



**CALVERT
COUNTY**
Maryland



FOR THE FISCAL YEAR ENDED JUNE 30, 2020

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Calvert County Maryland

Comprehensive Annual Financial Report

For the fiscal year ended June 30, 2020

Prepared by:
Department of Finance & Budget
Calvert County, Maryland

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

JUNE 30, 2020

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COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

JUNE 30, 2020

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Introductory Section



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CALVERT COUNTY GOVERNMENT

Board of County Commissioners

Earl "Buddy" Hance, President

Steven R. Weems, Vice President

Thomas "Tim" Hutchins, Commissioner

Mike Hart, Commissioner

Kelly D. McConkey, Commissioner

January 23, 2021

Honorable Members of the Board of County Commissioners of Calvert County,
County Administrator and Citizens of Calvert County

The Comprehensive Annual Financial Report of Calvert County, Maryland for the Fiscal Year ended June 30, 2020, is hereby submitted. Calvert County Code of Public Local Law requires that Calvert County annually issue a report of its financial position and activity, and that this report be audited by certified public accountants. The County is also required to undergo an annual single audit in conformity with the provisions of the Title 2 United States *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance.) Responsibility for both the accuracy of the data and the completeness and reliability of all of the information presented in these reports rests with the County's management. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner that presents fairly the financial position and results of operations of Calvert County Government and its component units.

Management of the government is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the government are protected from loss, theft or misuse, and to ensure that adequate and accurate accounting data are compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP). The internal control structure is designed to provide reasonable assurance that the financial statements will be free from material misstatement. The concept of reasonable assurance implies a high degree of assurance, constrained by the costs and benefits of establishing incremental control procedures. The cost of a control should not exceed the benefit to be derived from it.

SB & Company, LLC, Independent Certified Public Accountants have audited Calvert County Government's financial statements. The goal of the independent audit is to provide

reasonable assurance that the financial statements of Calvert County Government for the fiscal year ended June 30, 2020 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded based upon the audit, that there was a reasonable basis for rendering an unmodified (“clean”) opinion that the financial statements are fairly presented in conformity with GAAP. The auditor’s report is presented as the first component of the financial section of this report. Also prepared by the auditors is a “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”. This report is presented on pages 121 and 122.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management’s Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The Calvert County Government’s MD&A can be found immediately following the report of the independent auditors starting on page 4.

PROFILE OF THE GOVERNMENT

Calvert County, Maryland was formed as one of the original counties in Maryland in 1654 and has a Commissioner form of government. A board of five Commissioners governs the County and serves the executive and legislative functions. The Commissioners generally derive their authority from those powers and duties prescribed within the laws of the State of Maryland and the Code of Public Local Laws of Calvert County, Maryland. Election of the County Commissioners was amended by the Maryland General Assembly in 2013 so that “[b]eginning with the general election to be held in Calvert County in November 2014: (1) one county commissioner shall be a resident of and shall represent the first election district of the county; (2) one county commissioner shall be a resident of and shall represent the second election district of the county; (3) one county commissioner shall be a resident of and shall represent the third election district of the county; and (4) two county commissioners shall be residents of the county and shall represent the county at large.... Each candidate for the office of county commissioner shall specify at the time of filing a certificate of candidacy whether the candidate is seeking to represent the district in which the candidate resides or to represent the county at large” (2013 Laws of Maryland, Chapter 310).

There are several other elected officials in Calvert County that include: Register of Wills, Sheriff, States Attorney, Treasurer, Mayor of the Town of Chesapeake Beach, Mayor of the Town of North Beach, Clerk of the Circuit Court, and five members of the Board of Education.

The Commissioners appoint a County Administrator and Deputy County Administrator who are responsible for the day-to-day administration of the County government. The Commissioners establish policy, enact ordinances, review and approve annual budgets, conduct public hearings and make decisions on land use matters. The Commissioners also appoint all department heads, members of boards and commissions and represent the

county in dealings with other municipalities, the state and federal government. The office of the Commissioners is located at 175 Main Street, Prince Frederick, Maryland, 20678. The main phone number is 410-535-1600 and the website is www.calvertcountymd.gov.

Calvert County occupies 213 square miles, has 143 miles of shoreline, and serves a population of about 90,000. It is the smallest county in Southern Maryland. Calvert County retains its rural character and agrarian roots, offering good schools, a clean environment and good quality of life. Calvert is a peninsula, bounded by the Chesapeake Bay on the east and the Patuxent River on the west. Steep cliffs and woods predominate on the bay side, while along the Patuxent, rolling fields slip gently down to the river. The County's many creeks provide refuge for wildlife, as well as scenic areas for boating and fishing.

Prince Frederick, the County seat, is located 35 miles southeast of Washington, D.C. and 55 miles south of Baltimore. There are two incorporated towns in Calvert County: North Beach and Chesapeake Beach, located on the bay at the northeast corner of the county. In addition, the Comprehensive Plan identifies seven "town centers." These include (from north to south) Dunkirk, Owings, Huntingtown, Prince Frederick, St. Leonard, Lusby, and Solomons.

The County provides a full range of municipal services, including: public safety, construction and maintenance of highways and streets, sanitation, health and social services, culture/recreation, education, public improvements, planning and zoning, and general administrative services. The County is also financially accountable for legally separate entities which are reported separately within the County's financial statements. The entities that meet these criteria are the Calvert County Board of Education and the Economic Development Authority of Calvert County. Additional information on the component units can be found in Note 1.

Calvert County's annual operating and capital budget represents a comprehensive financial plan for the County effective each year on the first day of July. Each County department, agency, or board receiving county funds submits a budget request to the Commissioners at a public hearing, via the Department of Finance and Budget. Additional public hearings are conducted to obtain taxpayer comments. On or before July 1 of each year, the budget is legally enacted through passage of a resolution. No expenditure of county funds may be made in excess of appropriation at the fund level. A Summary Schedule of Revenues, Expenditures, and Other Financing Sources and Uses - Budget and Actual (budgetary basis) can be found on page 21 of this report. The capital projects fund budget is prepared on a project length basis and, accordingly, annual budgetary comparisons are not presented in the basic financial statements and supplemental information.

FACTORS AFFECTING FINANCIAL CONDITION

Local economy: Conservative fiscal management has allowed the County to maintain a sound financial position. Property taxes and income taxes provide the majority (90.0 percent, fiscal year 2020) of the revenue for the General Fund of the Calvert County Government. Property assessments are expected to continue with their recent, small increases. Actual Income tax receipts in FY 2020 were slightly over projections. Future projections of income tax use an increasing trend of about 4%.

Property tax, the largest revenue source, represented 60.1% of the total General Fund revenue for fiscal year 2020. The number of residential building permits issued in fiscal year 2020 was 256, a decrease of 41.7% or 186 permits from the 439 issued in FY 2019. The local public utility providers continue to add significantly to our property tax category of revenues.

Income tax revenue, at 29.9% of the total General Fund revenue for fiscal year 2020 is directly affected by personal income levels, employment levels, and population growth. Our wealthy county sees major swings related to the timing of capital gain recognition reported on income tax returns.

Long-term financial planning: Calvert County annually adopts a Capital Budget and prepares a five year Capital Improvement Plan. There is also a four year financial forecast prepared of general fund revenues and expenses that is included in the annual budget document. These are the County's primary financial management planning tools.

The fiscal year 2021 operating budget demonstrated that education and public safety are the top priorities of the County's administration. The capital improvements program budget for fiscal year 2021 shows education and recreation resources receiving the largest allocations.

The County continues its policy of maintaining a reserve of 8% of current budgeted General Fund expenditures to protect its high AAA credit ratings and provide for a source of funds to be available in the event of "catastrophic" revenue short falls. The County maintains additional reserve funds as a means to handle potential revenue shortfalls, to fund one-time non-recurring expenditures, or in the event of emergency or unplanned expenditures. In addition, the County has assigned a portion of fund balances for accrued leave. The latest ratings, received during fiscal year 2020, were "Aaa" from Moody's Investors Service, Inc., "AAA" from Standard & Poor's, and "AAA" from Fitch Ratings. This is the County's third rating cycle with three "AAA" ratings.

In 1990, the County adopted a debt affordability model to ensure that the debt levels are kept at an affordable, manageable, moderate level. A debt policy was adopted in fiscal year 2009 to comply with the State of Maryland's new requirement. That policy was amended during fiscal year 2014 to reflect some economic changes. The guidelines created in 1990 and ratified in this amended policy, establish maximum acceptable debt ratios. These ratios and their maximum acceptable levels are: 1) debt to assessed value, 1.8 percent and 2) debt service as a percent of general fund revenue, 9.5 percent. Using fiscal year 2020 data, the County's current ratios are as follows: debt to assessed value is 1.14 percent and debt service to general fund revenue is at 6.1 percent.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Calvert County Government for its comprehensive annual financial report for the fiscal year ended June 30, 2019. In order to be awarded a Certificate of Achievement, a government must publish an

easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The County also received the GFOA Award for Distinguished Budget Presentation for its annual budget dated July 1, 2019 to June 30, 2020. In order to qualify for this Distinguished Budget Award, the County must publish a budget document that meets program criteria as a policy document, operations guide, financial plan, and communications medium. We believe our current budget continues to conform to program requirements and have submitted it to the GFOA to determine its eligibility for another award.

The preparation of the comprehensive annual financial report was made possible by the dedicated service of the entire staff of the Finance and Budget Department. Each member of the department has my sincere appreciation for the contributions made in the preparation of this report and accurately recording the day-to-day transactions that make up the report.

I would also like to thank the County Commissioners, the County Administrator and the Deputy County Administrator, for their leadership and support in planning and conducting the financial operations of the County in a responsible manner.

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'Tim Hayden', written in a cursive style.

Tim Hayden, CPA, CMA
Director, Finance and Budget



**The Government Finance Officers Association of
the United States and Canada**

presents this

AWARD OF FINANCIAL REPORTING ACHIEVEMENT

to

Finance and Budget Department
Calvert County, Maryland



The award of Financial Reporting Achievement is presented by the Government Finance Officers Association to the department or individual designated as instrumental in the government unit achieving a Certificate of Achievement for Excellence in Financial Reporting. A Certificate of Achievement is presented to those government units whose annual financial reports are judged to adhere to program standards and represents the highest award in government financial reporting.

Executive Director

Christopher P. Morrill

Date: 9/23/2020

COUNTY COMMISSIONERS OF CALVERT COUNTY

CERTAIN ELECTED OFFICIALS

Earl F. “Buddy” Hance
President, Board of County Commissioners

Steven R. Weems
Vice President, Board of County Commissioners

Kelly McConkey
Commissioner

Thomas “Tim” Hutchins
Commissioner

Mike Hart
Commissioner

Novalea Tracy-Soper
Treasurer

CERTAIN APPOINTED OFFICIALS

J. Mark Willis
County Administrator

Linda Vassallo
Deputy County Administrator

Timothy Hayden
Director of Finance and Budget

Mary Beth Cook
Director of Planning and Zoning

David Fitz
Director of Communications and Media Relations

Kelly Slagle
Director of Economic Development

Kerry Dull
Director of Public Works

Shannon Nazzal
Director of Parks and Recreation

Jacqueline K. Vaughan
Director of Public Safety

Financial Section



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REPORT OF INDEPENDENT PUBLIC ACCOUNTANTS

To the County Commissioners of Calvert County, Maryland
Prince Frederick, Maryland

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 the County Commissioners of Calvert County, Maryland (the County), as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Board of Education of Calvert County, Maryland. Those financial statements were audited by other auditors whose reports thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for those entities, are based on the reports of the other auditors. 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.



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

Opinions

In our opinion, based on our audit and the reports of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County, as of June 30, 2020, and the respective changes in financial position and, where applicable, cash flows and the respective budget and actual statements for the general fund thereof 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, the schedules of changes in County's net pension liability and related ratios, the schedules of County contributions, and schedules of investment returns for the Volunteer Fire and Rescue Pension Fund, Sheriff's Department Pension Plan and Employees Retirement Plan, the schedules of changes in the County's net OPEB liability and related ratios, County contributions, and investment returns for the Other Post-Employment Benefits Plan 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 have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section, statistical sections and the combining and individual nonmajor funds and other schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.



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The accompanying combining and individual nonmajor funds and other schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying combining and individual nonmajor funds and other schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 14, 2021 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 the County's internal control over financial reporting and compliance.

Owings Mills, Maryland
January 14, 2021

SB & Company, LLC

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the Comprehensive Annual Financial Report of Calvert County, Maryland presents a narrative overview and analysis of the financial activities of Calvert County Government for the fiscal year ended June 30, 2020. We encourage readers to use the information presented here in conjunction with the accompanying basic financial statements and the accompanying notes to those financial statements.

Financial Highlights

Government-wide:

- The assets and deferred outflows of resources of Calvert County Government exceeded its liabilities and deferred inflows of resources at the close of this fiscal year by \$192.9 million (*net position*); 21.9 percent of this amount is attributable to the business-type activities that include the Water and Sewer Fund and the Solid Waste and Recycling Fund. Of total net position, \$182.4 million is the net investment in capital assets, and \$15.6 million is restricted for specific purposes. The County's unrestricted net position is a negative \$5.1 million. This deficit balance in unrestricted net position results primarily from the implementation of GASB No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, and related Statement No.74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*. In fiscal year 2020, the County recorded a net OPEB liability of \$37.6 million. The business-type activities ended with an unrestricted net position of \$9.6 million. Included as restricted cash, for the primary government, is \$29.1 million which represents bond proceeds.
- The government's total net position has increased by \$36.0 million; a \$33.7 million increase was related to the governmental activities and \$2.3 million was related to the business-type activities.

Fund Level:

- As of June 30, 2020, the County's governmental funds reported combined fund balances of \$130.1 million, a decrease of \$5.2 million from the prior year 89.1 percent of this total amount, \$102.5 million is available to meet the County's current and future needs (*committed, assigned and unassigned*). Of this total, \$57.6 million (prior year, \$94.1 million) has been dedicated for certain purposes, including, \$31.6 million for capital projects, \$14.7 million for purposes within special revenue funds and \$5.0 million for vacation and sick leave obligation payout.
- At the close of the current fiscal year, the available fund balance for the General Fund was \$74.3 million (*committed, assigned and unassigned*), or 24.3 percent of total fiscal year 2020 General Fund budgetary expenditures and other financing uses. Nonspendable and restricted fund balance of the General Fund was \$9.5 million, or 11.4 percent of fund balance.
- The proprietary funds revenue decreased by \$154,193 or 0.66 percent.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to Calvert County Government's basic financial statements. Calvert County Government's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other required and non-required supplementary information.

Government-wide financial statements: The *government-wide financial statements* are designed to provide readers with a broad overview of Calvert County Government's finances, in a manner comparable to a private-sector business. The government-wide financial statements can be found on pages 15 to 17 of this report. These statements are described next:

- The *statement of net position* presents information on all of Calvert County Government's assets and liabilities, with the difference between the two reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position and condition of Calvert County Government is improving or deteriorating.
- The *statement of activities* presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of Calvert County Government that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of Calvert County Government include: general government, public safety, public works, health and hospitals, social services, education, recreation and culture, conservation of natural resources, urban development and housing, economic development, and debt service. The business-type activities of Calvert County Government include: water and sewer and solid waste & recycling.

The government-wide financial statements include not only Calvert County Government itself (known as the *primary government*), but also legally separate component units. Calvert County Government has the following component units: Calvert County Board of Education and Economic Development Authority. Financial information for these *component units* is reported separately from the financial information presented for the primary government itself.

Fund financial statements: 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. Calvert County Government, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Calvert

County Government can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds: *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

Calvert County Government maintains 15 individual governmental funds: the General, Planning and Zoning, Board of Library Trustees, Parks and Recreation, the Chesapeake Hills Golf Course, the Calvert Marine Museum, Bar Library, Economic Development Authority Revolving Loan, Revolving Loan, Calvert County Family Network, Excise Tax, Economic Development Incentive, Grants, Land Preservation, and Capital Projects funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general and capital projects funds with a summary of the other funds, referred to as nonmajor governmental funds.

Calvert County Government adopts an annual appropriated budget for its General Fund. To demonstrate compliance with this budget, a budgetary comparison statement has been provided for the General Fund, the County's primary fund. The summary schedule on a budgetary basis for the General Fund can be found on page 21 of this report.

Proprietary funds: Proprietary funds, also known as enterprise funds, are used to report the same functions presented as *business-type activities* in the government-wide financial statements. Calvert County Government uses enterprise funds to account for its water and sewer and solid waste and recycling in the basic proprietary fund financials found on pages 22 to 24 of this report.

Fiduciary funds: Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support Calvert County Government's own programs. The basic fiduciary fund financial statements can be found on pages 25 and 26 of this report.

Notes to the financial statements: The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

The notes to the financial statements are part of the basic financial statements and can be found on pages 27 to 69 of this report.

Other information: In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information*, other *supplementary information*, and a *statistical section* concerning Calvert County Government. Required supplementary information can be found beginning on page 70 of this report.

Government-wide Financial Analysis

This is the sixteenth reporting period that the Governmental Accounting Standards Board (GASB) Statement No. 34 has been applied in the preparation of the financial statements of Calvert County Government.

As noted earlier, net position may serve over time as a useful indicator of a government's overall financial condition and position. In fiscal year 2020, assets and deferred outflows exceeded liabilities and deferred inflows by \$192.9 million (prior year, \$156.9 million).

As shown in the chart on the following page titled "Calvert County Government's Changes in Net Position" Calvert County Government's net position is divided into three categories:

- *Net invested in capital assets*; it consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of borrowing attributable to the acquisition, construction, or improvements of those assets.
- *Restricted net position*; it consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets.
- *Unrestricted net position*; it consists of the difference between total net position and its other two components.

Net investment in capital assets includes the County's purchases of land and easements, buildings, machinery, equipment, infrastructure and improvements, less any un-matured debt used to acquire those assets. Note that school buildings become assets of the Board of Education but the debt stays on the County's books. This has a negative impact on Net Position. The County uses these capital assets to provide services to citizens. Restricted net positions are resources that are subject to external restrictions on how they may be used. Unrestricted net position may be used to meet the government's ongoing obligations to citizens and creditors.

The table on the following pages indicates the changes in net position for governmental and business-type activities:

Calvert County's Government's Change in Net Position

	Governmental Activities			Business-type Activities			Total		
	2020	2019	Difference	2020	2019	Difference	2020	2019	Difference
Current and other assets	\$ 212,552,543	\$ 199,611,279	\$ 12,941,264	\$ 21,340,550	\$ 21,892,389	\$ (551,839)	\$ 233,893,093	\$ 221,503,668	\$ 12,389,425
Capital assets	229,636,931	217,504,967	12,131,964	52,412,997	52,134,729	278,268	282,049,928	269,639,696	12,410,232
Total assets	442,189,474	417,116,246	25,073,228	73,753,547	74,027,118	(273,571)	515,943,021	491,143,364	24,799,657
Deferred outflows of resources	13,941,646	6,076,832	7,864,814	-	-	-	13,941,646	6,076,832	7,864,814
Long-term liabilities	201,097,339	214,545,070	(13,447,731)	28,658,000	31,308,995	(2,650,995)	229,755,339	245,854,065	(16,098,726)
Other liabilities	65,754,089	56,450,472	9,303,617	2,787,318	2,067,144	720,174	68,541,407	58,517,616	10,023,791
Total liabilities	266,851,428	270,995,542	(4,144,114)	31,445,318	33,376,139	(1,930,821)	298,296,746	304,371,681	(6,074,935)
Deferred inflows of resources	38,724,946	35,319,337	3,405,609	-	-	-	38,724,946	35,319,337	3,405,609
Net invested in capital assets	150,528,955	140,419,778	10,109,177	31,821,519	33,711,893	(1,890,374)	182,350,474	174,131,671	8,218,803
Restricted	14,685,067	16,118,280	(1,433,213)	925,594	416,794	508,800	15,610,661	16,535,074	(924,413)
Unrestricted	(14,659,276)	(39,659,857)	25,000,581	9,561,116	5,867,753	3,693,363	(5,098,160)	(33,792,104)	28,693,944
Total net position	\$ 150,554,746	\$ 116,878,201	\$ 33,676,545	\$ 42,308,229	\$ 39,996,440	\$ 2,311,789	\$ 192,862,975	\$ 156,874,641	\$ 35,988,334

Governmental activities: Net position of the Governmental Activities increased by \$33.7 million (prior year, an increase of \$7.9 million). Fiscal year 2020's increase was due to an increase in unrestricted cash as a result of increased tax revenue.

Business-type activities: Business-type Activities increased Calvert County Government's net position by \$2.3 million (prior year, an increase of \$1.7 million). This result is due to the Water and Sewer Fund increase in net position of \$1.3 million, mostly due to the increase in capital connection revenue. The Solid Waste Fund had an increase in net position of \$1.1 million, explained by a decrease in expenses.

The following chart reflects the revenues and program expenses for the governmental and the business-type activities and the changes in net position for the year ended June 30:

Calvert County Government Schedule of Activities and Changes in Net Position

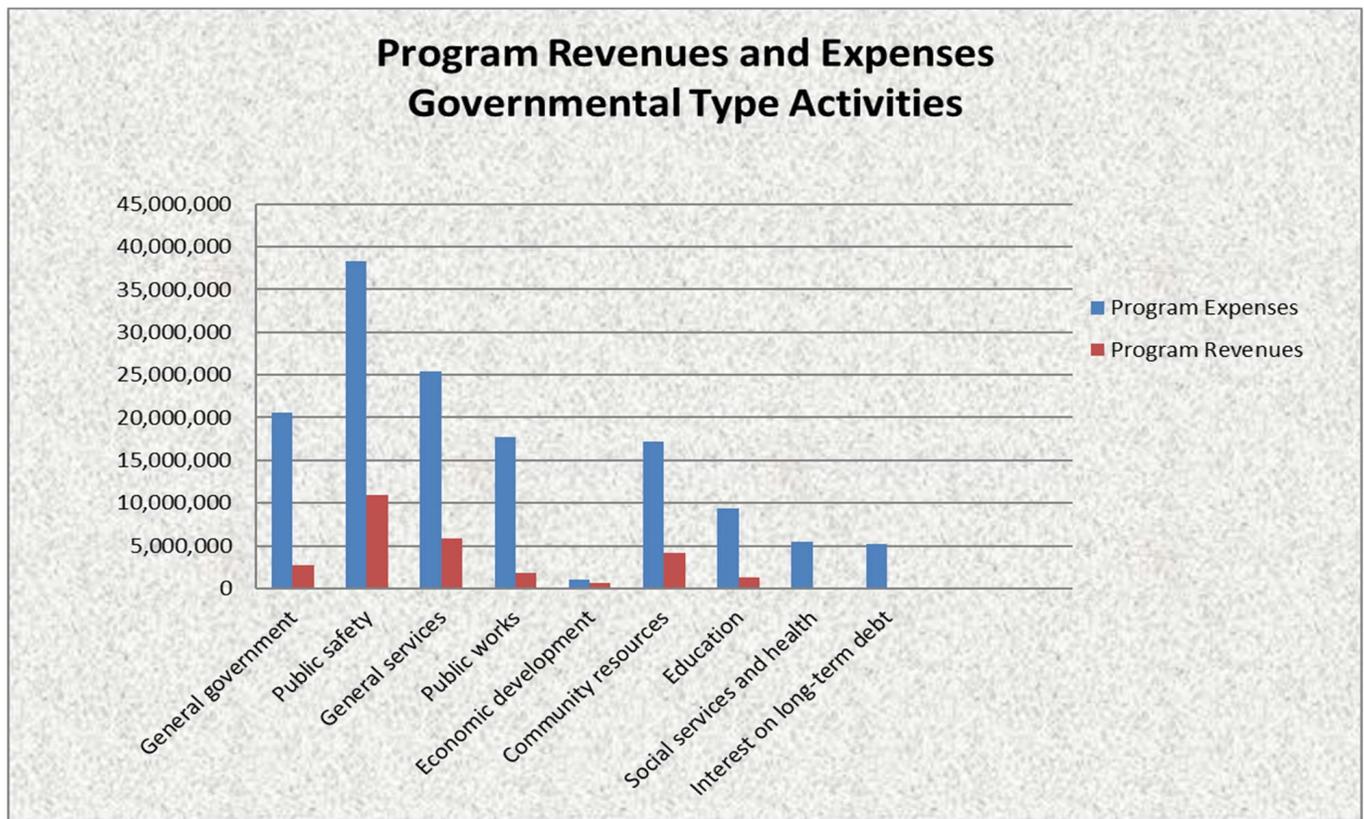
	Governmental Activities			Business-type Activities			Total		
	2020	2019	Difference	2020	2019	Difference	2020	2019	Difference
Revenues									
<u>Program Revenues</u>									
Charges for services	\$ 16,903,413	\$ 17,307,556	\$ (404,143)	\$ 22,578,227	\$ 22,666,555	\$ (88,328)	\$ 39,481,640	\$ 39,974,111	\$ (492,471)
Operating grants and contributions	9,485,075	5,310,191	4,174,884	-	-	-	9,485,075	5,310,191	4,174,884
Capital grants and contributions	1,087,548	8,390,440	(7,302,892)	226,167	566,304	(340,137)	1,313,715	8,956,744	(7,643,029)
<u>General Revenues</u>									
Property taxes	198,842,478	188,304,505	10,537,973	-	-	-	198,842,478	188,304,505	10,537,973
Income taxes	96,512,127	84,822,792	11,689,335	-	-	-	96,512,127	84,822,792	11,689,335
Other taxes	10,328,907	10,741,690	(412,783)	-	-	-	10,328,907	10,741,690	(412,783)
Investment earnings	2,342,281	8,422,396	(6,080,115)	392,833	159,857	232,976	2,735,114	8,582,253	(5,847,139)
Total revenues	335,501,829	323,299,570	12,202,259	23,197,227	23,392,716	(195,489)	358,699,056	346,692,286	12,006,770
Expenses									
<u>Program Expenses</u>									
General government	20,625,444	26,873,770	(6,248,326)	-	-	-	20,625,444	26,873,770	(6,248,326)
Public safety	38,370,721	45,859,477	(7,488,756)	-	-	-	38,370,721	45,859,477	(7,488,756)
General services	25,434,206	22,724,905	2,709,301	-	-	-	25,434,206	22,724,905	2,709,301
Public works	17,673,738	22,120,242	(4,446,504)	-	-	-	17,673,738	22,120,242	(4,446,504)
Economic development	1,084,871	1,245,629	(160,758)	-	-	-	1,084,871	1,245,629	(160,758)
Community resources	17,249,387	14,246,482	3,002,905	-	-	-	17,249,387	14,246,482	3,002,905
Education	9,408,129	10,305,257	(897,128)	-	-	-	9,408,129	10,305,257	(897,128)
Board of education	161,288,112	161,049,330	238,782	-	-	-	161,288,112	161,049,330	238,782
Social services and health	5,457,348	5,646,029	(188,681)	-	-	-	5,457,348	5,646,029	(188,681)
Interest on long-term debt	5,187,008	5,266,087	(79,079)	-	-	-	5,187,008	5,266,087	(79,079)
Water and sewer	-	-	-	8,925,359	9,025,746	(100,387)	8,925,359	9,025,746	(100,387)
Solid waste	-	-	-	12,006,399	12,650,803	(644,404)	12,006,399	12,650,803	(644,404)
Total expenses	301,778,964	315,337,208	(13,558,244)	20,931,758	21,676,549	(744,791)	322,710,722	337,013,757	(14,303,035)
Excess (Deficiency) of revenues over expenses	33,722,865	7,962,362	25,760,503	2,265,469	1,716,167	549,302	35,988,334	9,678,529	26,309,805
Transfers	(46,320)	(20,346)	(25,974)	46,320	20,346	25,974	-	-	-
Change in net position	33,676,545	7,942,016	25,734,529	2,311,789	1,736,513	575,276	35,988,334	9,678,529	26,309,805
Net position - beginning	116,878,201	108,936,185	7,942,016	39,996,440	38,259,927	1,736,513	156,874,641	147,196,112	9,678,529
Net position - ending	\$ 150,554,746	\$ 116,878,201	\$ 33,676,545	\$ 42,308,229	\$ 39,996,440	\$ 2,311,789	\$ 192,862,975	\$ 156,874,641	\$ 35,988,334

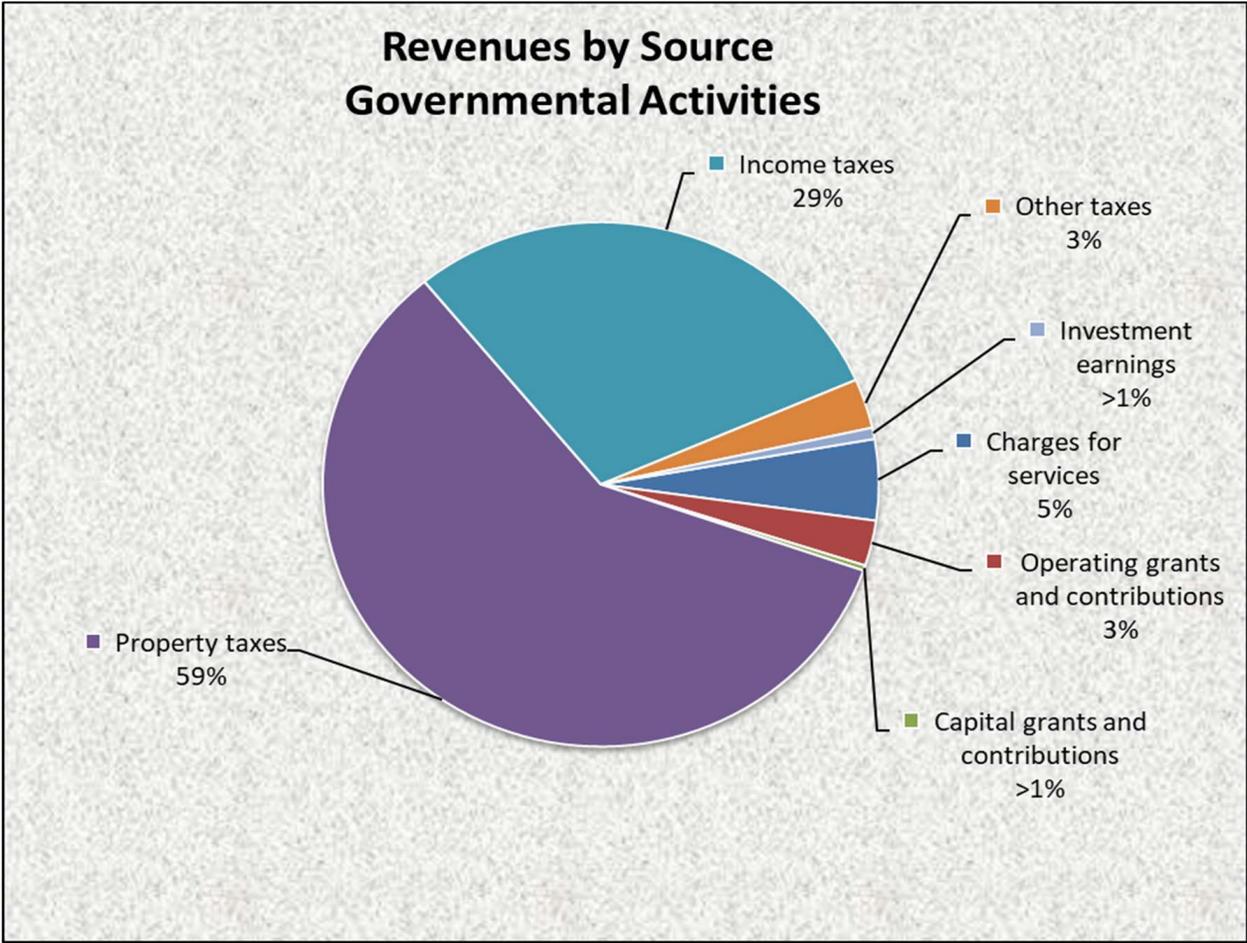
The most significant difference in the revenue section is related to income taxes with an \$14.8 increase this fiscal year. The income tax increase is due change in unallocated income tax.

The significant differences noted in the program expenses section are related to capital expenses for General Government and Public Safety for the two years being compared. General Government and Public Safety in the government wide statement expenses decreased by \$6.3 million and \$7.5 million, respectively.

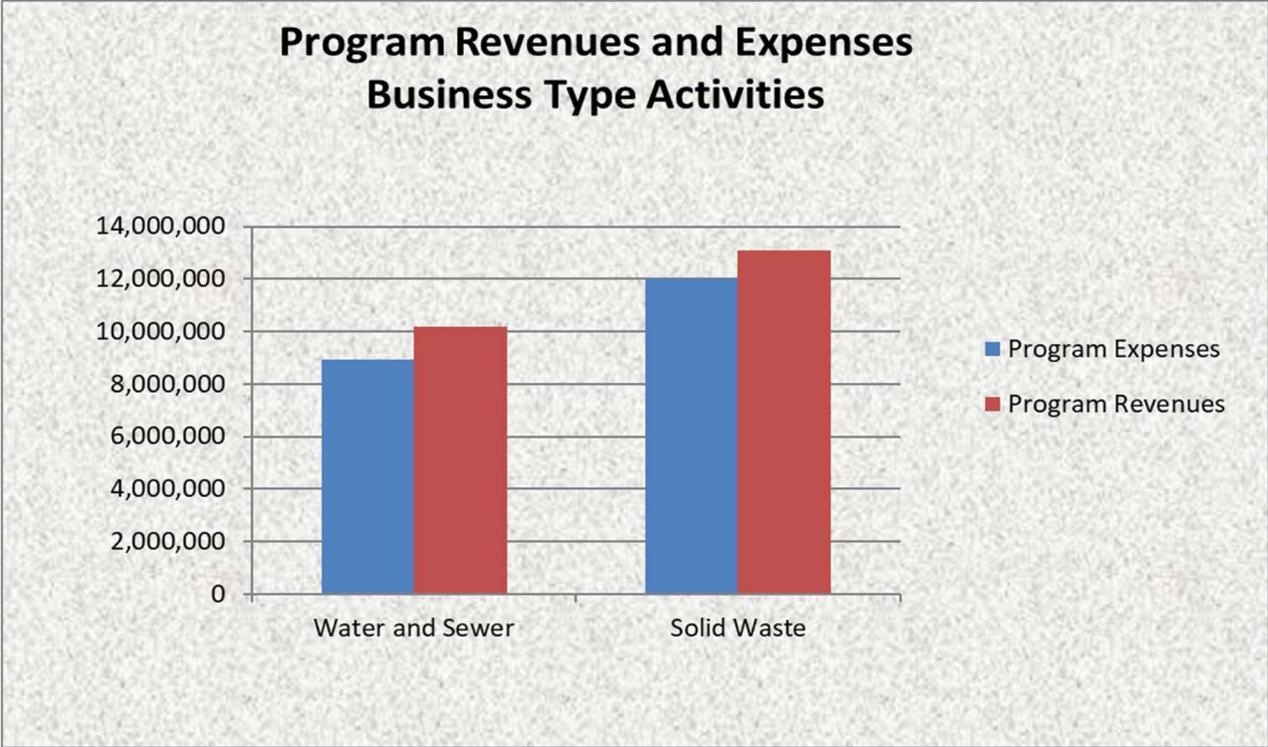
Statement of Activities charts

The next two charts use data from the Statement of Activities that matches governmental program revenues and expenses by function. The operating funding for the Board of Education is not included because at 53 percent of the total program expenses the chart scale no longer functions for comparison purposes:

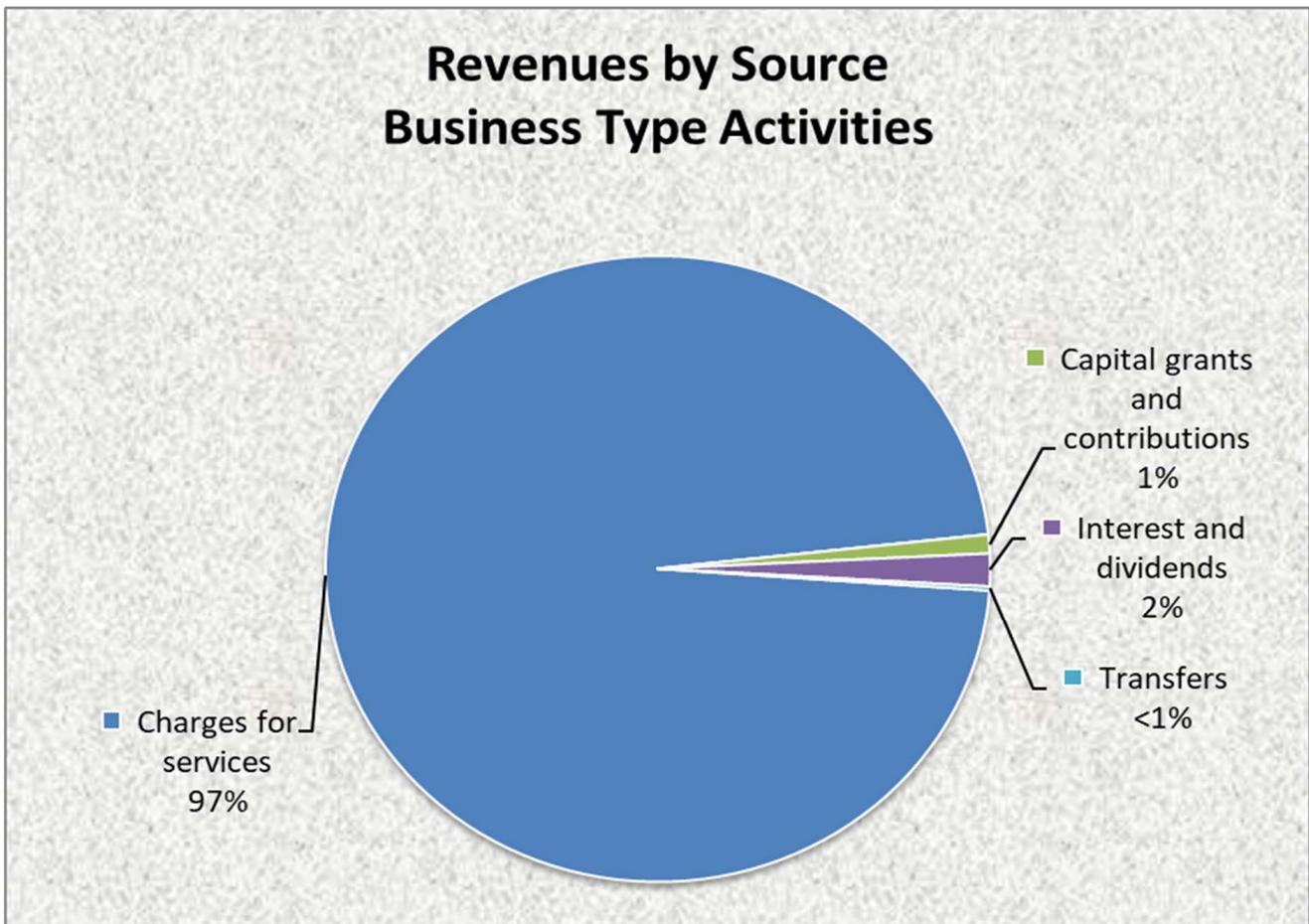




This chart uses the Statement of Activities data to display a comparison of the business-type activities program revenue and expenses:



This chart uses the revenues from the Statement of Activities to display a comparison of the business-type activities revenues by source:



Financial Analysis of the Government’s Funds

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

Governmental funds: The focus of Calvert County Government’s *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing Calvert County Government’s financing requirements. In particular, *committed, assigned and unassigned fund balances* may serve as a useful measure of a government’s net resources available for spending at the end of the fiscal year.

