

# *ANNUAL COMPREHENSIVE FINANCIAL REPORT*

*FOR THE FISCAL YEAR ENDED  
JUNE 30, 2022*

*WILSON COUNTY  
NORTH CAROLINA*



FINANCE DEPARTMENT  
ANGEL LANDRAU  
FINANCE DIRECTOR



**WILSON COUNTY, NORTH CAROLINA**  
**ANNUAL COMPREHENSIVE FINANCIAL REPORT**  
**FOR THE YEAR ENDED JUNE 30, 2022**

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# **INTRODUCTORY SECTION**

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Wilson  
County

North Carolina

# Wilson County Government

## Finance Department

### Letter of Transmittal

November 30, 2022

Honorable Members of the Board of Commissioners  
Citizens of Wilson County, North Carolina

State laws along with policies and procedures of the North Carolina Local Government Commission require, that all general purpose local governments in the State publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to those requirements, we hereby issue the annual comprehensive financial report of Wilson County for the fiscal year ended June 30, 2022.

This report consists of management's representations concerning the finances of Wilson County. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. Management, to provide a reasonable basis for making these representations, has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the County's financial statements in conformity with GAAP. Since the cost of internal controls should not outweigh their benefits, the County's internal control structure has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

Wilson County Government's financial statements have been audited by Martin Starnes & Associates, CPAs, P.A a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County for the fiscal year ended June 30, 2022, are free of material misstatement. The independent audit involved examining, on a test bases, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the County's financial statements for the fiscal year ended June 30, 2022, are fairly presented in conformity with generally accepted accounting principles. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the County was part of a broader, federal, and State mandated "Single Audit" designed to meet the special needs of Federal and State grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statement, but also on the audited government's internal controls and compliance with legal requirements. This is to be done with special emphasis on internal controls and legal

requirement involving the administration of federal and state awards. These reports are available in the compliance section of this report.

GAAP requires management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. Wilson County's MD&A can be found immediately following the report of independent auditors.

## PROFILE OF WILSON COUNTY

Wilson County was formed in 1855. It was formed from parts of Edgecombe, Nash, Wayne, and Johnston counties. It was named in honor of Louis Dicken Wilson (1789-1847), a prominent politician and military officer who died during the Mexican War and was considered "the most eminent citizen of Edgecombe County".

Wilson County is located in the east-central part of the State, amid the broad coastal plain which covers nearly half the State, from the Atlantic to the fall lines of the Roanoke, Tar, Neuse, and Cape Fear Rivers. The County, which measures approximately 30 miles from east to west and 20 miles from north to south, encompasses approximately 373 square miles. The principal waterways are the Contentnea Creek, Toisnot Swamp, Black Creek, and Town Creek. The June 2021 tax distribution reported Wilson County's population at 81,979. The City of Wilson, which is the county seat and the County's largest population center with a population of 49,828 according to the 2020 June Tax distribution, is the largest municipality. Other municipalities located in the County include the towns of Elm City, Saratoga, Stantonsburg, Black Creek, Lucama, Sims, and a portion of Sharpsburg.

The County is strategically situated with access to all major, regional, national, as well as international markets. Wilson County is served by US Highways 117, 264, and 301 and North Carolina Highways 42 and 58, along with Interstate highway 95. Interstate 795 connects to the City of Goldsboro and on to I-40 south, which greatly enhances access to seaports at Wilmington and Morehead City, North Carolina. Both seaports maintain at least 45-foot channel depth and abundant covered and uncovered storage space for smooth transition of cargo to its destination. The US Highway 264 bypass, which has been designated as the future Interstate 587, provides interstate grade highway connecting Greenville, North Carolina, and the Research Triangle Park. Wilson is also served by the Rocky Mount-Wilson regional airport which has one 6,000-foot runway and freight service provided by several carriers and the Raleigh-Durham International Airport, a major commercial airport approximately 55 miles west of the County that sends daily nonstop flights to over 65 locations across North and Central America and Europe. CSX Railroad and Norfolk Southern Railroad provide rail freight service to Wilson and Amtrak provides passenger service.

Wilson County operates under a Commission-Manager form of Government. The governing body of the County is the Board of County Commissioners, which formulates policies and has legislative authority for the administration of the County. In addition, the Board passes ordinances, annually adopts a balanced budget, and establishes a tax rate for the support of the County's programs. The Board consists of seven commissioners which serve concurrent four-year terms. Partisan elections for the Board are held in November every four years. The Board takes office the first Monday in December following the November elections. At the December meeting, the Board elects a chairman and vice chairman from among its members.

The County Manager is appointed by and serves at the pleasure of the Board as the County's Chief Administrative Officer. The Manager has appointive and removal authority over department heads and other employees of the County. The County Manager is responsible for the daily operations of the County Government. In addition, the Manager's responsibilities include implementation of policies established by the Board of Commissioners, as well as the administration of the annual budget adopted by the Board.

The County provides a wide range of services including public safety, human services (Social Services, Health, and Aging), funds for education, cultural and recreational activities, environmental protection, general administration, and others. Additionally, the County owns and operates water distribution systems and a construction and demolition (C&D) debris landfill consisting of 10 acres. This report includes all of the County's activities in maintaining these services, except schools, which are administered by the Wilson County Board of Education. The County also extends financial support to certain boards, agencies, and commissions to assist their efforts in serving citizens. Among these is Wilson Community College. The County Commissioners appoint all members of the Wilson County ABC Board (the "ABC Board") and the ABC Board is required by State Statute to distribute its surpluses to the General Fund of Wilson County which represents a financial benefit to Wilson County, therefore, the Government-wide statements include the ABC Board as a discretely presented component unit. The ABC Board is a corporate body with powers outlined by General Statutes (chapter 18B-701).

The annual budget serves as the foundation for Wilson County's financial planning and control. As required by the North Carolina Budget and Fiscal Control Act, the County adopts an annual budget for all governmental and proprietary operating funds except those authorized by project ordinance that are multi-year in nature. Appropriations to the various funds are formally budgeted on a departmental or project level. However, for internal accounting purposes, budgetary control is maintained by object class (line item account). Purchase orders that would create an over encumbrance at that level are not written until additional appropriations are available through budget amendments. In accordance with state law, the County's budget is prepared on the modified accrual basis. Its accounting records also are maintained on that basis. Under modified accrual accounting, revenues are recorded when they are both measurable and available. Expenditures are recorded when a fund liability is incurred, except for unmatured principal and interest on long-term debt and certain compensated absences. Governmental Fund types, such as the County's General Fund, Special Revenue Funds, and Capital Project Funds are reported on the modified accrual basis in the financial statements. The Agency Funds are reported on the full accrual basis in the financial statements, under which revenues are recorded when earned and expenses are recorded when incurred.

County Management is responsible for the accounting system and for establishing and maintaining an internal control structure. The internal control structure is designed to provide reasonable, but not absolute, assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition; (2) the reliability of financial records for preparing financial statements in conformity with GAAP and maintaining accountability for assets; and (3) compliance with applicable laws and regulation related to federal and state financial assistance programs. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the evaluation of costs and benefits requires estimates and judgments by management.

All internal control evaluations occur within the above framework. I believe that the County's internal accounting controls adequately protect assets and provide reasonable assurance of the proper recording of financial transactions. As part of the County's single audit, the independent auditor reviewed the County's internal control structure and indicated no internal control weaknesses or reportable conditions.

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the County operates.

## FACTORS AFFECTING FINANCIAL CONDITION

### LOCAL ECONOMY

Wilson County's economy has evolved from a largely agriculture-based economy to a diverse mix of agriculture, manufacturing, commercial, and service sectors. However, the County is still a leading farm market in the state with \$ 144,977,773 in farm sales in 2022. Major industries located within the County include tire manufacturing, pharmaceuticals, glass containers, building components, aerospace fire protection equipment, and food processing among others. The State also has a significant presence in the County with a major long-term health care facility and a school for the deaf located in the City of Wilson.

Unemployment in Wilson increased to 6.1% still higher when compared to 3.4% for the State. The average weekly wage for 2021 for Wilson County was \$938, the sixteenth highest average weekly wage in the State.

In 2021-2022, North State Consulting, Placon Corporation, JTI, FedEx and ABEC located in Wilson County. The total investment from new and existing companies in the local economy was \$137,000,000, resulting in the creation of 376 new jobs. At the end of 2022, another large manufacturing operation will announce plans to locate in Wilson County.

Manufacturing is the largest sector of the Wilson economy employing 7,308 workers. Bridgestone Americas operates a plant in Wilson that employs approximately 1,850 people making radial tires for cars and light trucks. The company is in the sixth year of its 10-year expansion. The Life Science Industry in Wilson County employs over 1500 people. Other large national manufacturing employers include Collins Aerospace with over 1100 employees, Smithfield Packing Company with approximately 670 employees, Merck with over 640 employees, and Fresenius Kabi with approximately 345 employees.

Truist, the tenth largest U.S. bank holding company currently employs approximately 2,100 people in Wilson County. Other large non-manufacturing employers include ST Wooten Corporation with 1,000 employees, Wilson County Schools with over 1,200 employees, and Wilson Medical Center- Duke LifePoint employs approximately 700 employees.

#### LONG TERM FINANCIAL PLANNING

Meeting the needs in the community by providing additional services and meeting the capital needs for the County, and our educational partners continue to be a priority. The County recently completed a study of the courthouse and downtown buildings to plan for future facility and equipment improvements to complement the Capital Improvement Plan. The CIP is revised and updated annually to correspond with changing revenues and the current economic environment. Wilson Community College recently shared their 10-year Master Plan for the campus and Wilson County Schools completed their DPI Facility Needs Survey in FY20-21.

#### AWARDS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County of Wilson, North Carolina for its annual comprehensive financial report for the fiscal year ended June 30, 2021. This was the 10<sup>th</sup> consecutive year that the County has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

#### ACKNOWLEDGEMENTS

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the Finance Office. We wish to express our appreciation to all members of the department who assisted and contributed to the preparation of this report. Due credit also must be given to the Board of Commissioners for their interest and support in planning and conducting the operations of the government in a responsible and progressive manner.

Respectfully submitted,

WILSON COUNTY, NORTH CAROLINA

  
Denise Stinagle  
County Manager

  
Angel Landrau  
Finance Director





Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**County of Wilson  
North Carolina**

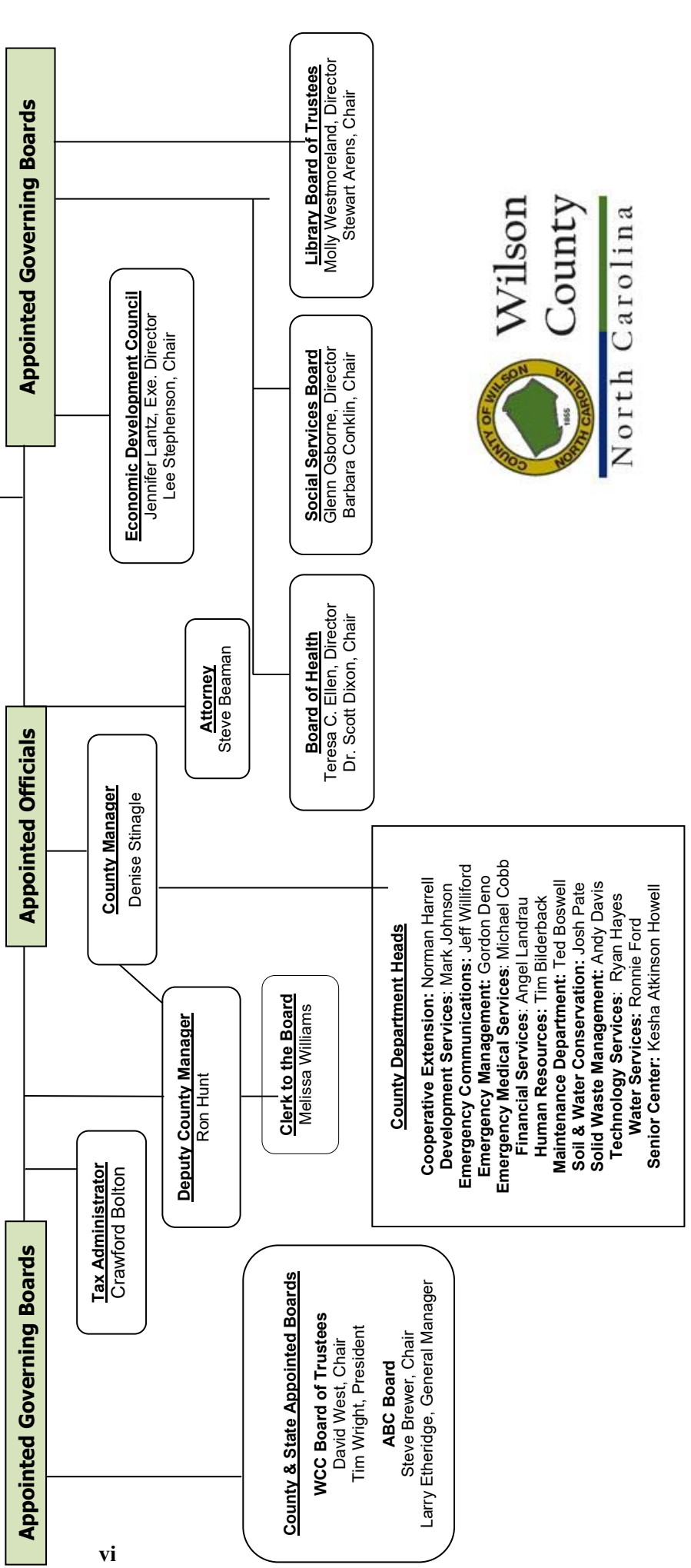
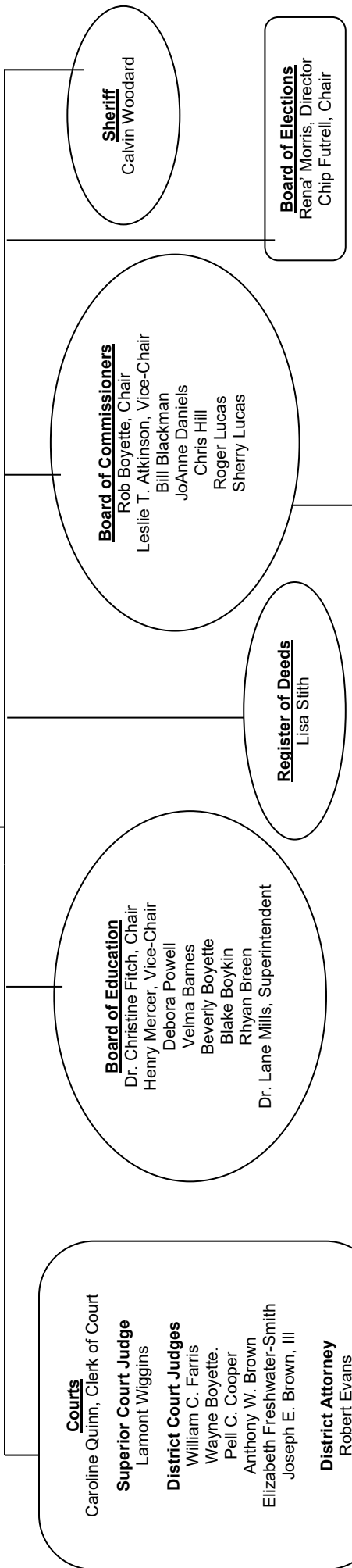
For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

June 30, 2021

*Christopher P. Morill*

Executive Director/CEO

# Elected Officials



**Wilson County  
List of Principal Officials  
June 30, 2022**

**Elected Officials**

Commissioner	District 3	JoAnne Daniels
Commissioner	District 5	Rob Boyette, Chair
Commissioner	District 1	Leslie T. Atkinson, Vice Chair
Commissioner	District 2	Sherry Lucas
Commissioner	District 4	Roger Lucas
Commissioner	District 6	Chris Hill
Commissioner	District 7	Bill Blackman
Sheriff		Calvin Woodard
Register of Deeds		Lisa Stith

**Administrative Officials**

Manager	Denise Stinagle
Attorney	Stephen Beaman
Clerk	Ron Hunt
Finance Director	Angel Landrau
Tax Administrator	Crawford Bolton
Social Services Director	Glenn Osborne
Health Services Director	Teresa Ellen
Elections Director	Rena Morris
Director of Library	Molly Westmoreland
Solid Waste/Landfill Director	Andy Davis
Water Systems Director	Ronald Ford
County Extension Director	Norman Harrell
Emergency Medical Services Director	Michael Cobb
Emergency Communications Director	Jeff Williford
Planning and Inspections Director	Mark Johnson
Building Maintenance Director	Ted Boswell
Technology Services Director	Ryan Hayes
Emergency Management Coordinator	Gordon Deno
Human Resource Coordinator	Tim Bilderback
Soil & Water Conservation Coordinator	Josh Pate

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## **FINANCIAL SECTION**

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# MARTIN STARNES & ASSOCIATES, CPAs, P.A.

*"A Professional Association of Certified Public Accountants and Management Consultants"*

## **Independent Auditor's Report**

To the Board of Commissioners  
Wilson County  
Wilson, North Carolina

### **Report on the Audit of the Financial Statements**

#### ***Opinions***

We have audited the 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, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of the other auditors, the accompanying financial statements referred to above present fairly, in all material aspects, the respective financial position 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 June 30, 2022, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund for the year ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Wilson County ABC Board. Those statements were audited by other auditors whose report has 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 report of the other auditors.

#### ***Basis of Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of Financial Statements section of our report. We are required to be independent of the County, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions. The financial statements of the Wilson County ABC Board were not audited in accordance with *Government Auditing Standards*.

### ***Change in Accounting Principle***

As discussed in Note VI to the financial statements, in 2022 the County adopted a new accounting guidance, GASB Statement No. 87, *Leases*. Our opinion is not modified with respect to this matter.

### ***Responsibilities of Management for the Financial Statements***

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and, therefore, is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.



### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, the Other Post-Employment Benefits' Schedules of Changes in the Total OPEB Liability and Related Ratios, the Local Governmental Employee's Retirement System's Schedules of the Proportionate Share of Net Pension Liability (Asset) and County's Contributions, the Register of Deeds' Supplemental Pension Fund Schedules of the Proportionate Share of the Net Pension Liability (Asset) and County's Contributions, and the Law Enforcement Officers' Special Separation Allowance Schedules of the Changes in Total Pension Liability and Total Pension Liability as a Percentage of Covered-Employee Payroll, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We and the other auditors have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Wilson County's basic financial statements. The combining and individual nonmajor fund financial statements, budget and actual schedules, and other schedules, as well as the accompanying Schedule of Expenditures of Federal and State Awards as required by Title 2 *U.S. Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* 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. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements, or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America by us and other auditors. In our opinion, based on our audit and the report of other auditors, the combining and individual nonmajor fund financial statements, budget and actual schedules, other schedules, and the Schedule of Expenditures of Federal and State Awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### ***Other Information***

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not over the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based

on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated November 30, 2022, on our consideration of Wilson County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Wilson County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Wilson County's internal control over financial reporting and compliance.

*Martin Starnes & Associates, CPAs, P.A.*

Martin Starnes & Associates, CPAs, P.A.  
Hickory, North Carolina  
November 30, 2022

## **Management's Discussion and Analysis For the Year Ended June 30, 2022**

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, 2022. 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**

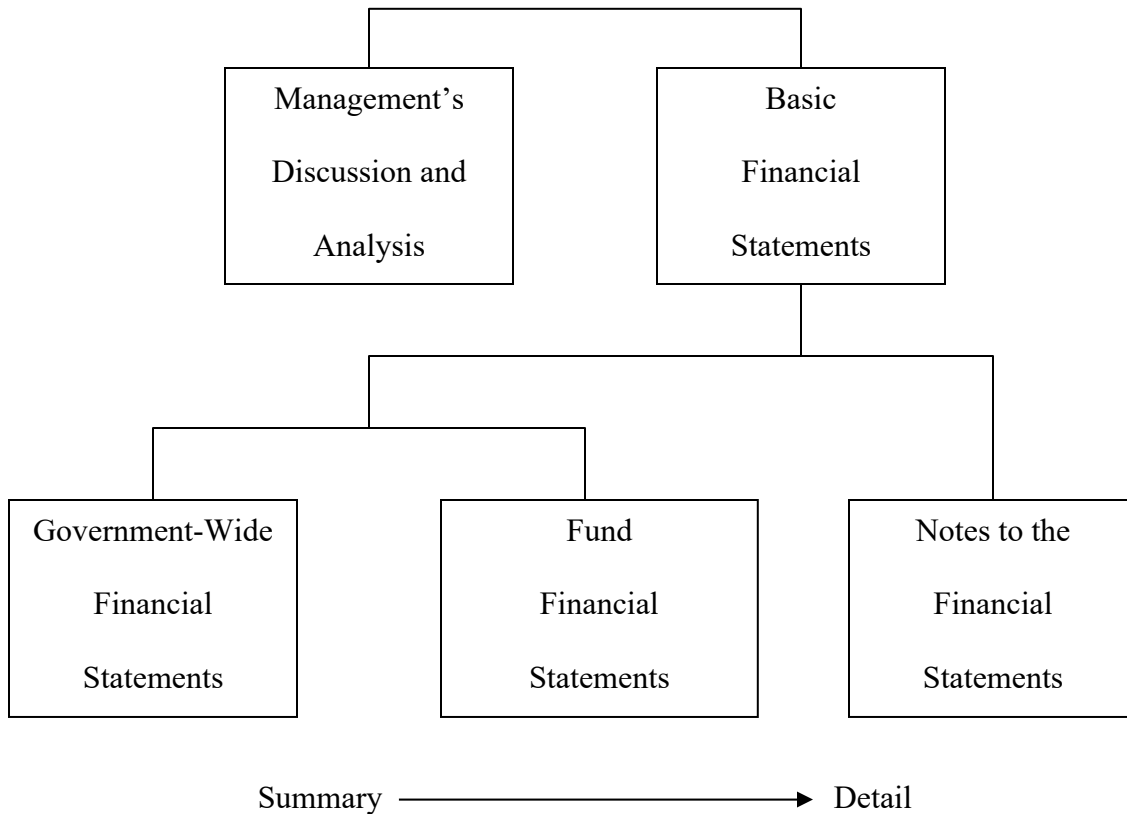
- The assets and deferred outflows of resources of Wilson County exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$49,955,211 (*net position*).
- The government's total net position increased by \$7,604,002 primarily due to increases in revenues for charges for services, grants, and local option sales tax.
- As of the close of the current fiscal year, Wilson County's governmental funds reported combined ending fund balances of \$80,555,877, after a net increase in fund balance of \$20,370,009. Approximately 46.69 percent of this total amount, or \$37,614,117, is restricted.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$21,625,099, or 19.84 percent, of total General Fund expenditures and transfers out for the fiscal year.
- The County holds the following bond ratings:
  - Moody's Aa2
  - Fitch AA

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

This discussion and analysis are intended to serve as an introduction to Wilson County's basic financial statements. Wilson County's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements (see Figure 1). The basic financial statements present two different views of the County through the use of government-wide statements and fund financial statements. In addition to the basic financial statements, this report contains other supplemental information that will enhance the reader's understanding of the fiscal condition of Wilson County.

Management's Discussion and Analysis  
Wilson County

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



**Basic Financial Statements**

The first two statements, Exhibits A and B, in the basic 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 C through K, 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 four parts to the Fund Financial Statements: 1) the governmental funds statements, 2) the budgetary comparison statements, 3) the proprietary funds statements, and 4) the fiduciary fund statements.

The next section of the basic financial statements is the **notes**. The notes to the financial statements explain in detail some of the data contained in those statements. After the notes, **supplemental information** is provided to show details about the County's nonmajor governmental funds and internal service funds, all of which are added together in one column on the basic financial statements. Budgetary information required by the General Statutes also can be found in this part of the statements.

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

## Management's Discussion and Analysis Wilson County

### **Government-Wide Financial Statements**

The government-wide financial statements are designed to provide the reader with a broad overview of the County's finances, similar in format to a financial statement of a "private-sector" business. The government-wide statements provide short and long-term information about the County's financial status as a whole.

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

The government-wide statements are divided into three categories: 1) governmental activities, 2) business-type activities, and 3) component units. The governmental activities include most of the County's basic services, such as public safety and general administration. Property taxes and federal and State grant funds finance most of these activities. The business-type activities are those that the County charges customers to provide. These include the water and solid waste (landfill) services offered by Wilson County. The final category is the component unit. The Wilson County ABC Board is legally separate from the County; however, the County is financially accountable for the Board by appointing its members. Also, the ABC Board is required to distribute its profits to the County.

The government-wide financial statements are on Exhibits A and B of this report.

### **Fund Financial Statements**

The fund financial statements provide a more detailed look at the County's most significant activities. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Wilson County, like other governmental entities in North Carolina, uses fund accounting to ensure and reflect compliance with finance-related legal requirements, such as the General Statutes or the County's budget ordinance. All funds of Wilson County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**Governmental Funds.** Governmental funds are used to account for those functions reported as governmental activities in the government-wide financial statements. Most of the County's basic services are accounted for in governmental funds. These funds focus on how assets can readily be converted into cash flow in and out and what monies are left at year-end that will be available for spending in the next year. Governmental funds are reported using an accounting method called modified accrual accounting. This method also has a current financial resource 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 governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is described in a reconciliation that is a part of the fund financial statements.

## Management's Discussion and Analysis Wilson County

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.

**Proprietary Funds.** Wilson County maintains two kinds of proprietary funds, enterprise funds and an Internal Service 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 activity. These funds are the same as those separate activities shown in the business-type activities in the Statement of Net Position and the Statement of Activities. Internal service funds are an accounting device used to accumulate and allocate costs internally among the functions of Wilson County. The County uses an internal service fund to account for one activity – health insurance benefits. Because this operation benefits predominantly governmental rather than business-type activities, the Internal Service Fund has been included within the governmental activities in the government-wide financial statements.

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

**Notes to the Financial Statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements start on page 31 of this report.

**Other Information.** In addition to the basic financial statements and accompanying notes, this report also includes certain required supplementary information concerning Wilson County's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found beginning on page 87 of this report.

### **Government-Wide Financial Analysis**

As noted earlier, net position, over time, may serve as a useful indicator of a government's financial condition. The assets and deferred outflows of resources of Wilson County exceeded its liabilities and deferred inflows of resources by \$49,955,211 as of June 30, 2022. The County's net position increased by \$7,604,002 for the fiscal year ended June 30, 2022. One of the largest portions, \$46,131,934, reflects the County's net investment in capital assets (e.g., land, buildings, machinery, and equipment). 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 the outstanding related debt, the resources needed to repay that debt must be provided by other sources, since the capital assets cannot be used to liquidate these liabilities. An additional portion of Wilson County's net position, \$37,733,692 (76%), represents resources that are subject to external restrictions on how they may be used. The remaining deficit balance of \$33,910,415 is unrestricted. The deficit in unrestricted net position is due to the portion of the county's outstanding debt incurred for the benefit of local schools. Under North Carolina law, the County is responsible for providing capital funding for these

Management's Discussion and Analysis  
Wilson County

institutions. The assets funded by the County, however, are owned and utilized by these institutions. Since the County acquires no capital assets, the County has incurred a liability without a corresponding increase in assets. Additionally, unrestricted net position is impacted by its substantial actuarially determined pension and OPEB long term liabilities.

**Wilson County's Net Position**  
**Figure 2**

	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
<b>Assets:</b>						
Current and other assets	\$ 80,408,666	\$ 65,252,761	\$ 26,325,015	\$ 24,661,055	\$ 106,733,681	\$ 89,913,816
Restricted assets	15,952,383	6,151,554	330,698	269,090	16,283,081	6,420,644
Capital assets	29,424,868	28,408,559	24,311,982	25,189,011	53,736,850	53,597,570
Other assets	-	261,758	-	-	-	261,758
Total assets	<u>125,785,917</u>	<u>100,074,632</u>	<u>50,967,695</u>	<u>50,119,156</u>	<u>176,753,612</u>	<u>150,193,788</u>
<b>Deferred Outflows of Resources</b>	<u>28,309,866</u>	<u>26,561,211</u>	<u>939,943</u>	<u>871,414</u>	<u>29,249,809</u>	<u>27,432,625</u>
<b>Liabilities:</b>						
Long-term liabilities outstanding	113,219,822	106,180,763	14,936,377	15,318,197	128,156,199	121,498,960
Other liabilities	<u>9,184,139</u>	<u>3,470,643</u>	<u>576,048</u>	<u>536,464</u>	<u>9,760,187</u>	<u>4,007,107</u>
Total liabilities	<u>122,403,961</u>	<u>109,651,406</u>	<u>15,512,425</u>	<u>15,854,661</u>	<u>137,916,386</u>	<u>125,506,067</u>
<b>Deferred Inflows of Resources</b>	<u>17,489,330</u>	<u>9,488,932</u>	<u>642,494</u>	<u>336,966</u>	<u>18,131,824</u>	<u>9,825,898</u>
<b>Net Position:</b>						
Net investment in capital assets	29,410,751	27,870,011	16,721,183	17,286,511	46,131,934	45,156,522
Restricted	37,733,692	22,943,078	-	-	37,733,692	22,943,078
Unrestricted	<u>(52,941,951)</u>	<u>(43,317,584)</u>	<u>19,031,536</u>	<u>17,512,432</u>	<u>(33,910,415)</u>	<u>(25,805,152)</u>
Total net position	<u>\$ 14,202,492</u>	<u>\$ 7,495,505</u>	<u>\$ 35,752,719</u>	<u>\$ 34,798,943</u>	<u>\$ 49,955,211</u>	<u>\$ 42,294,448</u>

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

- The County issued \$13,000,000 of direct placement notes payable to finance school projects, of which approximately \$4,046,000 was spent before year end for assets owned and utilized by local schools.
- Changes in assumptions and a decrease in the municipal bond index rate resulted in a substantial increase in both the Law Enforcement Officers' Special Separation Allowance pension and OPEB liabilities and related deferred inflows and outflows of resources. This decrease was offset by a net reduction in the LGERS pension liability and related deferred inflows and outflows of resources.
- Restricted by state statute increased due to the increase in receivables due from other governments related to state moneys due to the County as reimbursement for school project expenditures incurred.

Management's Discussion and Analysis  
Wilson County

**Wilson County's Changes in Net Position**  
**Figure 3**

	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
<b>Revenues:</b>						
Programs revenues:						
Charges for services	\$ 11,543,721	\$ 10,427,174	\$ 6,693,932	\$ 6,326,026	\$ 18,237,653	\$ 16,753,200
Grants and contributions:						
Operating	28,112,533	21,311,441	1,011	495,841	28,113,544	21,807,282
Capital	10,080,278	896,480	-	-	10,080,278	896,480
General revenues:						
Property taxes	59,877,201	57,070,246	-	-	59,877,201	57,070,246
Local option sales tax	19,817,739	17,798,369	-	-	19,817,739	17,798,369
Other taxes and licenses	1,155,364	944,500	-	-	1,155,364	944,500
Investment earnings	99,571	17,131	29,481	5,115	129,052	22,246
Grants and other contributions not restricted to specific programs	318,750	318,750	-	-	318,750	318,750
Miscellaneous	2,043,047	487,662	1,671	(22,858)	2,044,718	464,804
<b>Total revenues</b>	<b>133,048,204</b>	<b>109,271,753</b>	<b>6,726,095</b>	<b>6,804,124</b>	<b>139,774,299</b>	<b>116,075,877</b>
<b>Expenses:</b>						
General government	13,113,607	9,324,010	-	-	13,113,607	9,324,010
Public safety	27,175,482	28,421,088	-	-	27,175,482	28,421,088
Transportation	530,358	534,906	-	-	530,358	534,906
Environmental protection	252,354	242,454	-	-	252,354	242,454
Economic and physical development	5,202,091	3,657,470	-	-	5,202,091	3,657,470
Human services	33,754,369	33,028,640	-	-	33,754,369	33,028,640
Cultural and recreational	2,382,454	2,376,850	-	-	2,382,454	2,376,850
Education	43,553,544	27,357,359	-	-	43,553,544	27,357,359
Interest and other charges	433,719	213,941	-	-	433,719	213,941
Landfill	-	-	3,478,626	3,351,169	3,478,626	3,351,169
Water	-	-	2,293,693	2,235,498	2,293,693	2,235,498
<b>Total expenses</b>	<b>126,397,978</b>	<b>105,156,718</b>	<b>5,772,319</b>	<b>5,586,667</b>	<b>132,170,297</b>	<b>110,743,385</b>
<b>Change in net position</b>	<b>6,650,226</b>	<b>4,115,035</b>	<b>953,776</b>	<b>1,217,457</b>	<b>7,604,002</b>	<b>5,332,492</b>
Net position, beginning, previously reported	7,495,505	3,351,439	34,798,943	33,581,486	42,294,448	36,932,925
Restatement	56,761	29,031	-	-	56,761	29,031
<b>Net position, beginning</b>	<b>7,552,266</b>	<b>3,380,470</b>	<b>34,798,943</b>	<b>33,581,486</b>	<b>42,351,209</b>	<b>36,961,956</b>
<b>Net position, ending</b>	<b>\$ 14,202,492</b>	<b>\$ 7,495,505</b>	<b>\$ 35,752,719</b>	<b>\$ 34,798,943</b>	<b>\$ 49,955,211</b>	<b>\$ 42,294,448</b>



## Management's Discussion and Analysis Wilson County

**Governmental Activities.** Governmental activities increased the County's net position by \$6,650,226 compared to \$4,115,035 in the prior year, thereby accounting for a majority of the growth in the net position of Wilson County. Key elements of the increase are as follows:

- Approximately \$7.9 million of Coronavirus State and Local Fiscal Recovery funding was received in the current year due to the American Rescue Plan Act to reimburse the County for general government expenditures.
- Increase in property tax revenue, largely due to a revaluation in 2019
- Increase in local options sales tax due to increased sales volume in the County
- Substantial capital grants to fund school projects were received during the year that resulted in a corresponding increase in capital outlay related to school projects. Additionally, expenditures utilizing direct placement note payable proceeds were incurred in excess of these capital grants resulting in a partial offset to the increase in net position. Furthermore, net position was decreased by additional net pension and OPEB expense resulting for changes in the municipal bond index rate primarily affecting the Law Enforcement Officers' Special Separation Allowance pension and OPEB plans.

