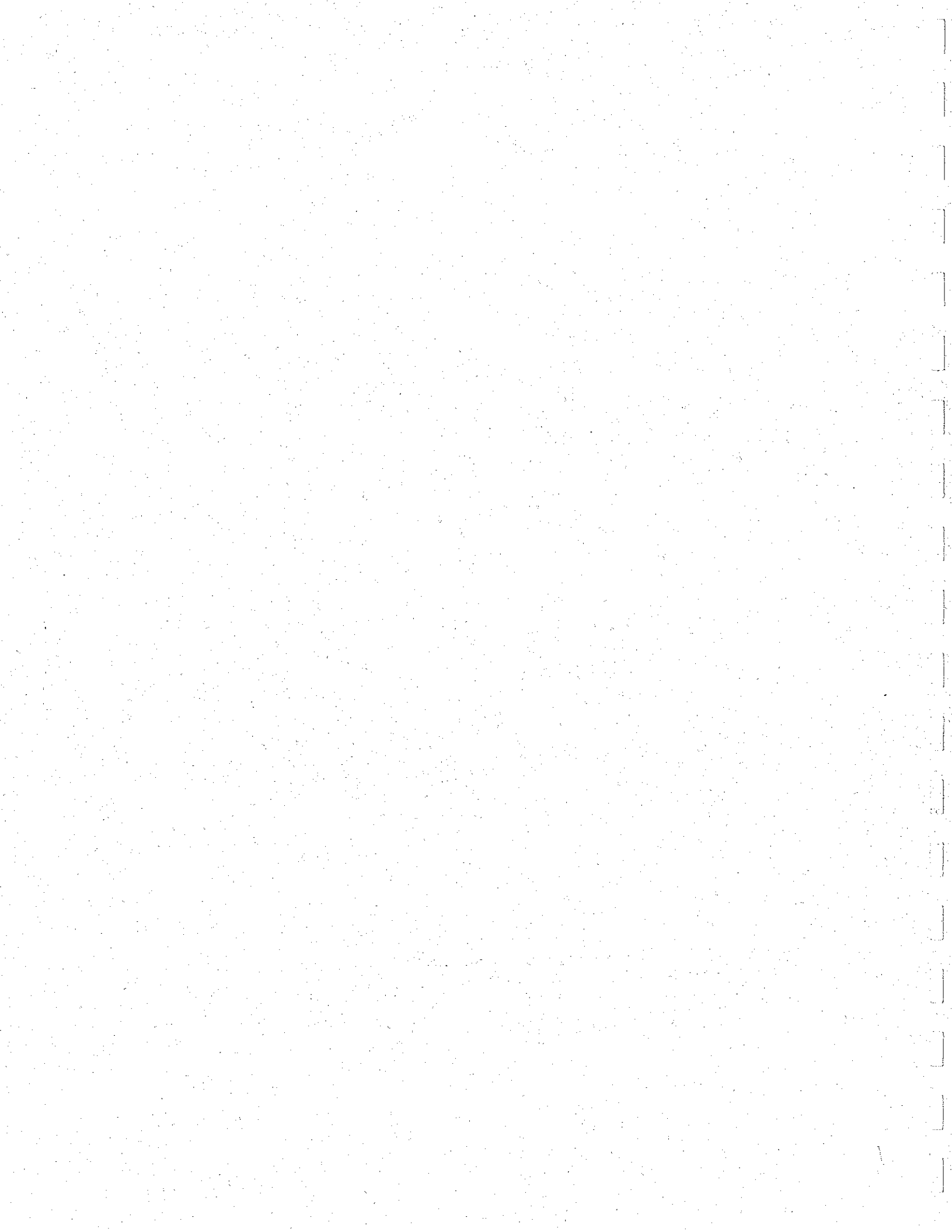


**WILSON COUNTY**  
**NORTH CAROLINA**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2005**

**FLOWERS, STANLEY & REDMAN, L.L.P.**  
CERTIFIED PUBLIC ACCOUNTANTS  
TARBORO, NORTH CAROLINA



Wilson County, North Carolina

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# FLOWERS, STANLEY & REDMAN, L.L.P.

CERTIFIED PUBLIC ACCOUNTANTS

3403 N. MAIN STREET - TARBORO, NORTH CAROLINA 27886

PHONE: 252-823-3125 FAX: 252-823-3201

CHARLES R. FLOWERS JR., CPA  
MICHAEL L. STANLEY, CPA  
GREGORY T. REDMAN, CPA

FRED A. TURLINGTON JR., CPA

MEMBERS  
NORTH CAROLINA ASSOCIATION OF  
CERTIFIED PUBLIC ACCOUNTANTS

AMERICAN INSTITUTE OF  
CERTIFIED PUBLIC ACCOUNTANTS

## Independent Auditor's Report

To the Board of County Commissioners  
Wilson County, North Carolina

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Wilson County, North Carolina as of and for the year ended June 30, 2005, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Wilson County's management. Our responsibility is to express an opinion on these basic financial statements based on our audit. We did not audit the financial statements of the Wilson County ABC Board. Those financial statements were audited by other auditors whose reports thereon have been furnished to us; and our opinion, insofar as it relates to the amounts included for the Wilson County ABC Board, is based solely 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 of material misstatement. The financial statements of Wilson County ABC Board were not audited in accordance with *Government Auditing Standards*. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, based on our audit, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component units, each major fund and the aggregate remaining fund information of Wilson County, North Carolina as of June 30, 2005, and the respective changes in financial position and cash flows, where appropriate, thereof and the respective budgetary comparison for the general fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 21, 2005 on our consideration of Wilson County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Management's Discussion and Analysis, the schedules of funding progress, employer contributions, and the notes to the required schedules for the law Enforcement Officers' Special Separation allowance are not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit this information and express no opinion thereon.

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the basic financial statements of Wilson County, North Carolina. The introductory information, combining and individual nonmajor fund statements and schedules and the statistical tables, as well as the accompanying schedule of expenditures of federal and State awards as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and the State Single Audit Implementation Act, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements and the accompanying schedule of expenditures of federal and State awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, based on our audit report are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole. The introductory information and the statistical tables have not been subjected to the auditing procedures applied by us and other auditors in the audit of the basic financial statements and, accordingly, we express no opinion on them.

*Flower, Stanley & Redman, LLP*

Tarboro, North Carolina  
November 21, 2005

## **Management's Discussion and Analysis**

As management of Wilson County, we offer readers of Wilson County's financial statements this narrative overview and analysis of the financial activities of Wilson County for the fiscal year ended June 30, 2005. We encourage readers to consider the information presented here in conjunction with additional information furnished in the County's financial statements, which follow this narrative.

### **Financial Highlights**

- The assets of Wilson County's governmental activities and business type exceeded its liabilities at the close of the most recent fiscal year by \$33,492,346.
- At the close of the current fiscal year, Wilson County's general fund reported an ending fund balance of \$23,809,267, a decrease of \$29,818 in comparison with the prior year. Approximately \$17,004,017 of this total amount is available for spending at the government's discretion.
- The County holds the following bond ratings:

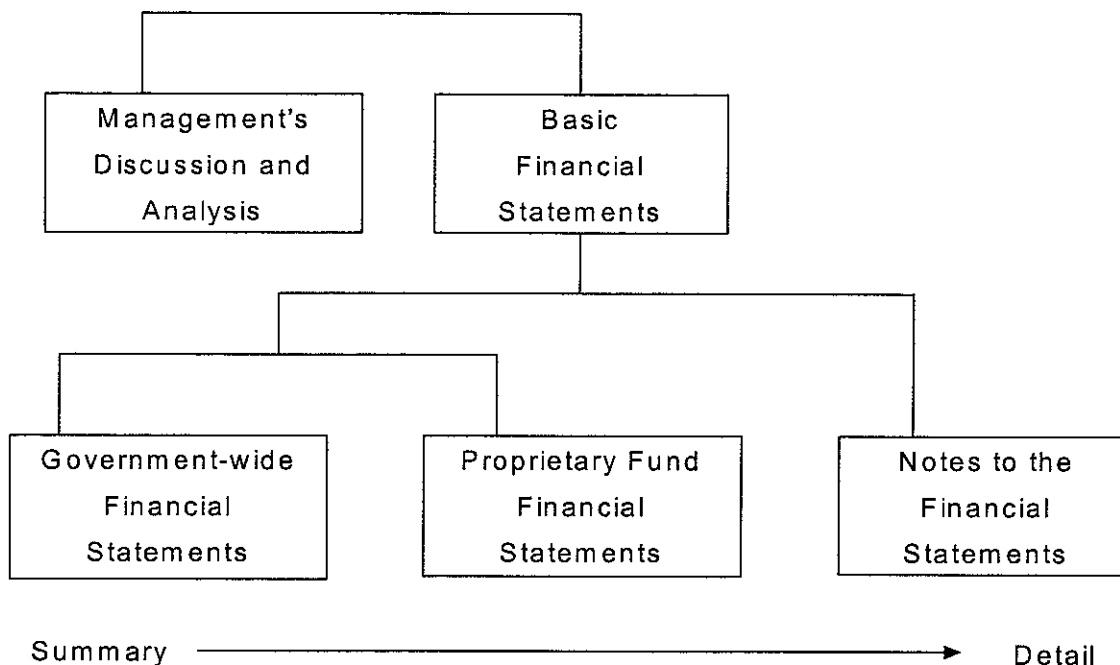
Moody's - A1  
Standard & Poor's - A

### **Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to Wilson County's basic financial statements. Wilson County'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 (Figure 1). The basic financial statements present two different views of the County through the use of government-wide statements and fund financial statements. In addition to the basic financial statements, this report contains other supplemental information that will enhance the reader's understanding of the fiscal condition of Wilson County.



**Required Components of Annual Financial Report**  
**Figure 1**



### **Basic Financial Statements**

The first two statements, Exhibits 1 and 2, in the general purpose financial statements are the Government-wide Financial Statements. They provide both short and long-term information concerning the County's financial status.

The next statements, Exhibits 3 through 8, are the Fund Financial Statements. These statements focus on the activities of the individual parts of the County's government, providing more detail than the government-wide statements. There are three parts to the Fund Financial Statements: 1) the governmental funds statements, 2) the budgetary comparison statements, and 3) the proprietary funds statements.

The final section of the general purpose financial statements is the Notes to the General Purpose Financial Statements. The notes offer a detailed examination about various information contained in the statements. Following the notes, supplemental information provides details of the County's non-major governmental funds and internal service funds, which are combined in one column on the basic financial statements. Budgetary information required by the North Carolina General Statutes can also be found in this part of the statements.

## **Government-wide Financial Statements**

The government-wide financial statements are designed to provide readers with a broad overview of Wilson County's finances, in a manner similar to a private-sector business.

The statement of net assets presents information on all of Wilson County's assets and liabilities, with the difference reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of Wilson County is improving or deteriorating.

The statement of activities presents information showing how the County's net assets changed during the most recent fiscal year. All changes in net assets 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 the 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 Wilson County 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 Wilson County include general government, public safety, public education, economic development, and general administration. The business-type activities of Wilson County are the solid waste (landfill) operation and the Water Department.

The government-wide financial statements include not only Wilson County itself (known as the primary government), but also the ABC Board. Financial information for this component unit 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. Wilson County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All funds of Wilson County can be divided into two categories: governmental funds and proprietary funds.

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

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

**Proprietary Funds.** Wilson County maintains one type of proprietary fund, an Enterprise fund. Enterprise funds report the same functions presented as business-type activities in the government-wide financial statements. Wilson County uses enterprise funds to account for its Solid Waste Operation and Water Distribution Funds.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Solid Waste Operation and Water Distribution Funds.

**Notes to the Financial Statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 28 through 63.

**Other Information.** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning Wilson County's progress in funding its obligation to provide pension benefits to its public safety employees. Required supplemental information can be found on pages 64 and 65 of this report.

## **Government-wide Financial Analysis**

As noted earlier, net assets over time may serve as a useful indicator of a government's financial position. For Wilson County, assets exceeded liabilities by \$33,492,346 at the close of the most recent fiscal year.

By far the largest portion of Wilson County's net assets reflects its investment in capital assets and construction in progress (e.g., land, buildings, machinery and equipment), less any related debt used to acquire those assets that is still outstanding. Wilson County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Wilson County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to repay these liabilities.

At the end of the current fiscal year, Wilson County is able to report positive balances in all three categories of net assets for the government as a whole. The same situation held true for the prior fiscal year as detailed in the changes in net assets.

**Wilson County's Changes in Net Assets**  
**Figure 2**

	Governmental Activities		Business-Type Activities		Total	
	2005	2004	2005	2004	2005	2004
<b>Revenues</b>						
Program Revenues:						
Charges for services	\$ 9,669,987	\$ 9,891,265	\$ 2,944,296	\$ 2,668,067	\$12,614,283	\$12,559,332
Intergovernmental	15,167,547	14,616,199	689,615	2,642,750	15,857,162	17,258,949
Capital grants & contributions	5,537	103,319	305,991	207,160	311,528	310,479
General Revenues:						
Property taxes	35,072,321	35,162,109	-	-	35,072,321	35,162,109
Local Option sales tax	13,831,678	12,320,877	-	-	13,831,678	12,320,877
Other taxes & licenses	1,260,603	1,367,306	-	-	1,260,603	1,367,306
Investment earnings	509,443	269,418	308,689	-	818,132	269,418
Miscellaneous	35,288	184,933	-	103,332	35,288	288,265
Transfers/ Distributions	121,849	124,789	-	-	121,849	124,789
<b>Total Revenues</b>	<u>\$75,674,253</u>	<u>\$74,040,215</u>	<u>\$ 4,248,591</u>	<u>\$ 5,621,309</u>	<u>\$79,922,844</u>	<u>\$79,661,524</u>
<b>Expenses</b>						
General government	\$ 6,466,351	\$ 6,817,807	\$ -	\$ -	\$ 6,466,351	\$ 6,817,807
Public safety	12,833,721	10,831,686	-	-	12,833,721	10,831,686
Transportation	40,214	200,307	-	-	40,214	200,307
Environmental Protection	212,708	207,065	-	-	212,708	207,065
Economic & Physical Development	983,743	1,493,714	-	-	983,743	1,493,714
Human Services	30,330,025	29,069,912	-	-	30,330,025	29,069,912
Cultural & Recreational	1,853,427	1,702,256	-	-	1,853,427	1,702,256
Education	19,054,402	17,090,645	-	-	19,054,402	17,090,645
Interest & Other charges	2,015,382	2,295,615	-	-	2,015,382	2,295,615
Landfill	-	-	2,049,988	1,777,405	2,049,988	1,777,405
Water	-	-	923,078	636,434	923,078	636,434
Economic Development Incentive	1,316,150	-	-	-	1,316,150	-
<b>Total Expenses</b>	<u>\$75,106,123</u>	<u>\$69,709,007</u>	<u>\$ 2,973,066</u>	<u>\$ 2,413,839</u>	<u>\$78,079,189</u>	<u>\$72,122,846</u>
Increase (Decrease) In Net Assets	\$ 568,130	\$ 4,331,208	\$ 1,275,525	\$ 3,207,470	\$ 1,843,655	\$ 7,538,678
Net Assets, July 1	4,619,670	288,462	27,029,021	23,821,551	31,648,691	24,110,013
Net Assets, June 30	<u>\$ 5,187,800</u>	<u>\$ 4,619,670</u>	<u>\$28,304,546</u>	<u>\$27,029,021</u>	<u>\$33,492,346</u>	<u>\$31,648,691</u>

**Governmental Activities.** Of the total net assets, governmental activities accounted for \$5,187,800 (15.48%). The debt for school projects is carried in the county's general fund while the assets are included as assets of the Board of Education. Expenditures for education increased by \$1,905,402 (11.49%). Operating grants funded \$15,167,547 of Wilson County's governmental activities. Only property taxes provided a higher source of revenue. Wilson County expects operating grant funding to remain similar fiscal year 2006.

**Business-type Activities.** Business-type activities increased by \$4,331,208. Charges for services for business-type activities increased moderately in both water districts as well as solid waste charges.

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

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

**Governmental Funds.** The focus of Wilson County's governmental funds is to provide information on near-term inflows, outflows, and balances of expendable resources. Such information is useful in assessing the County's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a County's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, Wilson County's governmental funds reported combined ending fund balances of \$25,386,901 a decrease of \$3,242,976.

The General Fund is the principal operating fund of Wilson County. At the end of the current fiscal year, unreserved fund balance in the general fund was \$17,004,017, while total fund balance for the general fund reached \$23,809,267. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 22.9 percent of total general fund expenditures, while total fund balance represents 32.12 percent of that same amount.

**General Fund Budgetary Highlights.** During the fiscal year, the County revised the budget on several occasions. Generally, budget amendments fall into three categories: 1) amendments made to adjust the estimates that are used to prepare the original budget ordinance once exact information is available, 2) amendments made to recognize new funding amounts from external sources, such as federal and State grants, and 3) increases in appropriations that become necessary to maintain services. Total amendments to the General Fund increased revenues by \$1,396,334. The majority of this increase was attributable to Restricted Intergovernmental Revenues.

**Proprietary Funds.** Wilson County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net assets of Solid Waste and Water Districts for the fiscal year 2005 amounted to \$11,752,866.

## Capital Asset and Debt Administration

**Capital Assets.** Wilson County's investment in capital assets for its governmental and business type activities as of June 30, 2005 amounts to \$47,640,684 (net of accumulated depreciation). This investment in capital assets includes land, vehicles, buildings and improvements, machinery and equipment.

In the previous fiscal year, Wilson County delayed several capital projects due to financial constraints of the County. There were no major capital asset events during the fiscal year. The building needs of the County have been forecast into the future. Areas such as additional and/or upgraded facilities have been unofficially placed on hold until increased revenue sources can be located.

**Wilson County's Capital Assets  
Figure 3**

	Governmental Activities		Business-Type Activities		Total	
	2005	2004	2005	2004	2005	2004
Land	\$ 272,220	\$ 85,070	\$ 2,333,708	\$ 2,333,708	\$ 2,605,928	\$ 2,418,778
Buildings and Improvements	28,207,224	29,640,510	3,751,491	3,607,505	31,958,715	33,248,015
Equipment/Plant Distribution	5,888,243	5,597,267	7,709,170	6,684,609	13,597,413	12,281,876
Vehicles	2,965,928	2,779,460	98,404	98,404	3,064,332	2,877,864
Construction in Progress	-	-	10,856,133	11,123,902	10,856,133	11,123,902
	<u>\$ 37,333,615</u>	<u>\$ 38,102,307</u>	<u>\$24,748,906</u>	<u>\$23,848,128</u>	<u>\$ 62,082,521</u>	<u>\$ 61,950,435</u>
Less Accumulated Depreciation	(12,854,486)	(12,652,415)	(1,587,351)	(1,254,790)	(14,441,837)	(13,907,205)
Total Capital Assets	<u>\$ 24,479,129</u>	<u>\$ 25,449,892</u>	<u>\$23,161,555</u>	<u>\$22,593,338</u>	<u>\$ 47,640,684</u>	<u>\$ 48,043,230</u>

During the fiscal year, Wilson County contributed a building as an economic incentive. More detail on this special item can be found on page 60 of this report.

Additional information on Wilson County's capital assets can be found in Note 5 of this report.

**Long-term Debt.** At the end of the current fiscal year, Wilson County had total bonded debt outstanding of \$23,980,000, which is backed by the full faith and credit of the County.

**Wilson County's  
Outstanding General Obligation and Revenue Bonds  
Figure 4**

	Governmental Activities		Business-Type Activities		Total	
	2005	2004	2005	2004	2005	2004
All Bonds	\$ 23,980,000	\$ 25,480,000	\$ 7,345,500	\$ 7,384,000	\$ 31,325,500	\$ 32,864,000

This outstanding General Obligation indebtedness is out of a legal debt limit of approximately \$392,203,144. This legal debt limit is determined by the Municipal Finance Law of North Carolina, which limits the amount of net bonded debt a County may have outstanding to 8 percent of the appraised value subject to taxation. The ratio of debt service expenditures to total general governmental expenditures is 8.86%, a slight decrease from fiscal year 2004 ratio of 9.74%.

The County's general obligation debt per capita is \$324.05 as of June 30, 2005 while the County's gross debt per capita is \$737.81.

Additional information on Wilson County's long-term debt can be found in Note 7, Section B found on pages 54-60 of this report.

**Economic Factors and Next Year's Budget and Rates**

- The unemployment rate for Wilson County has remained steady since the relocation of a large tobacco industry a few years ago.
- Though several agriculture and textile businesses have succumbed due to the national economic trend, Wilson County is continuing to diversify its economy through the addition of high tech and pharmaceutical industries.
- Wilson County is also experiencing a growth in the retail business. Construction is well under way on a \$30 million shopping center, with stores beginning to open in the fall of 2006.

All of these factors were considered in preparing Wilson County's budget for Fiscal Year 2005-2006.

## **Budget Highlights for Fiscal Year 2005-2006**

**Governmental activities.** The tax rate was increased by four cents. The increase will be used to boost the economy through economic incentives. Wilson County is very fortunate to have steady and continuous growth in its property valuation

**Business-type activities.** The budgeted expenditures for the Solid Waste fund total \$7,204,707. This increase is due to the increase in amount budgeted for the Landfill Financial Assurance.

Wilson County continues to expand the Southwest and Southeast Water districts. As of fiscal year end, the Southwest District had a total of 1457 customers and the Southeast had a total of 1556, a growth of 10.71% and 12.83% respectively.

### **Requests for information**

This financial report is designed to provide a general overview of Wilson County'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 Finance Director, Post Office Box 1728, Wilson, North Carolina, 27894.