As reported on the balance sheet of the governmental funds, the total governmental funds combined fund balance is \$130.1 million (prior year, \$135.3 million), a decrease of \$5.2 million (prior year, an increase of \$39.9 million).

Approximately 78.8 percent (prior year, 86.0 percent) of this amount, \$102.6 million (prior year, \$116.4 million) constitutes *committed, assigned and unassigned fund balance*, which is available for spending at the government’s discretion. It should be noted that \$57.6 million (prior year, \$94.1 million) of this amount has been *committed or assigned* for certain purposes. The remainder of fund balance, \$27.6 million or 21.2 percent, is *nonspendable and restricted* to

indicate that it is not available for new spending because it has already been dedicated: 1) for inventories, or 2) dedicated for a variety of constrained purposes. Additional details of fund balance are presented in Note 8 within the notes section of these financial statements.

The General Fund is the chief operating fund of Calvert County Government. At the end of the current fiscal year, the assigned and unassigned fund balance of the General Fund was \$37.7 million (prior year, \$27.3 million), while total fund balance was \$83.8 million (prior year, \$69.8 million). As a measure of the General Fund's liquidity, it may be useful to compare both assigned and unassigned fund balance and total fund balance to total fund expenditures. Assigned and unassigned fund balance represents 24.3 percent of the total General Fund budgetary expenditures and other financing uses (prior year, 18.6 percent), while total fund balance represents 27.4 percent (prior year, 23.6 percent) of that same amount.

The fund balance of Calvert County Government's General Fund increased by \$14.0 million (prior year increase of \$7.8 million). Staff had estimated fiscal year 2020 would have a use of prior year fund balance of \$322,000. The increase is due, in part, to a positive variance in income tax revenue and reduced operations spending that may be related to COVID.

The Capital Projects Fund has a total fund balance of \$31.6 million (prior year, \$49.3 million) of which the balance of \$13.3 million is restricted and \$18.2 million is assigned for future capital project expenditures.

Proprietary funds: Calvert County Government's proprietary fund statements provide the same type of information found in the government-wide financial statements, but in more detail. Overall the net position of the proprietary funds increased by \$2.3 million (prior year, increase of \$1.7 million). At the end of the year, unrestricted net position of the Water and Sewer Fund amounted to \$7.5 million (prior year, \$6.5 million). The Solid Waste and Recycling Fund reported a positive \$2.0 million in unrestricted net position (prior year, a negative \$609,611).

General Fund Budgetary Highlights

The final budget for the General Fund was increased by \$1.0 million over the original budget (prior year, \$3.9 million increase). Overall expenditures were less than actual revenues by \$10.9 million. There are many variances within the 1,500 budgeted line items of the general fund.

Capital Asset and Debt Administration

Capital assets: Calvert County Government's investment in capital assets for its governmental and business-type activities as of June 30, 2020, amounts to \$282.1 million (prior year, \$269.7 million). This investment in capital assets includes: land, land development rights, construction in progress, buildings, improvements, machinery and equipment, and infrastructure.

Calvert County's Government's Capital Assets
(Net of Depreciation)

	Governmental Activities			Business-type Activities			Total		
	2020	2019	Difference	2020	2019	Difference	2020	2019	Difference
Land	\$ 48,294,691	\$ 46,055,981	\$ 2,238,710	\$ 2,483,591	\$ 2,483,591	\$ -	\$ 50,778,282	\$ 48,539,572	\$ 2,238,710
Land development rights	11,245,305	11,245,305	-	-	-	-	11,245,305	11,245,305	-
Construction in progress	28,487,290	24,821,114	3,666,176	7,281,061	5,403,349	1,877,712	35,768,351	30,224,463	5,543,888
Buildings	30,522,720	31,349,198	(826,478)	17,357,340	18,571,492	(1,214,152)	47,880,060	49,920,690	(2,040,630)
Improvements	24,718,983	25,173,458	(454,475)	19,207,321	18,359,043	848,278	43,926,304	43,532,501	393,803
Machinery and equipment	13,130,140	12,216,379	913,761	6,083,684	7,317,254	(1,233,570)	19,213,824	19,533,633	(319,809)
Infrastructure	73,237,802	66,643,532	6,594,270	-	-	-	73,237,802	66,643,532	6,594,270
Total Capital Assets	\$ 229,636,931	\$ 217,504,967	\$ 12,131,964	\$ 52,412,997	\$ 52,134,729	\$ 278,268	\$ 282,049,928	\$ 269,639,696	\$ 12,410,232

Major capital asset events during the current fiscal year included the following:

- Completed a portion of the Prince Frederick Loop road, \$3.4 million.
- Along with various road repairs and completions, \$4.5 million
- Completed the Network Infrastructure upgrade, \$1.3 million.

Additional information on Calvert County's capital assets can be found in Note 6 of this report.

Long-term debt: At the end of the current fiscal year, Calvert County Government had total general obligation debt and notes payable outstanding of \$166.7 million (prior year, \$183.5 million). The full faith and credit and unlimited taxing power of the County are irrevocably pledged to levy and collect taxes in order to provide for the payment of principal and interest due on the debt. Of this amount, \$26.6 million (prior year, \$28.3 million) are considered self-supporting bonds, funded through various surcharges and assessments related to the operation of the water and sewerage, and solid waste and recycling systems. Within the governmental activities are the \$4.2 million (prior year, \$4.2 million) in installment purchase agreements for the land preservation program. The principal amount is supported by US Treasury Strip securities that are owned and maintained in the County's account. Details are available in Note 7.

Calvert County's Government's Outstanding Debt

	Governmental Activities			Business-type Activities			Total		
	2020	2019	Difference	2020	2019	Difference	2020	2019	Difference
General obligation debt	\$ 140,015,591	\$ 155,103,366	\$ (15,087,775)	\$ 15,517,596	\$ 16,481,192	\$ (963,596)	\$ 155,533,187	\$ 171,584,558	\$ (16,051,371)
Notes payable	42,999	47,684	(4,685)	11,075,015	11,967,312	(892,297)	11,118,014	12,014,996	(896,982)
Land preservation program	4,222,910	4,222,910	-	-	-	-	4,222,910	4,222,910	-
Total Bonded Debt	\$ 144,281,500	\$ 159,373,960	\$ (15,092,460)	\$ 26,592,611	\$ 28,448,504	\$ (1,855,893)	\$ 170,874,111	\$ 187,822,464	\$ (16,948,353)

Calvert County Government's total general obligation bonded debt decreased by \$16.1 million, (prior year, an increase of \$32.2 million), or a decrease of 9.35 percent during the current fiscal year (prior year, an increase of 23.1 percent).

In July 2020 the County's credit ratings were reaffirmed by Standard & Poor's and Fitch and upgraded by Moody's Investors Service, Inc. The current ratings follow:

Standard & Poor's	"AAA"
Fitch Ratings	"AAA"
Moody's Investors Service, Inc.	"Aaa"

In 1990, the County adopted a debt affordability model to ensure that the debt levels are kept at an affordable, manageable, moderate level. A debt policy was adopted in FY 2010 to comply with the State of Maryland's requirement. The guidelines created in 1990 and ratified in the policy,

establish maximum acceptable debt ratios. These ratios and their maximum acceptable levels are: 1) debt to assessed value, 1.8 percent, and 2) debt service as a percent of general fund revenue, 9.5 percent. Using fiscal year 2020 data, the County's current ratios are as follows: debt to assessed value is 1.3 percent and debt service to general fund revenue is 6.1 percent.

Additional information on Calvert County Government's long-term debt can be found in Note 7 of this report.

Economic Factors and Fiscal Year 2020's Budgets and Rates

- The average per-capita personal income of County residents reported by the Maryland Department of Planning for 2018 is \$62,591 (\$59,974 in 2017), an increase of 4.3 percent.
- The annual unemployment rate for Calvert County was reported as 3.2 percent for 2019 by the Maryland Department of Labor Licensing and Regulation.
- Real property tax assessments for the southern part of the County, reassessed in calendar year 2020, increased an average of 7.0 percent.

During the FY2021 Budget final stages, on March 5, 2020, the Governor of the State declared a state of emergency in response to the evolving outbreak of the COVID-19, a respiratory disease caused by a new strain of coronavirus. Subsequently, through a series of executive orders, the Governor closed all non-essential businesses in the State and directed all State residents to stay in their homes except to conduct essential activities. The Commissioners of Calvert County declared a Local State of Emergency on March 17, 2020. The County assessed the potential impact of the COVID-19 outbreak on the FY2020 Budget, including the loss of potential revenues.

All these factors were considered in preparing the Calvert County Government's budget for the 2021 fiscal year. Calvert County Government's adopted budget for fiscal year 2021 was a balanced budget as a result of the increase in property assessments and an increase in income tax rates. The County projects a surplus budget in fiscal year 2021. These projections include the County's Payment in Lieu of Tax agreement with the Dominion Liquid Natural Gas Exporting facility which was placed in service by the end of calendar year 2017.

Requests for Information

This financial report is designed to provide a general overview of Calvert County Government's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Department of Finance and Budget, Calvert County Government, 175 Main Street, Prince Frederick, MD 20678.

***COUNTY COMMISSIONERS OF CALVERT COUNTY
CALVERT COUNTY, MARYLAND***

BASIC FINANCIAL STATEMENTS

JUNE 30, 2020

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COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

**STATEMENT OF NET POSITION
JUNE 30, 2020**

	Primary Government			Component Units	
	Governmental Activities	Business- Type Activities	Total	Board of Education	Economic Development Authority
ASSETS					
Cash, cash equivalents and investments	\$ 138,398,545	\$ 574,394	\$ 138,972,939	\$ 32,597,257	\$ 1,869,200
Receivables					
Taxes	10,250,521	-	10,250,521	-	-
Special assessments	1,315,713	-	1,315,713	-	-
Accounts	44,649,493	2,941,518	47,591,011	-	-
Notes	6,270,891	-	6,270,891	-	-
Accrued interest	328	80	408	-	4
Other	-	-	-	603,734	-
Due from primary government	-	-	-	14,025,117	449,763
Internal balances	(2,077,723)	2,077,723	-	-	-
Due from other governments	42,955	-	42,955	2,114,063	-
Inventory	362,733	29,479	392,212	108,114	-
Restricted assets					
Cash	13,339,087	15,717,356	29,056,443	-	-
Capital assets not being depreciated	88,027,286	9,764,652	97,791,938	8,404,865	22,191
Depreciable capital assets - net	141,609,645	42,648,345	184,257,990	265,599,130	-
Total assets	442,189,474	73,753,547	515,943,021	323,452,280	2,341,158
Deferred Outflows of Resources					
Pension	5,067,202	-	5,067,202	3,277,778	-
OPEB	8,874,444	-	8,874,444	9,363,883	-
Total outflows of resources	13,941,646	-	13,941,646	12,641,661	-
LIABILITIES					
Accounts payable	2,794,056	277,960	3,072,016	4,167,570	-
Accrued liabilities	11,677,654	575,588	12,253,242	15,762,759	-
Due to other governments	8,718,241	178,121	8,896,362	-	-
Due to component units	14,474,881	-	14,474,881	-	-
Unearned revenue	8,839,563	-	8,839,563	5,797,258	-
Noncurrent liabilities:					
Due within one year:					
Compensated absences, current portion	2,288,576	66,586	2,355,162	231,004	-
Long-term debt, current portion	16,965,591	1,635,010	18,600,601	-	-
Estimated postclosure costs, current portion	30,000	54,053	84,053	-	-
Due in more than one year:					
Net pension liability	24,610,217	-	24,610,217	13,833,267	-
Net OPEB liability	37,603,994	-	37,603,994	71,778,482	-
Compensated absences, net of current portion	11,352,746	514,755	11,867,501	3,740,563	-
Long-term debt, net of current portion	127,315,909	24,957,601	152,273,510	-	-
Estimated postclosure costs, net of current portion	180,000	3,185,644	3,365,644	-	-
Total liabilities	266,851,428	31,445,318	298,296,746	115,310,903	-
Deferred Inflows of Resources					
Pension	12,450,457	-	12,450,457	2,324,848	-
OPEB	25,569,348	-	25,569,348	38,271,312	-
Deferred gain on refunding	705,141	-	705,141	-	-
Total inflows of resources	38,724,946	-	38,724,946	40,596,160	-
NET POSITION					
Net investment in capital assets	150,528,955	31,821,519	182,350,474	274,003,995	22,191
<u>Restricted for</u>					
Parks and recreation	2,574,772	-	2,574,772	-	-
Planning and zoning	14,583	-	14,583	-	-
Bar library	49,592	-	49,592	-	-
Revolving loan	312,100	-	312,100	-	-
Economic Development Authority revolving loan	312,883	-	312,883	-	-
Grants	235,578	-	235,578	1,171,985	-
Economic Development incentive	315,133	-	315,133	-	-
Excise tax	2,337,936	-	2,337,936	-	-
Land preservation	8,515,433	-	8,515,433	-	-
Board of Library trustees	17,057	-	17,057	-	-
Restricted for capital connections	-	925,594	925,594	-	-
Unrestricted	(14,659,276)	9,561,116	(5,098,160)	(94,989,102)	2,318,967
Total net position	\$ 150,554,746	\$ 42,308,229	\$ 192,862,975	\$ 180,186,878	\$ 2,341,158

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

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

**STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2020**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Primary Government:				
<u>Governmental activities:</u>				
General government	\$ 20,625,444	\$ 1,726,440	\$ 970,794	\$ -
Public safety	38,370,721	6,628,990	3,983,179	316,352
General services	25,434,206	4,682,130	431,534	771,196
Public works	17,673,738	1,746,562	3,193	-
Economic development	1,084,871	674,900	-	-
Community resources	17,249,387	1,439,658	2,736,484	-
Education	170,696,241	-	1,359,891	-
Social services and health	5,457,348	-	-	-
Interest on long-term debt	5,187,008	4,733	-	-
Total governmental activities	<u>301,778,964</u>	<u>16,903,413</u>	<u>9,485,075</u>	<u>1,087,548</u>
<u>Business-Type activities:</u>				
Water and sewer	8,925,359	9,596,341	-	226,167
Solid waste and recycling	12,006,399	12,981,886	-	-
Total business-type activities	<u>20,931,758</u>	<u>22,578,227</u>	<u>-</u>	<u>226,167</u>
Total primary government	<u>\$ 322,710,722</u>	<u>\$ 39,481,640</u>	<u>\$ 9,485,075</u>	<u>\$ 1,313,715</u>
Component Units:				
Board of Education	\$ 247,749,643	\$ 702,862	\$ 6,872,602	\$ 14,226,892
Economic Development Authority	471	-	-	-
Total component units	<u>\$ 247,750,114</u>	<u>\$ 702,862</u>	<u>\$ 6,872,602</u>	<u>\$ 14,226,892</u>

General Revenues:

Property taxes
Income taxes
Recordation taxes
Admission and amusement taxes
Franchise taxes
Other miscellaneous taxes
Interest and dividends
Unrestricted local appropriations, state and federal aid
Transfers
Total general revenues and transfers
Change in net position
Net position - beginning
Net position - ending

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

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

**STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2020**

Net (Expense) Revenue and Changes in Net Position

Primary Government			Component Units	
Governmental Activities	Business-type Activities	Total	Board of Education	Economic Development Authority
\$ (17,928,210)	\$ -	\$ (17,928,210)	\$ -	\$ -
(27,442,200)	-	(27,442,200)	-	-
(19,549,346)	-	(19,549,346)	-	-
(15,923,983)	-	(15,923,983)	-	-
(409,971)	-	(409,971)	-	-
(13,073,245)	-	(13,073,245)	-	-
(169,336,350)	-	(169,336,350)	-	-
(5,457,348)	-	(5,457,348)	-	-
(5,182,275)	-	(5,182,275)	-	-
<u>(274,302,928)</u>	<u>-</u>	<u>(274,302,928)</u>	<u>-</u>	<u>-</u>
-	897,149	897,149	-	-
-	975,487	975,487	-	-
<u>-</u>	<u>1,872,636</u>	<u>1,872,636</u>	<u>-</u>	<u>-</u>
<u>\$ (274,302,928)</u>	<u>\$ 1,872,636</u>	<u>\$ (272,430,292)</u>	<u>\$ -</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ (225,947,287)	\$ -
-	-	-	-	(471)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (225,947,287)</u>	<u>\$ (471)</u>
\$ 198,842,478	\$ -	\$ 198,842,478	\$ -	\$ -
96,512,127	-	96,512,127	-	-
8,623,256	-	8,623,256	-	-
21,016	-	21,016	-	-
1,582,188	-	1,582,188	-	-
102,447	-	102,447	-	-
2,342,281	392,833	2,735,114	21,146	25,730
-	-	-	244,986,719	-
(46,320)	46,320	-	-	-
<u>307,979,473</u>	<u>439,153</u>	<u>308,418,626</u>	<u>245,007,865</u>	<u>25,730</u>
33,676,545	2,311,789	35,988,334	19,060,578	25,259
<u>116,878,201</u>	<u>39,996,440</u>	<u>156,874,641</u>	<u>161,126,300</u>	<u>2,315,899</u>
<u>\$ 150,554,746</u>	<u>\$ 42,308,229</u>	<u>\$ 192,862,975</u>	<u>\$ 180,186,878</u>	<u>\$ 2,341,158</u>

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

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

**BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2020**

	<u>General Fund</u>	<u>Capital Projects Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS				
Cash, cash equivalents and investments	\$ 131,223,513	\$ -	\$ 7,175,032	\$ 138,398,545
Receivables:				
Taxes	8,221,026	-	2,029,495	10,250,521
Special assessments	1,315,713	-	-	1,315,713
Accounts	42,640,389	-	2,009,104	44,649,493
Notes	6,005,273	-	265,618	6,270,891
Accrued interest	29	299	-	328
Due from other funds	3,740,753	20,480,379	13,855,884	38,077,016
Due from other governments	42,955	-	-	42,955
Inventory/Prepays	303,789	-	58,944	362,733
Restricted assets				
Cash and investments	-	13,339,087	-	13,339,087
Total assets	<u>\$ 193,493,440</u>	<u>\$ 33,819,765</u>	<u>\$ 25,394,077</u>	<u>\$ 252,707,282</u>
LIABILITIES				
Accounts payable	\$ 955,393	\$ 477,528	\$ 1,361,135	\$ 2,794,056
Accrued liabilities	9,351,654	-	-	9,351,654
Due to other funds	39,646,427	-	508,312	40,154,739
Due to component units	12,699,764	1,775,117	-	14,474,881
Due to other governments	8,718,241	-	-	8,718,241
Unearned revenue	-	-	8,839,563	8,839,563
Total liabilities	<u>71,371,479</u>	<u>2,252,645</u>	<u>10,709,010</u>	<u>84,333,134</u>
DEFERRED INFLOW OF RESOURCES				
Unavailable revenue	<u>38,299,988</u>	<u>-</u>	<u>-</u>	<u>38,299,988</u>
FUND BALANCE				
Nonspendable	9,543,627	-	58,944	9,602,571
Restricted	-	13,339,087	4,606,200	17,945,287
Committed	36,627,761	-	8,264,349	44,892,110
Assigned	5,000,000	18,228,033	1,770,291	24,998,324
Unassigned	32,650,585	-	(14,717)	32,635,868
Total fund balances	<u>\$ 83,821,973</u>	<u>\$ 31,567,120</u>	<u>\$ 14,685,067</u>	<u>\$ 130,074,160</u>
Total liabilities, deferred inflow of resources, and fund balances	<u>\$ 193,493,440</u>	<u>\$ 33,819,765</u>	<u>\$ 25,394,077</u>	<u>\$ 252,707,282</u>
Fund balance (as reported above)				130,074,160
Amounts reported for governmental activities in the statement of net position are different because:				
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.				229,636,931
Some of the County's revenues are not available to pay for current-period expenditures and, therefore, are unavailable revenue in the fund.				38,299,988
Long term liabilities are not due and payable in the current period, and, therefore, are not reported in the funds.				(158,132,822)
Net OPEB liability is not due and payable in the current period, and, therefore, are not reported in the funds.				(37,603,994)
Net pension liabilities are not due and payable in the current period, and, therefore, are not reported in the funds.				(24,610,217)
Deferred outflows of resources related to pensions				5,067,202
Deferred outflows of resources related to OPEB				8,874,444
Deferred gain on refunding				(705,141)
Deferred inflows of resources related to pensions				(12,450,457)
Deferred inflows of resources related to OPEB				(25,569,348)
Accrued interest on long-term liabilities, including bonds payable are not reported in the funds.				(2,326,000)
Net position of governmental activities				<u>\$ 150,554,746</u>

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

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2020**

	<u>General Fund</u>	<u>Capital Projects Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES				
Taxes	\$ 301,755,013	\$ -	\$ 3,016,862	\$ 304,771,875
Licenses and permits	193,387	-	-	193,387
Intergovernmental	4,845,878	628,548	9,010,364	14,484,790
Charges for services	5,122,224	-	1,669,441	6,791,665
Fines and forfeitures	466,228	-	42,795	509,023
Miscellaneous revenue	3,310,066	459,000	1,939,767	5,708,833
Total revenues	<u>315,692,796</u>	<u>1,087,548</u>	<u>15,679,229</u>	<u>332,459,573</u>
EXPENDITURES				
General government	20,201,203	-	647,256	20,848,459
Public safety	37,140,123	-	-	37,140,123
General services	11,524,884	-	7,272,101	18,796,985
Public works	13,052,495	-	-	13,052,495
Economic development	759,888	-	-	759,888
Community resources	2,157,501	-	10,407,630	12,565,131
Education	135,235,977	-	5,209,652	140,445,629
Social services and health	4,217,601	-	-	4,217,601
Pensions and insurance	36,400,302	-	-	36,400,302
Capital projects	-	34,423,616	-	34,423,616
Debt service				
Principal payments	13,690,969	-	-	13,690,969
Interest payments	5,259,059	-	-	5,259,059
Total expenditures	<u>279,640,002</u>	<u>34,423,616</u>	<u>23,536,639</u>	<u>337,600,257</u>
Excess (deficiency) of revenues over expenditures	<u>36,052,794</u>	<u>(33,336,068)</u>	<u>(7,857,410)</u>	<u>(5,140,684)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	1,672	15,562,528	11,441,619	27,005,819
Transfers out	(22,034,717)	-	(5,017,422)	(27,052,139)
Total other financing sources (uses)	<u>(22,033,045)</u>	<u>15,562,528</u>	<u>6,424,197</u>	<u>(46,320)</u>
Net change in fund balance	14,019,749	(17,773,540)	(1,433,213)	(5,187,004)
Fund balance at beginning of year	<u>69,802,224</u>	<u>49,340,660</u>	<u>16,118,280</u>	<u>135,261,164</u>
Fund balance at end of year	<u>\$ 83,821,973</u>	<u>\$ 31,567,120</u>	<u>\$ 14,685,067</u>	<u>\$ 130,074,160</u>

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

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE OF THE
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2020**

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

Net change in fund balances - total governmental funds		\$ (5,187,004)
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.</p>		
	Capital outlays	26,747,681
	Depreciation	<u>(14,615,717)</u>
		12,131,964
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		10,901,905
<p>The issuance of long-term debt (i.e. bonds, leases, installment purchase agreements) proceeds provide current financial resources to government funds, while the repayment of the principal of the long-term debt consumes the current financial resources of government funds.</p>		
	Compensated absences	(1,979,257)
	Change in landfill postclosure liabilities	30,000
	Amortization of bond premium	1,401,490
	Principal payments	<u>13,690,970</u>
	Changes in long-term debt	13,143,203
Governmental funds report County pension contributions as expenditures. However in the Statement of Activities, the cost of pension benefits earned net of employer contributions is reported as pension expense.		557,344
Governmental funds report County OPEB contributions as expenditures. However in the Statement of Activities, the cost of OPEB benefits earned net of employer contributions is reported as OPEB expense.		1,816,412
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.</p>		
	Deferred gain on refunding	240,670
	Change in accrued interest	<u>72,051</u>
Change in net position of governmental activities		<u>\$ 33,676,545</u>

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

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2020

	<u>Budget Original</u>	<u>Budget Final</u>	<u>Actual</u>	<u>Variance (Over) Under</u>
REVENUES				
Taxes	\$ 299,588,079	\$ 299,568,158	\$ 301,755,013	\$ 2,186,855
Licenses and permits	299,400	299,400	193,387	(106,013)
Intergovernmental	4,569,211	4,537,687	4,708,479	170,792
Charges for services	4,529,632	4,757,359	5,182,399	425,040
Fines and forfeitures	327,650	360,811	472,373	111,562
Miscellaneous	2,341,769	3,121,333	3,310,066	188,733
Total revenues	311,655,741	312,644,748	315,621,717	2,976,969
EXPENDITURES				
General government	22,004,253	21,742,943	19,987,187	1,755,756
Public safety	41,550,013	41,920,133	39,153,689	2,766,444
General services	16,243,021	16,567,707	14,839,461	1,728,246
Public works	14,862,563	14,882,715	13,576,990	1,305,725
Economic development	960,834	982,455	761,994	220,461
Community resources	2,384,494	2,538,462	2,125,444	413,018
Education	140,168,694	140,177,558	139,997,163	180,395
Social services and health	4,628,793	4,628,794	4,623,815	4,979
Pensions and insurance	34,986,224	35,209,317	36,400,302	(1,190,985)
<u>Debt service</u>				
Principal retirement	14,897,840	14,445,754	13,690,969	754,785
Interest	5,477,880	5,269,133	5,259,059	10,074
Total expenditures	298,164,609	298,364,971	290,416,073	7,948,898
Excess (deficiency) of revenues over expenditures	13,491,132	14,279,777	25,205,644	10,925,867
OTHER FINANCING SOURCES (USES)				
Transfers in	1,284,334	1,288,834	654,415	(634,419)
Transfers out	(14,775,466)	(15,568,611)	(14,948,997)	619,614
Total other financing sources (uses)	(13,491,132)	(14,279,777)	(14,294,582)	(14,805)
Net change in fund balance	-	-	10,911,062	10,911,062
Fund balance - beginning	57,038,332	57,038,332	61,027,735	-
Fund balance - ending	<u>\$ 57,038,332</u>	<u>\$ 57,038,332</u>	<u>\$ 71,938,797</u>	<u>\$ 10,911,062</u>

A reconciliation of the revenue and expenditures of the general fund to present the combined statement of revenue and expenditures on a GAAP basis follows:

Revenue and transfers in (budgetary basis)	\$ 316,276,132
Transfer adjustment (Library)	(581,664)
Revenue and transfers in (GAAP basis)	<u>\$ 315,694,468</u>
Expenditures and operating transfers out (budgetary basis)	\$ 305,365,070
Encumbrance/accrual adjustment	(3,108,687)
Transfer adjustment (Library)	(581,664)
Expenditures and operating transfers out (GAAP basis)	<u>\$ 301,674,719</u>

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

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

**STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2020**

	<u>Water and Sewer Fund</u>	<u>Solid Waste and Recycling Fund</u>	<u>Total</u>
ASSETS			
<u>Current assets:</u>			
Cash and cash equivalents	\$ 572,429	\$ 1,965	\$ 574,394
Total cash, cash equivalents and investments	572,429	1,965	574,394
Accounts receivable	2,191,683	749,835	2,941,518
Accrued interest receivable	63	17	80
Due from other funds	-	5,310,164	5,310,164
Prepaid expenses	-	-	-
Inventory	29,479	-	29,479
Total current assets	<u>2,793,654</u>	<u>6,061,981</u>	<u>8,855,635</u>
<u>Non-current assets:</u>			
Restricted assets			
Cash and investments	15,634,738	82,618	15,717,356
Capital assets not being depreciated	8,075,586	1,689,066	9,764,652
Depreciable capital assets - net	34,600,863	8,047,482	42,648,345
Total non-current assets	<u>58,311,187</u>	<u>9,819,166</u>	<u>68,130,353</u>
Total assets	<u>61,104,841</u>	<u>15,881,147</u>	<u>76,985,988</u>
Deferred Outflows of Resources			
Deferred loss on refunding	-	-	-
Total assets and deferred outflows	<u>61,104,841</u>	<u>15,881,147</u>	<u>76,985,988</u>
LIABILITIES			
<u>Current liabilities:</u>			
Vouchers and accounts payable	133,138	144,822	277,960
Accrued liabilities	370,734	204,854	575,588
Due to other funds	3,232,441	-	3,232,441
Due to other governments	178,101	20	178,121
Compensated absences, current portion	20,000	46,586	66,586
Estimated post closure costs, current portion	-	54,053	54,053
Long-term debt, current portion	1,608,146	213,106	1,821,252
Total current liabilities	<u>5,542,560</u>	<u>663,441</u>	<u>6,206,001</u>
<u>Noncurrent liabilities:</u>			
Compensated absences, net of current portion	279,035	235,720	514,755
Estimated post closure costs, net of current portion	-	3,185,644	3,185,644
Long-term debt, net of current portion	22,497,263	2,274,096	24,771,359
Total liabilities	<u>28,318,858</u>	<u>6,358,901</u>	<u>34,677,759</u>
NET POSITION			
Net investment in capital assets	24,364,137	7,457,382	31,821,519
Restricted capital connection	925,594	-	925,594
Unrestricted	7,496,252	2,064,864	9,561,116
Total net position	<u>\$ 32,785,983</u>	<u>\$ 9,522,246</u>	<u>\$ 42,308,229</u>

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

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
 PROPRIETARY FUNDS
 YEAR ENDED JUNE 30, 2020**

	<u>Water and Sewer Fund</u>	<u>Solid Waste and Recycling Fund</u>	<u>Total</u>
<u>Operating revenues:</u>			
Charges for services	\$ 8,101,585	\$ 12,897,637	\$ 20,999,222
<u>Operating expenses:</u>			
Salaries & benefits	3,188,562	3,270,209	6,458,771
Contracted services	906,852	7,792,664	8,699,516
Supplies	272,074	178,907	450,981
Heat, light and power	626,330	44,724	671,054
Depreciation	2,532,986	458,518	2,991,504
Miscellaneous	95,468	8,756	104,224
Telephone	25,451	11,349	36,800
Compensated absences	43,641	(122,662)	(79,021)
Maintenance and repairs	568,202	245,520	813,722
Capital outlay	44,186	26,138	70,324
Total operating expenses	<u>8,303,752</u>	<u>11,914,123</u>	<u>20,217,875</u>
Operating income (loss)	<u>(202,167)</u>	<u>983,514</u>	<u>781,347</u>
<u>Non-operating revenues (expenses):</u>			
Miscellaneous income	214,249	55,499	269,748
Tower revenue	147,307	28,750	176,057
Investment income	328,359	64,474	392,833
Interest expense	(621,607)	(92,276)	(713,883)
Total non-operating revenues (expenses)	<u>68,308</u>	<u>56,447</u>	<u>124,755</u>
Income (loss) before contributions and transfers	(133,859)	1,039,961	906,102
Transfers in	24,290	46,320	70,610
Transfer out	-	(24,290)	(24,290)
Capital connection charges	1,133,200	-	1,133,200
Developer contribution	<u>226,167</u>	<u>-</u>	<u>226,167</u>
Change in net position	1,249,798	1,061,991	2,311,789
Total net position - beginning	<u>31,536,185</u>	<u>8,460,255</u>	<u>39,996,440</u>
Total net position - ending	<u>\$ 32,785,983</u>	<u>\$ 9,522,246</u>	<u>\$ 42,308,229</u>

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

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

**STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2020**

	Water and Sewer Fund	Solid Waste and Recycling Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers	\$ 8,044,136	\$ 13,307,695	\$ 21,351,831
Tower revenue	147,307	28,750	176,057
Other Receipts	192,820	55,499	248,319
Payments to suppliers	(2,575,045)	(11,993,497)	(14,568,542)
Payments to employees	(3,161,893)	(200,019)	(3,361,912)
Payments to other funds	-	(2,333,671)	(2,333,671)
Receipts from other funds	1,198,906	-	1,198,906
Net cash provided by (used in) operating activities	<u>3,846,231</u>	<u>(1,135,243)</u>	<u>2,710,988</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES			
Transfer to other funds	-	(46,320)	(46,320)
Transfers from other funds	24,290	-	24,290
Net cash provided by (used in) non-capital financing activities	<u>24,290</u>	<u>(46,320)</u>	<u>(22,030)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Additions to capital assets and construction-in-progress	(2,717,301)	(552,470)	(3,269,771)
Capital connection fees received	1,133,200	-	1,133,200
Developer contribution	226,167	-	226,167
Principal paid on long-term obligations	(1,593,131)	(207,882)	(1,801,013)
Interest paid on long-term obligations	(655,920)	(94,731)	(750,651)
Net cash provided by (used in) capital and related financing activities	<u>(3,606,985)</u>	<u>(879,373)</u>	<u>(4,486,358)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received on deposits	340,986	54,556	395,542
Sale of investments	-	1,914,320	1,914,320
Purchase of investments	(987,230)	-	(987,230)
Net cash provided by (used in) investing activities	<u>(646,244)</u>	<u>54,556</u>	<u>(591,688)</u>
Increase (decrease) in cash and cash equivalents	(382,708)	600	(382,108)
Cash and cash equivalents, beginning of year	955,137	1,365	956,502
Cash and cash equivalents, end of year	<u>\$ 572,429</u>	<u>\$ 1,965</u>	<u>\$ 574,394</u>
PROVIDED BY (USED IN) OPERATING ACTIVITIES			
Adjustments to reconcile operating income (loss) to	\$ (202,167)	\$ 983,514	\$ 781,347
<u>Net cash provided by (used in) operating activities</u>			
Depreciation	2,532,986	458,518	2,991,504
Landfill closure costs and other	-	10,000	10,000
Tower revenue	147,307	28,750	176,057
Other Receipts	192,820	55,499	248,319
<u>Changes in assets and liabilities</u>			
Inventory	4,270	-	4,270
Accounts receivable	(57,448)	410,036	352,588
Due from other funds	-	(2,333,671)	(2,333,671)
Accounts payable	(15,351)	244	(15,107)
Accrued expenses	44,908	(748,133)	(703,225)
Due to other funds	1,198,906	-	1,198,906
Net cash provided by (used in) operating activities	<u>\$ 3,846,231</u>	<u>\$ (1,135,243)</u>	<u>\$ 2,710,988</u>
Reconciliation of cash and cash equivalents to the balance sheet:			
Cash and investments, unrestricted	\$ 572,429	\$ 1,965	\$ 574,394
Cash and investments, restricted	15,634,738	82,618	15,717,356
	<u>16,207,167</u>	<u>84,583</u>	<u>16,291,750</u>
Less - noncash equivalent investments	15,634,738	82,618	15,717,356
Cash and cash equivalents	<u>\$ 572,429</u>	<u>\$ 1,965</u>	<u>\$ 574,394</u>

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

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

**STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2020**

	Pension (and Other Post Employee Benefits) Trust Funds (1)	Agency Fund
ASSETS		
Cash and cash equivalents	\$ 14,767,415	\$ 167,988
Investments:		
Fixed income	68,192,346	-
Common stocks	55,127,791	-
Equity funds	129,710,851	-
Foreign assets	13,302,575	-
Other assets	23,019,599	-
Total investments	<u>289,353,162</u>	<u>-</u>
Receivables and prepaid expenses:		
Accounts receivables	-	11,280
Investment income receivables	81,052	-
Total receivables	<u>81,052</u>	<u>11,280</u>
Total assets	<u>304,201,629</u>	<u>179,268</u>
LIABILITIES		
Payables:		
Accounts payable	42,953	179,268
Total liabilities	<u>42,953</u>	<u>\$ 179,268</u>
NET POSITION		
Restricted for:		
Volunteer fire and rescue pension fund	4,117,408	
Sheriff's pension fund	98,108,190	
Employee's retirement fund	81,276,073	
OPEB	120,657,005	
Total net position	<u>\$ 304,158,676</u>	

(1) OPEB net position includes the Board of Education, \$87,615,171.

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

CALVERT COUNTY, MARYLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

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CALVERT COUNTY, MARYLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

Note 1 - Summary of Significant Accounting Policies

Calvert County (the County), was established as one of the original counties of the Maryland colony in 1654. The County is governed by a board of five Commissioners. One Commissioner is elected from each of the three districts and two are elected at large. All serve four-year terms. This board assumes responsibilities conferred upon them by the Maryland General Assembly and provides the following services: public safety, public improvements, health and social services, sanitation, recreation and culture, education, economic development and general administrative services. The basic financial statements of the County have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units as prescribed by the Governmental Accounting Standards Board (GASB).

A. Reporting Entity

The accompanying financial statements include various agencies, department organizations and offices which are legally part of Calvert County (the Primary Government) and the County's component units. The discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the County. It is financially accountable to the Primary Government or has relationship with the County such that exclusion would cause the County's financial statements to be misleading or incomplete. For the discretely presented component unit the potential exists for a financial burden or benefit to be imposed on the County as a result of the existence of the component unit.