**Business-Type Activities.** Business-type activities increased Wilson County's net position by \$953,776, compared to \$1,217,457 in the prior year. Key elements of this increase are as follows:

- Rate increases for water and increased construction waste in the County related to solid waste resulted in increased charges for services during the current fiscal year.
- The County controlled expenditures related to increased revenue contributing to the increases in net revenue.
- In the prior year, grant funding was received to fund debt service that was not received in the current year.

### 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. Specifically, fund balance available for appropriation can be a useful measure of a government's net resources available for spending at the end of the fiscal year.

At June 30, 2022, Wilson County's governmental funds reported combined ending fund balances of \$80,555,877, an increase of \$20,370,009. This increase is primarily a function of the increases in the General Fund, School Capital Projects Fund and the American Rescue Plan Fund as discussed below.

The General Fund is the chief operating fund of Wilson County. At the end of the current fiscal year, Wilson County's fund balance available in the General Fund was \$52,691,395, while total fund balance for the General Fund is \$64,011,048. The net change in fund balance of \$8,725,911 was mainly due to ARP federal grant monies transferred in from the American Rescue Plan Fund for salaries and benefits during FY 2022. The governing body of Wilson County has determined that the County should maintain an available fund balance of 18% of General Fund expenditures in case of unforeseen needs or opportunities, in addition to meeting cash flow needs of the County. The County currently has an available fund balance of 48.34% of General Fund expenditures and transfers out, while total fund balance represents 58.72% of that same amount.

## Management's Discussion and Analysis Wilson County

The School Capital Projects Fund is a major capital project fund for the current fiscal year that is funded by restricted state funding and by proceeds of debt specifically issued to fund County school projects. At the end of the current fiscal year, the County's fund balance available for school projects in the School Capital Project fund was \$9,584,104 while total fund balance was \$12,377,238. The net increase in fund balance of \$10,531,926 resulted from the issuance of \$13,000,000 of direct placement notes payable to fund school projects in addition to the receipt of approximately \$9.9 million in restricted state funding. The state funding was completely expended on eligible projects as well as approximately \$4 million of the proceeds from the issuance of debt.

The American Rescue Plan Fund is a major special revenue fund for the current fiscal year that is funded by Coronavirus State and Local Fiscal Recovery Funds appropriated under the American Rescue Plan Act ("ARPA"). The County was allocated \$15,888,885 of fiscal recovery funds to be paid in two equal installments. The first installment was received in October 2021 and County staff and the Board of Commissioners elected to use \$7,944,443 of the ARPA funds to cover eligible salaries, which were transferred into the General Fund during fiscal year 2022.

**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 \$4,391,359. The budgetary increase was primarily attributable to increases during the year for restricted intergovernmental revenues and sales and services. These amendments were to budget for increases in additional awards of federal and state grant funding primarily attributable to public health and social service programs. Sales and services budget increases were attributable to increases in anticipated revenues related to the jail canteen.

**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 position of the Solid Waste Fund at the end of the fiscal year amounted to \$14,130,834 and those for the water funds totaled \$4,765,602. The total growth in net position for the Solid Waste Fund was \$394,135 and the total increase in net position for the water funds was \$610,053. Other factors concerning the finances of these funds have already been addressed in the discussion of Wilson County's business-type activities.

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

**Capital Assets.** Wilson County's capital assets for its governmental and business-type activities as of June 30, 2022 amounted to \$53,736,850 (net of accumulated amortization and depreciation). This investment in capital assets includes land, vehicles, buildings and improvements, machinery, and equipment.

- Made upgrades to heating and cooling, security, and fire protection systems in various County public buildings.
- Continued the roof replacement project on the detention center building;
- Purchased 24 new vehicles, primarily for the Public Safety departments;
- Purchased a new ambulance;
- Placed a new animal service facility into service during the fiscal year that was previously included in construction in progress. Disposed of the old facility.
- Disposed of vehicles in the Public Safety department;
- Disposed of outdated computer equipment for the Human Services department.

Management's Discussion and Analysis  
Wilson County

**Wilson County's Capital Assets  
(Net of Amortization and Depreciation)**

**Figure 4**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Land	\$ 3,399,703	\$ 3,399,703	\$ 3,208,714	\$ 3,208,714	\$ 6,608,417	\$ 6,608,417
Construction in progress	334,253	1,972,828	450,478	354,495	784,731	2,327,323
Buildings and improvements	38,637,958	35,718,478	3,341,101	3,341,101	41,979,059	39,059,579
Equipment and plant distribution	13,814,450	13,022,473	30,783,976	30,742,286	44,598,426	43,764,759
Vehicles	7,502,352	7,265,863	1,181,274	1,136,462	8,683,626	8,402,325
Right to use leased assets	85,453	-	-	-	85,453	-
Total	63,774,169	61,379,345	38,965,543	38,783,058	102,739,712	100,162,403
Less: accumulated depreciation and accumulated amortization	34,349,301	32,970,786	14,653,561	13,594,047	49,002,862	46,564,833
Capital assets	<u>\$ 29,424,868</u>	<u>\$ 28,408,559</u>	<u>\$ 24,311,982</u>	<u>\$ 25,189,011</u>	<u>\$ 53,736,850</u>	<u>\$ 53,597,570</u>

Additional information on Wilson County's capital assets can be found in Note II.A.5 of this basic financial statement.

**Long-Term Debt.** As of June 30, 2022, Wilson County had total bonded debt outstanding of \$6,940,000, which is backed by the full-faith and credit of the County.

**Wilson County's  
Outstanding Bonds  
Figure 5**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total Primary Government</u>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Limited obligation bonds - direct placement	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,940,000</u>	<u>\$ 7,185,000</u>	<u>\$ 6,940,000</u>	<u>\$ 7,185,000</u>

Wilson County has two legally separate water districts. During fiscal year 2012-2013, the County entered into a limited obligation refunding agreement to defease the debt from three series of USDA general obligation bonds of \$9,377,999 within the two districts.

This outstanding general obligation indebtedness is out of a legal debt margin of \$593,311,224. The 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 expenses to total general fund expenses is 2.70%, a decrease from fiscal year 2021 ratio of 3.19%.

Wilson County maintains a "AA" rating from Standard & Poor's and Fitch Ratings and a "Aa2" rating from Moody's Investors Service for general obligation debt.

## Management's Discussion and Analysis Wilson County

Additionally, during the current fiscal year, the County issued \$13,000,000 of direct placement notes payable to fund County school projects.

Additional information on Wilson County's long-term obligations can be found in Note II.B.7.

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

- Tax collections for Wilson County remain strong. In FY 2022, the tax collection rate was 98.83%.
- The County continues to see some positive incremental growth in the tax valuation since revaluation in 2019.
- Sales tax continues to remain strong.
- The County received its second installment of Coronavirus State and Local Fiscal Recovery funding of \$7,944,443 in October 2022 to be used to fund governmental services and infrastructure projects.
- The employment rate of 6.1% as of June 30, 2022. Wilson County continues to be higher than the North Carolina average of 4.1%, for the same period.

### **Budget Highlights for Fiscal Year 2022-2023**

**Governmental Activities.** The 2022 General Fund's adopted budget increased \$4,529,613. The County tax rate continues to remain flat in with no tax rate increase in FY 2022-2023 budgeted revenues. The increase in the budget from 2022 was largely due to capital improvements to county facilities and a state mandated increase in employment expenses. The County continued its commitment to education and employees, and the budget reflects cost-of-living adjustments for employees and increases to educational funding.

### **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.

# **BASIC FINANCIAL STATEMENTS**

WILSON COUNTY, NORTH CAROLINA

STATEMENT OF NET POSITION  
JUNE 30, 2022

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Wilson County ABC Board
<b>Assets:</b>				
Cash and cash equivalents	\$ 60,212,646	\$ 25,460,178	\$ 85,672,824	\$ 1,988,975
Receivables (net)	2,886,461	592,986	3,479,447	4,589
Due from other governments	11,642,442	136,751	11,779,193	-
Internal balances	(135,100)	135,100	-	-
Inventories	-	-	-	2,019,293
Prepaid items	-	-	-	15,750
Lease receivable	32,416	-	32,416	-
Restricted cash and cash equivalents	15,952,383	330,698	16,283,081	-
Notes receivable	1,915,000	-	1,915,000	-
Net investment in joint venture	3,746,107	-	3,746,107	-
Net pension asset	108,694	-	108,694	-
Capital assets:				
Land, improvements, and construction in progress	3,733,956	3,659,192	7,393,148	579,266
Other capital assets, net of depreciation	25,665,647	20,652,790	46,318,437	2,743,474
Right to use leased assets, net of amortization	25,265	-	25,265	-
Total capital assets	29,424,868	24,311,982	53,736,850	3,322,740
Total assets	125,785,917	50,967,695	176,753,612	7,351,347
<b>Deferred Outflows of Resources:</b>				
OPEB deferrals	16,482,941	634,733	17,117,674	68,946
Pension deferrals	11,567,545	305,210	11,872,755	277,494
Charge on refunding of debt	259,380	-	259,380	-
Total deferred outflows of resources	28,309,866	939,943	29,249,809	346,440
<b>Liabilities:</b>				
Accounts payable and accrued expenses	6,891,141	223,837	7,114,978	648,764
Accrued interest payable	98,402	21,513	119,915	-
Due to other governments	2,121,719	-	2,121,719	-
Advances from grantors	72,877	-	72,877	-
Customer deposits - payable from restricted assets	-	330,698	330,698	-
Due within one year: bonds, notes, postclosure, leases, and compensated absences	4,839,237	495,550	5,334,787	-
Net pension liability - LGERS	6,984,767	163,477	7,148,244	135,417
Total pension liability - LEOSSA	4,494,816	-	4,494,816	-
Total OPEB liability	75,683,570	2,703,154	78,386,724	1,644,435
Bonds, notes, post-closure, leases, and compensated absences	21,217,432	11,574,196	32,791,628	52,739
Total liabilities	122,403,961	15,512,425	137,916,386	2,481,355

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

WILSON COUNTY, NORTH CAROLINA

STATEMENT OF NET POSITION  
JUNE 30, 2022

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Wilson County ABC Board
<b>Deferred Inflows of Resources:</b>				
OPEB deferrals	6,413,028	248,341	6,661,369	-
Pension deferrals	10,420,412	394,153	10,814,565	193,503
Leases	32,351	-	32,351	-
Prepaid taxes	623,539	-	623,539	-
Total deferred inflows of resources	<u>17,489,330</u>	<u>642,494</u>	<u>18,131,824</u>	<u>193,503</u>
<b>Net Position:</b>				
Net investment in capital assets	29,410,751	16,721,183	46,131,934	3,322,740
Restricted for:				
Stabilization by state statute	16,129,786	-	16,129,786	-
Public safety	630,566	-	630,566	-
Register of Deeds	351,784	-	351,784	-
Register of Deeds' pension plan	119,575	-	119,575	-
Human services	3,923,838	-	3,923,838	-
Working capital	-	-	-	422,898
Economic development projects	924,793	-	924,793	-
Transportation	200,611	-	200,611	-
Education	15,452,739	-	15,452,739	-
Unrestricted (deficit)	(52,941,951)	19,031,536	(33,910,415)	1,277,291
Total net position	<u>\$ 14,202,492</u>	<u>\$ 35,752,719</u>	<u>\$ 49,955,211</u>	<u>\$ 5,022,929</u>

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, 2022

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>Primary Government:</b>				
<b>Governmental Activities:</b>				
General government	\$ 13,113,607	\$ 3,072,757	\$ 8,158,824	\$ -
Public safety	27,175,482	4,761,072	710,939	157,557
Transportation	530,358	20,000	316,114	1,712
Environmental protection	252,354	-	-	-
Economic and physical development	5,202,091	-	-	23,511
Human services	33,754,369	3,689,892	18,724,689	-
Cultural and recreation	2,382,454	-	201,967	-
Education	43,553,544	-	-	9,897,498
Interest on long-term debt	433,719	-	-	-
Total governmental activities	<u>126,397,978</u>	<u>11,543,721</u>	<u>28,112,533</u>	<u>10,080,278</u>
<b>Business-Type Activities:</b>				
Landfill	3,478,626	3,810,218	1,011	-
Water	<u>2,293,693</u>	<u>2,883,714</u>	-	-
Total business-type activities	<u>5,772,319</u>	<u>6,693,932</u>	<u>1,011</u>	-
Total primary government	<u>\$ 132,170,297</u>	<u>\$ 18,237,653</u>	<u>\$ 28,113,544</u>	<u>\$ 10,080,278</u>
<b>Component Unit:</b>				
ABC Board	<u>\$ 10,288,273</u>	<u>\$ 10,995,354</u>	<u>\$ -</u>	<u>\$ -</u>

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, 2022

Functions/Programs	Net (Expense) Revenue and Changes in Net Position			Component Unit Wilson County ABC Board
	Primary Government		Total	
	Governmental Activities	Business-Type Activities		
<b>Primary Government:</b>				
<b>Governmental Activities:</b>				
General government	\$ (1,882,026)	\$ -	\$ (1,882,026)	
Public safety	(21,545,914)	-	(21,545,914)	
Transportation	(192,532)	-	(192,532)	
Environmental protection	(252,354)	-	(252,354)	
Economic and physical development	(5,178,580)	-	(5,178,580)	
Human services	(11,339,788)	-	(11,339,788)	
Cultural and recreation	(2,180,487)	-	(2,180,487)	
Education	(33,656,046)	-	(33,656,046)	
Interest on long-term debt	(433,719)	-	(433,719)	
Total governmental activities	<u>(76,661,446)</u>	<u>-</u>	<u>(76,661,446)</u>	
<b>Business-Type Activities:</b>				
Landfill	-	332,603	332,603	
Water	-	590,021	590,021	
Total business-type activities	<u>-</u>	<u>922,624</u>	<u>922,624</u>	
Total primary government	<u>(76,661,446)</u>	<u>922,624</u>	<u>(75,738,822)</u>	
<b>Component Unit:</b>				
ABC Board				<u>\$ 707,081</u>
<b>General Revenues:</b>				
Taxes:				
Property taxes, levied for general purpose	59,877,201	-	59,877,201	-
Local option sales tax	19,817,739	-	19,817,739	-
Other taxes and licenses	1,155,364	-	1,155,364	-
Grants and contributions not restricted to specific programs	318,750	-	318,750	-
Proceeds from sale of capital assets	1,416,059	-	1,416,059	-
Investment earnings, unrestricted	99,571	29,481	129,052	1,696
Miscellaneous	626,988	1,671	628,659	7,538
Total general revenues	<u>83,311,672</u>	<u>31,152</u>	<u>83,342,824</u>	<u>9,234</u>
Change in net position	<u>6,650,226</u>	<u>953,776</u>	<u>7,604,002</u>	<u>716,315</u>
<b>Net Position:</b>				
Beginning of year - July 1	7,495,505	34,798,943	42,294,448	4,306,614
Restatement	56,761	-	56,761	-
Beginning of year, restated - July 1	<u>7,552,266</u>	<u>34,798,943</u>	<u>42,351,209</u>	<u>4,306,614</u>
End of year - June 30	<u>\$ 14,202,492</u>	<u>\$ 35,752,719</u>	<u>\$ 49,955,211</u>	<u>\$ 5,022,929</u>

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

WILSON COUNTY, NORTH CAROLINA

BALANCE SHEET - GOVERNMENTAL FUNDS  
JUNE 30, 2022

	Major Funds				Total Governmental Funds
	General Fund	School Capital Projects Fund	American Rescue Plan Fund	Nonmajor Governmental Funds	
<b>Assets:</b>					
Cash and cash equivalents	\$ 50,110,582	\$ 4,057,042	\$ -	\$ 2,798,683	\$ 56,966,307
Restricted cash and cash equivalents	6,838,574	8,953,854	-	159,955	15,952,383
Taxes receivable, net	1,336,200	-	-	39,634	1,375,834
Accounts and other receivables, net	1,112,936	-	-	-	1,112,936
Due from other governments	8,747,309	2,793,134	-	101,999	11,642,442
Due from other funds	1,459,343	-	-	-	1,459,343
Lease receivable	32,416	-	-	-	32,416
Notes receivable	-	-	-	1,915,000	1,915,000
Total assets	<u>\$ 69,637,360</u>	<u>\$ 15,804,030</u>	<u>\$ -</u>	<u>\$ 5,015,271</u>	<u>\$ 90,456,661</u>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances:</b>					
<b>Liabilities:</b>					
Accounts payable and accrued liabilities	\$ 2,056,988	\$ 1,976,792	\$ -	\$ 96,984	\$ 4,130,764
Due to other governments	1,420,000	-	-	701,719	2,121,719
Due to other funds	-	1,450,000	-	9,343	1,459,343
Miscellaneous liabilities	84,357	-	-	-	84,357
Advances from grantors	<u>72,877</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>72,877</u>
Total liabilities	<u>3,634,222</u>	<u>3,426,792</u>	<u>-</u>	<u>808,046</u>	<u>7,869,060</u>
<b>Deferred Inflows of Resources</b>	<u>1,992,090</u>	<u>-</u>	<u>-</u>	<u>39,634</u>	<u>2,031,724</u>
<b>Fund Balances:</b>					
Restricted:					
Stabilization by state statute	11,319,653	2,793,134	-	2,016,999	16,129,786
Register of Deeds	351,784	-	-	-	351,784
Public safety	39,152	-	-	591,414	630,566
Human services	3,756,295	-	-	167,543	3,923,838
Economic development projects	-	-	-	924,793	924,793
Transportation	-	-	-	200,611	200,611
Education	5,868,635	9,584,104	-	-	15,452,739
Committed:					
Tax revaluation	857,910	-	-	-	857,910
Public safety	-	-	-	195	195
Future capital and other projects	6,705,001	-	-	300,000	7,005,001
Assigned:					
Subsequent year's expenditures	13,487,519	-	-	-	13,487,519
Unassigned	<u>21,625,099</u>	<u>-</u>	<u>-</u>	<u>(33,964)</u>	<u>21,591,135</u>
Total fund balances	<u>64,011,048</u>	<u>12,377,238</u>	<u>-</u>	<u>4,167,591</u>	<u>80,555,877</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 69,637,360</u>	<u>\$ 15,804,030</u>	<u>\$ -</u>	<u>\$ 5,015,271</u>	<u>\$ 90,456,661</u>

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

**WILSON COUNTY, NORTH CAROLINA**

**BALANCE SHEET - GOVERNMENTAL FUNDS  
JUNE 30, 2022**

	<b>Total Governmental Funds</b>
Amounts reported for governmental activities in the Statement of Net Position (Exhibit A) are different because:	
Total fund balance, governmental funds	\$ 80,555,877
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	29,424,868
Net investment in joint venture	3,746,107
Net pension asset	108,694
Deferred outflows of resources related to pensions are not reported in the funds.	11,567,545
Deferred outflows of resources related to OPEB are not reported in the funds.	16,482,941
Charges related to refunding bond issue	259,380
Other long-term assets are not available to pay for current-period expenditures.	397,691
Consolidation of Internal Service Fund	435,219
Deferred inflows of resources related to pensions are not reported in the funds.	(10,420,412)
Deferred inflows of resources related to OPEB are not reported in the funds.	(6,413,028)
Deferred inflows of resources for taxes receivable	1,375,834
Total OPEB liability	(75,683,570)
Net pension liability	(6,984,767)
Total pension liability	(4,494,816)
Some liabilities, including notes payable and capital leases, accrued interest, and compensated absences, are not due and payable in the current period and, therefore, are not reported in the funds.	<u>(26,155,071)</u>
Net position of governmental activities	<u>\$ 14,202,492</u>

*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 BALANCES - GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2022

	Major Funds				Total Governmental Funds
	General Fund	School Capital Projects Fund	American Rescue Plan Fund	Nonmajor Governmental Funds	
<b>Revenues:</b>					
Ad valorem taxes	\$ 57,673,864	\$ -	\$ -	\$ 2,084,929	\$ 59,758,793
Local option sales taxes	19,145,034	-	-	672,705	19,817,739
Other taxes and licenses	1,155,364	-	-	-	1,155,364
Unrestricted intergovernmental	323,854	-	-	-	323,854
Restricted intergovernmental	19,480,516	9,897,498	7,944,443	959,333	38,281,790
Permits and fees	2,294,485	-	-	-	2,294,485
Sales and service	8,635,725	-	-	472,190	9,107,915
Investment earnings	97,533	1,125	-	913	99,571
Miscellaneous	476,232	-	-	145,651	621,883
Total revenues	<u>109,282,607</u>	<u>9,898,623</u>	<u>7,944,443</u>	<u>4,335,721</u>	<u>131,461,394</u>
<b>Expenditures:</b>					
Current:					
General government	11,311,762	-	-	457,425	11,769,187
Public safety	23,021,647	-	-	3,331,611	26,353,258
Transportation	47,857	-	-	404,459	452,316
Environmental protection	245,992	-	-	-	245,992
Economic and physical development	4,149,805	-	-	1,049,159	5,198,964
Human services	32,913,796	-	-	46,252	32,960,048
Cultural and recreation	2,217,371	-	-	-	2,217,371
Intergovernmental:					
Education	28,578,671	14,974,873	-	-	43,553,544
Debt service:					
Principal	2,462,876	-	-	-	2,462,876
Interest and other charges	379,341	-	-	-	379,341
Total expenditures	<u>105,329,118</u>	<u>14,974,873</u>	<u>-</u>	<u>5,288,906</u>	<u>125,592,897</u>
Revenues over (under) expenditures	<u>3,953,489</u>	<u>(5,076,250)</u>	<u>7,944,443</u>	<u>(953,185)</u>	<u>5,868,497</u>
<b>Other Financing Sources (Uses):</b>					
Transfers (to) other funds	(3,677,688)	-	(7,944,443)	(250,000)	(11,872,131)
Transfers from other funds	8,194,443	2,608,176	-	1,069,512	11,872,131
Debt issuance	-	13,000,000	-	-	13,000,000
Sale of capital assets	255,667	-	-	1,245,845	1,501,512
Total other financing sources (uses)	<u>4,772,422</u>	<u>15,608,176</u>	<u>(7,944,443)</u>	<u>2,065,357</u>	<u>14,501,512</u>
Net change in fund balances	8,725,911	10,531,926	-	1,112,172	20,370,009
<b>Fund Balances:</b>					
Beginning of year, July 1	<u>55,285,137</u>	<u>1,845,312</u>	<u>-</u>	<u>3,055,419</u>	<u>60,185,868</u>
End of year, June 30	<u>\$ 64,011,048</u>	<u>\$ 12,377,238</u>	<u>\$ -</u>	<u>\$ 4,167,591</u>	<u>\$ 80,555,877</u>

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

## WILSON COUNTY, NORTH CAROLINA

### RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2022

Amounts reported for governmental activities in the Statement of Activities (Exhibit B) are different because:

Net changes in fund balances - total governmental funds (Exhibit D)	\$ 20,370,009
Exhibit D reports revenues using a current financial resources basis, which generally means revenue is recognized when collected, or is expected to be collected, within 90 days of year-end. Exhibit B reports revenues when the earning process is complete, regardless of when it is collected. This measurement difference causes timing of revenue recognition differences for the following revenue types:	
Property taxes	(34,059)
Capital outlays are reported as expenditures in the governmental funds statement. However, in the Statement of Activities, capital outlay is not an expense, rather it is an increase in capital assets.	3,390,037
The sale/disposal of capital assets is reported as a revenue in the governmental funds statement without subtracting the net book value of the capital assets sold.	(16,069)
Gain (loss) from the change in net investment in joint venture related to the Rocky Mount/Wilson Airport during the year, not recognized on the modified accrual basis.	11,401
Depreciation and amortization expense allocates the costs of capital assets over their useful lives. It is not reported as an expenditure in the governmental funds statement.	(2,352,909)
Proceeds from issuance of debt are reported as revenues in the governmental funds statement. However, in the Statement of Activities, it is not a revenue, rather it is an increase in liabilities.	(13,085,453)
Pension expense - LEOSSA	(457,242)
Pension expense - LGERS	905,014
Pension expense - ROD	8,054
OPEB plan expense	(3,073,976)
Principal repayments and payments to escrow agent are reported as expenditures in the governmental funds statement. However, in the Statement of Activities, these transactions are not an expense, rather they are a decrease in liabilities.	2,462,876
The change in the accrued interest liability account is reported as an expense in the entity-wide financial statements. However, it is not an expenditure in the governmental fund statement.	(54,378)
Consolidation of Internal Service Fund	(1,349,917)
Changes in lease receivable	(261,757)
Changes in accrued interest receivable	152,467
Expenses related to compensated absences that do not require current financial resources are not reported as expenditures in the governmental funds statement.	79,398
Changes in deferred outflow related to bond issuance	<u>(43,270)</u>
Total change in net position of governmental activities	<u>\$ 6,650,226</u>

*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 - BUDGET AND ACTUAL - GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2022**

	<b>General Fund</b>			
	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Over/Under</b>
<b>Revenues:</b>				
Ad valorem taxes	\$ 54,420,000	\$ 54,420,000	\$ 57,673,864	\$ 3,253,864
Local option sales tax	13,575,000	13,575,000	19,145,034	5,570,034
Other taxes and licenses	736,500	836,500	1,155,364	318,864
Unrestricted intergovernmental	279,000	279,000	323,854	44,854
Restricted intergovernmental	16,742,131	20,533,146	19,480,516	(1,052,630)
Permits and fees	2,056,345	2,056,345	2,294,485	238,140
Sales and services	7,165,322	7,211,714	8,635,725	1,424,011
Investment earnings	100,000	100,000	96,301	(3,699)
Miscellaneous	46,000	499,952	476,232	(23,720)
<b>Total revenues</b>	<b>95,120,298</b>	<b>99,511,657</b>	<b>109,281,375</b>	<b>9,769,718</b>
<b>Expenditures:</b>				
Current:				
General government	12,084,464	13,313,247	11,311,762	2,001,485
Public safety	26,286,660	27,028,925	23,021,647	4,007,278
Transportation	47,857	47,857	47,857	-
Environmental protection	269,377	271,758	245,992	25,766
Economic and physical development	1,577,226	1,647,301	1,531,869	115,432
Human services	34,349,091	40,609,088	32,913,796	7,695,292
Cultural and recreation	2,431,724	2,528,900	2,217,371	311,529
Intergovernmental:				
Education	27,158,671	28,578,671	28,578,671	-
Debt service:				
Principal retirement	1,652,746	2,462,878	2,462,876	2
Interest and other charges	173,213	379,341	379,341	-
<b>Total expenditures</b>	<b>106,031,029</b>	<b>116,867,966</b>	<b>102,711,182</b>	<b>14,156,784</b>
<b>Revenues over (under) expenditures</b>	<b>(10,910,731)</b>	<b>(17,356,309)</b>	<b>6,570,193</b>	<b>23,926,502</b>
<b>Other Financing Sources (Uses):</b>				
Transfers to other funds	(2,974,800)	(7,442,046)	(6,653,688)	788,358
Transfers from other funds	-	8,194,444	8,194,443	(1)
Sale of capital assets	35,000	202,470	255,667	53,197
Fund balance appropriated	13,850,531	16,401,441	-	(16,401,441)
<b>Total other financing sources (uses)</b>	<b>10,910,731</b>	<b>17,356,309</b>	<b>1,796,422</b>	<b>(15,559,887)</b>

*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 - BUDGET AND ACTUAL - GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2022

	<u>General Fund</u>			<b>Variance with Final Over/Under</b>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	8,366,615	<u>\$ 8,366,615</u>
<b>Fund Balance:</b>				
Beginning of year, July 1			<u>53,962,120</u>	
End of year, June 30			62,328,735	
Legally budgeted Tax Revaluation Fund and Economic Development Fund are consolidated into the General Fund for reporting purposes:				
Investment earnings			1,232	
Transfer in from General Fund			2,976,000	
Expenditures - economic development			(2,617,936)	
Fund balance, beginning			<u>1,323,017</u>	
Fund balance, ending (Exhibit D)			<u>\$ 64,011,048</u>	

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

WILSON COUNTY, NORTH CAROLINA

STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
JUNE 30, 2022

	Major Enterprise Funds			Total	Governmental
	Solid Waste Fund	Water Distribution Fund Southeast District	Water Distribution Fund Southwest District		Internal Service Fund
<b>Assets:</b>					
Current assets:					
Cash and cash equivalents	\$ 20,532,627	\$ 2,675,591	\$ 2,251,960	\$ 25,460,178	\$ 3,246,339
Restricted cash and cash equivalents	-	140,769	189,929	330,698	-
Receivables, net	167,654	179,228	246,104	592,986	-
Due from other governments	136,751	-	-	136,751	-
Total current assets	<u>20,837,032</u>	<u>2,995,588</u>	<u>2,687,993</u>	<u>26,520,613</u>	<u>3,246,339</u>
Non-current assets:					
Capital assets:					
Land and construction in progress	3,532,134	48,389	78,669	3,659,192	-
Other capital assets, net of depreciation	4,074,335	6,251,579	10,326,876	20,652,790	-
Total capital assets	<u>7,606,469</u>	<u>6,299,968</u>	<u>10,405,545</u>	<u>24,311,982</u>	<u>-</u>
Total assets	<u>28,443,501</u>	<u>9,295,556</u>	<u>13,093,538</u>	<u>50,832,595</u>	<u>3,246,339</u>
<b>Deferred Outflows of Resources:</b>					
OPEB deferrals	513,152	59,707	61,874	634,733	-
Pension deferrals	236,593	34,702	33,915	305,210	-
Total deferred outflows of resources	<u>749,745</u>	<u>94,409</u>	<u>95,789</u>	<u>939,943</u>	<u>-</u>
<b>Liabilities:</b>					
Current liabilities:					
Accounts payable	173,105	36,133	14,599	223,837	2,676,020
Current portion of notes payable	-	24,075	28,836	52,911	-
Current portion of compensated absences	47,780	11,784	11,784	71,348	-
Current portion of debt	102,500	94,862	173,929	371,291	-
Accrued interest	-	7,720	13,793	21,513	-
Total current liabilities	<u>323,385</u>	<u>174,574</u>	<u>242,941</u>	<u>740,900</u>	<u>2,676,020</u>
Non-current liabilities:					
Liabilities payable from restricted assets:					
Customer deposits	-	140,769	189,929	330,698	-
Net pension liability	121,009	20,073	22,395	163,477	-
Accrued landfill closure and post-closure care costs	4,305,099	-	-	4,305,099	-
Total OPEB liability	2,186,316	257,190	259,648	2,703,154	-
Notes payable	-	144,456	173,017	317,473	-
Limited obligation bond	-	2,454,000	4,497,624	6,951,624	-
Total non-current liabilities	<u>6,612,424</u>	<u>3,016,488</u>	<u>5,142,613</u>	<u>14,771,525</u>	<u>-</u>
Total liabilities	<u>6,935,809</u>	<u>3,191,062</u>	<u>5,385,554</u>	<u>15,512,425</u>	<u>2,676,020</u>