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**Wilson County, North Carolina**  
**Statement of Net Assets**  
**June 30, 2005**

**Exhibit 1**

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Wilson County ABC Board
<b>Assets</b>				
Current Assets:				
Cash and cash equivalents	\$ 20,683,820	\$ 15,283,708	\$ 35,967,528	\$ 711,555
Receivable (net)	8,308,750	201,687	8,510,437	10,105
Due from other governments	2,503,428	25,188	2,528,616	-
Due from component unit	56,250	-	56,250	(56,250)
Internal balances	1,021,109	(1,021,109)	-	-
Deferred charges	107,649	-	107,649	12,330
Inventories	-	-	-	488,032
<b>Total Current Assets</b>	<b>\$ 32,681,006</b>	<b>\$ 14,489,474</b>	<b>\$ 47,170,480</b>	<b>\$ 1,165,772</b>
Restricted Assets:				
Cash and cash equivalents	\$ 1,013,813	\$ 335,712	\$ 1,349,525	\$ -
Accounts receivable	-	399,913	399,913	-
<b>Total Restricted Assets</b>	<b>\$ 1,013,813</b>	<b>\$ 735,625</b>	<b>\$ 1,749,438</b>	<b>\$ -</b>
Capital assets:				
Land, improvements, and construction in progress	\$ 272,220	\$ 13,189,841	\$ 13,462,061	\$ 319,449
Other capital assets, net of depreciation	24,206,909	9,971,714	34,178,623	1,511,567
<b>Total Capital Assets</b>	<b>\$ 24,479,129</b>	<b>\$ 23,161,555</b>	<b>\$ 47,640,684</b>	<b>\$ 1,831,016</b>
<b>Total Assets</b>	<b>\$ 58,173,948</b>	<b>\$ 38,386,654</b>	<b>\$ 96,560,602</b>	<b>\$ 2,996,788</b>

(continued)

**Wilson County, North Carolina**  
**Statement of Net Assets**  
**June 30, 2005**

Exhibit 1

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Wilson County ABC Board
(continued)				
<b>Liabilities</b>				
Accounts payable and accrued expenses	\$ 2,610,760	\$ 138,747	\$ 2,749,507	\$ 372,588
Unearned revenue	382,714	-	382,714	-
Accrued interest payable	539,559	26,758	566,317	1,558
Accrued landfill closure and postclosure care costs	-	2,464,120	2,464,120	-
Compensated absences	1,329,263	28,254	1,357,517	30,708
Customer deposits	-	78,729	78,729	-
Long-term liabilities:				
Due within one year	4,629,451	81,000	4,710,451	59,960
Due in more than one year	43,494,401	7,264,500	50,758,901	427,207
 Total Liabilities	<b>\$ 52,986,148</b>	<b>\$ 10,082,108</b>	<b>\$ 63,068,256</b>	<b>\$ 892,021</b>
 <b>Net Assets</b>				
Invested in capital assets, net of related debt	\$ 15,487,589	\$ 15,816,055	\$ 31,303,644	\$ 1,343,849
Restricted for:				
Public safety	410,090	-	410,090	-
Register of Deeds	145,184	-	145,184	-
Other purposes	-	735,625	735,625	154,516
Unrestricted (deficit)	(10,855,063)	11,752,866	897,803	606,402
 Total Net Assets	<b>\$ 5,187,800</b>	<b>\$ 28,304,546</b>	<b>\$ 33,492,346</b>	<b>\$ 2,104,767</b>

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

**Wilson County, North Carolina**  
**Statement of Activities**  
**For the Year Ended June 30, 2005**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Charges for Services</u>	<u>Program Revenues</u>
			<u>Operating Grants and Contributions</u>
<b>Primary Government:</b>			
Governmental Activities:			
General government	\$ 6,466,351	\$ 1,270,940	\$ 1,155,779
Public safety	12,833,721	2,552,892	708,712
Transportation	40,214	197,240	197,210
Environmental protection	212,708	-	-
Economic and physical development	983,743	-	57,813
Human services	30,330,025	5,622,203	12,905,830
Cultural and recreation	1,853,427	26,712	142,203
Education	19,054,402	-	-
Interest on long-term debt	2,015,382	-	-
Total Governmental Activities	<u>\$ 73,789,973</u>	<u>\$ 9,669,987</u>	<u>\$ 15,167,547</u>
Business-type Activities:			
Landfill	\$ 2,049,988	\$ 2,170,435	\$ 305,991
Water	923,078	773,861	-
Total Business-type Activities	<u>\$ 2,973,066</u>	<u>\$ 2,944,296</u>	<u>\$ 305,991</u>
Total Primary Government	<u>\$ 76,763,039</u>	<u>\$ 12,614,283</u>	<u>\$ 15,473,538</u>
Component Units:			
ABC Board	<u>\$ 4,893,823</u>	<u>\$ 5,049,116</u>	<u>\$ -</u>

General Revenues:

Taxes:

Property taxes, levied for general purpose

Local option sales tax

Other taxes and licenses

Grants and contributions not restricted to specific programs

Investment earnings, unrestricted

Miscellaneous, unrestricted

Special Item - Economic Development Incentive

Total General Revenues, Special Item, and Transfers/Distribution

Change in Net Assets

Net assets-beginning

Net assets-ending

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

Exhibit 2

Net (Expense) Revenue and Changes in Net Assets

Capital Grants and Contributions	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Wilson County ABC Board
\$ -	\$ (4,039,632)	\$ -	\$ (4,039,632)	
-	(9,572,117)	-	(9,572,117)	
5,537	359,773	-	359,773	
-	(212,708)	-	(212,708)	
-	(925,930)	-	(925,930)	
-	(11,801,992)	-	(11,801,992)	
-	(1,684,512)	-	(1,684,512)	
-	(19,054,402)	-	(19,054,402)	
-	(2,015,382)	-	(2,015,382)	
<u>\$ 5,537</u>	<u>\$ (48,946,902)</u>	<u>\$ -</u>	<u>\$ (48,946,902)</u>	
\$ -	\$ -	\$ 426,438	\$ 426,438	
689,615	-	540,398	540,398	
<u>\$ 689,615</u>	<u>\$ -</u>	<u>\$ 966,836</u>	<u>\$ 966,836</u>	
<u>\$ 695,152</u>	<u>\$ (48,946,902)</u>	<u>\$ 966,836</u>	<u>\$ (47,980,066)</u>	
<u>\$ -</u>				<u>\$ 155,293</u>
	\$ 35,072,321	\$ -	\$ 35,072,321	\$ -
	13,831,678	-	13,831,678	-
	1,221,216	-	1,221,216	-
	39,387	-	39,387	-
	509,443	308,689	818,132	12,415
	157,137	-	157,137	2,422
	(1,316,150)	-	(1,316,150)	-
	<u>\$ 49,515,032</u>	<u>\$ 308,689</u>	<u>\$ 49,823,721</u>	<u>\$ 14,837</u>
	\$ 568,130	\$ 1,275,525	\$ 1,843,655	\$ 170,130
	4,619,670	27,029,021	31,648,691	1,934,637
	<u>\$ 5,187,800</u>	<u>\$ 28,304,546</u>	<u>\$ 33,492,346</u>	<u>\$ 2,104,767</u>

**Wilson County, North Carolina**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2005**

**Exhibit 3**

	<b>General</b>	<b>Non-Major Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>Assets</b>			
Cash and cash equivalents	\$ 19,438,772	\$ 1,245,048	\$ 20,683,820
Restricted cash	-	1,013,813	1,013,813
Taxes receivable, net	4,763,742	115,561	4,879,303
Accounts and other receivables, net	3,025,793	76,170	3,101,963
Due from other governments	2,503,428	-	2,503,428
Due from other funds	1,074,540	28,578	1,103,118
Due from component unit	56,250	-	56,250
Total Assets	\$ 30,862,525	\$ 2,479,170	\$ 33,341,695
<b>Liabilities and Fund Balances</b>			
<b>Liabilities:</b>			
Accounts payable and accrued liabilities	\$ 1,906,802	\$ 703,965	\$ 2,610,767
Deferred revenue	4,763,742	115,561	4,879,303
Due to other funds	-	82,010	82,010
Prepaid property taxes	382,714	-	382,714
Total Liabilities	\$ 7,053,258	\$ 901,536	\$ 7,954,794
<b>Fund balances:</b>			
<b>Reserved for:</b>			
State statute	\$ 6,660,011	\$ 76,170	\$ 6,736,181
Register of Deeds	145,184	-	145,184
<b>Unreserved:</b>			
Designated for subsequent year's expenditures	7,843,542	413,506	8,257,048
Undesignated	9,160,530	-	9,160,530
<b>Unreserved, reported in nonmajor:</b>			
Special revenue funds	-	279,508	279,508
Capital projects funds	-	808,450	808,450
Total Fund Balances	\$ 23,809,267	\$ 1,577,634	\$ 25,386,901
Total Liabilities and Fund Balances	\$ 30,862,525	\$ 2,479,170	\$ 33,341,695

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

**Wilson County, North Carolina**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2005**

**Exhibit 3**

Reconciliation of the governmental fund balance to net assets:

Total fund balance	\$ 25,386,901
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Amounts reported for governmental activities in the statement of net assets (Exhibit 1) are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	24,479,129
-------------------------------------------------------------------------------------------------------------------------	------------

Deferred changes related to advance refunding bond issue are not a current financial resource and therefore not reported in the funds.	107,649
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Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.	327,492
--------------------------------------------------------------------------------------------------------------------------	---------

Liabilities for earned but deferred revenues in fund statements.	4,879,303
------------------------------------------------------------------	-----------

Some liabilities, including bonds payable and accrued interest on long-term debt, are not due and payable in the current period and therefore are not reported in the funds.	(49,992,674)
------------------------------------------------------------------------------------------------------------------------------------------------------------------------------	--------------

Net Assets of Governmental Activities	\$ 5,187,800
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The notes to the financial statements are an integral part of this statement

**Wilson County, North Carolina**  
**Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Governmental Funds**  
**For the Year Ended June 30, 2005**

Exhibit 4

	<u>Major Funds General</u>	<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Revenues</b>			
Ad valorem taxes	\$ 35,010,154	\$ 822,818	\$ 35,832,972
Local option sales taxes	13,570,956	260,722	13,831,678
Other taxes and licenses	709,034	512,182	1,221,216
Unrestricted intergovernmental	161,236	-	161,236
Restricted intergovernmental	14,538,498	317,581	14,856,079
Permits and fees	626,106	-	626,106
Sales and service	9,163,646	197,240	9,360,886
Investment earnings	454,122	55,321	509,443
Miscellaneous	35,288	-	35,288
Total Revenues	<u>\$ 74,269,040</u>	<u>\$ 2,165,864</u>	<u>\$ 76,434,904</u>
<b>Expenditures</b>			
Current:			
General government	\$ 6,306,162	\$ -	\$ 6,306,162
Public safety	10,458,536	2,174,748	12,633,284
Transportation	40,214	-	40,214
Environmental protection	212,708	219,299	432,007
Economic and physical development	739,832	-	739,832
Human services	30,323,668	-	30,323,668
Cultural and recreational	1,746,978	-	1,746,978
Intergovernmental:			
Education	17,715,734	-	17,715,734
Capital projects	-	3,172,462	3,172,462
Debt service:			
Principal	4,521,740	-	4,521,740
Interest and other charges	2,045,799	-	2,045,799
Total Expenditures	<u>\$ 74,111,371</u>	<u>\$ 5,566,509</u>	<u>\$ 79,677,880</u>

(continued)



**Wilson County, North Carolina**  
**Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Governmental Funds**  
**For the Year Ended June 30, 2005**

**Exhibit 4**

	<b>Major Funds General</b>	<b>Non-Major Governmental Funds</b>	<b>Total Governmental Funds</b>
(continued)			
Excess (Deficiency) of Revenues Over Expenditures	\$ 157,669	\$ (3,400,645)	\$ (3,242,976)
Other Financing Sources (Uses): Transfers from other funds	(187,487)	187,487	-
Net Change in Fund Balance	\$ (29,818)	\$ (3,213,158)	\$ (3,242,976)
Fund Balance - Beginning	23,839,085	4,790,792	28,629,877
Fund Balance - Ending	\$ 23,809,267	\$ 1,577,634	\$ 25,386,901

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

**Wilson County, North Carolina**  
**Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Governmental Funds**  
**For the Year Ended June 30, 2005**

**Exhibit 4**

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

Net changes in fund balance - total governmental funds	\$ (3,242,976)
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.	1,270,437
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(1,685,701)
Special Item - Economic Incentive Development	(1,316,150)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	5,697,513
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.	
Compensated absences	(137,284)
Net pension obligations	(60,387)
Accrued interest	42,678
<b>Total Changes in Net Assets of Governmental Activities</b>	<b>\$ 568,130</b>

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

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**Wilson County, North Carolina**  
**Statement of Revenues, Expenditures, and Changes in**  
**Fund Balance - Budget and Actual - General Fund**  
**For the Fiscal Year Ended June 30, 2005**

**Exhibit 5**

	<b>General Fund</b>			<b>Variance With Final Positive (Negative)</b>
	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	
<b>Revenues:</b>				
Ad valorem taxes	\$ 33,645,320	\$ 33,677,920	\$ 35,010,154	\$ 1,332,234
Local option sales tax	12,576,000	12,374,000	13,570,956	1,196,956
Other taxes and licenses	560,000	561,000	709,034	148,034
Unrestricted intergovernmental	185,000	164,000	161,236	(2,764)
Restricted intergovernmental	13,942,379	14,903,339	14,538,498	(364,841)
Permits and fees	540,000	539,672	626,106	86,434
Sales and services	7,695,792	8,303,994	9,163,646	859,652
Investment earnings	300,600	300,600	454,122	153,522
Miscellaneous	38,100	35,000	35,288	288
<b>Total Revenues</b>	<b>\$ 69,483,191</b>	<b>\$ 70,859,525</b>	<b>\$ 74,269,040</b>	<b>\$ 3,409,515</b>
<b>Expenditures:</b>				
Current:				
General government	\$ 5,751,684	\$ 6,502,840	\$ 6,306,162	\$ 196,678
Public safety	10,492,211	10,940,253	10,458,536	481,717
Transportation	146,539	40,214	40,214	-
Environmental protection	239,017	241,847	212,708	29,139
Economic and physical development	785,040	803,222	739,832	63,390
Human services	33,609,450	34,057,013	30,323,668	3,733,345
Cultural and recreational	1,687,231	1,750,075	1,746,978	3,097
Intergovernmental:				
Education	17,706,364	17,721,364	17,715,734	5,630
Debt service:				
Principal retirement	4,570,576	4,570,576	4,521,740	48,836
Interest and other charges	2,138,676	2,138,676	2,045,799	92,877
Contingency	100,000	-	-	-
<b>Total Expenditures</b>	<b>\$ 77,226,788</b>	<b>\$ 78,766,080</b>	<b>\$ 74,111,371</b>	<b>\$ 4,654,709</b>

(continued)

**Wilson County, North Carolina**  
**Statement of Revenues, Expenditures, and Changes in**  
**Fund Balance - Budget and Actual - General Fund**  
**For the Fiscal Year Ended June 30, 2005**

**Exhibit 5**

	<b>General Fund</b>			<b>Variance</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	<b>With Final</b>
	<b>Budget</b>	<b>Budget</b>	<b>Actual</b>	<b>Positive</b>
				<b>(Negative)</b>
(continued)				
Revenues Over (Under) Expenditures	<u>\$ (7,743,597)</u>	<u>\$ (7,906,555)</u>	<u>\$ 157,669</u>	<u>\$ 8,064,224</u>
Other Financing Sources (Uses):				
Transfers (to) from other funds	\$ (50,000)	\$ (220,906)	\$ (187,487)	\$ 33,419
Fund balance appropriated	<u>7,793,597</u>	<u>8,127,461</u>	<u>-</u>	<u>(8,127,461)</u>
Total Other Financing Sources (Uses)	<u>\$ 7,743,597</u>	<u>\$ 7,906,555</u>	<u>\$ (187,487)</u>	<u>\$ (8,094,042)</u>
Revenues and other financing sources over expenditures and other financing uses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (29,818)</u>	<u>\$ (29,818)</u>
Fund Balance:				
Beginning of year, July 1			23,839,085	
End of year, June 30			<u>\$ 23,809,267</u>	

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

**Wilson County, North Carolina**  
**Statement of Net Assets**  
**Proprietary Funds**  
**June 30, 2005**

Exhibit 6

	<b>Major Enterprise Funds</b>			<b>Total</b>
	<b>Solid Waste Fund</b>	<b>Water Distribution Fund Southeast District</b>	<b>Water Distribution Fund Southwest District</b>	
<b>Assets</b>				
Current Assets:				
Cash and cash equivalents	\$ 15,141,856	\$ 22,417	\$ 119,435	\$ 15,283,708
Receivables, net	130,933	37,473	33,281	201,687
Due from other governments	25,188	-	-	25,188
<b>Total Current Assets</b>	<b>\$ 15,297,977</b>	<b>\$ 59,890</b>	<b>\$ 152,716</b>	<b>\$ 15,510,583</b>
Non-current Assets:				
Restricted Assets:				
Cash and cash equivalents	\$ -	\$ 335,712	\$ -	\$ 335,712
Accounts receivable	-	-	399,913	399,913
<b>Total Restricted Assets</b>	<b>\$ -</b>	<b>\$ 335,712</b>	<b>\$ 399,913</b>	<b>\$ 735,625</b>
Capital Assets:				
Land and constuction in progress	\$ 2,261,648	\$ 6,361,161	\$ 4,567,032	\$ 13,189,841
Other capital assets, net of depreciation	515,513	3,399,494	6,056,707	9,971,714
<b>Capital Assets, Net</b>	<b>\$ 2,777,161</b>	<b>\$ 9,760,655</b>	<b>\$ 10,623,739</b>	<b>\$ 23,161,555</b>
<b>Total Non-current Assets</b>	<b>\$ 2,777,161</b>	<b>\$ 10,096,367</b>	<b>\$ 11,023,652</b>	<b>\$ 23,897,180</b>
<b>Total Assets</b>	<b>\$ 18,075,138</b>	<b>\$ 10,156,257</b>	<b>\$ 11,176,368</b>	<b>\$ 39,407,763</b>

(continued)

**Wilson County, North Carolina**  
**Statement of Net Assets**  
**Proprietary Funds**  
**June 30, 2005**

**Exhibit 6**

	<b>Major Enterprise Funds</b>			<b>Total</b>
	<b>Solid Waste Fund</b>	<b>Water Distribution Fund Southeast District</b>	<b>Water Distribution Fund Southwest District</b>	
(continued)				
<b>Liabilities</b>				
Current Liabilities:				
Accounts payable	\$ 125,730	\$ 5,699	\$ 7,318	\$ 138,747
Customer deposits	-	40,462	38,267	78,729
Due to other funds	-	324,650	696,459	1,021,109
Current portion of bonds	-	40,000	41,000	81,000
Accrued interest	-	13,229	13,529	26,758
<b>Total Current Liabilities</b>	<b>\$ 125,730</b>	<b>\$ 424,040</b>	<b>\$ 796,573</b>	<b>\$ 1,346,343</b>
Non-current Liabilities:				
Accrued landfill closure and postclosure care costs	\$ 2,464,120	\$ -	\$ -	\$ 2,464,120
Compensated absences	17,790	6,265	4,199	28,254
Bonds	-	3,521,500	3,743,000	7,264,500
<b>Total Non-current Liabilities</b>	<b>\$ 2,481,910</b>	<b>\$ 3,527,765</b>	<b>\$ 3,747,199</b>	<b>\$ 9,756,874</b>
<b>Total Liabilities</b>	<b>\$ 2,607,640</b>	<b>\$ 3,951,805</b>	<b>\$ 4,543,772</b>	<b>\$ 11,103,217</b>
<b>Net Assets</b>				
Invested in capital assets, net of related debt	\$ 2,777,161	\$ 6,199,155	\$ 6,839,739	\$ 15,816,055
Unrestricted	12,690,337	(330,415)	(607,056)	11,752,866
Restricted	-	335,712	399,913	735,625
<b>Total Net Assets</b>	<b>\$ 15,467,498</b>	<b>\$ 6,204,452</b>	<b>\$ 6,632,596</b>	<b>\$ 28,304,546</b>

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

**Wilson County, North Carolina**  
**Statement of Revenues, Expenses, and Changes in Fund Net Assets**  
**Proprietary Funds**  
**For the Year Ended June 30, 2005**

Exhibit 7

	Major Enterprise Funds			Total
	Solid Waste Fund	Water Distribution Fund Southeast District	Water Distribution Fund Southwest District	
<b>Operating Revenues</b>				
Charges for services	\$ 2,170,435	\$ 393,117	\$ 380,744	\$ 2,944,296
<b>Operating Expenses</b>				
Administration	\$ -	\$ 169,457	\$ 194,877	\$ 364,334
Salaries and employee benefits	756,371	-	-	756,371
Operating expense	920,297	-	-	920,297
Landfill closure	272,734	-	-	272,734
Depreciation	94,316	105,643	129,791	329,750
Water purchase	-	65,462	68,622	134,084
Total Operating Expenses	<u>\$ 2,043,718</u>	<u>\$ 340,562</u>	<u>\$ 393,290</u>	<u>\$ 2,777,570</u>
Operating Income (Loss)	<u>\$ 126,717</u>	<u>\$ 52,555</u>	<u>\$ (12,546)</u>	<u>\$ 166,726</u>
<b>Non-Operating Revenues (Expenses)</b>				
Interest/investment revenue	\$ 308,689	\$ -	\$ -	\$ 308,689
Bad debt	(6,270)	(4,987)	(2,796)	(14,053)
Interest expense	-	(74,834)	(106,609)	(181,443)
Total Non-Operating Revenue (Expenses)	<u>\$ 302,419</u>	<u>\$ (79,821)</u>	<u>\$ (109,405)</u>	<u>\$ 113,193</u>
Income (Loss) before Contributions and Transfers	\$ 429,136	\$ (27,266)	\$ (121,951)	\$ 279,919
Capital Contributions	<u>305,991</u>	<u>317,521</u>	<u>372,094</u>	<u>995,606</u>
Change in Net Assets	\$ 735,127	\$ 290,255	\$ 250,143	\$ 1,275,525
Total Net Assets - Beginning	14,732,371	5,914,197	6,382,453	27,029,021
Total Net Assets - Ending	<u><u>\$ 15,467,498</u></u>	<u><u>\$ 6,204,452</u></u>	<u><u>\$ 6,632,596</u></u>	<u><u>\$ 28,304,546</u></u>

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



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**Wilson County, North Carolina**  
**Statement of Cash Flows**  
**Proprietary Fund**  
**For The Fiscal Year Ended June 30, 2005**