Discretely Presented Component Units

Board of Education of Calvert County Public Schools - The Board of Education of Calvert County Public Schools (the Board) is responsible for elementary and secondary education within the County. The Board is fiscally dependent upon the County because the Commissioners are responsible for approving the Board's annual appropriations in the budget. In addition, the Commissioners are responsible for levying taxes and collecting and distributing the funds to the Board and the County issues bonds to finance school system construction projects. Complete financial statements of the Board may be obtained at the entity's administrative offices located at 1305 Dares Beach Road, Prince Frederick, Maryland, 20678.

Economic Development Authority of Calvert County - The Economic Development Authority of Calvert County (the Authority) was established in 1969, for the purpose of acquiring, constructing, developing, improving, operating, and managing an industrial park within the County and to enlarge economic development opportunities for the preservation and betterment of the economy of Calvert County. The members of the Board of the Authority are appointed by the Commissioners and financially dependent upon the County. The Authority provides services which exclusively benefit the County and County employees perform all of the Authority's services. The Economic Development Authority of Calvert County does not issue separate financial statements, so their statements are included in this document on pages 100 and 101.

The Calvert County Housing Authority, the Volunteer Fire and Rescue Squads, the Calvert County Fair, Inc., and the Calvert County Soil Conservation District have been excluded from the basic financial statements on the basis that these entities are not controlled by or financially dependent upon the County.

CALVERT COUNTY, MARYLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) display information about the County as a whole. These statements include the financial activities of the Primary Government, except for fiduciary funds. The statements distinguish between those activities of the County that are governmental, normally supported by taxes and intergovernmental revenues, and those that are considered business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the Primary Government is reported separately from the component units.

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

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual proprietary funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The basic financial statements are divided into three categories: government-wide financial statements, fund financial statements, and budgetary statements. The measurement focus, bases of accounting and presentation of these categories is discussed below.

Measurement Focus and Basis of Accounting

The Government-wide financial statements measure and report all assets (both financial and capital), liabilities, revenues, expenses, gains and losses using the *economic resources* measurement focus and the *accrual basis* of accounting, as do the Proprietary funds and Pension and Other Post Employment Benefit Trust funds statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

All governmental funds are accounted for using a *current financial resources* measurement focus and are reported using the *modified accrual* basis of accounting. Revenues are recognized in the accounting period in which the revenues are measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period, or soon enough thereafter, to be used to pay liabilities of the current period. For the County's purposes, the period of availability is considered to be 60 days after year end. Revenues considered susceptible to accrual are grants, delinquent property taxes, income taxes and interest on investments.

In governmental funds expenditures are generally recorded when incurred; however, expenditures for debt service, compensated absences, and claims and judgments are recorded when payments are due. General County capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of the County's general long-term debt are reported as other financing sources.

The Agency Funds have no measurement focus since these funds only report assets and liabilities. Agency Funds use the *accrual basis* of accounting.

CALVERT COUNTY, MARYLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

Financial Statement Presentation

Fund financial statements report detailed information about the County. Governmental and Proprietary fund financial statement presentation focuses on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by fund type.

Governmental Fund Types

General Fund - The General Fund is the general operating fund of the Primary Government. All financial resources are accounted for in this fund except those required to be accounted for in another fund. The General Fund is a major fund.

Capital Projects Fund - The Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities of the County. The Capital Projects Fund is a major fund.

Special Revenue Funds - Special revenue funds are used to account for the proceeds of specific revenue sources (other than major capital projects or expendable trusts) that are legally restricted to expenditures for specified purposes. The special revenue funds include the Parks and Recreation Fund, Chesapeake Hills Golf Course, Calvert Marine Museum, Planning and Zoning Special Revenue Fund, Bar Library Fund, Revolving Loan Fund, Economic Development Authority Revolving Loan Fund, Calvert County Family Network, Grants Fund, Economic Development Incentive Fund, Excise Tax Fund, the Land Preservation Fund, and the Board of Library Trustees for Calvert County (the Library). None of these special revenue funds are major funds.

Proprietary Fund Type

Enterprise Funds - Enterprise funds are used to report activities for which a fee is charged to external users for goods or services. Enterprise funds herein include the operations of the Water and Sewer Fund and the Solid Waste and Recycling Fund.

Fiduciary Fund Types

Trust Funds - The County maintains pension trust funds to account for the Volunteer Fire Departments and Rescue Squads Pension Plan, the Calvert County Sheriff's Department Pension Plan, the Calvert County Employees Retirement Plan and the Calvert County Maryland Post-Employment Benefits Plan.

Agency Funds - The Tax Redemption Fund is an agency fund used to account for tax payments made by delinquent property owners to redeem tax certificates held by third parties. These funds are held by the County in a trustee capacity.

Net Position

The government-wide and business-type fund financial statements utilize net position presentation. Net position is presented in three components – net investment in capital assets, restricted and unrestricted.

1. Net investment in capital assets - This component of net position consists of capital assets, net of accumulated depreciation and reduced by outstanding bonds, notes or other borrowings attributable to the acquisition, construction, or improvement of these assets.

CALVERT COUNTY, MARYLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

2. Restricted - This component consists of assets that have constraints placed on them either externally by third-parties (creditors, grantors, contributors, or laws or regulations of other governments) or by law through constitutional provisions or enabling legislation.
3. Unrestricted - This component consists of assets that do not meet the definition of “net investment in capital assets” and restricted.

Significant Accounting Policies

The following is a summary of the more significant accounting policies applied to elements in the County’s basic financial statements:

Internal Activity - Calvert County has minimal activity between governmental and business-type activities. However, to avoid double counting of internal activities, the effect of internal transactions and balances has been eliminated from the financial statement, unless, the interfund services provided and used then they are not eliminated in the process of consolidation.

Program, General and Operating Revenues – Revenue in the government-wide financial statements is classified as program or general revenue. 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. In addition, general revenues include all taxes.

The operating revenues of the enterprise funds are defined as the charges for services received from the customers that are of a recurring nature. That is, those charges do not include one-time fees or grants, such as capital connection charges or capital grants. Revenue sources such as these are included under non-operating revenues.

Fund Balance Assumptions – In order to calculate the amounts reported as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. When components of unrestricted resources are available for use and the purpose is a qualified activity, committed fund balance is depleted first, followed by assigned, and lastly unassigned.

Budgets and Budgetary Accounting - The County follows certain procedures in establishing the budgetary data reflected in the financial statements. Each County department, agency or board receiving County funds submits a budget request to the Commissioners at a public hearing. Additional public hearings are conducted to obtain taxpayer comments. On or before July 1 of each year, the budget is legally enacted through passage of a resolution.

The Director of Finance and Budget is empowered to make administrative transfers of appropriations within the current expense budget, within the same office or department, between departments, agencies, boards or commissions, inter-project transfers of appropriations between capital projects in the capital budget and the addition of new budget items, in the amount of not more than \$10,000. The County Administrator is authorized to transfer appropriations up to \$25,000. Any change involving more than \$25,000 but less than \$150,000 can be approved by the Board of County Commissioners without passage of a resolution. Any change totaling more than \$150,000 may only be made by resolution approved by the Commissioners after compliance with certain public hearing requirements.

The budget for the General Fund and Capital Projects are adopted annually. The basis is consistent with GAAP except that for the General Fund, on a budgetary basis, encumbrances are treated as expenditures rather than as a commitment of fund balance. Budgetary comparisons presented for the General Fund in the

**CALVERT COUNTY, MARYLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

basic financial statements are prepared on the budgetary basis. Budgetary control is at the object level. The Capital Projects budget is prepared for the duration of the respective project and annual budgetary comparisons are not presented in the basic financial statements and supplemental information.

D. Assets, Liabilities and Net Position

Cash, Cash Equivalents and Investments - For purposes of the statements of cash flows, cash equivalents are considered to be investments that are a) short-term, highly liquid investments which are readily convertible to known amounts of cash; and b) so near maturity that the investment presents insignificant risk of changes in value because of changes in interest rates.

Investments in certificates of deposit, U.S. government obligations, repurchase agreements and other investments are carried at fair value, which is determined on June 30 of each fiscal year.

Investments in the pension trust funds (Volunteer Fire and Rescue Squad Pension Fund and Calvert County Sheriff's Department Pension Plan, the Calvert County Employees Retirement Plan and the Calvert County Maryland Other Post-Employment Benefits Trust) are carried at fair value determined on June 30 of each year, based on appraisals or quotations by an independent investment counselor.

Use of Estimates - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Long-Term Receivables - Long-term receivables relating to governmental fund types are reported in the respective balance sheets in spite of the spending measurement focus. These receivables however, are offset by nonspendable fund balance account to indicate they should not be considered available spendable resources since they do not represent net current assets.

Inventory - Inventory is valued at cost (first-in, first-out method) and consist of expendable supplies and vehicle repair parts. The inventories are recorded as expenditures when consumed rather than when purchased. Governmental fund type inventories are offset by a nonspendable fund balance account, which indicates that inventory does not constitute "available spendable resources," even though it is a component of net current assets.

Capital Assets - All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Contributed capital assets are valued at estimated fair market value on the date contributed. The County currently defines capital assets as assets with an initial cost of \$5,000 or more and an estimated useful life of more than one year. Assets are depreciated using the straight-line method over the estimated useful life of the asset. The table on the next page is a general guideline for determining the estimated useful life of assets:

Buildings	25-30 years	Machinery and equipment	3-10 years
Improvements	15-20 years	Vehicles	3-7 years
Water and Sewer Systems	20-30 years	Computers	3 years

The purpose of depreciation is to spread the cost of capital assets equitably among all users over the life of these assets. The amount charged to depreciation expense each year represents that year's pro rata share of the cost of capital assets.

CALVERT COUNTY, MARYLAND
NOTES TO FINANCIAL STATEMENTS
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With the implementation of GASB Statement 34, the County has recorded its public domain (infrastructure) capital assets, which include roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems. Donated capital assets, donated works of art and similar items, and capital assets received in service concessions arrangements are reported at acquisition value.

Accumulated Annual, Personal and Sick Leave Benefits - County employees are granted annual leave at varying rates based upon years of service. The carrying amount of accumulated annual leave may not exceed a maximum of 100 days on a calendar year basis. In addition, 15 days of sick leave and 5 days of personal leave are granted annually. Upon termination or retirement, all annual and personal leave accrued to the credit of an employee is paid. The amount of accrued sick leave payable is based upon the employee's full-time status. The sick leave can be paid to the employee or credited to their retirement benefit upon meeting retirement eligibility in the applicable defined benefit pension plan. Upon separation from County service, employees who became eligible for sick leave prior to September 7, 2015, shall be paid for their unused accrued sick leave as follows: $\frac{1}{4}$ of the Employee's current hourly rate multiplied by the number of sick leave days up to and including 100, plus $\frac{1}{2}$ of the Employee's current hourly rate multiplied by the number of sick leave days in excess of 100. Upon separation from County service, employees who became eligible for sick leave on or after September 7, 2015, shall be paid for their unused accrued sick leave as follows: $\frac{1}{4}$ of the Employee's current hourly rate multiplied by the number of sick leave days.

Deferred Compensation Plan - The County has established a deferred compensation plan in accordance with Internal Revenue Code Section 457, and administered by Nationwide Retirement Solutions. All County employees may participate in the plan and defer a portion of their salary, subject to limitations imposed by the Internal Revenue Service. In September 1997, the County amended the plan in accordance with the provisions of IRC Section 457(g). The assets of the plan were placed in an independent trust for the exclusive benefit of participants and their beneficiaries. The requirements of that IRC Section prescribes that the County no longer owns the amounts deferred by employees, including the related income on those amounts. Accordingly, the assets and the liability for the compensation deferred by plan participants, including earnings on plan assets, were removed from the County's financial statements. The plan assets will not be subject to the claims of the public entity's creditors.

Other Post Employment Benefit Obligations – OPEB - In fiscal year 2018 the County adopted, GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pension*, which established standards for recognizing and measuring liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures.

Pension Accounting - Employee contributions are recognized in the Pension Trust Funds in the period the contributions are due. Employer contributions are recognized when due and the County has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of each plan. Administrative costs are funded from investment income.

Interfund Transfers - The transfers into the General Fund are for capital projects that have been closed out, the transfer from excise tax fund to cover a portion of debt service, and one-time fund balance transfers from special revenue funds. The transfer out from the General Fund is for operating, disbursement of grant matching funds and pay-go monies.

Encumbrances - Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the General Fund, Special Revenue Funds, Capital Projects Fund, and Enterprise Funds. Encumbrances outstanding at year end are reported as committed fund balances and do not constitute expenditures or liabilities because the commitments will be honored during a subsequent year.

CALVERT COUNTY, MARYLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

Long-Term Obligations - In the government-wide financial statements and in the proprietary fund financial statements, long-term debt and other obligations are reported as liabilities. Bond premiums and discounts are deferred and amortized over the life of the bonds using the bonds outstanding method which approximates the effective interest method.

Unearned Revenue - Governmental funds report unearned revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned.

Deferred Outflows/Inflows of Resources - represents a consumption/acquisition of net position that applies to a future period(s) and so will not be recognized as an outflow/inflow of resources until then. The only item that qualifies for reporting in this category is the deferred loss/gain on refunding reported in the government-wide statement of net position. A deferred loss/gain on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

The government has only one type of item, unavailable revenue, and is reported only in the governmental funds balance sheet for taxes, special assessment, and intergovernmental charges. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

Equity - Detailed information on the presentation of net position for the government-wide and business-type funds is located on page 16. Information regarding the implementation of GASB No. 54 as it relates to the governmental fund balance presentation is located on page 19.

Stabilization Arrangement – During the fiscal year ended June 30, 2011, the County implemented GASB Statement No. 54 – *Fund Balance and Governmental Fund Type Definitions* which required an establishment of policy by formal action by the Board of County Commissioners. This formal action, set by resolution, defines the use of these as for contingency and emergency or catastrophic situations as determined by the County Commissioners. This amount is intended to be used only after all other available fund balances are exhausted.

E. Implementation of New Accounting Principles

As of June 30, 2020, the Governmental Accounting Standards Board (GASB) has issued the following pronouncements, which will require adoption in the future, if applicable: GASB Statement No. 84, *Fiduciary Activities*; Statement No. 87, *Leases*; Statement No. 90, *Majority Equity Interests—an amendment of GASB Statements No. 14 and No. 61*; Statement No. 91, *Conduit Debt Obligations*; GASB Statement No. 92, *Omnibus 2020*; GASB Statement No. 93, *Replacement of Interbank Offered Rates*; GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*; GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*; GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans—an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32*. During the year ended June 30, 2020, GASB has also issued GASB Statement No. 95, *Postponement of the Effective Dates of Certain Authoritative Guidance*, which provides temporary relief to governments in light of the COVID-19 pandemic, by postponing the effective dates of certain pronouncements. These statements may or will have a material effect on the County's financial statements once implemented. The County has not yet completed the process of evaluating the impact of these pronouncements on its financial statements and plans to adopt them, as applicable, by their effective date.

CALVERT COUNTY, MARYLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

Note 2 - Property Taxes

A. Property Taxes

Property taxes attach an enforceable lien on property as of July 1. Taxes are levied each July 1 and the taxpayer has the option to pay in full without interest by September 30 or to pay the bill semiannually. In semi-annual bills, the first payment is payable without interest by September 30 and the second payment, including a service charge, is payable without interest by December 31. Interest is charged for each month or fraction thereof in which taxes remain unpaid beginning October 1 on accounts under the annual payment option, or January 1 for accounts under the semiannual payment option. Maryland law grants the Treasurer of Calvert County the power to advertise and sell any real property if the taxes remain delinquent for a period of one year.

Property taxes are levied at rates enacted by the Commissioners in the annual budget based on the assessed value of the property as determined by the Maryland State Department of Assessments and Taxation, an agency of the government of the State of Maryland. The rates of levy cannot exceed the constant yield tax rate furnished by the Maryland State Department of Assessments and Taxation without public notice and then only after public hearings.

The real property tax rate during the year ended June 30, 2020, was \$0.937 per \$100 of assessed value based on the full valuation method, except that within the two incorporated towns, North Beach and Chesapeake Beach, the rate was \$0.601 per \$100 of assessed value based on the full valuation method. The personal property tax rate during the year ended June 30, 2020 was \$2.23 per \$100 of assessed value except that within the two incorporated towns, North Beach and Chesapeake Beach, the rate was \$1.39. The County bills and collects all property taxes.

CALVERT COUNTY, MARYLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

Note 3 - Cash, Cash Equivalents and Investments

A. Primary Government

Cash on Hand

At June 30, 2020, cash on hand for petty cash and change was \$7,569.

Policies and Provisions

General Deposits - The County has agreements with its depository financial institutions, which require all deposits to be either insured by the Federal Deposit Insurance Corporation or collateralized. The County has an agreement with Bank of America to collateralize 110% of deposits. At June 30, 2020, the net carrying amount and the bank balances of the County's deposits with financial institutions were \$19,937,606 and \$19,699,268 respectively, all of which was covered by federal depository insurance or collateral held by a third-party custodian in a segregated account for the benefit of Calvert County.

Foreign risk related to deposits is managed by allowing no more than \$1,000,000 or 10% of the total investment portfolio to be invested with financial institutions residing in a single foreign country. At June 30, 2020, no deposits were in foreign currency.

General Investments - The County's policy for investments, as set by public code, is to invest in securities that are issued by the United States Government or any agency thereof, certificates of deposit, bankers' acceptances, any and all investments generally recognized as "money market instruments," securities issued by any state or municipal government, securities issued by the Federal Home Loan Mortgage Corporation (FHLMC), securities issued by the Government National Mortgage Association (GNMA), repurchase agreements, and reverse repurchase agreements. The County's intent is not to redeem any investment until the fair value is at least equal to the carrying value.

The County manages concentration risk by using limits, stated in percentages and/or dollars, for investment classes (noted above) that are not federally insured. The County's policy on credit risk is to only allow for Bankers' Acceptances of domestic and foreign banks that maintain the highest short-term deposit rating from Standard & Poor's (A-1) and/or Moody's (P-1). These ratings are also required for Repurchase Agreements. Repurchase Agreements are required to be collateralized at 102%.

In order to limit exposure to interest rate risk, the County's investment policy provides that investment maturities in any permitted investment shall not exceed 24 months in duration unless prior approval is received from the Director of Finance and Budget, or a designee. Investment in securities exceeding 24 months in duration shall not exceed 20% of the total investment portfolio at the time of purchase.

Fiduciary Fund Investments - The Calvert County Post Employment Benefit Plan, the Volunteer Fire and Rescue Squad Pension Plan, the Calvert County Sheriff's Department Pension Plan and the Calvert County Employees Retirement Plan are authorized to invest in common stocks, corporate bonds and any other securities in varying proportions when and for as long as, in the opinion of the respective Plan Trustees, prevailing market and economic considerations indicate that it is in the best interest of the respective Plan to do so. Note 9 presents the details of the pension plans starting on page 25.

Land Preservation Fund - The Land Preservation Fund is invested in U.S Treasury Strips (U.S. Treasury Bonds with the coupon/interest payment removed). The earliest maturity date of any of the bonds in this fund is February 15, 2021. The latest maturity date is May 15, 2026. This fund has no interest rate risk because each of the bonds was purchased to pay a specific obligation. The maturity date and amount of the bond coincides with the due date of the obligation.

CALVERT COUNTY, MARYLAND
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Fair Value of Investments - The County measures and records its investments using fair value measurement guidelines established by generally accepted accounting principles (GAAP). These guidelines recognize a three-tiered fair value hierarchy, as follows:

- Level 1 – Quoted prices for identical investments in active markets;
- Level 2 – Observable inputs other than quoted market prices; and
- Level 3 – Unobservable inputs.

At June 30, 2020, the County had the following recurring fair value measurements.

<u>Investments by fair value level</u>	6/30/2020	Fair Value Measurements Using		
		Level 1	Level 2	Level 3
Debt Securities				
U.S. Treasury strips	\$ 4,209,183	\$ 4,209,183	\$ -	\$ -
U.S. Agencies	-	-	-	-
Corporate bonds and notes	-	-	-	-
Total debt securities	4,209,183	4,209,183	-	-
Equity Securities				
Common stock	55,127,791	55,127,791	-	-
Equity mutual funds	78,116,452	78,116,452	-	-
Total equity securities	133,244,243	133,244,243	-	-
Total investments by fair value level	\$ 137,453,426	\$137,453,426	-	-
Investments measured at net asset value (NAV)				
Money market funds	\$ 183,277,008			
Fixed income mutual funds	68,192,346			
Private equity funds	64,896,974			
Total investments measured at the NAV	316,366,328			
Total investments measured at fair value	\$ 453,819,754			

Debt and equity securities classified in Level 1 are valued using prices quoted in active markets for those securities. Debt and equity securities classified in Level 2 are valued using quoted prices for similar securities in active markets. The County does not have any investments categorized as Level 3. Investments valued using the net asset value (NAV) per share (or its equivalent) are considered “alternative investments” and, unlike more traditional investments, generally do not have readily obtainable market values.

The majority of our investment in debt securities is in the Loomis Sayles Core fixed income fund. Approximately 74% of those securities are rated A or better. Approximately 20% of the investment in debt securities is in the Loomis Sayles High Income Fund. Approximately 66% of that fund is rated B or BA

Interest Rate Risk

The following schedule presents the interest rate risk (increasing interest rates decrease the value of the bonds) based on maturity of the bonds held.

Maturities	
Cash and equivalents	\$ 76,477,396
Less than 1 year	2,599,850
1 - 5 years	1,425,613
5 - 10 years	183,668
Total	\$ 80,686,527

CALVERT COUNTY, MARYLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

Foreign Currency Risk

The following schedule shows the pension plans' exposure to foreign currency risk. This risk is created by the ownership of American Depository Receipts (ADR). ADRs are stocks that trade in the United States but represent a specified number of shares in a foreign corporation. ADRs are bought and sold on American markets just like regular stocks, and are issued/sponsored in the U.S. by a bank or brokerage. Because the value of an ADR is derived from the value of the foreign share price, fluctuations in that currency exchange rate create changes in value. Calvert County currently has no formal policy relating to foreign currency risk in the pension plans.

Country		
United Kingdom	\$	3,148,920
Netherlands		1,039,796
Germany		1,167,045
Swiss		2,933,490
Japan		1,901,206
Belgium		194,507
Denmark		389,015
Curacao		583,522
Columbia		583,522
Israel		194,507
Spain		389,015
Mexico		194,507
France		583,522
Total	\$	13,302,574

Carrying Value

The carrying value of all the County's cash and investments as of June 30, 2020 are summarized in the following table:

Cash, Cash Equivalent or Investment type		Cash, Cash Equivalent or Investment type	
U.S. Treasury strips	\$ 4,209,183	Unrestricted	\$ 138,972,939
Common stock	55,127,791	Restricted	333,345,008
Fixed assets	68,192,346	Total	\$ 472,317,947 *
Equity funds	143,094,474		
Money market mutual funds	158,388,204		
Certificates of deposits	341,176		
Cash in banks	19,937,606		
Other special equity	23,019,599		
Petty cash	7,569		
Total	\$ 472,317,947 *		

*includes agency fund cash of \$167,988.

CALVERT COUNTY, MARYLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

B. Component Units

Economic Development Authority

The Authority follows the investment policies of the County. Its investments at June 30, 2020, totaled \$1,869,200 and consisted of money market mutual funds.

Board of Education

Cash on Hand - At June 30, 2020, cash on hand for petty cash and change funds was \$455

Deposits - At June 30, 2020, the carrying amount of the Board's deposit was \$34,572,331 consisting of cash in the amount of \$32,597,257 in governmental activities, and \$1,975,074 in the agency fund with corresponding bank balances of \$35,410,362. Of the bank balances, all deposits were covered by Federal Depository Insurance and collateral held in the Board's name. The Board has a contractual agreement with a bank for funds to be transferred daily from overnight investments to cover checks as presented.

Investment Rate Risk - Fair value fluctuates with interest rates, and increasing rates could cause fair value to decline below original cost. To limit the Board's exposure to fair value losses arising from increasing interest rates, the Board's investment policy limits the term of investment maturities to overnight repurchase agreements and MLGIP and requires that collateral securities underlying the repurchase agreements have a market value of at least 102 percent of the cost of the agreement. Interest income is reported as general revenue in the Calvert County Public School, Statement of Activities.

Custodial Credit Risk - For an investment, custodial credit risk is the risk that, in the event of failure of the counter party, the Board will not be able to recover all or portion of its investments or collateral securities that are in the possession of an outside party. In this regard, the Board limits its investments to overnight deposits that are insured or collateralized with securities held by a custodian in the Board's name. Statutes require that deposits be in Maryland banks and that uninsured deposits be fully collateralized and authorize the Board to invest in obligations of the United States government, federal agency obligations and repurchase agreements secured by direct government or agency obligations.

CALVERT COUNTY, MARYLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

Note 4 - Notes Receivable

A. Primary Government

General Fund

The Affordable Housing Program - The County under this program has a 20 year loan set up to fund a participant in the County's Water and Sewer Assistance Program. This note initiated in FY2009, will mature in FY2029 and bears interest at 5% per annum. Principal and interest payments are due monthly. At June 30, 2020, \$5,312 is outstanding.

Water and Sewer - The Water and Sewer Fund ratified a loan with the general fund in 2014. The note calls for annual payments of \$175,000, non-interest bearing, commencing June 30, 2013 through maturity in 2052. At June 30, 2020, outstanding principal amounted to \$5,750,000 and is offset by a nonspendable fund balance to indicate these funds are not available, spendable resources.

Funds previously advanced by the General Fund to the Water and Sewer Fund for the Prince Frederick Water and Sewer System was converted to an interest-free note in 1992. Principal is payable annually beginning January 1, 1993 through maturity on January 1, 2025. At June 30, 2020, \$141,241 is outstanding, and is offset by a nonspendable fund balance to indicate these funds are not available, spendable resources.

Funds previously advanced by the General Fund to the Water and Sewer Fund for the Shores of Calvert Water and Sewer System were converted to a 20 year interest bearing note. The note calls for annual payments of \$9,967 including interest at 1.5%. Principal is payable annually beginning July 1, 2012 through maturity on July 1, 2031. At June 30, 2020, \$108,720 is outstanding, and is offset by a nonspendable fund balance to indicate these funds are not available, spendable resources.

Economic Development Incentive Fund

During fiscal year 2008 a fifteen-year, \$200,000 loan was made to Kelly Generator Inc. The note bears interest at 1.0% per annum. Principal is payable monthly, beginning September 2007 through maturity in August 2022. At June 30, 2020, \$30,797 is outstanding.

Economic Development Authority Revolving Loan Fund

During fiscal year 2016 a five-year, \$68,000 loan was made to Tax Depot, LLC. The note bears interest at 5.25% per annum. Principal is payable monthly, beginning December 2015 through maturity in February 2021. At June 30, 2020, \$8,881 is outstanding.

During fiscal year 2019 a seven-year, \$47,000 loan was made to Huntingtown Automotive, LLC. The note bears interest at 5.50% per annum. Principal is payable monthly, beginning October 2018 through maturity in September 2025. At June 30, 2020, \$39,574 is outstanding.

During fiscal year 2019 a five-year, \$100,000 loan was made to Chesapeake Plastic MFG. The note bears interest at 7.25% per annum. Interest is due monthly, principle is due at maturity of loan, beginning December 2018 through maturity in December 2020. At June 30, 2020, \$97,400 is outstanding.

During fiscal year 2019 a five-year, \$80,000 loan was made to Mully's Brewery, LLC. The note bears interest at 7.49% per annum. Principal is payable monthly, interest is due after first 60 days, beginning April 2019 through maturity in March 2025. At June 30, 2020, \$68,966 is outstanding. During fiscal year 2020 a line of credit was extended of \$20,000 but which has not been used.

CALVERT COUNTY, MARYLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

Note 5 - Interfund Accounts and Transfers

Interfund Accounts - Represent outstanding balances between funds resulting from the time lag between the dates that (1) interfund good and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payment between funds are made. These amounts include balances of working capital loans made to the enterprise funds which the general fund expects to collect in the subsequent year. These accounts are also referred to as due to/from other funds. Most deposits and cash disbursements are processed using the General Fund bank account. These deposit and cash disbursement transactions create the interfund balances.

At June 30, 2020 the interfund account balances were as shown below:

	Due From	Due To
Primary Government:		
<u>General Fund</u>		
Special revenue funds	\$ 508,312	\$ 13,855,885
Capital projects fund	-	20,480,379
Enterprise funds	3,232,441	5,310,164
	3,740,753	39,646,428
<u>Special Revenue Funds</u>		
General fund	13,855,885	508,312
<u>Capital Projects Fund</u>		
General fund	20,480,379	-
<u>Enterprise Funds</u>		
General fund - Water and sewer fund	-	3,232,441
General fund - Solid waste and recycling fund	5,310,164	-
	\$ 43,387,181	\$ 43,387,181
Component Units:		
Primary government – General fund	\$ -	\$ 12,699,764
Component unit – Board of Education	12,250,001	-
Component unit – Economic Development Authority	449,763	-
	\$ 12,699,764	\$ 12,699,764

Interfund Transfers - are used to (1) move revenues from the fund with collection authority to the enterprise and capital project funds for bond proceeds and (2) move general fund resources to provide annual operating subsidy to the capital projects, special revenue, and enterprise funds.

During the fiscal year ended June 30, 2020, the interfund transfers were as follows:

	Transfers in	Transfers out
Primary Government:		
<u>Governmental Funds</u>		
Special revenue funds	\$ 11,441,619	\$ 5,017,422
Capital projects fund	15,562,528	-
General fund	1,672	22,034,717
	27,005,819	27,052,139
<u>Proprietary Funds</u>		
Water and sewer fund	24,290	-
Solid waste and recycling fund	46,320	24,290
	70,610	24,290
Total Transfers	\$ 27,076,429	\$ 27,076,429

CALVERT COUNTY, MARYLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

Note 6 - Capital Assets

A. Primary Government

A summary of changes in capital assets are as follows:

	<u>Balance</u> <u>June 30, 2019</u>	<u>Additions</u>	<u>Deductions/ Reclassifications</u>	<u>Balance</u> <u>June 30, 2020</u>
Governmental activities:				
Capital assets, not being depreciated				
Construction in Progress	\$ 24,821,114	\$ 14,549,764	\$ (10,883,588) ⁽¹⁾	\$ 28,487,290
Land Development Rights	11,245,305	-	-	11,245,305
Land	46,055,981	2,293,526	(54,816)	48,294,691
	<u>82,122,400</u>	<u>16,843,290</u>	<u>(10,938,404)</u>	<u>88,027,286</u>
Capital assets, being depreciated				
Buildings	85,710,885	1,365,486	-	87,076,371
Improvements	55,466,192	2,139,348	-	57,605,540
Machinery & Equipment	52,779,918	4,345,230	(752,850)	56,372,298
Infrastructure	158,614,176	12,992,731	-	171,606,907
	<u>352,571,171</u>	<u>20,842,795</u>	<u>(752,850)</u>	<u>372,661,116</u>
Less accumulated depreciation for:				
Buildings	(54,361,687)	(2,191,964)	-	(56,553,651)
Improvements	(30,292,734)	(2,593,823)	-	(32,886,557)
Machinery & Equipment	(40,563,539)	(3,431,469)	752,850	(43,242,158)
Infrastructure	(91,970,644)	(6,398,461)	-	(98,369,105)
	<u>(217,188,604)</u>	<u>(14,615,717)</u>	<u>752,850</u>	<u>(231,051,471)</u>
Total capital assets, being depreciated, net	<u>135,382,567</u>	<u>6,227,078</u>	<u>-</u>	<u>141,609,645</u>
Governmental activities capital assets, net	<u>\$ 217,504,967</u>	<u>\$ 23,070,368</u>	<u>\$ (10,938,404)</u>	<u>\$ 229,636,931</u>
Business-type activities:				
Capital assets, not being depreciated				
Construction in Progress	\$ 5,403,349	\$ 7,950,946	\$ (6,073,234)	\$ 7,281,061
Land	2,483,591	-	-	2,483,591
	<u>7,886,940</u>	<u>7,950,946</u>	<u>(6,073,234)</u>	<u>9,764,652</u>
Capital assets, being depreciated				
Buildings	56,497,478	13,680	-	56,511,158
Improvements	25,201,015	2,151,303	-	27,352,318
Machinery & Equipment	15,619,867	774,555	(1,709,994)	14,684,428
	<u>97,318,360</u>	<u>2,939,538</u>	<u>(1,709,994)</u>	<u>98,547,904</u>
Less accumulated depreciation for:				
Buildings	(37,925,986)	(1,227,832)	-	(39,153,818)
Improvements	(6,841,972)	(1,402,870)	99,845	(8,144,997)
Machinery & Equipment	(8,302,613)	(2,008,125)	1,709,994	(8,600,744)
	<u>(53,070,571)</u>	<u>(4,638,827)</u>	<u>1,809,839</u>	<u>(55,899,559)</u>
Total capital assets, being depreciated, net	<u>44,247,789</u>	<u>(1,699,289)</u>	<u>99,845</u>	<u>42,648,345</u>
Business-type activities capital assets, net	<u>\$ 52,134,729</u>	<u>\$ 6,251,657</u>	<u>\$ (5,973,389)</u>	<u>\$ 52,412,997</u>

(1) Excludes assets of \$10,271,561 and \$4,125,961 that were transferred to the Board of Education and Fire Departments

CALVERT COUNTY, MARYLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

B. Component Units:

Economic Development Authority

A summary of changes in capital assets for the year ended June 30, 2020 as follows:

	<u>Balance June 30, 2019</u>	<u>Additions</u>	<u>Retirements/ Reclassifications</u>	<u>Balance June 30, 2020</u>
Capital assets, not being depreciated				
Land	\$ 22,191	\$ -	\$ -	\$ 22,191
	<u>\$ 22,191</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,191</u>

Board of Education

A summary of changes in capital assets for the year ended June 30, 2020 as follows:

	<u>Balance June 30, 2019</u>	<u>Additions</u>	<u>Deductions/ Reclassifications</u>	<u>Balance June 30, 2020</u>
Capital assets, not being depreciated:				
Land	\$ 3,842,081	\$ -	\$ -	\$ 3,842,081
Construction in progress	<u>8,236,940</u>	<u>12,064,772</u>	<u>(15,738,928)</u>	<u>4,562,784</u>
Total capital assets, not being depreciated	12,079,021	12,064,772	(15,738,928)	8,404,865
Capital assets, being depreciated:				
Buildings and improvements	374,891,758	15,636,076	(812,017)	389,715,817
Land improvements	7,047,648	-	-	7,047,648
Equipment	<u>9,781,818</u>	<u>756,752</u>	<u>(89,372)</u>	<u>10,449,198</u>
Total capital assets, being depreciated	391,721,224	16,392,828	(901,389)	407,212,663
Less accumulated depreciation for				
Buildings and improvements	(123,298,607)	(8,213,458)	1,057,964	(130,454,101)
Land improvements	(4,070,375)	(288,327)	287,239	(4,071,463)
Equipment	<u>(6,006,292)</u>	<u>(1,166,324)</u>	<u>84,647</u>	<u>(7,087,969)</u>
Total accumulated depreciation	<u>(133,375,274)</u>	<u>(9,668,109)</u>	<u>1,429,850</u>	<u>(141,613,533)</u>
Total capital assets, being depreciated, net	<u>258,345,950</u>	<u>6,724,719</u>	<u>528,461</u>	<u>265,599,130</u>
Governmental activities capital assets, net	<u>\$ 270,424,971</u>	<u>\$ 18,789,491</u>	<u>\$ (15,210,467)</u>	<u>\$ 274,003,995</u>

**CALVERT COUNTY, MARYLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

Component Units, continued

Board of Education

The Board's active school construction projects as of June 30, 2020 as follows:

	Spent to Date
Beach Elementary	\$ 344,554
Calvert Elementary	14,125
Huntingtown Elementary	14,634
Mt. Harmony HVAC	340,135
Northern High	3,042,366
Northern Middle	161,564
Patuxent High HVAC	253,916
School Safety & Security	391,490
	\$ 4,562,784

These projects are funded primarily by capital grants from Calvert County and the State of Maryland prior to commitments being made with contractors.

Depreciation expense for the year ended June 30, 2020 for Calvert County and component units (Board of Education and Economic Development Authority) were as follows:

Primary Government:

Governmental activities:

General government	\$ 1,047,116
Public safety	1,825,809
General services	4,254,131
Public works	7,070,826
Community resources	351,860
Education	65,975
Total	\$ 14,615,717

Business-type activities:

Water and Sewer	\$ 2,532,988
Solid Waste and Recycling	2,105,839
	\$ 4,638,827

Component Units:

Board of Education - governmental activities:

<i>Instruction:</i>	
Regular education	\$ 162,420
Special education	8,571
<i>Support services:</i>	
Administration	39,321
Mid-level administration	9,265
Operation of plant and equipment	8,671,955
Maintenance of plant	202,100
Total	\$ 9,093,632

Economic Development:

\$ -

CALVERT COUNTY, MARYLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

Note 7 - Long-Term Obligations

A. Primary Government

Changes in Long-term Obligations

The following is a summary of the changes in long-term obligations of the County for the year ended June 30, 2020.

The liability for Compensated Absences, under governmental activities, the general fund normally liquidates 93 percent, the special revenue funds liquidate less than 1 percent. For the business-type activities, the solid waste fund liquidates 4 percent, the water and sewer fund liquidates 2 percent, and the nonmajor proprietary funds liquidate 1 percent.

The liability for Net Pension Liability and Net OPEB Liability, under governmental activities, the general fund normally liquidates by annual funding these items based on the actuarial contribution calculation.

	<u>Balance</u> <u>June 30, 2019</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2020</u>	<u>Due Within</u> <u>One Year</u>
Governmental activities:					
Bonds and Notes Payable					
General Obligation Debt ⁽¹⁾	\$ 155,103,366	\$ -	\$ (15,087,775)	\$ 140,015,591	\$ 14,358,446
Notes Payable ⁽²⁾	47,684	-	(4,685)	42,999	4,685
The Land Preservation Program	4,222,910	-	-	4,222,910	2,602,460
Other Liabilities:					
Landfill Closure Costs	240,000	-	(30,000)	210,000	30,000
Net Pension Liability	20,275,874	19,213,166	(14,878,823)	24,610,217	-
Net OPEB Liability	40,093,558	5,385,725	(7,875,289)	37,603,994	-
Compensated Absences	11,662,065	4,267,833	(2,288,576)	13,641,322	2,288,576
Total	<u>\$ 231,645,457</u>	<u>\$ 28,866,724</u>	<u>\$ (40,165,148)</u>	<u>\$ 220,347,033</u>	<u>\$ 19,284,167</u>
Business-type activities:					
Bonds and Notes Payable					
General Obligation Debt ⁽¹⁾	\$ 16,481,192	\$ -	\$ (963,596)	\$ 15,517,596	\$ 926,550
Notes Payable ⁽¹⁾	11,967,312	-	(892,297)	11,075,015	894,702
Other Liabilities:					
Landfill Closure Costs	3,229,697	10,000	-	3,239,697	54,053
Compensated Absences	660,362	43,641	(122,662)	581,341	66,586
Total	<u>\$ 32,338,563</u>	<u>\$ 53,641</u>	<u>\$ (1,978,555)</u>	<u>\$ 30,413,649</u>	<u>\$ 1,941,891</u>

(1) Indicates debt issued for the purpose of acquiring capital assets.
(2) Represents debt used for other governmental purposes.