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



WILSON COUNTY, NORTH CAROLINA

STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
JUNE 30, 2022

	Major Enterprise Funds			Total	Governmental
	Solid Waste Fund	Water Distribution Fund Southeast District	Water Distribution Fund Southwest District		Internal Service Fund
<b>Deferred Inflows of Resources:</b>					
OPEB deferrals	206,388	20,843	21,110	248,341	-
Pension deferrals	313,746	42,766	37,641	394,153	-
Total deferred inflows of resources	<u>520,134</u>	<u>63,609</u>	<u>58,751</u>	<u>642,494</u>	<u>-</u>
<b>Net Position:</b>					
Net investment in capital assets	7,606,469	3,582,575	5,532,139	16,721,183	-
Unrestricted	<u>14,130,834</u>	<u>2,552,719</u>	<u>2,212,883</u>	<u>18,896,436</u>	<u>570,319</u>
Total net position	<u>\$ 21,737,303</u>	<u>\$ 6,135,294</u>	<u>\$ 7,745,022</u>	35,617,619	<u>\$ 570,319</u>
The assets and liabilities of the Internal Service Fund are not included in the fund financial statements, but are included in the business-type activities of the Statement of Net Position.				<u>135,100</u>	
Total net position - business-type activities				<u>\$ 35,752,719</u>	

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 POSITION  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED JUNE 30, 2022

	Major Enterprise Funds			Total	Governmental
	Solid Waste Fund	Water Distribution Fund Southeast District	Water Distribution Fund Southwest District		Internal Service Fund
<b>Operating Revenues:</b>					
Charges for services	\$ 3,810,218	\$ 1,129,242	\$ 1,754,472	\$ 6,693,932	\$ 7,324,671
<b>Operating Expenses:</b>					
Salaries and employee benefits	1,536,850	184,621	185,322	1,906,793	-
Operating expense	1,423,861	124,203	233,821	1,781,885	8,725,000
Landfill closure	86,966	-	-	86,966	-
Depreciation/amortization	400,569	271,417	373,738	1,045,724	-
Water purchase	-	267,279	360,017	627,296	-
Total operating expenses	3,448,246	847,520	1,152,898	5,448,664	8,725,000
Operating income (loss)	361,972	281,722	601,574	1,245,268	(1,400,329)
<b>Non-Operating Revenues (Expenses):</b>					
Interest/investment revenue	29,481	-	-	29,481	-
Restricted intergovernmental revenue	1,011	-	-	1,011	-
Interest expense	-	(97,249)	(175,994)	(273,243)	-
Miscellaneous revenue	1,671	-	-	1,671	-
Total non-operating revenues (expenses)	32,163	(97,249)	(175,994)	(241,080)	-
Change in net position	394,135	184,473	425,580	1,004,188	(1,400,329)
Beginning of year - July 1	21,343,168	5,950,821	7,319,442	34,613,431	1,970,648
End of year - June 30	\$ 21,737,303	\$ 6,135,294	\$ 7,745,022	\$ 35,617,619	\$ 570,319
Change in net position, per above				\$ 1,004,188	
Internal service funds are used by management to charge the cost of health insurance to individual funds. A portion of the net revenue (expense) of the Internal Service Fund is reported with the business-type activities of the Statement of Activities.				(50,412)	
Total change in net position - business-type activities				\$ 953,776	

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

## WILSON COUNTY, NORTH CAROLINA

STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED JUNE 30, 2022

	Major Enterprise Funds			Total	Governmental Activities Internal Service Fund
	Solid Waste Fund	Water Distribution Fund Southeast District	Water Distribution Fund Southwest District		
<b>Cash Flows from Operating Activities:</b>					
Cash received from customers	\$ 3,686,052	\$ 1,175,090	\$ 1,806,238	\$ 6,667,380	\$ 7,324,671
Cash paid for goods and services	(1,422,056)	(390,443)	(617,748)	(2,430,247)	(6,881,781)
Cash paid to employees for services	(1,475,489)	(175,640)	(175,750)	(1,826,879)	-
Net cash provided (used) by operating activities	<u>788,507</u>	<u>609,007</u>	<u>1,012,740</u>	<u>2,410,254</u>	<u>442,890</u>
<b>Cash Flows from Capital and Related Financing Activities:</b>					
Acquisition and construction of capital assets	(137,673)	-	(44,812)	(182,485)	-
Principal paid on bond maturities and equipment contracts	-	(109,075)	(188,836)	(297,911)	-
Interest paid on bond maturities equipment contracts	-	(97,601)	(176,600)	(274,201)	-
Net cash provided (used) by capital and related financing activities	<u>(137,673)</u>	<u>(206,676)</u>	<u>(410,248)</u>	<u>(754,597)</u>	<u>-</u>
<b>Cash Flows from Non-Capital and Related Activities:</b>					
Grants	1,011	-	-	1,011	-
Other non-operating revenues	<u>1,671</u>	<u>-</u>	<u>-</u>	<u>1,671</u>	<u>-</u>
Net cash provided (used) by non-capital and related financing activities	<u>2,682</u>	<u>-</u>	<u>-</u>	<u>2,682</u>	<u>-</u>
<b>Cash Flows from Investing Activities:</b>					
Interest on investments	<u>29,481</u>	<u>-</u>	<u>-</u>	<u>29,481</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents	682,997	402,331	602,492	1,687,820	442,890
<b>Cash and Cash Equivalents:</b>					
Beginning of year - July 1	<u>19,849,630</u>	<u>2,414,029</u>	<u>1,839,397</u>	<u>24,103,056</u>	<u>2,803,449</u>
End of year - June 30	<u>\$ 20,532,627</u>	<u>\$ 2,816,360</u>	<u>\$ 2,441,889</u>	<u>\$ 25,790,876</u>	<u>\$ 3,246,339</u>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:</b>					
Operating income (loss)	<u>\$ 361,972</u>	<u>\$ 281,722</u>	<u>\$ 601,574</u>	<u>\$ 1,245,268</u>	<u>\$ (1,400,329)</u>
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation/amortization	400,569	271,417	373,738	1,045,724	-
Changes in assets, liabilities, and deferred outflows and inflows of resources:					
(Increase) decrease in accounts receivable	(124,166)	19,324	16,682	(88,160)	-
(Increase) decrease in deferred outflows of resources for pensions	(45,119)	(5,715)	(4,963)	(55,797)	-
Increase (decrease) in deferred inflows of resources for pensions	303,948	38,500	33,434	375,882	-
Increase (decrease) in net pension liability	(287,026)	(36,357)	(31,573)	(354,956)	-
Increase (decrease) in post-closure	86,966	-	-	86,966	-
Increase (decrease) in accounts payable and accrued liabilities	3,333	29,633	13,244	46,210	1,843,219
(Increase) decrease in deferred outflows of resources for OPEB	(9,392)	(1,663)	(1,677)	(12,732)	-
Increase (decrease) in deferred inflows of resources for OPEB	(56,250)	(7,013)	(7,091)	(70,354)	-
Increase (decrease) in OPEB payable	<u>153,672</u>	<u>19,159</u>	<u>19,372</u>	<u>192,203</u>	<u>-</u>
Total adjustments	<u>426,535</u>	<u>327,285</u>	<u>411,166</u>	<u>1,164,986</u>	<u>1,843,219</u>
Net cash provided (used) by operating activities	<u>\$ 788,507</u>	<u>\$ 609,007</u>	<u>\$ 1,012,740</u>	<u>\$ 2,410,254</u>	<u>\$ 442,890</u>

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

**WILSON COUNTY, NORTH CAROLINA**

**STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
JUNE 30, 2022**

	<u>Custodial Funds</u>
<b>Assets:</b>	
Cash and cash equivalents	\$ 78,877
Accounts receivable	6,206
Due from other governments	341,780
Taxes receivable for other governments, net	784,465
Total assets	<u>1,211,328</u>
<b>Liabilities:</b>	
Accounts payable and accrued liabilities	<u>28,446</u>
<b>Net Position:</b>	
Restricted:	
Individuals, organizations, and other governments	<u>\$ 1,182,882</u>

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

## WILSON COUNTY, NORTH CAROLINA

### STATEMENT OF CHANGES IN FIDUCIARY NET POSITION FIDUCIARY FUNDS FOR THE YEAR ENDED JUNE 30, 2022

	<u>Custodial Funds</u>
<b>Additions:</b>	
Ad valorem taxes and interest for other governments	\$ 29,032,263
Vehicle rental taxes for other governments	66,327
Collections on behalf of inmates	450,668
Debts collected on behalf of others	65,142
Total additions	<u>29,614,400</u>
<b>Deductions:</b>	
Tax and interest distributions to other governments	29,130,369
Payments on behalf of inmates	457,156
Payment of debts collected to beneficiaries	65,142
Total deductions	<u>29,652,667</u>
Net increase (decrease) in fiduciary net position	(38,267)
Net position, beginning, July 1, as previously reported	<u>1,221,149</u>
Net position, ending June 30	<u>\$ 1,182,882</u>

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

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# WILSON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

### I. Summary of Significant Accounting Policies

The accounting policies of Wilson County, North Carolina, (the “County”) and its component units 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 they are separate proprietary funds of the County (discrete presentation). 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.

Component Unit	Reporting Method	Criteria for Inclusion	Separate Financial Statements
Wilson County Southeast Water District	Blended	Under state law [NCGS 162A-89], the County's Board of Commissioners also serves as the governing board for the District. The County has operation responsibility for the District. The rates for user charges and bond issuance are approved by the County's Board of Commissioners.	None issued.
Wilson County Southwest Water District	Blended	Under state law [NCGS 162A-89], the County's Board of Commissioners also serves as the governing board for the District. The County has operation responsibility for the District. The rates for user charges and bond issuance are approved by the County's Board of Commissioners.	None issued.
Wilson County Industrial Facility and Pollution Control Financing Authority	Discrete	The Authority is governed by a seven-member Board of Commissioners that is appointed by the County Commissioners. The County can remove any commissioner of the Authority with or without cause.	None issued.
Wilson County ABC Board	Discrete	The members of the ABC Board's governing board are appointed by the County. The ABC Board is required by state statute to distribute its surpluses to the General Fund of the County.	Wilson County ABC Board P.O. Box 7290 Wilson, N.C. 27895

# WILSON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

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

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

*Government-Wide Statements.* The Statement of Net Position and the Statement of Activities display information about the primary government net position (the “County”) 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. Interfund services provided and used are not eliminated in the process of consolidation. These statements distinguish between the *governmental* and *business-type activities* of the County. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed, in whole or in part, by fees charged to external parties.

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

*Fund Financial Statements:* The fund financial statements provide information about the County’s funds, including its fiduciary fund and blended component units. Separate statements for each fund category – *governmental, proprietary, and fiduciary* – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each 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. Non-operating revenues, such as subsidies, result from non-exchange transactions. Other non-operating items, such as investment earnings, are ancillary activities.

The County reports the following major governmental funds:

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



## WILSON COUNTY, NORTH CAROLINA

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

*School Capital Projects Fund.* The School Capital Projects Fund is used to account for expenditures of school improvements and new construction projects.

*American Rescue Plan Fund.* The American Rescue Plan Fund is a Special Revenue Fund used to account for federal grant funds that are restricted for use for a particular purpose. This fund tracks the activities of that federal funding.

The County reports the following major enterprise funds:

*Solid Waste Fund.* The Landfill Closure and Post-Closure Reserve Fund is a reserve established by the County to accumulate the funds necessary to cover the closure and post-closure care costs that will be incurred by the landfill in the future. The Landfill Closure and Post-Closure 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.

*Southeast District Water Distribution and Southwest District Water Distribution Funds.* These funds are used to account for the operations of the two water districts within the County.

The County reports the following fund types:

*Internal Service Fund.* The County has a Hospital Self-Insurance Fund for the accumulation and allocation of health insurance costs.

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

*Nonmajor Funds.* The County maintains eleven legally budgeted funds. The Fire District Fund, the Emergency Telephone System Fund, the Transportation Fund, the Economic Development Grant Fund, the Representative Payee Fund, the Fines and Forfeiture Fund, the Deed of Trust Fund, and the Opioid Settlement Fund are reported as nonmajor special revenue funds. The Community Grants Fund, Public Buildings Fund, and Capital Reserve Fund are reported as nonmajor capital project funds.

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

# WILSON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

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

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

Proprietary funds distinguish operating revenues and expenses from non-operating 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 non-operating revenues and expenses.

*Governmental Fund Financial Statements.* Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available.

Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

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

# WILSON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

Sales taxes and certain intergovernmental revenues, such as the beer and wine tax, collected and held by the state at year-end on behalf of the County, are recognized as revenue. Intergovernmental revenues and sales and services are not susceptible to accrual because generally they are not measurable until received in cash. All taxes, including those dedicated for specific purposes are reported as general revenues rather than program revenues. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been satisfied.

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

### **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, Economic Development Fund, Fire District Fund, Emergency Telephone System Fund, Transportation Fund, Economic Development Grant Fund, Representative Payee Fund, Fines and Forfeitures Fund, Deed of Trust Fund, Public Buildings Fund, School Capital Projects Fund, Capital Reserve Fund, and the enterprise funds. All annual appropriations lapse at the fiscal year-end. Project ordinances are adopted for the American Rescue Plan Fund and Opioid Settlement Fund Special Revenue Funds, the Community Grant Fund Capital Project Fund, and the Solid Waste Enterprise Capital Project Fund. The Enterprise Capital Project Fund is consolidated with the enterprise operating fund for reporting purposes. A financial plan was adopted by the County as part of the Annual Budget ordinance approval for the Internal Service Fund operations as required by General Statutes.

All budgets are prepared using the modified accrual basis of accounting. Expenditures may not legally exceed appropriations at the departmental level for all annually budgeted funds and at the object level for the multi-year funds. Amendments are required for any revisions that alter total expenditures of any fund or that change departmental appropriations by more than \$5,000. The governing board must approve all amendments. During the year, several amendments to the original budget were necessary. The County Manager, or her designee, may transfer amounts between expenditure line items within a department's budget without limitation and without a report being required. She may also transfer amounts without limitation between departments within the same fund and between funds; however, an official report on such transfers shall be provided to the Board of Commissioners at the monthly meeting. 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 YEAR ENDED JUNE 30, 2022

### **D. Estimates**

The preparation of financial statements, in conformity with generally accepted accounting principles, requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates. Significant areas where estimates are made are allowance for doubtful accounts, depreciation, and landfill post-closure care costs.

### **E. Assets, Liabilities, Deferred Inflows and Outflows of Resources, 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)(8)] 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 majority of the County and the ABC Board's investments are carried at fair value. Non-participating interest-earning investment contracts are account for at cost. The North Carolina Capital Management Trust (NCCMT), which consists of an SEC-registered fund, is authorized by G.S. 159-30(c)(8). The Government Portfolio is a 2a7 fund that invests in treasuries and government agencies and is rated AAAM by S&P and AAAMf by Moody Investor Services. The Government Portfolio is reported at fair value.

#### **2. Cash and Cash Equivalents**

The County pools monies from several funds to facilitate disbursement and investment and to maximize investment income. Therefore, all cash and investments are considered cash and cash equivalents. The ABC Board considers all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased, to be cash and cash equivalents.

# WILSON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

### 3. Restricted Assets

*Governmental funds:* \$857,910 in the Tax Revaluation Fund is classified as restricted assets because its use is restricted per North Carolina General Statute 153A-150. \$39,152 in federal asset forfeiture and state-controlled substance funds (General Fund) are also classified as restricted assets because their use is restricted for future law enforcement expenditures. \$5,868,635 in the General Fund is restricted for school debt service and capital outlay items. \$72,877 in the General Fund is restricted for unspent grant proceeds. \$8,953,854 in the School Capital Projects Fund is restricted for unspent debt proceeds. \$159,955 in the Opioid Settlement Fund is restricted for the purpose of opioid abatement and remediation activities.

*Enterprise funds:* \$330,698 of customer deposits held by the County before any services are supplied are restricted to the service for which the deposit was collected.

### 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, 2021. 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. Lease Receivable

The County's lease receivable is measured at the present value of lease payments expected to be received during the lease term. There are no variable components under the lease agreement. A deferred inflow of resources is recorded for the lease. The deferred inflow of resources is recorded at the initiation of the lease in an amount equal to the initial recording of the lease receivable. The deferred inflow of resources is recognized into revenue on a straight-line basis over the term of the lease.

### 6. 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.

### 7. Inventories and Prepaid Items

The inventories of the ABC Board are valued at the lower of cost or net realizable value using the first-in, first-out method. The inventory of the ABC Board consists of materials and supplies held for consumption or resale.

Certain ABC Board payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items and expensed as the items are used.

# WILSON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

### 8. Capital Assets

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets received prior to July 1, 2015 are recorded at their estimated fair value at the date of donation. Donated capital assets received after July 1, 2015 are recorded at acquisition value. All other purchased or constructed capital assets are reported at cost or estimated historical cost. 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; computer software, \$5,000; and vehicles, \$5,000. 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 after 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.

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

<u>Asset</u>	<u>Estimated Useful Lives</u>
Buildings	50 years
Improvements	5-25 years
Infrastructure	20-50 years
Furniture and equipment	3-10 years
Vehicles	5 years
Computer equipment	3 years
Computer software	5 years

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

<u>Asset</u>	<u>Estimated Useful Lives</u>
Buildings	40-50 years
Furniture and equipment	3-10 years
Vehicles	3-5 years
Leasehold improvements	5-20 years

# WILSON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

### **Right to Use Assets**

The County has recorded right to use lease assets as a result of implementing GASB 87. The right to use assets are initially measured at an amount equal to the initial measurement of the related lease liability plus any lease payments made prior to the lease term, less lease incentives, and plus ancillary charges necessary to place the lease into service. The right to use assets are amortized on a straight-line basis over the life of the related lease.

### **9. Deferred Outflows/Inflows of Resources**

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflow of resources. This separate financial statement element, *Deferred Outflows of Resources*, represents a consumption of net assets that applies to a future period and so will not be recognized as an expense or expenditure until then. The County has several items that meet this criterion – a charge on refunding and OPEB and pension related deferrals in the current fiscal year.

In addition to liabilities, the Statement of Net Position can also report a separate section for deferred inflows of resources. This separate financial statement element, *Deferred Inflows of Resources*, represents an acquisition of net assets that applies to a future period and so will not be recognized as revenue until then. The County has three items that meet the criterion for this category – prepaid taxes, OPEB and pension related deferrals, and leases.

### **10. Long-Term Obligations**

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable Statement of Net Position. Bond premiums and discounts are amortized over the life of the bonds using the straight-line method that approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed in the reporting period in which they are incurred. In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual proceeds received, are reported as debt service expenditures.

### **11. 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 statements, an expense and a liability for compensated absences and the salary-related payments are recorded as the leave is earned.

# WILSON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

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 neither the County nor the ABC Board has any obligation for accumulated sick leave until it is actually taken, no accruals for sick leave have been made.

### **12. Opioid Settlement Funds**

In April 2022, drug manufacturer Johnson & Johnson, and three drug distributors, McKesson, AmerisourceBergen, and Cardinal Health, finalized a \$26 billion-dollar nationwide settlement related to multiple opioid lawsuits. These funds will be disbursed to each participating state over an 18-year period according to an allocation agreement reached with all participating states. The majority of these funds are intended for opioid abatement and the distribution of the funds will be front loaded.

North Carolina's Memorandum of Agreement (MOA) between the state and local governments for the settlement funds allocates the funds as follows:

- 15% directly to the State ("State Abatement Fund")
- 80% to abatement funds established by Local Governments ("Local Abatement Funds")
- 5% to a County Incentive Fund.

The County received \$159,955 as part of this settlement in Fiscal Year 2022. Per the terms of the MOA, the County created a special revenue fund, the Opioid Settlement Fund, to account for these funds. All funds are to be used for opioid abatement and remediation activities. Funds are restricted until expended. No funds have been expended as of June 30, 2022. The MOA offered the County two options for expending the funds. The County opted for Option A, which allows the County to fund one or more high-impact strategies from a list of evidence-based strategies to combat the opioid epidemic.

### **13. Reimbursements for Pandemic-Related Expenditures**

In FY 2020/21, the American Rescue Plan Act (ARPA) established the Coronavirus State and Local Fiscal Recovery Funds to support urgent COVID-19 response efforts and replace lost revenue for eligible state, local, territorial, and tribal governments. The County was allocated \$15,888,885 of fiscal recovery funds to be paid in two equal installments. The first installment was received in October 2021 and the second installment was received in October 2022. County staff and the Board of Commissioners have elected to use \$7,944,443 of the ARPA funds to cover eligible salaries. The County plans on using the rest of the funds for revenue replacement and infrastructure projects in Fiscal Year 2023. The \$7,944,443 used for salaries was transferred to the General Fund from the ARPA Fund during the fiscal year.



# WILSON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

### 14. Net Position/Fund Balances

#### Net Position

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

#### Fund Balances

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

The governmental fund types classify fund balances as follows:

**Non-Spendable Fund Balance** – This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

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

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

*Restricted for Register of Deeds* – portion of fund balance that is restricted by revenue source to pay for the computer equipment and imaging technology for the Register of Deeds' office.

## WILSON COUNTY, NORTH CAROLINA

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

*Restricted for Public Safety* – \$591,414 portion of fund balance that is restricted by revenue source for use with Emergency Telephone System Fund in the nonmajor governmental funds. Portion in the General Fund, \$39,152, that is restricted by revenue source for the Sheriff’s Department use in accordance with funding requirements.

*Restricted for Human Services* – portion of fund balance that is restricted by revenue source for use with social services, \$3,756,295 in the General Fund. \$7,588 in the nonmajor governmental funds is the portion of fund balance that can only be used to benefit beneficiaries under the Social Security’s Representative Payee program. \$159,955 restricted in nonmajor governmental funds is funding in the Opioid Settlement Fund is restricted for the purpose of opioid abatement and remediation activities.

*Restricted for Economic Development Projects* – portion of fund balance that is restricted by revenue source for use for construction of economic development projects in the nonmajor governmental funds.

*Restricted for Transportation* – portion of fund balance that is restricted by revenue source for use for transportation services within the County in the nonmajor governmental funds.

*Restricted for Education* – portion of fund balance that is restricted for Wilson County Board of Education purposes, \$5,868,635 in the General Fund for debt service and capital outlay related to schools and \$9,584,104 in the School Capital Projects Fund for school related projects.

Restricted fund balance on Exhibit C differs from restricted net position on Exhibit A due to restricted for Register of Deeds’ pension plan of \$119,575.

**Committed Fund Balance** – Portion of fund balance that can only be used for specific purpose imposed by majority vote of Wilson County's governing body (highest level of decision-making authority). The governing body can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation.

*Committed for Tax Revaluation* – portion of fund balance in the General Fund that can only be used for tax revaluation.

*Committed for Public Safety* – portion of fund balance that has been budgeted by the Board for the Animal Shelter and EMS substation projects.

*Committed for Future Capital and Other Projects* – portion of fund balance that has been budgeted by the Board for future capital construction and other projects. \$6,705,001 in the General Fund is set aside for the Animal Shelter, Parks and Recreation, and ARPA related projects. \$300,000 in the nonmajor governmental funds is set aside for future capital needs.

# WILSON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

**Assigned Fund Balance** – Portion of fund balance that the Wilson County governing board has budgeted.

*Assigned for Subsequent Year's Expenditures* – portion of fund balance that is appropriated in the next year's budget that is not already classified in restricted or committed. The Board of Commissioners approves the appropriation; however, the budget ordinance authorizes the County Manager, or her designee, to transfer amounts between expenditure line items within a department's budget without limitation and without a report being required. They may transfer amounts without limitation between departments within the same fund and between funds. An official report on such transfers shall be provided to the Board of Commissioners (Board) at the monthly meeting. Upon notification of funding increases and decreases from state, federal, grants or pass-through sources, budgets may be adjusted to match with the approval of the County Manager or her designee. Board of Commissioners' action will not be required unless staffing is affected. Unexpended grants and other funds previously approved and budgeted by the Board, may be re-budgeted or rolled over into the FY2023 budget by the Manager or her designee. Board of Commissioners' action will not be required. Movement of funds between/across expenditure categories (Personnel/Operating/Capital) may be requested by Department but require approval of the County Manager or her designee. No lapse salary can be used to fund any other operational expense, without the County Manager or her designee approval. Movement of funds to purchase unbudgeted Capital requires same approval. This authorization applies only to the budget approved by the Board of County Commissioners. The Board of Commissioners must approve any budget amendments involving new monies.

**Unassigned Fund Balance** – Portion of fund balance that has not been restricted, committed, or assigned to specific purposes or other funds. The General Fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds it is not appropriate to report a positive unassigned fund balance amount. However, in the governmental funds, other than the general fund, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes, it may be necessary to report a negative fund balance.

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

Wilson County has adopted a minimum fund balance policy for the General Fund, which instructs management to conduct business in such a manner that available fund balance is at least equal to or greater than 18% of General Fund expenditures. Any portion of the General Fund balance in excess of 18% of budgeted expenditures may be appropriated to fund capital, to reduce reliance on debt financing, or pay down outstanding County debt.

# WILSON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

The following schedule provides management and citizens with information on the portion of General Fund balance that is available for appropriation:

Total fund balance - General Fund	\$ 64,011,048
<b>Less:</b>	
Stabilization by state statute	<u>11,319,653</u>
Total available fund balance	<u>\$ 52,691,395</u>

### 15. Defined Benefit Pension and OPEB Plans

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

## II. 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 agent or the ABC Board's agent in these units' names. Under the Pooling Method, which is a collateral pool, all uninsured deposits are collateralized with securities held by the State Treasurer's agent in the name of the State Treasurer. Since the State Treasurer is acting in a fiduciary capacity for the County and the ABC Board, these deposits are considered to be held by their agents in the entities' names. The amount of the pledged collateral is based on an approved averaging method for non-interest-bearing deposits and the actual current balance for interest-bearing deposits. Depositories using the Pooling Method report to the State Treasurer the adequacy of their pooled collateral covering uninsured deposits. The State Treasurer does not confirm this information with the County, the ABC Board, or with the escrow agent.

**WILSON COUNTY, NORTH CAROLINA**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2022**

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 under-collateralization, and this risk may increase in periods of high cash flows. However, the State Treasurer of North Carolina enforces strict standards of financial stability for each depository that collateralizes public deposits under the Pooling Method.

The State Treasurer enforces standards of minimum capitalization for all Pooling Method financial institutions. The County relies on the State Treasurer to monitor those financial institutions. The County analyzes the financial soundness of any other financial institution used by the County. The County complies with the provisions of G.S. 159-31 when designating official depositories and verifying that deposits are properly secured. The County and the ABC Board have no formal policy regarding custodial credit risk for deposits.

At June 30, 2022, the County's deposits had a carrying amount of \$28,101,086 and a bank balance of \$28,336,572. Of the bank balance, \$294,995 was covered by federal depository insurance and the remainder was covered by collateral held under the Pooling Method.

At June 30, 2022, Wilson County had \$12,359 cash on hand.

At June 30, 2022, the carrying amount of deposits for the ABC Board was \$1,979,480, and the bank balance was \$2,010,325. Of the bank balance, \$327,051 was covered by federal depository insurance, and \$1,683,274 was collateralized by institutions using the Pooling Method.

At June 30, 2022, the ABC Board had \$9,495 cash on hand.

**2. Investments**

As of June 30, 2022, the County had the following investments and maturities.

<u>Investment Type</u>	<u>Valuation Measurement Method</u>	<u>Fair Value</u>	<u>Less Than 6 Months</u>
NC Capital Management Trust- Government Portfolio	Fair Value-Level 1	<u>\$ 73,921,337</u>	<u>\$ 73,921,337</u>

Because the NCCMT Government Portfolio has a weighted average maturity of less than 90 days, it is presented as an investment with a maturity of less than 6 months. The NCCMT Government Portfolio has an AAAM rating from Standard and Poor's (S&P) and AAAMf by Moody's Investor Service. The County has no policy regarding credit risk.

At June 30, 2022, the ABC Board had no investments.

**WILSON COUNTY, NORTH CAROLINA**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2022**

**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>
2019	\$ 1,510,574	\$ 358,763	\$ 1,869,337
2020	1,523,305	224,689	1,747,994
2021	1,526,048	87,749	1,613,797
2022	1,531,326	-	1,531,326
Total	<u>\$ 6,091,253</u>	<u>\$ 671,201</u>	<u>\$ 6,762,454</u>

**4. Receivables**

Receivables at the government-wide level at June 30, 2022 were as follows:

	<u>Accounts</u>	<u>Taxes and Related Accrued Interest</u>	<u>Lease Receivable</u>	<u>Due from Other Governments</u>	<u>Total</u>
<b>Governmental Activities:</b>					
General	\$ 2,204,050	\$ 2,646,692	\$ 32,416	\$ 8,747,309	\$ 13,630,467
Other governmental	-	55,974	-	2,895,133	2,951,107
Total receivables	2,204,050	2,702,666	32,416	11,642,442	16,581,574
Allowance for doubtful accounts	(1,091,114)	(929,141)	-	-	(2,020,255)
Total governmental activities	<u>\$ 1,112,936</u>	<u>\$ 1,773,525</u>	<u>\$ 32,416</u>	<u>\$ 11,642,442</u>	<u>\$ 14,561,319</u>
<b>Business-Type Activities:</b>					
Landfill	\$ 187,959	\$ -	\$ -	\$ 136,751	\$ 324,710
Water districts	639,975	-	-	-	639,975
Total receivables	827,934	-	-	136,751	964,685
Allowance for doubtful accounts	(234,948)	-	-	-	(234,948)
Total business-type activities	<u>\$ 592,986</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 136,751</u>	<u>\$ 729,737</u>

**WILSON COUNTY, NORTH CAROLINA**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2022**

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

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
Local option sales tax	\$ 3,610,950	\$ -
White goods disposal tax	-	10,343
Scrap tire and solid waste disposal tax	-	41,508
North Carolina administrative reimbursement and others	3,626,369	84,900
DMV tax distribution	549,079	-
Grants	2,842,396	-
Miscellaneous	991,300	
Emergency telephone	22,348	-
Total	<u>\$ 11,642,442</u>	<u>\$ 136,751</u>

At June 30, 2021, taxes for other governments in the Custodial Fund are net of an allowance for doubtful accounts of \$568,848.

**Leases Receivable**

On August 1, 2020, the County entered into a 25-month lease as lessor for the use of certain office space. An initial lease receivable was recorded in the amount of \$46,976. As of June 30, 2022, the value of the lease receivable is \$24,480. The lessee is required to make monthly fixed payments of \$1,889 and the lease has an interest rate of 0.5140%. The value of the deferred inflow of resources as of June 30, 2022 was \$24,427, and the County recognized lease revenue of \$22,548 during the fiscal year.

On July 1, 2021, the County entered into a 17-month lease as lessor for the use of 113 East Nash Street-NC DPS. An initial lease receivable was recorded in the amount of \$26,940. As of June 30, 2022, the value of the lease receivable is \$7,936. The lessee is required to make monthly fixed payments of \$1,589 and the lease has an interest rate of 0.3870%. The value of the deferred inflow of resources as of June 30, 2022 was \$7,924, and the County recognized lease revenue of \$19,016 during the fiscal year.

**WILSON COUNTY, NORTH CAROLINA**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2022**

The future minimum lease receivable payments as of June 30, 2022 were as follows:

<b>Year Ending</b>	
<b>June 30</b>	<b>Amount</b>
2023	\$ 30,528
2024	<u>1,888</u>
Total	<u>\$ 32,416</u>

**Note Receivable**

The County, City of Wilson, and Wilson County Properties, Inc. (“WCP”) entered into a loan agreement and Future Advance Promissory Note on October 26, 2020, stating that the governments may advance credits or loans up to \$3,800,000 to WPC secured by a deed of trust. Advances may be made over a period of fifteen years from the date of the agreement with the final due date for repayment of promissory note to be October 26, 2025.

The County issued \$1,915,000 to Wilson County Properties, Inc. during fiscal year 2021 for the purpose of acquiring property and constructing an industrial building to hold for sale as a means to attract businesses to locate to Wilson County. The note bears no interest and is due upon the earlier of the date of the sale of the property, or within five years from the date of the note.

