass-through grantor has still imposed continuing compliance requirements. Loans outstanding at the beginning of the year and loans made during the year are included in the SEFSA. The balance of loans outstanding at June 30, 2021 consist of:

Program Title	AL Number	Pass-through Grantor's Number	Amount Outstanding
Rural Economic Development Loans and Grants - EnergyUnited Electric Membership Corporation	10.854	2014	$ 1,260,000

5. Indirect Cost Rates

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