CALVERT COUNTY, MARYLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

Obligation Balances and Terms – Governmental Activities

Long-term obligations as of June 30, 2020, consist of the following:

Bond Description and Year	Amount Borrowed	Rate	Due serially through	Governmental Activities Balance
<i>Governmental Activities</i>				
<i>General Obligation Bonds</i>				
Consolidated Public Improvement Project Bonds, 2010 Series	\$ 13,921,232	3% - 5%	July 1, 2025	\$ 6,621,091
Consolidated Public Improvement Project Bonds, 2011 Series	19,256,271	2% - 5%	May 1, 2026	7,700,642
Consolidated Public Improvement Project Bonds, 2012 Series	6,290,000	3% - 4%	April 1, 2027	2,935,000
Refunding Bonds, 2012 Series (replaced the 2005/2006 Series bonds)	6,425,000	3% - 4%	April 1, 2027	730,000
Consolidated Public Improvement Project Bonds, 2013 Series	5,415,000	3% - 4%	April 1, 2028	3,255,000
Refunding Bonds, 2013 Series (replaced the 2003/2007 Series bonds)	10,437,071	3% - 4%	April 1, 2028	4,848,909
Consolidated Public Improvement Project Bonds, 2014 Series	5,760,000	2% - 5%	May 1, 2029	3,760,000
Consolidated Public Improvement Project Bonds, 2016 Series	28,030,000	2% - 5%	July 1, 2031	23,787,352
Refunding Bonds, 2016 Series (replaced the 2008/2009 Series bonds)	18,670,000	2% - 5%	July 1, 2032	11,195,000
Consolidated Public Improvement Project Bonds, 2017 Series - 15 year	21,760,000	3% - 5%	July 1, 2033	19,589,725
Consolidated Public Improvement Project Bonds, 2018 Series	23,210,000	2% - 5%	July 1, 2033	22,105,000
Consolidated Public Improvement Project Bonds, 2019 Series	19,690,000	2% - 5%	July 1, 2034	19,690,000
<i>Shore Erosion Control</i>				
Solomons United Methodist Church (non-interest bearing)	32,150	n/a	July 1, 2026	9,002
Our Lady Star of the Sea (non-interest bearing)	84,987	n/a	July 1, 2029	33,997
<i>Other</i>				
The Land Preservation Program	10,611,555	3% - 5%		4,222,910
Total General Obligation Bonds and Notes Receivables	189,593,266			130,483,628
Premium, 2009, 2010, 2011, 2012, 2013, 2014, 2016, 2017, 2018, 2019 Series				13,797,872
Total Governmental Activities	\$ 189,593,266			\$ 144,281,500

CALVERT COUNTY, MARYLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

Obligation Balances and Terms – Business-Type Activities

Long-term obligations as of June 30, 2020, consist of the following:

Bond Description and Year	Amount Borrowed	Rate	Due serially through	Business-Type Activities Balance
<i>Business-Type Activities</i>				
<i>General Obligation Bonds - Water and Sewer</i>				
Consolidated Public Improvement Project Bonds, 2010 Series	\$ 2,314,702	3% - 5%	July 1, 2025	\$ 1,101,271
Consolidated Public Improvement Project Bonds, 2011 Series	2,769,000	2% - 5%	May 1, 2036	1,667,362
Consolidated Public Improvement Project Bonds, 2012 Series	3,065,000	3% - 4%	April 1, 2037	2,070,000
Refunding Bonds, 2013 Series (replaced the 2003 Series bonds)	225,330	3% - 4%	April 1, 2022	104,685
Consolidated Public Improvement Project Bonds, 2013 Series	1,180,000	3% - 4%	April 1, 2038	940,000
Consolidated Public Improvement Project Bonds, 2014 Series	3,275,000	2% - 5%	May 1, 2039	2,710,000
Consolidated Public Improvement Project Bonds, 2016 Series	1,765,000	2% - 5%	July 1, 2041	1,630,140
Consolidated Public Improvement Project Bonds, 2017 Series	1,195,000	3% - 5%	July 1, 2042	1,145,000
Consolidated Public Improvement Project Bonds, 2018 Series	1,035,000	3% - 5%	July 1, 2043	1,010,000
<i>Notes Payable - Water and Sewer</i>				
General Fund Note - Prince Frederick (non-interest bearing)	863,254	n/a	January 1, 2025	141,242
General Fund Note - Shores of Calvert (interest bearing)	171,127	1.50%	July 1, 2032	108,720
General Fund Note - Water and Sewer	7,000,000	0.00%	June 30, 2052	5,750,000
Maryland Department of the Environment (MDE) Note - Kenwood Beach	250,000	4.64%	February 1, 2033	154,854
Maryland Water Quality Financing Admin Note - Dares Beach	500,000	1.6%	August 1, 2020	30,182
Maryland Water Quality Financing Admin Note - Prince Frederick	6,300,000	1.5%	February 1, 2022	717,708
Maryland Water Quality Financing Admin Note - Patuxent Business Park	400,000	1%	February 1, 2024	90,380
Maryland Water Quality Financing Admin Note - Chesapeake Beach	1,071,036	1.1%	February 2, 2028	445,422
Maryland Water Quality Financing Admin Note - Chesapeake Beach WWTP	1,892,000	1.1%	February 1, 2036	1,545,971
Maryland Water Quality Financing Admin Note - East Prince Fred Tank	<u>2,258,209</u>	0.9%	December 1, 2036	<u>2,090,539</u>
Total General Obligation Bonds and Notes Receivables	37,529,658			23,453,476
Premium, 2010, 2011, 2012, 2013, 2014, 2016, 2017, 2018, 2019 Series				<u>651,933</u>
Total Water and Sewer	<u>\$ 37,529,658</u>			<u>\$ 24,105,409</u>
<i>General Obligation Bonds - Solid Waste</i>				
Consolidated Public Improvement Project Bonds, 2010 Series	\$ 274,066	3% - 5%	July 1, 2025	\$ 130,393
Consolidated Public Improvement Project Bonds, 2011 Series	1,005,234	2% - 5%	May 1, 2026	401,996
Refunding Bonds, 2013 Series (replaced the 2003 Series bonds)	67,599	2% - 5%	April 1, 2022	31,406
Consolidated Public Improvement Project Bonds, 2016 Series	1,010,000	2% - 5%	July 1, 2032	857,222
Consolidated Public Improvement Project Bonds, 2017 Series	<u>1,045,000</u>	3% - 5%	July 1, 2033	<u>940,767</u>
Total General Obligation Bonds	3,401,899			2,361,784
Premium, 2010, 2011, 2016, 2017 Series				<u>125,418</u>
Total Solid Waste	<u>\$ 3,401,899</u>			<u>\$ 2,487,202</u>
Total Business Type Activities	<u>\$ 40,931,557</u>			<u>\$ 26,592,611</u>

**CALVERT COUNTY, MARYLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

Debt Requirements

The minimum annual requirements to amortize all outstanding debt, except compensated absences, estimated landfill postclosure costs, net pension liability, and net OPEB obligation as of June 30, 2020 are as follows:

Governmental Activities			
Years Ending June 30,	Principal	Interest	Total
2021	\$ 16,995,591	\$ 5,188,821	\$ 22,184,412
2022	14,227,680	4,388,515	18,616,195
2023	13,656,723	3,722,391	17,379,114
2024	10,662,337	3,195,384	13,857,721
2025	9,469,117	2,750,794	12,219,911
2026-2030	39,702,542	8,051,090	47,753,632
2031-2035	25,769,637	1,700,187	27,469,824
Premium	13,797,872	-	13,797,872
	\$ 144,281,499	\$ 28,997,182	\$ 173,278,681
Business-Type Activities			
Years Ending June 30,	Principal	Interest	Total
2021	\$ 1,821,252	\$ 618,809	\$ 2,440,061
2022	1,820,252	568,156	2,388,408
2023	1,424,570	500,936	1,925,506
2024	1,445,993	462,191	1,908,184
2025	1,455,706	420,068	1,875,774
2026-2030	6,044,742	1,568,106	7,612,848
2031-2035	5,548,432	889,647	6,438,079
2036 - thereafter	6,254,313	307,596	6,561,909
Premium	777,351	-	777,351
	\$ 26,592,611	\$ 5,335,509	\$ 31,928,120

Estimated Closure and Postclosure Costs

Barstow Landfill - During 1997, the County closed the Barstow Landfill. The current estimate of post closure costs is \$210,000. The landfill is at 100% capacity with no remaining useful life. An amount is recorded in the general long-term debt for the estimated postclosure costs associated with the Barstow Landfill. This amount is required by state and federal regulations to provide for monitoring costs associated with the closed landfill. Therefore, the total estimated cost of postclosure care has been recorded.

Appeal Landfill - This is the County's current operating landfill. In 1998, the County entered into a long-term arrangement under which the County's waste is transferred out of the County, which has extended the life of the landfill. An accrual is recorded for the estimated closure and postclosure costs associated with the Appeal Landfill. The accrual is based upon the capacity used to date. Although closure and postclosure care costs will be paid only near or after the date the landfill stops accepting waste, a portion of these closure and postclosure care costs are reported as an operating expense in each period based on landfill capacity used as of each balance sheet date. This accrual is required by state and federal regulations to provide for the capping and monitoring costs associated with the closing of the landfill. The estimated total closure and post closure costs, provided by an independent contractor specializing in landfills, is \$7,289,037.

CALVERT COUNTY, MARYLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

This amount has been and will be increased by a factor of 3.5% to account for inflation, through fiscal year 2033. In fiscal year 2012, the County obtained an independent contractor to provide an analysis that would ensure compliance with changing federal and state laws, study potential changes in costs due to inflation or deflation, and changes in technology in an effort to maintain accurate accruals. The percentage of the landfill that is full in FY2020 is 73.93%; therefore, \$3,239,697 represents the accrued reserve at June 30, 2020, which is reported in the Solid Waste and Recycling fund. The amount that has not yet been recognized in the County's financial statements is \$4,049,340. The accrued reserve will be increased with a contribution of \$5,000 for FY2021.

B. Component Units

Changes in Long-term Obligations

The following is a summary of the changes in the Long-Term Obligations of the Board of Education for the year ended June 30, 2020:

	<u>Balance</u> <u>June 30, 2019</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2020</u>	<u>Due Within</u> <u>One Year</u>
Governmental Activities:					
Compensated Absences	\$ 3,944,624	\$ 26,943	\$ -	\$ 3,971,567	\$ 231,004
Net Pension Liability	13,413,936	419,331	-	13,833,267	-
Net OPEB Liability	118,589,489	-	(46,811,007)	71,778,482	-
Total	<u>\$ 135,948,049</u>	<u>\$ 446,274</u>	<u>\$ (46,811,007)</u>	<u>\$ 89,583,316</u>	<u>\$ 231,004</u>

CALVERT COUNTY, MARYLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

Note 8 - Fund Balances

A. Governmental Funds - Fund Balance

Fund Balance – In fiscal year 2011, Calvert County implemented GASB Statement No. 54 - *Fund Balance Reporting and Governmental Fund Type Definitions*. In the fund financial statements, fund balance for governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which the County is bound to honor constraints on the specific purpose for which amounts in the funds can be spent. The new fund balance classifications are as follows:

1. Nonspendable: Amounts that cannot be spent because they are either in a nonspendable form, or are legally or contractually required to be maintained intact.
2. Restricted: Amounts that have constraints placed on them either externally by third-parties (creditors, grantors, contributors, or laws or regulations of other governments) or by law through constitutional provisions or enabling legislation. Enabling legislation authorizes the County to assess, levy, charge or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement (compelled by external parties) that those resources be used only for the specific purposes stipulated in the legislation.
3. Committed: Amounts that can only be used for specific purpose pursuant to constraints imposed by formal action of the County's highest level of decision making authority. The Board of County Commissioners (BOCC) is the highest level of decision-making authority, and committed funds are established by resolution. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken to remove or revise the limitation.
4. Assigned: Amounts that are constrained by the County's intent to be used for specific purposes, but are neither restricted nor committed. The authority for assigning fund balance is expressed by the BOCC or the Director of Finance and Budget as established in the County's Fund Balance Policy.
5. Unassigned: Amounts that have not been restricted, committed or assigned to specific purposes within the general fund. The general fund is the only fund that reports a positive unassigned fund balance amount. Other governmental funds besides the general fund can only report a negative unassigned fund balance amount.

The County has passed a fund balance resolution that specifies the spending order of the different types of fund balances. Nonspendable amounts by definition can't be spent. When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources (committed, assigned and unassigned) as they are needed. When unrestricted resources (committed, assigned and unassigned) are available for use it is the County's policy to use committed resources first, then assigned, and then unassigned as they are needed.

CALVERT COUNTY, MARYLAND
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As of June 30, 2020, fund balances were reported as follows:

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND
GOVERNMENTAL FUNDS FUND BALANCES
JUNE 30, 2020

	General Fund	Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
Nonspendable:				
Inventory	\$ 303,789	\$ -	\$ 58,944	\$ 362,733
Long term receivables	9,239,838	-	-	9,239,838
Total Nonspendable	<u>9,543,627</u>	<u>-</u>	<u>58,944</u>	<u>9,602,571</u>
Restricted for:				
Leveraging obligations	-	-	4,035,384	4,035,384
Other purposes	-	13,339,087	524,628	13,863,715
Endowments	-	-	46,188	46,188
Total Restricted for	<u>-</u>	<u>13,339,087</u>	<u>4,606,200</u>	<u>17,945,287</u>
Committed to:				
Encumbrances:				
General government	1,218,357	-	-	1,218,357
Public safety	3,633,233	-	-	3,633,233
General services	1,250,663	-	-	1,250,663
Public works	5,013,184	-	-	5,013,184
Economic development	19,664	-	-	19,664
Community resources	14,631	-	-	14,631
Education	133,846	-	-	133,846
Stabilization arrangement	25,033,206	-	-	25,033,206
Other purposes	310,977	-	8,264,349	8,575,326
Total Committed to	<u>36,627,761</u>	<u>-</u>	<u>8,264,349</u>	<u>44,892,110</u>
Assigned to:				
Vacation/sick leave	5,000,000	-	-	5,000,000
Other purposes	-	-	1,770,291	1,770,291
Other capital projects	-	18,228,033	-	18,228,033
Total Assigned to	<u>5,000,000</u>	<u>18,228,033</u>	<u>1,770,291</u>	<u>24,998,324</u>
Unassigned:	<u>32,650,585</u>	<u>-</u>	<u>(14,717)</u>	<u>32,635,868</u>
Total fund balances:	<u>\$ 83,821,973</u>	<u>\$ 31,567,120</u>	<u>\$ 14,685,067</u>	<u>\$ 130,074,160</u>

Other long-term receivables - The amount of notes receivable advanced to Prince Frederick Water and Sewer, Shores of Calvert Water and Sewer System, and advances to the Water and Sewer fund notes receivable at June 30, 2020.

Reserved for other purposes - These amounts represent the portion of fund balance restricted for the special purpose of the following funds: Special Revenue Funds, Parks and Recreation Fund, and Land Preservation Fund.

Stabilization Arrangement - This amount, set by resolution, defines the use of these as for contingency and emergency or catastrophic situations as determined by the County Commissioners. This amount is intended to be used only after all other available fund balances are exhausted.

CALVERT COUNTY, MARYLAND
NOTES TO FINANCIAL STATEMENTS
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Note 9 - Retirement Systems

A. Primary Government

All new employees to Calvert County Government are either in the Sheriff's Department Pension Plan or the Calvert County Employee Retirement Savings Plan. The Primary Government operates four Pension Trust Funds – Length of Service Award Program, Calvert County Sheriff's Office Pension Plan, Calvert County Employees Retirement Plan, and the Calvert County Maryland Other Post-Employment Benefits Trust (OPEB). The County does not issue stand-alone financial reports for the plans, nor are they included in the report of any other entity. The County Plans' Statements of Net Position and Statements of Changes in Net Position are presented at the end of this note. In addition, some employees participate in the State Retirement System of Maryland. See page 64 for additional information. The aggregate pension expense for all pensions were \$4,296,024 and negative expense for OPEB was \$2,713,839.

1. Length of Service Award Program

Summary of Significant Accounting Policies

Pensions – Investments are reported at fair market value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. The net pension liability was computed using the Projected Unit Credit Cost Method as a part of an actuarial valuation performed as of July 1, 2018.

Plan Description

Plan administration - The County contributes to the Length of Service Awards Program (LSAP) for the Volunteer Fire and Rescue Squads personnel of Calvert County (Plan), a single-employer noncontributory retirement and pension plan. Any person who is certified as an active member with any Calvert County Volunteer Fire Company or Rescue Squad is eligible to participate in the Plan. The County contributes all amounts necessary to fund the payments of benefits under the Plan.

Management and all other requirements are established by the Fire and Rescue Commission and approved by the Commissioners as authorized by the legislative assembly.

Employees covered by benefit terms - At June 30, 2020, the membership was as follows:

Inactive employees or beneficiaries currently receiving benefits	61
Active employees currently receiving benefits	73
Active employees	979

Benefits provided - Active members who attain age 55 and have completed 25 years of certified volunteer service shall receive \$400 per month plus \$4 per month additional for each year of service in excess of 25 years, with a maximum benefit of \$500 per month. If an active member attains age 70 and has 2 years of qualifying service out of the last 5 years, but does not complete 25 years of service, a monthly benefit equal to \$8 times the years of service will be payable. The Plan also provides for death and disability benefits to participating volunteers. Disability benefits are determined in the same manner but are payable immediately. Members who have at least 25 years of service are entitled to a Death benefit which is payable to his or her surviving spouse and is entitled to 50% of the member's benefit and a \$6,000 burial benefit.

Contribution – The contribution made by the County to the Plan for fiscal year 2020 totaling \$674,694 were made in accordance with actuarial determined requirements computed through and actuarial valuation performed on July 1, 2019.

CALVERT COUNTY, MARYLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

Investments

Investment policy – The pension plan’s policy in regard to the targeted allocation of invested assets is based on the County’s investment advisors recommendations.

<u>Asset Class</u>	<u>Target Allocation</u>
Cash/cash equivalents	5.0%
Domestic equity	55.0%
International equity	15.0%
Fixed income	25.0%
Total	100.0%

Rate of return – For the year ended June 30, 2020, the annual money-weighted rate of return on the pension plan investments, net of pension plan investment expense, was 1.96%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net Pension Liability

The County’s net pension liability, for the measurement period of June 30, 2019 to June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial assumptions and methods – The total pension liability in the June 30, 2020, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement.

<u>Funding method</u>	<u>Projected Unit Credit</u>
Inflation rate	2.5%
Salary increases	n/a
Investment rate of return	7.25%
Mortality	RP-2006 with generational projection using scale MP-2017

Long-term rate of return – The long-term rate of return on the pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rate of returns (expected returns, net of pension plan investment expense and inflation) are developed for each class. These ranges are combined to produce the long-term rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan’s target asset allocation as of July 1, 2018 are summarized in the following table:

<u>Asset Classes</u>	<u>Long-term Expected Real Rate of Return</u>
Large Cap U.S. equity	6.40%
Small Cap U.S. equity	6.90%
International equity	7.40%
Core U.S. fixed income	3.50%
Cash	2.60%

**CALVERT COUNTY, MARYLAND
NOTES TO FINANCIAL STATEMENTS
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Discount rate – The discount rate of 7.25% was selected by the County. Based on the target allocation of the trust fund and the actuarial current economic model for future investment returns, it is estimated that there is an approximately a 40% chance the fund will average more than this return and a 60% chance the fund will average less than this return over the next 30 years.

	<u>Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net Pension Liability</u>
Balance at 06/30/19	\$12,206,914	\$4,174,313	\$8,032,601
Changes for the year:			
Service cost	212,488	-0-	212,488
Interest on the total pension liability	856,994	-0-	856,994
Change in assumptions	-0-	-0-	-0-
Difference between expected and actual experience	(52,774)	-0-	(52,774)
Contributions - employer	-0-	674,694	(674,694)
Contributions - employee	-0-	-0-	-0-
Net investment income	-0-	69,081	(69,081)
Benefit payments	(772,609)	(772,609)	-0-
Administrative expense	-0-	(28,071)	28,071
Net changes	244,099	(56,905)	301,004
Balance at 06/30/20	\$12,451,013	\$4,117,408	\$8,333,605

Sensitivity of the net pension liability – The following presents the net pension liability of the County, calculated using the discount rate of 7.25%, as well as what the County’s net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25%) or 1-percentage-point higher (8.25%) than the current rate:

	1% Decrease (6.25)	Current Discount Rate (7.25)	1% Increase (8.25)
Total pension liability	\$13,946,818	\$12,451,013	\$11,209,526
Plan fiduciary net position	(4,117,408)	(4,117,408)	(4,117,408)
County’s net pension liability	\$9,829,410	\$8,333,605	\$7,092,118

Pension plan fiduciary net position - For the year ended June 30, 2020, the County recognized pension expense of \$1,891,705. At June 30, 2020, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$1,026,866	-0-
Changes of assumptions	957,768	-0-
Net difference between expected and actual earnings	219,551	-0-
Total	\$2,204,185	\$-0-

CALVERT COUNTY, MARYLAND
NOTES TO FINANCIAL STATEMENTS
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Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2021	\$994,224
2022	881,989
2023	136,169
2024	94,349
2025	48,728
2026 and thereafter	48,726
Total	<u>\$2,204,185</u>

2. Calvert County Sheriff's Department Pension Plan

Summary of Significant Accounting Policies

Pensions – Investments are reported at fair market value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. The net pension liability was computed using the Entry Age Normal Cost Method as a part of an actuarial valuation performed as of July 1, 2019.

Plan Description

Plan administration - The County contributes to the Calvert County Sheriff's Department Pension Plan (Plan), a single-employer defined benefit pension plan. All full-time deputy sheriffs and correctional officers employed by the County, excluding those who were hired prior to July 1, 1989, who elected to remain in the State Pension System, are eligible to participate in the Plan.

Management of the Sheriff's Plan is vested in the Board of Trustees, which consists of nine members appointed by the BOCC. The Trustee officer's include two employees (one deputy sheriff and one correctional officer) who are plan members, the County Administrator, Director of Public Safety, Director of Finance and Budget, a retired deputy, and three outside members who have financial expertise and are not County employees or members of the BOCC.

Employees covered by benefit terms - At June 30, 2020, the membership was as follows:

Active	206
Retirees and Beneficiaries	104
Inactive and deferred benefits	51
Total	361

Benefits provided - Benefits vest 50% after 5 years, increasing 5% a year to 100% after 15 years. County employees who retire at or after age 55 or after 25 years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 2.4% of their final average earnings for each year of service up to 20, plus 2% of final average earnings for service over 20 years and up to 27 years. The Plan also provides for death and disability benefits to participating employees. Benefit provisions and all other requirements are established by a County-appointed Board of Trustees.

CALVERT COUNTY, MARYLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

Contribution - The contributions made to the Plan for fiscal 2020 totaling \$2,685,000 were made in accordance with actuarially determined requirements computed through an actuarial valuation performed as of July 1, 2018.

Investments

Investment policy – The pension plan’s policy in regard to the targeted allocation of invested assets is based on the County’s investment advisors recommendations.

<u>Asset Class</u>	<u>Target Allocation</u>
Domestic equity	42.5%-61.5%
International equity	10.5%-15.5%
Fixed income	20.0%-40.0%
Private equity	5.0%
Total	<u>100.0%</u>

Rate of return – For the year ended June 30, 2020, the annual money-weighted rate of return on the pension plan investments, net of pension plan investment expense, was 4.42%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net Pension Liability

The County’s net pension liability, for the measurement period of June 30, 2019 to June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial assumptions and methods – The total pension liability in the June 30, 2020, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement.

<u>Funding method</u>	<u>Projected Unit Credit</u>
Inflation rate	2.5%
Salary increases:	
Correctional Officers	4.00% - 7.25%, based on age
Deputy Sheriffs	5.00% - 7.25%, based on age
Investment rate of return	7.25%
Mortality	RP-2006 with generational projection using scale MP-2017

Long-term rate of return – The long-term rate of return on the pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rate of returns (expected returns, net of pension plan investment expense and inflation) are developed for each class. These ranges are combined to produce the long-term rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan’s target asset allocation as of July 1, 2019 are summarized in the following table:

CALVERT COUNTY, MARYLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

Asset Classes	Long-term Expected Real Rate of Return
Large Cap U.S. equity	6.40%
Small Cap U.S. equity	6.90%
International equity	7.40%
Core U.S. fixed income	3.50%
Private equity	8.60%

Discount rate – The discount rate of 7.25% was selected by the County. Based on the target allocation of the trust fund and the actuarial current economic model for future investment returns, it is estimated that there is an approximately a 40% chance the fund will average more than this return and a 60% chance the fund will average less than this return over the next 30 years.

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balance at 06/30/19	\$97,074,375	\$94,041,733	\$3,032,642
Changes for the year:			
Service cost	3,221,314	-0-	3,221,314
Interest on the total pension liability	6,924,981	-0-	6,924,981
Difference between expected and actual experience	(534,993)	-0-	(534,993)
Change of assumptions	-0-	-0-	-0-
Contributions - employer	-0-	2,685,000	(2,685,000)
Contributions – employee	-0-	1,118,540	(1,118,540)
Net investment income	-0-	4,250,066	(4,250,066)
Benefit payments	(3,491,777)	(3,491,777)	-0-
Administrative expense	-0-	(495,372)	495,372
Net changes	6,119,525	4,066,457	2,053,068
Balance at 06/30/20	\$103,193,900	\$98,108,190	\$5,085,710

Sensitivity of the net pension liability – The following presents the net pension liability of the County, calculated using the discount rate of 7.25%, as well as what the County’s net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25%) or 1-percentage-point higher (8.25%) than the current rate:

	1% Decrease (6.25)	Current Discount Rate (7.25)	1% Increase (8.25)
Total pension liability	\$119,485,376	\$103,193,900	\$89,654,379
Plan fiduciary net position	(98,108,190)	(98,108,190)	(98,108,190)
County’s net pension liability	\$21,377,186	\$5,085,710	\$(8,453,811)

Pension plan fiduciary net position - For the year ended June 30, 2020, the County recognized pension expense of \$570,417. At June 30, 2020, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

**CALVERT COUNTY, MARYLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$-0-	\$6,442,626
Changes of assumptions	-0-	6,007,831
Net difference between expected and actual earnings	1,394,974	-0-
Total	\$1,394,974	\$12,450,457

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2021	\$(3,102,454)
2022	(1,945,351)
2023	(558,361)
2024	(963,898)
2025	(1,473,837)
2026 and thereafter	(3,011,582)
Total	\$(11,055,483)

3. Calvert County Employees Retirement Plan

Summary of Significant Accounting Policies

Pensions – Investments are reported at fair market value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. The net pension liability was computed using the Entry Age Normal Cost Method as a part of an actuarial valuation performed as of July 1, 2019.

Plan Description

Plan administration -The County contributes to the Calvert County Employees Retirement Plan (the Plan), a single employer defined benefit pension plan that provides retirement benefits and death and disability benefits to participating employees and their beneficiaries. All full-time employees of the County plus part-time employees working at least 50% of a regular work week and employees of the office of the State's Attorney and the Calvert County Housing Authority were eligible to participate in the Plan. If hired before July 1, 1996, benefits vest 100% for service greater or equal to 5 years, or if hired on or after July 1, 1996, benefits vest 100% for service greater or equal to seven years. No new participants were added to this plan after the adoption of the Calvert County Employee Retirement Savings Plan.

Management of the Employees Retirement Plan is vested in the Board of Trustees, which consists of eight members appointed by the BOCC. The Trustee officer's include one employee who is a plan participant and appointed by the Calvert County Employee Representative Committee, one employee who a plan participant and appointed by the BOCC, the County Administrator, Director of Public Safety, Director of Finance and Budget, the Deputy Director of Finance and Budget, and three outside members who are appointed by the BOCC and who are residents of the County and who have expertise in pension administration, investing or finance, and who are not County employees or elected or appointed County officials.

**CALVERT COUNTY, MARYLAND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

Employees covered by benefit terms - At June 30, 2020, the membership was as follows:

Active	54
Retirees and beneficiaries	204
Inactive and deferred benefits	17
Total	275

Benefits provided - County employees in this plan are eligible to receive retirement benefits the first month following completion of 30 years of eligibility service or (1) if hired prior to July 1, 1996, first month following attainment of age 62, completion of 2 years eligibility service and sum of age and service is at least 67, and (2) if hired on or after July 1, 1996, the first of the month following attainment of age 62 and completion of 7 years of eligible service. Benefits are payable monthly for life, in an amount equal to 1.5% of the average final salary (the highest consecutive thirty-six month period of base pay) up to covered compensation for each year of service up to 30 years plus .3% of average final salary over the Social Security integration level for each year of service up to 30 years, plus 1.0% of the average final salary for each year in excess of 30 years up to 5 years. Benefit provisions and all other requirements are established by the County Commissioners and administered by a County-appointed Board of Trustees.

Contribution - The contributions made to the Plan for fiscal 2020 totaling \$2,288,000 were made in accordance with actuarially determined requirements computed through an actuarial valuation performed as of July 1, 2019.

Investments

Investment policy – The pension plan’s policy in regard to the targeted allocation of invested assets is based on the County’s investment advisors recommendations.

Asset Class	Target Allocation
US equity	42.50% - 61.50%
International equity	10.50% - 15.50%
US fixed income	20.0% - 40.00%
Private equity	5.0%
Total	100.0%

Rate of return – For the year ended June 30, 2020 the annual money-weighted rate of return on the pension plan investments, net of pension plan investment expense, was 3.89%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net Pension Liability

The County’s net pension liability, for the measurement period of June 30, 2019 to June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial assumptions and methods – The total pension liability in the June 30, 2020, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement.

**CALVERT COUNTY, MARYLAND
NOTES TO FINANCIAL STATEMENTS
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Funding method	Entry Age Normal
Inflation rate	2.5%
Salary increases	2.5%
Investment rate of return	7.25%
Mortality	RP-2006 with generational projection using scale MP-2017

Long-term rate of return – The long-term rate of return on the pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rate of returns (expected returns, net of pension plan investment expense and inflation) are developed for each class. These ranges are combined to produce the long-term rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan’s target asset allocation as of July 1, 2018 are summarized in the following table:

Asset Classes	Long-term Expected Real Rate of Return
Large Cap U.S. equity	6.40%
Small Cap U.S. equity	6.90%
International equity	7.40%
Core US fixed income	3.50%
Private equity	8.60%

Discount rate – The discount rate of 7.25% was selected by the County. Based on the target allocation of the trust fund and the actuarial current economic model for future investment returns, it is estimated that there is approximately a 40% chance the fund will average more than this return and a 60% chance the fund will average less than this return over the next 30 years.

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balance at 06/30/19	\$90,422,534	\$81,211,903	\$9,210,631
Changes for the year:			
Service cost	436,263	-0-	436,263
Interest on the total pension liability	6,378,848	-0-	6,378,848
Difference between expected and actual experience	240,610	-0-	240,610
Contributions - employer	-0-	2,288,000	(2,288,000)
Contributions – employee	-0-	48,632	(48,632)
Net investment income	-0-	3,157,043	(3,157,043)
Change in assumptions	-0-	-0-	-0-
Benefit payments	(5,011,280)	(5,011,280)	-0-
Administrative expense	-0-	(418,225)	418,225
Net changes	2,044,441	64,170	1,980,271
Balance at 06/30/20	\$92,466,975	\$81,276,073	\$11,190,902

Sensitivity of the net pension liability – The following presents the net pension liability of the County, calculated using the discount rate of 7.25%, as well as what the County’s net pension liability would be if it

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were calculated using a discount rate that is 1-percentage-point lower (6.25%) or 1-percentage-point higher (8.25%) than the current rate:

	1% Decrease (6.25)	Current Discount Rate (7.25)	1% Increase (8.25)
Total pension liability	\$102,140,641	\$92,466,975	\$83,373,436
Plan fiduciary net position	(81,276,073)	(81,276,073)	(81,276,073)
County's net pension liability	\$20,864,568	\$11,190,902	\$2,097,363

Pension plan fiduciary net position - For the year ended June 30, 2020, the County recognized pension expense of \$1,833,902. As of June 30, 2020, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$-0-	\$-0-
Changes of assumptions	-0-	-0-
Net difference between expected and actual earnings	1,468,043	-0-
Total	\$1,468,043	\$-0-

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2021	\$(531,084)
2022	434,188
2023	1,043,484
2024	521,455
Total	\$1,468,043

4. Calvert County Maryland Other Post-Employment Benefits Trust

Summary of Significant Accounting Policies

OPEB – Calvert County Government has established an irrevocable trust with Calvert County Public Schools (CCPS). Approximately, 27% of the assets are related to Calvert County Government and 73% is related to the CCPS. The percentage is reviewed annually. The CCPS issues separate financial statements in which portions have been included. Investments are reported at fair market value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. The net OPEB liability was computed using the Entry Age Normal Cost Method as a part of an actuarial valuation performed as of June 30, 2020.

Plan Description

Plan administration - The County contributes to the Calvert County Maryland Other Post-Employment Benefit Trust (Plan), an agent multiple employer defined benefit postemployment healthcare plan. Benefit provisions and all other requirements are established by the County Commissioners and the County Board of

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Education and administered by a jointly appointed Board of Trustees. The plan provides healthcare, prescription drug and dental benefits to retired employees, spouses and dependents, of participating governmental entities. The plan also provides life insurance benefits for retirees of the Board of Education. Active employees of a participating governmental entity who retire or are disabled and meet the eligibility criteria will participate. Generally employees must have retired from a participating entity to be eligible.

Management of the Other Post-Employment Benefit Trust (Plan), is vested in the Board of Trustees, which consists of nine members. The Trustee officer's include three Calvert County Public School (CCPS) employees, who are appointed by the Board of Education. The other six consist of three County employees and three citizens with expertise in either funding retiree health care benefits, in health benefits administration, in the economics of affordable retiree health care programs, or in investing pension fund assets, or in finance, who are residents of the county and who are not County or CCPS employees of either entity or participants in any County or CCPS retirement plan.

Employees covered by benefit terms - At June 30, 2020, the membership was as follows:

	<u>County</u>	<u>Board of Education</u>
Active	860	1,768
Retirees and spouses	242	793
Total	1,102	2,561

Benefits provided - The Calvert County Board of County Commissioners will establish annually a health insurance subsidy amount under the Plan. These subsidies will be reviewed annually and are subject to change based on budgetary constraints. For retirees who retired before June 30, 2008, the subsidy is 90% of the premium, for retirees who retired after June 30, 2008 the subsidy is 75% of the premium. Retirees who retired prior to August 1, 1994 receive 100% of their individual policy and 50% of the difference between the individual policy and the policy selected. Retirees will earn or vest in the subsidy based upon their years of creditable service, at a rate ranging from 20% to 100%. Current retirees, who have a 100% subsidy, equate to the Plan covering 75% of their cost of benefit coverage. The retiree is responsible for the difference between the cost of the selected Plan and the earned subsidy. The Board of Education establishes the level of benefits for its retirees which includes health care and life insurance benefits.

Contribution - The pay-as-you-go contribution made to the plan for fiscal year 2020 totaled \$2,346,645.

Investments

Investment policy – The pension plan's policy in regard to the targeted allocation of invested assets is based on the County's investment advisors recommendations.

<u>Asset Class</u>	<u>Target Allocation</u>
U.S. equity	56.0%
International equity	19.0%
U.S. fixed income	20.0%
Private equity	5.0%
Total	100.0%

Rate of return – For the year ended June 30, 2020, the annual money-weighted rate of return on the pension plan investments, net of pension plan investment expense, was 3.61%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

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Net OPEB Liability

The County's net OPEB liability, for the measurement period of June 30, 2018 to June 30, 2019, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date.

Actuarial assumptions and methods – The total OPEB liability in the June 30, 2018, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement.

Funding method	Entry Age Normal
Inflation rate	2.4%
Investment rate of return	5.50%
Mortality	RP-2014 combined healthy generational mortality table

Long-term rate of return – The long-term rate of return on the OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rate of returns (expected returns, net of pension plan investment expense and inflation) are developed for each class. These ranges are combined to produce the long-term rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of July 1, 2019 are summarized in the following table:

Asset Classes	Long-term Expected Real Rate of Return
Large Cap U.S. equity	6.40%
Small Cap U.S. equity	6.90%
International equity	7.40%
US fixed income	3.50%
Private equity	8.60%

Discount rate – The discount rate of 5.00% was selected by the County. Based on the target allocation of the trust fund and the actuarial current economic model for future investment returns, it is estimated that there is an approximately a 40% chance the fund will average more than this return and a 60% chance the fund will less than this return over the next 30 years.