Scheduled future maturities of the note receivable are as follows:

<b>Year Ending</b>	
<b>June 30</b>	<b>Amount</b>
2023	\$ -
2024	-
2025	-
2026	<u>1,915,000</u>
Total	<u>\$ 1,915,000</u>



# WILSON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

### 5. Capital Assets

Capital asset activity for the year ended June 30, 2022 was as follows:

	July 1, 2021				June 30, 2022
	As restated	Increases	Decreases	Transfers	
<b>Governmental Activities:</b>					
<b>Non-Depreciable Capital Assets:</b>					
Land	\$ 3,399,703	\$ -	\$ -	\$ -	\$ 3,399,703
Construction in progress	1,972,828	405,045	-	(2,043,620)	334,253
Total non-depreciable capital assets	5,372,531	405,045	-	(2,043,620)	3,733,956
<b>Depreciable Capital Assets:</b>					
Buildings	25,279,472	250,000	122,026	2,043,620	27,451,066
Other improvements	10,439,006	747,886	-	-	11,186,892
Furniture and equipment	13,008,223	939,217	132,990	-	13,814,450
Vehicles	7,265,863	962,436	725,947	-	7,502,352
Total depreciable capital assets	55,992,564	2,899,539	980,963	2,043,620	59,954,760
<b>Right to Use Leased Assets:</b>					
Leased equipment	-	85,453	-	-	85,453
<b>Less Accumulated Depreciation:</b>					
Buildings	14,026,126	505,806	105,959	-	14,425,973
Other improvements	4,102,402	403,837	-	-	4,506,239
Furniture and equipment	9,874,601	682,682	132,989	-	10,424,294
Vehicles	4,958,157	700,396	725,946	-	4,932,607
Total accumulated depreciation	32,961,286	2,292,721	964,894	-	34,289,113
<b>Less Accumulated Amortization:</b>					
Leased equipment	-	\$ 60,188	\$ -	\$ -	60,188
Total depreciable assets, net	23,031,278				25,690,912
<b>Governmental Activities</b>					
<b>Capital Assets, Net</b>	\$ 28,403,809				\$ 29,424,868

# WILSON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

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

General government	\$ 497,556
Public safety	1,234,933
Economic and physical development	20,577
Human services	296,986
Cultural and recreation	164,627
Transportation	<u>78,042</u>
Total	<u><u>\$ 2,292,721</u></u>

	<u>July 1, 2021</u>	<u>Additions</u>	<u>Decreases</u>	<u>June 30, 2022</u>
<b>Business-Type Activities:</b>				
<b>Solid Waste:</b>				
<b>Non-Depreciable Capital Assets:</b>				
Land	\$ 3,081,656	\$ -	\$ -	\$ 3,081,656
Construction in progress	<u>354,495</u>	<u>95,983</u>	<u>-</u>	<u>450,478</u>
Total non-depreciable assets	<u>3,436,151</u>	<u>95,983</u>	<u>-</u>	<u>3,532,134</u>
<b>Depreciable Capital Assets:</b>				
Buildings	1,991,530	-	-	1,991,530
Infrastructure	1,349,571	-	-	1,349,571
Furniture and equipment	3,709,512	41,690	-	3,751,202
Vehicles	<u>1,020,716</u>	<u>-</u>	<u>-</u>	<u>1,020,716</u>
Total depreciable assets	<u>8,071,329</u>	<u>41,690</u>	<u>-</u>	<u>8,113,019</u>
<b>Less Accumulated Depreciation:</b>				
Buildings	322,662	45,355	-	368,017
Infrastructure	279,932	29,274	-	309,206
Furniture and equipment	2,298,687	236,551	-	2,535,238
Vehicles	<u>736,834</u>	<u>89,389</u>	<u>-</u>	<u>826,223</u>
Total accumulated depreciation	<u>3,638,115</u>	<u>\$ 400,569</u>	<u>\$ -</u>	<u>4,038,684</u>
Total depreciable capital assets, net	<u>4,433,214</u>			<u>4,074,335</u>
<b>Solid Waste Capital Assets, Net</b>	<u>7,869,365</u>			<u>7,606,469</u>

# WILSON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

	<u>July 1, 2021</u>	<u>Additions</u>	<u>Retirements</u>	<u>June 30, 2022</u>
<b>Business-Type Activities (continued):</b>				
<b>Southeast Water District:</b>				
<b>Non-Depreciable Capital Assets:</b>				
Land	48,389	\$ -	\$ -	48,389
<b>Depreciable Capital Assets:</b>				
Plant and distribution system	10,864,951	-	-	10,864,951
Office and maintenance equipment	15,852	-	-	15,852
Vehicles	57,873	-	-	57,873
Total depreciable assets	10,938,676	-	-	10,938,676
<b>Less Accumulated Depreciation:</b>				
Plant and distribution system	4,354,161	271,435	-	4,625,596
Office and maintenance equipment	10,739	1,428	-	12,167
Vehicles	45,918	3,416	-	49,334
Total accumulated depreciation	4,410,818	\$ 276,279	\$ -	4,687,097
Total depreciable capital assets, net	6,527,858			6,251,579
<b>Southeast Water District</b>				
<b>Capital Assets, Net</b>	<u>6,576,247</u>			<u>6,299,968</u>
	<u>July 1, 2021</u>	<u>Additions</u>	<u>Decreases</u>	<u>June 30, 2022</u>
<b>Business-Type Activities (continued):</b>				
<b>Southwest Water District:</b>				
<b>Non-Depreciable Capital Assets:</b>				
Land	78,669	\$ -	\$ -	78,669
<b>Depreciable Capital Assets:</b>				
Plant and distribution system	16,136,902	-	-	16,136,902
Office and maintenance equipment	15,069	-	-	15,069
Vehicles	57,873	44,812	-	102,685
Total depreciable assets	16,209,844	44,812	-	16,254,656
<b>Less Accumulated Depreciation:</b>				
Plant and distribution system	5,489,239	377,077	-	5,866,316
Office and maintenance equipment	9,957	1,427	-	11,384
Vehicles	45,918	4,162	-	50,080
Total accumulated depreciation	5,545,114	\$ 382,666	\$ -	5,927,780
Total depreciable capital assets, net	10,664,730			10,326,876
<b>Southwest Water District</b>				
<b>Capital Assets, Net</b>	<u>10,743,399</u>			<u>10,405,545</u>
<b>Business-Type Activities</b>				
<b>Capital Assets, Net</b>	<u>\$ 25,189,011</u>			<u>\$ 24,311,982</u>

# WILSON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

### Discretely Presented Component Unit

Capital asset activity for the ABC Board for the year ended June 30, 2022 was as follows:

	<u>July 1, 2021</u>	<u>Increases</u>	<u>Decreases</u>	<u>June 30, 2022</u>
<b>Wilson County ABC Board:</b>				
<b>Non-Depreciable Capital Assets:</b>				
Land	\$ 574,341	\$ -	\$ -	\$ 574,341
Construction in progress	-	4,925	-	4,925
Total assets not depreciated	<u>574,341</u>	<u>4,925</u>	<u>-</u>	<u>579,266</u>
<b>Depreciable Capital Assets:</b>				
Buildings	3,364,634	-	-	3,364,634
Furniture and equipment	469,106	6,368	-	475,474
Vehicles	108,905	39,653	-	148,558
Leasehold improvements	35,393	36,138	-	71,531
Total depreciable assets	<u>3,978,038</u>	<u>82,159</u>	<u>-</u>	<u>4,060,197</u>
<b>Less Accumulated Depreciation:</b>				
Buildings	754,980	71,166	-	826,146
Furniture and equipment	315,539	54,960	-	370,499
Vehicles	64,955	17,999	-	82,954
Leasehold improvements	35,025	2,099	-	37,124
Total accumulated depreciation	<u>1,170,499</u>	<u>\$ 146,224</u>	<u>\$ -</u>	<u>1,316,723</u>
Total depreciable capital assets, net	<u>2,807,539</u>			<u>2,743,474</u>
<b>ABC Board Capital Assets, Net</b>	<u>\$ 3,381,880</u>			<u>\$ 3,322,740</u>

**WILSON COUNTY, NORTH CAROLINA**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2022**

**B. Liabilities**

**1. Payables**

Payables at the government-wide level at June 30, 2022 were as follows:

	<u>Vendors</u>	<u>Salaries and Benefits</u>	<u>Accrued Interest</u>	<u>Due to Other Governments</u>	<u>Total</u>
<b>Governmental Activities:</b>					
General	\$ 6,572,271	\$ 221,886	\$ 98,402	\$ 1,420,000	\$ 8,312,559
Other governmental	<u>96,984</u>	<u>-</u>	<u>-</u>	<u>701,719</u>	<u>798,703</u>
Total governmental activities	<u>\$ 6,669,255</u>	<u>\$ 221,886</u>	<u>\$ 98,402</u>	<u>\$ 2,121,719</u>	<u>\$ 9,111,262</u>
<b>Business-Type Activities:</b>					
Solid waste	\$ 128,321	\$ 44,784	\$ -	\$ -	\$ 173,105
Water distribution funds:					
Southeast district	36,133	-	7,720	-	43,853
Southwest district	<u>14,599</u>	<u>-</u>	<u>13,793</u>	<u>-</u>	<u>28,392</u>
Total business-type activities	<u>\$ 179,053</u>	<u>\$ 44,784</u>	<u>\$ 21,513</u>	<u>\$ -</u>	<u>\$ 245,350</u>

**2. Pension Plan Obligations**

**Local Governmental Employees' Retirement System**

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

# WILSON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

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

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

**Contributions.** Contribution provisions are established by G.S. 128-30 and may be amended only by the North Carolina General Assembly. County employees are required to contribute 6% of their compensation. Employer contributions are actuarially determined and set annually by the LGERS Board of Trustees. The County's contractually required contribution rate for the year ended June 30, 2022 was 12.04% of compensation for law enforcement officers and 11.40% for general employees, actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year. Contributions to the pension plan from the County were \$3,813,044 for the year ended June 30, 2022.

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

**WILSON COUNTY, NORTH CAROLINA**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2022**

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

At June 30, 2022, the County reported a liability of \$7,148,244 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2021. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2020. The total pension liability was then rolled forward to the measurement date of June 30, 2021 utilizing update procedures incorporating the actuarial assumptions. The County’s proportion of the net pension liability was based on a projection of the County’s long-term share of future payroll covered by the pension plan, relative to the projected future payroll covered by the pension plan of all participating LGERS employers, actuarially determined. At June 30, 2022, the County’s proportion was 0.46611% (measured as of June 30, 2021), which was a decrease of 0.00167% from its proportion as of June 30, 2021 (measured as of June 30, 2020).

For the year ended June 30, 2022, the County recognized pension expense of \$2,873,158. At June 30, 2022, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 2,274,113	\$ -
Changes of assumptions	4,490,923	-
Net difference between projected and actual earnings on pension plan investments	-	10,212,694
Changes in proportion and differences between County contributions and proportionate share of contributions	-	443,192
County contributions subsequent to the measurement date	<u>3,813,044</u>	-
Total	<u>\$ 10,578,080</u>	<u>\$ 10,655,886</u>

\$3,813,044 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as a decrease of the net pension liability in the year ending June 30, 2023. Other amounts reported as deferred inflows and outflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ending June 30</u>	<u>Total</u>
2023	\$ 436,932
2024	(384,346)
2025	(818,289)
2026	(3,125,147)
2027	-
Thereafter	-
Total	<u>\$ (3,890,850)</u>

# WILSON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

**Actuarial Assumptions.** The total pension liability in the December 31, 2020, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5 percent
Salary increase	3.25 to 8.25. percent, including inflation and productivity factor
Investment rate of return	6.5 percent, net of pension plan investment expense, including inflation

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

The actuarial assumptions used in the December 31, 2020 valuation were based on the results of an actuarial experience study for the period January 1, 2015 through December 31, 2019.

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

The projected long-term investment returns, and inflation assumptions are developed through review of current and historical capital markets data, sell-side investment research, consultant whitepapers, and historical performance of investment strategies. Fixed income return projections reflect current yields across the U.S. Treasury yield curve and market expectations of forward yields projected and interpolated for multiple tenors and over multiple year horizons. Global public equity return projections are established through analysis of the equity risk premium and the fixed income return projections. Other asset categories and strategies' return projections reflect the foregoing and historical data analysis. These projections are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.



## WILSON COUNTY, NORTH CAROLINA

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

The target allocation and best estimates of arithmetic real rates of return for each major asset class as of June 30, 2021, are summarized in the following table:

<b>Asset Class</b>	<b>Target Allocation</b>	<b>Long-Term Expected Real Rate of Return</b>
Fixed income	29.0%	1.4%
Global equity	42.0%	5.3%
Real estate	8.0%	4.3%
Alternatives	8.0%	8.9%
Opportunistic fixed income	7.0%	6.0%
Inflation Sensitive	6.0%	4.0%
Total	<u>100.0%</u>	

The information above is based on 30-year expectations developed with the consulting actuary as part of a study conducted in 2016, and is part of the asset, liability and investment policy of the North Carolina Retirement Systems, including LGERS. The long-term nominal rates of return underlying the real rates of return are arithmetic annualized figures. The real rates of return are calculated from nominal rates by multiplicatively subtracting a long-term inflation assumption of 3.05%. Return projections do not include any excess return expectations over benchmark averages. All rates of return and inflation are annualized.

**Discount Rate.** The discount rate used to measure the total pension liability was 6.5%. The projection of cash flows used to determine the discount rate assumed that contribution from plan members will be made at the current contribution rate and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of the current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefits payments to determine the total pension liability.

*Sensitivity of the County's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate.* The following presents the County's proportionate share of the net pension liability calculated using the discount rate of 6.50%, as well as what the County's proportionate share of the net pension asset, or net pension liability, would be if it were calculated using a discount rate that is one percentage point lower (5.50%) or one percentage point higher (7.50%) than the current rate:

	<b>1% Decrease (5.50%)</b>	<b>Discount Rate (6.50%)</b>	<b>1% Increase (7.50%)</b>
County's proportionate share of the net pension liability (asset)	<u>\$ 27,748,889</u>	<u>\$ 7,148,244</u>	<u>\$ (9,804,890)</u>

# WILSON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

**Pension Plan Fiduciary Net Position.** Detailed information about the pension plan’s fiduciary net position is available in the separately issued Annual Comprehensive Financial Report for the State of North Carolina.

### **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 under the age of 62 who have completed at least 30 years of creditable service or have attained 55 years of age and have completed five or more years of creditable service. The Separation Allowance is equal to 0.85% 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. A separate report was not issued for the plan.

All full-time law enforcement officers of the County are covered by the Separation Allowance. At the December 31, 2020, valuation date, the Separation Allowance’s membership consisted of:

Retirees receiving benefits	12
Active members	88
Total	<u>100</u>

### **Summary of Significant Accounting Policies**

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

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

### **Actuarial Assumptions**

The entry age normal actuarial cost method was used in the December 31, 2020, valuation. The total pension liability was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50 percent, per annum
Salary increases	3.25 to 7.75 percent, including inflation and productivity factor per annum
Discount rate	2.25 percent per annum, compounded annually

# WILSON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

The discount rate used to measure the TPL is the S&P Municipal Bond 20-Year High Grade Rate Index.

The actuarial assumptions used in the December 31, 2020 valuation were based on the results of an experience study completed by the Actuary for the Local Governmental Employees' Retirement System for the five-year period ended December 31, 2019.

**Mortality Assumption:** All mortality rates use Pub-2010 amount-weighted tables.

**Mortality Projections:** All mortality rates are projected from 2010 using generational improvement with Scale MP-2019.

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

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

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

**Deaths Prior to Retirement:** Mortality rates are based on the Safety Mortality Table for Employees.

### **Contributions**

The County is required by Article 12D of G.S. Chapter 143 to provide these retirement benefits and, at present, has chosen to fund the benefit payments on a pay-as-you-go basis through appropriations made in the General Fund operating budget. There were no contributions made by the employees.

The County's obligation to contribute to this Plan is established and may be amended by the North Carolina General Assembly. Administration costs of the Separation Allowance are financed through investment earnings. The County paid \$158,164 as benefits came due for the reporting period.

**WILSON COUNTY, NORTH CAROLINA**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2022**

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

At June 30, 2022, the County reported a total pension liability of \$4,494,816. The total pension liability was measured as of December 31, 2021, based on a December 31, 2020 actuarial valuation. The total pension liability was rolled forward to the measurement date of December 31, 2021 utilizing update procedures incorporating the actuarial assumptions. For the year ended June 30, 2022, the County recognized pension expense of \$616,295.

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$ 450,840	\$ -
Changes of assumptions and other inputs	736,283	143,927
County benefit payments and plan administrative expenses made subsequent to the measurement date	81,919	-
<b>Total</b>	<b><u>\$ 1,269,042</u></b>	<b><u>\$ 143,927</u></b>

The County paid \$81,919 in benefit payments subsequent to the measurement date that are reported as deferred outflows of resources related to pensions, which will be recognized as a decrease of the total pension liability in the year ending June 30, 2023. Other amounts reported as deferred inflows and outflows of resources related to pensions will be recognized in pension expense as follows:

<b>Year Ending June 30</b>	<b>Amount</b>
2023	\$ 306,230
2024	271,710
2025	270,966
2026	167,695
2027	26,595
Thereafter	-
<b>Total</b>	<b><u>\$ 1,043,196</u></b>

## WILSON COUNTY, NORTH CAROLINA

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

*Sensitivity of the County's Total Pension Liability to Changes in the Discount Rate.* The following presents the County's total pension liability calculated using the discount rate of 2.25%, as well as what the County's total pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.25%) or 1-percentage-point higher (3.25%) than the current rate:

	1% Decrease (1.25%)	Current Discount Rate (2.25%)	1% Increase (3.25%)
Total pension liability	\$ 4,920,134	\$ 4,494,816	\$ 4,111,508

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

	2022
Beginning balance	\$ 4,163,895
Service cost	234,357
Interest on the total pension liability	78,751
Differences between expected and actual experience in the measurement of the total pension liability	316,260
Changes of assumptions and other inputs	(131,370)
Benefit payments	(167,077)
Ending balance of the total pension liability	\$ 4,494,816

**Changes of Assumptions.** Changes of assumptions and other inputs reflect a change in the Municipal Bond Index Rate from 1.93 percent at December 31, 2020 to 2.25 percent at December 31, 2021 (measurement date).

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

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

**Plan Description.** Wilson County contributes to the Supplemental Retirement Income Plan (the "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. The Supplemental Retirement Income Plan for Law Enforcement Officers is included in the Annual Comprehensive Financial Report for the State of North Carolina.

# WILSON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

The state's Annual Comprehensive Financial Report includes the pension fund financial statements for the Internal Revenue Code Section 401(k) Plan that includes the Supplemental Retirement Income Plan for Law Enforcement Officers. That report may be obtained by writing to the Office of the State Controller, 1410 Mail Service Center, Raleigh, North Carolina 27699-1410, or by calling (919) 981-5454.

**Funding Policy.** Article 12E of G.S. Chapter 143 requires the County to contribute each month an amount equal to 5% of each officer's salary, and all amounts contributed are vested immediately. Also, the law enforcement officers may make voluntary contributions to the plan.

The County contributed \$158,164 for the reporting year. No amounts were forfeited.

### **Supplemental Retirement Income Plan – Employees Other Than Law Enforcement Officers**

The County has elected to include all other employees in the plan and contribute an amount equal to five percent of each employee's salary for all employees who participate in the plan. The County made contributions of \$1,760,630 for the reporting year. No amounts were forfeited.

### **Registers of Deeds' Supplemental Pension Fund**

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

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

# WILSON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

**Contributions.** Benefits and administrative expenses are funded by investment income and 1.5% of the receipts collected by each County Commission under Article 1 of Chapter 161 of the North Carolina General Statutes. The statutory contribution currently has no relationship to the actuary's required contribution. The actuarially determined contribution this year and for the foreseeable future is zero. Register of Deeds do not contribute. Contribution provisions are established by General Statute 161-50 and may be amended only by the North Carolina General Assembly. The County paid \$6,929 as benefits came due for the year ended June 30, 2022.

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

At June 30, 2022, the County reported an asset of \$108,694 for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2021. The total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of December 31, 2020. The total pension liability was then rolled forward to the measurement date of June 30, 2021 utilizing update procedures incorporating the actuarial assumptions. The County's proportion of the net pension asset was based on the County's share of contributions to the pension plan, relative to contributions to the pension plan of all participating RODSPF employers. At June 30, 2022, the County's proportion was 0.56573% (measured as of June 30, 2021), which was a decrease of 0.06185% from its proportion as measured as of June 30, 2021 (measured as of June 30, 2020).

For the year ended June 30, 2022, the County recognized pension expense of \$(1,126). At June 30, 2022, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$ 1,160	\$ 1,318
Changes of assumptions	7,926	-
Net difference between projected and actual earnings on pension plan investments	-	334
Changes in proportion and differences between County contributions and proportionate share of contributions	9,618	13,100
County contributions subsequent to the measurement date	6,929	-
Total	<u>\$ 25,633</u>	<u>\$ 14,752</u>

\$6,929 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as an increase of the net pension asset in the year ending June 30, 2023.

# WILSON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

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

<u>Year Ending June 30</u>	<u>Amount</u>
2023	\$ (4,629)
2024	6,301
2025	(255)
2026	2,535
2027	-
Thereafter	-
Total	<u>\$ 3,952</u>

**Actuarial Assumptions.** The total pension liability in the December 31, 2020, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5 percent
Salary increase	3.25 to 8.25 percent, including inflation and productivity factor
Investment rate of return	3.00 percent, net of pension plan investment expense, including inflation

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

The actuarial assumptions used in the December 31, 2020, valuation were based on the results of an actuarial experience study as of December 31, 2019.

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

The projected long-term investment returns and inflation assumptions are developed through review of current and historical capital markets data, sell-side investment research, consultant whitepapers, and historical performance of investment strategies. Fixed income return projections reflect current yields across the U.S. Treasury yield curve and market expectations of forward yields projected and interpolated for multiple tenors and over multiple year horizons. These projections are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The adopted asset allocation policy for the RODSPF is 100% in the fixed income asset class. The best estimate of arithmetic real rate of return for the fixed income asset class as of June 30, 2021 is 1.4%.



**WILSON COUNTY, NORTH CAROLINA**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2022**

The information above is based on 30-year expectations developed with the consulting actuary as part of a study conducted in 2016, and is part of the asset, liability, and investment policy of the North Carolina Retirement Systems. The long-term nominal rates of return underlying the real rates of return are arithmetic annualized figures. The real rates of return are calculated from nominal rates by multiplicatively subtracting a long-term inflation assumption of 3.05%. Return projections do not include any excess return expectations over benchmark averages. All rates of return and inflation are annualized.

**Discount Rate.** The discount rate used to measure the total pension asset was 3.00%. The projection of cash flows used to determine the discount rate assumed that contributions from employers will be made at statutorily required rates. Based on these assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of the current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

*Sensitivity of the County’s Proportionate Share of the Net Pension Asset to Changes in the Discount Rate.* The following presents the County’s proportionate share of the net pension asset calculated using the discount rate of 3.00 percent, as well as what the County’s proportionate share of the net pension asset would be if it were calculated using a discount rate that is 1-percentage-point lower (2.00 percent) or 1-percentage-point higher (4.00 percent) than the current rate:

	<b>1% Decrease (2.00%)</b>	<b>Discount Rate (3.00%)</b>	<b>1% Increase (4.00%)</b>
County's proportionate share of the net pension liability (asset)	\$ <u>(86,336)</u>	\$ <u>(108,694)</u>	\$ <u>(127,482)</u>

**Pension Plan Fiduciary Net Position.** Detailed information about the pension plan’s fiduciary net position is available in the separately issued Annual Comprehensive Financial Report for the State of North Carolina.

# WILSON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

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

The net pension liability for LGERS and ROD was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation at December 31, 2020. The total pension liability for LEOSSA was measured as December 30, 2021, with an actuarial valuation date of December 31, 2020. The County's proportion of the net pension liability was based on the County's share of contributions to the pension plan relative to the contribution of all participating entities. Following is information related to the proportionate share and pension expense for all pension plans:

	<u>LGERS</u>	<u>ROD</u>	<u>LEOSSA</u>	<u>Total</u>
Proportionate share of net pension liability (asset)	\$ 7,148,244	\$ (108,694)	\$ -	\$ 7,039,550
Proportion of the net pension liability (asset)	0.46611%	0.56573%	n/a	-
Total pension liability	-	-	4,494,816	4,494,816
Pension expense	2,873,158	(1,126)	616,295	3,488,327

At June 30, 2022, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>LGERS</u>	<u>ROD</u>	<u>LEOSSA</u>	<u>Total</u>
<b>Deferred Outflows of Resources:</b>				
Pensions - difference between expected and actual experience	\$ 2,274,113	\$ 1,160	\$ 450,840	\$ 2,726,113
Changes of assumptions	4,490,923	7,926	736,283	5,235,132
Pensions - change in proportion and difference between employer contributions and proportionate share of contributions	-	9,618	-	9,618
County contributions (LGERS, ROD)/ benefit payments and administration costs (LEOSSA) subsequent to the measurement date	<u>3,813,044</u>	<u>6,929</u>	<u>81,919</u>	<u>3,901,892</u>
Total	<u>\$10,578,080</u>	<u>\$ 25,633</u>	<u>\$ 1,269,042</u>	<u>\$11,872,755</u>

# WILSON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

	<u>LGERS</u>	<u>ROD</u>	<u>LEOSSA</u>	<u>Total</u>
<b>Deferred Inflows of Resources:</b>				
Pensions - difference between expected and actual experience	\$ -	\$ 1,318	\$ -	\$ 1,318
Net difference between projected and actual earnings on pension plan investments	10,212,694	334	-	10,213,028
Changes of assumptions	-	-	143,927	143,927
Pensions - change in proportion and difference between employer and proportionate share of contributions	<u>443,192</u>	<u>13,100</u>	<u>-</u>	<u>456,292</u>
Total	<u>\$ 10,655,886</u>	<u>\$ 14,752</u>	<u>\$ 143,927</u>	<u>\$ 10,814,565</u>

### **Other Post-Employment Benefits – Healthcare Benefits Plan**

**Plan Description.** Under the terms of a County resolution, the County administers a single-employer defined benefit Healthcare Benefits Plan (the HCB Plan). This Plan provides healthcare benefits to retirees of the County who participate in the North Carolina Local Governmental Employees’ Retirement System (System) and have at least 15 years of creditable service with the County, with at least ten years being continuous and uninterrupted immediately prior to retirement. In addition to the 15 years of minimum service, the employee must qualify to receive an unreduced retirement benefit from the System. Also, the County's retirees can purchase coverage for their dependents at the County's group rates. The County Commissioners may amend the provisions.

As eligible retirees hired before July 1, 2015 go on Medicare at the age of 65, the County will only pay the Medicare supplement. This amount is a reduced amount from the normal health care plan covered by the County. This benefit is not offered to employees hired on or after July 1, 2015.

A separate report was not issued for the plan. No assets were accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement 75.

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

Retirees and dependents receiving benefits	214
Terminated plan members entitled to, but not yet receiving, benefits	-
Active plan members	<u>661</u>
Total	<u><u>875</u></u>

# WILSON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

**Funding Policy.** The County pays the full cost of coverage for the healthcare benefits paid to qualified retirees under a County resolution that can be amended by the County Commissioners. The County's members pay monthly for dependent coverage in accordance with the provisions of the insurance contracts. The County has chosen to fund the healthcare benefits on a pay-as-you-go basis.

**Summary of Significant Accounting Policies.** Post-employment expenditures are made from the General Fund, which is maintained on the modified accrual basis of accounting. No funds are set aside to pay benefits and administration costs. These expenditures are paid as they come due.

### **Total OPEB Liability**

The County's total OPEB liability of \$78,386,724 was measured as of June 30, 2021 and was determined by an actuarial valuation as of June 30, 2020.

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

Inflation	2.50 percent
Real wage growth	0.75 percent
Wage inflation	3.25 percent
Salary increases, including wage inflation	
General employees	3.25 to 8.41 percent
Firefighters	3.25 to 8.15 percent
Law enforcement officers	3.25 to 7.90 percent
Municipal Bond Index Rate	
Prior measurement date	2.21 percent
Measurement date	2.16 percent
Healthcare cost trends	
Pre-Medicare medical and prescription drug	7.00 percent for 2020 decreasing to an ultimate rate of 4.50% by 2030
Medicare medical and prescription drug	5.25 percent for 2020 decreasing to an ultimate rate of 4.50% by 2024

**WILSON COUNTY, NORTH CAROLINA**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2022**

**Changes in the Total OPEB Liability**

	<b>Total OPEB Liability</b>
<b>Balance at June 30, 2021</b>	<u>\$ 72,755,479</u>
<b>Changes for the year:</b>	
Service cost*	2,327,937
Interest	1,640,279
Differences between expected and actual experience	273,926
Changes of assumptions or other inputs	3,123,896
Net benefit payments	<u>(1,734,793)</u>
<b>Net changes</b>	<u>5,631,245</u>
<b>Balance at June 30, 2022</b>	<u><u>\$ 78,386,724</u></u>

\*The service cost includes interest for the year.

Changes in assumptions and other inputs reflect a change in the Municipal Bond Index from 2.21% to 2.16%.

The County selected a Municipal Bond Index Rate equal to the Bond Buyer 20-year General Obligation Bond Index published at the last Thursday of June by The Bond Buyer, and the Municipal Bond Index Rate as of the measurement date as the discount rate used to measure the TOL.

Mortality rates were based on the Pub-2010 mortality tables, with adjustments for LGERS experience and generational mortality improvements using Scale MP-2019.

The demographic actuarial assumptions for retirement, disability incidence, withdrawal, and salary increases used in the June 30, 2020 valuation were based on the results of an actuarial experience study for the period January 1, 2015 through December 31, 2019, adopted by the LGERS Board.

The remaining actuarial assumptions (e.g., initial per capita costs, health care cost trends, rate of plan participation, rates of plan election, etc.) used in the June 30, 2020 valuation were based on a review of recent plan experience performed concurrently with the June 30, 2020 valuation.

**WILSON COUNTY, NORTH CAROLINA**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2022**

*Sensitivity of the Total OPEB Liability to Changes in the Discount Rate.* The following presents the total OPEB liability of the County, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.16 percent) or 1-percentage-point higher (3.16 percent) than the current discount rate:

	<b>1% Decrease (1.16%)</b>	<b>Current Discount Rate (2.16%)</b>	<b>1% Increase (3.16%)</b>
Total OPEB liability	<u>\$ 95,472,428</u>	<u>\$ 78,386,724</u>	<u>\$ 65,295,774</u>

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

	<b>1% Decrease</b>	<b>Current</b>	<b>1% Increase</b>
Total OPEB liability	<u>\$ 63,762,783</u>	<u>\$ 78,386,724</u>	<u>\$ 97,877,859</u>

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

For the year ended June 30, 2022, the County recognized OPEB expense of \$4,926,122. At June 30, 2022, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$ 526,813	\$ 3,037,807
Changes of assumptions	14,830,231	3,623,562
Benefit payments and plan administrative expense made subsequent to the measurement date	<u>1,760,630</u>	<u>-</u>
Total	<u>\$ 17,117,674</u>	<u>\$ 6,661,369</u>

# WILSON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

\$1,760,630 reported as deferred outflows of resources related to OPEB resulting from benefit payments made and administrative expenses incurred subsequent to the measuring date will be recognized as a decrease of the total OPEB liability in the year ending June 30, 2023. Other amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<b>Year Ending</b>	
<b>June 30</b>	<b>Total</b>
2023	\$ 957,906
2024	957,906
2025	1,316,870
2026	2,205,503
2027	2,570,293
Thereafter	<u>687,197</u>
Total	<u>\$ 8,695,675</u>

### Other Employment Benefits

The County has elected to provide death benefits to employees through the Death Benefit Plan for members of the Local Governmental Employees' Retirement System (Death Benefit Plan), a multiple-employer, state-administered, cost-sharing plan funded on a one-year term cost basis. The beneficiaries of those employees who die in active service after one year of contributing membership in the System, or who die within 180 days after retirement or termination of service and have at least one year of contributing membership service in the system at 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 may not exceed \$50,000 or be less than \$25,000. Because all death benefit payments are made from the Death Benefit Plan and not by the County, the County does not determine the number of eligible participants. The County has no liability beyond the payment of monthly contributions. The contributions to the Death Benefit Plan cannot be separated between the post-employment benefit amount and the other benefit amount. Contributions are determined as a percentage of monthly payroll based upon rates established annually by the state.

Separate rates are set for employees not engaged in law enforcement and for law enforcement officers. The County considers these contributions to be immaterial.

### 3. Closure and Post-Closure Care Costs – Wilson County Solid Waste Facility

Federal and state 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 30 years after closure. The landfill stopped accepting solid waste on January 1, 1998.

# WILSON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

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 post-closure costs based on remaining capacity at June 30, 2022 are \$4,407,599.