Exhibit 8

	<b>Solid Waste Fund</b>	<b>Water Distribution Fund Southeast District</b>	<b>Water Distribution Fund Southwest District</b>	<b>Total</b>
<b>Cash Flows from Operating Activities:</b>				
Cash received from customers	\$ 2,350,774	\$ 384,407	\$ 131,140	\$ 2,866,321
Cash paid for goods & services	(957,517)	(296,201)	(338,298)	(1,592,016)
Cash paid to employees for services	(760,522)	2,399	2,111	(756,012)
Customer deposits received	-	5,592	12,407	17,999
<b>Net Cash Provided by Operating Activities</b>	<b>\$ 632,735</b>	<b>\$ 96,197</b>	<b>\$ (192,640)</b>	<b>\$ 536,292</b>
<b>Cash Flows from Capital and Related Financing Activities:</b>				
Acquisition & construction of capital assets	\$ (139,350)	\$ (218,401)	\$ (540,225)	\$ (897,976)
Principal paid on debt	-	(38,500)	-	(38,500)
Interest paid on debt	-	(74,834)	(106,609)	(181,443)
Capital contributions	305,991	317,521	372,094	995,606
Interfund loan	-	-	521,109	521,109
<b>Net Cash Used by Capital and Related Financing Activities</b>	<b>\$ 166,641</b>	<b>\$ (14,214)</b>	<b>\$ 246,369</b>	<b>\$ 398,796</b>
<b>Cash Flows from Investing Activities:</b>				
Interest on investments	\$ 308,689	\$ -	\$ -	\$ 308,689
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>\$ 1,108,065</b>	<b>\$ 81,983</b>	<b>\$ 53,729</b>	<b>\$ 1,243,777</b>
<b>Cash and Cash Equivalents:</b>				
July 1, 2004	14,033,791	276,146	65,706	14,375,643
June 30, 2005	<u>\$ 15,141,856</u>	<u>\$ 358,129</u>	<u>\$ 119,435</u>	<u>\$ 15,619,420</u>

(continued)

**Wilson County, North Carolina**  
**Statement of Cash Flows**  
**Proprietary Fund**  
**For The Fiscal Year Ended June 30, 2005**

**Exhibit 8**

	<b>Solid Waste Fund</b>	<b>Water Distribution Fund Southeast District</b>	<b>Water Distribution Fund Southwest District</b>	<b>Total</b>
(continued)				
<b>Reconciliation of Operating Income to Net Cash Provided by Operating Activities:</b>				
Operating income (loss)	\$ 126,717	\$ 52,555	\$ (12,546)	\$ 166,726
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation (net)	\$ 94,316	\$ 105,643	\$ 129,791	\$ 329,750
Provision for uncollectible accounts	(6,270)	(4,987)	(2,796)	(14,053)
Changes in assets and liabilities:				
(Increase) Decrease in accounts receivable	180,339	(8,710)	(249,604)	(77,975)
Decrease in accrued landfill closure costs	255,018	-	-	255,018
Increase (decrease) in accounts payable	(13,234)	(56,295)	(72,003)	(141,532)
(Decrease) in customer deposits	-	5,592	12,407	17,999
Increase in accrued vacation pay	(4,151)	2,399	2,111	359
Total Adjustments	\$ 506,018	\$ 43,642	\$ (180,094)	\$ 369,566
Net Cash Provided (Used) by Operating Activities	\$ 632,735	\$ 96,197	\$ (192,640)	\$ 536,292

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

**Wilson County, North Carolina**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ended June 30, 2005**

**I. Summary of Significant Accounting Policies**

The accounting policies of Wilson County and its component unit conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant accounting policies:

**A. Reporting Entity**

The County, which is governed by a seven-member board of commissioners, is one of the 100 counties established in North Carolina under North Carolina General Statute 153A-10. As required by generally accepted accounting principles, these financial statements present the County and its component unit, a legally separate entity for which the County is financially accountable. Wilson County Water Districts (the "Districts") exist to provide and maintain a water system for the county residents within the districts. The Districts are reported as enterprise funds in the County's financial statements. Wilson County Industrial Facility and Pollution Control Financing Authority (the "Authority") exists to issue and service revenue bond debt of private businesses for economic development purposes. The Authority has no financial transactions or account balances; therefore, it is not presented in the basic financial statements. The Wilson County ABC Board, which has a June 30 year-end, is presented as if it is a separate proprietary fund of the County. The blended presentation method presents component units as a department or unit of the County, and offers no separate presentation as with the discrete method.

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

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

**Government-wide Statements**

The statement of net assets and the statement of activities display information about the primary government (the County) and its component unit. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the *governmental* and *business-type activities* of the County. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

**Wilson County, North Carolina**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ended June 30, 2005**

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

**Fund Financial Statements**

The fund financial statements provide information about the County's funds, including its blended component units. Separate statements for each fund category - *governmental and proprietary* - are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds.

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

The County reports the following major governmental fund:

**General Fund** - This is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The County reports the following major enterprise funds:

**Water Distribution Funds** - These funds are used to account for the operations of the two Water and Sewer districts within the County. The Water Capital Projects funds are consolidated with these funds for financial reporting purposes.

**Landfill Fund** - The Landfill Closure and Postclosure Reserve Fund is a reserve established by the County to accumulate the funds necessary to cover the closure and postclosure care costs that will be incurred by the landfill in the future. The Landfill Closure and Postclosure Reserve Fund and the Solid Waste Reserve Fund are consolidated with the landfill operating fund for financial reporting purposes. The Solid Waste Reserve Fund is a fund created to accumulate resources from users for the operation of convenience disposal sites.

**Wilson County, North Carolina**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ended June 30, 2005**

**Measurement Focus, Basis of Accounting**

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

**Government-wide, Proprietary, and Fiduciary Fund Financial Statements**

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

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

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

**Wilson County, North Carolina**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ended June 30, 2005**

**Governmental Fund Financial Statements**

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

The County considers all revenues available if they are collected within 60 days after year-end, except for property taxes. Ad valorem property taxes are not accrued as a revenue because the amount is not susceptible to accrual. At June 30, taxes receivable are materially past due and are not considered to be an available resource to finance the operations of the current year. Also, as of January 1, 1993, State law altered the procedures for the assessment and collection of property taxes on registered motor vehicles in North Carolina. Effective with this change in the law, Wilson County is responsible for billing and collecting the property taxes on registered motor vehicles on behalf of all municipalities and special tax districts in the County. For motor vehicles registered under the staggered system and for vehicles newly registered under the annual system, property taxes are due the first day of the fourth month after the vehicles are registered. The billed taxes are applicable to the fiscal year in which they become due. Therefore, taxes for vehicles registered from March 2004 through February 2005 apply to the fiscal year ended June 30, 2005. Uncollected taxes which were billed during this period are shown as a receivable on these financial statements. For motor vehicles that are renewed and billed under the annual system, taxes are due on May 1 of each year and the uncollected taxes are reported as a receivable on the financial statements offset by deferred revenues because the due date and the date upon which interest begins to accrue passed prior to June 30. The taxes for renewal vehicles registered annually that have already been collected as of year-end are also reflected as deferred revenues at June 30, 2005 because they are intended to finance the County's operations during the 2006 fiscal year.

Sales taxes and certain intergovernmental revenues, such as the utilities franchise tax, collected and held by the State at year-end on behalf of the County are recognized as revenue. Intergovernmental revenues and sales and services are not susceptible to accrual because generally they are not measurable until received in cash. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been satisfied.

**Wilson County, North Carolina**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ended June 30, 2005**

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

All governmental and business-type activities and enterprise funds of the County follow FASB Statements and Interpretations issued before November 30, 1989, Accounting Principles Board Opinions, and Accounting Research Bulletins, unless those pronouncements conflict with GABS pronouncements.

The County has implemented GASB Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments* and related standards. These new standards provide for significant changes in terminology and presentation and for the inclusion of Management's Discussion and Analysis as required supplementary information.

**C. Budgetary Data**

The County's budgets are adopted as required by the North Carolina General Statutes. An annual budget is adopted for the General Fund, Revaluation Fund, Fire District Fund, Enhanced 911 Service Fund, Economic Development Reserve Fund, Public Buildings Fund, Transportation Fund, and the Enterprise Funds. All annual appropriations lapse at the fiscal year-end. Project ordinances are adopted for the Grant Projects Fund, School Improvements Capital Projects Fund, Library Construction Fund, Regional Wastewater Facility and the Enterprise Capital Projects Funds, which are consolidated with the enterprise operating funds for reporting purposes.

All budgets are prepared using the modified accrual basis of accounting. Expenditures may not legally exceed appropriations at the functional level for the all annually budgeted funds and at the object level for the multi-year funds. Amendments are required for any revisions that alter total expenditures of any fund or that change functional appropriations by more than \$5,000. The governing board must approve all amendments. During the year, several immaterial amendments to the original budget were necessary. The budget ordinance must be adopted by July 1 of the fiscal year or the governing board must adopt an interim budget that covers that time until the annual ordinance can be adopted.



**Wilson County, North Carolina**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ended June 30, 2005**

**D. Assets, Liabilities, and Fund Equity**

**1. Deposits and Investments**

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

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

The County and the ABC Board's investments with a maturity of more than one year at acquisition and non-money market investments are carried at fair value as determined by quoted market prices. The securities of the NCCMT Cash Portfolio, an SEC registered (2a-7) money market mutual fund, are valued at fair value, which is the NCCMT's share price. Money market investments that have a remaining maturity at the time of purchase of one year or less are reported at amortized cost. Non-participating interest earnings and Investment contracts are reported at cost.

**2. Cash and Cash Equivalents**

The County pools moneys from several funds to facilitate disbursement and investment and to maximize investment income. Therefore, all cash and investments are essentially demand deposits and are considered cash and cash equivalents. The ABC Board consider demand deposits and investments purchased with an original maturity of three months or less, which are not limited as to use, to be cash and cash equivalents.

**3. Restricted Assets**

The unexpended bond proceeds of the District's Serial Bonds are classified as restricted assets within the enterprise fund because their use is completely restricted to the purpose for which the bonds were originally issued. Customer deposits held by the County before any services are supplied are restricted to the service for which the deposit was collected. Also the unexpended bond (debt) proceeds for the Library and School Improvements Capital projects are restricted to the purpose for which they were borrowed.

**Wilson County, North Carolina**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ended June 30, 2005**

**4. Ad Valorem Taxes Receivable**

In accordance with State law [G.S. 105-347 and G.S. 159-13(a)], the County levies ad valorem taxes on property other than motor vehicles on July 1, the beginning of the fiscal year. The taxes are due on September 1 (lien date); however, penalties and interest do not accrue until the following January 6. These taxes are based on the assessed values as of January 1, 2004. As allowed by State law, the County has established a schedule of discounts that apply to taxes that are paid prior to the due date. In the County's General Fund, ad valorem tax revenues are reported net of such discounts.

**5. Allowances for Doubtful Accounts**

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

**6. Inventories and Prepaid Items**

The inventories of the ABC Board are valued at cost (first-in, first-out), which approximates market. The inventory of the ABC Board consists of materials and supplies held for consumption or resale. The cost of the inventory carried by the ABC Board is recorded as an expense as it is consumed or sold.

**7. Capital Assets**

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at their estimated fair value at the date of donation. Minimum capitalization costs are as follows: land, \$10,000; Buildings, improvements, substations, lines, and other plant and distribution systems, \$5,000; infrastructure, \$20,000; furniture and equipment, \$5,000; and vehicles, \$10,000. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

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

**Wilson County, North Carolina**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ended June 30, 2005**

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

	<u>Years</u>
Buildings	50
Improvements	25
Infrastructure	50
Furniture and equipment	3-20
Vehicles	3-5
Computer Equipment	3-5

Capital assets of the ABC Board are depreciated over their useful lives on a straight-line basis as follows:

	<u>Years</u>
Buildings	40-50
Furniture and equipment	3-10
Vehicles	3-5
Leasehold improvements	5-10

**8. Long-term Obligations**

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

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

**9. Compensated Absences**

The vacation policies of the County and the ABC Board provide for the accumulation of up to 240 hours earned vacation leave with such leave being fully vested when earned. For the County's government-wide and proprietary funds and the ABC Board, an expense and a liability for compensated absences and the salary-related payments are recorded as the leave is earned.

The sick leave policies of the County and the ABC Board provide for an unlimited accumulation of earned sick leave. Sick leave does not vest, but any unused sick leave accumulated at the time of retirement may be used in the determination of length of service for retirement benefit purposes. Since none of the entities have any obligation for accumulated sick leave until it is actually taken, no accrual for sick leave has been made by the County or its component unit.

**Wilson County, North Carolina**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ended June 30, 2005**

**10. Net Assets/Fund Balances**

**Net Assets**

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

**Fund Balances**

In the governmental fund financial statements, reservations or restrictions of fund balance represent amounts that are not appropriable or are legally segregated for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

State law [G.S. 159-13(b)(16)] restricts the appropriation of fund balance to an amount not to exceed the sum of cash and investments minus the sum of liabilities, encumbrances, and deferred revenues arising from cash receipts as those amounts stand at the close of the fiscal year preceding the budget year.

The governmental fund types classify fund balances as follows:

**Reserved**

Reserved by State Statute - portion of fund balance not available for appropriation under State law [G.S. 159-8(a)]. This amount is usually comprised of accounts receivable and interfund receivables that are not offset by deferred revenues.

Reserved for Register of Deeds - portion of fund balance constituting the Automation Enhancement and Preservation Fund, funded by 10% of the fees collected and maintained by the register of deeds' office. The funds are available for appropriation but are legally restricted for computer and imaging technology in the register of deeds office.

**Unreserved**

Designated for subsequent year's expenditures - portion of total fund balance available for appropriation which has been designated for the adopted 2005 - 2006 budget ordinance.

Undesignated - portion of total fund balance available for appropriation that is uncommitted at year-end.

**Wilson County, North Carolina**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ended June 30, 2005**

**E. Reconciliation of Government-wide and Fund Financial Statements**

1. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net asset.

The governmental fund balance sheet includes a reconciliation between fund balance - total governmental funds and net assets - governmental activities as reported in the government-wide statement of net assets. The net adjustment of \$(20,199,101) consists of several elements as follows:

Description	Amount
Capital assets used in governmental activities are not financial resources and are therefore not reported in the funds (total capital assets on government-wide statement in governmental activities column)	\$ 37,333,615
Less accumulated depreciation	12,854,486
Net Capital Assets	\$ 24,479,129
Deferred charges related to advance refunding bond issue are not a current financial resource and therefore not reported in the funds	107,649
Liabilities for revenue deferred but earned and therefore recorded in the fund statements but not in the government-wide.	5,206,795
Liabilities that, because they are not due and payable in the current period, do not require current resources to pay and are therefore not recorded in the fund statements:	
Bonds, leases, and installment financing	(47,764,946)
Compensated absences	(1,329,263)
Accrued interest payable	(539,559)
Unfunded Separation Allowance	(358,906)
Total Adjustment	\$ (20,199,101)

2. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balance and the government-wide statement of activities.

**Wilson County, North Carolina**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ended June 30, 2005**

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances - total governmental funds and changes in net assets of governmental activities as reported in the government-wide statement of activities. There are several elements of that total adjustment of \$3,811,106 as follows:

Description	Amount
Capital outlay expenditures recorded in the fund statements but capitalized as assets in the statement of activities	\$ 2,755,298
Depreciation expense, the allocation of those assets over their useful lives that is recorded on the statement of activities but not in the fund statements	(1,484,861)
New debt issued during the year is recorded as a source of funds on the fund statements; it has no effect on the statement of activities - it affects only the government-wide statement of net assets	-
Principal payments along with issuance costs and premiums on debt owed are recorded as a use of funds on the fund statements but again affect only the statement of net assets in the government-wide statements	5,697,513
Expenses reported in the statement of activities that do not require the use of current resources to pay are not recorded as expenditures in the fund statements.	
Difference in interest expense between fund statements (modified accrual) and government-wide statements (full accrual)	42,678
Compensated absences and certain pension costs are accrued in the government-wide statements but not in the fund statements because they do not use current resources.	(197,671)
Property tax and other revenues reported in the statement of activities that do not provide current resources are not recorded as revenues in the fund statements.	(760,651)
Special Item - Economic Development Incentive	(1,316,150)
Proceeds (applied to Long-term Debt) from Economic Development Incentive	(925,050)
Total Adjustment	\$ 3,811,106

**Wilson County, North Carolina**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ended June 30, 2005**

**II. Stewardship, Compliance, and Accountability**

**A. Material Violations of Finance-Related Legal and Contractual Provisions**

**Noncompliance with North Carolina General Statutes**

There were no material violations of finance-related and contractual provisions for the year ended June 30, 2005.

**III Detail Notes on All Funds**

**A. Assets**

**1. Deposits**

All of the County's and the ABC Board's deposits are insured or collateralized by using one of two methods. Under the Dedicated Method, all deposits exceeding the federal depository insurance coverage level are collateralized with securities held by the County's or the ABC Board's agents in these units names. Under the Pooling Method, which is a collateral pool, all uninsured deposits are collateralized with securities held by the State Treasurer's agent in the name of the State Treasurer. Since the State Treasurer is acting in a fiduciary capacity for the County and the ABC Board, these deposits are considered to be held by the their agents in the entities' names. The amount of the pledged collateral is based on an approved averaging method for non-interest bearing deposits and the actual current balance for interest-bearing deposits. Depositories using the Pooling Method report to the State Treasurer the adequacy of their pooled collateral covering uninsured deposits. The State Treasurer does not confirm this information with the County or the ABC Board, or with the escrow agent. Because of the inability to measure the exact amount of collateral pledged for the County or the ABC Board under the Pooling Method, the potential exists for undercollateralization, and this risk may increase in periods of high cash flows. However, the State Treasurer of North Carolina enforces strict standards of financial stability for each depository that collateralizes public deposits under the Pooling Method.

At June 30, 2005, the County's deposits had a carrying amount of \$3,904,447 and a bank balance of \$4,520,335. Of the bank balance, \$136,728 was covered by federal depository insurance, \$36,728 in non-interest bearing deposits and \$4,483,607 in interest-bearing deposits were covered by collateral held under the Pooling Method.

At June 30, 2005, Wilson County had \$8,485 cash on hand.

At June 30, 2005, the carrying amount of deposits for Wilson County ABC Board was \$705,855 and the bank balance was \$686,429. Of the bank balance \$141,713 was covered by federal depository insurance and \$544,716 in interest-bearing deposits was insured under the Pooling Method.

**Wilson County, North Carolina**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ended June 30, 2005**

**2. Investments**

As of June 30, 2005, the County had the following investments and maturities.

<u>Investment Type</u>	<u>Fair Value</u>	<u>Less Than 6 Months</u>	<u>6-12 Months</u>	<u>Over 1 Year</u>
U.S. Government Agencies	\$ 2,539,602	\$ 2,539,602	\$ -	\$ -
Commercial Paper	9,024,888	9,024,888	-	-
N.C. Capital Management Trust - Cash Portfolio	21,809,918	N/A	N/A	N/A
N.C. Capital Management Trust - Term Portfolio	29,713	-	29,713	-
<b>Total</b>	<u>\$ 33,404,121</u>	<u>\$ 11,564,490</u>	<u>\$ 29,713</u>	<u>\$ -</u>
	=====	=====	=====	=====

*Interest Rate Risk.* As a means of limiting its exposure to fair value losses arising from rising interest rates, the County's investment policy limits at least half of the County's investment portfolio to maturities of less than 12 months. Also, the County's investment policy requires purchases of securities to be laddered with staggered maturity dates and limits all securities to a final maturity of no more than three years.

*Credit Risk.* State law limits investments in commercial paper to the top rating issued by nationally recognized statistical rating organizations (NRSROs); however, the County had no formal policy on managing credit risk. As of June 30, 2005, the County's investments in commercial paper were rated P1 by Standard & Poor's, F1 by Fitch Ratings, and A1 by Moody's Investors Service. The County's investments in the NC Capital Management Trust Cash Portfolio carried a credit rating of AAAM by Standard & Poor's as of June 30, 2005. The County's investment in the NC Capital Management Trust Term Portfolio is unrated. The Term Portfolio is authorized to invest in obligations of the US government and agencies, and in high grade money market instruments as permitted under North Carolina General Statutes 159-30 as amended. The County's investments in US Agencies (Federal Home Loan Bank) are rated AAA by Standard & Poor's and Aaa by Moody's Investors Service.

*Custodial Credit Risk.* For an investment, custodial credit risk is the risk that in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The County had no policy on custodial credit risk.

At June 30, 2005, the ABC Board had no investments.