	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability
Balance at 06/30/19	\$66,629,950	\$26,536,392	\$40,093,558
Changes for the year:			
Service cost	2,511,910	-0-	2,511,910
Interest on the total OPEB liability	4,581,213	-0-	4,581,213
Difference between expected and actual experience	(458,726)	-0-	(458,726)
Change in assumption	(709,148)	-0-	(709,148)
Contributions - employer	-0-	4,256,016	(4,256,016)
Contributions – employee	-0-	-0-	-0-
Net investment income	-0-	1,129,709	(1,129,709)
Benefit payments	(1,909,371)	(1,909,371)	-0-
Other changes	-0-	3,029,088	(3,029,088)
Net changes	4,015,878	6,505,442	(2,489,564)
Balance at 06/30/20	\$70,645,828	\$33,041,834	\$37,603,994

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Sensitivity of the net OPEB liability to changes in the discount rate – The following presents the net OPEB liability of the County, calculated using the discount rate of 7.00%, as well as what the County’s net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00%) or 1-percentage-point higher (8.00%) than the current rate:

	1% Decrease (6.00)	Current Discount Rate (7.00)	1% Increase (8.00)
Total OPEB liability	\$82,209,154	\$70,645,828	\$61,372,541
Plan fiduciary net position	(33,041,834)	(33,041,834)	(33,041,834)
County’s net OPEB liability	\$49,167,320	\$37,603,994	\$28,330,707

Sensitivity of the net OPEB liability to changes in the healthcare cost trend rates – The following presents the net OPEB liability of the County, calculated using the healthcare cost trend rates 6.00% decreasing to 3.00%, as well as what the County’s net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (7.00% decreasing to 4.00%) or 1-percentage-point higher (8.00% decreasing to 5.00%) than the current healthcare trend rates:

	1% Decrease (6.00% decreasing to 3.00%)	Current Discount Rate (7.00% decreasing to 4.00%)	1% Increase (8.00% decreasing to 5.00%)
Total OPEB liability	\$59,792,382	\$70,645,828	\$84,570,902
Plan fiduciary net position	(33,041,834)	(33,041,834)	(33,041,834)
County’s net OPEB liability	\$26,750,548	\$37,603,994	\$51,529,068

OPEB plan fiduciary net position - For the year ended June 30, 2020, the County recognized a negative OPEB expense of \$2,713,839. At June 30, 2020, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$8,874,444	\$6,435,583
Changes of assumptions	-0-	17,684,728
Net difference between expected and actual earnings	-0-	1,449,037
Total	\$8,874,444	\$25,569,348

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2021	\$(2,713,839)
2022	(2,713,841)
2023	(2,560,107)
2024	(2,771,350)
2025	(2,527,366)
2025 and thereafter	(3,408,401)
Total	\$(16,694,904)

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5. Calvert County's Employee Retirement Savings Plan

On July 28, 1998, the Commissioners approved the formation of a single employer defined contribution pension plan with a 5% County contribution and a required 3% contribution from all eligible employees. The plan was put in place January 1, 1999. All employees hired after June 30, 1998 were automatically enrolled in the defined contribution pension plan. Required contributions and all other plan provisions are established by the County Commissioners and administered by a County-appointed Board of Trustees. The contributions by the County and the employees for the year ended June 30, 2019 were \$1,506,281 and \$985,117, respectively.

6. Maryland State Retirement and Pension System

Plan Description - The State Retirement Agency (the Agency) is the administrator of the System, a cost-sharing multiple-employer public-employee retirement system. The System was established by the State Personnel and Pension Articles of the Annotated Code of Maryland Rules and Regulations and provides retirement allowances to System members and beneficiaries. Responsibility for the administration and operation of the System is vested with a 14-member Board of Trustees. The System issues a publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained at <http://www.sra.state.md.us> or by writing to the State Retirement and Pension System of Maryland, 120 East Baltimore Street, Baltimore, Maryland 21202 or by calling (800) 492-5909.

The computation of the pension contribution requirements for fiscal year 2015 was based on the same actuarial assumptions, benefits provisions, actuarial funding method and other significant factors used to determine pension contributions requirements in the previous year. Contributions by the State of Maryland on behalf of the Calvert County Public Library were \$415,675, \$373,453, and \$449,770, for the years ended June 30, 2020, 2019 and 2018. In accordance with GASB Statement Number 24, the State's 2020 contribution amount has been shown as State aid revenue and pension expenditure.

B. Component Unit – Board of Education

Teachers' Pension System

Plan description

Plan administration - The employees of the Board are covered by the Maryland State Retirement and Pension System (the System), which is a cost sharing employer public employee retirement system. While there are five retirement and pension systems under the System, employees of the Board are a member of either the Teachers' Retirement and Pension Systems or the Employees' Retirement and Pension Systems. The System was established by the State Personnel and Pensions Article of the Annotated Code of Maryland to provide retirement allowances and other benefits to State employees, teachers, police, judges, legislators, and employees of participating governmental units. The Plans are administered by the State Retirement Agency. Responsibility for the System's administration and operation is vested in a 15-member Board of Trustees. The System issues a publically available financial report that can be obtained at <http://www.sra.state.md.us>.

Benefits provided - The System provides retirement allowances and other benefits to State teachers and employees of participating governmental units, among others. For individuals who become members of the Teachers' Retirement and Pension Systems and the Employees' Retirement and Pension Systems on or before June 30, 2011, retirement/pension allowances are computed using both the highest three years Average Final Compensation (AFC) and the actual number of years of accumulated creditable service. For individuals who become members of the Teachers' Pension System and Employees' Pension System on or after July 1, 2011, pension allowances are computed using both the highest five years AFC and the actual number of years of accumulated creditable service. Various retirement options are available under each system which ultimately determines how a retirees' benefits allowance will be computed. Some of these

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options require actuarial reductions based on the retirees' and/or designated beneficiary's attained age and similar actuarial factors.

A member of either the Teachers' or Employees' Retirement System is generally eligible for full retirement benefits upon the earlier of attaining age 60 or accumulating 30 years of creditable service regardless of age. The annual retirement allowance equals 1/55 (1.81%) of the member's average final compensation (AFC) multiplied by the number of years of accumulated creditable service.

A member of either the Teachers' or Employees' Pension System on or before June 30, 2011 is eligible for full retirement benefits upon the earlier of attaining age 62, with specified years of eligibility service, or accumulating 30 years of eligibility service regardless of age. An individual who becomes a member of either the Teachers' or Employees' Pension System on or after July 1, 2011, is eligible for full retirement benefits if the members' combined age and eligibility service equals at least 90 years or if the member is at least age 65 and has accrued at least 10 years of eligibility service.

For most individuals who retired from either the Teachers' or Employees' Pension System on or before June 30, 2006, the annual pension allowance equals 1.2% of the members AFC, multiplied by the number of years of credible service accumulated prior to July 1, 1998, plus 1.4% of the members AFC, multiplied by the number of years of credible service accumulated subsequent to June 30, 1998. With certain exceptions, for individuals who are members of the Teachers' or Employees' Pension System on or after July 1, 2006, the annual pension allowance equals 1.2% of the member's AFC, multiplied by the number of years of credible service accumulated prior to July 1, 1998 plus 1.8% of the members AFC, multiplied by the number of years of credible service accumulated subsequent to June 30, 1998. Beginning in July 1, 2011, any new member of the Teachers' or Employees' Pension System shall earn an annual pension allowance equal to 1.5% of the member's AFC multiplied by the number of years of creditable service accumulated as a member of the Teachers' or Employees' Pension System.

Contributions - The Board and covered members are required by State statute to contribute to the System. Members of the Teachers' Pension System and Employees' Pension System are required to contribute 7% annually. Members of the Teachers' Retirement System and Employees' Retirement System are required to contribute 5-7% annually, depending on the retirement option selected. The contribution requirements of the System members, as well as the State and participating governmental employers are established and may be amended by the Board of Trustees for the System.

Beginning in FY2017, the Board pays the normal cost for their employees in the Teachers' Retirement and Pension System while the State contributes on behalf of the Board, the unfunded liability portion of the Board's annual required contribution to the Teachers' Retirement and Pension System. The Board's normal cost for the year ended June 30, 2020 was \$5,180,760. The State's contributions on behalf of the Board for the year ended June 30, 2020 was \$13,765,273. The FY2020 contribution made by the State on behalf of the Board was been included as both revenue and expenditures in the general fund in the accompanying Statement of Revenues, Expenditures and Changes in Fund Balance and is also included as revenues and expenses in the Statement of Activities.

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

Teacher's Retirement and Pension Systems - At June 30, 2020, the Calvert County Public Schools (CCPS) did not report a liability related to the Teachers' Retirement and Pension Systems due to a special funding situation. The State of Maryland pay the unfunded liability for CCPS and CCPS pays the normal costs related to CCPS' members in the Teachers Retirement and Pension system; therefore, CCPS is not required to record its share of the unfunded pension liability but instead, that liability is recorded by the State of Maryland. The amount recognized by CCPS as its proportionate share of the net pension liability,

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the related State support, and the total portion of the net pension liability that was associated with CCPS was as follows:

CCPS' proportionate share of the net pension liability	-0-
State's proportionate share of net pension liability of CCPS	138,260,185
Total	\$138,260,185

The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

For the year ended June 30, 2020, CCPS recognized pension expense of \$13,765,273 and revenue of \$13,765,273 in the General Fund for support provided by the State. In the Statement of Activities, the Board recognized pension expense of \$16,453,538 and revenue of \$16,453,538 for support provided by the State. Due to the special funding situation noted above related to the Teachers Retirement and Pension Systems, the Board did not report deferred outflows of resources and deferred inflows of resources related to the Teachers Retirement and Pension Systems.

Actuarial assumptions - The total pension liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Funding method	Entry Age Normal
Inflation rate	2.60% general, 3.10% wage
Salary increases	3.1% to 11.6%, including inflation
Investment rate of return	7.40%
Mortality	RP-2010 combined healthy generational mortality table

The economic and demographic actuarial assumptions used in the June 30, 2019 valuation were adopted by the System's Board of Trustees based upon review of the System's experience study for the period 2014-2018, after completion of the June 30, 2018 valuations. Certain assumptions from the experience study including mortality rates, retirement rates, withdrawal rates, disability rates and rates of salary increase were adopted by the Board for the first use in the actuarial valuation as of June 30, 2019. As a result, an investment return assumption of 7.40% and an inflation assumption of 2.60% were used in the June 30, 2019 valuation.

The long term expected rate of return on pension plan investments was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-range expected rate of return by weighing the expected future real rates by the target asset allocation percentage and by adding expected inflation. Best estimates of geometric real rates of return were adopted by the Board after considering input from the System's investment consultant(s) and actuary(s).

For each major asset class that is included in the System's target asset allocation, these best estimates are summarized in the following table:

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<u>Asset Classes</u>	<u>Target Allocation</u>	<u>Long-term Expected Real Rate of Return</u>
Public equity	37%	6.30%
Private equity	13%	7.50%
Rate sensitive	19%	1.30%
Credit opportunity	9%	3.90%
Real assets	14%	4.50%
Absolute return	8%	3.00%
Total	100%	

The above was the System’s Board of Trustees adopted asset allocation policy and best estimate of geometric real rates for each major asset class as of June 30, 2019.

For the year ended June 30, 2019, the annual money-weighted rate of return on pension plan investments, net of the pension plan expense was 6.46%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Discount rate - The single discount rate used to measure the total pension liability was 7.40%. This single discount rate was based on the expected rate of return on pension plan investments of 7.40%. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plans fiduciary net position was projected to be available to make all projected future benefit payments of 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 Net Pension Liability – Due to the special funding situation noted above related to the Teachers Retirement and Pension Systems, CCPS did not record a net pension liability related to the Teachers Retirement and Pension Systems.

Pension plan fiduciary net position - Detailed information about the pension plan’s fiduciary net position is available in the separately issued System’s financial report.

Employees’ Retirement and Pension Systems

Plan description

Plan administration - The Board’s contractually required contribution rate for the Employees’ Retirement and Pension Systems for the year ended June 30, 2020, was 6.75% of annual payroll, 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, with an additional amount to finance any unfunded accrued liability. The Board made its share of the required contribution during the year ended June 30, 2020 of \$1,503,572.

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

Employees Retirement and Pension Systems - At June 30, 2020, the Board reported a liability of \$13,833,267 for its proportionate share of the net pension liability of the System. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net

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pension liability was determined by an actuarial valuation as of that date. The Board's proportion of the net pension liability was based on actual employer contributions billed to participating government units for the year ending June 30, 2020. The contributions were increased to adjust for differences between actuarial determined contributions and actual contributions by the State of Maryland. As of June 30, 2020, the Board's proportionate share was 0.067%, which is an increase from its proportion measured as of June 30, 2019.

For the year ended June 30, 2020, the Board recognized pension expense of \$1,598,373. At June 30, 2020, the Board 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
Difference between expected and actual experience	\$-0-	\$749,652
Changes of assumptions	228,470	376,478
Change in proportion	1,504,754	1,131,564
Net difference between expected and actual earnings	-0-	66,456
Changes in proportionate share of contributions	40,982	698
Boards contribution subsequent to the measurement date	1,503,572	-0-
Total	<u>\$3,277,778</u>	<u>\$2,324,848</u>

\$1,503,572 was reported as deferred outflows of resources related to pensions resulting from Board contributions subsequent to the measurement date will be recognized as a reduction in net pension liability in the year ended June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2021	\$(227,459)
2022	(438,734)
2023	(132,192)
2024 and thereafter	247,743

Sensitivity of the Net Pension Liability - Regarding the sensitivity of the net pension liability to changes in the single discount rate, the following presents the Board's net pension liability, calculated using a single discount rate of 7.40%, as well as what the Board's net pension liability would be if it were calculated using a single discount rate that is 1-percentage-point lower or 1-percentage-point higher for the Employees Retirement and Pension Systems:

	1% Decrease (6.40)	Current Discount Rate (7.40)	1% Increase (8.40)
CCPS proportionate share of the net pension liability	<u>\$20,022,269</u>	<u>\$13,833,367</u>	<u>\$8,678,608</u>

Pension plan fiduciary net position - Detailed information about the pension plan's fiduciary net position is available in the separately issued System's financial report.

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Note 10 - Commitments and Contingent Liabilities

The Commissioners are defendants in several lawsuits. In the opinion of the County Attorney and legal counsel, pending legal proceedings are not likely to have a material adverse impact on the County's financial condition, and to the best of their knowledge, the County is in compliance with all state and local laws and ordinances.

The World Health Organization (WHO) declared the spread of the Coronavirus Disease (COVID-19) a worldwide pandemic. The COVID-19 pandemic significantly affected the global markets, supply chains, businesses, and communities. Specific to the Board, COVID-19 may impact various future operations and financial results. Management believes the Board has taken appropriate actions to mitigate any negative impact. However, the full impact of COVID-19 is unknown and cannot be reasonably estimated as these events may occur subsequent to year-end.

Note 11 - Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and related disasters. The County is a capital member of the Local Government Insurance Trust (LGIT) sponsored by the Maryland Municipal League (MML), and the Maryland Association of Counties. LGIT is a self-insured public entity risk pool offering general liability, excess liability, business auto liability, police legal liability, public official liability, environmental liability, and property coverage.

LGIT is capitalized at an actuarially determined level to provide financial stability for its local government members and to reduce the possibility of assessments. The trust is owned by the participating counties and cities and managed by a Board of Trustees elected by the members. Annual premiums are assessed for the various policy coverages. During fiscal year 2020, the County paid premiums of \$821,865 to the trust. The agreement for the formation of LGIT provides that the trust will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of \$500,000 for each insured event. Settled claims resulting from these risks have not exceeded commercial insurance coverage in the past five fiscal years.

The County procures workers' compensation coverage per Maryland Statute through Chesapeake Employers' Insurance Company. During fiscal year 2020, the County paid premiums for the coverage in the amount of \$2,278,581. In addition to coverage through LGIT and Chesapeake, the County procures numerous specialty insurance policies, which include but are not limited to Inland Marine through Travelers, Hull and P&I through Navigators Insurance Company, and Fiduciary Coverage through Chubb Group.

The County is under a modified retrospective billing arrangement with a commercial insurance carrier to provide group health coverage. Under this arrangement the insurance carrier assesses an initial charge paid by the County through monthly premiums. At the end of the coverage period, there is a settlement of the difference between the billed premium and the actual claims and expenses. A deficiency in the billed premium represents the callable margin, which is owed by the County, up to a maximum of 5% in the current year. If the actual claims and expenses are less than the billed premium, the County would be entitled to a refund.

Note 12 - Subsequent Events

In preparing these financial statements, the management of Calvert County, Maryland has evaluated events and transactions for potential recognition or disclosure through January 14, 2021, the date the financial statements were available to be issued.

On October 22, 2020, the County issued \$15,930,000 in general obligation bonds, \$2.08 million related to the Water and Sewer enterprise fund, with interest rates varying from 1.375% to 4.0% maturing on July 1, 2035 and July 1, 2045 for the enterprise portion. The County also refunded \$23,925,000 for issued series 2010 BABS, 2011, 2012 and 2014 bonds.

**COUNTY COMMISSIONERS OF CALVERT COUNTY
CALVERT COUNTY, MARYLAND**

**REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2020**

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

Schedule of Required Supplementary Information
SCHEDULE OF CHANGES IN THE COUNTY'S NET POSITION LIABILITY AND RELATED RATIOS
 Volunteer Fire and Rescue Pension Fund
 Last 7 Fiscal Years

	FY2020	FY2019	FY2018	FY2017	FY2016	FY2015	FY2014
Total pension liability							
Service costs	\$ 212,488	\$ 205,840	\$ 120,419	\$ 128,219	\$ 111,495	\$ 122,128	\$ 63,624
Interest	856,994	641,994	657,575	559,036	558,559	528,851	508,501
Changes in benefit terms	-	-	-	91,320	-	-	-
Difference between expected and actual experience	(52,774)	1,538,889	-	1,202,456	-	302,678	37,692
Changes of assumption		1,330,806	438,550	-	-	-	-
Benefit payments, including refunds of member contributions	(772,609)	(731,411)	(707,136)	(696,595)	(665,220)	(458,050)	(425,583)
Net change in total pension liability	<u>\$ 244,099</u>	<u>\$ 2,986,118</u>	<u>\$ 509,408</u>	<u>\$ 1,284,436</u>	<u>\$ 4,834</u>	<u>\$ 495,607</u>	<u>\$ 184,234</u>
Total pension liability - beginning	<u>12,206,914</u>	<u>9,220,796</u>	<u>8,711,388</u>	<u>7,426,952</u>	<u>7,422,118</u>	<u>6,926,511</u>	<u>6,742,277</u>
Total pension liability - ending	<u>\$ 12,451,013</u>	<u>\$ 12,206,914</u>	<u>\$ 9,220,796</u>	<u>\$ 8,711,388</u>	<u>\$ 7,426,952</u>	<u>\$ 7,422,118</u>	<u>\$ 6,926,511</u>
Plan fiduciary net position							
Contributions - employer	\$ 674,694	\$ 700,000	\$ 655,000	\$ 550,000	\$ 540,000	\$ 460,000	\$ 490,000
Net investment income	69,081	89,957	457,631	533,099	(128,504)	98,868	568,708
Benefit payments, including refunds of member contributions	(772,609)	(731,411)	(707,136)	(696,595)	(665,220)	(458,050)	(425,583)
Administrative expense	(28,071)	(41,974)	(67,861)	(10,500)	(10,500)	(10,500)	-
Net change in plan fiduciary net position	<u>\$ (56,905)</u>	<u>\$ 16,572</u>	<u>\$ 337,634</u>	<u>\$ 376,004</u>	<u>\$ (264,224)</u>	<u>\$ 90,318</u>	<u>\$ 633,125</u>
Plan fiduciary net position - beginning	<u>4,174,313</u>	<u>4,157,741</u>	<u>3,820,107</u>	<u>3,444,103</u>	<u>3,708,327</u>	<u>3,618,009</u>	<u>2,984,884</u>
Plan fiduciary net position - ending	<u>\$ 4,117,408</u>	<u>\$ 4,174,313</u>	<u>\$ 4,157,741</u>	<u>\$ 3,820,107</u>	<u>\$ 3,444,103</u>	<u>\$ 3,708,327</u>	<u>\$ 3,618,009</u>
County's net pension liability - ending	<u>\$ 8,333,605</u>	<u>\$ 8,032,601</u>	<u>\$ 5,063,055</u>	<u>\$ 4,891,281</u>	<u>\$ 3,982,849</u>	<u>\$ 3,713,791</u>	<u>\$ 3,308,502</u>
Plans fiduciary net position as a percentage of the total pension liability	33.07%	34.20%	45.09%	43.85%	46.37%	49.96%	52.23%
Covered - payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A
County's net pension liability as a percentage of covered - payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Notes to the schedule:
 The prior year information is not available.

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

Schedule of Required Supplementary Information
 SCHEDULE OF COUNTY CONTRIBUTIONS
 Volunteer Fire and Rescue Pension Fund
 Last 7 Fiscal Years

	FY2020	FY2019	FY2018	FY2017	FY2016	FY2015	FY2014
Actuarially determined contribution	\$ 1,066,693	\$ 758,355	\$ 758,355	\$ 588,817	\$ 577,476	\$ 527,593	\$ 517,903
Contributions in relation to the actuarially determined contribution	674,694	700,000	700,000	655,000	550,000	540,000	460,000
Contribution deficiency (excess)	<u>\$ 391,999</u>	<u>\$ 58,355</u>	<u>\$ 58,355</u>	<u>\$ (66,183)</u>	<u>\$ 27,476</u>	<u>\$ (12,407)</u>	<u>\$ 57,903</u>
Covered - payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Contribution as a percentage of covered - payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Notes to schedule:

Valuation date:

7/1/2019

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Projected Unit Credit
Amortization method	Level Dollar
Remaining amortization period	Closed level dollar 20-year of the UAAL
Asset valuation method	Smoothing gains and losses
Inflation rate	2.5%
Salary increases	N/A
Investment rate of return	7.25% , net of pension plan investment expense, including inflation.
Retirement age	In the 2018 actuarial valuation, expected retirement ages of general plan members were adjusted to more closely reflect the actual experience.
Mortality	RP-2006 with generational projection using scale MP-2017.

Notes to the schedule:

The prior year information is not available.

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

Schedule of Required Supplementary Information
SCHEDULE OF INVESTMENT RETURNS
Volunteer Fire and Rescue Pension Fund
Last 7 Fiscal Years

	FY2020	FY2019	FY2018	FY2017	FY2016	FY2015	FY2014
Annual money-weighted rate of return, net of investment expense	1.67%	2.16%	10.98%	15.75%	-2.90%	2.50%	18.21%

Notes to the schedule:
The prior year information is not available.

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

Schedule of Required Supplementary Information
SCHEDULE OF CHANGES IN THE COUNTY'S NET POSITION LIABILITY AND RELATED RATIOS
 Sheriff's Department Pension Plan
 Last 7 Fiscal Years

	FY2020	FY2019	FY2018	FY2017	FY2016	FY2015	FY2014
Total pension liability							
Service costs	\$ 3,221,314	\$ 3,161,675	\$ 2,419,006	\$ 2,239,796	\$ 3,400,300	\$ 3,234,332	\$ 1,429,134
Interest	6,924,981	6,298,609	6,449,759	6,004,066	6,055,832	5,534,365	5,419,116
Changes in benefit terms	-	15,087,724	-	-	-	48,849	-
Difference between expected and actual experience	(534,993)	(6,701,698)	1,919,014	-	(6,405,710)	-	148,423
Changes of assumptions	-	(6,113,843)	(1,827,921)	-	-	-	-
Benefit payments, including refunds of member contributions	(3,491,777)	(3,070,906)	(2,651,987)	(2,691,653)	(2,428,998)	(2,087,183)	(1,969,869)
Net change in total pension liability	<u>\$ 6,119,525</u>	<u>\$ 8,661,561</u>	<u>\$ 6,307,871</u>	<u>\$ 5,552,209</u>	<u>\$ 621,424</u>	<u>\$ 6,730,363</u>	<u>\$ 5,026,804</u>
Total pension liability - beginning	<u>97,074,375</u>	<u>88,412,814</u>	<u>82,104,943</u>	<u>76,552,734</u>	<u>75,931,310</u>	<u>69,200,947</u>	<u>64,174,143</u>
Total pension liability - ending	<u>\$ 103,193,900</u>	<u>\$ 97,074,375</u>	<u>\$ 88,412,814</u>	<u>\$ 82,104,943</u>	<u>\$ 76,552,734</u>	<u>\$ 75,931,310</u>	<u>\$ 69,200,947</u>
Plan fiduciary net position							
Contributions - employer	\$ 2,685,000	\$ 2,500,000	\$ 2,290,000	\$ 3,200,000	\$ 3,050,000	\$ 3,060,000	\$ 2,960,000
Contributions - member	1,118,540	1,059,021	1,046,498	942,266	917,877	930,459	951,992
Net investment income	4,250,066	4,068,463	9,586,743	10,607,920	(1,058,909)	2,721,741	9,017,398
Benefit payments, including refunds of member contributions	(3,491,777)	(3,070,906)	(2,651,987)	(2,691,653)	(2,428,998)	(2,087,183)	(1,969,869)
Administrative expense	(495,372)	(555,997)	(36,564)	(73,277)	(21,871)	(45,506)	-
Net change in plan fiduciary net position	<u>\$ 4,066,457</u>	<u>\$ 4,000,581</u>	<u>\$ 10,234,690</u>	<u>\$ 11,985,256</u>	<u>\$ 458,099</u>	<u>\$ 4,579,511</u>	<u>\$ 10,959,521</u>
Plan fiduciary net position - beginning	<u>94,041,733</u>	<u>90,041,152</u>	<u>79,806,462</u>	<u>67,821,206</u>	<u>67,363,107</u>	<u>62,783,596</u>	<u>51,824,075</u>
Plan fiduciary net position - ending	<u>\$ 98,108,190</u>	<u>\$ 94,041,733</u>	<u>\$ 90,041,152</u>	<u>\$ 79,806,462</u>	<u>\$ 67,821,206</u>	<u>\$ 67,363,107</u>	<u>\$ 62,783,596</u>
County's net pension liability (asset) - ending	<u>\$ 5,085,710</u>	<u>\$ 3,032,642</u>	<u>\$ (1,628,338)</u>	<u>\$ 2,298,481</u>	<u>\$ 8,731,528</u>	<u>\$ 8,568,203</u>	<u>\$ 6,417,351</u>
Plans fiduciary net position as a percentage of the total pension liability	95.07%	96.88%	101.84%	97.20%	88.59%	88.72%	90.73%
Covered - payroll	\$ 13,476,293	\$ 13,002,472	\$ 13,027,560	\$ 12,035,337	\$ 11,354,092	\$ 12,111,242	\$ 11,425,700
County's net pension liability as a percentage of covered - payroll	37.74%	23.32%	-12.50%	19.10%	76.90%	70.75%	56.17%

Notes to the schedule:
 The prior year information is not available.

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

Schedule of Required Supplementary Information
 SCHEDULE OF COUNTY CONTRIBUTIONS
 Sheriff's Department Pension Plan
 Last 7 Fiscal Years

	FY2020	FY2019	FY2018	FY2017	FY2016	FY2015	FY2014
Actuarially determined contribution	\$ 2,791,534	\$ 2,768,988	\$ 2,287,897	\$ 2,721,830	\$ 3,065,888	\$ 3,028,756	\$ 2,957,525
Contributions in relation to the actuarially determined contribution	2,685,000	2,500,000	2,290,000	3,200,000	3,050,000	3,060,000	2,960,000
Contribution deficiency (excess)	<u>\$ 106,534</u>	<u>\$ 268,988</u>	<u>\$ (2,103)</u>	<u>\$ (478,170)</u>	<u>\$ 15,888</u>	<u>\$ (31,244)</u>	<u>\$ (2,475)</u>
Covered payroll	\$ 13,476,293	\$ 13,002,472	\$ 13,027,560	\$ 12,035,337	\$ 11,354,092	\$ 12,111,242	\$ 11,425,700
Contribution as a percentage of covered payroll	19.92%	19.23%	17.58%	26.59%	26.86%	25.27%	25.91%

Notes to schedule:

Valuation date: 7/1/2018

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Projected unit credit				
Amortization method	Level dollar				
Remaining amortization period	Remaining amortization periods range from 1-20 years				
Asset valuation method	Smoothing gains and losses				
Inflation rate	2.5%				
Salary increases	<u>To age 37:</u>	<u>Ages 38 to 42:</u>	<u>Ages 42 to 49:</u>	<u>After age 49:</u>	
	7.25%	6.00%	5.00%	4.00%	
	7.25%	5.00%	5.00%	5.00%	
Investment rate of return	7.25% , net of pension plan investment expense.				
Retirement age	Rates vary by age until 100% retirement at the age earlier of age 59 or completion of 31 years of service.				
Mortality	RP-2006 with generational projection using scale MP-2017.				

Notes to the schedule:

The prior year information is not available.

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

Schedule of Required Supplementary Information
SCHEDULE OF INVESTMENT RETURNS
Sheriff's Department Pension Plan
Last 7 Fiscal Years

	FY2020	FY2019	FY2018	FY2017	FY2016	FY2015	FY2014
Annual money-weighted rate of return, net of investment expense	4.42%	4.42%	11.82%	15.75%	-2.90%	2.50%	18.21%

Notes to the schedule:
The prior year information is not available.

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

Schedule of Required Supplementary Information
 SCHEDULE OF CHANGES IN THE COUNTY'S NET POSITION LIABILITY AND RELATED RATIOS
 Calvert County Employees Retirement Plan
 Last 7 Fiscal Years

	FY2020	FY2019	FY2018	FY2017	FY2016	FY2015	FY2014
Total pension liability							
Service costs	\$ 436,263	\$ 497,957	\$ 683,100	\$ 697,192	\$ 799,446	\$ 878,256	\$ 677,466
Interest	6,378,848	6,206,058	6,071,785	5,935,855	5,746,021	5,577,218	5,345,363
Changes in benefit terms	-	(1,178,578)	-	-	-	-	-
Difference between expected and actual experience	240,610	6,343,477	1,593,955	(964,962)	(396,534)	(862,126)	(432,297)
Change in assumptions	-	(4,805,771)	3,903,321	-	-	-	-
Benefit payments, including refunds of member contributions	(5,011,280)	(4,482,833)	(4,068,969)	(3,737,331)	(3,462,242)	(3,215,226)	(3,121,513)
Net change in total pension liability	<u>\$ 2,044,441</u>	<u>\$ 2,580,310</u>	<u>\$ 8,183,192</u>	<u>\$ 1,930,754</u>	<u>\$ 2,686,691</u>	<u>\$ 2,378,122</u>	<u>\$ 2,469,019</u>
Total pension liability - beginning	<u>90,422,534</u>	<u>87,842,224</u>	<u>79,659,032</u>	<u>77,728,278</u>	<u>75,041,587</u>	<u>72,663,465</u>	<u>70,194,446</u>
Total pension liability - ending	<u>\$ 92,466,975</u>	<u>\$ 90,422,534</u>	<u>\$ 87,842,224</u>	<u>\$ 79,659,032</u>	<u>\$ 77,728,278</u>	<u>\$ 75,041,587</u>	<u>\$ 72,663,465</u>
Plan fiduciary net position							
Contributions - employer	\$ 2,288,000	\$ 2,800,000	\$ 2,710,000	\$ 2,900,000	\$ 2,570,000	\$ 2,918,950	\$ 2,890,000
Contributions - member	48,632	123,463	118,731	116,704	130,509	140,745	154,037
Net investment income	3,157,043	3,448,805	9,127,100	9,818,496	(987,242)	2,667,157	9,406,336
Benefit payments, including refunds of member contributions	(5,011,280)	(4,482,833)	(4,068,969)	(3,737,331)	(3,462,242)	(3,215,226)	(3,121,513)
Administrative expense	(418,225)	(463,080)	(460,408)	(33,714)	(82,004)	(55,344)	-
Net change in plan fiduciary net position	<u>\$ 64,170</u>	<u>\$ 1,426,355</u>	<u>\$ 7,426,454</u>	<u>\$ 9,064,155</u>	<u>\$ (1,830,979)</u>	<u>\$ 2,456,282</u>	<u>\$ 9,328,860</u>
Plan fiduciary net position - beginning	<u>81,211,903</u>	<u>79,785,548</u>	<u>72,359,094</u>	<u>63,294,939</u>	<u>65,125,918</u>	<u>62,669,636</u>	<u>53,340,776</u>
Plan fiduciary net position - ending	<u>\$ 81,276,073</u>	<u>\$ 81,211,903</u>	<u>\$ 79,785,548</u>	<u>\$ 72,359,094</u>	<u>\$ 63,294,939</u>	<u>\$ 65,125,918</u>	<u>\$ 62,669,636</u>
County's net pension liability - ending	<u>\$ 11,190,902</u>	<u>\$ 9,210,631</u>	<u>\$ 8,056,676</u>	<u>\$ 7,299,938</u>	<u>\$ 14,433,339</u>	<u>\$ 9,915,669</u>	<u>\$ 9,993,829</u>
Plans fiduciary net position as a percentage of the total pension liability	87.90%	89.81%	90.83%	90.84%	81.43%	86.79%	86.25%
Covered - payroll	\$ 3,704,812	\$ 4,156,676	\$ 4,731,068	\$ 5,883,409	\$ 6,010,496	\$ 6,871,888	\$ 7,078,232
County's net pension liability as a percentage of covered - payroll	302.06%	221.59%	170.29%	124.08%	240.14%	144.29%	141.19%

Notes to the schedule:
 The prior year information is not available.

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

Schedule of Required Supplementary Information
 SCHEDULE OF COUNTY CONTRIBUTIONS
 Calvert County Employees Retirement Plan
 Last 7 Fiscal Years

	FY2020	FY2019	FY2018	FY2017	FY2016	FY2015	FY2014
Actuarially determined contribution	\$ 2,479,669	\$ 2,634,078	\$ 2,506,054	\$ 2,410,212	\$ 2,468,741	\$ 2,593,069	\$ 2,712,733
Contributions in relation to the actuarially determined contribution	2,288,000	2,800,000	2,710,000	2,900,000	2,570,000	2,918,950	2,890,000
Contribution deficiency (excess)	<u>\$ 191,669</u>	<u>\$ (165,922)</u>	<u>\$ (203,946)</u>	<u>\$ (489,788)</u>	<u>\$ (101,259)</u>	<u>\$ (325,881)</u>	<u>\$ (177,267)</u>
Covered - payroll	\$ 3,704,812	\$ 4,156,676	\$ 4,731,068	\$ 5,883,409	\$ 6,010,496	\$ 6,871,888	\$ 7,078,232
Contribution as a percentage of covered - payroll	61.76%	67.36%	57.28%	49.29%	42.76%	42.48%	40.83%

Notes to schedule

Valuation date:

7/1/2018

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	Remaining amortization periods range from 1-20 years
Asset valuation method	Smoothing gains and losses
Inflation rate	2.5%
Salary increases	2.5%
Investment rate of return	7.25% , net of pension plan investment expense, including inflation.
Retirement age	In the 2019 actuarial valuation, rates vary by age until 100% retirement assumed at age 70.
Mortality	RP-2006 with generational projection using scale MP-2017.

Notes to the schedule:

The prior year information is not available.

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

Schedule of Required Supplementary Information
SCHEDULE OF INVESTMENT RETURNS
Calvert County Employees Retirement Plan
Last 7 Fiscal Years

	FY2020	FY2019	FY2018	FY2017	FY2016	FY2015	FY2014
Annual money-weighted rate of return, net of investment expense	3.89%	3.89%	10.98%	15.75%	-2.90%	2.50%	18.21%

Notes to the schedule:
The prior year information is not available.

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

Schedule of Required Supplementary Information
SCHEDULE OF CHANGES IN THE COUNTY'S NET OPEB LIABILITY AND RELATED RATIOS
Calvert County Maryland Post-Employment Benefit Plan
Last 4 Fiscal Years

	FY2020	FY2019	FY2018	FY2017
Total OPEB liability				
Service costs	\$ 2,511,910	\$ 3,614,424	\$ 2,483,919	\$ 2,358,717
Interest	4,581,213	4,254,375	3,885,946	984,721
Changes in benefit terms	-	-	-	-
Difference between expected and actual experience	(458,726)	10,649,334	(9,539,547)	-
Change in assumptions	(709,148)	(17,428,036)	(3,982,782)	-
Benefit payments, including refunds of member contributions	(1,909,371)	(1,655,095)	(1,753,774)	-
Net change in total OPEB liability	\$ 4,015,878	\$ (564,998)	\$ (8,906,238)	\$ 3,343,438
Total OPEB liability - beginning	66,629,950	67,194,948	76,101,186	72,757,748
Total OPEB liability - ending	\$ 70,645,828	\$ 66,629,950	\$ 67,194,948	\$ 76,101,186
Plan fiduciary net position				
Contributions - employer	\$ 4,256,016	\$ 4,001,740	\$ 5,828,354	\$ -
Contributions - member	-	-	-	-
Net investment income	1,129,709	672,155	2,121,549	2,408,736
Benefit payments, including refunds of member contributions	(1,909,371)	(1,655,095)	(1,753,774)	-
Other changes	3,029,088	-	-	-
Administrative expense	-	-	(5,099)	(156,887)
Net change in plan fiduciary net position	\$ 6,505,442	\$ 3,018,800	\$ 6,191,030	\$ 2,251,849
Plan fiduciary net position - beginning	26,536,392	23,517,592	17,326,562	15,074,713
Plan fiduciary net position - ending ⁽¹⁾	\$ 33,041,834	\$ 26,536,392	\$ 23,517,592	\$ 17,326,562
County's net OPEB liability - ending	\$ 37,603,994	\$ 40,093,558	\$ 43,677,356	\$ 58,774,624
Plans fiduciary net position as a percentage of the total OPEB liability	46.77%	39.83%	35.00%	22.77%
Covered - payroll	\$ 60,531,754	\$ 64,686,224	\$ 59,953,911	\$ 55,774,906
County's net OPEB liability as a percentage of covered - payroll	62.12%	61.98%	72.85%	105.38%

Notes to the schedule:

The prior year information is not available.

OPEB net position does not include the Board of Education, \$87,615,171.

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

**Schedule of Required Supplementary Information
SCHEDULE OF COUNTY CONTRIBUTIONS
Calvert County Maryland Post-Employment Benefit Plan
Last 4 Fiscal Years**

	<u>FY2020</u>	<u>FY2019</u>	<u>FY2018</u>	<u>FY2017</u>
Actuarially determined contribution	\$ 5,699,474	\$ 5,699,474	\$ 5,881,875	\$ 5,881,875
Contributions in relation to the actuarially determined contribution	4,256,016	4,001,740	5,828,354	-
Contribution deficiency (excess)	<u>\$ 1,443,458</u>	<u>\$ 1,697,734</u>	<u>\$ 53,521</u>	<u>\$ 5,881,875</u>
Covered - payroll	\$ 60,531,754	\$ 64,686,224	\$ 59,953,911	\$ 55,774,906
Contribution as a percentage of covered - payroll	7.03%	6.19%	9.72%	0.00%

Notes to schedule

Valuation date: 7/1/2018

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age method
Amortization method	Level percentage of payroll, closed
Remaining amortization period	15 years
Asset valuation method	Assumed yield method with a market value adjustment
Inflation rate	2.4%
Investment rate of return	5.50%
Retirement age	In the 2018 actuarial valuation, expected retirement ages of general plan members were adjusted to more closely reflect the actual experience.
Mortality	RP-2014 combined healthy generational mortality table.