The County has met the requirements of a local government financial test that is one option under federal and state laws and regulations that help determine if a unit is financially able to meet closure and post-closure 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 post-closure care costs. At June 30, 2022, those funds are held in investments with a cost and market value of \$5,321,826. 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 post-closure 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 Outflows and Inflows of Resources

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

	<b>Deferred Inflows</b>	
	<b>Balance Sheet</b>	<b>Statement of Net Position</b>
Prepaid taxes not yet earned	\$ 623,539	\$ 623,539
Taxes receivable, net (General Fund)	1,336,200	-
Taxes receivable, net (special revenue)	39,634	-
Leases (General)	32,351	32,351
Differences between expected and actual experience		
OPEB and ROD	-	3,039,125
Changes of assumptions		
LEOSSA and OPEB	-	3,767,489
Net difference between projected and actual earnings		
on pension plan investments ROD and LGERS	-	10,213,028
Changes in proportion and differences between		
County contributions and proportionate share of		
contributions LGERS and ROD	-	456,292
Total	<u>\$ 2,031,724</u>	<u>\$ 18,131,824</u>



# WILSON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

Deferred outflows of resources at year-end are comprised of the following:

	<b>Deferred Outflows</b>
Charge on refunding of debt	\$ 259,380
Differences between expected and actual experience LGERS, LEOSA, ROD, and OPEB	3,252,926
Changes of assumptions LGERS, LEOSA, ROD, and OPEB	20,065,363
Changes in proportion and differences between County contributions and proportionate share of contributions ROD	9,618
Benefit payments for the OPEB plan paid subsequent to the measurement date	1,760,630
Contributions to pension plan in current fiscal year (LGERS and ROD)	3,819,973
Benefit payments/administration costs paid subsequent to the measurement date (LEOSSA)	81,919
Total	<u>\$ 29,249,809</u>

### 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 \$200 million for any one occurrence, general, auto, professional, and employment practices liability coverage of \$2 million per occurrence, auto physical damage coverage for owned autos at actual cash value, crime coverage of \$250,000 per occurrence, and workers' compensation coverage up to the statutory limits. The pools are audited annually by certified public accountants, and the audited financial statements are available to the County upon request. Both of the pools are reinsured through multi-state public entity captive for single occurrence losses in excess of \$600,000 retention up to a \$2 million limit for liability coverage and \$1,750,000 of each loss in excess of \$250,000 per occurrence retention for property and auto physical damage. The County is self-funded for Workers' Compensation and contracts with Compensation Claims Solution to administer the claims through statutory limits. Safety National Casualty Corporation provides excess insurance for single occurrence losses in excess of \$600,000 for employees up to a limit of \$1 million per occurrence.

# WILSON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

The County carries flood insurance through the National Flood Insurance Plan (NFIP). Because 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 is eligible to purchase coverage of \$500,000 per structure through the NFIP. The County also is eligible to and has purchased commercial flood insurance of \$268,100 on one structure.

In accordance with G.S. 159-29, the County’s employees that have access to \$100 or more at any given time of the County’s funds are performance bonded through a commercial surety bond. The Director of Finance and the Tax Collector are each individually bonded for \$100,000 each. The remaining employees that have access to funds are bonded under a blanket bond for \$250,000.

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 operates a limited risk, self-insurance program to provide health benefits to County employees. Premiums are paid into the General Fund by all other funds (including amounts withheld from employees) and are available to pay claims and administrative costs of the program. The Interfund premiums are based upon actual estimates of the amounts needed to pay prior and current year claims. Administrative services are contracted with BCBSNC. Aggregate stop/loss is purchased in the amount of 125% of expected annual claims and losses above \$138,000 on any one claim.

Premiums are paid to the fund by the County for employees and by the employee for dependents. A total of \$8,158,558 in claims was incurred for benefits during the year ended June 30, 2022. The fund’s claims liability amounts were as follows:

	<u>June 30, 2022</u>
Unpaid claims, beginning of year	\$ 749,001
Incurred claims (including IBNRs)	8,158,558
Claim payments	<u>(6,231,539)</u>
Unpaid claims, end of year	<u>\$ 2,676,020</u>

The 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; injuries to employees and natural disasters. The ABC Board has commercial property, general liability, auto liability, workers' compensation, public officials, employment practices liability, and employee health coverage. The ABC 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.

# WILSON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

In accordance with G.S. 18B-700(i), each Board member and the employees designated as the General Manager and the Finance Officer are bonded in the amount of \$50,000 secured by a corporate surety. Also, in accordance with G.S. 18B-803(b), each store manager is bonded in the amount of \$50,000 secured by a corporate surety.

### 6. Contingent Liabilities

At June 30, 2022, 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 material adverse effect on the County's financial position.

### 7. Long-Term Obligations

#### Leases

The County has entered into agreements to lease certain equipment. The lease agreements qualify as other than short-term leases under GASB 87 and, therefore, have been recorded at the present value of the future minimum lease payments as of the date of their inception.

On January 24, 2018, the County entered into a 18-month lease as lessee for the use of copier machines. An initial lease liability was recorded in the amount of \$10,076. As of June 30, 2022, the value of the lease liability is \$3,720. Wilson County is required to make monthly fixed payments of \$532 and the lease has an interest rate of 0.5140%. The related right to use asset has a carrying value of \$3,633 as of June 30, 2022.

On October 1, 2019, the County entered into a 15-month lease as lessee for the use of laptop computers. An initial lease liability was recorded in the amount of \$56,705, which was paid in full as of June 30, 2022. The lease had an interest rate of 0.3870%. The related right to use asset has a carrying value of \$11,341 as of June 30, 2022.

On August 23, 2020, the County, NC entered into a 26-month lease as lessee for the use of telecommunications hardware. An initial lease liability was recorded in the amount of \$18,672. As of June 30, 2022, the value of the lease liability is \$10,397. The County is required to make monthly fixed payments of \$695 and the lease has an interest rate of 0.5140%. The related right to use asset has a carrying value of \$10,291 as of June 30, 2022.

**WILSON COUNTY, NORTH CAROLINA**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2022**

The annual requirements to amortize the lease liabilities outstanding as of June 30, 2022, including interest payments, are as follows:

<u>Year Ending June 30</u>	<u>Governmental Activities</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2023	\$ 12,032	\$ 40	\$ 12,072
2024	2,085	2	2,087
Total	<u>\$ 14,117</u>	<u>\$ 42</u>	<u>\$ 14,159</u>

**General Obligation Indebtedness**

All general obligation bonds serviced by the County’s General Fund are collateralized by the full-faith, credit, and taxing power of the County. Wilson County water districts issue 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 funds, are collateralized by the full-faith, credit, and taxing power of the districts. Principal and interest payments are appropriated when due. In the event of a default, the County agrees to pay the purchaser, on demand, interest on any and all amounts due and owing by the County under this agreement.

In November 2012, the Water districts (a blended component unit of the County) issued GO debt (30 year), the proceeds of which are used to refund existing USDA district debt. The original issue amount of the GO debt was \$9,190,000 with annual installments of \$190,000 to \$410,000; plus interest at 2 to 4.5 percent through June 1, 2042. The balance at June 30, 2016 was \$8,275,000. The County then issued limited obligation bonds in an amount sufficient enough to purchase all the Districts GO debt. Both the district and the County assign their rights to a third-party trustee that received the debt payments from the district and uses those funds to make the debt service payments on the LOBs.

The Water districts are responsible for accounting for the limited obligation bonds.

**Limited Obligations- Direct Placement - Water Funds:**

Serviced by the County's water districts:  
 \$9,190,000 2012 limited obligation water bonds;  
 due in annual installments of \$190,000 to \$410,000;  
 plus interest at 2.0% to 4.5% through June 1, 2042 \$ 6,940,000

**WILSON COUNTY, NORTH CAROLINA**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2022**

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

<b>Year Ending</b>	<b>Business-Type Activities</b>	
	<b>Principal</b>	<b>Interest</b>
<b>June 30</b>		
2023	\$ 255,000	\$ 255,513
2024	260,000	245,313
2025	275,000	234,913
2026	280,000	223,913
2027	295,000	212,713
2028-2032	1,620,000	909,944
2033-2037	1,920,000	587,625
2038-2042	<u>2,035,000</u>	<u>213,150</u>
Total	<u>\$ 6,940,000</u>	<u>\$ 2,883,084</u>

The County's outstanding notes from direct placement related to business-type activities limited obligation bonds in the amount of \$6,940,000 is secured by a deed of trust. The borrowing contains provisions that in the event of a default the bank may exercise any one of the following remedies:

- (a) Declare the unpaid portion of the principal and interest components of installment payments immediately due and payable without notice or demand to the County;
- (b) Proceed by appropriate court action to enforce performance by the County of the applicable covenants of this contract or to recover for the breach thereof;
- (c) Exercise or direct the trustee to exercise all the rights and remedies of a secured party or creditor under the Uniform Commercial Code of the state and the general laws of the state with respect to the enforcement of the security interest granted or reserved under this contract, including enforcing payment on the district bonds and/or selling such district bonds.

**WILSON COUNTY, NORTH CAROLINA**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2022**

**Notes Payable**

The County’s financing debt at June 30, 2022 is comprised of the following:

	<u>Balance</u> <u>June 30, 2022</u>
<b>Notes Payable- Direct Placement:</b>	
\$14,495,000 2016 financing agreement- advance refunding of 2007 Certificates of Participation semi-annual principal and interest payments beginning October 1, 2016 through April 1, 2028; interest rate of 2.16%	\$ 6,730,000
\$5,164,427 school improvements QZAB - June 13, 2017, due in annual fixed principal payments of \$16,629 first two years and \$394,705 thereafter, through June 2032; without interest	3,947,052
\$13,000,000 School Projects - August 29, 2021, semi-annual principal and interest payments beginning October 1, 2021 through October 1, 2036; interest rate of 1.96%	<u>13,000,000</u>
Total	<u>\$ 23,677,052</u>

The County’s outstanding notes from direct placement related to General Fund advance refunding in the amount of \$6,730,000 is secured by a Deed of Trust. The note contains provisions that in the event of default the bank may exercise any one of the following remedies:

- (a) Declare the interest rate on the installment payments to be the default rate (provided such rate shall be retroactive to the date of the event of default);
- (b) Declare the unpaid portion of the then outstanding principal components of the installment payments immediately due and payable, without notice or demand to the County;
- (c) Proceed by appropriate court action to enforce the performance by the County of the applicable covenants of the contract or to recover for any breach thereof;
- (d) Exercise or direct the Deed of Trust trustee to exercise all the rights and remedies of a secured party or creditor under the Uniform Commercial Code of the state and the general laws of the state with respect to the enforcement of the security interest granted or reserved hereunder and under the deed of trust including, without limitation, to the extent permitted by law, re-enter and take possession of the mortgaged property without any court order or other process of law and without liability for entering the premises and to sell, lease, sublease or make other disposition of the same in a commercially reasonable manner for the account of the County, and apply the proceeds of any such sale, lease, sublease, or other disposition, after deducting all costs and expenses, including court costs and attorneys’ fees, incurred with the recovery, repair, storage and other sale, lease, sublease or other disposition, toward the balance due under the contract and, thereafter to pay any remaining proceeds to the County;
- (e) Enforce its security interest or direct the Deed of Trust trustee to institute foreclosure proceedings under the Deed of Trust and sell the mortgaged property.

## **WILSON COUNTY, NORTH CAROLINA**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022**

The County's outstanding notes from direct placement related to General Fund school improvements in the amount of \$3,947,052 is secured by a deed of trust and security interest in the Forest Hills Middle School. The borrowing contains provisions that in the event of default the bank may exercise any one of the following remedies:

- (a) Declare the unpaid portion of the then outstanding principal components of the installment payments immediately due and payable, without notice or demand to the County;
- (b) Proceed by appropriate court action to enforce the performance by the County of the applicable covenants of the contract or to recover for any breach thereof;
- (c) Exercise of direct the deed of trust trustee to exercise all the rights and remedies of a secured party or creditor under the Uniform Commercial Code of the state and the general laws of the state with respect to the enforcement of the security interest granted or reserved hereunder and under the deed of trust including, without limitation, to the extent permitted by law, re-enter and take possession of the mortgaged property without any court order or other process of law and without liability for entering the premises and to sell, lease, sublease or make other disposition of the same in a commercially reasonable manner for the account of the County, and apply the proceeds of any such sale, lease, sublease or other disposition, after deducting all costs and expenses, including court costs and attorneys' fees, incurred with the recovery, repair, storage and other sale, lease, sublease or other disposition, toward the balance due under this contract and, thereafter, to pay any remaining proceeds to the County;
- (d) Enforce its security interest of direct the deed of trust trustee to institute foreclosure proceedings under the deed of trust and see the mortgaged property.

The County's outstanding notes from direct placement related to General Fund school projects including construction of a new WATT campus and improvements to Lee Woodard and Barnes Elementary schools in the amount of \$13,000,000 is secured by a deed of trust and security interest in the designated land at 4809 Ward Boulevard. The borrowing contains provisions that in the event of default the bank may exercise any one of the following remedies:

- (a) Declare all indebtedness to be immediately due and payable, without any presentment, notice or demand to the County;
- (b) Either in person or by agent, with or without bringing any action or proceeding, enter upon and take possession of the mortgaged property, or any part thereof, in its own name or the name of the trustee, and do any acts which it deems necessary or desirable to preserve the value, marketability or rentability of the mortgaged property, increase the income therefrom, or protect the security of, and with or without taking possession of the property sue for or otherwise collect issues past due and unpaid;

**WILSON COUNTY, NORTH CAROLINA**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2022**

- (c) Direct the deed of trust trustee to exercise all the rights and remedies of a secured party or creditor under the Uniform Commercial Code of the state and the general laws of the state with respect to the enforcement of the security interest granted or reserved hereunder and under the deed of trust including, without limitation, to the extent permitted by law, re-enter and take possession of the mortgaged property without any court order or other process of law and without liability for entering the premises and to sell, lease, sublease or make other disposition of the same in a commercially reasonable manner for the account of the County, and apply the proceeds of any such sale, lease, sublease or other disposition, after deducting all costs and expenses, including court costs and attorneys' fees, incurred with the recovery, repair, storage and other sale, lease, sublease or other disposition, toward the balance due under this contract and, thereafter, to pay any remaining proceeds to the County;
- (d) Commence an action to foreclose the deed of trust as a mortgage, appoint a receiver, specifically enforce any of the covenants, or cause the trustee to foreclose the deed of trust by power of sale.

	<b>Balance</b>
	<b><u>June 30, 2022</u></b>
<b>Notes Payable- Direct Borrowing - Water Funds:</b>	
Serviced by the Southwest Water District; 2009 DENR Drinking Water Revolving loan; \$576,724 due in annual installments of \$28,837; beginning 2009; plus interest at 2.10% through May 1, 2029	\$ 201,854
Serviced by the Southeast Water District; 2009 DENR Drinking Water Revolving loan; \$481,507 due in annual installments of \$24,076; beginning 2009; plus interest at 2.10% through May 1, 2029	<u>168,530</u>
Total	<u>\$ 370,384</u>

In 2009, the County was approved for a direct borrowing with a maximum loan amount of \$1,058,321 from the U.S. Department of Environment and Natural Resources. The loan bears interest at 2.10% per annum and calls for annual payments or principal beginning in 2009 through May 2029. The County agrees that any other monies due to the unit of local government from the state may be withheld by the state and applied to the payment of this obligation whenever the unit fails to pay any payment of principal or interest when this note is due.



## WILSON COUNTY, NORTH CAROLINA

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

The annual requirements to amortize notes payable outstanding as of June 30, 2022, including interest payments, are as follows:

Year Ending June 30	Governmental Activities		Business-Type Activities		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2023	\$ 2,461,705	\$ 391,671	\$ 52,911	\$ 7,778	\$ 2,514,616	\$ 399,449
2024	2,431,705	348,758	52,911	6,667	2,484,616	355,425
2025	2,396,705	306,493	52,911	5,556	2,449,616	312,049
2026	2,361,705	264,984	52,911	4,445	2,414,616	269,429
2027	2,336,705	224,231	52,911	3,333	2,389,616	227,564
2028-2032	7,358,527	659,435	105,829	3,333	7,464,356	662,768
2033-2037	4,330,000	212,170	-	-	4,330,000	212,170
Total	<u>\$ 23,677,052</u>	<u>\$ 2,407,742</u>	<u>\$ 370,384</u>	<u>\$ 31,112</u>	<u>\$ 24,047,436</u>	<u>\$ 2,438,854</u>

At June 30, 2022, the County had a legal debt margin of \$593,311,224.

#### 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, 2022:

	As restated July 1, 2021	Increases	Decreases	Balance June 30, 2022	Current Portion of Balance
<b>Governmental Activities:</b>					
Lease liabilities	\$ -	\$ 85,453	\$ 71,336	\$ 14,117	\$ 12,032
Notes payable - direct placement	13,068,592	13,000,000	2,391,540	23,677,052	2,461,705
Compensated absences	2,444,898	2,177,762	2,257,160	2,365,500	2,365,500
Net pension liability (LGERS)	16,197,339	-	9,212,572	6,984,767	-
Total pension liability (LEOSSA)	4,163,895	330,921	-	4,494,816	-
Total OPEB liability	<u>70,244,528</u>	<u>5,439,042</u>	<u>-</u>	<u>75,683,570</u>	<u>-</u>
Total governmental activities	<u>\$ 106,119,252</u>	<u>\$ 21,033,178</u>	<u>\$ 13,932,608</u>	<u>\$ 113,219,822</u>	<u>\$ 4,839,237</u>

# WILSON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

	<u>Balance</u> <u>July 1, 2021</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u> <u>June 30, 2022</u>	<u>Current</u> <u>Portion</u> <u>of Balance</u>
<b>Business-Type Activities:</b>					
<b>Southeast Water District:</b>					
Limited obligation bond -					
direct placement	\$ 2,535,000	\$ -	\$ 85,000	\$ 2,450,000	\$ 90,000
Notes payable - direct borrowing	192,606	-	24,075	168,531	24,075
Bond premium	103,724	-	4,862	98,862	4,862
Compensated absences	9,714	12,000	9,930	11,784	11,784
Net pension liability (LGERS)	56,430	-	36,357	20,073	-
Total OPEB liability	<u>238,031</u>	<u>19,159</u>	<u>-</u>	<u>257,190</u>	<u>-</u>
Total Southeast Water District	<u>3,135,505</u>	<u>31,159</u>	<u>160,224</u>	<u>3,006,440</u>	<u>130,721</u>
<b>Southwest Water District:</b>					
Limited obligation bond -					
direct placement	\$ 4,650,000	\$ -	\$ 160,000	\$ 4,490,000	\$ 165,000
Notes payable - direct borrowing	230,689	-	28,836	201,853	28,836
Bond premium	190,481	-	8,928	181,553	8,929
Compensated absences	9,714	12,000	9,930	11,784	11,784
Net pension liability (LGERS)	53,968	-	31,573	22,395	-
Total OPEB liability	<u>240,276</u>	<u>19,372</u>	<u>-</u>	<u>259,648</u>	<u>-</u>
Total Southwest Water District	<u>5,375,128</u>	<u>31,372</u>	<u>239,267</u>	<u>5,167,233</u>	<u>214,549</u>
<b>Solid Waste:</b>					
Accrued landfill closure					
and post-closure care costs	\$ 4,320,633	\$ 187,213	\$ 100,247	\$ 4,407,599	\$ 102,500
Compensated absences	46,252	42,544	41,016	47,780	47,780
Net pension liability (LGERS)	408,035	-	287,026	121,009	-
Total OPEB liability	<u>2,032,644</u>	<u>153,672</u>	<u>-</u>	<u>2,186,316</u>	<u>-</u>
Total solid waste	<u>6,807,564</u>	<u>383,429</u>	<u>428,289</u>	<u>6,762,704</u>	<u>150,280</u>
Total business-type activities	<u>\$ 15,318,197</u>	<u>\$ 445,960</u>	<u>\$ 827,780</u>	<u>\$ 14,936,377</u>	<u>\$ 495,550</u>
	<u>Balance</u> <u>July 1, 2021</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u> <u>June 30, 2022</u>	<u>Current</u> <u>Portion</u> <u>of Balance</u>
<b>Discretely Presented</b>					
<b>Component Unit:</b>					
<b>Long-Term Liabilities:</b>					
Compensated absences	\$ 51,268	\$ 1,471	\$ -	\$ 52,739	\$ -
Net pension liability (LGERS)	261,575	-	126,158	135,417	-
Total OPEB liability	<u>1,487,735</u>	<u>156,700</u>	<u>-</u>	<u>1,644,435</u>	<u>-</u>
Total long-term liabilities	<u>\$ 1,800,578</u>	<u>\$ 158,171</u>	<u>\$ 126,158</u>	<u>\$ 1,832,591</u>	<u>\$ -</u>

# WILSON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

Compensated absences and other post-employment liability 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.

### 8. Interfund Balances and Activity

Due to the General Fund from Community Grant Fund at June 30, 2022 of \$9,343 was for time lag related to when reimbursable expenditures were received.

Due to the General Fund from School Capital Projects Fund at June 30, 2022 of \$1,450,000 was for monies advanced to pay the expenditures incurred for school construction before bond issuance occurred.

Repayments for these balances will occur in the subsequent year.

Transfers to/from other funds for year ended June 30, 2022 consist of the following:

From the General Fund to the Capital Reserve Fund to set aside funds for future construction projects	\$ 350,000
From General Fund to Public Buildings Capital Project Fund for local contribution to projects	15,000
From the General Fund to the School Capital Project Fund for local contribution to school projects	2,123,176
From the General Fund to the School Capital Project Fund for annual appropriation	485,000
From the General Fund to the Economic Development Grant Fund for annual appropriation	704,512
From Capital Reserve Fund to the General Fund for capital cost of Miller Rd. residual buyout	250,000
From SRF - ARP Fund to the General Fund for current year expenditures allotted to grant - salaries	<u>7,944,443</u>
Total	<u>\$ 11,872,131</u>

# WILSON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

### 9. Net Investment in Capital Assets

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>
Capital assets	\$ 29,424,868	\$ 24,311,982
Long-term debt gross	23,691,169	7,590,799
Less: Long-term debt related to assets not owned by the County	(23,677,052)	-
Capital debt, net	14,117	7,590,799
Net investment in capital assets	\$ 29,410,751	\$ 16,721,183

Deferred charge on refunding of \$259,380 and unspent debt of \$8,953,854 are related to debt for assets not owned by the County and are excluded from the above calculation.

### III. 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 the 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 the City based on election by the Board. The bylaws of the Council state that the County and the City are to provide funding for the financial requirements and operations of the Council. In accordance with the joint venture agreement, the County contributed \$350,795 to the Council for the fiscal year ended June 30, 2022. 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, 2022. 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 Rocky Mount, City of Wilson, Edgecombe County, and Nash County, participates in a joint venture to operate the Rocky Mount/Wilson Airport Authority (Authority). Each of the entities appoints members of the seven-member Board of Commissioners of the Authority. The County appoints one of the seven Board members. The County has an ongoing financial responsibility for the Authority. The County contributed \$47,857 to the Authority's operating purposes during the year ended June 30, 2022. The participants in the joint venture have an equity interest in the Authority's real property; therefore, an equity interest of \$3,746,107 has been reported in the governmental activities in the County's basic financial statements at June 30, 2022. Complete financial statements for the Authority may be obtained from the Authority's administrative offices at 250 Airport Drive, Elm County, North Carolina 27822.

# WILSON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

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 non-voting 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 \$3,022,883 to the Community College for operating and capital purposes, respectively, during the fiscal year ended June 30, 2022. 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, 2022. 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.

### **Eastpointe**

Wilson County, in conjunction with Bladen, Columbus, Duplin, Edgecombe, Nash, Lenoir, Robeson, Sampson, Scotland, Wayne, and Greene counties, participate in a joint venture to operate Eastpointe, a Local Management Entity (LME) and Managed Care Organization (MCO) of Mental Health, Developmental Disabilities, and Substance Abuse Services. The area Board consists of up to twenty-seven (27) members, with the ability to increase its membership as needed. Each of the counties will have either two or three representatives based on population as published by the NC Department of Health and Human Services. Wilson County has two representatives on the Board. Each participant in the joint venture makes an annual appropriation to the joint venture, but the majority of its funding comes from other sources. During the fiscal year ended June 30, 2022, Wilson County contributed \$331,317 to Eastpointe. None of the participating governments have an equity interest in Eastpointe, so no equity interest has been reflected in the financial statements at June 30, 2022. Complete financial statements for Eastpointe may be obtained from Eastpointe's corporate office at 514 East Main Street, PO Box 369, Beulaville, North Carolina 28518.

## **IV. Jointly Governed Organizations**

### **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 \$37,501 to the Council during the fiscal year ended June 30, 2022.

# WILSON COUNTY, NORTH CAROLINA

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

### **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.

### **V. 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.

### **VI. Change in Accounting Principle/Restatement**

For the year ended June 30, 2022, the financial statements include the adoption of GASB Statement No. 87, *Leases*. The primary objective of this statement is to enhance the relevance and consistency of information about governments' leasing activities. This statement establishes a single model for lease accounting based on the principle that leases are financings of the right to use an underlying asset. Under this statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources.

As part of implementing the statement, the County restated beginning net position on Exhibit B by \$56,761 to account for the removal of capital lease assets and liabilities recorded under previous lease guidance. The previous debt balances and net book value of the capital lease assets were adjusted to zero.

## **REQUIRED SUPPLEMENTAL FINANCIAL DATA**

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

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Schedule of Changes in the Total OPEB Liability and Related Ratios – Last Five Fiscal Years

Local Governmental Employees' Retirement System County's Proportionate Share of Net Pension Liability (Asset) – Last Nine Fiscal Years

Local Governmental Employees' Retirement System County's Contributions – Last Nine Fiscal Years

Register of Deeds' Supplemental Pension Fund County's Proportionate Share of Net Pension Liability (Asset) – Last Nine Fiscal Years

Register of Deeds' Supplemental Pension Fund County's Contributions – Last Nine Fiscal Years

Law Enforcement Officers' Special Separation Allowance Schedule of Changes in Total Pension Liability – Last Six Fiscal Years

Law Enforcement Officers' Special Separation Allowance Schedule of Total Pension Liability as a Percentage of Covered-Employee Payroll – Last Six Fiscal Years

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## WILSON COUNTY, NORTH CAROLINA

**SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY  
AND RELATED RATIOS  
REQUIRED SUPPLEMENTARY INFORMATION  
LAST FIVE FISCAL YEARS**

	<b>Total OPEB Liability</b>				
	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>
Beginning balance	\$ 72,755,479	\$ 56,968,613	\$ 50,909,788	\$ 56,882,100	\$ 60,269,724
Service cost	2,327,937	1,709,899	1,523,584	1,972,998	2,269,163
Interest on TOL and cash flows	1,640,279	2,035,893	1,963,277	1,995,199	1,785,134
Differences between expected and actual experience	273,926	(620,896)	(353,713)	(5,070,636)	878,786
Changes of assumptions or other inputs	3,123,896	14,268,394	3,814,033	(3,180,724)	(6,380,406)
Benefit payments	(1,734,793)	(1,606,424)	(888,356)	(1,689,149)	(1,940,301)
Ending balance of the total OPEB liability	<u>\$ 78,386,724</u>	<u>\$ 72,755,479</u>	<u>\$ 56,968,613</u>	<u>\$ 50,909,788</u>	<u>\$ 56,882,100</u>
Covered-employee payroll	\$ 29,028,336	\$ 29,028,336	\$ 27,375,770	\$ 27,375,770	\$ 27,051,216
Total OPEB liability as a percentage of covered-employee payroll	270.04%	250.64%	208.10%	185.97%	210.28%

**Notes to Schedule:**

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

<b>Fiscal Year</b>	<b>Rate</b>
2022	2.16%
2021	2.21%
2020	3.50%
2019	3.89%
2018	3.56%

Wilson County has no assets accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement 75 to pay related benefits.

This schedule is intended to show information for ten years. Additional years' information will be displayed as it becomes available.

**WILSON COUNTY, NORTH CAROLINA**

**WILSON COUNTY'S PROPORTIONATE SHARE  
OF NET PENSION LIABILITY (ASSET)  
REQUIRED SUPPLEMENTARY INFORMATION  
LAST NINE FISCAL YEARS\***

	<b>Local Governmental Employees' Retirement System</b>				
	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>
County's proportion of the net pension liability (asset) (%)	0.46611%	0.46778%	0.47738%	0.49709%	0.51866%
County's proportion of the net pension liability (asset) (\$)	\$ 7,148,244	\$ 16,715,772	\$ 13,036,875	\$ 11,792,675	\$ 7,923,689
County's covered payroll	\$ 32,723,491	\$ 31,543,126	\$ 30,869,473	\$ 30,732,875	\$ 30,890,267
County's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	21.84%	52.99%	42.23%	38.37%	25.65%
Plan fiduciary net position as a percentage of the total pension liability**	95.51%	88.61%	90.86%	91.63%	94.18%

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

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

Note: This schedule is intended to show information for ten years. Additional years' information will be displayed as it becomes available.

**WILSON COUNTY, NORTH CAROLINA**

**WILSON COUNTY'S PROPORTIONATE SHARE  
OF NET PENSION LIABILITY (ASSET)  
REQUIRED SUPPLEMENTARY INFORMATION  
LAST NINE FISCAL YEARS\***

	<b>Local Governmental Employees' Retirement System</b>			
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
County's proportion of the net pension liability (asset) (%)	0.51955%	0.50807%	0.51274%	0.50750%
County's proportion of the net pension liability (asset) (\$)	\$ 11,026,592	\$ 2,280,188	\$ (3,023,866)	\$ 6,117,324
County's covered payroll	\$ 29,830,699	\$ 28,732,521	\$ 28,860,961	\$ 26,563,359
County's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	36.96%	7.94%	-10.48%	23.03%
Plan fiduciary net position as a percentage of the total pension liability**	91.47%	98.09%	102.64%	94.35%

**WILSON COUNTY, NORTH CAROLINA**

**WILSON COUNTY'S CONTRIBUTIONS  
REQUIRED SUPPLEMENTARY INFORMATION  
LAST NINE FISCAL YEARS**

<b>Local Governmental Employees' Retirement System</b>					
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Contractually required contribution	\$ 3,813,044	\$ 3,366,929	\$ 2,868,545	\$ 2,435,062	\$ 2,346,286
Contributions in relation to the contractually required contribution	<u>3,813,044</u>	<u>3,366,929</u>	<u>2,868,545</u>	<u>2,435,062</u>	<u>2,346,286</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
County's covered payroll	\$ 35,196,272	\$ 32,723,491	\$ 31,543,126	\$ 30,869,473	\$ 30,732,875
Contributions as a percentage of covered payroll	10.83%	10.29%	9.09%	7.89%	7.63%

Note: This schedule is intended to show information for ten years. Additional years' information will be displayed as it becomes available.

**WILSON COUNTY, NORTH CAROLINA**

**WILSON COUNTY'S CONTRIBUTIONS  
REQUIRED SUPPLEMENTARY INFORMATION  
LAST NINE FISCAL YEARS**

<b>Local Governmental Employees' Retirement System</b>				
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually required contribution	\$ 2,287,136	\$ 2,046,962	\$ 2,057,877	\$ 2,046,767
Contributions in relation to the contractually required contribution	<u>2,287,136</u>	<u>2,046,962</u>	<u>2,057,877</u>	<u>2,046,767</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
County's covered payroll	\$ 30,890,267	\$ 29,830,699	\$ 28,732,521	\$ 28,860,961
Contributions as a percentage of covered payroll	7.40%	6.86%	7.16%	7.09%

**WILSON COUNTY, NORTH CAROLINA**

**WILSON COUNTY'S PROPORTIONATE SHARE  
OF NET PENSION LIABILITY (ASSET)  
REQUIRED SUPPLEMENTARY INFORMATION  
LAST NINE FISCAL YEARS\***

	<b>Register of Deeds' Supplemental Pension Fund</b>				
	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>
County's proportion of the net pension liability (asset) (%)	0.56573%	0.62758%	0.42066%	0.44482%	0.45783%
County's proportion of the net pension liability (asset) (\$)	\$ (108,694)	\$ (143,829)	\$ (83,047)	\$ (73,676)	\$ (78,147)
County's covered payroll	\$ 83,243	\$ 83,150	\$ 80,834	\$ 80,834	\$ 80,834
County's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	-130.57%	-172.98%	-102.74%	-91.14%	-96.68%
Plan fiduciary net position as a percentage of the total pension liability**	156.53%	173.62%	164.11%	153.31%	153.77%

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

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

Note: This schedule is intended to show information for ten years. Additional years' information will be displayed as it becomes available.

**WILSON COUNTY, NORTH CAROLINA**

**WILSON COUNTY'S PROPORTIONATE SHARE  
OF NET PENSION LIABILITY (ASSET)  
REQUIRED SUPPLEMENTARY INFORMATION  
LAST NINE FISCAL YEARS\***

	<b>Register of Deeds' Supplemental Pension Fund</b>			
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
County's proportion of the net pension liability (asset) (%)	0.47649%	0.47707%	0.49006%	0.47400%
County's proportion of the net pension liability (asset) (\$)	\$ (89,085)	\$ (110,556)	\$ (110,078)	\$ (111,078)
County's covered payroll	\$ 80,834	\$ 80,773	\$ 79,202	\$ 70,926
County's proportionate share of the net pension liability as a percentage of its covered payroll	-110.21%	-136.87%	-46.58%	-39.30%
Plan fiduciary net position as a percentage of the total pension liability**	160.17%	197.29%	193.88%	190.50%

**WILSON COUNTY, NORTH CAROLINA**

**WILSON COUNTY'S CONTRIBUTIONS  
REQUIRED SUPPLEMENTARY INFORMATION  
LAST NINE FISCAL YEARS**

<b>Register of Deeds' Supplemental Pension Fund</b>					
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Contractually required contribution	\$ 6,929	\$ 6,790	\$ 5,162	\$ 3,544	\$ 3,807
Contributions in relation to the contractually required contribution	<u>6,929</u>	<u>6,790</u>	<u>5,162</u>	<u>3,544</u>	<u>3,807</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
County's covered payroll	\$ 84,195	\$ 83,243	\$ 83,150	\$ 80,834	\$ 80,834
Contributions as a percentage of covered payroll	8.23%	8.16%	6.21%	4.38%	4.71%

Note: This schedule is intended to show information for ten years. Additional years' information will be displayed as it becomes available.