**Wilson County, North Carolina**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ended June 30, 2005**

**3. Property Tax - Use-Value Assessment on Certain Lands**

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

<u>Year Levied</u>	<u>Tax</u>	<u>Interest</u>	<u>Total</u>
2001	\$ 1,305,713	\$ 427,621	\$ 1,733,334
2002	1,368,289	324,969	1,693,258
2003	1,362,880	201,025	1,563,905
2004	1,335,851	100,189	1,436,040
Total	<u>\$ 5,372,733</u>	<u>\$ 1,053,804</u>	<u>\$ 6,426,537</u>

**4. Receivables**

Accounts receivable, as shown in the County's statement of net assets and balance sheet-governmental funds, are net of the following allowances for doubtful accounts:

General Fund:	
Ad valorem taxes	\$ 1,469,428
	=====
Enterprise Funds	\$ 75,042
	=====
Special Revenue Fund	\$ 32,704
	=====

The due from other governments that is owed to the County consist of the following:

	<u>General Fund</u>	<u>Enterprise Fund</u>
Local option sales tax	\$ 2,503,428	\$ -
White goods disposal tax	-	6,520
Scrap tire tax	-	18,668
Total	<u>\$ 2,503,428</u>	<u>\$ 25,188</u>
	=====	=====

**Wilson County, North Carolina**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ended June 30, 2005**

**5. Capital Assets**

Capital asset activity for the year ended June 30, 2005, was as follows:

	<u>Beginning Balances</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balances</u>
<b>Governmental Activities:</b>				
Capital Assets Not Being depreciated:				
Land	\$ 85,070	\$ 187,150	\$ -	\$ 272,220
Capital Assets Being Depreciated:				
Buildings	\$ 26,191,215	\$ -	\$ 3,064,553	\$ 23,126,662
Other improvements	3,449,295	1,631,267	-	5,080,562
Furniture and equipment	5,597,267	478,332	187,356	5,888,243
Vehicles and motor equipment	2,779,460	578,699	392,231	2,965,928
Total	<u>\$ 38,017,237</u>	<u>\$ 2,688,298</u>	<u>\$ 3,644,140</u>	<u>\$ 37,061,395</u>
Less Accumulated Depreciation For:				
Buildings	\$ 6,880,974	\$ 435,726	\$ 703,203	\$ 6,613,497
Other improvements	315,226	101,139	-	416,365
Equipment	3,537,469	387,778	187,356	3,737,891
Vehicles and motor equipment	1,918,746	560,218	392,231	2,086,733
Total	<u>\$ 12,652,415</u>	<u>\$ 1,484,861</u>	<u>\$ 1,282,790</u>	<u>\$ 12,854,486</u>
Total Capital Assets Being Depreciated, Net	<u>\$ 25,364,822</u>			<u>\$ 24,206,909</u>
Governmental Activities Capital Assets, Net	<u>\$ 25,449,892</u>			<u>\$ 24,479,129</u>

**Primary Government**

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

General government	\$ 222,557
Public safety	717,390
Economic and physical development	30,031
Human services	375,078
Cultural and recreational	139,805
Total Depreciation Expense	<u>\$ 1,484,861</u>

**Wilson County, North Carolina**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ended June 30, 2005**

	<u>Beginning Balances</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balances</u>
<b>Business-type Activities:</b>				
<b>Solid Waste:</b>				
Capital Assets Not Being Depreciated:				
Land	\$ 2,261,648	\$ -	\$ -	\$ 2,261,648
Capital Assets Being Depreciated:				
Furniture and maintenance equipment	\$ 1,494,647	\$ 140,933	\$ -	\$ 1,635,580
Vehicles	37,141	-	-	37,141
Total	<u>\$ 1,531,788</u>	<u>\$ 140,933</u>	<u>\$ -</u>	<u>\$ 1,672,721</u>
Less Accumulated Depreciation For:				
Furniture and maintenance equipment	\$ 1,032,743	\$ 89,275	\$ -	\$ 1,122,018
Vehicles	28,566	6,624	-	35,190
Total	<u>\$ 1,061,309</u>	<u>\$ 95,899</u>	<u>\$ -</u>	<u>\$ 1,157,208</u>
Total Capital Assets Being Depreciated, Net	<u>\$ 470,479</u>			<u>\$ 515,513</u>
Solid Waste Capital Assets, Net	<u>\$ 2,732,127</u>			<u>\$ 2,777,161</u>
<b>Southeast Water District:</b>				
Capital Assets Not Being Depreciated:				
Land	\$ 28,054	\$ -	\$ -	\$ 28,054
Construction in progress	6,332,081	217,216	216,190	6,333,107
Total	<u>\$ 6,360,135</u>	<u>\$ 217,216</u>	<u>\$ 216,190</u>	<u>\$ 6,361,161</u>
Capital Assets Being Depreciated:				
Plant and distribution system	\$ 1,907,710	\$ 216,190	\$ -	\$ 2,123,900
equipment	1,459,627	1,982	-	1,461,609
Vehicles	39,778	-	-	39,778
Total	<u>\$ 3,407,115</u>	<u>\$ 218,172</u>	<u>\$ -</u>	<u>\$ 3,625,287</u>

(Continued)

**Wilson County, North Carolina**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ended June 30, 2005**

	Beginning Balances	Increases	Decreases	Ending Balances
<b>Business-type Activities: (continued)</b>				
<b>Southeast Water District: (continued)</b>				
Less Accumulated Depreciation For:				
Plant and distribution system	\$ 37,087	\$ 37,524	\$ -	\$ 74,611
Office and maintenance equipment	62,906	62,965	-	125,871
Vehicles	19,360	5,951	-	25,311
Total	\$ 119,353	\$ 106,440	\$ -	\$ 225,793
Total Capital Assets Being Depreciated, Net	\$ 3,287,762			\$ 3,399,494
Southeast Water District Capital Assets, Net	\$ 9,647,897			\$ 9,760,655
<b>Southwest Water District:</b>				
Capital Assets Not Being Depreciated:				
Land	\$ 44,006	\$ -	\$ -	\$ 44,006
Construction in progress	4,791,821	539,576	808,371	4,523,026
Total	\$ 4,835,827	\$ 539,576	\$ 808,371	\$ 4,567,032
Capital Assets Being Depreciated:				
Plant and distribution system	\$ 4,776,899	\$ 808,371	\$ -	\$ 5,585,270
Office and maintenance equipment	653,231	1,071	-	654,302
Vehicles	21,485	-	-	21,485
Total	\$ 5,451,615	\$ 809,442	\$ -	\$ 6,261,057

(Continued)

**Wilson County, North Carolina**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ended June 30, 2005**

	Beginning Balances	Increases	Decreases	Ending Balances
<b>Business-type Activities: (continued)</b>				
<b>Southwest Water District: (continued)</b>				
Less Accumulated Depreciation For:				
Plant and distribution system	\$ 48,228	\$ 117,827	\$ -	\$ 166,055
Office and maintenance equipment	15,444	9,180	-	24,624
Vehicles	10,456	3,215	-	13,671
Total	\$ 74,128	\$ 130,222	\$ -	\$ 204,350
Total Capital Assets Being Depreciated, Net	\$ 5,377,487			\$ 6,056,707
Southwest Water District Capital Assets, Net	\$ 10,213,314			\$ 10,623,739
Business-type Activities Capital Assets, Net	\$ 22,593,338			\$ 23,161,555

**Construction Commitments**

The government has active construction projects as of June 30, 2005. The projects include Water System, Library Construction/Improvements and School Capital Improvements. At year-end, the government's commitments with contractors are as follows:

Project	Original Contracts	Remaining Commitment
Water System	\$ 15,608,284	\$ 573,017
Library Construction/Improvements	4,063,230	467,798
Total	\$ 19,671,514	\$ 1,040,815

**Wilson County, North Carolina**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ended June 30, 2005**

**Discretely Presented Component Units**

Activity for the ABC Board for the year ended June 30, 2005, was as follows:

	<u>Beginning Balances</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balances</u>
Capital Assets Not Being Depreciated:				
Land	\$ 319,449	\$ -	\$ -	\$ 319,449
Construction in progress	-	-	-	-
Total	<u>\$ 319,449</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 319,449</u>
Capital Assets Being Depreciated:				
Buildings	\$ 1,478,832	\$ 4,300	\$ -	\$ 1,483,132
Furniture and equipment	342,465	19,480	3,379	358,566
Vehicles	23,876	-	-	23,876
Leasehold Improvements	4,628	3,091		7,719
Total	<u>\$ 1,849,801</u>	<u>\$ 26,871</u>	<u>\$ 3,379</u>	<u>\$ 1,873,293</u>
Less Accumulated Depreciation For:				
Buildings	\$ 87,090	\$ 31,356	\$ -	\$ 118,446
Furniture & equipment	180,513	40,459	3,221	217,751
Vehicles	20,297	2,262	-	22,559
Computer equipment	2,514	456	-	2,970
Total	<u>\$ 290,414</u>	<u>\$ 74,533</u>	<u>\$ 3,221</u>	<u>\$ 361,726</u>
Total Capital Assets Being Depreciated, Net	<u>\$ 1,559,387</u>			<u>\$ 1,511,567</u>
Capital Assets, Net	<u>\$ 1,878,836</u>			<u>\$ 1,831,016</u>

Depreciation expense was charged to functions as follows:

Warehouse and delivery	\$ 11,034
Administrative	10,556
Store expenses	52,943
 Total Depreciation Expense	 <u>\$ 74,533</u> =====

**Wilson County, North Carolina  
Notes to the Financial Statements  
For the Fiscal Year Ended June 30, 2005**

**B. Liabilities**

**1. Payables**

Payables at the government-wide level at June 30, 2005, were as follows:

	<u>Vendors</u>	<u>Salaries and Benefits</u>	<u>Accrued Interest</u>	<u>Total</u>
<b>Governmental</b>				
<b>Activities:</b>				
General	\$ 1,553,707	\$ 353,086	\$ 539,559	\$ 2,446,354
Other Governmental	703,965	-	-	703,965
Total	<u>\$ 2,257,674</u>	<u>\$ 353,086</u>	<u>\$ 539,559</u>	<u>\$ 3,150,319</u>
<b>Business-type</b>				
<b>Activities:</b>				
Solid Waste	\$ 125,730	\$ -	\$ -	\$ 125,730
Water Distribution				
<b>Funds:</b>				
Southeast District	5,699	-	13,229	18,928
Southwest District	7,318	-	13,529	20,847
Total	<u>\$ 138,747</u>	<u>\$ -</u>	<u>\$ 26,758</u>	<u>\$ 165,505</u>

**2. Pension Plan Obligations**

**Local Governmental Employees' Retirement System**

**Plan Description**

Wilson County and the ABC Board contribute to the statewide Local Governmental Employees' Retirement System (LGERS), a cost-sharing multiple-employer defined benefit pension plan administered by the State of North Carolina. LGERS provides retirement and disability benefits to plan members and beneficiaries. Article 3 of G.S. Chapter 128 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly. The Local Governmental Employees' Retirement System is included in the Comprehensive Annual Financial Report (CAFR) for the State of North Carolina. The State's CAFR includes financial statements and required supplementary information for LGERS. That report may be obtained by writing to the Office of the State Controller, 1410 Mail Service Center, Raleigh, North Carolina 27699-1410, or by calling (919) 981-5454.

**Wilson County, North Carolina  
Notes to the Financial Statements  
For the Fiscal Year Ended June 30, 2005**

**Funding Policy**

Plan members are required to contribute six percent of their annual covered salary. The County and the ABC Board are required to contribute at an actuarially determined rate. For the County, the current rate for employees not engaged in law enforcement and for law enforcement officers is 4.88% and 4.78%, respectively, of annual covered payroll. For the ABC Board, the current rate for employees not engaged in law enforcement is 4.89% of annual covered payroll. The contribution requirements of members and of Wilson County and the ABC Board are established and may be amended by the North Carolina General Assembly. The County's contributions to LGERS for the years ended June 30, 2005, 2004, and 2003 were \$998,291, \$914,600, and \$879,142, respectively. The ABC Board's contributions to LGERS for the years ended June 30, 2005, 2004, and 2003 were \$46,791, \$46,666, and \$45,457, respectively. The contributions made by the County and the ABC Board equaled the required contributions for each year.

**Law Enforcement Officers Special Separation Allowance**

**Plan Description**

Wilson County administers a public employee retirement system (the "Separation Allowance"), a single-employer defined benefit pension plan that provides retirement benefits to the County's qualified sworn law enforcement officers. The Separation Allowance is equal to .85 percent of the annual equivalent of the base rate of compensation most recently applicable to the officer for each year of creditable service. The retirement benefits are not subject to any increases in salary or retirement allowances that may be authorized by the General Assembly. Article 12D of G.S. Chapter 143 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly. The Separation Allowance is reported in the County's report as a pension trust fund.

All full-time law enforcement officers of the County are covered by the Separation Allowance. At December 31, 2004, the Separation Allowance's membership consisted of:

Retirees receiving benefits	5
Terminated plan members entitled to but not yet receiving benefits	0
Active plan members	70
Total	<hr style="width: 50%; margin: 0 auto;"/> 75 =====



**Wilson County, North Carolina  
Notes to the Financial Statements  
For the Fiscal Year Ended June 30, 2005**

**Summary of Significant Accounting Policies**

**Basis of Accounting**

The County has chosen to fund the Separation Allowance on a pay as you go basis. Pension expenditures are made from the General Fund, which is maintained on the modified accrual basis of accounting.

**Method Used to Value Investments**

No funds are set aside to pay benefits and administration costs. These expenditures are paid as they come due.

**Contributions**

The County is required by Article 12D of G.S. Chapter 143 to provide these retirement benefits and has chosen to fund the benefit payments on a pay as you go basis through appropriations made in the General Fund operating budget. For the current year, the County contributed \$69,197. There were no contributions made by employees. The County's obligation to contribute to this plan is established and may be amended by the North Carolina General Assembly.

The annual required contribution for the current year was determined as part of the December 31, 2004 actuarial valuation using the projected unit credit actuarial cost method. The actuarial assumptions included (a) 7.25% investment rate of return (net of administrative expenses) and (b) projected salary increases ranging from 5.9% to 9.8% per year. Both (a) and (b) included an inflation component of 3.75%. The assumptions did not include post-retirement benefit increases. The actuarial value of assets was determined using the market value of investments. The unfunded actuarial accrued liability is being amortized as a level percentage of payroll on a closed basis. The remaining amortization period at December 31, 2004 was 26 years.

3 Year Trend Information			
For Year Ended June 30	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
2003	\$ 90,988	50.97%	\$ 285,336
2004	93,417	49.94%	332,103
2005	96,000	72.08%	358,906

**Wilson County, North Carolina  
Notes to the Financial Statements  
For the Fiscal Year Ended June 30, 2005**

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

**Plan Description**

Wilson County contributes to the Supplemental Retirement Income Plan (Plan), a defined contribution pension plan administered by the Department of State Treasurer and a Board of Trustees. The Plan provides retirement benefits to law enforcement officers employed by the County. Article 5 of G.S. Chapter 135 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly.

**Funding Policy**

Article 12E of G.S. Chapter 143 requires the County to contribute each month an amount equal to five percent of each officer's salary, and all amounts contributed are vested immediately. Also, the law enforcement officers may make voluntary contributions to the plan. Contributions for the year ended June 30, 2005 were \$166,027, which consisted of \$128,036 from the County and \$37,991 from the law enforcement officers.

**Registers of Deeds' Supplemental Pension Fund**

**Plan Description**

The County also contributes to the Registers of Deeds' Supplemental Pension Fund (the Fund), a noncontributory, defined contribution plan administered by the North Carolina Department of State Treasurer. The Fund provides supplemental pension benefits to any eligible county register of deeds who is retired under the Local Government Employees' Retirement System (LGERS) or an equivalent locally sponsored plan. Article 3 of G.S. Chapter 161 assigns the authority to establish and amend benefit provisions to the North Carolina General Assembly.

**Funding Policy**

On a monthly basis, the County remits to the Department of State Treasurer an amount equal to four and one-half percent (4.5%) of the monthly receipts collected pursuant to Article 1 of G.S. 161. Immediately following January 1 of each year, the Department of State Treasurer divides ninety-three percent (93%) of the amount in the Fund at the end of the preceding calendar year into equal shares to be disbursed as monthly benefits. The remaining seven percent (7%) of the Fund's assets may be used by the State Treasurer in administering the Fund. For the fiscal year ended June 30, 2005, the County's required and actual contributions were \$21,022.

**Wilson County, North Carolina**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ended June 30, 2005**

**Other Post-Employment Benefits**

According to a county ordinance, the County provides health care benefits to retirees of the County who participate in the North Carolina Local Governmental Employees' Retirement System (System) and have at least five years of creditable service with the State Retirement System. The County pays the full cost of coverage for these benefits. Also, retirees can purchase coverage for their dependents at the County's group rates.

Currently 56 retirees are eligible for post-retirement health benefits. For the fiscal year ended June 30, 2005, the County made payments for post-retirement health benefit premiums of \$255,366. The County obtains health care coverage through private insurers.

The County has elected to provide death benefits to employees through the Death Benefit Plan for members of the Local Governmental Employees' Retirement System (Death Benefit Plan), a multiple-employer, State-administered, cost-sharing plan funded on a one-year term cost basis. The beneficiaries of those employees who die in active service after one year of contributing membership in the System, or who die within 180 days after retirement or termination of service and have at least one year of contributing membership service in the system at time of death are eligible for death benefits. Lump sum death benefit payments to beneficiaries are equal to the employee's 12 highest months salary in a row during the 24 months prior to the employee's death, but the benefit will be a minimum of \$25,000 and would not exceed \$50,000. All death benefit payments are made from the Death Benefit Plan. The County has no liability beyond the payment of monthly contributions. Contributions are determined as percentage of monthly payroll, based upon rates established annually by the State. Separate rates are set for employees not engaged in law enforcement and for law enforcement officers. Because the benefit payments are made by the Death Benefit Plan and not by the County, the County does not determine the number of eligible participants. For the fiscal year ended June 30, 2005, the County made contributions to the State for death benefits of \$17,944. The County's required contributions for employees not engaged in law enforcement and for law enforcement officers represented .08% and .14% of covered payroll, respectively. The contributions to the Death Benefit Plan cannot be separated between the post-employment benefit amount and the other benefit amount.

**Wilson County, North Carolina  
Notes to the Financial Statements  
For the Fiscal Year Ended June 30, 2005**

**3. Closure and Post-closure Care Costs - Wilson County Solid Waste Facility**

State and federal laws and regulations require the County to place a final cover on its landfill facility when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. The landfill stopped accepting solid waste on January 1, 1998.

The County is also permitted to accept construction and demolition waste on top of a closed landfill site for maximum period of five years or until maximum capacity has been reached. The estimated future costs to close the construction and demolition area and subsequent postclosure costs based on remaining capacity at June 30, 2005, are \$2,464,120.

The County has met the requirements of a local government financial test that is one option under State and federal laws and regulations that helps determine if a unit is financially able to meet closure and postclosure care requirements. However, the County has also elected to establish a reserve fund that accumulates resources through annual contributions for the payment of closure and postclosure care costs. At June 30, 2005, those funds are held in investments with a cost and market value of \$3,825,429.

The County expects that future inflation costs will be paid from the interest earnings on these annual contributions. However, if interest earnings are inadequate or additional postclosure care requirements are determined (due to changes in technology or applicable laws or regulations, for example), these costs may need to be covered by charges to future landfill users or by future tax revenues.

**4. Deferred Revenues**

The balance in deferred revenue on the fund statements and on the government-wide statements at year-end is composed of the following elements:

	Deferred Revenues
Prepaid taxes not yet earned (General)	\$ 382,714
Taxes receivable (net) (General)	4,763,742
Taxes receivable (net) (Special Revenue)	115,561
Total	\$ 5,262,017

**Wilson County, North Carolina**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ended June 30, 2005**

**5. 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 natural disasters. The County participates in two self-funded risk financing pools administered by the North Carolina Association of County Commissioners. Through these pools, the County obtains property coverage equal to replacement cost values of owned property subject to a limit of \$125.5 million for any one occurrence, general liability coverage of \$2 million per occurrence, and workers' compensation coverage up to the statutory limits. The pools are reinsured through commercial companies for single occurrence losses in excess of \$500,000 up to a \$2 million limit for general liability coverage, \$600,000 of aggregate annual losses in excess of \$50,000 per occurrence for property coverage, and single occurrence losses of \$350,000 for workers' compensation.

The County carries commercial coverage for all other risks of loss. There have been no significant reductions in insurance coverage from the previous year and settled claims have not exceeded coverage in any of the past three fiscal years.

The County carries flood insurance through the National Flood Insurance Plan (NFIP). The County is in an area of the State that has been mapped and designated an "A" area (an area close to a river, lake, or stream) by the Federal Emergency Management Agency. The County has purchased \$210,000 of insurance on one structure.

Wilson County ABC Board is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The Board has property, general liability, auto liability, workers' compensation, and employee health coverage. The Board also has liquor legal liability coverage. There have been no significant reductions in insurance coverage from the previous year and settled claims have not exceeded coverage in any of the past three fiscal years.

**6. Contingent Liabilities**

At June 30, 2005, the County was a defendant to various lawsuits. In the opinion of the County's management and the County attorney, the ultimate outcome of these legal matters will not have a materially adverse effect on the County's financial position.

**Wilson County, North Carolina**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ended June 30, 2005**

**7. Long-Term Obligations**

**Capital Leases**

The County has entered into agreements to lease certain equipment. The lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of the future minimum lease payments as of the date of their inception.

1. Lease executed on March 30, 2001 for a copier requiring sixty monthly installments of \$428.
2. Lease executed on December 1, 2001 for five Canon copiers requiring sixty monthly installments of \$1,996.
3. Lease executed on April 1, 2002 for a Canon copier requiring forty-eight monthly installments of \$248.
4. Lease executed on July 1, 2004 for imaging equipment requiring sixty monthly installments of \$550.
5. Lease executed on July 23, 2004 for a telephone system requiring forty-eight monthly installments of \$10,063.
6. Lease executed on August 10, 2004 for telephone networking equipment requiring forty-eight monthly installments of \$1,832.
7. Lease executed on August 23, 2004 for telephone networking equipment requiring forty-eight monthly installments of \$1,231.
8. Lease executed on September 9, 2004 for telephone networking equipment requiring forty-eight monthly installments of \$1,649.
9. Lease executed on September 20, 2004 for telephone networking equipment requiring forty-eight monthly installments of \$1,049.
10. Lease executed on December 1, 2004 for 60 laptops requiring thirty-six monthly installments of \$4,293.

Under the terms of the agreements, the County at the end of the lease has a purchase option of \$1.

There were no new capital lease agreements for the fiscal year ended June 30, 2005.

**Wilson County, North Carolina**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ended June 30, 2005**

The following is an analysis of the assets recorded under capital leases in the County's General Fixed Assets Account Group at June 30:

<u>Classes of Property</u>	<u>2005</u>
Equipment	\$ 1,405,819
	=====

For Wilson County, the future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2005 were as follows:

<u>Year Ending</u> <u>June 30</u>	<u>General</u> <u>Long-Term</u> <u>Debt</u>
2006	\$ 277,875
2007	233,810
2008	14,986
Total minimum lease payments	\$ 526,671
Less: amount representing interest	14,434
Present value of the minimum lease payments	\$ 512,237
	=====

**General Obligation Indebtedness**

There are no outstanding general obligation bonds financed by the governmental funds. Wilson County Water District issues general obligation bonds to provide funds for the acquisition and construction of major water system capital improvements. These bonds, which are recorded in the Water District Fund, are collateralized by the full faith, credit, and taxing power of the District. Principal and interest payments are appropriated when due.

The County's general obligation bonds payable at June 30, 2005 is comprised of the following individual issues:

	<u>Balance</u> <u>6-30-05</u>
General Obligation Bonds:	
\$8,000,000 Detention Center Bond Issue - February 1, 1993: due in annual principal installments ranging from \$380,000 to \$450,000 through June 2014; interest at 2.0% to 3.25%; payable on June 1 and December 1	\$ 3,680,000

(Continued)

**Wilson County, North Carolina  
Notes to the Financial Statements  
For the Fiscal Year Ended June 30, 2005**

	<u>Balance 6-30-05</u>
General Obligation Bonds: (continued)	
\$17,400,000 School Series 2004 - April 9, 2004; due in annual principal installments ranging from \$500,000 to \$2,000,000 through April 2017; interest at 4.0% to 5.0%; payable on October 1 and April 1	15,700,000
\$5,300,000 Library Bonds Series 2003 - February 2, 2003; due in annual principal installments of \$350,000 through February 2018; interest at 3.25% to 3.6%; payable on February 1 and August 1	4,600,000
Total	<u>\$ 23,980,000</u> =====

The County has financed capital improvements throughout the years with financing agreements with local banks.