Notes to the schedule:

The prior year information is not available.

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

Schedule of Required Supplementary Information
SCHEDULE OF INVESTMENT RETURNS
Calvert County Maryland Post-Employment Benefit Plan
Last 4 Fiscal Years

	<u>FY2020</u>	<u>FY2019</u>	<u>FY2018</u>	<u>FY2017</u>
Annual money-weighted rate of return, net of investment expense	3.61%	2.69%	9.72%	13.07%

Notes to the schedule:
The prior year information is not available.

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***COUNTY COMMISSIONERS OF CALVERT COUNTY
CALVERT COUNTY, MARYLAND***

***COMBINING AND INDIVIDUAL FUND FINANCIAL
STATEMENTS AND SCHEDULES
JUNE 30, 2020***

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2020**

	Parks and Recreation Fund	Chesapeake Hills Golf Course Fund	Calvert Marine Museum	Planning and Zoning Special Revenue Fund	Bar Library Fund	Revolving Loan Fund
ASSETS						
Cash, cash equivalents and investments	\$ 1,396,762	\$ 584,165	\$ 967,865	\$ -	\$ -	\$ -
Taxes receivable	-	-	-	1,005	-	-
Accounts receivable	-	-	2,664	-	-	-
Notes receivable	-	-	-	-	-	-
Due from other funds	439,457	-	-	708,201	52,955	312,100
Prepaid items	-	-	255	-	-	-
Inventory	8,876	14,717	35,096	-	-	-
Total assets	<u>\$ 1,845,095</u>	<u>\$ 598,882</u>	<u>\$ 1,005,880</u>	<u>\$ 709,206</u>	<u>\$ 52,955</u>	<u>\$ 312,100</u>
LIABILITIES						
Vouchers and accounts payable	210,636	90,570	38,169	694,623	3,363	-
Due to other funds	-	508,312	-	-	-	-
Unearned revenue	24,589	-	2,809	-	-	-
Total liabilities	<u>235,225</u>	<u>598,882</u>	<u>40,978</u>	<u>694,623</u>	<u>3,363</u>	<u>-</u>
FUND BALANCES						
Nonspendable	8,876	14,717	35,351	-	-	-
Restricted	45,566	-	599,356	-	-	-
Committed	196,564	-	-	-	-	312,100
Assigned	1,358,864	-	330,195	14,583	49,592	-
Unassigned	-	(14,717)	-	-	-	-
Total fund balances	<u>1,609,870</u>	<u>-</u>	<u>964,902</u>	<u>14,583</u>	<u>49,592</u>	<u>312,100</u>
Total liabilities and fund balances	<u>\$ 1,845,095</u>	<u>\$ 598,882</u>	<u>\$ 1,005,880</u>	<u>\$ 709,206</u>	<u>\$ 52,955</u>	<u>\$ 312,100</u>

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2020**

Economic Development Authority Revolving Loan Fund	Calvert Co. Family Network	Grants Fund	Economic Development Incentive Fund	Excise Tax Fund	Land Preservation Fund	Board of Library Trustees for Calvert County	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,209,183	\$ 17,057	\$ 7,175,032
-	-	-	-	2,028,490	-	-	2,029,495
-	126,093	1,871,947	-	8,400	-	-	2,009,104
234,821	-	-	30,797	-	-	-	265,618
78,062	48,878	4,512,357	284,336	3,113,238	4,306,300	-	13,855,884
-	-	-	-	-	-	-	255
-	-	-	-	-	-	-	58,689
<u>\$ 312,883</u>	<u>\$ 174,971</u>	<u>\$ 6,384,304</u>	<u>\$ 315,133</u>	<u>\$ 5,150,128</u>	<u>\$ 8,515,483</u>	<u>\$ 17,057</u>	<u>\$ 25,394,077</u>
-	109,095	214,629	-	-	50	-	1,361,135
-	-	-	-	-	-	-	508,312
-	65,876	5,934,097	-	2,812,192	-	-	8,839,563
-	174,971	6,148,726	-	2,812,192	50	-	10,709,010
-	-	-	-	-	-	-	58,944
-	-	235,578	-	-	3,725,700	-	4,606,200
312,883	-	-	315,133	2,337,936	4,789,733	-	8,264,349
-	-	-	-	-	-	17,057	1,770,291
-	-	-	-	-	-	-	(14,717)
<u>312,883</u>	<u>-</u>	<u>235,578</u>	<u>315,133</u>	<u>2,337,936</u>	<u>8,515,433</u>	<u>17,057</u>	<u>14,685,067</u>
<u>\$ 312,883</u>	<u>\$ 174,971</u>	<u>\$ 6,384,304</u>	<u>\$ 315,133</u>	<u>\$ 5,150,128</u>	<u>\$ 8,515,483</u>	<u>\$ 17,057</u>	<u>\$ 25,394,077</u>

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2020**

	Parks and Recreation Fund	Chesapeake Hills Golf Course Fund	Calvert Marine Museum	Planning and Zoning Special Revenue Fund	Bar Library Fund	Revolving Loan Fund
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-
Charges for services	811,529	663,963	193,273	-	-	-
Fines and forfeitures	-	-	-	-	36,650	-
Other revenue	964,223	49,399	350,735	2,521	59	-
Total revenues	1,775,752	713,362	544,008	2,521	36,709	-
EXPENDITURES						
General government	-	-	-	27,521	-	-
General services	2,730,480	1,041,551	3,500,070	-	-	-
Community resources	-	-	-	-	-	-
Education	-	-	-	-	31,393	-
Total expenditures	2,730,480	1,041,551	3,500,070	27,521	31,393	-
Excess (deficiency) of revenue over (under) expenditures	(954,728)	(328,189)	(2,956,062)	(25,000)	5,316	-
OTHER FINANCING SOURCES (USES)						
Transfer in	953,128	356,176	2,906,198	-	-	-
Transfer out	-	-	-	-	-	-
Total other financing sources (uses)	953,128	356,176	2,906,198	-	-	-
Net change in fund balance	(1,600)	27,987	(49,864)	(25,000)	5,316	-
Fund balance - beginning of year	1,611,470	(27,987)	1,014,766	39,583	44,276	312,100
Fund balance - end of year	\$ 1,609,870	\$ -	\$ 964,902	\$ 14,583	\$ 49,592	\$ 312,100

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2020**

Economic Development Authority Revolving Loan Fund	Calvert Co. Family Network	Grants Fund	Economic Development Incentive Fund	Excise Tax Fund	Land Preservation Fund	Board of Library Trustees for Calvert County	Total
\$ -	\$ -	\$ -	\$ -	\$ 3,016,862	\$ -	\$ -	\$ 3,016,862
-	658,455	7,395,494	-	8,236	17,160	931,019	9,010,364
-	-	676	-	-	-	-	1,669,441
-	-	-	-	-	-	6,145	42,795
13,528	18,645	301,770	395	3,115	174,473	60,904	1,939,767
13,528	677,100	7,697,940	395	3,028,213	191,633	998,068	15,679,229
-	-	-	-	-	619,735	-	647,256
-	-	-	-	-	-	-	7,272,101
-	689,202	9,718,428	-	-	-	-	10,407,630
-	-	-	-	-	-	5,178,259	5,209,652
-	689,202	9,718,428	-	-	619,735	5,178,259	23,536,639
13,528	(12,102)	(2,020,488)	395	3,028,213	(428,102)	(4,180,191)	(7,857,410)
-	13,774	2,006,121	-	-	1,026,700	4,179,522	11,441,619
-	(1,672)	-	-	(5,015,750)	-	-	(5,017,422)
-	12,102	2,006,121	-	(5,015,750)	1,026,700	4,179,522	6,424,197
13,528	-	(14,367)	395	(1,987,537)	598,598	(669)	(1,433,213)
299,355	-	249,945	314,738	4,325,473	7,916,835	17,726	16,118,280
<u>\$ 312,883</u>	<u>\$ -</u>	<u>\$ 235,578</u>	<u>\$ 315,133</u>	<u>\$ 2,337,936</u>	<u>\$ 8,515,433</u>	<u>\$ 17,057</u>	<u>\$ 14,685,067</u>

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

COMBINING STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2020

	Volunteer Fire and Rescue Pension Fund	Sheriff Pension Fund	Employee Retirement Fund	OPEB ⁽¹⁾	Total
ASSETS					
Cash and cash equivalents	\$ 130,872	\$ 1,843,263	\$ 1,479,965	\$ 11,313,315	\$ 14,767,415
Investments:					
Fixed income	614,044	24,541,885	19,503,874	23,532,543	68,192,346
Common stocks	-	22,184,261	20,776,592	12,166,938	55,127,791
Equity funds	2,960,103	35,207,096	26,646,678	64,896,974	129,710,851
Foreign assets	-	7,118,524	6,184,051	-	13,302,575
Other assets	411,937	7,198,139	6,674,761	8,734,762	23,019,599
Total investments	<u>3,986,084</u>	<u>96,249,905</u>	<u>79,785,956</u>	<u>109,331,217</u>	<u>289,353,162</u>
Receivables and prepaid expenses:					
Investment income receivables	1,341	30,172	24,513	25,026	81,052
Total receivables	<u>1,341</u>	<u>30,172</u>	<u>24,513</u>	<u>25,026</u>	<u>81,052</u>
Total assets	<u>4,118,297</u>	<u>98,123,340</u>	<u>81,290,434</u>	<u>120,669,558</u>	<u>304,201,629</u>
LIABILITIES					
Payables:					
Accounts payable	889	15,150	14,361	12,553	42,953
Total liabilities	<u>889</u>	<u>15,150</u>	<u>14,361</u>	<u>12,553</u>	<u>42,953</u>
Net position restricted for pensions	<u>\$ 4,117,408</u>	<u>\$ 98,108,190</u>	<u>\$ 81,276,073</u>	<u>\$ 120,657,005</u>	<u>\$ 304,158,676</u>

(1) OPEB net position includes the Board of Education, \$87,615,171.

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 FIDUCIARY FUNDS
 FOR THE YEAR ENDED JUNE 30, 2020

	Volunteer Fire and Rescue Pension Fund	Sheriff Pension Fund	Employees Retirement Fund	OPEB	Total
ADDITIONS					
Contributions:					
Employer contributions	\$ 674,694	\$ 2,685,000	\$ 2,288,000	\$ 11,634,447	\$ 17,282,141
Member contributions	-	1,118,540	48,632	-	1,167,172
Total contributions	674,694	3,803,540	2,336,632	11,634,447	18,449,313
Investment income (loss):					
Interest and dividends	166,771	1,744,548	1,521,058	2,036,945	5,469,322
Appreciation/(depreciation) of investments	(97,208)	451,628	(1,664,368)	2,047,804	737,856
Capital gains/(loss)	(482)	2,053,890	3,300,353	323,701	5,677,462
Less investment expenses:					
Direct investment expense	(28,071)	(495,372)	(418,225)	(395,973)	(1,337,641)
Net investment income (loss)	41,010	3,754,694	2,738,818	4,012,477	10,546,999
Total additions	715,704	7,558,234	5,075,450	15,646,924	28,996,312
DEDUCTIONS					
Distributions to participants	772,609	3,491,777	5,011,280	-	9,275,666
Total deductions	772,609	3,491,777	5,011,280	-	9,275,666
Net increase (decrease) in fiduciary net position	(56,905)	4,066,457	64,170	15,646,924	19,720,646
NET POSITION					
Net position - beginning	4,174,313	94,041,733	81,211,903	105,010,081	284,438,030
Net position - ending	\$ 4,117,408	\$ 98,108,190	\$ 81,276,073	\$ 120,657,005	\$ 304,158,676

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

**SCHEDULE OF REVENUE AND OTHER FINANCING SOURCES -
BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2020**

	Budgeted Amounts		Actual	Variance Over (Under)
	Original	Final		
<u>Taxes</u>				
<u>Real Estate and Personal Property Taxes</u>				
Real estate tax	\$ 110,400,000	\$ 110,400,640	\$ 110,228,976	\$ (171,664)
Corporate and personal property tax	3,451,000	3,451,000	2,313,565	(1,137,435)
Payment in lieu of tax Exelon	19,646,574	19,646,574	19,646,574	-
Payment in lieu of tax Dominion	60,200,000	60,200,000	60,200,000	-
Public utilities tax	3,700,000	3,700,000	3,765,150	65,150
Additions and abatements	200,000	69,697	(8,133)	(77,830)
Penalties and interest	500,000	500,000	615,185	115,185
Tax credit	(1,241,470)	(1,241,470)	(1,252,583)	(11,113)
Land preservation credit	(270,000)	(270,000)	(268,017)	1,983
Total Real Estate and Personal Property Taxes	196,586,104	196,456,441	195,240,717	(1,215,724)
<u>Other Local Taxes</u>				
Income taxes	91,659,331	91,741,951	94,424,100	2,682,149
Franchise tax	1,550,000	1,550,000	1,582,188	32,188
Hotel tax	750,000	750,000	576,660	(173,340)
Admissions and amusement tax	30,000	30,000	21,016	(8,984)
Recordation taxes	7,600,000	7,627,122	8,623,256	996,134
Trailer parks	120,000	120,000	102,447	(17,553)
Total Other Local Taxes	101,709,331	101,819,073	105,329,667	3,510,594
<u>Shared State Taxes</u>				
Highway user revenue	1,292,644	1,292,644	1,184,629	(108,015)
Total State Shared Taxes	1,292,644	1,292,644	1,184,629	(108,015)
Total Taxes	299,588,079	299,568,158	301,755,013	2,186,855
<u>Licenses and Permits</u>				
<u>Business Licenses and Permits</u>				
Builders' licenses	25,000	25,000	35,980	10,980
Beer, wine, and liquor licenses	135,000	135,000	51,165	(83,835)
Traders	95,000	95,000	77,816	(17,184)
Fortune tellers	-	-	950	950
Hawkers and peddlers	2,000	2,000	4,756	2,756
Total Business Licenses and Permits	257,000	257,000	170,667	(86,333)
<u>Other Permits</u>				
Animal licenses	25,000	25,000	10,110	(14,890)
Code book sales	700	700	405	(295)
Marriage licenses	3,700	3,700	2,175	(1,525)
Gambling permits	13,000	13,000	10,030	(2,970)
Total Other Permits	42,400	42,400	22,720	(19,680)
Total Licenses and Permits	299,400	299,400	193,387	(106,013)
<u>Intergovernmental Revenue</u>				
<u>Federal Grants</u>				
Federal Emergency Management	82,407	82,407	86,975	4,568
Build America Bond Subsidy	100,000	100,000	104,139	4,139
Federal detention per diem	10,000	10,000	31,267	21,267
E-cigarette citations	-	-	1,800	1,800
Total Federal Grants	192,407	192,407	224,181	31,774

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

**SCHEDULE OF REVENUE AND OTHER FINANCING SOURCES -
BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2020**

	Budgeted Amounts		Actual	Variance
	Original	Final		Over (Under)
<u>State Grants</u>				
State police protection	\$ 775,000	\$ 775,000	\$ 722,602	\$ (52,398)
State library	481,780	515,344	515,344	-
State soil conservation	61,191	61,191	55,043	(6,148)
State prisoner housing	100,000	100,000	40,237	(59,763)
State jury reimbursement	30,000	30,000	12,110	(17,890)
State misc. reimbursement	-	-	-	-
Other state reimbursement	-	5,275	5,275	-
Grants from state government	-	-	-	-
State reim sex offender	8,255	23,255	-	(23,255)
Criminal Justice Academy Director Reimbursement	-	71,000	-	(71,000)
Total State Grants	<u>1,456,226</u>	<u>1,581,065</u>	<u>1,350,611</u>	<u>(230,454)</u>
<u>Other Intergovernmental</u>				
911 fees	590,000	590,000	899,437	309,437
Bus maintenance payroll reimbursement	85,363	-	-	-
Housing Authority payroll reimbursement	1,383,177	1,383,177	1,392,070	8,893
Shore Erosion	21,000	21,000	4,733	(16,267)
CMM payroll reimbursement - CMM Board of Governors	292,078	292,078	300,588	8,510
CMM payroll reimbursement - CMM Society	462,127	462,127	523,916	61,789
Criminal Justice Academy Director Reimbursement	71,000	-	-	-
SDAT costs paid by the towns	15,833	15,833	12,943	(2,890)
Total Other Intergovernmental	<u>2,920,578</u>	<u>2,764,215</u>	<u>3,133,687</u>	<u>369,472</u>
Total Intergovernmental Revenues	<u>4,569,211</u>	<u>4,537,687</u>	<u>4,708,479</u>	<u>170,792</u>
<u>Charges for services</u>				
<u>Public Safety</u>				
Sheriff's fees	75,000	75,000	86,770	11,770
Chesapeake Beach police reimbursement	1,033,969	1,033,969	1,033,969	-
North Beach police reimbursement	472,681	472,681	472,681	-
Dominion police reimbursement	1,490,000	1,490,000	1,952,820	462,820
Lab fees	15,000	15,000	12,060	(2,940)
Engineering inspections	100,000	100,000	99,008	(992)
DWI facility	7,345	7,345	5,015	(2,330)
Electronic monitor - detention center	16,000	16,000	26,087	10,087
Telephone commission - detention center	100,000	100,000	55,720	(44,280)
Live in/work out - detention center	95,000	95,000	31,822	(63,178)
False alarm fees	2,000	2,000	18,550	16,550
False alarm registration	3,800	3,800	4,025	225
Protective inspections	300,000	300,000	362,520	62,520
Safety for Students Speed Camera	200,000	427,727	518,052	90,325
Weekend Inmate fee	55,000	55,000	28,919	(26,081)
Tower revenue	70,000	70,000	144,089	74,089
Total Public Safety	<u>4,035,795</u>	<u>4,263,522</u>	<u>4,852,107</u>	<u>588,585</u>

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

**SCHEDULE OF REVENUE AND OTHER FINANCING SOURCES -
BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2020**

	Budgeted Amounts		Actual	Variance Over (Under)
	Original	Final		
<u>General Services</u>				
Waterman's Wharf slip fees	\$ 4,200	\$ 4,200	\$ 3,688	\$ (512)
Tennison charters	50,000	30,000	21,130	(8,870)
Tennison special charters	-	20,000	9,773	(10,227)
Kings Landing camp fees	10,000	10,000	14,067	4,067
Flag Pond entrance fees	40,000	40,000	49,485	9,485
Cypress swamp fees	3,000	3,000	835	(2,165)
Tower revenue	-	-	12,470	12,470
Boat ramp fees	6,000	6,000	-	(6,000)
Total General Services	113,200	113,200	111,448	(1,752)
<u>Public Works</u>				
Road tax districts	63,000	63,000	19,840	(43,160)
Developer street signs	600	600	-	(600)
Utility permit fee	25,000	25,000	80,160	55,160
Erosion sediment control penalty	-	-	750	750
Waterway improvements	6,837	6,837	-	(6,837)
Total Public Works	95,437	95,437	100,750	5,313
<u>Community Resources</u>				
Library - copying and miscellaneous	28,000	28,000	23,979	(4,021)
Library - other/passports	15,500	13,500	22,799	9,299
Library - other sources	-	2,000	9,974	7,974
Library - e rate	10,000	10,000	3,423	(6,577)
Office on Aging - bus trip revenue	-	42,000	11,857	(30,143)
Office on Aging - program revenue	84,000	7,000	4,908	(2,092)
Office on Aging - senior class revenue	-	35,000	30,823	(4,177)
Total Community Resources	137,500	137,500	107,763	(29,737)
<u>Other Charges for Services</u>				
Rents and concessions	20,000	20,000	2,500	(17,500)
Land lease dominion	120,000	120,000	-	(120,000)
Rent - health dept	7,200	7,200	7,831	631
Map sales	500	500	-	(500)
Total Other Charges for Services	147,700	147,700	10,331	(137,369)
Total Charges for Services	4,529,632	4,757,359	5,182,399	425,040
<u>Fines, fees, and Forfeitures</u>				
<u>General Government</u>				
Soil Conservation grading fees	30,000	30,000	28,800	(1,200)
P&Z - administration planting bond	4,500	4,500	585	(3,915)
P&Z - replatting fees	4,000	4,000	3,720	(280)
Board of Appeals application fees	20,000	20,000	9,975	(10,025)
P&Z - tower fees	500	500	2,400	1,900
Total General Government	59,000	59,000	45,480	(13,520)
<u>Public Safety</u>				
Domestic master fees	800	800	1,150	350
Community service programs	25,000	25,000	11,825	(13,175)
Criminal court fines	9,000	9,000	4,369	(4,631)
Home study fees	2,000	2,000	1,940	(60)
Animal shelter fees	-	-	26,641	26,641
Animal citation fines	7,000	7,000	2,214	(4,786)
State's attorney fees	-	2,173	7,026	4,853
Forfeiture sheriff	-	25,708	25,708	-
Forfeiture State's attorney	-	5,280	5,280	-
Total public safety	43,800	76,961	86,153	9,192

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

**SCHEDULE OF REVENUE AND OTHER FINANCING SOURCES -
BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2020**

	Budgeted Amounts		Actual	Variance
	Original	Final		Over (Under)
<u>Other Fines, Fees, and Forfeitures</u>				
Grant Coordinator administration fee	\$ 160,000	\$ 160,000	\$ 295,763	\$ 135,763
Auto license fees	2,600	2,600	1,212	(1,388)
Library fines	42,000	42,000	6,145	(35,855)
Zoning fees	20,000	20,000	37,395	17,395
Small lot clearing fees	100	100	-	(100)
Election Office filing fees	150	150	225	75
Total Other Fines, Fees, and Forfeitures	<u>224,850</u>	<u>224,850</u>	<u>340,740</u>	<u>115,890</u>
Total Fines, Fees, and Forfeitures	<u>327,650</u>	<u>360,811</u>	<u>472,373</u>	<u>111,562</u>
<u>Other Revenue Sources</u>				
<u>Investment Revenue</u>				
Interest and dividends	2,000,000	2,237,410	2,150,355	(87,055)
Appreciation of investment	-	-	-	-
Total Investment Revenue	<u>2,000,000</u>	<u>2,237,410</u>	<u>2,150,355</u>	<u>(87,055)</u>
<u>Reimbursements</u>				
Salary reimbursement	35,000	35,426	20,165	(15,261)
Cap equip payroll reimbursement	-	85,363	90,959	5,596
Battle Creek salary reimbursement	7,418	7,418	-	(7,418)
Heath insurance reimbursement	-	109,711	869,974	760,263
Circuit court clerks office reimbursement	4,351	4,350	4,351	1
Total Reimbursements	<u>46,769</u>	<u>242,268</u>	<u>985,449</u>	<u>743,181</u>
<u>Other Revenue</u>				
Mosquito control	20,000	20,000	12,772	(7,228)
Advertising revenue	-	11,750	11,750	-
Private contributions	-	-	1,645	1,645
Merchandise sales	-	-	59	59
Keys for employee program	25,000	25,000	-	(25,000)
Use of pr yrs fund balance	-	322,000	-	(322,000)
Misc. income/transportation grant	250,000	262,905	148,036	(114,869)
Total Other Revenue	<u>295,000</u>	<u>641,655</u>	<u>174,262</u>	<u>(467,393)</u>
Total Other Revenue Sources	<u>2,341,769</u>	<u>3,121,333</u>	<u>3,310,066</u>	<u>188,733</u>
Total Revenue	<u>311,655,741</u>	<u>312,644,748</u>	<u>315,621,717</u>	<u>2,976,969</u>
<u>Other financing sources</u>				
Transfer from BOE - Resident Trooper/Sheriff	284,334	284,334	290,920	6,586
Transfer from BOE - OPEB	-	-	361,823	361,823
Transfer from Calvert County Family Network	-	-	1,672	1,672
Transfer from Solid Waste	-	4,500	-	(4,500)
Transfer from Excise Tax Fund	1,000,000	1,000,000	-	(1,000,000)
Total Other Financing Sources	<u>1,284,334</u>	<u>1,288,834</u>	<u>654,415</u>	<u>(634,419)</u>
Total Revenue and Other Financing Sources	<u>\$ 312,940,075</u>	<u>\$ 313,933,582</u>	<u>\$ 316,276,132</u>	<u>\$ 2,342,550</u>

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

**SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES -
BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2020**

	Budgeted Amount		Actual	Variance
	Original	Final		(Over) Under
General Government				
<u>Board of County Commissioners</u>				
Salaries	\$ 270,723	\$ 270,723	\$ 270,186	\$ 537
Operating expense	49,340	49,183	33,327	15,856
Contracted services	2,900	3,057	3,057	-
Total Board of County Commissioners	<u>322,963</u>	<u>322,963</u>	<u>306,570</u>	<u>16,393</u>
<u>Contingency</u>	<u>600,000</u>	<u>145,921</u>	<u>-</u>	<u>145,921</u>
<u>Clerk to the Commissioners</u>				
Salaries	74,387	74,387	55,077	19,310
Operating expense	3,009	3,009	17	2,992
Total Clerk to the Commissioners	<u>77,396</u>	<u>77,396</u>	<u>55,094</u>	<u>22,302</u>
<u>County Administrator</u>				
Salaries	423,720	423,720	636,605	(212,885)
Operating expense	14,395	13,767	6,239	7,528
Capital outlay	-	178	178	-
Total County Administrator	<u>438,115</u>	<u>437,665</u>	<u>643,022</u>	<u>(205,357)</u>
<u>Communication & Media Relations</u>				
Salaries	736,835	872,880	841,790	31,090
Operating expense	330,865	296,294	138,211	158,083
Contracted services	91,000	141,802	126,452	15,350
Capital outlay	-	5,999	-	5,999
Total Communications & Media	<u>1,158,700</u>	<u>1,316,975</u>	<u>1,106,453</u>	<u>210,522</u>
<u>Technology Services</u>				
Salaries	2,119,512	2,119,512	2,041,769	77,743
Operating expense	153,859	133,859	126,041	7,818
Contracted services	1,698,777	1,727,942	1,725,113	2,829
Capital outlay	637,509	672,737	575,865	96,872
Total Technology Services	<u>4,609,657</u>	<u>4,654,050</u>	<u>4,468,788</u>	<u>185,262</u>
<u>Circuit Court</u>				
Salaries	880,000	880,000	716,211	163,789
Operating expense	104,305	78,485	70,919	7,566
Contracted services	58,900	73,185	69,229	3,956
Capital outlay	39,539	61,874	66,606	(4,732)
Total Circuit Court	<u>1,082,744</u>	<u>1,093,544</u>	<u>922,965</u>	<u>170,579</u>
<u>Judge of Orphans' Court</u>				
Salaries	28,059	28,059	27,187	872
Operating expense	1,450	1,450	717	733
Total Judge of Orphans' Court	<u>29,509</u>	<u>29,509</u>	<u>27,904</u>	<u>1,605</u>
<u>State's Attorney</u>				
Salaries	2,280,490	2,314,990	2,181,046	133,944
Operating expense	124,643	127,780	95,906	31,874
Contracted services	20,242	51,997	53,734	(1,737)
Capital outlay	38,273	53,153	45,945	7,208
Total State's Attorney	<u>2,463,648</u>	<u>2,547,920</u>	<u>2,376,631</u>	<u>171,289</u>
<u>Grand Jury</u>				
Salary and operating expense	<u>5,000</u>	<u>5,000</u>	<u>2,960</u>	<u>2,040</u>

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

**SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES -
BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2020**

	Budgeted Amount		Actual	Variance
	Original	Final		(Over) Under
<u>Human Resources</u>				
Salaries	\$ 1,106,534	\$ 1,106,534	\$ 1,180,986	\$ (74,452)
Operating expense	62,104	61,142	54,883	6,259
Tuition program	55,000	55,000	40,069	14,931
Contracted services	203,626	233,206	203,133	30,073
Capital outlay	-	4,411	4,077	334
Total Human Resources	1,427,264	1,460,293	1,483,148	(22,855)
<u>Finance and Budget</u>				
Salaries	1,658,971	1,658,971	1,489,375	169,596
Operating expense	115,701	153,401	91,983	61,418
Contracted services	165,800	165,800	45,698	120,102
Capital outlay	26,369	12,949	6,757	6,192
Total Finance and Budget	1,966,841	1,991,121	1,633,813	357,308
<u>County Treasurer</u>				
Salaries	355,257	355,257	376,799	(21,542)
Operating expense	27,610	27,065	18,888	8,177
Contracted services	10,000	10,000	2,563	7,437
Capital outlay	-	545	545	-
Total County Treasurer	392,867	392,867	398,795	(5,928)
<u>Auditing and Related Services</u>				
	75,750	75,750	57,810	17,940
<u>County Attorney</u>				
Salaries	563,238	563,238	538,559	24,679
Operating expense	29,165	29,165	22,154	7,011
Contracted services	100,000	110,000	87,471	22,529
Capital outlay	3,625	3,625	440	3,185
Total County Attorney	696,028	706,028	648,624	57,404
<u>Planning and Zoning</u>				
Salaries	2,476,367	2,475,914	2,276,367	199,547
Operating expense	108,565	106,422	83,831	22,591
Contracted services	226,850	69,500	47,498	22,002
Capital outlay	23,500	28,293	20,858	7,435
Total Planning and Zoning	2,835,282	2,680,129	2,428,554	251,575
<u>Planning Commission</u>				
Salaries	-	-	511	(511)
Operating expense	47,582	52,702	39,797	12,905
Honorarium	103,600	103,600	49,900	53,700
Contracted services	131,000	131,000	75,475	55,525
Capital outlay	3,700	3,700	460	3,240
Total Planning Commission	285,882	291,002	166,143	124,859
<u>Inspections and Permits</u>				
Salaries	952,000	952,000	1,003,318	(51,318)
Operating expense	77,900	69,900	35,052	34,848
Vehicle supplies and repair	-	8,000	1,827	6,173
Contracted services	2,000	2,000	960	1,040
Capital outlay	5,700	5,700	5,188	512
Total Inspections and Permits	1,037,600	1,037,600	1,046,345	(8,745)
<u>Pauper's Burial</u>				
	1,000	1,000	650	350

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

**SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES -
BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2020**

	Budgeted Amount		Actual	Variance
	Original	Final		(Over) Under
Board of Appeals				
Operating expense	\$ 8,575	\$ 8,575	\$ 4,221	\$ 4,354
Contracted services	20,000	20,000	16,900	3,100
Honorarium	26,000	26,000	19,600	6,400
Capital outlay	600	600	-	600
Total Board of Appeals	55,175	55,175	40,721	14,454
Election Board				
Salaries	451,628	451,628	403,390	48,238
Operating expense	102,501	68,896	60,123	8,773
Contracted services	251,205	274,205	198,641	75,564
Election judges	63,550	73,550	13,000	60,550
Capital outlay	2,420	3,025	3,025	-
Total Election Board	871,304	871,304	678,179	193,125
Liquor Board				
Salaries	27,789	27,789	23,940	3,849
Operating expense	700	700	289	411
Contracted services	25,000	22,520	9,090	13,430
Capital outlay		2,480	2,480	-
Total Liquor Board	53,489	53,489	35,799	17,690
University of Maryland Extension				
Operating expense	11,122	11,122	10,780	342
County contribution	153,279	153,279	153,279	-
Total University of Maryland Extension	164,401	164,401	164,059	342
State/Other Agencies				
Commission for Women	4,950	4,950	4,827	123
Environmental Commission	6,348	6,801	6,140	661
Ethics Commission	8,000	23,000	17,192	5,808
MD State Dept. of Assessments	430,000	430,000	404,985	25,015
Non-county agencies	1,237,340	850,090	844,029	6,061
Total State/Other Agencies	1,686,638	1,314,841	1,277,173	37,668
Maryland Association of Counties				
	17,000	17,000	16,987	13
Total General Government	22,354,253	21,742,943	19,987,187	1,755,756
Public Safety				
Director of Public Safety				
Salaries	265,620	265,620	342,323	(76,703)
Operating expense	178,390	145,798	87,654	58,144
Contracted services	20,500	38,000	25,048	12,952
Capital outlay	45,000	2,000	2,000	-
Total Director of Public Safety	509,510	451,418	457,025	(5,607)
Sheriff's Office				
Salaries	14,391,784	14,411,848	14,798,553	(386,705)
Operating expense	1,784,777	2,125,272	2,686,960	(561,688)
Vehicle supplies and repairs	1,178,454	710,382	341,391	368,991
Contracted services	365,554	355,101	357,710	(2,609)
Capital outlay	1,131,908	1,271,494	1,477,891	(206,397)
Total Sheriff's Office	18,852,477	18,874,097	19,662,505	(788,408)

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES -
BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2020

	Budgeted Amount		Actual	Variance
	Original	Final		(Over) Under
<u>Control Center</u>				
Salaries	\$ 2,496,927	\$ 2,494,962	\$ 2,339,483	\$ 155,479
Operating expense	580,512	900,729	492,212	408,517
Radio maintenance	570,777	587,769	587,305	464
Contracted services	130,977	121,937	118,618	3,319
Capital outlay	336,667	10,463	18,670	(8,207)
Total Control Center	4,115,860	4,115,860	3,556,288	559,572
<u>Volunteer Fire-Rescue-EMS Departments</u>				
Operating expense	3,156,171	3,230,192	3,172,494	57,698
Insurance	1,319,000	1,244,979	983,709	261,270
Capital outlay	807,500	807,500	791,471	16,029
Total Volunteer Fire-Rescue-EMS Departments	5,282,671	5,282,671	4,947,674	334,997
<u>Detention Center</u>				
Salaries	6,383,469	6,383,469	6,126,699	256,770
Operating expense	294,900	389,376	247,714	141,662
Utilities	445,000	445,000	255,367	189,633
Inmate care	193,600	193,600	75,146	118,454
Food	380,000	380,000	301,936	78,064
Contracted services	864,504	864,504	826,125	38,379
Capital outlay	103,050	8,574	89,819	(81,245)
Total Detention Center	8,664,523	8,664,523	7,922,806	741,717
<u>Emergency Management</u>				
Salaries	184,639	184,639	87,367	97,272
Operating expense	63,700	59,888	21,005	38,883
Contracted services	58,000	61,412	61,404	8
Capital outlay	5,000	5,400	274	5,126
Total Emergency Management	311,339	311,339	170,050	141,289
<u>Fire-Rescue-EMS</u>				
Salaries	455,453	455,453	361,256	94,197
Operating expense	308,847	334,491	237,402	97,089
Contracted services	78,000	82,700	72,925	9,775
Capital outlay	10,000	356	356	-
Total Fire-Rescue-EMS	852,300	873,000	671,939	201,061
<u>Career-EMS</u>				
Salaries	1,138,494	1,135,501	138,142	997,359
Operating expense	265,500	265,500	124,159	141,341
Capital outlay	7,500	10,493	10,493	-
Total Career EMS	1,411,494	1,411,494	272,794	1,138,700
<u>Animal Shelter</u>				
Salaries	729,879	729,879	567,429	162,450
Operating expense	255,085	481,529	347,418	134,111
Contracted services	142,775	151,785	137,666	14,119
Capital outlay	180,200	1,346	1,349	(3)
Total Animal shelter	1,307,939	1,364,539	1,053,862	310,677
<u>Animal Control</u>				
Salaries	415,097	415,097	322,550	92,547
Operating expense	44,595	73,566	47,444	26,122
Vehicle supplies and repairs	43,500	12,000	4,238	7,762
Contracted services	3,000	3,000	1,088	1,912
Capital outlay	65,000	67,529	63,426	4,103
Total Animal Control	571,192	571,192	438,746	132,446
Total Public Safety	41,879,305	41,920,133	39,153,689	2,766,444

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

**SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES -
BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2020**

	Budgeted Amount		Actual	Variance
	Original	Final		(Over) Under
General Services				
<u>Director of General Services</u>				
Salaries	\$ 393,211	\$ 393,211	\$ 561,624	\$ (168,413)
Operating expense	26,056	23,881	18,206	5,675
Contracted services	44,650	46,670	30,986	15,684
Capital outlay	3,205	5,330	3,370	1,960
Total Director of General Services	467,122	469,092	614,186	(145,094)
<u>Buildings and Grounds</u>				
Salaries	1,547,684	1,547,684	1,533,992	13,692
Operating expense	625,144	1,024,084	823,999	200,085
Utilities	1,356,752	1,356,752	1,027,628	329,124
Rent	627,123	627,123	586,421	40,702
Maintenance and repair projects	766,628	538,963	535,360	3,603
Contracted services	728,300	774,764	753,686	21,078
Capital outlay	310,194	150,404	284,931	(134,527)
Total Buildings and Grounds	5,961,825	6,019,774	5,546,017	473,757
<u>Mosquito Control</u>				
Salaries	213,376	213,376	160,674	52,702
Operating expense	27,166	28,216	16,325	11,891
Chemicals	24,881	25,631	25,463	168
Contracted services	4,975	4,175	1,055	3,120
Capital outlay	34,915	58,818	51,694	7,124
Total Mosquito Control	305,313	330,216	255,211	75,005
<u>Parks and Recreation</u>				
Salaries	3,783,318	3,685,318	2,823,859	861,459
Operating expense	559,514	804,546	591,425	213,121
Utilities	222,800	222,800	201,579	21,221
Maintenance and repair projects	102,000	99,915	96,005	3,910
Contracted services	150,000	195,355	165,082	30,273
Capital outlay	414,200	232,245	225,114	7,131
Total Parks and Recreation	5,231,832	5,240,179	4,103,064	1,137,115
<u>Railway Museum</u>				
Salaries	103,034	103,034	97,192	5,842
Operating expense	18,195	18,195	15,369	2,826
Utilities	7,000	7,000	4,436	2,564
Contracted services	21,500	21,500	17,237	4,263
Capital outlay	-	-	5,418	(5,418)
Total Railway Museum	149,729	149,729	139,652	10,077
<u>Calvert Marine Museum</u>				
Salaries	2,474,366	2,473,453	2,406,760	66,693
Operating expense	228,016	223,450	200,167	23,283
Utilities	183,538	178,347	143,631	34,716
Maintenance and repair projects	-	14,500	14,500	-
Contracted services	59,844	62,013	55,735	6,278
Capital outlay	19,974	26,275	26,285	(10)
Total Calvert Marine Museum	2,965,738	2,978,038	2,847,078	130,960
<u>Natural Resources Division</u>				
Salaries	765,357	765,357	763,054	2,303
Operating expense	99,167	118,198	95,772	22,426
Utilities	41,300	41,300	34,886	6,414
Maintenance and repair projects	23,000	20,000	19,184	816
Contracted services	19,500	29,465	30,534	(1,069)
Capital outlay	19,000	2,969	2,965	4
Total Natural Resources Division	967,324	977,289	946,395	30,894