**WILSON COUNTY, NORTH CAROLINA**

**WILSON COUNTY'S CONTRIBUTIONS  
REQUIRED SUPPLEMENTARY INFORMATION  
LAST NINE FISCAL YEARS**

<b>Register of Deeds' Supplemental Pension Fund</b>				
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually required contribution	\$ 3,978	\$ 3,892	\$ 3,818	\$ 4,001
Contributions in relation to the contractually required contribution	<u>3,978</u>	<u>3,892</u>	<u>3,818</u>	<u>4,001</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
County's covered payroll	\$ 80,834	\$ 80,834	\$ 80,773	\$ 79,202
Contributions as a percentage of covered payroll	4.92%	4.81%	4.73%	5.05%

## WILSON COUNTY, NORTH CAROLINA

**SCHEDULES OF CHANGES IN TOTAL PENSION LIABILITY**  
**LAW ENFORCEMENT OFFICERS' SPECIAL SEPARATION ALLOWANCE**  
**LAST SIX FISCAL YEARS**

	<b>Law Enforcement Officers' Special Separation Allowance</b>					
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Beginning balance	\$ 4,163,895	\$ 2,896,272	\$ 2,695,167	\$ 2,762,776	\$ 2,481,531	\$ 2,513,338
Service cost	234,357	144,623	117,711	124,355	105,919	118,624
Interest on the total pension liability	78,751	91,417	94,396	84,137	92,374	86,600
Differences between expected and actual experience in the measurement of the total pension liability	316,260	179,837	102,094	35,620	90,817	-
Changes of assumptions or other inputs	(131,370)	1,035,874	90,653	(111,299)	168,986	(61,889)
Benefit payments	<u>(167,077)</u>	<u>(184,128)</u>	<u>(203,749)</u>	<u>(200,422)</u>	<u>(176,851)</u>	<u>(175,142)</u>
Ending balance of the total pension liability	<u>\$ 4,494,816</u>	<u>\$ 4,163,895</u>	<u>\$ 2,896,272</u>	<u>\$ 2,695,167</u>	<u>\$ 2,762,776</u>	<u>\$ 2,481,531</u>

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

This schedule is intended to show information for ten years. Additional years' information will be displayed as it becomes available.

**WILSON COUNTY, NORTH CAROLINA****SCHEDULE OF TOTAL PENSION LIABILITY AS A PERCENTAGE OF COVERED-EMPLOYEE PAYROLL  
LAW ENFORCEMENT OFFICERS' SPECIAL SEPARATION ALLOWANCE  
LAST SIX FISCAL YEARS**

<b>Law Enforcement Officers' Special Separation Allowance</b>						
	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>
Total pension liability	\$ 4,494,816	\$ 4,163,895	\$ 2,896,272	\$ 2,695,167	\$ 2,762,776	\$ 2,481,531
Covered-employee payroll	4,734,670	4,313,413	3,904,382	3,859,405	3,811,844	4,028,341
Total pension liability as a percentage of covered-employee payroll	94.93%	96.53%	74.18%	69.83%	72.48%	61.60%

**Notes to the Schedule:**

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

This schedule is intended to show information for ten years.  
Additional years' information will be displayed as it becomes available.

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**COMBINING AND INDIVIDUAL FUND STATEMENTS  
AND SCHEDULES**

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# **Major Funds**

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## WILSON COUNTY, NORTH CAROLINA

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND  
BALANCES - GENERAL FUND - CONSOLIDATED  
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>General Fund</u>	<u>Revaluation Fund</u>	<u>Economic Development Fund</u>	<u>Eliminations</u>	<u>Total General Fund</u>
<b>Revenues:</b>					
Ad valorem taxes	\$ 57,673,864	\$ -	\$ -	\$ -	\$ 57,673,864
Local option sales tax	19,145,034	-	-	-	19,145,034
Other taxes and licenses	1,155,364	-	-	-	1,155,364
Unrestricted intergovernmental	323,854	-	-	-	323,854
Restricted intergovernmental	19,480,516	-	-	-	19,480,516
Permits and fees	2,294,485	-	-	-	2,294,485
Sales and services	8,635,725	-	-	-	8,635,725
Investment earnings	96,301	1,232	-	-	97,533
Miscellaneous	476,232	-	-	-	476,232
Total revenues	<u>109,281,375</u>	<u>1,232</u>	<u>-</u>	<u>-</u>	<u>109,282,607</u>
<b>Expenditures:</b>					
Current:					
General government	11,311,762	-	-	-	11,311,762
Public safety	23,021,647	-	-	-	23,021,647
Transportation	47,857	-	-	-	47,857
Environmental protection	245,992	-	-	-	245,992
Economic and physical development	1,531,869	-	2,617,936	-	4,149,805
Human services	32,913,796	-	-	-	32,913,796
Cultural and recreation	2,217,371	-	-	-	2,217,371
Intergovernmental:					
Education	28,578,671	-	-	-	28,578,671
Debt service:					
Principal retirement	2,462,876	-	-	-	2,462,876
Interest and other charges	379,341	-	-	-	379,341
Total expenditures	<u>102,711,182</u>	<u>-</u>	<u>2,617,936</u>	<u>-</u>	<u>105,329,118</u>
Revenues over (under) expenditures	<u>6,570,193</u>	<u>1,232</u>	<u>(2,617,936)</u>	<u>-</u>	<u>3,953,489</u>
<b>Other Financing Sources (Uses):</b>					
Transfers to other funds	(6,653,688)	-	-	2,976,000	(3,677,688)
Transfers from other funds	8,194,443	135,000	2,841,000	(2,976,000)	8,194,443
Sale of capital assets	255,667	-	-	-	255,667
Total other financing sources (uses)	<u>1,796,422</u>	<u>135,000</u>	<u>2,841,000</u>	<u>-</u>	<u>4,772,422</u>
Net change in fund balances	8,366,615	136,232	223,064	-	8,725,911
<b>Fund Balances:</b>					
Beginning of year, July 1	<u>53,962,120</u>	<u>721,678</u>	<u>601,339</u>	<u>-</u>	<u>55,285,137</u>
End of year, June 30	<u>\$ 62,328,735</u>	<u>\$ 857,910</u>	<u>\$ 824,403</u>	<u>\$ -</u>	<u>\$ 64,011,048</u>

**WILSON COUNTY, NORTH CAROLINA**

**GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
<b>Revenues:</b>			
<b>Ad Valorem Taxes:</b>			
Taxes	\$ 54,100,000	\$ 57,260,083	\$ 3,160,083
Interest	320,000	413,781	93,781
Total	<u>54,420,000</u>	<u>57,673,864</u>	<u>3,253,864</u>
<b>Local Option Sales Taxes</b>	<u>13,575,000</u>	<u>19,145,034</u>	<u>5,570,034</u>
<b>Other Taxes and Licenses:</b>			
Franchise tax	65,000	58,154	(6,846)
Rental vehicle sales tax	50,000	71,931	21,931
Beer and wine tax	121,500	107,188	(14,312)
Excise tax	<u>600,000</u>	<u>918,091</u>	<u>318,091</u>
Total	<u>836,500</u>	<u>1,155,364</u>	<u>318,864</u>
<b>Unrestricted Intergovernmental:</b>			
Housing Authority	9,000	5,104	(3,896)
Wilson County ABC Board:			
Profit distribution	<u>270,000</u>	<u>318,750</u>	<u>48,750</u>
Total	<u>279,000</u>	<u>323,854</u>	<u>44,854</u>
<b>Restricted Intergovernmental:</b>			
General Fund	1,313,725	1,378,007	64,282
Library	304,860	201,967	(102,893)
Health services	3,487,214	2,614,139	(873,075)
Social services	15,327,347	15,204,010	(123,337)
Court facility fees	<u>100,000</u>	<u>82,393</u>	<u>(17,607)</u>
Total	<u>20,533,146</u>	<u>19,480,516</u>	<u>(1,052,630)</u>
<b>Permits and Fees:</b>			
Building permits and inspection fees	200,000	297,050	97,050
Register of Deeds	354,000	445,412	91,412
Public safety	536,000	503,229	(32,771)
Health services	<u>966,345</u>	<u>1,048,794</u>	<u>82,449</u>
Total	<u>2,056,345</u>	<u>2,294,485</u>	<u>238,140</u>

## WILSON COUNTY, NORTH CAROLINA

**GENERAL FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
<b>Sales and Services:</b>			
Jail fees and sheriff fees	1,386,504	1,171,710	(214,794)
Rents, concessions, and fees	1,825,210	2,641,098	815,888
Ambulance service fees	2,700,000	3,086,133	386,133
Communication center	<u>1,300,000</u>	<u>1,736,784</u>	<u>436,784</u>
Total	<u>7,211,714</u>	<u>8,635,725</u>	<u>1,424,011</u>
<b>Investment Earnings</b>	<u>100,000</u>	<u>96,301</u>	<u>(3,699)</u>
<b>Miscellaneous:</b>			
Other	<u>499,952</u>	<u>476,232</u>	<u>(23,720)</u>
Total revenues	<u>99,511,657</u>	<u>109,281,375</u>	<u>9,769,718</u>
<b>Expenditures:</b>			
<b>General Government:</b>			
<b>Board of Commissioners:</b>			
Salaries and employee benefits	61,369	61,361	8
Other operating expenditures	65,428	60,100	5,328
Total	<u>126,797</u>	<u>121,461</u>	<u>5,336</u>
<b>Administration:</b>			
Salaries and employee benefits	530,580	529,225	1,355
Other operating expenditures	42,317	38,874	3,443
Total	<u>572,897</u>	<u>568,099</u>	<u>4,798</u>
<b>Human Resources:</b>			
Salaries and employee benefits	264,812	264,686	126
Other operating expenditures	86,410	70,600	15,810
Total	<u>351,222</u>	<u>335,286</u>	<u>15,936</u>
<b>Board of Elections:</b>			
Salaries and employee benefits	313,075	285,577	27,498
Other operating expenditures	178,025	104,653	73,372
Capital outlay	<u>76,000</u>	<u>-</u>	<u>76,000</u>
Total	<u>567,100</u>	<u>390,230</u>	<u>176,870</u>

**WILSON COUNTY, NORTH CAROLINA**

**GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
<b>Finance:</b>			
Salaries and employee benefits	648,334	644,099	4,235
Other operating expenditures	38,548	23,006	15,542
Total	<u>686,882</u>	<u>667,105</u>	<u>19,777</u>
<b>Office of Tax Supervisor:</b>			
Salaries and employee benefits	1,149,829	1,025,201	124,628
Other operating expenditures	401,525	287,636	113,889
Data processing charges	376,200	308,325	67,875
Total	<u>1,927,554</u>	<u>1,621,162</u>	<u>306,392</u>
<b>Technology Services:</b>			
Salaries and employee benefits	765,901	748,027	17,874
Other operating expenditures	146,539	135,632	10,907
Data processing charges	418,055	290,165	127,890
Capital outlay	292,038	-	292,038
Total	<u>1,622,533</u>	<u>1,173,824</u>	<u>448,709</u>
<b>Register of Deeds:</b>			
Salaries and employee benefits	404,750	403,748	1,002
Other operating expenditures	59,968	50,541	9,427
Total	<u>464,718</u>	<u>454,289</u>	<u>10,429</u>
<b>Public Buildings:</b>			
Other operating expenditures	1,405,105	1,298,153	106,952
Capital outlay	1,528,569	968,872	559,697
Total	<u>2,933,674</u>	<u>2,267,025</u>	<u>666,649</u>
<b>Maintenance Administration:</b>			
Salaries and employee benefits	768,186	717,238	50,948
Other operating expenditures	113,782	105,420	8,362
Capital outlay	62,161	59,536	2,625
Total	<u>944,129</u>	<u>882,194</u>	<u>61,935</u>
<b>Court Facilities:</b>			
Other operating expenditures	138,786	124,028	14,758
Capital outlay	97,009	88,218	8,791
Total	<u>235,795</u>	<u>213,294</u>	<u>22,501</u>

WILSON COUNTY, NORTH CAROLINA

GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2022

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
<b>Central Service:</b>			
Other operating expenditures	2,759,674	2,498,401	261,273
<b>Other:</b>			
Other area projects	120,272	119,392	880
Total general government	<u>13,313,247</u>	<u>11,311,762</u>	<u>2,001,485</u>
<b>Public Safety:</b>			
<b>Sheriff:</b>			
Salaries and employee benefits	7,405,860	6,209,185	1,196,675
Other operating expenditures	1,877,646	1,693,541	184,105
Capital outlay	756,845	621,378	135,467
Total	<u>10,040,351</u>	<u>8,524,104</u>	<u>1,516,247</u>
<b>Jail:</b>			
Salaries and employee benefits	3,269,093	2,314,510	954,583
Other operating expenditures	1,626,972	1,532,308	94,664
Capital outlay	283,424	270,951	12,473
Total	<u>5,179,489</u>	<u>4,117,769</u>	<u>1,061,720</u>
<b>Animal Control:</b>			
Salaries and employee benefits	618,285	615,073	3,212
Other operating expenditures	121,971	89,727	32,244
Capital outlay	198,570	-	198,570
Total	<u>938,826</u>	<u>704,800</u>	<u>234,026</u>
<b>Emergency Communications:</b>			
Salaries and employee benefits	2,935,045	2,642,560	292,485
Other operating expenditures	360,531	272,308	88,223
Capital outlay	62,935	53,253	9,682
Total	<u>3,358,511</u>	<u>2,968,121</u>	<u>390,390</u>
<b>Emergency Management:</b>			
Salaries and employee benefits	202,510	202,227	283
Other operating expenditures	103,526	69,667	33,859
Capital outlay	8,600	8,600	-
Total	<u>314,636</u>	<u>280,494</u>	<u>34,142</u>

**WILSON COUNTY, NORTH CAROLINA**

**GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
<b>Emergency Medical Services:</b>			
Salaries and employee benefits	5,787,470	5,170,633	616,837
Other operating expenditures	944,276	937,807	6,469
Capital outlay	465,366	317,919	147,447
Total	<u>7,197,112</u>	<u>6,426,359</u>	<u>770,753</u>
 Total public safety	 <u>27,028,925</u>	 <u>23,021,647</u>	 <u>4,007,278</u>
<b>Transportation:</b>			
Rocky Mount/Wilson Airport	<u>47,857</u>	<u>47,857</u>	<u>-</u>
<b>Environmental Protection:</b>			
<b>Forestry Program:</b>			
Other operating expenditures	<u>111,574</u>	<u>97,085</u>	<u>14,489</u>
<b>Soil Conservation:</b>			
Salaries and employee benefits	141,141	140,317	824
Other operating expenditures	<u>19,043</u>	<u>8,590</u>	<u>10,453</u>
Total	<u>160,184</u>	<u>148,907</u>	<u>11,277</u>
 Total environmental protection	 <u>271,758</u>	 <u>245,992</u>	 <u>25,766</u>
<b>Economic and Physical Development:</b>			
<b>Agricultural Extension and 4-H:</b>			
Salaries and employee benefits	509,419	424,144	85,275
Other operating expenditures	52,338	48,419	3,919
Capital outlay	<u>26,415</u>	<u>25,002</u>	<u>1,413</u>
Total	<u>588,172</u>	<u>497,565</u>	<u>90,607</u>
<b>Planning and Zoning:</b>			
Salaries and employee benefits	597,904	574,862	23,042
Other operating expenditures	63,341	61,558	1,783
Capital outlay	<u>27,089</u>	<u>27,089</u>	<u>-</u>
Total	<u>688,334</u>	<u>663,509</u>	<u>24,825</u>
<b>Other:</b>			
Other projects	<u>370,795</u>	<u>370,795</u>	<u>-</u>
 Total economic and physical development	 <u>1,647,301</u>	 <u>1,531,869</u>	 <u>115,432</u>

**WILSON COUNTY, NORTH CAROLINA**

**GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
<b>Human Services:</b>			
<b>Diversified Opportunities:</b>	29,250	29,250	-
<b>Senior Center:</b>			
Salaries and employee benefits	193,889	193,344	545
Other operating expenditures	37,511	24,779	12,732
Total	<u>231,400</u>	<u>218,123</u>	<u>13,277</u>
<b>Home and Community Care Block Grant:</b>			
Operating expenses	462,236	434,647	27,589
<b>Health:</b>			
<b>Administration:</b>			
Salaries and employee benefits	140,337	49,381	90,956
Other operating expenditures	408,974	371,208	37,766
Capital outlay	682,195	170,757	511,438
Total	<u>1,231,506</u>	<u>591,346</u>	<u>640,160</u>
<b>Health Promotion:</b>			
Salaries and employee benefits	16,517	16,313	204
Other operating expenditures	47,713	20,109	27,604
Total	<u>64,230</u>	<u>36,422</u>	<u>27,808</u>
<b>Tuberculosis Control:</b>			
Salaries and employee benefits	114,841	66,703	48,138
Other operating expenditures	21,220	19,015	2,205
Total	<u>136,061</u>	<u>85,718</u>	<u>50,343</u>
<b>Family Planning:</b>			
Salaries and employee benefits	749,480	682,896	66,584
Other operating expenditures	131,800	92,792	39,008
Total	<u>881,280</u>	<u>775,688</u>	<u>105,592</u>
<b>Maternal Health:</b>			
Salaries and employee benefits	707,318	706,388	930
Other operating expenditures	115,273	97,298	17,975
Total	<u>822,591</u>	<u>803,686</u>	<u>18,905</u>

**WILSON COUNTY, NORTH CAROLINA**

**GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
<b>Environmental Health:</b>			
Salaries and employee benefits	897,403	807,208	90,195
Other operating expenditures	86,003	69,006	16,997
Capital outlay	11,014	11,013	1
Total	<u>994,420</u>	<u>887,227</u>	<u>107,193</u>
<b>Immunization:</b>			
Salaries and employee benefits	378,676	233,971	144,705
Other operating expenditures	228,103	95,895	132,208
Capital outlay	8,000	-	8,000
Total	<u>614,779</u>	<u>329,866</u>	<u>284,913</u>
<b>Communicable Diseases:</b>			
Salaries and employee benefits	786,161	429,369	356,792
Other operating expenditures	246,684	205,321	41,363
Capital outlay	26,422	17,302	9,120
Total	<u>1,059,267</u>	<u>651,992</u>	<u>407,275</u>
<b>Comprehensive Breast Cancer Prevention:</b>			
Salaries and employee benefits	25,922	17,299	8,623
Other operating expenditures	44,494	16,071	28,423
Total	<u>70,416</u>	<u>33,370</u>	<u>37,046</u>
<b>Child Health:</b>			
Salaries and employee benefits	558,516	469,266	89,250
Other operating expenditures	36,850	14,855	21,995
Total	<u>595,366</u>	<u>484,121</u>	<u>111,245</u>
<b>Child Service Coordinator:</b>			
Salaries and employee benefits	234,040	234,030	10
Other operating expenditures	5,414	4,409	1,005
Total	<u>239,454</u>	<u>238,439</u>	<u>1,015</u>
<b>WIC Clinic Administration:</b>			
Salaries and employee benefits	52,797	52,674	123
Other operating expenditures	2,400	1,268	1,132
Total	<u>55,197</u>	<u>53,942</u>	<u>1,255</u>



WILSON COUNTY, NORTH CAROLINA

GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2022

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
<b>WIC Nutrition Education:</b>			
Salaries and employee benefits	99,232	98,974	258
Other operating expenditures	1,162	950	212
Total	<u>100,394</u>	<u>99,924</u>	<u>470</u>
<b>AIDS Control:</b>			
Salaries and employee benefits	10,829	10,188	641
Other operating expenditures	1,671	623	1,048
Total	<u>12,500</u>	<u>10,811</u>	<u>1,689</u>
<b>Bioterrorism:</b>			
Salaries and employee benefits	31,483	31,448	35
Other operating expenditures	3,162	1,001	2,161
Total	<u>34,645</u>	<u>32,449</u>	<u>2,196</u>
<b>WIC Client Services:</b>			
Salaries and employee benefits	477,935	395,680	82,255
Other operating expenditures	23,600	11,191	12,409
Capital outlay	147,929	147,929	-
Total	<u>649,464</u>	<u>554,800</u>	<u>94,664</u>
<b>School Based Health Center:</b>			
Salaries and employee benefits	601,670	440,694	160,976
Other operating expenditures	419,134	289,556	129,578
Total	<u>1,020,804</u>	<u>730,250</u>	<u>290,554</u>
<b>Mental Health:</b>			
Other operating expenditures	331,317	331,317	-
<b>Maternal Child Care:</b>			
Salaries and employee benefits	273,429	219,577	53,852
Other operating expenditures	7,158	6,070	1,088
Total	<u>280,587</u>	<u>225,647</u>	<u>54,940</u>
<b>Dental Program:</b>			
Salaries and employee benefits	293,541	207,116	86,425
Other operating expenditures	93,600	29,780	63,820
Total	<u>387,141</u>	<u>236,896</u>	<u>150,245</u>

**WILSON COUNTY, NORTH CAROLINA**

**GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
<b>WIC Breastfeeding:</b>			
Salaries and employee benefits	105,359	77,367	27,992
Other operating expenditures	2,000	1,793	207
Total	<u>107,359</u>	<u>79,160</u>	<u>28,199</u>
<b>Adult Health:</b>			
Salaries and employee benefits	524,983	498,580	26,403
Other operating expenditures	62,300	38,314	23,986
Total	<u>587,283</u>	<u>536,894</u>	<u>50,389</u>
Total health	<u>10,276,061</u>	<u>7,809,965</u>	<u>2,466,096</u>
<b>Social Services:</b>			
<b>Administration:</b>			
Salaries and employee benefits	16,449,817	15,233,325	1,216,492
Other operating expenditures	4,238,234	2,849,832	1,388,402
Capital outlay	501,484	192,979	308,505
Total	<u>21,189,535</u>	<u>18,276,136</u>	<u>2,913,399</u>
<b>4D Child Support:</b>			
Salaries and employee benefits	1,202,031	1,131,573	70,458
Other operating expenditures	529,634	228,149	301,485
Total	<u>1,731,665</u>	<u>1,359,722</u>	<u>371,943</u>
<b>Income Maintenance Programs:</b>			
AFDC fostercare	467,082	233,077	234,005
Special assistance - adults	993,048	482,034	511,014
Medicaid - County participation	300,000	110,639	189,361
Total	<u>1,760,130</u>	<u>825,750</u>	<u>934,380</u>
<b>Other Services:</b>			
Other operating expenditures	4,242,854	3,455,820	787,034
<b>Eat Smart Move More:</b>			
Other operating expenditures	53,409	51,799	1,610
<b>Community Response Program:</b>			
Salaries and employee benefits	75,621	75,565	56
Other operating expenditures	25,999	3,931	22,068
Total	<u>101,620</u>	<u>79,496</u>	<u>22,124</u>

**WILSON COUNTY, NORTH CAROLINA**

**GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
<b>Every Teen Counts:</b>			
Other operating expenditures	16,821	-	16,821
<b>Partner for Healthy Baby:</b>			
Salaries and employee benefits	69,155	69,147	8
Other operating expenditures	10,125	7,999	2,126
Total	<u>79,280</u>	<u>77,146</u>	<u>2,134</u>
<b>Strengthening Families Grant:</b>			
Other operating expenditures	65,558	39,477	26,081
<b>RAPP Grant:</b>			
Other operating expenditures	9,315	4,348	4,967
<b>Opioid Response Grants:</b>			
Other operating expenditures	88,885	86,536	2,349
<b>FNS Employment &amp; Training Grant:</b>			
Other operating expenditures	184,233	79,524	104,709
<b>Pregnancy Prevention:</b>			
Other operating expenditures	20,000	19,773	227
Total social services	<u>29,543,305</u>	<u>24,355,527</u>	<u>5,187,778</u>
<b>Veterans Affairs:</b>			
Salaries and employee benefits	64,936	64,390	546
Other operating expenditures	1,900	1,894	6
Total	<u>66,836</u>	<u>66,284</u>	<u>552</u>
Total human services	<u>40,609,088</u>	<u>32,913,796</u>	<u>7,695,292</u>
<b>Cultural and Recreation:</b>			
<b>Recreation:</b>			
Other operating expenditures	110,625	88,500	22,125
<b>Libraries:</b>			
Salaries and employee benefits	1,636,612	1,571,068	65,544
Other operating expenditures	544,178	495,959	48,219
Capital outlay	237,485	61,844	175,641
Total	<u>2,418,275</u>	<u>2,128,871</u>	<u>289,404</u>

WILSON COUNTY, NORTH CAROLINA

GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2022

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
Total cultural and recreation	2,528,900	2,217,371	311,529
<b>Education:</b>			
Public schools - current	23,135,788	23,135,788	-
Public schools - capital outlay	1,000,000	1,000,000	-
Community colleges - current	2,606,883	2,606,883	-
Community colleges - capital outlay	1,836,000	1,836,000	-
Total education	<u>28,578,671</u>	<u>28,578,671</u>	<u>-</u>
<b>Debt Service:</b>			
Principal retirement	2,462,878	2,462,876	2
Interest and other charges	379,341	379,341	-
Total debt service	<u>2,842,219</u>	<u>2,842,217</u>	<u>2</u>
Total expenditures	<u>116,867,966</u>	<u>102,711,182</u>	<u>14,156,784</u>
Revenues over (under) expenditures	<u>(17,356,309)</u>	<u>6,570,193</u>	<u>23,926,502</u>
<b>Other Financing Sources (Uses):</b>			
Transfers to other funds:			
Revaluation Fund	(135,000)	(135,000)	-
Economic Development Fund	(2,841,000)	(2,841,000)	-
Capital Reserve Fund	(1,138,358)	(350,000)	788,358
Public Buildings Fund	(15,000)	(15,000)	-
School Capital Projects Fund	(2,608,176)	(2,608,176)	-
Economic Development Grant Fund	(704,512)	(704,512)	-
Transfers from other funds:			
Capital Reserve Fund	250,000	250,000	-
Special Revenue Fund - American Rescue Plan Fund	7,944,444	7,944,443	(1)
Sale of capital assets	202,470	255,667	53,197
Fund balance appropriated	16,401,441	-	(16,401,441)
Total other financing sources (uses)	<u>17,356,309</u>	<u>1,796,422</u>	<u>(15,559,887)</u>
Net change in fund balance	<u>\$ -</u>	<u>8,366,615</u>	<u>\$ 8,366,615</u>
<b>Fund Balance:</b>			
Beginning of year, July 1		<u>53,962,120</u>	
End of year, June 30		<u>\$ 62,328,735</u>	

## WILSON COUNTY, NORTH CAROLINA

**LEGALLY BUDGETED TAX REVALUATION AND ECONOMIC DEVELOPMENT FUNDS  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND  
 CHANGES IN FUND BALANCES  
 FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Revaluation Fund</u>	<u>Economic Development</u>	<u>Total Combined Funds</u>
<b>Revenues:</b>			
Investment earnings	\$ 1,232	\$ -	\$ 1,232
<b>Expenditures:</b>			
Current:			
Economic development:			
Economic incentives	-	2,617,936	2,617,936
Revenues over (under) expenditures	1,232	(2,617,936)	(2,616,704)
<b>Other Financing Sources (Uses):</b>			
Transfer in:			
General Fund	135,000	2,841,000	2,976,000
Net change in fund balances	136,232	223,064	359,296
<b>Fund Balances:</b>			
Beginning of year, July 1	721,678	601,339	1,323,017
End of year, June 30	<u>\$ 857,910</u>	<u>\$ 824,403</u>	<u>\$ 1,682,313</u>

## WILSON COUNTY, NORTH CAROLINA

REVALUATION FUND  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCE - BUDGET AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2022

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
<b>Revenues:</b>			
Investment earnings	\$ -	\$ 1,232	\$ 1,232
<b>Expenditures:</b>			
Current:			
General government:			
Tax listing	<u>135,000</u>	<u>-</u>	<u>135,000</u>
Revenues over (under) expenditures	(135,000)	1,232	136,232
<b>Other Financing Sources (Uses):</b>			
Transfer in:			
General Fund	<u>135,000</u>	<u>135,000</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	136,232	<u>\$ 136,232</u>
<b>Fund Balance:</b>			
Beginning of year, July 1		<u>721,678</u>	
End of year, June 30		<u>\$ 857,910</u>	

**WILSON COUNTY, NORTH CAROLINA**

**ECONOMIC DEVELOPMENT FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
<b>Expenditures:</b>			
Current:			
Economic and physical development:			
Economic incentives	\$ 2,841,000	\$ 2,617,936	\$ 223,064
<b>Other Financing Sources (Uses):</b>			
Transfer in:			
General Fund	<u>2,841,000</u>	<u>2,841,000</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	223,064	<u>\$ 223,064</u>
<b>Fund Balance:</b>			
Beginning of year, July 1		<u>601,339</u>	
End of year, June 30		<u>\$ 824,403</u>	

## WILSON COUNTY, NORTH CAROLINA

**SCHOOL CAPITAL PROJECTS FUND - MAJOR CAPITAL PROJECT FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
<b>Revenues:</b>			
Restricted intergovernmental	\$ 9,897,498	\$ 9,897,498	\$ -
Investment earnings	1,200	1,125	(75)
Total revenues	<u>9,898,698</u>	<u>9,898,623</u>	<u>(75)</u>
<b>Expenditures:</b>			
WAAT program	22,287,732	13,289,844	8,997,888
Lee Woodard Elementary School	1,246,220	218,200	1,028,020
Barnes Elementary School	1,452,594	316,831	1,135,763
Highschool projects	3,447,680	1,149,998	2,297,682
Total expenditures	<u>28,434,226</u>	<u>14,974,873</u>	<u>13,459,353</u>
Revenues over (under) expenditures	<u>(18,535,528)</u>	<u>(5,076,250)</u>	<u>13,459,278</u>
<b>Other Financing Sources (Uses):</b>			
Issuance of debt	13,000,000	13,000,000	-
Transfer in	5,535,528	2,608,176	(2,927,352)
Total other financing sources (uses)	<u>18,535,528</u>	<u>15,608,176</u>	<u>(2,927,352)</u>
Net change in fund balance	<u>\$ -</u>	10,531,926	<u>\$ 10,531,926</u>
<b>Fund Balance:</b>			
Beginning of year, July 1		<u>1,845,312</u>	
End of year, June 30		<u>\$ 12,377,238</u>	



## WILSON COUNTY, NORTH CAROLINA

AMERICAN RESCUE PLAN FUND - MAJOR SPECIAL REVENUE FUND  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCE - BUDGET AND ACTUAL  
 FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2022

	<u>Project Authorization</u>	<u>Actual</u>		<u>Total to Date</u>	<u>Variance Over/Under</u>
		<u>Prior Years</u>	<u>Current Year</u>		
<b>Revenues:</b>					
ARPA Funds	\$ 7,944,443	\$ -	\$ 7,944,443	\$ 7,944,443	\$ -
<b>Other Financing Sources (Uses):</b>					
Transfers out	(7,944,443)	-	(7,944,443)	(7,944,443)	-
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	<u>\$ -</u>
<b>Fund Balance:</b>					
Beginning of year, July 1			-		
End of year, June 30			<u>\$ -</u>		

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# **Nonmajor Governmental Funds**