The County's financing debt at June 30, 2005 are comprised of the following notes payable:

	<u>Balance 6-30-05</u>
Notes Payable:	
\$8,500,000 Financing Agreement - December 19, 1996; due in semi-annual principal and interest payments of \$389,391 through January 1, 2012; interest at 4.01% payable on July 1 and January 1	\$ 4,712,405
\$5,600,000 Financing Agreement - July 31, 2001; due in semi-annual fixed principal payments of \$192,323 plus interest at 4.09% through October 27, 2015, payable on October 27 and April 27	4,038,780
\$5,000,000 Financing Agreement - April 2, 2002; due in semi-annual fixed principal payments of \$163,945 plus interest at 4.16% through October, 2016; payable on July 1 and January 1	3,770,727

(Continued)



**Wilson County, North Carolina  
Notes to the Financial Statements  
For the Fiscal Year Ended June 30, 2005**

	<u>Balance 6-30-05</u>
Notes Payable: (continued)	
\$8,500,000 Financing Agreement - January 15, 1997; due in semi-annual principal and interest payments of \$391,392 through January 1, 2006; interest at 4.01%; payable on July 1 and January 1	4,736,619
\$3,500,000 Notes Payable - December 22, 1992; due in semi-annual principal and interest payments of \$162,381 through January 2008; interest at 3.49%; payable on January 10 and July 10; collateralized by a deed of trust on a building	917,444
\$1,340,875 Notes Payable - November 20, 1997; due in quarterly principal and interest payments of \$30,338 through December 2012; interest at 4.25%; payable March 1, June 1, September 1, and December 1; collateralized by a deed of trust on a building	775,843
\$5,000,000 Financing Agreement - August 30, 1999; due in semi-annual principal payments of \$170,167 through August 30, 2014; interest at 4.09%; payable on February 28 and August 30	3,230,317
\$800,000 Notes Payable - October 21, 1994; County's share of a joint loan with the City of Wilson for ½ of a building constructed as an Industrial economic incentive; due in monthly principle and interest payments of \$8,168 through November 2008; interest at 6.5% payable monthly	295,672
Installment Purchases:	
\$903,313 School Renovations Qualified Zone Academy Bond - July 2, 2002; due in annual payments of \$54,209 through July 2019; non-interest bearing	794,902
Total	<u>\$ 23,272,709</u> =====

(Continued)

**Wilson County, North Carolina**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ended June 30, 2005**

	<u>Balance</u> 6-30-05
Notes Payable: (continued)	
Serviced by the Southwest Water District: 2004 USDA/Rural Development Water Bonds \$3,784,000 due in annual installments of \$41,000 to \$164,000 (beginning 2006) plus interest at 4.5% through June 2043	\$ 3,784,000
Serviced by the Southeast Water District; 2003 USDA/Rural Development Water Bonds \$3,600,000 due in annual installments of \$38,500 to \$154,000 (beginning 2005) plus interest at 4.625% through June 1, 2042	3,561,500
Total	<u>\$ 7,345,500</u> =====

The annual requirements to amortize general obligation bonds outstanding as of June 30, 2005, including interest payments, are as follows:

<u>June 30</u>	Governmental Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2006	\$ 1,595,000	\$ 984,425	\$ 81,000	\$ 334,999
2007	1,580,000	929,275	84,500	331,304
2008	1,570,000	873,350	89,000	327,450
2009	1,665,000	817,125	92,500	323,390
2010	1,660,000	752,963	96,500	319,171
2011 to 2015	11,110,000	2,640,638	551,500	1,525,806
2016 to 2020	4,800,000	346,000	690,000	1,387,937
2021 to 2025	-	-	861,500	1,215,549
2026 to 2030	-	-	1,077,500	1,000,173
2031 to 2035	-	-	1,346,500	730,949
2036 to 2040	-	-	1,575,000	398,608
2041 to 2045	-	-	800,000	65,648
Total	<u>\$ 23,980,000</u> =====	<u>\$ 7,343,776</u> =====	<u>\$ 7,345,500</u> =====	<u>\$ 7,960,984</u> =====

**Wilson County, North Carolina**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ended June 30, 2005**

The annual requirements to amortize notes payable outstanding as of June 30, 2005, including interest payments, are as follows:

June 30	Principal	Interest	Total
2006	\$ 2,767,568	\$ 888,236	\$ 3,655,804
2007	2,835,658	776,876	3,612,534
2008	2,906,606	662,649	3,569,255
2009	2,589,781	549,399	3,139,180
2010	2,613,232	446,692	3,059,924
2011 to 2015	8,622,892	869,497	9,492,389
2016 to 2020	936,972	24,392	961,364
<b>Total</b>	<b>\$ 23,272,709</b>	<b>\$ 4,217,741</b>	<b>\$ 27,490,450</b>

At June 30, 2005, the County had a legal debt margin of \$344,438,198.

**Long-Term Obligation Activity**

The following is a summary of changes in the County's long-term obligations for the fiscal year ended June 30, 2005:

	Balance July 1, 2004	Increases	Decreases	Balance June 30, 2005	Current Portion of Balance
<b>Governmental Activities:</b>					
General obligation debt	\$ 25,480,000	\$ -	\$ 1,500,000	\$ 23,980,000	\$ 1,595,000
Capitalized leases	775,221	-	262,984	512,237	266,883
Notes payable	27,219,199	-	3,946,490	23,272,709	2,767,568
Compensated absences	1,191,979	137,284	-	1,329,263	-
Unfunded Special Separation Allowance	298,519	60,387	-	358,906	-
Accrued interest	582,237	-	42,678	539,559	539,559
<b>Total Governmental Activities</b>	<b>\$ 55,547,155</b>	<b>\$ 197,671</b>	<b>\$ 5,752,152</b>	<b>\$ 49,992,674</b>	<b>\$ 5,169,010</b>

(Continued)

**Wilson County, North Carolina**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ended June 30, 2005**

	Balance July 1, 2004	Increases	Decreases	Balance June 30, 2005	Current Portion of Balance
<b>Business-type Activities:</b>					
General obligation debt	\$ 7,384,000	\$ -	\$ 38,500	\$ 7,345,500	\$ 81,000
Accrued landfill closure & postclosure care costs	2,209,102	255,018	-	2,464,120	-
Compensated absences	27,895	360	-	28,255	-
<b>Total Business-type Activities</b>	<b>\$ 9,620,997</b>	<b>\$ 255,378</b>	<b>\$ 38,500</b>	<b>\$ 9,837,875</b>	<b>\$ 81,000</b>

**Discretely Presented  
Component Units  
Long-term Liabilities:**

Installment Purchase	\$ 742,647	\$ -	\$ 255,480	\$ 487,167	\$ 59,690
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Compensated absences typically have been liquidated in the general fund and are accounted for on a LIFO basis, assuming that employees are taking leave time as it is earned.

**Interfund Transfers**

	From	To
General Fund: Revaluation (Annual transfer)	\$ -	\$ 50,000
Economic Development Reserve General Fund (to consolidate resources)	187,487	-
Total	<u>\$ 187,487</u>	<u>\$ 187,487</u>

**Special Item**

During the year the County transferred its equity interest of \$1,316,150 in commercial real estate known as the "Cott" building to the tenants of the property in exchange for payment of the outstanding mortgage on the property. The building was originally constructed as an economic incentive to attract the tenant. The entire cost of original construction was financed and all subsequent payments have been made by the tenant.

**Wilson County, North Carolina**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ended June 30, 2005**

**IV. Related Organization**

Wilson Memorial Hospital (the "Hospital") is a not-for-profit corporation and is a legally separate organization. Although the County Board of Commissioners is responsible for appointing the members of the Board of the Hospital, the County's accountability for this organization does not extend beyond making these appointments.

**V. Joint Ventures**

**Wilson Economic Development Council**

The County is a participant with the City of Wilson (the "City") in a joint venture to promote industrial and commercial development of the County and City. The Council is managed by a nine-member board composed of four appointees from the County, four appointees from the City and a chairman from either the County or City based on election by the Board. The by-laws of the Council state that the County and City are to provide funding for the financial requirements and operations of the Council. In accordance with the joint venture agreement, the County contributed \$204,086 to the Council for the fiscal year ended June 30, 2005. The participating governments do not have any equity interest in the joint venture, so no equity interest has been reflected in the financial statements at June 30, 2005. Complete financial statements for the Council can be obtained from the Council's administrative offices at 126 West Nash Street, Wilson, North Carolina 27893.

**Rocky Mount-Wilson Airport Authority**

The County, in conjunction with the City of Wilson, City of Rocky Mount, County of Edgecombe, and County of Nash, participates in the Rocky Mount-Wilson Airport Authority (the "Airport"). Each participating city appoints two members and each participating County appoints one member to the seven-member board. The Airport is a joint venture established to facilitate economic expansion within the region and improve the quality of life for its citizens. The County has an ongoing financial responsibility for the Airport because it and the other participants are legally obligated, under the intergovernmental agreement that created the Airport, to honor any deficiencies in the event that proceeds from other default remedies are insufficient. The County contributed \$40,214 to the Airport during the fiscal year ended June 30, 2005. The participating governments do not have any equity interest in the joint venture, so no equity interest has been reflected in the financial statements at June 30, 2005. Complete financial statements for the Airport can be obtained from the Airport's administrative offices at 250 Airport Drive, Elm City, North Carolina 27822.

**Wilson County, North Carolina**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ended June 30, 2005**

**Wilson Technical Community College**

The County, in conjunction with the State of North Carolina and the Wilson County Board of Education, participates in a joint venture to operate the Wilson Technical Community College. Each of the three participants appoints four members of the thirteen member Board of Trustees of the Community College. The president of the Community College's student government serves as an ex officio nonvoting member of the Community College's board of trustees. The Community College is included as a component unit of the State. The County has the basic responsibility for providing funding for the facilities of the Community College and also provides some financial support for the Community College's operations. The County has an ongoing financial responsibility for the Community College because of the statutory responsibilities to provide funding for the Community College's facilities. The County contributed \$404,374 and \$349,802 to the Community College for operating and capital purposes, respectively, during the fiscal year ended June 30, 2005. The participating governments do not have any equity interest in the joint venture; therefore, no equity interest has been reflected in the County's financial statements at June 30, 2005. Complete financial statements for the Community College may be obtained from the Community College's administrative offices at 902 Herring Avenue, Wilson, North Carolina 27893.

**Wilson-Greene Board of Mental Health, Mental Retardation and Substance Abuse**

The County, in conjunction with Greene County, participates in a joint venture to operate the Wilson-Greene Board of Mental Health, Mental Retardation, and Substance Abuse (the "Board"). The Board of County Commissioners of each participating county appoints one county commissioner to the Board. The appointed commissioners then appoint the remaining thirteen members of the Board. Each participant in the joint venture makes an annual appropriation to the Board, but the majority of its funding comes from other sources. During the fiscal year ended June 30, 2005, the County contributed \$367,688 to the Board. None of the participating governments have an equity interest in the Board, so no equity interest has been reflected in the financial statements at June 30, 2005. Complete financial statements for the Board may be obtained from the Board's offices at 1709 South Tarboro Street, Wilson, North Carolina 27893.

**VI. Jointly Governed Organization**

**Upper Coastal Plain Council of Governments**

The County, in conjunction with five other counties and 35 municipalities, established the Upper Coastal Plain Council of Governments (the "Council"). The participating governments established the Council to coordinate various funding received from federal and State agencies. Each participating government appoints one member to the Council's governing board. The County paid membership fees and other costs of \$34,096 to the Council during the fiscal year ended June 30, 2005.

**Wilson County, North Carolina  
Notes to the Financial Statements  
For the Fiscal Year Ended June 30, 2005**

**Wilson County Tourism Development Authority**

The County of Wilson and the City of Wilson created the Wilson County Tourism Development Authority (the "Authority"), a public authority established to promote the growth of tourism and travel related industry. The Authority is funded by occupancy sales tax on motel and bed and breakfast rentals. The Authority receives no financial support from the County.

**VII Benefit Payments Issued by the State**

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

	<u>Federal</u>	<u>State</u>
Medical Assistance Program		
Medicaid - Title XIX	\$ 55,973,523	\$ 26,734,488
IV - E Adoption	413,645	119,450
IV - E Foster Care	130,508	20,067
Temporary Assistance for Needy Families	1,236,962	-
Low Income Home Energy Assistance Block Grant	125,028	-
WIC	2,035,172	-
Special Assistance for Adults	-	1,064,243
Food Stamp Program	9,022,882	-
CWS Adoption	-	172,566
State Foster Home	-	58,138
Total	<u>\$ 68,937,720</u>	<u>\$ 28,168,952</u>
	=====	=====

**XII Summary Disclosure of Significant Commitments and Contingencies**

**Federal and State Assisted Programs**

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

**Operating Leases**

The County is obligated under operating leases to make monthly payments ranging from \$248 to \$1,002 through July, 2008. Lease expenditures for the fiscal year ended June 30, 2005 totaled \$51,404. Under these leases, minimum lease payments for the fiscal year ending June 30, 2006 total \$109,016.

**Wilson County, North Carolina  
Law Enforcement Officers' Special Separation Allowance  
Required Supplementary Information  
Schedule of Funding Progress**

**Exhibit A-1**

<b>Actuarial Valuation Date</b>	<b>Actuarial Value of Assets (a)</b>	<b>Actuarial Accrued Liability (AAL) - Projected Unit Credit (b)</b>	<b>Unfunded AAL (UAAL) (b-a)</b>	<b>Funded Ratio (a/b)</b>	<b>Covered Payroll (c)</b>	<b>UAAL as a % of Covered Payroll ((b-a)/c)</b>
12/31/94	\$ -	\$ 215,111	\$ 215,111	0.00%	\$ 1,326,932	16.21%
12/31/95	-	278,703	278,703	0.00%	1,359,862	20.49%
12/31/96	-	319,619	319,619	0.00%	1,502,886	21.27%
12/31/97	-	357,219	357,219	0.00%	1,636,804	21.82%
12/31/98	-	386,832	386,832	0.00%	1,703,087	22.71%
12/31/99	-	430,641	430,641	0.00%	1,865,945	23.08%
12/31/00	-	699,004	699,004	0.00%	1,951,257	35.82%
12/31/01	-	797,139	797,139	0.00%	2,070,144	38.51%
12/31/02	-	802,713	802,713	0.00%	2,075,538	38.67%
12/31/03	-	854,938	854,938	0.00%	2,238,943	38.18%
12/31/04	-	1,031,697	1,031,697	0.00%	2,453,246	42.05%



**Wilson County, North Carolina  
Law Enforcement Officers' Special Separation Allowance  
Required Supplementary Allowance  
Schedule of Employer Contributions**

**Exhibit A-2**

<b>Year Ended June 30</b>	<b>Annual Required Contribution</b>	<b>Percentage Contributed</b>
1999	\$ -	0.00%
2000	53,230	49.40%
2001	59,626	54.46%
2002	81,236	46.17%
2003	88,384	44.76%
2004	90,553	58.17%
2005	109,217	63.36%

**Notes to the Required Schedules:**

The information presented in the required supplementary schedules was determined as part of the actuarial valuations at the dates indicated. Additional information as of the latest actuarial valuation follows.

Valuation date	12/31/04
Actuarial cost method	Projected unit credit
Amortization method	Level percent of pay closed
Remaining amortization period	26 years
Asset valuation method	Market value
Actuarial assumptions:	
Investment rate of return*	7.25%
Projected salary increases*	5.9 to 9.8%
*Includes inflation at	3.75%
Cost-of-living adjustments	N/A

**Wilson County, North Carolina  
General Fund  
Statement of Revenues, Expenditures, and  
Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2005**

**Exhibit B-1**

	Budget	Actual	Variance Positive (Negative)
<b>Revenues:</b>			
Ad Valorem Taxes:			
Taxes	\$ 33,375,320	\$ 34,550,602	\$ 1,175,282
Penalties and interest	302,600	459,552	156,952
Total	\$ 33,677,920	\$ 35,010,154	\$ 1,332,234
Local Option Sales Taxes:			
Article 39 one percent	\$ 5,100,000	\$ 5,990,488	\$ 890,488
Article 40 one - half of one percent	2,524,000	2,595,102	71,102
Article 42 one - half of one percent	2,500,000	2,550,628	50,628
Article 44 one - half of one percent	2,250,000	2,434,738	184,738
Total	\$ 12,374,000	\$ 13,570,956	\$ 1,196,956
Other Taxes and Licenses:			
Franchise tax	\$ 60,000	\$ 68,853	\$ 8,853
Privilege and civil licenses	21,000	24,625	3,625
Beer and wine tax	100,000	108,606	8,606
Excise tax	380,000	506,950	126,950
Total	\$ 561,000	\$ 709,034	\$ 148,034
Unrestricted Intergovernmental:			
Housing Authority	\$ 30,000	\$ 30,302	\$ 302
Tourism Authority	9,000	9,085	85
Wilson County ABC Board:			
Profit distribution	125,000	121,849	(3,151)
Total	\$ 164,000	\$ 161,236	\$ (2,764)

(continued)

**Wilson County, North Carolina**  
**General Fund**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2005**

**Exhibit B-1**

	Budget	Actual	Variance Positive (Negative)
<b>Revenues (continued):</b>			
Restricted Intergovernmental:			
General Fund	\$ 1,864,966	\$ 1,604,631	\$ (260,335)
Health services	954,156	865,091	(89,065)
Social services	11,889,217	11,837,775	(51,442)
Court facility fees	175,000	208,312	33,312
ABC Board rehabilitation	20,000	22,689	2,689
Total	\$ 14,903,339	\$ 14,538,498	\$ (364,841)
Permits and Fees:			
Building permits and inspection fees	\$ 146,672	\$ 158,947	\$ 12,275
Register of deeds	393,000	467,159	74,159
Total	\$ 539,672	\$ 626,106	\$ 86,434
Sales and Services:			
Rents, concessions, and fees	\$ 6,373,994	\$ 7,023,193	\$ 649,199
Jail fees	650,000	605,021	(44,979)
Ambulance service fees	750,000	898,638	148,638
Communication Center	530,000	636,794	106,794
Total	\$ 8,303,994	\$ 9,163,646	\$ 859,652
Investment Earnings	\$ 300,600	\$ 454,122	\$ 153,522
Miscellaneous:			
Sale of fixed assets	\$ -	\$ 13,019	\$ 13,019
Other	35,000	22,269	(12,731)
Total	\$ 35,000	\$ 35,288	\$ 288
Total Revenues	\$ 70,859,525	\$ 74,269,040	\$ 3,409,515

(continued)

**Wilson County, North Carolina**  
**General Fund**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2005**

**Exhibit B-1**

	Budget	Actual	Variance Positive (Negative)
<b>Expenditures:</b>			
General Government:			
Board of Commissioners:			
Salaries and employee benefits	\$ 47,798	\$ 47,797	\$ 1
Other operating expenditures	29,000	22,880	6,120
Total	\$ 76,798	\$ 70,677	\$ 6,121
Administration:			
Salaries and employee benefits	\$ 248,051	\$ 245,459	\$ 2,592
Other operating expenditures	13,100	13,523	(423)
Total	\$ 261,151	\$ 258,982	\$ 2,169
Human Resources:			
Salaries and employee benefits	\$ 56,448	\$ 56,489	\$ (41)
Other operating expenditures	14,420	14,149	271
Total	\$ 70,868	\$ 70,638	\$ 230
Board of Elections:			
Salaries and employee benefits	\$ 219,443	\$ 217,123	\$ 2,320
Other operating expenditures	87,127	82,743	4,384
Total	\$ 306,570	\$ 299,866	\$ 6,704
Finance:			
Salaries and employee benefits	\$ 324,494	\$ 320,421	\$ 4,073
Other operating expenditures	34,000	27,764	6,236
Data Processing charges	18,000	15,351	2,649
Capital outlay	2,300	1,595	705
Total	\$ 378,794	\$ 365,131	\$ 13,663

(continued)

**Wilson County, North Carolina**  
**General Fund**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2005**

**Exhibit B-1**

	Budget	Actual	Variance Positive (Negative)
<b>Expenditures (continued):</b>			
General Government (continued):			
Office of Tax Supervisor:			
Salaries and employee benefits	\$ 611,254	\$ 577,029	\$ 34,225
Other operating expenditures	258,800	234,166	24,634
Data processing charges	52,900	46,714	6,186
Capital outlay	1,300	1,185	115
Total	\$ 924,254	\$ 859,094	\$ 65,160
Mapping:			
Salaries and employee benefits	\$ 150,825	\$ 142,096	\$ 8,729
Other operating expenditures	11,459	11,144	315
Data processing charges	14,041	14,041	-
Capital outlay	7,200	7,043	157
Total	\$ 183,525	\$ 174,324	\$ 9,201
Technology Services:			
Salaries and employee benefits	\$ 233,334	\$ 218,766	\$ 14,568
Data processing charges	57,652	57,652	-
Other operating expenditures	61,322	61,322	-
Total	\$ 352,308	\$ 337,740	\$ 14,568
Agriculture Building:			
Other operating expenditures	\$ 51,277	\$ 48,744	\$ 2,533
Capital outlay	700	-	700
Total	\$ 51,977	\$ 48,744	\$ 3,233
Register of Deeds:			
Salaries and employee benefits	\$ 303,073	\$ 300,833	\$ 2,240
Other operating expenditures	80,028	67,904	12,124
Capital outlay	15,000	10,675	4,325
Total	\$ 398,101	\$ 379,412	\$ 18,689

(continued)