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES -
BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2020

	Budgeted Amount		Actual	Variance
	Original	Final		(Over) Under
<u>Forestry Service</u>				
Operating expense	\$ 20,965	\$ 20,965	\$ 20,965	\$ -
<u>Annmarie Garden</u>				
Operating expense	18,300	18,300	8,342	9,958
Utilities	38,500	38,500	35,380	3,120
Contracted services	3,900	3,900	4,788	(888)
County contribution	314,750	314,750	314,750	-
Total Annmarie Garden	375,450	375,450	363,260	12,190
<u>Historical District Commission</u>				
Salaries	-	-	-	-
Operating expense	3,123	3,602	432	3,170
Contracted services	6,600	172	-	172
Capital outlay	-	3,201	3,201	-
Total Historical District Commission	9,723	6,975	3,633	3,342
Total General Services	16,455,021	16,567,707	14,839,461	1,728,246
Public Works				
<u>Director of Public Works/Engineering</u>				
Salaries	1,479,212	1,479,212	1,467,369	11,843
Operating expense	85,608	69,973	55,051	14,922
Contracted services	51,000	49,480	6,158	43,322
Capital outlay	59,113	76,218	65,921	10,297
Total Director of Public Works/Engineering	1,674,933	1,674,883	1,594,499	80,384
<u>Project Management and Inspections</u>				
Salaries	496,702	516,702	574,302	(57,600)
Operating expense	35,064	43,808	42,691	1,117
Vehicle supplies and repairs	6,875	6,875	10,203	(3,328)
Capital outlay	60,000	51,256	45,417	5,839
Total Project Management and Inspections	598,641	618,641	672,613	(53,972)
<u>Highway Maintenance</u>				
Salaries	1,954,015	1,954,015	1,602,540	351,475
Operating expense	1,035,907	727,623	552,205	175,418
Vehicle supplies and repairs	344,154	344,154	244,041	100,113
Utilities	23,030	23,030	16,401	6,629
Road maintenance and repairs	494,741	565,450	387,084	178,366
Paving	6,000,000	5,980,000	5,975,692	4,308
Snow removal contractors	1,064,054	532,604	378,397	154,207
Contracted services	201,400	465,710	441,008	24,702
Capital outlay	859,499	864,214	862,977	1,237
Total Highway Maintenance	11,976,800	11,456,800	10,460,345	996,455
<u>Highway Lighting</u>				
Operating expense	431,711	431,711	248,816	182,895
<u>Fleet Maintenance</u>				
Salaries	550,815	550,815	568,689	(17,874)
Operating expense	13,419	69,220	62,662	6,558
Vehicle supplies and repairs	33,171	28,000	(73,431)	101,431
Utilities	29,360	29,360	19,867	9,493
Contracted services	23,825	23,285	22,930	355
Capital outlay	50,090	-	-	-
Total Fleet Maintenance	700,680	700,680	600,717	99,963
Total Public Works	15,382,765	14,882,715	13,576,990	1,305,725

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES -
BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2020

	Budgeted Amount		Actual	Variance
	Original	Final		(Over) Under
Economic Development				
<u>EDA/EDC/Tourism</u>				
Salaries	\$ 625,705	\$ 625,705	\$ 554,624	\$ 71,081
Operating expense	223,702	236,052	105,860	130,192
Advertising	500	500	-	500
Small Business Development Center	38,900	38,900	38,900	-
Contracted services	63,682	73,912	59,079	14,833
Capital outlay	8,345	7,386	3,531	3,855
Total Economic Development	960,834	982,455	761,994	220,461
Community Resources				
<u>Director of Community Resources</u>				
Salaries	332,949	332,949	304,535	28,414
Operating expense	32,781	32,778	30,767	2,011
Contracted services	-	140,866	-	140,866
Capital outlay	-	137	137	-
Total Director of Community Resources	365,730	506,730	335,439	171,291
<u>Affordable Housing</u>				
Operating expense	25,000	25,000	10,000	15,000
Total Affordable Housing	25,000	25,000	10,000	15,000
<u>Office on Aging</u>				
Salaries	1,363,308	1,363,734	1,261,165	102,569
Operating expense	111,941	103,242	62,681	40,561
Contracted services	127,000	128,015	106,854	21,161
Capital outlay	2,125	22,351	14,667	7,684
Total Office on Aging	1,604,374	1,617,342	1,445,367	171,975
<u>Transportation</u>				
Salaries	241,177	241,177	229,251	11,926
Operating expense	60,100	54,290	33,071	21,219
Transportation subsidy	50,000	50,000	44,178	5,822
Contracted services	38,113	38,113	28,138	9,975
Capital outlay	-	5,810	-	5,810
Total Transportation	389,390	389,390	334,638	54,752
Total Community Resources	2,384,494	2,538,462	2,125,444	413,018
Education				
College of Southern Maryland	4,646,943	4,646,943	4,646,943	-
Board of Education	130,589,034	130,589,034	130,589,034	-
<u>Public Libraries</u>				
Salaries	3,149,839	3,149,839	3,013,253	136,586
Operating expense	1,568,398	1,549,698	1,504,125	45,573
Contracted services	149,630	152,230	155,070	(2,840)
Capital outlay	64,850	89,814	88,738	1,076
Total Public Libraries	4,932,717	4,941,581	4,761,186	180,395
Total Education	140,168,694	140,177,558	139,997,163	180,395
Social Services & Health				
<u>Health Department</u>				
Salaries	15,000	15,000	15,116	(116)
Operating expense	2,251,360	2,251,360	2,263,436	(12,076)
Womens shelter subsidy	277,898	277,898	277,898	-
Total Health Department	2,544,258	2,544,258	2,556,450	(12,192)

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

**SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES -
BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2020**

	Budgeted Amount		Actual	Variance
	Original	Final		(Over) Under
<u>Residential Substance Abuse Treatment</u>				
Contracted services	\$ 159,200	\$ 159,200	\$ 159,308	\$ (108)
Total Residential Substance Abuse Treatment	159,200	159,200	159,308	(108)
<u>Department of Social Services</u>				
County contribution	76,392	76,392	76,392	-
<u>Soil Conservation District</u>				
Salaries	332,347	332,347	356,779	(24,432)
Operating expense	49,536	49,537	49,435	102
Total Soil Conservation District	381,883	381,884	406,214	(24,330)
<u>Housing Authority</u>				
Salaries	1,467,060	1,467,060	1,425,451	41,609
Total Housing Authority	1,467,060	1,467,060	1,425,451	41,609
Total Social Services & Health	4,628,793	4,628,794	4,623,815	4,979
Pension and Insurance				
Pension contribution	10,040,662	10,075,162	10,029,357	45,805
Worker's compensation	2,200,000	2,204,655	1,843,490	361,165
General insurance	1,069,034	953,000	809,769	143,231
OPEB	11,272,624	11,272,624	11,634,447	(361,823)
Health insurance	10,403,904	10,703,876	12,083,239	(1,379,363)
Total Pension and Insurance	34,986,224	35,209,317	36,400,302	(1,190,985)
Debt service				
<u>Bond principal</u>				
General obligations	14,897,840	14,445,754	13,690,969	754,785
<u>Bond interest</u>				
General obligations	5,477,880	5,269,133	5,259,059	10,074
Total Debt Service	20,375,720	19,714,887	18,950,028	764,859
Total expenditures	299,576,103	298,364,971	290,416,073	7,948,898
Other financing uses				
Transfer to Capital Projects Fund	10,000,000	10,546,778	10,546,778	-
Transfer to Grants Fund	2,343,473	2,558,501	2,006,121	552,380
Transfer to P&R Self-Sustaining Fund	867,491	888,368	953,128	(64,760)
Transfer to Revolving Loan fund	-	-	-	-
Transfer to Chesapeake Hills Golf Course Fund	475,528	475,528	356,176	119,352
Transfer to Solid Waste Fund	48,500	48,500	46,320	2,180
Transfer to Land Preservation Fund	1,026,700	1,026,700	1,026,700	-
Transfer to Family Network Fund	13,774	24,236	13,774	10,462
Total other financing uses	14,775,466	15,568,611	14,948,997	619,614
Total expenditures and other financing uses	\$ 314,351,569	\$ 313,933,582	\$ 305,365,070	\$ 8,568,512

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

ECONOMIC DEVELOPMENT AUTHORITY COMPONENT UNIT

FUND PRESENTATION

SCHEDULE OF NET POSITION

JUNE 30, 2020

	<u>Operating Fund</u>
ASSETS	
Cash, cash equivalents and investments	\$ 1,869,200
Notes receivable	-
Accrued interest receivable	4
Due from primary government	449,763
Capital assets (not being depreciated)	22,191
Total assets	<u>\$ 2,341,158</u>
LIABILITIES	
Account payable	\$ -
Deferred revenue	-
Total liabilities	<u>-</u>
NET POSITION	

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

ECONOMIC DEVELOPMENT AUTHORITY COMPONENT UNIT

FUND PRESENTATION

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION

YEAR ENDED JUNE 30, 2020

	Operating Fund
Operating revenues:	
Charges for services	\$ -
Miscellaneous income	-
Total operating revenues	<u>-</u>
Operating expenses:	
Contracted services	-
Miscellaneous	471
Total operating expenses	<u>471</u>
Operating income (loss)	<u>(471)</u>
Non-operating revenues (expenses):	
Investment income	25,730
Investment expense	-
Total non-operating revenues (expenses)	<u>25,730</u>
Change in net position	25,259
Total net position - beginning	<u>2,315,899</u>

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGETARY BASIS) - CAPITAL PROJECTS
FOR THE YEAR ENDED JUNE 30, 2020

	<u>Budget Original</u>	<u>Budget Final</u>	<u>Actual</u>	<u>Variance (Over) Under</u>
REVENUES				
Intergovernmental	\$ 9,162,296	\$ 18,703,834	\$ 628,548	\$ (18,075,286)
Miscellaneous	-	-	-	-
Total revenues	<u>9,162,296</u>	<u>18,703,834</u>	<u>628,548</u>	<u>(18,075,286)</u>
EXPENDITURES				
General government	1,483,946	1,225,802	1,498,396	(272,594)
Public safety	6,306,000	16,677,903	8,709,751	7,968,152
General services	16,651,070	18,127,270	4,530,243	13,597,027
Public works	4,428,500	8,322,520	7,397,814	924,706
Community resources	-	2,929,677	506,488	2,423,189
Education	11,531,478	6,997,128	11,780,924	(4,783,796)
Social services and health	-	-	-	-
Total expenditures	<u>40,400,994</u>	<u>54,280,300</u>	<u>34,423,616</u>	<u>19,856,684</u>
Excess (deficiency) of revenues over expenditures	<u>(31,238,698)</u>	<u>(35,576,466)</u>	<u>(33,795,068)</u>	<u>1,781,398</u>
OTHER FINANCING SOURCES (USES)				
Bond proceeds	15,722,948	16,222,948	-	(16,222,948)
Bond premium	-	-	-	-
Developer contribution	-	3,912,990	459,000	(3,453,990)
Transfers in	15,515,750	15,440,528	15,562,528	122,000
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>31,238,698</u>	<u>35,576,466</u>	<u>16,021,528</u>	<u>(19,554,938)</u>
Net change in fund balance	-	-	(17,773,540)	(17,773,540)
Fund balance - beginning	<u>18,018,963</u>	<u>18,018,963</u>	<u>49,340,660</u>	<u>-</u>
Fund balance - ending	<u>\$ 18,018,963</u>	<u>\$ 18,018,963</u>	<u>\$ 31,567,120</u>	<u>\$ (17,773,540)</u>

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

Statistical Section



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***COUNTY COMMISSIONERS OF CALVERT COUNTY
CALVERT COUNTY, MARYLAND***

***FINANCIAL TREND DATA
JUNE 30, 2020***

The following schedules contain information to help the reader understand how the government's financial performance and well-being have changed over the last eight years.

The financial trend data schedules are:

- Net position by category
- Changes in net position
- General tax revenue-government activities
- Fund balance of governmental funds

County Commissioners of Calvert County, Maryland
Net Position by Components
Last Ten Fiscal Years
(accrual basis of accounting)
(unaudited, see related notes below)
Schedule 1

	FY2011	FY2012	FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	FY2019	FY2020
Governmental activities										
Net investment in capital assets	\$ 109,943,246	\$ 119,780,770	\$ 123,176,653	\$ 126,029,053	\$ 125,502,206	\$ 137,904,262	\$ 136,372,796	\$ 132,772,750	\$ 140,419,778	\$ 150,528,955
Restricted	17,137,497	18,047,917	15,851,897	17,696,426	16,490,109	15,818,117	16,600,615	15,331,779	16,118,280	14,685,067
Unrestricted	43,142,024	36,289,294	19,741,178	9,297,242	(24,745,446)	(29,839,359)	(22,821,045)	(39,168,344)	(39,659,857)	(14,659,276)
Total governmental activities net position	\$ 170,222,767	\$ 174,117,981	\$ 158,769,728	\$ 153,022,721	\$ 117,246,869	\$ 123,883,020	\$ 130,152,366	\$ 108,936,185	\$ 116,878,201	\$ 150,554,746
Business-type activities										
Net investment in capital assets	\$ 34,549,717	\$ 29,333,105	\$ 28,900,840	\$ 15,498,941	\$ 27,576,501	\$ 26,802,823	\$ 28,076,563	\$ 31,650,038	\$ 33,711,893	\$ 31,821,519
Restricted	2,336,457	2,130,523	2,187,836	1,979,832	2,729,885	2,837,651	3,502,392	3,865,757	416,794	925,594
Unrestricted	897,574	2,321,405	3,785,496	14,349,672	6,324,182	7,377,772	5,795,158	2,744,132	5,867,753	9,561,116
Total business-type activities net position	\$ 37,783,748	\$ 33,785,033	\$ 34,874,172	\$ 31,828,445	\$ 36,630,568	\$ 37,018,246	\$ 37,374,113	\$ 38,259,927	\$ 39,996,440	\$ 42,308,229
Primary government										
Net investment in capital assets	\$ 144,492,963	\$ 149,113,875	\$ 152,077,493	\$ 141,527,994	\$ 153,078,707	\$ 164,707,085	\$ 164,449,359	\$ 164,422,788	\$ 174,131,671	\$ 182,350,474
Restricted	19,473,954	20,178,440	18,039,733	19,676,258	19,219,994	18,655,768	20,103,007	19,197,536	16,535,074	15,610,661
Unrestricted	44,039,598	38,610,699	23,526,674	23,646,914	(18,421,264)	(22,461,587)	(17,025,887)	(36,424,212)	(33,792,104)	(5,098,160)
Total primary government net position	\$ 208,006,515	\$ 207,903,014	\$ 193,643,900	\$ 184,851,166	\$ 153,877,437	\$ 160,901,266	\$ 167,526,479	\$ 147,196,112	\$ 156,874,641	\$ 192,862,975

NOTES:

(1) Accounting standards require the net position be reported in three components in the financial statements: capital assets, net of related debt; restricted; and unrestricted. Net position is considered restricted when (1) an external party, such as the state or federal government, places a restriction on how the resources may be used, or (2) enabling legislation is enacted by the County.

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County Commissioners of Calvert County, Maryland
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)
(unaudited, see related notes below)
Schedule 2

	FY2011	FY2012	FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	FY2019	FY2020
Expenses										
Governmental activities:										
General government										
Public safety	\$ 20,454,675	\$ 20,481,137	\$ 10,872,517	\$ 16,415,357	\$ 14,936,264	\$ 16,449,176	\$ 15,496,721	\$ 30,739,945	\$ 26,873,770	\$ 20,625,444
General services	28,670,766	31,706,576	33,874,212	35,084,015	33,357,949	33,179,360	38,808,220	29,456,415	45,859,477	38,370,721
Public works	15,059,870	17,878,045	14,672,326	15,124,898	24,336,696	21,973,307	21,950,660	27,857,214	22,724,905	25,434,206
Economic development	1,580,260	1,592,887	1,465,743	1,435,645	6,819,703	1,459,120	6,846,474	12,214,001	22,120,242	17,673,738
Community resources	-	-	-	1,440,317	1,476,461	1,358,480	1,415,620	889,360	1,245,629	1,084,871
Education	4,263,196	4,405,156	5,278,673	11,597,350	10,602,140	10,887,011	11,435,787	11,911,327	14,246,482	17,249,387
Social services and health	10,931,198	10,645,671	11,925,326	143,384,137	152,746,925	151,866,641	148,421,928	169,143,977	171,354,587	170,696,241
Board of Education	128,257,599	129,427,039	141,921,641	7,839,422	8,384,212	5,287,965	5,278,202	5,889,072	5,646,029	5,457,348
Health and hospitals	3,407,428	3,408,940	3,670,682	-	-	-	-	-	-	-
Recreation and culture	10,430,206	16,783,198	15,701,100	-	-	-	-	-	-	-
Conservation of natural resources	3,393,562	4,543,744	2,934,998	-	-	-	-	-	-	-
Urban development and housing	2,521,746	2,170,117	2,050,230	-	-	-	-	-	-	-
Interest on long-term debt	-	-	-	4,459,599	4,253,148	3,653,348	4,318,688	4,658,794	5,266,087	5,187,008
Debt service	4,859,414	4,980,102	4,784,558	-	-	-	-	-	-	-
Subtotal governmental activities expenses	233,829,920	248,022,612	249,152,006	251,780,740	256,913,498	246,114,408	253,972,300	292,760,105	315,337,208	301,778,964
Business-type activities:										
Water and sewer	6,595,252	6,707,332	7,101,088	7,512,161	7,540,595	7,839,247	8,685,726	9,077,073	9,025,746	8,925,359
Solid waste	9,877,661	10,717,986	9,285,367	9,272,715	9,919,346	11,034,789	10,867,901	12,111,485	12,650,803	12,006,399
Culture	4,539,550	3,583,944	3,547,014	-	-	-	-	-	-	-
Subtotal business-type activities expenses	21,012,463	21,009,262	19,933,469	16,784,876	17,459,941	18,874,036	19,553,627	21,188,558	21,676,549	20,931,758
Total primary government expenses	\$ 254,842,383	\$ 269,031,874	\$ 269,085,475	\$ 268,565,616	\$ 274,373,439	\$ 264,988,444	\$ 273,525,927	\$ 313,948,663	\$ 337,013,757	\$ 322,710,722
Program Revenues										
Governmental activities:										
General government	\$ 4,985,993	\$ 4,851,711	\$ 4,268,793	\$ 1,276,505	\$ 3,863,865	\$ 3,123,014	\$ 4,024,808	\$ 5,106,922	\$ 2,256,845	\$ 2,697,234
Public safety	7,713,006	7,107,185	8,611,189	6,861,256	7,575,374	7,318,474	8,093,169	7,122,969	8,345,023	10,928,521
General services	(3)	-	-	9,252,611	9,252,611	6,112,661	5,587,328	5,600,119	12,223,667	5,884,860
Public works	1,642,677	2,799,539	1,852,926	984,717	4,736,720	2,259,791	1,363,477	1,558,096	3,438,319	1,749,755
Economic development	698,198	591,273	615,199	508,714	519,213	509,332	503,014	597,766	586,599	674,900
Community resources	(3)	-	-	-	2,911,003	2,615,570	3,115,043	3,541,351	3,559,415	4,176,142
Education	107,940	-	155,680	-	927,936	975,595	967,724	2,137,999	592,025	1,359,891
Health and hospitals	47,213	52,958	288,278	155,481	-	-	-	-	-	-
Social services and health	698,277	1,239,016	1,761,833	1,819,987	-	-	-	-	-	-
Board of Education	965,787	140,203	4,573,994	-	-	-	-	-	-	-
Recreation and culture	3,584,768	4,133,659	5,143,001	4,727,095	-	-	-	-	-	-
Conservation of natural resources	184,610	248,853	368,640	1,623,509	-	-	-	-	-	-
Urban development and housing	1,071,636	1,109,510	1,223,258	1,133,168	-	-	-	-	-	-
Miscellaneous	-	-	-	1,059,594	-	-	-	-	-	-
Capital projects	-	-	-	2,009,948	-	-	-	-	-	-
Interest on long-term debt	(3)	-	-	-	6,300	6,299	6,299	6,291	6,294	4,733
Debt service	636,802	7,441	7,441	6,299	-	-	-	-	-	-
Subtotal governmental activities revenues	22,336,907	22,281,348	28,870,232	22,166,273	29,793,022	22,920,736	23,660,862	25,671,513	31,008,187	27,476,036
Business-type activities:										
Water and sewer	6,051,786	6,132,568	6,777,888	7,569,754	8,055,087	11,981,872	8,306,675	9,103,153	9,744,760	9,822,508
Solid waste	10,235,471	10,100,142	10,666,677	9,486,553	9,343,991	10,162,015	11,472,408	12,623,644	13,081,652	12,981,886
Culture	1,750,751	1,488,473	1,300,918	1,358,582	-	-	-	-	-	-
Subtotal business-type activities revenues	18,038,008	17,721,183	18,745,483	18,414,889	17,399,078	22,143,887	19,779,083	21,726,797	22,826,412	22,804,394
Total primary government revenues	\$ 40,374,915	\$ 40,002,531	\$ 47,615,715	\$ 40,581,162	\$ 47,192,100	\$ 45,064,623	\$ 43,439,945	\$ 47,398,310	\$ 53,834,599	\$ 50,280,430

County Commissioners of Calvert County, Maryland
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)
(unaudited, see related notes below)
Schedule 2

Net (Expense)/Revenue	FY2011	FY2012	FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	FY2019	FY2020
Governmental activities:										
General government	\$ (15,468,682)	\$ (15,629,426)	\$ (6,603,724)	\$ (15,138,852)	\$ (11,072,399)	\$ (13,326,162)	\$ (11,471,913)	\$ (25,633,023)	\$ (24,616,925)	\$ (17,928,210)
Public safety	(20,957,760)	(24,599,391)	(25,263,023)	(28,222,759)	(25,782,575)	(25,860,886)	(30,715,051)	(22,333,446)	(37,514,454)	(27,442,200)
General services	-	-	-	(15,124,898)	(15,084,085)	(15,860,646)	(16,363,332)	(22,257,095)	(10,501,238)	(19,549,346)
Public works	(13,417,193)	(15,078,506)	(12,819,400)	(15,450,928)	(2,082,983)	800,671	(5,482,997)	(10,655,905)	(18,681,923)	(15,923,983)
Economic development	(882,062)	(1,001,614)	(850,544)	(931,603)	(957,248)	(849,148)	(912,606)	(291,594)	(659,030)	(409,971)
Community resources	-	-	-	(11,597,350)	(7,691,137)	(8,271,441)	(8,320,744)	(8,369,976)	(10,687,067)	(13,073,245)
Education	(4,155,256)	(4,405,156)	(5,122,993)	(143,384,137)	(151,818,989)	(150,891,046)	(147,454,204)	(167,005,978)	(170,762,562)	(169,336,350)
Health and hospitals	(10,883,985)	(10,592,713)	(11,637,048)	(7,683,941)	(8,384,212)	(5,287,965)	(5,278,202)	(5,889,072)	(5,646,029)	(5,457,348)
Social services and health	(127,559,322)	(128,188,023)	(140,159,808)	1,819,987	-	-	-	-	-	-
Board of Education	(2,441,641)	(3,268,737)	903,312	-	-	-	-	-	-	-
Recreation and culture	(6,845,438)	(12,649,539)	(10,558,099)	4,727,095	-	-	-	-	-	-
Conservation of natural resources	(3,208,952)	(4,294,891)	(2,566,358)	1,623,509	-	-	-	-	-	-
Urban development and housing	(1,450,110)	(1,060,607)	(826,972)	1,133,168	-	-	-	-	-	-
Miscellaneous	-	-	-	1,059,594	-	-	-	-	-	-
Capital projects	-	-	-	2,009,948	-	-	-	-	-	-
Interest on long-term debt	-	-	-	(4,459,599)	(4,246,848)	(3,647,049)	(4,312,389)	(4,652,503)	(5,259,793)	(5,182,275)
Debt service	(4,222,612)	(4,972,661)	(4,777,117)	6,299	-	-	-	-	-	-
Subtotal governmental activities expenses	(211,493,013)	(225,741,264)	(220,281,774)	(229,614,467)	(227,120,476)	(223,193,672)	(230,311,438)	(267,088,592)	(284,329,021)	(274,302,928)
Business-type activities:										
Water and sewer	(543,466)	(574,764)	(323,200)	57,593	514,492	4,142,625	(379,051)	26,080	719,014	897,149
Solid waste	357,810	(617,844)	1,381,310	213,838	(575,355)	(872,774)	604,507	512,159	430,849	975,487
Culture	(2,788,799)	(2,095,471)	(2,246,096)	1,358,582	-	-	-	-	-	-
Subtotal business-type activities expenses	(2,974,455)	(3,288,079)	(1,187,986)	1,630,013	(60,863)	3,269,851	225,456	538,239	1,149,863	1,872,636
Total primary government expenses	(214,467,468)	(229,029,343)	(221,469,760)	(227,984,454)	(227,181,339)	(219,923,821)	(230,085,982)	(266,550,353)	(283,179,158)	(272,430,292)
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property taxes	\$ 137,559,596	\$ 150,043,755	\$ 150,000,842	\$ 145,034,029	\$ 141,760,716	\$ 141,789,058	\$ 151,766,977	\$ 176,676,295	\$ 188,304,505	\$ 198,842,478
Income taxes	55,475,403	69,711,237	63,576,777	60,726,847	62,141,903	77,059,728	68,984,412	90,308,039	84,822,792	96,512,127
Recordation taxes	5,690,348	5,330,746	5,180,576	6,459,376	6,170,923	7,551,986	9,112,106	8,469,655	9,014,787	8,623,256
Admission and amusement taxes	25,009	25,803	30,938	29,720	14,776	17,456	26,181	24,035	23,566	21,016
Franchise taxes	1,110,311	1,169,776	1,192,010	1,274,815	1,366,119	1,485,691	1,654,348	1,237,894	1,599,918	1,582,188
Other miscellaneous taxes	114,013	113,753	127,458	237,928	687,334	834,149	920,068	899,940	103,419	102,447
Interest and dividends	933,632	442,937	1,132,781	367,372	493,295	374,256	4,136,322	3,294,570	8,422,396	2,342,281
Miscellaneous	(3,103,889)	(2,675,980)	(2,767,232)	(2,492,607)	(65,000)	(51,960)	(19,630)	(31,652)	(20,346)	(46,320)
Subtotal governmental activities revenues	197,804,423	224,162,027	218,474,150	211,637,480	212,570,066	229,060,364	236,580,784	280,878,776	292,271,037	307,979,473
Business-type activities:										
Interest and dividends	-	-	-	-	-	70,984	110,781	315,923	566,304	392,833
Miscellaneous	3,195,039	2,809,731	3,022,097	2,607,719	120,201	51,960	19,630	31,652	20,346	46,320
Subtotal business-type activities revenues	3,195,039	2,809,731	3,022,097	2,607,719	120,201	122,944	130,411	347,575	586,650	439,153
Total primary government revenues	\$ 200,999,462	\$ 226,971,758	\$ 221,496,247	\$ 214,245,199	\$ 212,690,267	\$ 229,183,308	\$ 236,711,195	\$ 281,226,351	\$ 292,857,687	\$ 308,418,626
Change in net position										
Governmental activities	\$ (13,688,590)	\$ (1,579,237)	\$ (1,807,624)	\$ (17,976,987)	\$ (14,550,410)	\$ 5,866,692	\$ 6,269,346	\$ 13,790,184	\$ 7,942,016	\$ 33,676,545
Business-type activities	220,584	(478,348)	1,834,111	4,237,732	59,338	3,392,795	355,867	885,814	1,736,513	2,311,789
Total primary government	\$ (13,468,006)	\$ (2,057,585)	\$ 26,487	\$ (13,739,255)	\$ (14,491,072)	\$ 9,259,487	\$ 6,625,213	\$ 14,675,998	\$ 9,678,529	\$ 35,988,334

NOTES:
(1) Net (expense)/revenue is the difference between the expenses and program revenues of a function or program. It indicates the degree which a function or program is supported with its own fees and program-specific grants versus its reliance upon funding from taxes and greater than program revenues and therefore general revenues. Numbers in parentheses indicate that expenses were needed to finance that function or program. Numbers without parentheses mean that program revenues were more than sufficient to cover expenses.
(2) Government-wide net asset information is reported on the accrual basis of accounting.
(3) Beginning in FY14, the financial statements have been re-classified by category to match the budgetary document.

County Commissioners of Calvert County, Maryland
 General Tax Revenues - Governmental Activities
 Last Ten Fiscal Years
 (accrual basis of accounting)
 (unaudited, see related notes below)
 Schedule 3

	FY2011	FY2012	FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	FY2019	FY2020
Real and personal property taxes	\$ 146,790,799	\$ 146,449,619	\$ 141,281,902	\$ 138,767,620	\$ 138,193,758	\$ 139,219,905	\$ 148,639,839	\$ 174,096,002	\$ 184,860,281	\$ 195,240,717
Income taxes	62,668,488	64,199,044	64,127,088	66,768,748	71,289,228	74,566,392	77,251,931	83,786,433	88,732,813	94,424,100
Admission and amusements	25,803	30,938	29,720	14,776	17,598	17,456	26,181	24,035	23,566	21,016
Recordation	5,330,746	5,180,576	5,909,376	6,170,922	6,308,065	7,551,986	9,112,106	8,469,655	9,014,787	8,623,256
Trailer parks	113,753	127,458	237,928	127,186	142,449	114,682	116,740	127,582	103,419	102,447
Hotel	815,416	753,981	634,973	560,148	718,807	719,467	803,327	772,359	752,428	576,660
Highway user revenue	410,452	281,653	513,103	541,727	570,547	587,376	583,043	887,127	1,215,713	1,184,629
Franchise	1,169,776	1,192,010	1,274,815	1,366,119	1,404,676	1,485,691	1,654,348	1,237,894	1,599,918	1,582,188
Total Taxes	\$ 217,325,233	\$ 218,215,279	\$ 214,008,905	\$ 214,317,246	\$ 218,645,128	\$ 224,262,955	\$ 238,187,515	\$ 269,401,087	\$ 286,302,925	\$ 301,755,013

NOTES:

*Government-wide general tax revenue information is reported on the accrual basis of accounting.

County Commissioners of Calvert County, Maryland
Fund Balance of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(unaudited, see related notes below)
Schedule 4

General Fund	FY2011(2)	FY2012(2)	FY2013(2)	FY2014(2)	FY2015(2)	FY2016(2)	FY2017(2)	FY2018(2)	FY2019(2)	FY2020(2)
Nonspendable	\$ 9,554,965	\$ 9,545,194	\$ 8,098,274	\$ 8,317,376	\$ 7,288,398	\$ 8,181,368	\$ 6,778,094	\$ 9,567,714	\$ 9,587,329	\$ 9,543,627
Restricted	64,861	-	-	-	-	54,030	54,030	-	-	-
Committed	20,913,418	21,430,248	21,983,132	21,943,607	22,100,797	22,838,421	25,047,021	28,647,798	32,922,611	36,627,761
Assigned	9,246,000	8,218,619	9,718,619	9,718,619	6,218,619	6,218,619	5,000,000	5,000,000	5,000,000	5,000,000
Unassigned	26,763,823	27,321,625	27,228,179	20,212,026	16,622,116	14,200,844	24,060,353	18,787,277	22,292,284	32,650,585
Total General Fund	\$ 66,543,067	\$ 66,515,686	\$ 67,028,204	\$ 60,191,628	\$ 52,229,930	\$ 51,493,282	\$ 60,939,498	\$ 62,002,789	\$ 69,802,224	\$ 83,821,973
Nonspendable	\$ 10,354,760	\$ 7,170,057	\$ 9,264,806	\$ 7,192,814	\$ 36,639	\$ 79,653	\$ 67,309	\$ 68,729	\$ 65,335	\$ 58,944
Restricted	3,750	2,114,579	586,267	847,698	11,346,283	11,916,681	11,557,121	10,326,852	9,250,666	4,606,200
Committed	6,768,471	9,605,033	6,199,410	8,838,839	5,114,088	3,864,003	2,988,781	3,211,015	5,029,208	8,264,349
Assigned	44,721,770	34,586,829	30,329,564	27,941,051	17,532,230	6,366,498	23,886,488	19,744,146	51,113,731	33,322,694
Unassigned	-	-	(60,100)	(75,287)	(137,623)	-	(50,389)	-	-	-
Total all other governmental funds	\$ 61,848,751	\$ 53,476,498	\$ 46,319,947	\$ 44,745,115	\$ 33,891,617	\$ 22,226,835	\$ 38,449,310	\$ 33,350,742	\$ 65,458,940	\$ 46,252,187

NOTES:

(1) Fund balance information for governmental funds is reported on the modified accrual basis of accounting.

(2) Calvert County implemented GASB 54 starting with FY2011.

County Commissioners of Calvert County, Maryland
Changes in Fund Balance of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(unaudited, see related notes below)
Schedule 5

	FY2011	FY2012	FY2014	FY2015	FY2016	FY2017	FY2018	FY2019	FY2020
REVENUES									
Taxes	\$ 219,762,773	\$ 220,823,988	\$ 217,073,039	\$ 221,813,316	\$ 226,781,277	\$ 241,314,657	\$ 271,981,379	\$ 288,988,225	\$ 304,771,875
Licenses and permits	292,301	304,571	336,520	288,914	325,668	340,437	286,463	335,646	193,387
Intergovernmental	10,939,016	10,137,812	15,528,056	11,700,996	11,644,413	10,815,397	13,133,597	13,285,218	14,484,790
Charges for services	3,337,111	3,303,365	5,474,201	5,886,992	5,879,714	5,853,515	6,306,291	7,076,243	6,791,665
Fines and forfeitures	598,175	477,806	654,560	657,909	536,954	826,327	604,463	465,698	509,023
Miscellaneous	7,147,229	15,496,237	5,095,650	4,283,005	5,096,726	5,782,512	5,399,617	10,312,836	5,708,833
Total revenues	242,076,605	250,543,779	244,162,026	244,631,132	250,264,752	264,933,085	297,711,810	320,463,866	332,459,573
EXPENDITURES									
General government	15,511,172	16,164,778	12,050,068	13,664,930	18,293,486	17,585,335	21,208,516	19,845,475	20,848,459
Public safety	26,616,262	27,372,685	27,740,436	28,642,775	28,865,454	31,568,314	33,086,614	36,727,583	37,140,123
General services	-	-	16,357,060 ⁽⁴⁾	16,101,033	16,099,868	16,555,689	17,722,303	18,972,063	19,159,783
Public works	9,103,252	9,758,758	9,510,233	8,163,402	6,073,958	6,510,467	11,305,572	11,800,446	12,689,697
Economic development	1,234,891	1,273,769	1,130,190	1,167,949	1,066,088	1,113,222	689,604	771,596	759,888
Community resources	-	-	8,952,113 ⁽⁴⁾	8,254,333	8,494,081	9,012,567	8,512,915	9,089,106	12,565,131
Education	3,268,987	3,490,522	7,929,833	8,071,526	8,547,060	8,668,124	8,837,345	9,679,598	9,856,595
Social services and health	8,314,076	8,351,728	6,468,234	6,589,566	4,162,989	4,121,080	4,184,306	4,124,716	4,217,601
Health and hospitals	2,627,530	2,767,520	-	-	-	-	-	-	-
Pension and insurance	-	-	19,231,184 ⁽⁴⁾	23,367,037	22,072,681	21,981,083	40,154,447	35,267,192	36,400,302
Board of Education	105,010,110	109,059,947	113,844,157	116,258,108	115,334,741	115,218,291	121,654,541	126,367,666	130,589,034
Capital projects	16,350,785	21,690,541	19,443,595	15,816,466	16,524,137	21,812,065	40,723,017	36,353,413	34,423,616
Recreation and culture	10,987,198	11,202,674	-	-	-	-	-	-	-
Conservation of natural resources	2,610,094	3,597,704	-	-	-	-	-	-	-
Urban development and housing	1,914,857	2,003,182	-	-	-	-	-	-	-
Miscellaneous	23,205,341	29,522,254	-	-	-	-	-	-	-
<u>Debt service</u>									
Principal retirement	11,233,501	10,971,736	12,113,675	12,910,722	13,127,382	13,561,110	13,282,117	15,533,117	13,690,969
Interest	4,631,143	5,108,954	4,530,901	4,384,851	3,952,297	3,548,591	4,459,843	4,752,870	5,259,059
Refunding expense	-	-	9,367	-	-	-	-	-	-
Total expenditures	242,619,199	262,336,752	259,311,046	263,392,698	262,614,222	271,255,938	325,821,140	329,284,841	337,600,257
Excess (deficiency) of revenues over expenditures	(542,594)	(11,792,973)	(15,149,020)	(18,761,566)	(12,349,470)	(6,322,853)	(28,109,330)	(8,820,975)	(5,140,684)
OTHER FINANCING SOURCES (USES)									
Proceeds from bond issuance	19,256,000	5,773,720	5,760,000	-	-	28,030,000	21,770,000	42,900,000	-
Amount deposited in refunding escrow	-	-	-	-	-	-	-	-	-
Premium of issuance of debt	1,326,199	568,872	281,302	-	-	3,980,709	2,335,706	5,848,954	-
Refunding bonds issued	-	21,785,000	-	-	-	-	-	-	-
Premium on refunding bonds issued	-	2,422,139	-	-	-	-	-	-	-
Amount deposited in refunding escrow	-	(24,207,139)	-	-	-	-	-	-	-
Transfers in - other	11,355,542	11,966,387	12,975,736	14,872,453	13,017,754	12,695,788	22,402,181	22,118,351	27,005,819
Transfers out - other	(14,031,522)	(14,915,640)	(13,040,736)	(14,926,083)	(13,069,714)	(12,715,418)	(22,433,833)	(22,138,697)	(27,052,139)
Total other financing sources (uses)	17,906,219	3,393,339	5,976,302	(53,630)	(51,960)	31,991,079	24,074,054	48,728,608	(46,320)
Net change in fund balances	\$ 17,363,625	\$ (8,399,634)	\$ (9,172,718)	\$ (18,815,196)	\$ (12,401,430)	\$ 25,668,226	\$ (4,035,276)	\$ 39,907,633	\$ (5,187,004)
Debt service as a percentage of noncapital expenditures	(3)	7.50%	(3)	7.50%	(3)	6.76%	(3)	6.70%	6.09%

NOTES:
(1) Governmental fund information is reported on the modified accrual basis of accounting.
(2) Debt service represents debt service principal, interest and any proceeds of bond issuance.
(3) Noncapital expenditures comes from the reconciliation of the statement of revenues, expenditures and changes in fund balance of the governmental funds to the statement of activities.
(4) Calculation based on Debt Service divided by Expenditures minus Capital Outlays (pg. 21).
(5) Beginning in FY14, expenditures were re classed in the financial statements to match the budgetary document.



