



June 22, 2026

To: Secretary and Members of the Local Government Commission

Re: Notice of Non-Compliance for Fiscal Year 2025 Audit Appeal

Please accept this letter as our formal appeal in reference to the Notice of Non-compliance for our Fiscal Year 2025 audit and the potential withholding of Sales Tax Revenues pursuant to NCGS 159-34€ on behalf of the town of Robersonville, NC.

As you are aware, the Town of Robersonville was under the control of the State from October 2020 – September 2023. Since resuming control in September of 2023, the Town has been able to submit the FY21 audit (July 2024) and the FY22 audit (May 2025). Cherry Bekaert has completed the FY23 audit report (dated April 15, 2026 and presented to Council on June 9, 2026) and is finalizing the completion of the single audit report to submit to the LGC.

The audit group, Cherry Bekaert is anticipating that the FY23 report will be submitted by the end of July 2026. We are ready to move forward with work on the FY24 report as soon as the FY23 report is submitted. We had hoped to have made more progress by now. We have hired part-time staff to assist with auditor requests and have hired an outside firm, GTI Tax, to compile financial statements. Our plan is to continue to move forward with subsequent year's audits based on the auditor's availability until we can become current.

The Town of Robersonville realizes the importance of timely audited financial statements. We respectfully request waiver of withholding while we continue to work to bring current the records of the Town. We are making progress and will continue to work toward being current with our audits and to maintain a current record. Losing sales tax revenue would create a negative impact on the operations of the Town's General Fund and likely affect the level of services we provide our citizens.

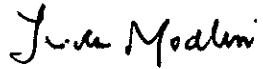
Please contact Linda Modlin, Finance Officer, or Jonathan Russell, Town Manager, with any questions or requests for additional information. Contact information is as follows:

Linda Modlin
lmodlin@townofrobersonville.org
(252)508-0306

Jonathan Russell
manager@townofrobersonville.org
(252)508-0311

Thank you for your time and consideration of this request.

Respectfully,

A handwritten signature in cursive script that reads "Linda Modlin".

Linda Modlin
Finance Officer