**Wilson County, North Carolina**  
**General Fund**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2005**

**Exhibit B-1**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Expenditures (continued):</b>			
General Government (continued):			
Public Buildings:			
Other operating expenditures	\$ 488,145	\$ 422,495	\$ 65,650
Capital outlay	4,000	-	4,000
Total	<u>\$ 492,145</u>	<u>\$ 422,495</u>	<u>\$ 69,650</u>
Court Facilities:			
Salaries and employee benefits	\$ 216,151	\$ 190,476	\$ 25,675
Other operating expenditures	123,700	108,433	15,267
Total	<u>\$ 339,851</u>	<u>\$ 298,909</u>	<u>\$ 40,942</u>
Central Service:			
Other operating expenditures	<u>\$ 1,202,431</u>	<u>\$ 1,237,087</u>	<u>\$ (34,656)</u>
Other:			
Economic Development	\$ 204,086	\$ 204,086	\$ -
Upper Coastal Plain COG	34,096	34,096	-
Block Grant Aging	556,336	531,882	24,454
Other area projects	669,549	712,999	(43,450)
Total	<u>\$ 1,464,067</u>	<u>\$ 1,483,063</u>	<u>\$ (18,996)</u>
Total General Government	<u>\$ 6,502,840</u>	<u>\$ 6,306,162</u>	<u>\$ 196,678</u>
Public Safety:			
Sheriff:			
Salaries and employee benefits	\$ 2,970,043	\$ 3,000,894	\$ (30,851)
Other operating expenditures	699,768	629,780	69,988
Capital outlay	366,942	316,173	50,769
Total	<u>\$ 4,036,753</u>	<u>\$ 3,946,847</u>	<u>\$ 89,906</u>

(continued)

**Wilson County, North Carolina**  
**General Fund**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2005**

**Exhibit B-1**

	Budget	Actual	Variance Positive (Negative)
<b>Expenditures (continued):</b>			
Public Safety (continued):			
County Jail:			
Salaries and employee benefits	\$ 2,405,819	\$ 2,267,034	\$ 138,785
Other operating expenditures	867,282	882,039	(14,757)
Capital outlay	28,353	19,909	8,444
Total	\$ 3,301,454	\$ 3,168,982	\$ 132,472
Emergency Communications:			
Salaries and employee benefits	\$ 1,030,137	\$ 1,023,567	\$ 6,570
Other operating expenditures	120,840	117,042	3,798
Total	\$ 1,150,977	\$ 1,140,609	\$ 10,368
Emergency Management:			
Salaries and employee benefits	\$ 63,120	\$ 57,599	\$ 5,521
Other operating expenditures	39,391	35,584	3,807
Capital outlay	25,203	23,690	1,513
Total	\$ 127,714	\$ 116,873	\$ 10,841
Home Land Security:			
Other operating expenditures	\$ 362,506	\$ 175,619	\$ 186,887
Emergency Medical Servicing:			
Salaries and employee benefits	\$ 1,416,318	\$ 1,345,869	\$ 70,449
Other operating expenditures	358,731	362,083	(3,352)
Capital outlay	135,800	158,654	(22,854)
Total	\$ 1,910,849	\$ 1,866,606	\$ 44,243
Medical Examiner	\$ 50,000	\$ 43,000	\$ 7,000
Total Public Safety	\$ 10,940,253	\$ 10,458,536	\$ 481,717

(continued)

**Wilson County, North Carolina  
General Fund  
Statement of Revenues, Expenditures, and  
Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2005**

**Exhibit B-1**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Expenditures (continued):</b>			
Transportation:			
Rocky Mount/Wilson Airport	\$ 40,214	\$ 40,214	\$ -
Environmental Protection:			
Forestry Program:			
Salaries and employee benefits	\$ -	\$ -	\$ -
Other operating expenditures	67,210	49,856	17,354
Total	<u>\$ 67,210</u>	<u>\$ 49,856</u>	<u>\$ 17,354</u>
Soil Conservation:			
Salaries and employee benefits	\$ 151,737	\$ 148,642	\$ 3,095
Other operating expenditures	17,900	14,210	3,690
Capital outlay	5,000	-	5,000
Total	<u>\$ 174,637</u>	<u>\$ 162,852</u>	<u>\$ 11,785</u>
Total Environmental Protection	<u>\$ 241,847</u>	<u>\$ 212,708</u>	<u>\$ 29,139</u>
Economic and Physical Development:			
Agricultural Extension and 4-H:			
Salaries and employee benefits	\$ 346,670	\$ 317,352	\$ 29,318
Other operating expenditures	52,570	37,360	15,210
Capital outlay	12,300	12,189	111
Total	<u>\$ 411,540</u>	<u>\$ 366,901</u>	<u>\$ 44,639</u>
Planning and Zoning:			
Salaries and employee benefits	\$ 318,017	\$ 299,346	\$ 18,671
Other operating expenditures	56,741	56,661	80
Capital outlay	16,924	16,924	-
Total	<u>\$ 391,682</u>	<u>\$ 372,931</u>	<u>\$ 18,751</u>
Total Economic and Physical Development	<u>\$ 803,222</u>	<u>\$ 739,832</u>	<u>\$ 63,390</u>

(continued)



**Wilson County, North Carolina**  
**General Fund**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2005**

**Exhibit B-1**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<b>Expenditures (continued):</b>			
Human Services:			
Mental Health	\$ 347,688	\$ 347,688	\$ -
Diversified Opportunities	\$ 38,000	\$ 38,000	\$ -
Health:			
Administration:			
Salaries and employee benefits	\$ 4,885	\$ 29,071	\$ (24,186)
Other operating expenditures	375,513	257,172	118,341
Capital outlay	83,410	56,543	26,867
Total	<u>\$ 463,808</u>	<u>\$ 342,786</u>	<u>\$ 121,022</u>
Health Promotion:			
Salaries and employee benefits	\$ 251,515	\$ 252,148	\$ (633)
Other operating expenditures	91,617	70,050	21,567
Capital outlay	6,704	6,704	-
Total	<u>\$ 349,836</u>	<u>\$ 328,902</u>	<u>\$ 20,934</u>
Tuberculosis Control:			
Salaries and employee benefits	\$ 131,660	\$ 88,199	\$ 43,461
Other operating expenditures	19,360	15,759	3,601
Total	<u>\$ 151,020</u>	<u>\$ 103,958</u>	<u>\$ 47,062</u>
Home Health:			
Salaries and employee benefits	\$ 2,526,159	\$ 2,219,502	\$ 306,657
Other operating expenditures	1,554,015	1,331,955	222,060
Capital outlay	208,645	178,080	30,565
Total	<u>\$ 4,288,819</u>	<u>\$ 3,729,537</u>	<u>\$ 559,282</u>

(continued)

**Wilson County, North Carolina**  
**General Fund**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2005**

**Exhibit B-1**

	Budget	Actual	Variance Positive (Negative)
<b>Expenditures (continued):</b>			
Human Services (continued):			
Health (continued):			
Family Planning:			
Salaries and employee benefits	\$ 585,382	\$ 456,126	\$ 129,256
Other operating expenditures	252,211	184,026	68,185
Total	\$ 837,593	\$ 640,152	\$ 197,441
Maternal Health:			
Salaries and employee benefits	\$ 750,667	\$ 703,605	\$ 47,062
Other operating expenditures	148,393	125,335	23,058
Capital outlay	7,527	6,517	1,010
Total	\$ 906,587	\$ 835,457	\$ 71,130
Tuberculosis Center:			
Salaries and employee benefits	\$ 52,415	\$ 48,971	\$ 3,444
Other operating expenditures	2,792	1,867	925
Total	\$ 55,207	\$ 50,838	\$ 4,369
Environmental Health:			
Salaries and employee benefits	\$ 416,550	\$ 409,558	\$ 6,992
Other operating expenditures	32,218	21,742	10,476
Capital outlay	7,629	6,317	1,312
Total	\$ 456,397	\$ 437,617	\$ 18,780
Immunization:			
Other operating expenditures	\$ 24,578	\$ 24,563	\$ 15

(continued)

**Wilson County, North Carolina**  
**General Fund**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2005**

**Exhibit B-1**

	Budget	Actual	Variance Positive (Negative)
<b>Expenditures (continued):</b>			
Human Services (continued):			
Health (continued):			
Breast Feeding Promotion:			
Salaries and employee benefits	\$ 30,536	\$ 34,999	\$ (4,463)
Other operating expenditures	5,500	5,327	173
Total	\$ 36,036	\$ 40,326	\$ (4,290)
Communicable Diseases:			
Salaries and employee benefits	\$ 276,549	\$ 255,184	\$ 21,365
Other operating expenditures	63,800	53,803	9,997
Total	\$ 340,349	\$ 308,987	\$ 31,362
Comprehensive Breast Cancer Prevention:			
Salaries and employee benefits	\$ 8,479	\$ 9,105	\$ (626)
Other operating expenditures	13,250	9,325	3,925
Total	\$ 21,729	\$ 18,430	\$ 3,299
Child Health:			
Salaries and employee benefits	\$ 549,740	\$ 508,401	\$ 41,339
Other operating expenditures	100,352	88,098	12,254
Total	\$ 650,092	\$ 596,499	\$ 53,593
Child Service Coordinator:			
Salaries and employee benefits	\$ 314,460	\$ 255,516	\$ 58,944
Other operating expenditures	61,885	43,601	18,284
Capital outlay	11,785	11,015	770
Total	\$ 388,130	\$ 310,132	\$ 77,998

(continued)

**Wilson County, North Carolina**  
**General Fund**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2005**

**Exhibit B-1**

	Budget	Actual	Variance Positive (Negative)
<b>Expenditures (continued):</b>			
Human Services (continued):			
Health (continued):			
WIC Clinic Administration:			
Salaries and employee benefits	\$ 64,580	\$ 57,803	\$ 6,777
Other operating expenditures	5,183	3,749	1,434
Capital outlay	2,500	-	2,500
Total	<u>\$ 72,263</u>	<u>\$ 61,552</u>	<u>\$ 10,711</u>
WIC Nutrition Education:			
Salaries and employee benefits	\$ 114,651	\$ 107,511	\$ 7,140
Other operating expenditures	10,227	3,747	6,480
Total	<u>\$ 124,878</u>	<u>\$ 111,258</u>	<u>\$ 13,620</u>
Animal Control:			
Salaries and employee benefits	\$ 270,377	\$ 260,579	\$ 9,798
Other operating expenditures	55,622	46,317	9,305
Capital outlay	18,780	18,776	4
Total	<u>\$ 344,779</u>	<u>\$ 325,672</u>	<u>\$ 19,107</u>
AIDS Control:			
Salaries and employee benefits	\$ 21,650	\$ 18,854	\$ 2,796
Other operating expenditures	7,025	4,751	2,274
Total	<u>\$ 28,675</u>	<u>\$ 23,605</u>	<u>\$ 5,070</u>
Bioterrorism:			
Other operating expenditures	\$ 37,293	\$ 37,293	\$ -
Capital outlay	14,779	14,779	-
Total	<u>\$ 52,072</u>	<u>\$ 52,072</u>	<u>\$ -</u>

(continued)

**Wilson County, North Carolina**  
**General Fund**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2005**

**Exhibit B-1**

	Budget	Actual	Variance Positive (Negative)
<b>Expenditures (continued):</b>			
Human Services (continued):			
Health (continued):			
Child Lead Poisoning:			
Other operating expenditures	\$ 10,600	\$ 10,471	\$ 129
WIC Client Services:			
Salaries and employee benefits	\$ 344,923	\$ 332,503	\$ 12,420
Other operating expenditures	19,049	11,263	7,786
Capital outlay	8,240	6,606	1,634
Total	\$ 372,212	\$ 350,372	\$ 21,840
Total Health	\$ 9,975,660	\$ 8,703,186	\$ 1,272,474
Social Services:			
Administration:			
Salaries and employee benefits	\$ 8,828,177	\$ 8,203,115	\$ 625,062
Other operating expenditures	1,412,306	1,254,622	157,684
Capital outlay	6,994	2,013	4,981
Total	\$ 10,247,477	\$ 9,459,750	\$ 787,727
4D Child Support:			
Salaries and employee benefits	\$ 83,784	\$ 83,653	\$ 131
Other operating expenditures	63,400	44,675	18,725
Total	\$ 147,184	\$ 128,328	\$ 18,856

(continued)

**Wilson County, North Carolina  
General Fund  
Statement of Revenues, Expenditures, and  
Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2005**

**Exhibit B-1**

	Budget	Actual	Variance Positive (Negative)
<b>Expenditures (continued):</b>			
Human Services (continued):			
Social Services (continued):			
Income Maintenance Programs:			
AFDC program - County participation	\$ 100,000	\$ 94,320	\$ 5,680
AFDC Foster Care	936,799	248,237	688,562
Special assistance - Adults	1,090,019	1,064,243	25,776
Medicaid - County participation	5,295,840	4,787,954	507,886
Total	\$ 7,422,658	\$ 6,194,754	\$ 1,227,904
Other Services:			
Other operating expenditures	\$ 5,840,760	\$ 5,413,592	\$ 427,168
Total Social Services	\$ 23,658,079	\$ 21,196,424	\$ 2,461,655
Veterans Affairs:			
Salaries and employee benefits	\$ 37,236	\$ 38,021	\$ (785)
Other operating expenditures	350	349	1
Total	\$ 37,586	\$ 38,370	\$ (784)
Total Human Services	\$ 34,057,013	\$ 30,323,668	\$ 3,733,345
Cultural and Recreational:			
Recreation:			
Salaries and employee benefits	\$ 60,511	\$ 51,643	\$ 8,868
Other operating expenditures	387,190	393,664	(6,474)
Total	\$ 447,701	\$ 445,307	\$ 2,394

(continued)

**Wilson County, North Carolina**  
**General Fund**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2005**

**Exhibit B-1**

	Budget	Actual	Variance Positive (Negative)
<b>Expenditures (continued):</b>			
Cultural and Recreational (continued):			
Libraries:			
Salaries and employee benefits	\$ 967,979	\$ 967,559	\$ 420
Other operating expenditures	322,395	324,112	(1,717)
Capital outlay	12,000	10,000	2,000
Total	\$ 1,302,374	\$ 1,301,671	\$ 703
Total Cultural and Recreational	\$ 1,750,075	\$ 1,746,978	\$ 3,097
Education:			
Public schools - current	\$ 14,702,188	\$ 14,702,188	\$ -
Public schools - capital outlay	1,265,000	1,259,370	5,630
Community colleges - current	1,404,374	1,404,374	-
Community colleges - capital outlay	349,802	349,802	-
Total Education	\$ 17,721,364	\$ 17,715,734	\$ 5,630
Debt Service:			
Principal retirement	\$ 4,570,576	\$ 4,521,740	\$ 48,836
Interest and other charges	2,138,676	2,045,799	92,877
Total Debt Service	\$ 6,709,252	\$ 6,567,539	\$ 141,713
Total Expenditures	\$ 78,766,080	\$ 74,111,371	\$ 4,654,709
Revenues Over Expenditures	\$ (7,906,555)	\$ 157,669	\$ 8,064,224

(continued)

**Wilson County, North Carolina**  
**General Fund**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2005**

**Exhibit B-1**

	Budget	Actual	Variance Positive (Negative)
Other Financing Sources (Uses):			
Transfers (to) from other funds	\$ (220,906)	\$ (187,487)	\$ 33,419
Fund balance appropriated	8,127,461	-	(8,127,461)
<b>Total Other Financing Sources (Uses)</b>	<b>\$ 7,906,555</b>	<b>\$ (187,487)</b>	<b>\$ (8,094,042)</b>
Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	\$ -	\$ (29,818)	\$ (29,818)
Fund Balance:			
Beginning of year, July 1		23,839,085	
End of year, June 30		\$ 23,809,267	



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**Wilson County, North Carolina**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
**June 30, 2005**

**Special Revenue Funds**

	<b>Revaluation Fund</b>	<b>Fire Districts Fund</b>	<b>Enhanced 911 Service</b>	<b>Transportation Fund</b>	<b>Total Non-major Special Revenue Funds</b>
<b>Assets</b>					
Cash and cash equivalents	\$ 253,053	\$ 270,281	\$ 387,978	\$ 71,778	\$ 983,090
Restricted cash	-	-	-		-
Taxes receivable, net	-	115,561	-		115,561
Accounts receivable, net	-	-	41,907	34,263	76,170
Due from other funds	-	-	-		-
<b>Total Assets</b>	<b><u>\$ 253,053</u></b>	<b><u>\$ 385,842</u></b>	<b><u>\$ 429,885</u></b>	<b><u>\$ 106,041</u></b>	<b><u>\$ 1,174,821</u></b>
<b>Liabilities and Fund Balances</b>					
<b>Liabilities:</b>					
Accounts payable and accrued liabilities	\$ -	\$ 270,281	\$ 19,795		\$ 290,076
Due to other funds	-	-	-		-
Deferred revenue	-	115,561	-		115,561
<b>Total Liabilities</b>	<b><u>\$ -</u></b>	<b><u>\$ 385,842</u></b>	<b><u>\$ 19,795</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 405,637</u></b>
<b>Fund Balances:</b>					
<b>Reserved:</b>					
By state statute	\$ -	\$ -	\$ 41,907	\$ 34,263	\$ 76,170
Designated for subsequent year's expenditures	245,636	-	167,870	-	413,506
Unreserved	7,417	-	200,313	71,778	279,508
<b>Total Fund Balances</b>	<b><u>\$ 253,053</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 410,090</u></b>	<b><u>\$ 106,041</u></b>	<b><u>\$ 769,184</u></b>
<b>Total Liabilities and Fund Balances</b>	<b><u>\$ 253,053</u></b>	<b><u>\$ 385,842</u></b>	<b><u>\$ 429,885</u></b>	<b><u>\$ 106,041</u></b>	<b><u>\$ 1,174,821</u></b>

Capital Projects Funds

Economic Development Reserve Fund	Public Buildings Fund	Grant Projects Fund	Regional Wastewater Facility	School Improvement Capital Project Fund	Library Construction Fund	Total Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
\$ 90,287	\$ 29,388	\$ 57,480	\$ 84,803	\$ -	\$ -	\$ 261,958	\$ 1,245,048
-	-	-	-	354,530	659,283	1,013,813	1,013,813
-	-	-	-	-	-	-	115,561
-	-	-	-	-	-	-	76,170
-	28,578	-	-	-	-	28,578	28,578
<u>\$ 90,287</u>	<u>\$ 57,966</u>	<u>\$ 57,480</u>	<u>\$ 84,803</u>	<u>\$ 354,530</u>	<u>\$ 659,283</u>	<u>\$ 1,304,349</u>	<u>\$ 2,479,170</u>
\$ 63,200	\$ -	\$ 9,580	\$ -	\$ 28,072	\$ 313,037	\$ 413,889	\$ 703,965
-	-	-	82,010	-	-	82,010	82,010
-	-	-	-	-	-	-	115,561
-	-	-	-	-	-	-	-
<u>\$ 63,200</u>	<u>\$ -</u>	<u>\$ 9,580</u>	<u>\$ 82,010</u>	<u>\$ 28,072</u>	<u>\$ 313,037</u>	<u>\$ 495,899</u>	<u>\$ 901,536</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 76,170
-	-	-	-	-	-	-	413,506
27,087	57,966	47,900	2,793	326,458	346,246	808,450	1,087,958
<u>\$ 27,087</u>	<u>\$ 57,966</u>	<u>\$ 47,900</u>	<u>\$ 2,793</u>	<u>\$ 326,458</u>	<u>\$ 346,246</u>	<u>\$ 808,450</u>	<u>\$ 1,577,634</u>
<u>\$ 90,287</u>	<u>\$ 57,966</u>	<u>\$ 57,480</u>	<u>\$ 84,803</u>	<u>\$ 354,530</u>	<u>\$ 659,283</u>	<u>\$ 1,304,349</u>	<u>\$ 2,479,170</u>

**Wilson County, North Carolina**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2005**

	<b>Special Revenue Funds</b>				<b>Total Non-major Special Revenue Funds</b>
	<b>Revaluation Fund</b>	<b>Fire Districts Fund</b>	<b>Enhanced 911 Service</b>	<b>Transportation Fund</b>	
<b>Revenues</b>					
Ad valorem taxes	\$ -	\$ 822,818	\$ -	\$ -	\$ 822,818
Local option sales tax	-	260,722	-	-	260,722
Other taxes	-	-	512,182	-	512,182
Restricted intergovernmental	-	-	-	202,747	202,747
Sales and Services	-	-	-	197,240	197,240
Investment earnings	5,159	-	7,910	-	13,069
<b>Total Revenues</b>	<b>\$ 5,159</b>	<b>\$ 1,083,540</b>	<b>\$ 520,092</b>	<b>\$ 399,987</b>	<b>\$ 2,008,778</b>
<b>Expenditures</b>					
Water Project -					
Economic Incentives	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	1,083,540	797,262	293,946	2,174,748
Capital projects	-	-	-	-	-
<b>Total Expenditures</b>	<b>\$ -</b>	<b>\$ 1,083,540</b>	<b>\$ 797,262</b>	<b>\$ 293,946</b>	<b>\$ 2,174,748</b>
Excess (Deficiency) of					
Revenues Over Expenditures	\$ 5,159	\$ -	\$ (277,170)	\$ 106,041	\$ (165,970)
<b>Other Financing Sources (Uses)</b>					
Transfers (to) from other funds	50,000	-	-		50,000
<b>Net Change in Fund Balance</b>	<b>\$ 55,159</b>	<b>\$ -</b>	<b>\$ (277,170)</b>	<b>\$ 106,041</b>	<b>\$ (115,970)</b>
<b>Fund Balance:</b>					
Beginning of year, July 1	197,894	-	687,260		885,154
End of year, June 30	<b>\$ 253,053</b>	<b>\$ -</b>	<b>\$ 410,090</b>	<b>\$ 106,041</b>	<b>\$ 769,184</b>

Capital Projects Funds

Economic Development Reserve Fund	Public Buildings Fund	Grant Projects Fund	Regional Wastewater Facility	School Improvement Capital Project Fund	Library Construction Fund	Total Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ -		\$ -	\$ 822,818
-	-	-	-	-		-	260,722
-	-	-	-	-		-	512,182
57,813	-	53,521	3,500	-		114,834	317,581
-	-	-	-	-		-	197,240
-	-	-	-	12,839	29,413	42,252	55,321
<u>\$ 57,813</u>	<u>\$ -</u>	<u>\$ 53,521</u>	<u>\$ 3,500</u>	<u>\$ 12,839</u>	<u>\$ 29,413</u>	<u>\$ 157,086</u>	<u>\$ 2,165,864</u>
\$ 219,299	\$ -	\$ -	\$ -	\$ -		\$ 219,299	\$ 219,299
-	-	-	-	-		-	2,174,748
-	-	53,854	1,977	1,338,668	1,777,963	3,172,462	3,172,462
<u>\$ 219,299</u>	<u>\$ -</u>	<u>\$ 53,854</u>	<u>\$ 1,977</u>	<u>\$ 1,338,668</u>	<u>\$ 1,777,963</u>	<u>\$ 3,391,761</u>	<u>\$ 5,566,509</u>
\$ (161,486)	\$ -	\$ (333)	\$ 1,523	\$ (1,325,829)	\$ (1,748,550)	\$ (3,234,675)	\$ (3,400,645)
137,487	-	-	-	-		137,487	187,487
<u>\$ (23,999)</u>	<u>\$ -</u>	<u>\$ (333)</u>	<u>\$ 1,523</u>	<u>\$ (1,325,829)</u>	<u>\$ (1,748,550)</u>	<u>\$ (3,097,188)</u>	<u>\$ (3,213,158)</u>
51,086	57,966	48,233	1,270	1,652,287	2,094,796	3,905,638	4,790,792
<u>\$ 27,087</u>	<u>\$ 57,966</u>	<u>\$ 47,900</u>	<u>\$ 2,793</u>	<u>\$ 326,458</u>	<u>\$ 346,246</u>	<u>\$ 808,450</u>	<u>\$ 1,577,634</u>