***COUNTY COMMISSIONERS OF CALVERT COUNTY
CALVERT COUNTY, MARYLAND***

***REVENUE CAPACITY
JUNE 30, 2020***

The following schedules contain information to help the reader access the government's most significant local revenue source, property taxes.

The revenue capacity schedules are:

- Assessed and estimated actual value of taxable property
- Direct and overlapping real property tax rates
- Principal property taxpayers
- Summary of property tax levies and collections

County Commissioners of Calvert County, Maryland
 Assessed and Estimated Actual Value of Taxable Property
 Last Ten Fiscal Years
 (unaudited, see related notes below)
 Schedule 6

Fiscal Year	Real Property				Personal Property			Total		% Taxable Assessed to total	
	Assessed Value	Exempt Property	Taxable Assessed Value	Direct Rate	Assessed Value	Direct Rate	Assessed Value	Taxable Assessed Value	Estimated Actual Value	Estimated Actual Value	
2011	14,334,949,486	1,022,420,831	13,312,528,655	0.892	874,351,230	2.23	15,209,300,716	14,186,879,885	93.28%	15,209,300,716	
2012	13,473,142,494	1,030,936,269	12,442,206,225	0.892	921,126,040	2.23	14,394,268,534	13,363,332,265	92.84%	14,394,268,534	
2013	12,717,190,774	992,111,598	11,725,079,176	0.892	950,398,120	2.23	13,667,588,894	12,675,477,296	92.74%	13,667,588,894	
2014	12,353,843,462	993,239,398	11,360,604,064	0.892	956,990,624	2.23	13,310,834,086	12,317,594,688	92.54%	13,310,834,086	
2015	12,379,649,469	984,185,935	11,395,463,534	0.892	994,496,590	2.23	13,374,146,059	12,389,960,124	92.64%	13,374,146,059	
2016	12,430,209,777	1,025,082,884	11,405,126,893	0.892	1,006,057,047	2.23	13,436,266,824	12,411,183,940	92.37%	13,436,266,824	
2017	12,692,489,553	1,066,023,322	11,626,466,231	0.952	1,054,509,666	2.23	13,746,999,219	12,680,975,897	92.25%	13,746,999,219	
2018	13,177,150,888	1,075,807,026	12,101,343,862	0.937	321,317,861	2.23	13,498,468,749	12,422,661,723	92.03%	13,498,468,749	
2019	12,932,166,837	1,089,171,106	11,842,995,731	0.937	329,743,350	2.23	13,261,910,187	12,172,739,081	91.79%	13,261,910,187	
2020	12,982,776,647	1,131,424,226	11,851,352,421	0.937	308,050,540	2.23	13,290,827,187	12,159,402,961	91.49%	13,290,827,187	

County Commissioners of Calvert County, Maryland
Direct and Overlapping Property Tax Rates (Per \$100 of Assessed Value)
Last Ten Fiscal Years
(unaudited, see related notes below)
Schedule 7

Fiscal Year	Direct Calvert County	Overlapping Rates	
		County Rate	Town Rate ⁽¹⁾
		Town of North Beach	Town of North Beach
2011	0.892	0.556	0.63
2012	0.892	0.556	0.63
2013	0.892	0.556	0.63
2014	0.892	0.556	0.63
2015	0.892	0.556	0.63
2016	0.892	0.556	0.63
2017	0.952	0.616	0.63
2018	0.952	0.616	0.63
2019	0.937	0.601	0.6329
2020	0.937	0.601	0.6329

Fiscal Year	Direct Calvert County	Overlapping Rates	
		County Rate	Town Rate ⁽¹⁾
		Town of Chesapeake Beach	Town of Chesapeake Beach
2011	0.892	0.556	0.37
2012	0.892	0.556	0.36
2013	0.892	0.556	0.36
2014	0.892	0.556	0.36
2015	0.892	0.556	0.36
2016	0.892	0.556	0.36
2017	0.952	0.616	0.35
2018	0.952	0.616	0.35
2019	0.937	0.601	0.3442
2020	0.937	0.601	0.3393

NOTES:

(1) Towns of North Beach and Chesapeake Beach pay only the overlapping rates for County and Town respectively.

County Commissioners of Calvert County, Maryland
Principal Property Taxpayers
Current Year and Nine Years Ago
(unaudited, see related notes below)
Schedule 8

Name of Taxpayer	Fiscal Year 2020			Fiscal Year 2011		
	Taxable Assesed Value (1)	Rank	Percentage of Total Taxable Assesed Value	Taxable Assesed Value (1)	Rank	Percentage of Total Taxable Assesed Value
Dominion (1)	\$ 4,000,000,000	1	23.04%	\$ 670,823,600	1	4.73%
Exelon (2)	1,200,000,000	2	6.91%	406,992,390	2	2.87%
Southern Maryland Electric Co.	84,545,260	3	0.49%	36,434,600	3	0.26%
Beechtree Apartments LLC	62,405,686	4	0.36%			
Baltimore Gas and Electric	54,376,260	5	0.31%			
Asbury-Solomons	39,281,031	6	0.23%	29,864,851	5	0.21%
Fox Run Ltd. Partnership	29,549,447	7	0.17%	32,376,833	4	0.23%
Dunkirk Gateway	27,877,577	8	0.16%	26,468,300	7	0.19%
Market Square Shopping Center	24,479,819	9	0.14%	15,625,266	9	0.11%
Holiday Inn Solomons	18,256,101	10	0.11%	25,875,232	8	0.18%
Verizon				27,432,170	6	0.19%
Dunkirk Marketplace				11,342,900	10	0.08%
	<u>\$ 5,540,771,181</u>		<u>31.92%</u>	<u>\$ 1,283,236,142</u>		<u>9.05%</u>

NOTES:

Source: Maryland State Department of Assessments and Taxation.

(1) Dominion is currently under a payment in lieu of tax (pilot) agreement and this is an estimate.

(2) Due to the change in Maryland property tax law in FY08 a PILOT (payment in lieu of taxes) agreement was entered into with Constellation which changed the taxable assessment. Amount reported here is estimated.

County Commissioners of Calvert County, Maryland
Summary of Property Tax Levies and Collections
Last Ten Fiscal Years
(unaudited)
Schedule 9

Fiscal Year	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percent of levy		Amount	Percent of Levy
2011	134,047,010	130,037,865	97.01%	2,578,268	132,616,133	98.93%
2012	128,140,153	125,344,923	97.82%	2,795,230	128,140,153	100.00%
2013	122,271,620	118,376,406	96.81%	2,563,774	120,940,180	98.91%
2014	119,166,157	116,735,560	97.96%	2,430,597	119,166,157	100.00%
2015	120,279,310	117,943,835	98.06%	2,335,475	120,279,310	100.00%
2016	120,625,659	118,229,042	98.01%	2,396,617	120,625,659	100.00%
2017	130,552,865	128,249,125	98.24%	2,303,740	130,552,865	100.00%
2018	118,613,338	116,144,154	97.92%	2,469,184	118,613,338	100.00%
2019	114,628,330	111,425,821	97.21%	3,202,509	114,628,330	100.00%
2020	114,119,168	111,170,254	97.42%	2,948,914	114,119,168	100.00%

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**COUNTY COMMISSIONERS OF CALVERT COUNTY
CALVERT COUNTY, MARYLAND**

**DEBT CAPACITY
JUNE 30, 2020**

The following schedules present information to help the reader assess the affordability of government's current levels of outstanding debt and government's ability to issue additional debt in the future.

The debt capacity schedules are:

- Ratios of outstanding debt by type
- Ratios of net general bonded debt per capita
- Pledged-revenue coverage

County Commissioners of Calvert County, Maryland
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
(in thousands of dollars, except per capita)
(unaudited, see related notes below)
Schedule 10

Fiscal Year	Governmental Activity			Business Type Activity		Total Outstanding Debt	Debt Per Capita
	General Obligation Bonds	Leveraging	Notes Payable	General Obligation Bonds	Notes Payable		
2011	134,451	10,612	198	7,335	6,934	159,530	1,792
2012	129,402	7,933	159	10,823	6,413	154,730	1,694
2013	130,246	7,933	141	10,800	5,699	154,819	1,602
2014	123,661	7,820	123	13,604	11,937	157,145	1,559
2015	110,804	7,820	106	13,012	11,690	143,432	1,413
2016	97,094	5,619	88	12,379	13,451	128,631	1,789
2017	113,256	5,471	70	14,662	13,256	146,715	1,851
2018	123,086	4,450	52	16,316	12,732	156,636	2,155
2019	155,103	4,223	48	16,481	11,831	187,686	2,027
2020	140,015	4,223	43	15,518	11,075	170,874	1,843

County Commissioners of Calvert County, Maryland
Ratio of Net General Bonded Debt to Assessed Value and
Net Bonded Debt Per Capita
Last Ten Fiscal Years
(unaudited)
Schedule 11

Fiscal Year	Population	Taxable Assessed Value		Gross Bonded Debt	Self Supporting Debt (1)	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value		Taxable Assessed Value	
		Real Property	Real & Personal Property				Bonded Debt Value	Net Bonded Debt Per Capita	Real & Personal Property	Per Capita
2011	89,327	13,312,528,655	141,785,916	141,601,591	184,325	141,601,591	1.06%	1,585	149,031	
2012	89,720	12,442,206,225	140,384,495	140,225,701	158,794	140,225,701	1.13%	1,563	138,678	
2013	90,444	11,725,079,176	141,187,239	141,046,183	141,056	141,046,183	1.20%	1,559	129,639	
2014	90,540	11,360,604,064	140,384,495	140,225,701	158,794	140,225,701	1.23%	1,549	125,476	
2015	90,477	11,395,463,534	123,815,646	123,710,065	105,581	123,710,065	1.09%	1,367	125,949	
2016	91,052	11,405,126,893	109,472,581	109,384,738	87,843	109,384,738	0.96%	1,201	125,259	
2017	91,435	11,626,466,231	127,918,824	127,848,719	70,105	127,848,719	1.10%	1,398	127,156	
2018	92,065	12,101,343,862	139,402,616	139,350,248	52,368	139,350,248	1.15%	1,514	131,443	
2019	92,525	11,842,995,731	155,552,966	155,505,282	47,684	155,505,282	1.31%	1,681	127,998	
2020	92,720	11,851,352,421	155,533,187	155,490,188	42,999	155,490,188	1.31%	1,677	127,819	

NOTES:

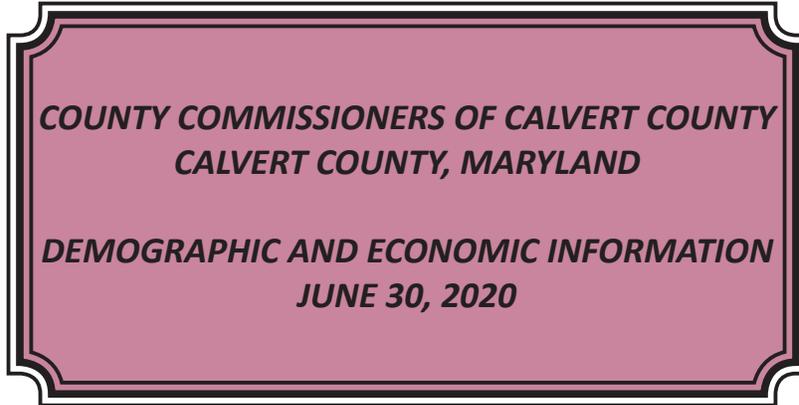
(1) - Includes Waterway Improvement, and Shore Erosion.

(2) - Bonds have been adjusted for unamortized premium and net position restricted cash.

County Commissioners of Calvert County, Maryland
Pledged-Revenue Coverage
Last Ten Fiscal Years
(unaudited)
Schedule 12

Shore Erosion Bonds

Fiscal Year	Shore Erosion Billed	Debt Service		Coverage
		Principal	Interest	
2011	26,258	23,322	-	1.13
2012	26,258	23,322	-	1.13
2013	20,395	17,738	-	1.15
2014	20,395	17,738	-	1.15
2015	20,395	17,738	-	1.15
2016	20,395	17,738	-	1.15
2017	20,395	17,738	-	1.15
2018	17,542	17,738	-	0.99
2019	4,732	4,685	-	1.01
2020	4,732	4,685	-	1.01



***COUNTY COMMISSIONERS OF CALVERT COUNTY
CALVERT COUNTY, MARYLAND***

***DEMOGRAPHIC AND ECONOMIC INFORMATION
JUNE 30, 2020***

The following schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place, and to understand economic trends.

The demographic and economic schedules are:

- Demographic and economic statistics
- Principal employers

County Commissioners of Calvert County, Maryland
Demographic and Economic Statistics
Last Ten Fiscal Years
(unaudited, see related notes below)
Schedule 13

<u>Fiscal Year</u>	<u>Population (1)</u>	<u>Civilian Labor Force (2)</u>	<u>Unemployment Rate Percent (2)</u>	<u>Public School Enrollment (3)</u>
2011	89,327	48,070	6.40%	16,373
2012	89,720	47,997	6.30%	16,136
2013	90,444	48,163	6.00%	15,886
2014	90,540	47,889	5.30%	15,823
2015	90,477	48,509	4.60%	15,594
2016	91,052	48,171	3.80%	15,568
2017	91,435	49,327	3.90%	15,512
2018	92,065	50,034	4.30%	15,433
2019	95,525	49,892	3.70%	15,475
2020	92,720	49,637	6.40%	15,577

NOTES:

(1) Source: Calvert County Department of Planning & Zoning

(2) Source: Calvert County Department of Economic Development

(3) Source: Calvert County Public Schools Budget Book

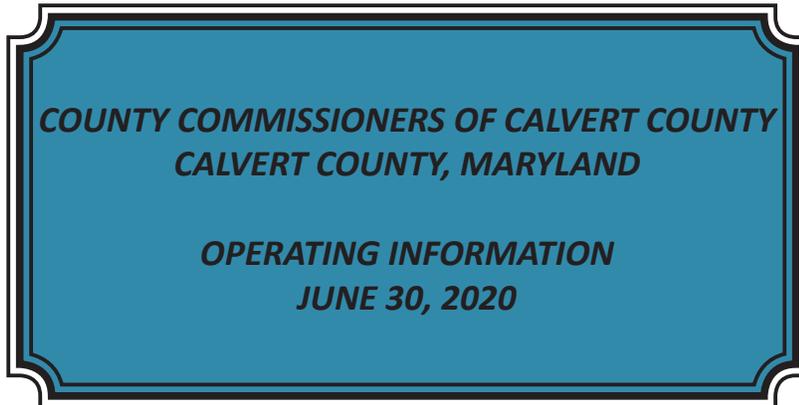
County Commissioners of Calvert County, Maryland
Principal Employers
Current Year and Nine Years ago
(unaudited, see related notes below)
Schedule 14

Employer	Fiscal Year 2020			Fiscal Year 2011		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Calvert County Public Schools	2,124	1	4.28%	2,246	1	4.73%
Calvert County Government	1,343	2	2.71%	1,189	2	2.51%
CalvertHealth Medical Center	1,148	3	2.31%	1,146	3	2.41%
Exelon	690	4	1.39%	892	4	1.88%
Giant Food	385	5	0.78%	385	7	0.81%
Wal-Mart	370	6	0.75%	460	5	0.97%
ARC of Southern Maryland	337	7	0.68%	425	6	0.90%
Safeway	247	8	0.50%	290	8	0.61%
Calvert County Health Department	246	9	0.50%			
Asbury-Solomons Inc.	229	10	0.46%	229	10	0.48%
Navy Recreation Center				292	9	0.62%

NOTES:

Source: Calvert County Department of Economic Development, December 2020.

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**COUNTY COMMISSIONERS OF CALVERT COUNTY
CALVERT COUNTY, MARYLAND**

**OPERATING INFORMATION
JUNE 30, 2020**

The following schedules contain service and infrastructure data that demonstrates how the information in the government's financial report relates to the services the government provides and the activities it performs.

The operating information schedules are:

- Full-time Calvert County employees by function
- Operating indicators by function
- Capital asset statistics by function

County Commissioners of Calvert County, Maryland
Full-time Calvert County Employees by Function
Last Ten Fiscal Years
(see related notes below)
Schedule 15

Function:	FY2011	FY2012	FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	FY2019	FY2020
General Government										
Commissioners	6	6	6	6	6	6	6	6	6	6
Clerk of the commissioners	1	1	1	1	1	1	1	1	1	1
County administration	3	2	2	2	2	2	3	3	3	3
Technology services	21.8	22.8	22.8	23	23.6	23	25	26.3	27.3	29.3
Circuit court	10.9	10.9	10.9	13.9	13.9	13.9	13.9	14.6	14.6	15.3
Orphans court	3	3	3	3	3	3	3	3	3	3
States attorney	22.1	22.1	22.1	26	26	27	27	28	28.6	31.6
Human resources	8.6	8.6	8.6	8.6	8.6	8.6	12	16.3	17.3	17.3
Finance and budget	23.6	25.6	25.6	25.5	25.5	26.5	25.5	22.8	22.8	21.8
County treasurer	7.6	7.6	7.6	7.4	7.4	7.4	7.4	7.5	7.5	7.5
County attorney	4	4	4	4	4	4	5	5	6	6
Planning and zoning	26.1	26.1	29.4	29.4	28.9	29.4	29.5	32.8	32.3	33.3
Inspections and permits	14.2	14.2	14.2	13.2	14.2	14.2	14.2	16.2	16.7	16.7
Public Safety										
Public safety	2	2	2	2	2	2	2	3	3	4
Sheriffs office	142.2	146.2	146.4	151.4	154.6	150.9	162.4	168.9	173	179.7
Emergency communications	30	34	34	34	34	34	34	37	37.5	41.5
Detention center	85.6	88.6	88.6	87.6	87.6	87.5	87.5	90.5	90.5	92.5
Emergency management	3	3	3	3	3	3	3	3	3	3
Fire-rescue-EMS	5.5	5.5	5.5	5.5	5.5	6.5	6.5	6.5	7.5	6.5
Career EMS	0	0	0	0	0	0	0	0	0	25
Animal shelter	0	0	0	0	0	0	0	15	15	15
Animal control	7	7	7	7	7	7	7	7	7	7
General Services										
Director of General services	5	5	5	5	5	5	5	5	5	6
Buildings and grounds	32.7	31.7	31.7	29.7	30	30	30	31	31	31
Mosquito control	4.1	4.1	4.1	4.1	4.1	4.1	4.1	5.5	5.5	5.2
Parks and recreation	68.6	69.2	69.2	69.2	69.2	69.2	73	75	75.5	75.7
Railway museum	2	2	2	2	2	2	2	1.8	2.1	2.1
Marine museum	40.2	40.2	40.2	40.2	42.5	42.3	40.4	42.6	42.6	42.6
Natural resources	13.2	13.7	13.7	13.7	14.7	13.9	14.7	14.9	14.9	14.9
Public Works										
Public works/engineering	15.2	15.2	15.2	14.6	14.6	14.6	14.6	17.9	18.3	17.1
Project management	7	7	7	7	7	7	7	7	7	8
Highway maintenance	36	36	36	36	35	35	35	35	35	35
Fleet maintenance	10	10	10	10	9	9	9	9	9	9
Economic Development										
	12.5	12.5	12.5	12.4	12.4	12.4	13.8	9.3	9.3	10.3
Community and Media Relations										
	0	0	0	0	0	0	0	8.5	11.8	12.3
Community Resources										
Director of Community resources	4.5	5	5	5	5	4.5	4.5	4.5	4.5	4.5
Office on aging	24.6	24.6	24.6	23.6	23.3	23.3	24.3	24.8	24.8	25.8
Transportation	2.8	2.8	2.8	2.8	3.8	4	4	4	4	4
State Agencies and Independent Boards										
Election	9	9	9	9	9	9	9	9	9	12
Liquor board	3.2	3.2	3.2	3.2	3.2	3.2	3.2	3.2	3.2	3.2
Soil Conservation	5	5	5	5	5	5	5	5	5	5
Environmental commission				0.1	0.1	0.1	0.1	0.1	0.1	0.1
Water and Sewer										
	33	32	32	30.7	32.7	33.7	36.2	36.2	36.4	39.3
Solid Waste										
	38.8	41.3	41.3	42.6	42.6	44.6	45.5	46.5	48.8	50.3
Chesapeake Hills Golf Course										
	10.9	10.9	11	11	13.2	13.3	13.3	13.3	14.3	14.1
Total	805.5	820.6	824.2	830.4	841.2	842.1	868.6	922.5	939.7	993.5

NOTES:

(1) Source: Calvert County's Adopted Operating and Capital Budgets FY2011-FY2020

County Commissioners of Calvert County, Maryland
Operating Indicators by Function
Last Ten Fiscal Years
(unaudited, see related notes)
Schedule 16

Function:	FY2011	FY2012	FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	FY2019	FY2020
	Actual									
General Government										
<i>Technology services:</i>										
Work orders completed	4,209	4,413	4,799	4,732	5,230	5,250	4,216	4,517	4,216	5,180
Support to desktop/laptop computers	875	726	853	899	938	988	975	1,148	975	1,073
<i>Finance and budget:</i>										
Purchase orders processed	6,759	5,953	5,964	5,632	5,470	5,449	5,705	5,710	6,162	6,020
Accounts payable checks	15,334	15,834	15,100	15,600	15,600	15,555	15,533	14,320	17,070	16,200
Average number of employees per pay	1,112	1,117	1,091	1,085	1,094	1,100	1,105	1,110	1,154	1,104
Fixed assets maintained	13,352	13,687	14,037	14,387	14,421	14,853	14,565	15,630	15,965	16,000
Real estate tax bills	42,297	42,349	42,419	42,469	42,650	42,650	42,860	43,862	42,435	43,236
<i>Treasury:</i>										
Tax credits issued	1,822	1,625	1,664	1,648	1,652	1,652	1,711	1,785	1,802	1,461
<i>Planning and zoning:</i>										
Major and minor subdivisions (new applications)	21	61	30	65	65	10	30	30	27	83
<i>Inspections and permits:</i>										
Building/Home/Signs/demo permits issued	1,492	1,613	1,421	1,455	1,570	1,650	2,100	1,500	1,800	1,548
Grading permits issued	783	734	678	687	675	640	900	600	623	720
Electrical permits issued	1,437	1,735	1,580	1,489	1,605	1,685	2,000	1,500	1,612	1,824
Plumbing permits issued	873	897	877	834	1,015	1,120	1,200	750	618	864
Public Safety										
<i>Control center:</i>										
Number of incidents handled	138,437	145,358	152,626	89,492	73,018	90,436	104,758	208,834	208,834	101,560
<i>Detention center:</i>										
Average daily population	233	212	241	249	266	240	250	250	252	124
Work release - average daily population	32	28	25	84	90	94	91	88	91	24
<i>Sheriff's office:</i>										
Calls for service	87,045	89,659	89,659	108,220	108,220	71,421	95,623	71,321	73,900	66,578
Murder cases	-	-	3	2	2	2	2	1	2	-
Rape cases	10	10	14	11	11	11	15	12	11	14
Robbery cases	27	29	26	24	24	27	30	16	13	13
Aggravated assault cases	56	56	56	79	79	81	85	65	60	67
Theft cases	1,100	1,100	1,392	1,436	1,436	794	807	651	661	525
Auto theft cases	55	55	60	48	48	40	46	43	31	41
Domestic violence incidents responded to	1,325	1,364	1,364	1,213	1,213	1,144	1,169	1,170	1,215	1,071
Business & community patrol checks	29,724	30,615	30,615	47,965	47,965	14,224	44,658	45,248	11,214	12,772
Sex offenders registered in Calvert County	109	112	112	114	114	91	102	105	113	116
School related incidents/investigations	1,621	1,669	1,900	1,000	1,900	1,979	1,864	1,868	1,852	1,739
<i>Fire and rescue:</i>										
Total calls responded	21,240	21,000	20,306	20,000	20,000	22,000	21,000	21,500	22,000	25,381
<i>Career EMS:</i>										
Total calls responded/dispatched	N/A	15,500								
<i>Animal shelter:</i>										
Number of animals entered	N/A	1,700								
Number of animals adopted	N/A	850								
<i>Animal control:</i>										
Calls for service	6,129	5,000	4,900	5,400	5,200	4,365	4,800	4,450	5,050	5,797
Parks & Recreation										
<i>Railway museum:</i>										
Visitors	4,200	4,200	4,200	5,204	5,204	5,204	5,000	13,766	12,777	10,000
Participants in programs	6,197	8,298	7,521	6,822	5,000	5,000	5,000	9,530	8,970	8,000
Public Works										
Major and minor subdivisions	54	51	36	25	26	26	22	25	26	16
Road plans	9	13	18	2	5	8	6	10	7	4
<i>Project management:</i>										
Miles of roadway resurfaced	8	8	13	8	8	8	1	13	17	17
<i>Fleet maintenance:</i>										
Work orders	2,361	2,283	2,082	2,042	2,150	2,200	2,400	2,600	2,650	2,053
Community Resources										
<i>Transportation:</i>										
Yearly ridership	108,875	109,658	112,874	112,900	113,000	113,300	117,000	130,000	119,664	120,000
Education										
<i>Public library:</i>										
Circulation of materials	1,153,773	1,142,301	1,121,505	1,122,168	1,122,168	1,122,500	1,123,400	1,159,131	1,095,094	885,026
Reference questions	121,536	137,519	145,954	154,014	154,014	155,224	162,456	186,108	214,045	229,136
Program attendance	51,196	53,907	57,109	60,224	60,224	60,351	61,487	56,349	54,837	44,490
In-person visits	600,371	609,958	586,710	548,444	548,444	548,621	549,368	432,927	445,380	354,600
Digital Visits	N/A	N/A	N/A	N/A	N/A	N/A	430,734	262,073	346,000	1,328,071
Computer uses	152,831	151,002	141,507	140,275	140,275	141,200	143,850	134,942	137,527	105,035
Registered borrowers	60,574	61,895	65,631	63,861	63,861	63,958	64,215	70,227	58,366	56,870
Water and Sewer										
Number of customers	5,104	5,153	5,190	5,267	5,267	5,389	5,400	5,519	5,658	5,610
Solid Waste										
Total tons collected and transferred	N/A	N/A	N/A	N/A	N/A	N/A	114,926	126,570	125,899	147,450

NOTES:
(1) Source: Calvert County's Adopted Operating and Capital Budget FY2011-2020
(2) Source: Calvert County Sheriff's Office
*projected

County Commissioners of Calvert County, Maryland
Capital Asset Statistics by Function
Last Ten Fiscal Years
(unaudited, see related notes below)
Schedule 17

Function:	FY2011	FY2012	FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	FY2019	FY2020
Public Safety										
<i>Police:</i>										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	141	141	125	141	127	127	127	130	133	133
Special purpose units	6	6	6	6	7	7	9	9	9	12
<i>Fire protection:</i>										
Fire stations	6	6	6	6	6	6	6	6	6	6
Pumpers	12	12	12	12	12	12	12	12	12	12
Ambulances	14	14	14	14	14	14	15	15	15	15
Rescue trucks	7	6	6	7	6	6	6	6	6	6
Aerial trucks/towers	3	3	3	3	3	3	3	4	4	4
Brush units	13	13	13	13	13	13	14	14	14	14
Tankers	5	5	5	5	5	5	5	5	5	5
Jet skis	2	2	2	2	2	2	2	2	2	2
Dive rescue van	1	1	1	1	1	1	1	1	1	1
Fire-rescue boats	3	3	3	3	3	3	2	2	4	4
Mass casualty/Rehabilitation unit	1	1	1	1	1	1	1	1	1	1
Rigid Hull Inflatable boats	6	6	6	6	6	6	6	6	6	6
Paramedic units	5	5	5	5	5	5	6	6	6	8
Portable Air cascade units	2	2	2	2	2	2	1	0	0	0
Other utility types	25	25	25	25	25	25	31	31	31	32
Community Resources										
<i>Transportation:</i>										
Passenger buses	17	17	19	17	19	19	16	19	20	20
Public Works										
County owned streets in miles	452	452	462	452	462	462	464	466	470	470
Recreation										
Multi-use fields with baseball/softball	n/a	19	19	19						
Multi-use fields without baseball/softball	n/a	29	29	29						
Baseball fields	20	20	20	20	20	20	20	20	20	20
Football fields	7	7	7	7	7	7	7	7	7	7
Basketball courts	6	6	6	6	8	8	8	9	9	9
Tennis courts	10	12	12	12	14	14	14	12	12	12
Picnic area/pavilions	n/a	12	12	12						
Bathrooms	n/a	12	12	12						
Playgrounds	n/a	12	12	12						
Skate park	n/a	1	1	1						
Dog park	n/a	2	3	3						
Pickleball court	n/a	10	12	12						
Public beach	n/a	1	1	2						
Porta-johns parks	n/a	17	17	19						
Porta-johns school fields	n/a	24	24	24						
Pools	3	3	3	3	3	3	3	3	3	3
Golf course	1	1	1	1	1	1	1	1	1	1
Playgrounds and parks in acres	375	375	580	360	580	580	580	676	676	676
Highly maintained turf acres	n/a	56	56	56						
General turf covered open space acres	n/a	135	135	135						
Water and Sewer										
Water mains in miles	77	77	79	77	85	85	85	85	85	86
Water systems	21	20	21	20	19	19	19	19	19	19
Storage tanks	14	14	14	14	13	13	14	14	14	14
Sewer mains in miles	66	66	68	66	77	77	77	77	77	77
Sewer treatment plants	9	8	8	8	6	6	5	5	5	5
Sewer pumping stations	39	39	39	39	43	43	45	45	45	47

NOTES:
(1) Source: Various county departments



S B & COMPANY, LLC
KNOWLEDGE • QUALITY • CLIENT SERVICE

**REPORT OF INDEPENDENT PUBLIC ACCOUNTANTS ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

To the County Commissioners of Calvert County, Maryland
Prince Frederick, Maryland

We have audited, 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, 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 the County Commissioners of Calvert County, Maryland (the County) as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated January 14, 2021.

Internal Control over Financial Reporting

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

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



SB & COMPANY, LLC
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Compliance and Other Matters

As part of obtaining reasonable assurance about whether the 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 controls and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal controls 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 controls and compliance. Accordingly, this communication is not suitable for any other purpose.

Owings Mills, Maryland
January 14, 2021

SB & Company, LLC

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

COMBINING SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
 WATER AND SEWER FUND
 YEAR ENDED JUNE 30, 2020

	Water Systems	Sewer Systems	Contracted Systems	Administrative and Shared Costs	Total
<u>Operating revenues</u>					
Charges for services	\$ 2,834,040	\$ 5,152,155	\$ 115,390	\$ -	\$ 8,101,585
<u>Operating expenses</u>					
Salaries & benefits	602,383	875,764	96,990	1,613,425	3,188,562
Contracted services	123,067	694,079	1,978	87,728	906,852
Supplies	86,026	151,967	3,212	30,869	272,074
Heat, light and power	205,964	420,139	-	227	626,330
Depreciation	904,232	1,289,829	-	338,925	2,532,986
Miscellaneous	-	32	-	95,436	95,468
Telephone	-	4,040	362	21,049	25,451
Compensated absences	(9,493)	(15,824)	2,070	66,888	43,641
Maintenance and repairs	316,141	230,295	2,490	19,276	568,202
Capital outlay	-	3,557	-	40,629	44,186
Total operating expenses	<u>2,228,320</u>	<u>3,653,878</u>	<u>107,102</u>	<u>2,314,452</u>	<u>8,303,752</u>
Operating income (loss)	<u>605,720</u>	<u>1,498,277</u>	<u>8,288</u>	<u>(2,314,452)</u>	<u>(202,167)</u>
<u>Non-operating revenues (expenses)</u>					
Grants	-	-	-	-	-
Deferred amount on refunding	-	-	-	-	-
Miscellaneous income	62,674	70,187	-	81,388	214,249
FEMA grant reimbursement	-	-	-	-	-
Tower revenue	147,307	-	-	-	147,307
Investment income	12,066	32,699	-	283,594	328,359
Interest expense	(179,155)	(427,191)	-	(15,261)	(621,607)
Administrative allocation	(1,171,795)	(784,648)	(8,288)	1,964,731	-
Total non-operating revenues (expenses)	<u>(1,128,903)</u>	<u>(1,108,953)</u>	<u>(8,288)</u>	<u>2,314,452</u>	<u>68,308</u>
Income (loss) before contributions and transfers	(523,183)	389,324	-	-	(133,859)
<u>Transfers</u>					
Transfers in (out)	-	24,290	-	-	24,290
Capital connection charges	397,664	735,536	-	-	1,133,200
Developer contribution	-	226,167	-	-	226,167
Change in net position	(125,519)	1,375,317	-	-	1,249,798
Total net position - beginning	<u>6,095,318</u>	<u>23,441,035</u>	<u>-</u>	<u>1,999,832</u>	<u>31,536,185</u>
Total net position - ending	<u>\$ 5,969,799</u>	<u>\$ 24,816,352</u>	<u>\$ -</u>	<u>\$ 1,999,832</u>	<u>\$ 32,785,983</u>

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

**SCHEDULE OF REAL AND PERSONAL TAXES RECEIVABLE
GENERAL FUND
JUNE 30, 2020**

	Total Assessed Value of Taxable Property	Tax Rate Per \$100 of Assessed Value	Actual Tax Levy	Amount Collected	Balance of Taxes Receivable
<u>County Portion</u>					
<u>Current year property - locally assessed</u>					
Real property:					
For full year levy	\$ 10,745,312,593	\$ 0.937	\$ 100,683,579	\$ 98,060,716	\$ 2,622,863
For half year levy	61,311,260	0.469	287,243	287,243	-
North Beach	253,600,974	0.601	1,524,142	1,524,142	-
Chesapeake Beach	791,127,594	0.601	4,754,677	4,754,677	-
Total real property	<u>11,851,352,421</u>		<u>107,249,641</u>	<u>104,626,778</u>	<u>2,622,863</u>
Personal property, including corporations and banks	137,455,870	2.230	3,065,266	2,739,215	326,051
Public utilities operating and personal property	<u>170,594,670</u>	2.230	<u>3,804,261</u>	<u>3,804,261</u>	<u>-</u>
Total current year	<u>\$ 12,159,402,961</u>		<u>\$ 114,119,168</u>	<u>\$ 111,170,254</u>	<u>\$ 2,948,914</u>
Prior years, real, personal, and corporate property					2,083,953
Accrued interest receivable and service charge					<u>2,428,593</u>
Total prior years, accrued interest and interest and outstanding tax credit					<u>4,512,546</u>
Total taxes receivable - county portion					7,461,460
Taxes receivable - state portion, net of tax credits					592,378
Taxes receivable - towns portion, net of tax credits					127,549
Bay Restoration fee due to state - billed with Real estate taxes					<u>39,639</u>
Total taxes receivable					<u>\$ 8,221,026</u>

COUNTY COMMISSIONERS OF CALVERT COUNTY, MARYLAND

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND EQUITY
 CALVERT COUNTY FAMILY NETWORK
 FOR THE YEAR ENDED JUNE 30, 2020

	CCFN Administrative GOC	CCFN Administrative Healthy Fam	Healthy Families	LCT Coordinator	WIOA	Handle with Care	Advancing Resiliency Over Trauma	Home Visit Hybrid	No Kid Hungry	Coronavirus 2020	Total
REVENUES											
Federal revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 30,000	\$ -	\$ -	\$ -	\$ -	\$ 30,000
State revenue	84,988	6,841	241,982	51,431	26,468	-	137,871	55,835	-	21,367	626,783
Other revenue	12,134	-	-	-	-	-	-	-	3,845	-	15,979
Reinvestment Funds	2,666	-	-	-	-	-	-	-	-	-	2,666
Transfer In	13,774	-	-	-	-	-	-	-	-	-	13,774
Total revenues	113,562	6,841	241,982	51,431	26,468	30,000	137,871	55,835	3,845	21,367	689,202
EXPENDITURES											
Salaries	60,475	-	-	33,221	-	-	-	-	-	-	93,696
Printing & Office Supplies	356	392	-	-	-	-	-	-	-	-	748
Equipment	84	-	-	-	-	-	-	-	-	-	84
Postage	134	10	-	-	-	-	-	-	-	-	144
Mileage allowance	1,094	-	-	-	-	-	-	-	-	-	1,094
Conferences & Training	1,269	1,035	-	-	-	-	-	-	-	-	2,304
Subscriptions & Memberships	-	200	-	-	-	-	-	-	-	-	200
Program Supplies	-	-	-	-	-	-	-	-	-	5,256	5,256
Contracted services	13,769	2,901	-	-	26,468	30,000	137,871	55,835	3,845	16,111	286,800
Reinvestment Funds Expense	2,666	-	-	-	-	-	-	-	-	-	2,666
Board of Education Due to General Fund	1,672	-	241,982	-	-	-	-	-	-	-	241,982
Wearing Apparel	98	-	-	-	-	-	-	-	-	-	98
Food	-	56	-	-	-	-	-	-	-	-	56
Telephone	775	-	-	-	-	-	-	-	-	-	775
Computer Hardware	178	-	-	-	-	-	-	-	-	-	178
Benefits	30,992	2,247	-	18,210	-	-	-	-	-	-	51,449
Total expenditures	113,562	6,841	241,982	51,431	26,468	30,000	137,871	55,835	3,845	21,367	689,202
Excess (deficiency) of revenues over expenditures	-	-	-	-	-	-	-	-	-	-	-
Fund balance - beginning of year	-	-	-	-	-	-	-	-	-	-	-
Fund balance - end of year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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