WILSON COUNTY, NORTH CAROLINA

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2022

	Special Revenue Funds						
	Fire District Fund	Emergency Telephone System Fund	Transportation Fund	Economic Development Grant Fund	Representative Payee Fund	Fines and Forfeitures Fund	Deed of Trust Fund
<b>Assets:</b>							
Cash and cash equivalents	\$ 679,186	\$ 592,277	\$ 250,313	\$ 924,793	\$ 7,588	\$ -	\$ 5,940
Restricted cash and cash equivalents	-	-	-	-	-	-	-
Taxes receivable, net	39,634	-	-	-	-	-	-
Due from other governments	23,465	22,348	18,060	-	-	26,695	223
Notes receivable	-	-	-	1,915,000	-	-	-
Total assets	<u>\$ 742,285</u>	<u>\$ 614,625</u>	<u>\$ 268,373</u>	<u>\$ 2,839,793</u>	<u>\$ 7,588</u>	<u>\$ 26,695</u>	<u>\$ 6,163</u>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances:</b>							
<b>Liabilities:</b>							
Accounts payable and accrued liabilities	\$ -	\$ 863	\$ 49,702	\$ -	\$ -	\$ -	\$ 6,163
Due to other funds	-	-	-	-	-	-	-
Due to other governments	701,719	-	-	-	-	-	-
Total liabilities	<u>701,719</u>	<u>863</u>	<u>49,702</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,163</u>
<b>Deferred Inflows of Resources:</b>							
Taxes receivable	<u>39,634</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balances:</b>							
Restricted:							
Stabilization by state statute	23,465	22,348	18,060	1,915,000	-	26,695	223
Human services	-	-	-	-	7,588	-	-
Economic development projects	-	-	-	924,793	-	-	-
Transportation	-	-	200,611	-	-	-	-
Public safety	-	591,414	-	-	-	-	-
Committed	-	-	-	-	-	-	-
Unassigned	(22,533)	-	-	-	-	-	(223)
Total fund balances	<u>932</u>	<u>613,762</u>	<u>218,671</u>	<u>2,839,793</u>	<u>7,588</u>	<u>26,695</u>	<u>-</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 742,285</u>	<u>\$ 614,625</u>	<u>\$ 268,373</u>	<u>\$ 2,839,793</u>	<u>\$ 7,588</u>	<u>\$ 26,695</u>	<u>\$ 6,163</u>

WILSON COUNTY, NORTH CAROLINA

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2022

	Special Revenue Funds		Capital Project Funds				Total Nonmajor Governmental Funds
	Opioid Settlement Fund	Total Nonmajor Special Revenue Funds	Community Grant Fund	Public Buildings Fund	Capital Reserve Fund	Total Nonmajor Capital Projects Funds	
<b>Assets:</b>							
Cash and cash equivalents	\$ -	\$ 2,460,097	\$ -	\$ 38,586	\$ 300,000	\$ 338,586	\$ 2,798,683
Restricted cash and cash equivalents	159,955	159,955	-	-	-	-	159,955
Taxes receivable, net	-	39,634	-	-	-	-	39,634
Due from other governments	-	90,791	11,208	-	-	11,208	101,999
Notes receivable	-	1,915,000	-	-	-	-	1,915,000
Total assets	\$ 159,955	\$ 4,665,477	\$ 11,208	\$ 38,586	\$ 300,000	\$ 349,794	\$ 5,015,271
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances:</b>							
<b>Liabilities:</b>							
Accounts payable and accrued liabilities	\$ -	\$ 56,728	\$ 1,865	\$ 38,391	\$ -	\$ 40,256	\$ 96,984
Due to other funds	-	-	9,343	-	-	9,343	9,343
Due to other governments	-	701,719	-	-	-	-	701,719
Total liabilities	-	758,447	11,208	38,391	-	49,599	808,046
<b>Deferred Inflows of Resources:</b>							
Taxes receivable	-	39,634	-	-	-	-	39,634
<b>Fund Balances:</b>							
Restricted:							
Stabilization by state statute	-	2,005,791	11,208	-	-	11,208	2,016,999
Human services	159,955	167,543	-	-	-	-	167,543
Economic development projects	-	924,793	-	-	-	-	924,793
Transportation	-	200,611	-	-	-	-	200,611
Public safety	-	591,414	-	-	-	-	591,414
Committed	-	-	-	195	300,000	300,195	300,195
Unassigned	-	(22,756)	(11,208)	-	-	(11,208)	(33,964)
Total fund balances	159,955	3,867,396	-	195	300,000	300,195	4,167,591
Total liabilities, deferred inflows of resources, and fund balances	\$ 159,955	\$ 4,665,477	\$ 11,208	\$ 38,586	\$ 300,000	\$ 349,794	\$ 5,015,271

WILSON COUNTY, NORTH CAROLINA

COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2022

	<u>Special Revenue Funds</u>						
	<u>Fire District Fund</u>	<u>Emergency Telephone System Fund</u>	<u>Transportation Fund</u>	<u>Economic Development Grant Fund</u>	<u>Representative Payee Fund</u>	<u>Fines and Forfeitures Fund</u>	<u>Deed of Trust Fund</u>
<b>Revenues:</b>							
Ad valorem taxes	\$ 2,084,929	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Local option sales taxes	672,705	-	-	-	-	-	-
Restricted intergovernmental	-	416,883	317,826	-	41,158	-	-
Sales and services	-	-	20,000	-	-	400,817	51,373
Investment earnings	-	899	-	-	-	-	-
Miscellaneous	-	-	145,651	-	-	-	-
Total revenues	<u>2,757,634</u>	<u>417,782</u>	<u>483,477</u>	<u>-</u>	<u>41,158</u>	<u>400,817</u>	<u>51,373</u>
<b>Expenditures:</b>							
General government	-	-	-	-	-	406,052	51,373
Public safety	2,757,647	479,567	-	-	-	-	-
Transportation	-	-	404,459	-	-	-	-
Economic and physical development	-	-	-	1,025,648	-	-	-
Human services	-	-	-	-	46,252	-	-
Total expenditures	<u>2,757,647</u>	<u>479,567</u>	<u>404,459</u>	<u>1,025,648</u>	<u>46,252</u>	<u>406,052</u>	<u>51,373</u>
Revenues over (under) expenditures	<u>(13)</u>	<u>(61,785)</u>	<u>79,018</u>	<u>(1,025,648)</u>	<u>(5,094)</u>	<u>(5,235)</u>	<u>-</u>
<b>Other Financing Sources (Uses):</b>							
Transfers from other funds	-	-	-	704,512	-	-	-
Transfers (to) other funds	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	1,245,845	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,950,357</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(13)	(61,785)	79,018	924,709	(5,094)	(5,235)	-
<b>Fund Balances:</b>							
Beginning of year, July 1	<u>945</u>	<u>675,547</u>	<u>139,653</u>	<u>1,915,084</u>	<u>12,682</u>	<u>31,930</u>	<u>-</u>
End of year, June 30	<u>\$ 932</u>	<u>\$ 613,762</u>	<u>\$ 218,671</u>	<u>\$ 2,839,793</u>	<u>\$ 7,588</u>	<u>\$ 26,695</u>	<u>\$ -</u>

WILSON COUNTY, NORTH CAROLINA

COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2022

	Special Revenue Funds		Capital Project Funds				Total Nonmajor Governmental Funds
	Opioid Settlement Fund	Total Nonmajor Special Revenue Funds	Community Grants Fund	Public Buildings Fund	Capital Reserve Fund	Total Nonmajor Capital Projects Funds	
<b>Revenues:</b>							
Ad valorem taxes	\$ -	\$ 2,084,929	\$ -	\$ -	\$ -	\$ -	\$ 2,084,929
Local option sales tax	-	672,705	-	-	-	-	672,705
Restricted intergovernmental	159,955	935,822	23,511	-	-	23,511	959,333
Sales and services	-	472,190	-	-	-	-	472,190
Investment earnings	-	899	-	14	-	14	913
Miscellaneous	-	145,651	-	-	-	-	145,651
Total revenues	<u>159,955</u>	<u>4,312,196</u>	<u>23,511</u>	<u>14</u>	<u>-</u>	<u>23,525</u>	<u>4,335,721</u>
<b>Expenditures:</b>							
General government	-	457,425	-	-	-	-	457,425
Public safety	-	3,237,214	-	94,397	-	94,397	3,331,611
Transportation	-	404,459	-	-	-	-	404,459
Economic and physical development	-	1,025,648	23,511	-	-	23,511	1,049,159
Human services	-	46,252	-	-	-	-	46,252
Total expenditures	<u>-</u>	<u>5,170,998</u>	<u>23,511</u>	<u>94,397</u>	<u>-</u>	<u>117,908</u>	<u>5,288,906</u>
Revenues over (under) expenditures	<u>159,955</u>	<u>(858,802)</u>	<u>-</u>	<u>(94,383)</u>	<u>-</u>	<u>(94,383)</u>	<u>(953,185)</u>
<b>Other Financing Sources (Uses):</b>							
Transfers from other funds	-	704,512	-	15,000	350,000	365,000	1,069,512
Transfers (to) other funds	-	-	-	-	(250,000)	(250,000)	(250,000)
Sale of capital assets	-	1,245,845	-	-	-	-	1,245,845
Total other financing sources (uses)	<u>-</u>	<u>1,950,357</u>	<u>-</u>	<u>15,000</u>	<u>100,000</u>	<u>115,000</u>	<u>2,065,357</u>
Net change in fund balances	159,955	1,091,555	-	(79,383)	100,000	20,617	1,112,172
<b>Fund Balances:</b>							
Beginning of year, July 1	<u>-</u>	<u>2,775,841</u>	<u>-</u>	<u>79,578</u>	<u>200,000</u>	<u>279,578</u>	<u>3,055,419</u>
End of year, June 30	<u>\$ 159,955</u>	<u>\$ 3,867,396</u>	<u>\$ -</u>	<u>\$ 195</u>	<u>\$ 300,000</u>	<u>\$ 300,195</u>	<u>\$ 4,167,591</u>

**WILSON COUNTY, NORTH CAROLINA**

**FIRE DISTRICT FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
<b>Revenues:</b>			
Ad valorem taxes:			
Current year	\$ 1,871,695	\$ 2,052,403	\$ 180,708
Prior year	31,275	32,526	1,251
Total ad valorem taxes	1,902,970	2,084,929	181,959
Other taxes	854,682	672,705	(181,977)
Total revenues	2,757,652	2,757,634	(18)
<b>Expenditures:</b>			
Public safety	2,757,652	2,757,647	5
Net change in fund balance	<u>\$ -</u>	(13)	<u>\$ (13)</u>
<b>Fund Balance:</b>			
Beginning of year, July 1		945	
End of year, June 30		<u>\$ 932</u>	



## WILSON COUNTY, NORTH CAROLINA

**EMERGENCY TELEPHONE SYSTEM FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
<b>Revenues:</b>			
Restricted intergovernmental:			
NC 911 Board	\$ 268,177	\$ 272,732	\$ 4,555
NC 911 Grant	108,251	144,151	35,900
Investment earnings	<u>2,000</u>	<u>899</u>	<u>(1,101)</u>
Total revenues	<u>378,428</u>	<u>417,782</u>	<u>39,354</u>
<b>Expenditures:</b>			
Implemental functions	30,000	33,739	(3,739)
Telephone	80,000	62,844	17,156
Software maintenance	326,039	204,230	121,809
Hardware maintenance	102,152	62,689	39,463
Training	38,600	7,814	30,786
Grant expenditures	<u>108,251</u>	<u>108,251</u>	<u>-</u>
Total expenditures	<u>685,042</u>	<u>479,567</u>	<u>205,475</u>
Revenues over (under) expenditures	(306,614)	(61,785)	244,829
<b>Other Financing Sources (Uses):</b>			
Fund balance appropriated	<u>306,614</u>	<u>-</u>	<u>(306,614)</u>
Net change in fund balance	<u>\$ -</u>	<u>(61,785)</u>	<u>\$ (61,785)</u>
<b>Fund Balance:</b>			
Beginning of year, July 1		<u>675,547</u>	
End of year, June 30		<u>\$ 613,762</u>	

## WILSON COUNTY, NORTH CAROLINA

**TRANSPORTATION FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
<b>Revenues:</b>			
Restricted intergovernmental:			
Rural Operating Grant	\$ 250,000	\$ 225,915	\$ (24,085)
Capital Grant	187,000	1,712	(185,288)
Public Transportation Grant	100,000	90,199	(9,801)
Sales and services	27,000	20,000	(7,000)
Miscellaneous	<u>100,500</u>	<u>145,651</u>	<u>45,151</u>
Total revenues	<u>664,500</u>	<u>483,477</u>	<u>(181,023)</u>
<b>Expenditures:</b>			
Salaries and employee benefits	87,274	66,192	21,082
Operating expenses	457,050	338,267	118,783
Capital outlay	<u>139,350</u>	<u>-</u>	<u>139,350</u>
Total expenditures	<u>683,674</u>	<u>404,459</u>	<u>279,215</u>
Revenues over (under) expenditures	(19,174)	79,018	98,192
<b>Other Financing Sources (Uses):</b>			
Fund balance appropriated	<u>19,174</u>	<u>-</u>	<u>(19,174)</u>
Net change in fund balance	<u>\$ -</u>	<u>79,018</u>	<u>\$ 79,018</u>
<b>Fund Balance:</b>			
Beginning of year, July 1		<u>139,653</u>	
End of year, June 30		<u>\$ 218,671</u>	

**WILSON COUNTY, NORTH CAROLINA**

**ECONOMIC DEVELOPMENT GRANT FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
<b>Expenditures:</b>			
587 Campus project	\$ 1,950,357	\$ 1,025,648	\$ 924,709
Revenues over (under) expenditures	<u>(1,950,357)</u>	<u>(1,025,648)</u>	<u>924,709</u>
<b>Other Financing Sources (Uses):</b>			
Sale of property	1,245,845	1,245,845	-
Transfers in	<u>704,512</u>	<u>704,512</u>	<u>-</u>
Total other financing sources (uses)	<u>1,950,357</u>	<u>1,950,357</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	924,709	<u>\$ 924,709</u>
<b>Fund Balance:</b>			
Beginning of year, July 1		<u>1,915,084</u>	
End of year, June 30		<u>\$ 2,839,793</u>	

**WILSON COUNTY, NORTH CAROLINA**

**REPRESENTATIVE PAYEE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
<b>Revenues:</b>			
Restricted intergovernmental	\$ 70,000	\$ 41,158	\$ (28,842)
<b>Expenditures:</b>			
Payments made for the benefit of beneficiaries	70,000	46,252	23,748
Net change in fund balance	<u>\$ -</u>	(5,094)	<u>\$ (5,094)</u>
<b>Fund Balance:</b>			
Beginning of year, July 1		<u>12,682</u>	
End of year, June 30		<u>\$ 7,588</u>	

**WILSON COUNTY, NORTH CAROLINA**

**FINES AND FORFEITURES FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
<b>Revenues:</b>			
Sales and services - penalties, fines and forfeiture	\$ 441,000	\$ 400,817	\$ (40,183)
<b>Expenditures:</b>			
Payments of penalties, fines and forfeitures to the Wilson County Board of Education	441,000	406,052	34,948
Net change in fund balance	\$ -	(5,235)	\$ (5,235)
<b>Fund Balance:</b>			
Beginning of year, July 1		31,930	
End of year, June 30		\$ 26,695	

**WILSON COUNTY, NORTH CAROLINA**

**DEED OF TRUST FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
<b>Revenues:</b>			
Permits and fees - Register of Deeds	\$ 51,374	\$ 51,373	\$ (1)
<b>Expenditures:</b>			
Payments of fees collected to the State of NC	51,374	51,373	1
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
<b>Fund Balance:</b>			
Beginning of year, July 1		-	
End of year, June 30		<u>\$ -</u>	

## WILSON COUNTY, NORTH CAROLINA

## OPIOID SETTLEMENT FUND

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES

## IN FUND BALANCE - BUDGET AND ACTUAL

## FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2022

	<u>Project Authorization</u>	<u>Actual</u>			<u>Variance Over/Under</u>
		<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	
<b>Revenues:</b>					
Opioid settlement funds	\$ 159,956	\$ -	\$ 159,955	\$ 159,955	\$ (1)
<b>Expenditures:</b>					
General government	159,956	-	-	-	159,956
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	159,955	<u>\$ 159,955</u>	<u>\$ 159,955</u>
<b>Fund Balance:</b>					
Beginning of year, July 1			-		
End of year, June 30			<u>\$ 159,955</u>		

## WILSON COUNTY, NORTH CAROLINA

COMMUNITY GRANT FUND  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCE - BUDGET AND ACTUAL  
 FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2022

	<u>Project Authorization</u>	<u>Actual</u>			<u>Variance Over/Under</u>
		<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	
<b>Revenues:</b>					
<b>Restricted Intergovernmental:</b>					
Community Development Block Grant:					
CDBG CV	\$ 899,671	\$ 330	\$ 23,511	\$ 23,841	\$ (875,830)
<b>Expenditures:</b>					
CDBG CV - admin	89,671	330	23,511	23,841	65,830
CDBG CV - construction	<u>810,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>810,000</u>
Total expenditures	<u>899,671</u>	<u>330</u>	<u>23,511</u>	<u>23,841</u>	<u>875,830</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Fund Balance:</b>					
Beginning of year, July 1			<u>-</u>		
End of year, June 30			<u>\$ -</u>		



## WILSON COUNTY, NORTH CAROLINA

**PUBLIC BUILDINGS FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
<b>Revenues:</b>			
Miscellaneous	\$ -	\$ 14	\$ 14
<b>Expenditures:</b>			
Capital outlay improvement - Animal Shelter	7,005	-	7,005
Capital outlay improvement - EMS substation	<u>109,398</u>	<u>94,397</u>	<u>15,001</u>
Total expenditures	<u>116,403</u>	<u>94,397</u>	<u>22,006</u>
Revenues over (under) expenditures	<u>(116,403)</u>	<u>(94,383)</u>	<u>22,020</u>
<b>Other Financing Sources (Uses):</b>			
Fund balance appropriated	7,005	-	(7,005)
Transfers in (out)	<u>109,398</u>	<u>15,000</u>	<u>(94,398)</u>
Total other financing sources (uses)	<u>116,403</u>	<u>15,000</u>	<u>(101,403)</u>
Net change in fund balance	<u>\$ -</u>	<u>(79,383)</u>	<u>\$ (79,383)</u>
<b>Fund Balance:</b>			
Beginning of year, July 1		<u>79,578</u>	
End of year, June 30		<u>\$ 195</u>	

**WILSON COUNTY, NORTH CAROLINA**

**CAPITAL RESERVE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
<b>Other Financing Sources (Uses):</b>			
Transfers out	\$ (350,000)	\$ (250,000)	\$ 100,000
Transfers in	<u>350,000</u>	<u>350,000</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>100,000</u>	<u>100,000</u>
 Net change in fund balance	 <u>\$ -</u>	 100,000	 <u>\$ 100,000</u>
 <b>Fund Balance:</b>			
Beginning of year, July 1		<u>200,000</u>	
 End of year, June 30		 <u><u>\$ 300,000</u></u>	

# **Major Enterprise Funds**

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## WILSON COUNTY, NORTH CAROLINA

**SOLID WASTE FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES -**  
**BUDGET AND ACTUAL (NON-GAAP)**  
**FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
<b>Revenues:</b>			
Operating revenues:			
Charges for services	\$ 3,471,400	\$ 3,810,218	\$ 338,818
Non-operating revenues:			
Restricted intergovernmental revenues	-	1,011	1,011
Investment earnings	148,000	29,481	(118,519)
Other	1,671	1,671	-
Total non-operating revenues	<u>149,671</u>	<u>32,163</u>	<u>(117,508)</u>
Total revenues	<u>3,621,071</u>	<u>3,842,381</u>	<u>221,310</u>
<b>Expenditures:</b>			
Salaries and benefits	1,644,591	1,475,489	169,102
Operating expenses	2,301,983	1,423,861	878,122
Capital outlay	16,691	41,690	(24,999)
Total expenditures	<u>3,963,265</u>	<u>2,941,040</u>	<u>1,022,225</u>
Revenues over (under) expenditures	<u>(342,194)</u>	<u>901,341</u>	<u>(800,915)</u>
<b>Other Financing Sources (Uses):</b>			
Transfers in (out)	100,000	-	(100,000)
Transfers in (out)	(541,514)	(541,514)	-
Fund balance appropriated	783,708	-	(783,708)
Total other financing sources (uses)	<u>342,194</u>	<u>(541,514)</u>	<u>(883,708)</u>
Revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ -</u>	<u>359,827</u>	<u>\$ 359,827</u>
<b>Reconciliation from Budgetary Basis (Modified Accrual) to Full Accrual:</b>			
Reconciling items:			
Capital outlay		41,690	
Transfer to Solid Waste Capital Project Fund		541,514	
Depreciation		(400,569)	
Change in deferred outflows of resources - pension		45,119	
Change in deferred inflows of resources - pension		(303,948)	
Change in net pension liability		287,026	
Change in accrued landfill closure and costs		(86,966)	
Change in OPEB liability		(153,672)	
Change in deferred outflows of resources - OPEB		9,392	
Change in deferred inflows of resources - OPEB		56,250	
Change in accrued compensated absences		(1,528)	
Total reconciling items		<u>34,308</u>	
Change in net position		<u>\$ 394,135</u>	

## WILSON COUNTY, NORTH CAROLINA

SOLID WASTE CAPITAL PROJECT FUND  
 SCHEDULE OF REVENUES AND EXPENDITURES -  
 BUDGET AND ACTUAL (NON-GAAP)  
 FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2022

	<u>Project Authorization</u>	<u>Actual</u>			<u>Variance Over/Under</u>
		<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>	
<b>Expenditures:</b>					
Construction	\$ -	\$ 256,238	\$ -	\$ 256,238	\$ (256,238)
Westside II expansion	<u>1,175,389</u>	<u>354,495</u>	<u>95,983</u>	<u>450,478</u>	<u>724,911</u>
Total expenditures	<u>1,175,389</u>	<u>610,733</u>	<u>95,983</u>	<u>706,716</u>	<u>468,673</u>
Revenues over (under) expenditures	<u>(1,175,389)</u>	<u>(610,733)</u>	<u>(95,983)</u>	<u>(706,716)</u>	<u>(468,673)</u>
<b>Other Financing Sources (Uses):</b>					
Transfers in (out)	541,514	165,207	541,514	706,721	165,207
Fund balance appropriated	<u>633,875</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(633,875)</u>
Total other financing sources (uses)	<u>1,175,389</u>	<u>165,207</u>	<u>541,514</u>	<u>706,721</u>	<u>(468,668)</u>
Revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ -</u>	<u>\$ (445,526)</u>	<u>\$ 445,531</u>	<u>\$ 5</u>	<u>\$ 5</u>

## WILSON COUNTY, NORTH CAROLINA

**SOUTHEAST WATER DISTRICT  
SCHEDULE OF REVENUES AND EXPENDITURES -  
BUDGET AND ACTUAL (NON-GAAP)  
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
<b>Revenues:</b>			
Operating revenues:			
Charges for services	\$ 1,106,200	\$ 1,129,242	\$ 23,042
<b>Expenditures:</b>			
Operating expenditures:			
Salaries and benefits	193,721	175,640	18,081
Operating expenses	446,483	124,203	322,280
Water purchases	300,000	267,279	32,721
Capital outlay	74,498	-	74,498
Total operating expenditures	<u>1,014,702</u>	<u>567,122</u>	<u>447,580</u>
Debt service:			
Interest	97,602	97,601	1
Principal	109,075	109,075	-
Total debt service	<u>206,677</u>	<u>206,676</u>	<u>1</u>
Total expenditures	<u>1,221,379</u>	<u>773,798</u>	<u>447,581</u>
Revenues over (under) expenditures	(115,179)	355,444	470,623
<b>Other Financing Sources (Uses):</b>			
Fund balance appropriated	<u>115,179</u>	<u>-</u>	<u>(115,179)</u>
Revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ -</u>	<u>355,444</u>	<u>\$ 355,444</u>
<b>Reconciliation from Budgetary Basis (Modified Accrual) to Full Accrual:</b>			
Reconciling items:			
Depreciation		(276,279)	
Principal paid on long-term debt		109,075	
Amortization of bond premium		4,862	
Change in deferred outflows of resources - pension		5,715	
Change in deferred inflows of resources - pension		(38,500)	
Change in net pension liability		36,357	
Change in accrued interest		352	
Change in OPEB liability		(19,159)	
Change in deferred outflows of resources - OPEB		1,663	
Change in deferred inflows of resources - OPEB		7,013	
Change in accrued compensated absences		(2,070)	
Total reconciling items		<u>(170,971)</u>	
Change in net position		<u>\$ 184,473</u>	

## WILSON COUNTY, NORTH CAROLINA

SOUTHWEST WATER DISTRICT  
SCHEDULE OF REVENUES AND EXPENDITURES -  
BUDGET AND ACTUAL (NON-GAAP)  
FOR THE YEAR ENDED JUNE 30, 2022

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
<b>Revenues:</b>			
Operating revenues:			
Charges for services	\$ 1,650,968	\$ 1,754,472	\$ 103,504
<b>Expenditures:</b>			
Operating expenditures:			
Salaries and benefits	205,727	175,750	29,977
Operating expenses	643,977	233,821	410,156
Water purchases	361,000	360,017	983
Capital outlay	162,066	44,812	117,254
Total operating expenditures	<u>1,372,770</u>	<u>814,400</u>	<u>558,370</u>
Debt service:			
Interest	176,600	176,600	-
Principal	188,836	188,836	-
Total debt service	<u>365,436</u>	<u>365,436</u>	<u>-</u>
Total expenditures	<u>1,738,206</u>	<u>1,179,836</u>	<u>558,370</u>
Revenues over (under) expenditures	(87,238)	574,636	661,874
<b>Other Financing Sources (Uses):</b>			
Fund balance appropriated	87,238	-	(87,238)
Revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ -</u>	<u>574,636</u>	<u>\$ 574,636</u>
<b>Reconciliation from Budgetary Basis (Modified Accrual) to Full Accrual:</b>			
Reconciling items:			
Capital outlay items capitalized		44,812	
Depreciation		(382,666)	
Principal paid on long-term debt		188,836	
Amortization of bond premium		8,928	
Change in deferred outflows of resources - pension		4,963	
Change in deferred inflows of resources - pension		(33,434)	
Change in net pension liability		31,573	
Change in accrued interest		606	
Change in OPEB liability		(19,372)	
Change in deferred outflows of resources - OPEB		1,677	
Change in deferred inflows of resources - OPEB		7,091	
Change in accrued compensated absences		(2,070)	
Total reconciling items		<u>(149,056)</u>	
Change in net position		<u>\$ 425,580</u>	



**WILSON COUNTY, NORTH CAROLINA**

**WATER FUND  
SCHEDULE OF REVENUES AND EXPENDITURES -  
BUDGET AND ACTUAL (NON-GAAP)  
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
<b>Revenues:</b>			
Non-operating revenues:			
District revenue	\$ 510,313	\$ 510,313	\$ -
<b>Expenditures:</b>			
Debt service:			
Principal retirement	245,000	245,000	-
Interest	<u>265,313</u>	<u>265,313</u>	<u>-</u>
Total expenditures	<u>510,313</u>	<u>510,313</u>	<u>-</u>
Revenues over (under) expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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# **Internal Service Fund**

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**WILSON COUNTY, NORTH CAROLINA**

**HOSPITAL - SELF INSURANCE  
SCHEDULE OF REVENUES AND EXPENDITURES -  
FINANCIAL PLAN AND ACTUAL (NON-GAAP)  
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Financial Plan</u>	<u>Actual</u>	<u>Variance Over/Under</u>
<b>Revenues:</b>			
Operating revenues:			
Insurance premiums	\$ 9,304,845	\$ 7,324,671	\$ (1,980,174)
<b>Expenditures:</b>			
Operating expenditures:			
Insurance claims and expenses	<u>9,304,845</u>	<u>8,725,000</u>	<u>579,845</u>
Revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ -</u>	<u>\$ (1,400,329)</u>	<u>\$ (1,400,329)</u>

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**Combining Fiduciary Fund Statements –  
Custodial Funds**

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## WILSON COUNTY, NORTH CAROLINA

COMBINING STATEMENT OF FIDUCIARY NET POSITION  
 CUSTODIAL FUNDS  
 JUNE 30, 2022

	<b>Municipal Tax Fund</b>	<b>Jail Inmate Pay Fund</b>	<b>Sheriff's Debt Collection Fund</b>	<b>Total Custodial Funds</b>
<b>Assets:</b>				
Cash and cash equivalents	\$ 19,445	\$ 56,435	\$ 2,997	\$ 78,877
Accounts receivable	6,206	-	-	6,206
Due from other governments	341,780	-	-	341,780
Taxes receivable for other governments, net	784,465	-	-	784,465
Total assets	<u>1,151,896</u>	<u>56,435</u>	<u>2,997</u>	<u>1,211,328</u>
<b>Liabilities:</b>				
Accounts payable and accrued liabilities	<u>19,448</u>	<u>6,001</u>	<u>2,997</u>	<u>28,446</u>
<b>Net Position:</b>				
Restricted:				
Individuals, organizations, and other governments	<u>\$ 1,132,448</u>	<u>\$ 50,434</u>	<u>\$ -</u>	<u>\$ 1,182,882</u>

## WILSON COUNTY, NORTH CAROLINA

COMBINING STATEMENT OF CHANGES IN  
 FIDUCIARY NET POSITION  
 CUSTODIAL FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2022

	<u>Municipal Tax Fund</u>	<u>Jail Inmate Pay Fund</u>	<u>Sheriff's Debt Collection Fund</u>	<u>Total Custodial Funds</u>
<b>Additions:</b>				
Ad valorem taxes and interest for other governments	\$ 29,032,263	\$ -	\$ -	\$ 29,032,263
Vehicle rental taxes for other governments	66,327	-	-	66,327
Collections on behalf of inmates	-	450,668	-	450,668
Debts collected on behalf of others	-	-	65,142	65,142
Total additions	<u>29,098,590</u>	<u>450,668</u>	<u>65,142</u>	<u>29,614,400</u>
<b>Deductions:</b>				
Tax and interest distributions to other governments	29,130,369	-	-	29,130,369
Payments on behalf of inmates	-	457,156	-	457,156
Payment of debts collected to beneficiaries	-	-	65,142	65,142
Total deductions	<u>29,130,369</u>	<u>457,156</u>	<u>65,142</u>	<u>29,652,667</u>
Net increase (decrease) in fiduciary net position	(31,779)	(6,488)	-	(38,267)
Net position, beginning, July 1	<u>1,164,227</u>	<u>56,922</u>	<u>-</u>	<u>1,221,149</u>
Net position, ending June 30	<u>\$ 1,132,448</u>	<u>\$ 50,434</u>	<u>\$ -</u>	<u>\$ 1,182,882</u>

## **ADDITIONAL FINANCIAL DATA**

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This section includes additional information on property taxes.