**Wilson County, North Carolina**  
**Revaluation Fund**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2005**

Exhibit C-3

	2005		Variance Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Investment earnings	\$ -	\$ 5,159	\$ 5,159
<b>Expenditures:</b>			
Revaluation expense	245,636	-	245,636
Revenues Over (Under) Expenditures	\$ (245,636)	\$ 5,159	\$ 250,795
<b>Other Financing Sources:</b>			
Transfer in:			
General Fund	50,000	50,000	-
Revenues and Other Financing Sources Over (Under) Expenditures	\$ (195,636)	\$ 55,159	\$ 250,795
Appropriated fund balance	195,636	-	(195,636)
Revenues, Other Financing Sources, and Appropriated Fund Balance Over (Under) Expenditures	\$ -	\$ 55,159	\$ 55,159
<b>Fund Balance:</b>			
Beginning of year, July 1		197,894	
End of year, June 30		\$ 253,053	

**Wilson County, North Carolina**  
**Fire District Fund**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2005**

Exhibit C-4

	2005		Variance Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Ad Valorem Taxes:			
Current year	\$ 718,392	\$ 782,574	\$ 64,182
Prior year	22,650	40,244	17,594
Total Ad Valorem Taxes	\$ 741,042	\$ 822,818	\$ 81,776
Other taxes	154,900	260,722	105,822
Total Revenues	\$ 895,942	\$ 1,083,540	\$ 187,598
<b>Expenditures:</b>			
Revaluation expense	895,942	1,083,540	(187,598)
Revenues Over (Under) Expenditures	\$ -	\$ -	\$ -
Fund Balance:			
Beginning of year, July 1		-	
End of year, June 30		\$ -	

**Wilson County, North Carolina**  
**Enhanced 911 Service**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2005**

Exhibit C-5

	2005		Variance Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Other taxes	\$ 534,660	\$ 512,182	\$ (22,478)
Investment earnings	2,322	7,910	5,588
Total Revenues	\$ 536,982	\$ 520,092	\$ (16,890)
<b>Expenditures:</b>			
Salaries and employee benefits	\$ 168,109	\$ 155,193	\$ 12,916
Operating expenses	376,023	318,502	57,521
Capital outlay	417,903	323,567	94,336
Total Expenditures	\$ 962,035	\$ 797,262	\$ 164,773
Revenues Over (Under) Expenditures	\$ (425,053)	\$ (277,170)	\$ 147,883
Other Financing Sources:			
Fund balance appropriated	425,053	-	(425,053)
Revenues and Other Financing Sources Over (Under) Expenditures	\$ -	\$ (277,170)	\$ (277,170)
Fund Balance:			
Beginning of year, July 1		687,260	
End of year, June 30		\$ 410,090	



**Wilson County, North Carolina  
Transportation Fund  
Statement of Revenues, Expenditures, and  
Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended June 30, 2005**

**Exhibit C-6**

	2005		Variance Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Restricted Intergovernmental:			
Rural Operating Grant	\$ 129,204	129,204	\$ -
Capital Grant	80,900	5,537	(75,363)
Public Transportation Grant	76,263	68,006	(8,257)
Sales & Services	193,087	197,240	4,153
Total Revenues	\$ 479,454	\$ 399,987	\$ (79,467)
<b>Expenditures:</b>			
Salaries and Employee Benefits	\$ 36,829	\$ 31,572	\$ 5,257
Operating Expenses	361,725	256,223	105,502
Capital Outlay	80,900	6,151	74,749
Total Expenditures	\$ 479,454	\$ 293,946	\$ 185,508
Revenues Over (Under) Expenditures	\$ -	\$ 106,041	106,041
<b>Fund Balance:</b>			
Beginning of year, July 1		-	
End of year, June 30		\$ 106,041	

**Wilson County, North Carolina**  
**Economic Development Reserve Fund**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2005**

Exhibit C-7

	2005		Variance Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Incentive Flex Grant	\$ 57,813	\$ 57,813	\$ -
Investment earnings	-	-	-
<b>Total Revenues</b>	<b>\$ 57,813</b>	<b>\$ 57,813</b>	<b>\$ -</b>
<b>Expenditures:</b>			
Economic incentives	219,300	219,299	1
<b>Revenues Over (Under) Expenditures</b>	<b>\$ (161,487)</b>	<b>\$ (161,486)</b>	<b>\$ 1</b>
<b>Other Financing Sources (Uses):</b>			
Transfers in (out)	\$ 137,487	\$ 137,487	\$ -
Fund balance appropriated	24,000	-	(24,000)
<b>Total Other Financing Sources (Uses)</b>	<b>\$ 161,487</b>	<b>\$ 137,487</b>	<b>\$ (24,000)</b>
<b>Revenues and Other Financing Sources (Uses) Over (Under) Expenditures</b>	<b>\$ -</b>	<b>\$ (23,999)</b>	<b>\$ (23,999)</b>
<b>Fund Balance:</b>			
Beginning of year, July 1		51,086	
End of year, June 30		<u>\$ 27,087</u>	

**Wilson County, North Carolina**  
**Public Buildings Fund**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2005**

Exhibit C-8

	2005		Variance Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Investment earnings	\$ -	\$ -	\$ -
Miscellaneous	-	-	-
<b>Total Revenues</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Expenditures:</b>			
Buildings	\$ -	\$ -	\$ -
Other	-	-	-
Capital outlay	-	-	-
<b>Total Expenditures</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
Revenues Over (Under) Expenditures	\$ -	\$ -	\$ -
<b>Other Financing Sources (Uses):</b>			
Transfers in (out)	\$ -	\$ -	\$ -
Fund balance appropriated	-	-	-
<b>Total Other Financing Source (Uses)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
Revenues and Other Financing Sources Over (Under) Expenditures	\$ -	\$ -	\$ -
<b>Fund Balance:</b>			
Beginning of year, July 1		57,966	
End of year, June 30		<u>\$ 57,966</u>	

**Wilson County, North Carolina**  
**Grant Projects Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance (Uses) - Budget and Actual**  
**From Inception and for the Fiscal Year Ended June 30, 2005**

	<u>Project Authorization</u>
<b>Revenues:</b>	
<b>Restricted Intergovernmental:</b>	
<b>Community Development Block Grants:</b>	
Scattered Sites (#30-c01106)	\$ 400,000
Infrastructure Grant (#02-c-1057)	75,000
Multi Jurisdiction Planning Grant (#HMPG-1448-0015)	15,000
Local Match	10,300
Hazard mitigation	
Total Revenues	<u>\$ 500,300</u>
<b>Expenditures:</b>	
Scattered Sites:	
Administration	\$ 40,000
Rehabilitation	360,000
Total Scattered Sites	<u>\$ 400,000</u>
Infrastructure	75,000
Multi Jurisdiction Planning	25,300
Total Expenditures	<u>\$ 500,300</u>
Revenues Over (Under) Expenditures	<u>\$ -</u>
Fund Balance - Beginning of year, July 1	
Fund Balance - End of year, June 30	

Exhibit C-9

Prior Years	Actual Current Year	Total to Date	Variance Positive (Negative)
\$ 13,538	\$ 43,221	\$ 56,759	\$ (343,241)
24,435	-	24,435	(50,565)
12,500	10,300	22,800	7,800
-	-	-	(10,300)
58,511	-	58,511	58,511
<u>\$ 108,984</u>	<u>\$ 53,521</u>	<u>\$ 162,505</u>	<u>\$ (337,795)</u>
\$ 21,162	\$ 14,206	\$ 35,368	\$ 4,632
-	28,502	28,502	331,498
<u>\$ 21,162</u>	<u>\$ 42,708</u>	<u>\$ 63,870</u>	<u>\$ 336,130</u>
24,435	-	24,435	50,565
15,154	11,146	26,300	(1,000)
<u>\$ 60,751</u>	<u>\$ 53,854</u>	<u>\$ 114,605</u>	<u>\$ 385,695</u>
<u>\$ 48,233</u>	\$ (333)	<u>\$ 47,900</u>	<u>\$ 47,900</u>
	48,233		
	<u>\$ 47,900</u>		

**Wilson County, North Carolina  
Regional Wastewater Facility  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balance (Uses) - Budget and Actual  
From Inception and for the Fiscal Year Ended June 30, 2005**

	<b>Project Authorization</b>
<b>Revenues</b>	
Rural Center grant	\$ 80,000
Local units match	22,400
	\$ 102,400
<b>Expenditures</b>	
Engineering	\$ 88,500
Environmental assessment	8,900
Administration costs	5,000
	\$ 102,400
Revenues Over (Under) Expenditures	\$ -
Fund Balance - Beginning of year, July 1	
Fund Balance - End of year, June 30	

**Exhibit C-10**

<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total to Date</u>	<u>Variance Positive (Negative)</u>
\$ 80,000	\$ -	\$ 80,000	\$ -
18,550	3,500	22,050	(350)
<u>\$ 98,550</u>	<u>\$ 3,500</u>	<u>\$ 102,050</u>	<u>\$ (350)</u>
\$ 97,280	\$ 1,977	\$ 99,257	\$ (10,757)
-	-	-	8,900
-	-	-	5,000
<u>\$ 97,280</u>	<u>\$ 1,977</u>	<u>\$ 99,257</u>	<u>\$ 3,143</u>
<u>\$ 1,270</u>	\$ 1,523	<u>\$ 2,793</u>	<u>\$ 2,793</u>
	1,270		
	<u>\$ 2,793</u>		

**Wilson County, North Carolina**  
**School Improvements Capital Projects Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance (Uses) - Budget and Actual**  
**From Inception and for the Fiscal Year Ended June 30, 2005**

	<u>Project Authorization</u>
<b>Revenues</b>	
Installment Financing Project:	
Investment earnings	\$ 632,863
<b>Expenditures</b>	
Installment Financing Project:	
School Improvements:	
Miscellaneous renovations	\$ 1,784,755
Fike	503,831
Rock Ridge	5,255,938
Margaret Hearne School	218,000
Elm City Middle School	6,390,002
Speight Middle School	1,327,515
MM Daniels Center	108,848
Springfield Middle School	2,290,750
Darden Vick Middle School	9,378,794
Lucama School	7,040,253
Other costs	65,286
Sales tax refund	(731,109)
Total	<u>\$ 33,632,863</u>
Qualified Zone Academy Bonds:	
Construction	903,319
Total Expenditures	<u>\$ 34,536,182</u>
Revenues Over (Under) Expenditures	<u>\$ (33,903,319)</u>
Other Financing Sources:	
Installment financing agreement	\$ 33,000,000
Qualified Zone Academy bonds	903,319
Fund balance appropriated	-
Total Other Financing Sources	<u>\$ 33,903,319</u>
Revenues and Other Financing Sources Over (Under) Expenditures	<u>\$ -</u>
Fund Balance - Beginning of year, July 1	
Fund Balance - End of year, June 30	



**Exhibit C-11**

<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total to Date</u>	<u>Variance Positive (Negative)</u>
\$ 627,860	\$ 12,839	\$ 640,699	\$ 7,836
\$ 139,553	\$ 1,388,195	\$ 1,527,748	\$ 257,007
503,831	-	503,831	-
5,255,578	-	5,255,578	360
217,844	-	217,844	156
6,390,001	-	6,390,001	1
1,327,515	-	1,327,515	-
108,848	-	108,848	-
2,290,699	-	2,290,699	51
9,378,794	-	9,378,794	-
7,040,253	-	7,040,253	-
65,286	-	65,286	-
(731,109)	(49,527)	(780,636)	49,527
\$ 31,987,093	\$ 1,338,668	\$ 33,325,761	\$ 307,102
891,799	-	891,799	11,520
\$ 32,878,892	\$ 1,338,668	\$ 34,217,560	\$ 318,622
\$ (32,251,032)	\$ (1,325,829)	\$ (33,576,861)	\$ 326,458
\$ 33,000,000	\$ -	\$ 33,000,000	\$ -
903,319	-	903,319	-
-	-	-	-
\$ 33,903,319	\$ -	\$ 33,903,319	\$ -
\$ 1,652,287	\$ (1,325,829)	\$ 326,458	\$ 326,458
	1,652,287		
	\$ 326,458		

**Wilson County, North Carolina**  
**Library Construction Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance (Uses) - Budget and Actual**  
**From Inception and for the Fiscal Year Ended June 30, 2005**

	<b>Project Authorization</b>
<b>Revenues</b>	
Bond proceeds	\$ 5,300,000
Investment earnings	-
<b>Total Revenues</b>	<b>\$ 5,300,000</b>
<b>Expenditures</b>	
Legal services	\$ 10,000
Professional service	429,679
Capital outlay	4,860,321
<b>Total Expenditures</b>	<b>\$ 5,300,000</b>
Revenues Over (Under) Expenditures	<b>\$ -</b>
Fund Balance - Beginning of year, July 1	
Fund Balance - End of year, June 30	

Exhibit C-12

Prior Years	Actual Current Year	Total to Date	Variance Positive (Negative)
\$ 5,300,000	\$ -	\$ 5,300,000	\$ -
70,061	29,413	99,474	99,474
<u>\$ 5,370,061</u>	<u>\$ 29,413</u>	<u>\$ 5,399,474</u>	<u>\$ 99,474</u>
\$ -	\$ -	\$ -	\$ 10,000
325,476	14,675	340,151	89,528
2,949,789	1,763,288	4,713,077	147,244
<u>\$ 3,275,265</u>	<u>\$ 1,777,963</u>	<u>\$ 5,053,228</u>	<u>\$ 246,772</u>
<u>\$ 2,094,796</u>	\$ (1,748,550)	<u>\$ 346,246</u>	<u>\$ 346,246</u>
	2,094,796		
	<u>\$ 346,246</u>		

**Wilson County, North Carolina**  
**Solid Waste Fund**  
**Schedule of Revenues and Expenditures**  
**Budget and Actual (Non - GAAP)**  
**For the Fiscal Year Ended June 30, 2005**

**Exhibit D-1**

	2005		Variance Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Operating revenues:			
Charges for services	\$ 1,812,985	\$ 2,170,435	\$ 357,450
Other operating revenues	260,500	305,991	45,491
Total Revenues	\$ 2,073,485	\$ 2,476,426	\$ 402,941
<b>Expenditures:</b>			
Operating expenses	6,226,184	2,373,490	3,852,694
Revenues Over Expenditures	\$ (4,152,699)	\$ 102,936	\$ 4,255,635
<b>Other Financing Sources (Uses):</b>			
Investment earnings	\$ 37,520	\$ 308,689	\$ 271,169
Fund balance appropriated	3,990,179	-	(3,990,179)
Transfer from other funds	125,000	-	(125,000)
Total Other Financing Sources (Uses)	\$ 4,152,699	\$ 308,689	\$ (3,844,010)
Revenues over Expenditures and Other Financing Sources (Uses)	\$ -	\$ 411,625	\$ 411,625
<b>Reconciliation from budgetary basis (modified accrual) to full accrual:</b>			
Reconciling items:			
Capital outlays		\$ 140,933	
Depreciation		(94,316)	
Landfill closure and costs		272,734	
Compensated absences accrued		4,151	
Total Reconciling Items		\$ 323,502	
Change in Net Assets		\$ 735,127	

**Wilson County, North Carolina**  
**Southeast Water District**  
**Schedule of Revenues and Expenditures**  
**Budget and Actual (Non - GAAP)**  
**For the Fiscal Year Ended June 30, 2005**

Exhibit D-2

	2005		Variance Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Operating revenues:			
Charges for services	\$ 676,928	\$ 380,324	\$ (296,604)
Other operating revenues	52,811	12,793	(40,018)
Total Revenues	\$ 729,739	\$ 393,117	\$ (336,622)
<b>Expenditures:</b>			
Operating expenses	\$ 611,239	\$ 246,879	\$ 364,360
Water purchases	120,000	65,462	54,538
Total Expenditures	\$ 731,239	\$ 312,341	\$ 418,898
Revenues Over Expenditures	\$ (1,500)	\$ 80,776	\$ 82,276
Other Financing Sources (Uses):			
Investment earnings	\$ 1,500	\$ -	\$ (1,500)
Total Other Financing Sources (Uses)	\$ 1,500	\$ -	\$ (1,500)
Revenues over Expenditures and Other Financing Sources (Uses)	\$ -	\$ 80,776	\$ 80,776
<b>Reconciliation from budgetary basis (modified accrual) to full accrual:</b>			
Reconciling items:			
Depreciation		\$ (105,643)	
Compensated absences accrued		(2,399)	
Capital contributions		317,521	
Total Reconciling Items		\$ 209,479	
Change in Net Assets		\$ 290,255	

**Wilson County, North Carolina**  
**Southwest Water District**  
**Schedule of Revenues and Expenditures**  
**Budget and Actual (Non - GAAP)**  
**For the Fiscal Year Ended June 30, 2005**

Exhibit D-3

	2005		Variance
	Budget	Actual	Positive (Negative)
<b>Revenues:</b>			
Operating revenues:			
Charges for services	\$ 609,181	\$ 332,894	\$ (276,287)
Other operating revenues	70,140	47,850	(22,290)
Total Revenues	\$ 679,321	\$ 380,744	\$ (298,577)
<b>Expenditures:</b>			
Operating expenses	\$ 565,821	\$ 302,170	\$ 263,651
Water purchases	115,000	68,622	46,378
Total Expenditures	\$ 680,821	\$ 370,792	\$ 310,029
Revenues Over Expenditures	\$ (1,500)	\$ 9,952	\$ 11,452
Other Financing Sources (Uses):			
Investment earnings	\$ 1,500	\$ -	\$ (1,500)
Total Other Financing Sources (Uses)	\$ 1,500	\$ -	\$ (1,500)
Revenues over Expenditures and Other Financing Sources (Uses)	\$ -	\$ 9,952	\$ 9,952
<b>Reconciliation from budgetary basis (modified accrual) to full accrual:</b>			
Reconciling items:			
Depreciation		\$ (129,791)	
Compensated absences accrued		(2,111)	
Capital contributions		372,093	
Total Reconciling Items		\$ 240,191	
Change in Net Assets		\$ 250,143	

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**Wilson County, North Carolina**  
**Water District Capital Project Fund - Southeast**  
**Schedule of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP)**  
**From Inception and for the Fiscal Year Ended June 30, 2005**

	<u>Project Authorization</u>
<b>Revenues</b>	
Restricted intergovernmental	\$ 6,012,460
Investment earnings	-
Total Revenues	<u>\$ 6,012,460</u>
<b>Expenditures</b>	
Water System Construction	11,111,491
Revenues Over (Under) Expenditures	<u>\$ (5,099,031)</u>
Other Financing Sources:	
Proceeds from debt	\$ 4,600,000
Local capital contributions	499,031
Total Other Financing Sources	<u>\$ 5,099,031</u>
Revenues and Other Financing Sources Over (Under) Expenditures	<u><u>\$ -</u></u>



Exhibit D-4

<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total to Date</u>	<u>Variance Positive (Negative)</u>
\$ 5,998,917 46,004	\$ 317,521	\$ 6,316,438 46,004	\$ 303,978 46,004
\$ 6,044,921	\$ 317,521	\$ 6,362,442	\$ 349,982
9,514,410	125,917	9,640,327	1,471,164
<u>\$ (3,469,489)</u>	<u>\$ 191,604</u>	<u>\$ (3,277,885)</u>	<u>\$ 1,821,146</u>
\$ 3,600,000 -	\$ - -	\$ 3,600,000 -	\$ (1,000,000) (499,031)
<u>\$ 3,600,000</u>	<u>\$ -</u>	<u>\$ 3,600,000</u>	<u>\$ (1,499,031)</u>
<u>\$ 130,511</u>	<u>\$ 191,604</u>	<u>\$ 322,115</u>	<u>\$ 322,115</u>

**Wilson County, North Carolina**  
**Water District Capital Project Fund - Southwest**  
**Schedule of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP)**  
**From Inception and for the Fiscal Year Ended June 30, 2005**

	<b>Project Authorization</b>
<b>Revenues</b>	
Restricted intergovernmental	\$ 7,249,271
Investment earnings	-
<b>Total Revenues</b>	<b>\$ 7,249,271</b>
<b>Expenditures</b>	
Water System Construction	11,233,271
<b>Revenues Over (Under) Expenditures</b>	<b>\$ (3,984,000)</b>
<b>Other Financing Sources:</b>	
Proceeds from debt	\$ 3,784,000
Local capital contributions	200,000
<b>Total Other Financing Sources</b>	<b>\$ 3,984,000</b>
<b>Revenues and Other Financing Sources Over (Under) Expenditures</b>	<b>\$ -</b>

Exhibit D-5

<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total to Date</u>	<u>Variance Positive (Negative)</u>
\$ 6,397,665 13,025	\$ 372,075 9	\$ 6,769,740 13,034	\$ (479,531) 13,034
\$ 6,410,690	\$ 372,084	\$ 6,782,774	\$ (466,497)
10,187,523	475,906	10,663,429	569,842
<u>\$ (3,776,833)</u>	<u>\$ (103,822)</u>	<u>\$ (3,880,655)</u>	<u>\$ 103,345</u>
\$ 3,784,000 -	\$ - -	\$ 3,784,000 -	\$ - (200,000)
<u>\$ 3,784,000</u>	<u>\$ -</u>	<u>\$ 3,784,000</u>	<u>\$ (200,000)</u>
<u>\$ 7,167</u>	<u>\$ (103,822)</u>	<u>\$ (96,655)</u>	<u>\$ (96,655)</u>

**Wilson County, North Carolina  
General Fund  
Schedule of Ad Valorem Taxes Receivable  
June 30, 2005**

**Exhibit E-1**

Fiscal Year	Uncollected Balance June 30, 2004	Additions	Collections And Credits	Uncollected Balance June 30, 2005
2004-2005	\$ -	\$ 35,342,926	\$ 32,878,442	\$ 2,464,484
2003-2004	2,688,275	-	1,110,927	1,577,348
2002-2003	1,664,525	-	257,885	1,406,640
2001-2002	360,719	-	158,265	202,454
2000-2001	205,117	-	56,914	148,203
1999-2000	165,188	-	36,337	128,851
1998-1999	110,181	-	26,738	83,443
1997-1998	118,576	-	21,444	97,132
1996-1997	93,087	-	17,027	76,060
1995-1996	58,084	-	9,529	48,555
1994-1995	47,704	-	47,704	-
	<u>\$ 5,511,456</u>	<u>\$ 35,342,926</u>	<u>\$ 34,621,212</u>	<u>\$ 6,233,170</u>
Less: allowance for uncollectible accounts:				
General Fund				<u>(1,469,428)</u>
Ad valorem taxes receivable - net:				
General Fund				<u>\$ 4,763,742</u>
Reconciliation with Revenues:				
Ad valorem taxes - General Fund				<u>\$ 35,010,154</u>
Reconciling Items:				
Interest collected				\$ (459,552)
Taxes written off				70,610
Total				<u>\$ (388,942)</u>
Total Collections and Credits				<u>\$ 34,621,212</u>

**Wilson County, North Carolina  
Analysis of Current Tax Levy  
For the Fiscal Year Ended June 30, 2005**

**Exhibit E-2**

	<u>County - Wide</u>			<u>Total Levy</u>	
	<u>Property Valuation</u>	<u>Rate</u>	<u>Amount of Levy</u>	<u>Property excluding Registered Motor Vehicles</u>	<u>Registered Motor Vehicles</u>
Original Levy:					
Property taxed at current year's rate	\$ 4,827,374,028	0.72	\$ 34,757,093	\$ 30,876,764	\$ 3,880,329
Discoveries	125,721,667	0.72	905,196	905,196	-
Abatements	(50,556,389)	0.72	(364,006)	(319,363)	(44,643)
Net levy	<u>\$ 4,902,539,306</u>		<u>\$ 35,298,283</u>	<u>\$ 31,462,597</u>	<u>\$ 3,835,686</u>
Uncollected taxes at June 30, 2005			(2,464,484)	(1,896,530)	(567,954)
Current year's taxes collected			<u>\$ 32,833,799</u>	<u>\$ 29,566,067</u>	<u>\$ 3,267,732</u>
Current levy collection percentage			<u>93.02%</u>	<u>93.97%</u>	<u>85.19%</u>

# FLOWERS, STANLEY & REDMAN, L.L.P.

CERTIFIED PUBLIC ACCOUNTANTS

3403 N. MAIN STREET - TARBORO, NORTH CAROLINA 27886

PHONE: 252-823-3125 FAX: 252-823-3201

CHARLES R. FLOWERS JR., CPA  
MICHAEL L. STANLEY, CPA  
GREGORY T. REDMAN, CPA

MEMBERS  
NORTH CAROLINA ASSOCIATION OF  
CERTIFIED PUBLIC ACCOUNTANTS

AMERICAN INSTITUTE OF  
CERTIFIED PUBLIC ACCOUNTANTS

\_\_\_\_\_  
FRED A. TURLINGTON JR., CPA

## **Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards***

To the Board of County Commissioners  
Wilson County, North Carolina

We have audited the basic financial statements of the governmental activities, the business-type activities, each major fund, and the aggregated remaining fund information of Wilson County, North Carolina, as of and for the year ended June 30, 2005, which collectively comprises the Wilson County's basic financial statements, and have issued our report thereon dated November 21, 2005. We did not audit the financial statements of the Wilson County ABC Board. Those financial statements were audited by other auditors whose report thereon has been provided to us, and our opinion, insofar as it relates to the amounts included for the Wilson County ABC Board, is based solely on the report 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. The financial statements of the Wilson County ABC Board were not audited in accordance with *Government Auditing Standards*.

### Internal Control Over Financial Reporting

In planning and performing our audit, we considered Wilson County's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. We noted certain matters that we reported to management of Wilson County, North Carolina in a separate letter dated November 21, 2005.

## Compliance and Other Matters

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

This report is intended solely for the information and use of the Board of Commissioners, management, others within the organization, federal and State awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

*Flowers, Stanley & Redman, LLP*

Tarboro, North Carolina  
November 21, 2005

# FLOWERS, STANLEY & REDMAN, L.L.P.

CERTIFIED PUBLIC ACCOUNTANTS

3403 N. MAIN STREET - TARBORO, NORTH CAROLINA 27886

PHONE: 252-823-3125 FAX: 252-823-3201

CHARLES R. FLOWERS JR., CPA  
MICHAEL L. STANLEY, CPA  
GREGORY T. REDMAN, CPA

MEMBERS  
NORTH CAROLINA ASSOCIATION OF  
CERTIFIED PUBLIC ACCOUNTANTS

AMERICAN INSTITUTE OF  
CERTIFIED PUBLIC ACCOUNTANTS

FRED A. TURLINGTON JR., CPA

## **Report on Compliance with Requirements Applicable to Each Major Federal Program and Internal Control Over Compliance in Accordance with OMB Circular A-133 And the State Single Audit Implementation Act**

To the Board of County Commissioners  
Wilson County, North Carolina

### Compliance

We have audited the compliance of Wilson County, North Carolina, with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* and the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission, that are applicable to each of its major federal programs for the year ended June 30, 2005. Wilson County's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Wilson County's management. Our responsibility is to express an opinion on Wilson County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the State Single Audit Implementation Act. Those standards, OMB Circular A-133, and the State Single Audit Implementation Act require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Wilson County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Wilson County's compliance with those requirements.

In our opinion, Wilson County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2005.



## Internal Control Over Compliance

The management of Wilson County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Wilson County's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133 and the State Single Audit Implementation Act.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the Board of Commissioners, management, others within the organization, federal and State awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

*Flowers, Stanley & Redman, LLP*

Tarboro, North Carolina  
November 21, 2005

# FLOWERS, STANLEY & REDMAN, L.L.P.

CERTIFIED PUBLIC ACCOUNTANTS

3403 N. MAIN STREET - TARBORO, NORTH CAROLINA 27886

PHONE: 252-823-3125 FAX: 252-823-3201

CHARLES R. FLOWERS JR., CPA  
MICHAEL L. STANLEY, CPA  
GREGORY T. REDMAN, CPA

FRED A. TURLINGTON JR., CPA

MEMBERS  
NORTH CAROLINA ASSOCIATION OF  
CERTIFIED PUBLIC ACCOUNTANTS

AMERICAN INSTITUTE OF  
CERTIFIED PUBLIC ACCOUNTANTS

## **Report on Compliance with Requirements Applicable to Each Major State Program and Internal Control Over Compliance in Accordance with Applicable Sections of OMB Circular A-133 and the State Single Audit Implementation Act**

To the Board of County Commissioners  
Wilson County, North Carolina

### Compliance

We have audited the compliance of Wilson County, North Carolina, with the types of compliance requirements described in the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission, that are applicable to each of its major State programs for the year ended June 30, 2005. Wilson County's major State programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major State programs is the responsibility of Wilson County's management. Our responsibility is to express an opinion on Wilson County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; applicable sections of OMB Circular A-133, as described in the *Audit Manual for Governmental Auditors in North Carolina*; and the State Single Audit Implementation Act. Those standards, applicable sections of OMB Circular A-133, and the State Single Audit Implementation Act require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major State program occurred. An audit includes examining, on a test basis, evidence about Wilson County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Wilson County's compliance with those requirements.

In our opinion, Wilson County complied, in all material respects, with the requirements referred to above that are applicable to each of its major State programs for the year ended June 30, 2005.

## Internal Control Over Compliance

The management of Wilson County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to State programs. In planning and performing our audit, we considered Wilson County's internal control over compliance with requirements that could have a direct and material effect on a major State program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with applicable sections of OMB Circular A-133 and the State Single Audit Implementation Act.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants caused by error or fraud that would be material in relation to a major State program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the Board of Commissioners, management, others within the organization, federal and State awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

*Flowers, Stanley & Redman, LLP*

Tarboro, North Carolina  
November 21, 2005

**Wilson County, North Carolina  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2005**

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Section I - Summary of Auditor's Results

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**Financial Statements**

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

- Material weakness(es) identified?                                 \_\_\_yes     Xno
- Reportable condition(s) identified  
that are not considered to be  
material weaknesses                                                         \_\_\_yes     Xnone reported

Noncompliance material to financial  
statements noted                                                                 \_\_\_yes     Xno

**Federal Awards**

Internal control over major federal programs:

- Material weakness(es) identified?                                 \_\_\_yes     Xno
- Reportable condition(s) identified  
that are not considered to be  
material weaknesses                                                         \_\_\_yes     Xnone reported

Noncompliance material to federal awards                                 \_\_\_yes     Xno

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

Any audit findings disclosed that are  
required to be reported in accordance  
with Section 510(a) of Circular A-133                                         \_\_\_yes     Xno

**Wilson County, North Carolina  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2005**

Identification of major federal programs:

<u>CFDA#</u>	<u>Program Name</u>
10.551 and 10.561	Food Stamp Cluster
93.778	Medical Assistance Program
93.558	Temporary Assistance for Needy Families
	Subsidized Child Care Cluster:
93.575	Child Care and Development Block Grant
93.667	Social Services Block Grant
93.558	Temporary Assistance for Needy Families
93.596	Child Care Development Fund
93.596	Child Care Development Fund
93.667	Social Services Block Grant
10.557	Special Supplemental Nutrition Program for WIC
93.568	Low Income Energy Assistance

Federal programs that did not meet the criteria for a major program using the criteria discussed in OMB Circular No. A-133 Section .520 but were tested as a major program because the State awards met the threshold for a major State program are included in the list of major federal programs.

Dollar threshold used to distinguish  
between Type A and Type B Programs \$2,397,371

Auditee qualified as low-risk auditee \_\_\_yes Xno

**State Awards**

Internal control over major State programs:

- Material weakness(es) identified? \_\_\_yes Xno
- Reportable condition(s) identified  
that are not considered to be  
material weaknesses \_\_\_yes Xnone reported

Noncompliance material to State awards \_\_\_yes Xno

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

Any audit findings disclosed that are required  
to be reported in accordance with the State  
Single Audit Implementation Act \_\_\_yes Xno

**Wilson County, North Carolina  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2005**

Identification of major State programs:

<u>Program Name</u>	<u>CFDA #</u>
SC/SA Domiciliary Care	N/A
Clean Water Grant and Revolving Loan	N/A
Public School Building Capital Fund	N/A

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Section II - Financial Statement Findings

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NONE

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Section III - Federal Award Findings and Questioned Costs

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NONE

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Section IV - State Award Findings and Questioned Costs

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NONE

**Wilson County, North Carolina  
Summary Schedule of Prior Year Audit Findings  
For the Year Ended June 30, 2005**

NONE REPORTED

**Wilson County, North Carolina**  
**Schedule of Expenditures of Federal and State Awards**  
**For the Year Ended June 30, 2005**

<b>Grantor/Pass-Through Grantor/Program Title</b>	<b>Federal CFDA Number</b>
<b>CASH PROGRAMS:</b>	
<b>FEDERAL GRANTS:</b>	
<b>U.S. Department of Agriculture:</b>	
Passed-through N.C. Department of Health and Human Services:	
Division of Social Services:	
Administration:	
Food Stamp Cluster:	
Food Stamp Program - Noncash	10.551
Food Stamp Program	10.561
Total Food Stamp Cluster	
Division of Public Health:	
Administration:	
Special Supplemental Nutrition Program for WIC	10.557
Direct Benefit Payments:	
Special Supplemental Nutrition Program for WIC	10.557
Total U.S. Department of Agriculture	
<b>U.S. Department of Health and Human Services:</b>	
Passed-through N.C. Department of Health and Human Services:	
Division of Social Services:	
Foster Care and Adoption Cluster:	
Assistance Foster Care Title IV-E	93.658
Title IV-E Adoption Subsidy	93.659
Total Foster Care and Adoption Cluster	
Medical Assistance Program - Medicaid Title XIX	93.778
Low Income Energy Assistance	93.568
NC Health Choice	93.767
Social Services Block Grant	93.667
Child Support Enforcement	93.563



<u>Federal Expenditures</u>	<u>State Expenditures</u>	<u>Local Expenditures</u>
\$ 9,022,882	\$ -	\$ -
630,024	-	580,687
<u>\$ 9,652,906</u>	<u>\$ -</u>	<u>\$ 580,687</u>
<u>\$ 392,093</u>	<u>\$ -</u>	<u>\$ -</u>
<u>\$ 2,035,172</u>	<u>\$ -</u>	<u>\$ -</u>
<u>\$ 12,080,171</u>	<u>\$ -</u>	<u>\$ 580,687</u>
\$ 130,508	\$ 20,067	\$ 62,771
413,645	119,450	119,450
<u>\$ 544,153</u>	<u>\$ 139,517</u>	<u>\$ 182,221</u>
1,195,554	109,338	1,065,646
258,652	-	-
65,579	4,450	18,111
400,381	44,904	141,103
894,539	-	458,783

(continued)

**Wilson County, North Carolina**  
**Schedule of Expenditures of Federal and State Awards**  
**For the Year Ended June 30, 2005**

Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number
<b>FEDERAL GRANTS: (continued)</b>	
<b>U.S. Department of Health and Human Services: (continued)</b>	
Passed-through N.C. Department of Health and Human Services: (continued)	
Division of Social Services: (continued)	
Permanency Planning	93.645
Child Care Development Fund	93.596
TANF	93.558
LINKS	93.674
IV-E	93.658
Voting access for Individuals with Disabilities	93.617
Total Division of Social Services	
Division of Public Health:	
Tuberculosis Control Project - CDC	93.116
Preventive Health Block	93.991
Harmful Algal Blooms Program	93.283
Maternal and Child Health Services Block Grant	93.994
Temporary Assistance for Needy Families	93.558
Immunization Action Plan	93.268
Breast and Cervical Cancer Project	93.919
Family Planning Services	93.217
Total Division of Public Health	
Division of Child Development:	
Subsidized Child Care Cluster:	
Child Care Development Funds Discretionary	93.575
Child Care Development Fund	93.596
Social Services Block Grant	93.667
Temporary Assistance for Needy Families	93.558
Smart Start	N/A
State Appropriations	N/A
Total Subsidized Child Care Cluster	

<u>Federal Expenditures</u>	<u>State Expenditures</u>	<u>Local Expenditures</u>
22,752	5,848	1,736
147,214	-	-
1,349,648	-	1,368,092
14,117	3,529	-
601,793	69,529	439,011
18,033	-	-
<u>\$ 5,512,415</u>	<u>\$ 377,115</u>	<u>\$ 3,674,703</u>
 \$ 42,972	 -	 -
12,724	-	-
52,072	-	-
317,552	-	-
14,700	-	-
23,567	-	-
11,000	-	-
10,800	-	-
<u>\$ 485,387</u>	<u>\$ -</u>	<u>\$ -</u>
 \$ 1,391,575	 \$ 1,164,858	 -
1,180,534	311,522	-
36,955	-	-
392,992	-	-
-	42,022	-
-	192,228	-
<u>\$ 3,002,056</u>	<u>\$ 1,710,630</u>	<u>\$ -</u>

**Wilson County, North Carolina**  
**Schedule of Expenditures of Federal and State Awards**  
**For the Year Ended June 30, 2005**

<b>Grantor/Pass-Through Grantor/Program Title</b>	<b>Federal CFDA Number</b>
<b>FEDERAL GRANTS: (continued)</b>	
<b>U.S. Department of Health and Human Services: (continued)</b>	
Passed-through N.C. Department of Health and Human Services: (continued)	
Division of Social Services: (continued)	
Direct Benefit Payments:	
Medical Assistance Program	93.778
Temporary Assistance for Needy Families	93.558
Energy Assistance	93.568
Total Direct Benefit Payments	
Total U.S. Department of Health and Human Services	
 <b>U.S. Department of Homeland Security:</b>	
Passed-through N.C. Department of Crime Control and Public Safety:	
Emergency Management Performance Grant	97.042
State and Local All Hazards Emergency Opearations	97.051
Hazard Mitigation Grant	97.039
Homeland Security Grant	97.067
Total U.S. Department of Homeland Security	
 <b>U.S. Department of Commerce:</b>	
Passed-through N.C. Department of Commerce:	
Small Cities Community Development Block Grant	14.228
 <b>U.S. Department of Justice:</b>	
Passed-through N.C. Department of Crime Control and Public Safety:	
U.S. Block Grant - Sheriff	16.592
Cops Grant	16.710
Criminal Justice Grant	16.579
Protection of Voting Rights	16.104
Juvenile Justice	16.542
Juvenile Justice Allocation to State	16.540
Total U.S. Department of Justice	

<u>Federal Expenditures</u>	<u>State Expenditures</u>	<u>Local Expenditures</u>
\$ 55,973,523	\$ 26,734,488	\$ 4,582,838
1,236,962	-	1,524
125,028	-	-
<u>\$ 57,335,513</u>	<u>\$ 26,734,488</u>	<u>\$ 4,584,362</u>
<u>\$ 66,335,371</u>	<u>\$ 28,822,233</u>	<u>\$ 8,259,065</u>
\$ 16,800	\$ -	\$ -
11,970	-	-
22,800	-	-
221,288	-	-
<u>\$ 272,858</u>	<u>\$ -</u>	<u>\$ -</u>
<u>\$ 56,759</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 19,084	\$ -	\$ -
57,686	-	-
46,196	-	-
-	-	-
246,386	-	-
57,364	-	-
<u>\$ 426,716</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

**Wilson County, North Carolina**  
**Schedule of Expenditures of Federal and State Awards**  
**For the Year Ended June 30, 2005**

<b>Grantor/Pass-Through Grantor/Program Title</b>	<b>Federal CFDA Number</b>
<b>FEDERAL GRANTS: (continued)</b>	
<b>U.S. Department of Labor:</b>	
Passed-through N.C. Department of Labor: Workforce Investment Act Cluster	17.258 thru 17.260
<b>U.S. Department of Transportation:</b>	
Passed-through N.C. Department of Transportation: Formula Grant for Other than Urbanized Areas	20.509
State Incentive Grants for use of Seatbelts	20.604
Total U.S. Department of Transportation	
<b>STATE GRANTS:</b>	
<b>N.C. Department of Transportation:</b>	
Workfirst	N/A
Rural Operating Assistance	N/A
Transportation Capital	N/A
EDTAP Funds	N/A
Total N.C. Department of Transportation	
<b>N.C. Department of Human and Health Services:</b>	
Division of Social Services:	
Energy Assistance	N/A
County Funded Programs	N/A
CWS Adoption Subsidy - Direct Benefit	N/A
SC/SA Domiciliary Care - Direct Benefit	N/A
State Foster Home - Direct Benefit	N/A
TANF/AFDC Program Integrity	N/A
State Aid to Counties	N/A
State Adult Protective Service	N/A
Smart Start	N/A
F/C At Risk Maximization	N/A
Total N.C. Department of Human and Health Services:	

<u>Federal Expenditures</u>	<u>State Expenditures</u>	<u>Local Expenditures</u>
\$ 692,325	\$ -	\$ -
\$ 37,692	\$ 2,355	\$ -
10,474	-	-
<u>\$ 48,166</u>	<u>\$ 2,355</u>	<u>\$ -</u>
\$ -	\$ 5,112	\$ -
-	66,696	-
-	6,483	-
-	57,396	-
<u>\$ -</u>	<u>\$ 135,687</u>	<u>\$ -</u>
\$ -	\$ 1,146	\$ -
-	-	294,557
-	172,566	32,523
-	1,064,243	1,064,243
-	58,138	58,138
-	93,473	-
-	8,756	-
-	58,344	-
-	86,265	-
-	4,105	2,375
<u>\$ -</u>	<u>\$ 1,547,036</u>	<u>\$ 1,451,836</u>

(continued)

**Wilson County, North Carolina**  
**Schedule of Expenditures of Federal and State Awards**  
**For the Year Ended June 30, 2005**

<b>Grantor/Pass-Through Grantor/Program Title</b>	<b>Federal CFDA Number</b>
<b>STATE GRANTS: (continued)</b>	
<b>N.C. Department of Public Instruction:</b>	
Public School Building Capital Fund	N/A
<b>N.C. Department of Health and Human Services:</b>	
Division of Health:	
General Health	N/A
Tuberculosis Control	N/A
AIDS Control Project	N/A
Risk Reduction/Health Promotion	N/A
Communicable Disease	N/A
Women's Preventative Health	N/A
TB Medical Service	N/A
Total N.C. Department of Health and Human Services:	
<b>N.C. Department of Cultural Resources:</b>	
State Aid to Public Libraries	N/A
<b>N.C. Department of Environment and Natural Resources:</b>	
Scrap Tire Program	N/A
Clean Water Grant and Revolving Loan	N/A
Total N.C. Department of Environment and Natural Resources	
Total Financial Assistance	

Note 1: The accompanying schedule of expenditures of federal and State awards includes the federal and State grant activity of Wilson County and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirement of OMB Circular A-133, *Audits of States, Local Government, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statements. Benefit payments are paid directly to recipients and are not included in the County's basic financial statements. However, due to the County's involvement in determining eligibility, they are considered federal awards to the County and are included on this schedule.



<u>Federal Expenditures</u>	<u>State Expenditures</u>	<u>Local Expenditures</u>
<u>\$ -</u>	<u>\$ 715,535</u>	<u>\$ -</u>
\$ -	\$ 55,666	\$ -
-	56,894	-
-	12,500	-
-	8,065	-
-	8,294	-
-	6,276	-
-	3,643	-
<u>\$ -</u>	<u>\$ 151,338</u>	<u>\$ -</u>
<u>\$ -</u>	<u>\$ 142,203</u>	<u>\$ -</u>
\$ -	\$ 75,733	\$ -
-	689,596	-
<u>\$ -</u>	<u>\$ 765,329</u>	<u>\$ -</u>
<u>\$ 79,912,366</u>	<u>\$ 32,281,716</u>	<u>\$ 10,291,588</u>

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