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Schedule of Ad Valorem Taxes Receivable

Analysis of Current Tax Levy – General Fund

Analysis of Current Tax Levy – Fire Districts

Secondary Market Disclosures

Ten Largest Taxpayers

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## WILSON COUNTY, NORTH CAROLINA

**GENERAL FUND**  
**SCHEDULE OF AD VALOREM TAXES RECEIVABLE**  
**JUNE 30, 2022**

<b>Fiscal Year</b>	<b>Uncollected Balance June 30, 2021</b>	<b>Additions</b>	<b>Collections And Credits</b>	<b>Uncollected Balance June 30, 2022</b>
2021-2022	\$ -	\$ 57,319,666	\$ 56,647,354	\$ 672,312
2020-2021	652,638	-	344,321	308,317
2019-2020	345,979	-	129,628	216,351
2018-2019	232,440	-	48,373	184,067
2017-2018	189,012	-	26,735	162,277
2016-2017	160,190	-	17,965	142,225
2015-2016	158,598	-	12,159	146,439
2014-2015	141,987	-	7,889	134,098
2013-2014	146,824	-	8,827	137,997
2012-2013	151,642	-	6,724	144,918
2011-2012	156,919	-	156,919	-
<b>Total</b>	<b>\$ 2,336,229</b>	<b>\$ 57,319,666</b>	<b>\$ 57,406,894</b>	<b>2,249,001</b>
Less: Allowance for uncollectible accounts:				
General Fund				<u>(912,801)</u>
Ad valorem taxes receivable, net:				
General Fund				<u>\$ 1,336,200</u>
<b>Reconciliation with Revenues:</b>				
Ad valorem taxes - General Fund				<u>\$ 57,673,864</u>
Reconciling items:				
Interest collected				(413,781)
Taxes written off				156,919
Miscellaneous				<u>(10,108)</u>
Total reconciling items				<u>(266,970)</u>
Total collections and credits				<u>\$ 57,406,894</u>

## WILSON COUNTY, NORTH CAROLINA

ANALYSIS OF CURRENT TAX LEVY  
FOR THE YEAR ENDED JUNE 30, 2022

	County-Wide			Total Levy	
	Property Valuation	Rate	Amount of Levy	Property Excluding Registered Motor Vehicles	Registered Motor Vehicles
<b>Original Levy:</b>					
Property taxed at current year's rate	\$ 7,764,710,716	\$ 0.73	\$ 56,971,035	\$ 50,757,038	\$ 6,213,997
<b>Discoveries</b>	68,770,037	0.73	560,214	560,214	-
<b>Abatements:</b>					
At current year's rate	(17,572,237)	0.73	(136,653)	(136,653)	-
At prior year's rate	(8,493,616)	0.73	(74,930)	(74,930)	-
Total abatements	(26,065,853)		(211,583)	(211,583)	-
Total property valuation	\$ 7,807,414,900				
<b>Net Levy</b>			57,319,666	51,105,669	6,213,997
Uncollected taxes at June 30, 2022			(672,312)	(672,312)	-
<b>Current Year's Taxes Collected</b>			\$ 56,647,354	\$ 50,433,357	\$ 6,213,997
<b>Current Levy Collection Percentage</b>			98.83%	98.68%	100.00%

**WILSON COUNTY, NORTH CAROLINA**

**ANALYSIS OF CURRENT TAX LEVY - FIRE DISTRICTS  
FOR THE YEAR ENDED JUNE 30, 2022**

	<b>Original Levy</b>	<b>Uncollected Balance June 30, 2022</b>
Bakertown	\$ 53,611	\$ 4,042
Beulah	71,692	2,262
Cross Roads	195,499	5,283
East Nash	312,324	10,911
Green Hornet	28,584	304
Contentnea	346,661	2,488
Lee Woodard	223,419	5,782
Moyton	88,676	3,643
Polly Watson	7,977	233
Rock Ridge	228,871	4,181
Sanoca	105,890	7,467
Sims	128,717	1,027
Silver Lake	121,068	3,557
Tri County	47,634	3,497
Toisnot	121,560	1,288
West Edgecombe	<u>2,809</u>	<u>9</u>
Total original levy	2,084,992	55,974
Less: Allowance for uncollectible accounts: Fire districts		<u>(16,340)</u>
Ad valorem taxes receivable, net: Fire districts		<u>\$ 39,634</u>
Less uncollected taxes at June 30, 2022		<u>(55,974)</u>
<b>Current Year's Taxes Collected</b>	<u>\$ 2,029,018</u>	
<b>Current Levy Collection Percentage</b>		<u>97.32%</u>

**WILSON COUNTY, NORTH CAROLINA****SECONDARY MARKET DISCLOSURE  
COUNTY-WIDE LEVY  
FOR THE YEAR ENDED JUNE 30, 2022****Secondary Market Disclosures:****Assessed Valuation:**

Assessment ratio	<u>100.00%</u>
Real property	\$ 5,013,756,818
Personal property	1,802,717,329
Public service companies	138,812,541
Motor vehicles	<u>852,128,212</u>
Assessed valuation at current year rates	<u>\$ 7,807,414,900</u>
Tax rate per \$100	<u>\$ 0.73</u>
Levy (includes discoveries, releases, and abatements)	\$ 56,994,129
Penalties	<u>325,537</u>
Net levy (includes discoveries, releases, and abatements) - all rates	<u>\$ 57,319,666</u>

<sup>1</sup> Percentage of appraised value has been established by statute

<sup>2</sup> Valuation of railroads, telephone companies, and other utilities as determined by the North Carolina Telephone Commission.

Note 1: The next revaluation of real property will become effective with the 2023-2024 levy and will be reflected in the collections for the fiscal year ending June 30, 2024.

County-wide	\$ 57,319,666
Special fire districts	2,084,992
Solid waste district	<u>1,277,059</u>
Total	<u>\$ 60,681,717</u>



## WILSON COUNTY, NORTH CAROLINA

### TEN LARGEST TAXPAYERS FOR THE YEAR ENDED JUNE 30, 2022

<u>Taxpayer</u>	<u>Type of Business</u>	<u>Assessed Valuation</u>	<u>Total Assessed Valuation</u>
Bridgestone Americas Tire	Tire manufacturing	\$ 524,445,817	31.82%
Merck Sharp & Dohme Corp.	Pharmaceutical	291,722,858	17.70%
Fresenius Kabi USA LLC	Pharmaceutical	230,341,847	13.98%
Branch Banking & Trust AKA Truist Bank	Financial	172,471,296	10.46%
DLP Wilson Medical Center	Medical	88,611,757	5.38%
Sandoz, Inc.	Pharmaceutical	81,933,568	4.97%
Purdue Pharmaceuticals	Pharmaceutical	68,141,269	4.13%
Linamar Forgings Inc.	Manufacturing	66,089,954	4.01%
Alliance One International	Processing	64,691,691	3.93%
Ardagh Glass	Manufacturing	59,657,620	3.62%
Total		<u>\$ 1,648,107,677</u>	<u>100.00%</u>

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## **STATISTICAL SECTION**

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### **Financial Trends**

These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.

### **Revenue Capacity**

These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.

### **Debt Capacity**

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

### **Demographic and Economic Information**

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

### **Operating Information**

These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.

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**TABLE 1**  
**Wilson County, North Carolina**  
**Net Position by Component**  
**Last Ten Fiscal Years**  
**(accrual basis of accounting)**

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Governmental Activities</b>										
Net Investment in Capital Assets	\$ 19,698,346	\$ 21,398,624	\$ 22,025,930	\$ 23,278,257	\$ 22,976,976	\$ 22,953,394	\$ 24,470,581	\$ 24,421,556	\$ 27,870,011	\$ 29,410,751
Restricted	10,237,947	10,559,337	13,623,799	13,193,216	14,924,736	14,526,179	15,778,189	19,709,106	22,943,078	37,733,692
Unrestricted	(7,960,954)	(3,200,604)	(3,548,324)	2,337,825	(964,210)	(41,229,947)	(39,112,954)	(40,779,223)	(43,317,584)	(52,941,951)
<b>Total Governmental Activities Net Position</b>	<b>\$ 21,975,339</b>	<b>\$ 28,757,357</b>	<b>\$ 32,101,405</b>	<b>\$ 38,809,298</b>	<b>\$ 36,937,502</b>	<b>\$ (3,750,374)</b>	<b>\$ 1,135,816</b>	<b>\$ 3,351,439</b>	<b>\$ 7,495,505</b>	<b>\$ 14,202,492</b>
<b>Business-Type Activities</b>										
Net investment in Capital Assets	\$ 17,618,131	\$ 26,285,558	\$ 26,291,591	\$ 17,254,112	\$ 17,132,261	\$ 17,004,841	\$ 16,692,761	\$ 16,575,503	\$ 17,286,511	\$ 16,721,183
Unrestricted	13,920,346	5,079,206	5,435,155	14,758,273	15,402,082	15,231,756	16,509,143	17,005,983	17,512,432	19,031,536
<b>Total Business-Type Activities Net Position</b>	<b>\$ 31,538,477</b>	<b>\$ 31,364,764</b>	<b>\$ 31,726,746</b>	<b>\$ 32,012,385</b>	<b>\$ 32,534,343</b>	<b>\$ 32,236,597</b>	<b>\$ 33,201,904</b>	<b>\$ 33,581,486</b>	<b>\$ 34,798,943</b>	<b>\$ 35,752,719</b>
<b>Primary Government</b>										
Net Investment in Capital Assets	\$ 37,316,477	\$ 47,684,182	\$ 48,317,521	\$ 40,532,369	\$ 40,109,237	\$ 39,958,235	\$ 41,163,342	\$ 40,997,059	\$ 45,156,522	\$ 46,131,934
Restricted	10,237,947	10,559,337	13,623,799	13,193,216	14,924,736	14,526,179	15,778,189	19,709,106	22,943,078	37,733,692
Unrestricted	5,959,392	1,878,602	1,886,831	17,096,098	14,437,872	(25,998,191)	(22,603,811)	(23,773,240)	(25,805,152)	(33,910,415)
<b>Total Primary Government Net Position</b>	<b>\$ 53,513,816</b>	<b>\$ 60,122,121</b>	<b>\$ 63,828,151</b>	<b>\$ 70,821,683</b>	<b>\$ 69,471,845</b>	<b>\$ 28,486,223</b>	<b>\$ 34,337,720</b>	<b>\$ 36,932,925</b>	<b>\$ 42,294,448</b>	<b>\$ 49,955,211</b>

**Source: Annual audited financial statements of this entity.**  
**Data from Exhibit A**

**TABLE 2**  
**Wilson County, North Carolina**  
**Changes in Net Position**  
**Last Ten Fiscal Years**  
**(accrual basis of accounting)**

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Expenses</b>										
Governmental Activities:										
General government	\$ 7,248,404	\$ 9,903,936	\$ 9,127,244	\$ 7,779,568	\$ 7,686,736	\$ 6,867,104	\$ 7,469,350	\$ 10,587,262	\$ 9,324,010	\$ 13,113,607
Public safety	20,830,220	22,263,611	21,366,326	23,383,365	23,523,954	24,135,018	24,250,799	25,819,930	28,421,088	27,175,482
Transportation	50,246	47,857	37,357	50,377	872,603	671,867	521,233	500,225	534,906	530,358
Environmental protection	290,665	524,329	479,357	604,412	276,226	238,805	347,522	649,335	242,454	252,354
Economic and physical development	3,427,689	3,393,417	3,182,859	2,422,830	3,130,028	2,915,826	2,893,558	3,620,033	3,657,470	5,202,091
Human services	35,039,483	34,289,859	33,194,761	35,403,117	37,060,454	33,942,786	29,981,736	31,953,761	33,028,640	33,754,369
Cultural and recreational	1,903,182	1,847,127	1,897,152	2,074,703	2,078,670	2,184,071	2,102,387	2,592,768	2,376,850	2,382,454
Education	18,795,853	20,610,088	21,736,297	22,712,089	24,883,817	28,750,580	24,807,827	25,955,838	27,357,359	43,553,544
Interest on long-term debt	1,430,380	1,216,232	1,026,307	641,444	588,088	407,239	348,930	288,550	213,941	433,719
Total government activities expenses	89,016,122	94,096,436	92,047,660	95,071,905	100,100,576	100,113,296	92,723,342	101,967,702	105,156,718	126,397,978
Business-Type Activities:										
Landfill	\$ 2,632,369	\$ 2,603,931	\$ 2,454,250	\$ 2,701,774	\$ 2,846,113	\$ 2,767,017	\$ 2,919,492	\$ 3,281,589	\$ 3,351,169	\$ 3,478,626
Water	2,279,006	2,434,397	1,970,238	2,169,985	2,284,997	2,120,497	2,373,971	2,334,265	2,235,498	2,293,693
Total business-type activities expenses	4,911,375	5,038,328	4,424,488	4,871,759	5,131,110	4,887,514	5,293,463	5,615,854	5,586,667	5,772,319
Total primary government expenses	93,927,497	99,134,764	96,472,148	99,943,664	105,231,686	105,000,810	98,016,805	107,583,556	110,743,385	132,170,297
<b>Program Revenues</b>										
Governmental Activities:										
Charges for services:										
General government	807,579	502,902	519,520	842,806	587,171	1,136,734	628,716	677,223	2,921,449	3,072,757
Public safety	5,125,848	5,263,315	3,842,377	3,930,346	4,064,099	4,263,272	4,610,258	4,439,624	5,088,319	4,761,072
Transportation	205,362	226,852	170,271	162,321	205,724	134,564	87,237	20,981	25,171	20,000
Environmental protection	-	-	-	-	-	-	-	-	-	-
Economic and physical development	23,953	-	7,890,687	7,943,171	7,353,545	6,185,198	3,611,000	3,435,615	2,392,235	3,689,892
Human services	7,207,332	8,674,555	-	-	-	-	-	-	-	-
Cultural and recreational	57,037	-	-	-	-	-	-	-	-	-
Operating grants and contributions	17,364,048	18,277,404	19,660,556	19,711,748	21,197,091	17,378,250	17,869,415	19,008,756	21,311,441	28,112,533
Capital grants and contributions	1,457,437	2,711,121	2,052,455	1,873,739	442,544	112,957	272,352	100,116	896,480	10,080,278
Total government activities program revenues	32,248,596	35,656,149	34,135,866	34,464,131	33,850,174	29,210,975	27,078,978	27,682,315	32,635,095	49,736,532
Business-Type Activities:										
Charges for services:										
Landfill	2,649,072	2,612,503	2,787,838	2,991,581	2,936,719	3,391,093	3,311,360	3,458,796	3,660,858	3,810,218
Water	1,801,028	1,873,413	1,825,054	2,063,158	2,011,954	2,198,533	2,236,359	2,393,730	2,665,168	2,883,714
Operating grants and contributions	-	-	54,400	30,000	613,682	191,492	330,601	36,716	495,841	1,011
Total business-type program revenues	4,450,100	4,485,916	4,667,292	5,084,739	5,562,355	5,781,118	5,878,320	5,889,242	6,821,867	6,694,943
Total primary government program revenues	36,698,696	40,142,065	38,803,158	39,548,870	39,412,529	34,992,093	32,957,298	33,571,557	39,456,962	56,431,475
<b>Net (Expense)/Revenue</b>										
Governmental activities	(56,767,526)	(58,440,287)	(57,911,794)	(60,607,774)	(66,250,402)	(70,902,321)	(65,644,364)	(74,285,387)	(72,521,623)	(76,661,446)
Business-type activities	(461,275)	(552,412)	242,804	212,980	431,245	893,604	584,857	273,388	1,235,200	922,624
Total primary government net expense	\$ (57,228,801)	\$ (58,992,699)	\$ (57,668,990)	\$ (60,394,794)	\$ (65,819,157)	\$ (70,008,717)	\$ (65,059,507)	\$ (74,011,999)	\$ (71,286,423)	\$ (75,738,822)

Source: Annual audited financial statements of this entity.  
Data from Exhibit B

**TABLE 2 (cont.)**  
**Wilson County, North Carolina**  
**Changes in Net Position**  
**Last Ten Fiscal Years**  
**(accrual basis of accounting)**

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>General Revenues and Other Changes in Net Position</b>										
Governmental Activities:										
Taxes										
Property taxes	\$ 49,589,056	\$ 52,414,366	\$ 51,596,469	\$ 52,136,281	\$ 50,586,358	\$ 51,906,142	\$ 53,121,424	\$ 57,164,778	\$ 57,070,246	\$ 59,877,201
Local option sales tax	11,725,610	11,577,053	12,344,117	13,607,344	14,119,119	14,281,582	15,207,695	16,455,461	17,798,369	19,817,739
Other taxes and licenses	530,176	699,995	625,189	628,459	753,925	738,795	764,557	801,466	944,500	1,155,364
Grants and contributions not restricted to specific programs	243,750	243,750	365,625	121,875	262,500	262,500	262,500	600,000	318,750	318,750
Proceeds from the sale of capital assets	89,810	47,280	39,376	106,848	207,783	552,198	947,970	884,971	17,131	1,416,059
Investment earnings, unrestricted	108,558	239,841	128,209	214,860	142,429	57,243	226,408	594,334	487,662	626,988
Miscellaneous, unrestricted	-	-	-	-	-	-	-	-	-	-
Transfers	-	-	-	-	-	-	-	-	-	-
Total governmental activities	62,286,960	65,222,305	65,098,985	66,815,667	66,072,114	67,798,460	70,530,554	76,501,010	76,636,658	83,311,672
Business-Type Activities:										
Investment earnings, unrestricted	27,352	345,483	14,758	38,119	68,490	178,233	356,230	55,132	5,115	29,481
Miscellaneous, unrestricted	-	33,216	208,588	34,540	22,223	66,747	24,220	51,062	(22,858)	1,671
Transfers	27,352	378,699	223,346	72,659	90,713	244,980	380,450	106,194	-	-
Total business-type activities	62,314,312	65,601,004	65,322,331	66,888,326	66,162,827	68,043,440	70,911,004	76,607,204	76,618,915	83,342,824
<b>Change in Net Position</b>										
Governmental activities	5,492,082	6,782,018	7,187,191	6,207,893	(178,288)	(3,103,861)	4,886,190	2,215,623	4,115,035	6,650,226
Business-type activities	(433,923)	(173,713)	466,150	285,639	521,958	1,138,584	965,307	379,582	1,217,457	953,776
Total primary government	5,058,159	6,608,305	7,653,341	6,493,532	343,670	(1,965,277)	5,851,497	2,595,205	5,332,492	7,604,002

Source: Annual audited financial statements of this entity.  
Data from Exhibit B

**TABLE 3**  
**Wilson County, North Carolina**  
**Fund Balances, Governmental Funds**  
**Last Ten Fiscal Years**  
**(modified accrual basis of accounting)**

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Fund										
Restricted	\$ 9,395,506	\$ 8,961,836	\$ 12,013,772	\$ 11,773,860	\$ 11,440,327	\$ 11,825,988	\$ 13,908,460	\$ 14,864,909	\$ 17,864,529	\$ 21,335,519
Committed	1,025,855	644,054	254,787	110,648	168,450	306,458	449,815	586,493	721,678	7,562,911
Assigned	11,627,353	9,306,913	9,001,980	10,796,104	7,495,096	7,007,326	9,293,702	12,112,952	13,864,980	13,487,519
Unassigned	18,117,920	22,840,764	22,879,746	22,514,135	24,422,156	25,440,815	24,739,385	22,691,256	22,833,950	21,625,099
Total general fund	\$ 40,166,634	\$ 41,753,567	\$ 44,150,285	\$ 45,194,747	\$ 43,526,029	\$ 44,580,587	\$ 48,391,362	\$ 50,255,610	\$ 55,285,137	\$ 64,011,048
All Other Governmental Funds										
Restricted	\$ 842,441	\$ 1,597,501	\$ 1,610,027	\$ 1,419,356	\$ 8,234,552	\$ 3,300,897	\$ 1,977,342	\$ 4,754,696	\$ 4,967,028	\$ 16,278,588
Committed	-	-	-	-	-	-	-	-	279,578	300,195
Assigned	340,196	975,023	328,323	468,429	528,829	788,933	1,346,127	1,997,067	-	-
Non-spendable	-	-	-	500,000	-	-	-	-	-	-
Unassigned	-	(6,506)	(6,955)	(20,000)	(20,000)	(20,000)	(19,088)	(137,950)	(345,875)	(33,964)
Total all other governmental funds	\$ 1,182,637	\$ 2,566,018	\$ 1,931,395	\$ 2,367,785	\$ 8,743,381	\$ 4,069,830	\$ 3,304,381	\$ 6,613,813	\$ 4,900,731	\$ 16,544,829

Source: Annual audited financial statements of this entity.  
Beginning Fiscal Year 2011 data presented implementing GASB Statement 54  
Data from Exhibit C



**TABLE 4**  
**Wilson County, North Carolina**  
**Changes in Fund Balances, Governmental Funds**  
**Last Ten Fiscal Years**  
**(modified accrual basis of accounting)**

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Revenues:</b>										
Ad valorem taxes	\$ 49,482,035	\$ 52,992,608	\$ 51,937,667	\$ 51,887,117	\$ 50,745,671	\$ 51,996,530	\$ 53,096,774	\$ 57,338,877	\$ 57,271,000	\$ 59,758,793
Local option sales tax	11,725,610	11,577,053	12,344,117	13,607,344	14,119,119	14,281,582	15,207,695	16,455,461	17,798,369	19,817,739
Other taxes and licenses	530,176	699,995	625,189	628,459	753,925	738,795	764,557	801,466	944,500	1,155,364
Unrestricted intergovernmental revenues	243,750	284,149	386,087	130,421	271,450	271,760	286,722	604,766	333,552	323,854
Restricted intergovernmental revenues	19,489,754	22,191,573	21,480,140	21,612,997	21,371,636	17,809,868	17,772,640	18,692,676	22,281,267	38,281,790
Permits and fees	447,437	1,293,039	1,247,286	865,616	1,434,931	1,406,680	1,463,654	1,779,228	1,528,673	2,294,485
Sales and services	12,311,405	12,171,537	11,903,335	12,035,838	11,060,811	10,080,004	7,871,695	7,279,933	8,806,845	9,107,915
Investment earnings	62,458	47,280	39,376	106,848	207,783	552,198	947,970	884,971	17,131	99,571
Miscellaneous	427,439	282,065	83,741	178,696	153,630	21,638	222,186	589,568	472,861	621,883
Total revenues	94,720,064	101,509,299	100,046,938	101,053,336	100,118,956	97,159,055	97,613,893	104,426,946	109,454,198	131,461,394
<b>Expenditures:</b>										
General government	7,221,725	8,539,044	8,892,958	9,277,143	7,882,644	7,876,838	8,759,839	9,570,201	10,750,080	11,769,187
Public safety	19,974,519	22,206,531	20,773,507	22,451,613	22,136,490	22,485,983	24,323,071	23,991,828	28,535,864	26,353,258
Transportation	47,857	47,857	47,857	47,857	870,083	689,347	642,639	579,843	622,092	452,316
Environmental protection	279,338	281,859	274,118	265,817	262,994	227,463	316,249	553,819	228,059	245,992
Economic and physical development	3,448,155	3,354,289	3,203,158	2,547,218	3,068,412	2,833,292	2,933,603	3,579,874	3,514,156	5,198,964
Human services	33,651,603	34,365,815	33,942,679	36,018,778	35,616,669	32,411,609	29,899,536	29,724,321	30,466,210	32,960,048
Cultural and recreational	1,759,841	1,673,799	1,746,637	1,903,244	1,938,128	1,986,068	1,915,042	2,391,540	2,076,597	2,217,371
Intergovernmental:										
Education	18,795,853	20,610,068	21,736,297	22,712,089	24,883,817	28,750,580	24,807,827	25,955,838	27,357,359	43,553,544
Capital projects	472,641	1,168,920	1,313,220	4,188	-	1,175,551	-	-	-	-
Debt service:										
Principal retirement	4,996,939	5,702,386	5,349,232	5,181,555	4,365,854	2,881,638	2,644,650	2,828,277	2,839,257	2,462,876
Interest and fees	1,484,592	1,250,373	1,061,244	773,812	546,109	418,538	360,404	299,389	245,753	379,341
Total expenditures	92,133,063	99,200,941	98,340,907	101,183,314	101,571,200	101,726,907	96,602,860	99,474,930	106,635,427	125,592,897
Excess of revenues over (under) expenditures	2,587,001	2,308,358	1,706,031	(129,978)	(1,452,244)	(4,567,852)	1,011,033	4,952,016	2,818,771	5,868,497
<b>Other financing sources (uses):</b>										
Debt issuance	-	-	-	-	5,920,581	874,536	-	-	-	13,000,000
Refunding bonds issued	-	-	-	14,495,000	-	-	-	-	-	-
Premium on refunding bonds	-	-	-	-	-	-	-	-	-	-
Payment to refunded bond escrow	-	-	-	(14,386,684)	-	-	-	-	-	-
Transfers in to other funds	240,207	1,527,000	977,293	170,000	1,794,100	220,000	590,000	5,526,944	600,000	11,872,131
Transfer out to other funds	(240,207)	(1,527,000)	(977,293)	(170,000)	(1,794,100)	(220,000)	(590,000)	(5,526,944)	(600,000)	(11,872,131)
Installment purchase obligations issued	300,000	603,134	-	-	-	-	-	-	-	-
Lease obligation issued	36,813	58,822	56,064	955,570	190,587	42,838	-	184,533	374,442	-
Sales of capital assets	-	-	56,064	46,944	47,954	31,485	2,034,293	37,131	94,201	1,501,512
Total other financing sources (uses)	336,813	661,956	56,064	1,110,830	6,159,122	948,859	2,034,293	221,664	468,643	14,501,512
Net change in fund balances	\$ 2,923,814	\$ 2,970,314	\$ 1,762,095	\$ 980,852	\$ 4,706,878	\$ (3,618,993)	\$ 3,045,326	\$ 5,173,680	\$ 3,287,414	\$ 20,370,009
Debt service as a percentage of noncapital expenditures	7.20%	7.63%	6.64%	6.09%	4.89%	3.31%	3.19%	3.19%	3.04%	2.33%

**Source: Annual audited financial statements of this entity.**  
**Data from Exhibit D**

**Table 5**  
**Wilson County, North Carolina**  
**Assessed Value and Actual Value of Taxable Property**  
**Last Ten Fiscal Years**

Fiscal Year Ended 30-Jun	Real Property					Total	Total Direct Tax Rate
	Residential Property	Public Service	Personal Property	Motor Vehicles	Total		
2013	\$ 4,745,155,195	\$ 85,302,868	\$ 1,521,437,440	\$ 212,760,541	\$ 6,564,656,044	\$ 0.7300	
2014	4,942,838,796	83,889,129	1,207,165,362	665,844,441	6,899,737,728	0.7300	
2015	4,910,234,502	82,135,749	1,223,753,613	624,457,251	6,840,581,115	0.7300	
2016	4,902,889,291	96,434,987	1,248,597,390	671,073,243	6,918,994,911	0.7300	
2017	4,612,997,427	109,267,064	1,274,078,966	694,180,548	6,690,524,005	0.7300	
2018	4,676,616,928	110,326,490	1,386,467,210	699,638,767	6,873,049,395	0.7300	
2019	4,727,965,395	108,585,013	1,411,918,603	750,953,562	6,999,422,573	0.7300	
2020	4,795,352,215	109,484,069	1,776,190,968	778,287,605	7,459,314,857	0.7300	
2021	4,804,739,276	138,499,256	1,776,112,018	809,907,848	7,529,258,398	0.7300	
2022	5,013,756,818	138,812,541	1,802,717,329	852,128,212	7,807,414,900	0.7300	

Source: Wilson County Tax Administrator/Collector

Notes: Property in Wilson County is reassessed once every eight years on average. The last County-wide revaluation was in 2016. The County assesses property at approximately 100 percent of actual value for commercial and industrial property and 100 percent for residential property. Estimated actual taxable value is calculated by dividing taxable assessed value by those percentages. Tax rates are per \$100 of assessed value.

**Table 6**  
**Wilson County, North Carolina**  
**Property Tax Rates**  
**Direct and Overlapping Governments**  
**Last Ten Fiscal Years**

Fiscal Year Ended June 30	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
<b>Wilson County</b>	0.7300	0.7300	0.7300	0.7300	0.7300	0.7300	0.7300	0.7300	0.7300	0.7300
<b>Municipality Rates:</b>										
Black Creek	0.5500	0.5500	0.5500	0.5500	0.5500	0.5500	0.5500	0.6000	0.6000	0.6000
Elm City	0.7000	0.7000	0.6800	0.6800	0.6300	0.6300	0.6300	0.6300	0.6300	0.6300
Kenly	0.6300	0.6300	0.6100	0.6100	0.6100	0.6100	0.6100	0.6100	0.6100	0.6100
Lucama	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000
Saratoga	0.5800	0.5800	0.5800	0.5800	0.5800	0.5800	0.5800	0.5800	0.5800	0.5800
Sharpsburg	0.6500	0.6500	0.5500	0.5500	0.5500	0.5500	0.6500	0.6500	0.6500	0.6500
Sims	0.5000	0.5000	0.5000	0.5000	0.4700	0.4700	0.4700	0.5000	0.5000	0.5000
Stantonsburg	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.4600	0.4600	0.4600
Wilson	0.5750	0.5750	0.5750	0.5750	0.5750	0.5550	0.5550	0.5150	0.5150	0.5150
Wilson-Municipal	0.7550	0.7550	0.7550	0.7550	0.7550	0.7350	0.7350	0.6850	0.6850	0.6850
<b>Fire Districts:</b>										
Bakertown	0.0600	0.0600	0.0600	0.0600	0.0600	0.0600	0.0600	0.0850	0.0850	0.0850
Beulah	0.0800	0.0800	0.0800	0.0800	0.0800	0.0800	0.0800	0.1125	0.1125	0.1125
Black Creek	0.1050	0.1050	0.1050	0.1050	0.1050	0.1050	0.1050	0.0500	0.0500	0.0500
Contentnea	0.0832	0.0832	0.0832	0.0832	0.0832	0.0832	0.0625	0.0950	0.0950	0.0950
Cross Roads	0.1010	0.1010	0.1010	0.1010	0.0670	0.0670	0.0650	0.0975	0.0975	0.0975
East Nash	0.1025	0.1025	0.1025	0.1025	0.1025	0.1025	0.1025	0.1350	0.1350	0.1350
Green Hornet	0.0700	0.0700	0.0700	0.0700	0.0700	0.0500	0.0500	0.0825	0.0825	0.0825
Lee Woodard	0.1120	0.1120	0.1120	0.1120	0.1120	0.1990	0.1120	0.0825	0.0825	0.0825
Moyton	0.1500	0.1500	0.1500	0.1500	0.1500	0.1070	0.1070	0.1300	0.1300	0.1300
Polly Watson	0.0750	0.0750	0.0750	0.0750	0.0750	0.0750	0.0750	0.1075	0.1075	0.1075
Rock Ridge	0.0675	0.0675	0.0675	0.0675	0.0675	0.0675	0.0675	0.1000	0.1000	0.1000
Sanoca	0.1150	0.1150	0.1150	0.1150	0.1090	0.1090	0.0925	0.1250	0.1250	0.1250
Silver Lake	0.0945	0.0945	0.0945	0.0945	0.0945	0.0945	0.0945	0.1225	0.1225	0.1225
Sims	0.0740	0.0740	0.0740	0.0740	0.0740	0.0740	0.0400	0.0725	0.0725	0.0725
Toisnot	0.0150	0.0150	0.0150	0.0150	0.0150	0.0150	0.0150	0.0475	0.0475	0.0475
Tri County	0.1000	0.1000	0.1000	0.1000	0.1000	0.1000	0.1000	0.1125	0.1125	0.1125
West Edgecombe	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0825	0.0825	0.0825

Source: Wilson County Tax Administrator/Collector

Notes: Tax rates are based on \$100 per assessed valuation for Wilson County and all overlapping governments.

**Table 7**  
**Wilson County, North Carolina**  
**Principal Property Tax Payers**  
**Current Year and Nine Years Ago**

Taxpayer	Type of Business	2022			2013		
		2022 Assessed Value	Rank	Percentage of Total Taxable Assessed Value	2013 Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Bridgestone Americas Tire	Tire manufacturing	\$ 524,445,817	1	6.72 %	\$ 354,283,650	1	5.40 %
Merck Sharp & Dohme Corp.	Pharmaceutical	291,722,858	2	3.74	98,347,927	3	1.50
Fresenius Kabi USA LLC	Pharmaceutical	230,341,847	3	2.95	-		
Truist Bank	Financial	172,471,296	4	2.21	183,831,661	2	2.80
DLP Wilson Medical Center	Medical	88,611,757	5	1.13	-		
Sandoz, Inc	Pharmaceutical	81,933,568	6	1.05	74,960,284	4	1.14
Purdue Pharmaceuticals	Pharmaceutical	68,141,269	7	0.87	54,811,344	7	0.83
Linamar Forgings Inc	Manufacturing	66,089,954	8	0.85	-		
Alliance One International	Tobacco	64,691,691	9	0.83	47,710,134	8	0.73
Ardagh Glass	Manufacturing	59,657,620	10	0.76	-		
Becton-Dickinson	Pharmaceutical				61,436,091	5	0.94
Saint Gobain Containers	Bottling				56,521,412	6	0.86
Carolina Forge Co	Manufacturing				36,300,290	9	0.55
S T Wooten Corp	Concrete				29,446,495	10	0.45
<b>Total</b>		<b>\$ 1,648,107,677</b>		<b>23.82%</b>	<b>\$ 997,649,288</b>		<b>15.20%</b>

Source: Wilson County Tax Administrator/Collector

**Table 8**  
**Wilson County, North Carolina**  
**Property Tax Levies and Collections**  
**Last Ten Fiscal Years**

Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year		Collected within the Fiscal Year of the Levy		Collections in Subsequent Years		Total Collections to Date	
	Amount	Percentage of Levy	Amount	Percentage of Levy	Amount	Percentage of Levy	Amount	Percentage of Levy
2013	\$ 47,968,099	96.49%	\$ 46,285,917	96.49%	\$ 1,537,264		\$ 47,823,181	99.70%
2014	50,448,327	97.74%	49,310,094	97.74%	1,000,236		50,310,330	99.73%
2015	50,003,422	98.27%	49,136,672	98.27%	732,652		49,869,324	99.73%
2016	50,587,842	98.34%	49,750,242	98.34%	691,161		50,441,403	99.71%
2017	48,926,575	98.51%	48,195,677	98.51%	588,673		48,784,350	99.71%
2018	50,275,103	98.34%	49,440,184	98.34%	672,642		50,112,826	99.68%
2019	51,246,820	98.28%	50,366,985	98.28%	695,768		51,062,753	99.64%
2020	49,865,057	98.35%	49,043,651	98.35%	605,055		49,648,706	99.57%
2021	48,736,229	98.66%	48,083,591	98.66%	344,321		48,427,912	99.37%
2022	51,105,669	98.68%	50,433,357	98.68%	-		50,433,357	98.68%

Source: Wilson County Tax Administrator/Collector

**TABLE 9**  
**Wilson County, North Carolina**  
**General Government Tax Revenues by Source**  
**Last Ten Fiscal Years**  
**(modified accrual basis of accounting)**

Fiscal Year	Property Tax	Sales Tax	Alcoholic Beverage Tax	Rental Vehicle Tax	Franchise Tax	Real Estate Transfer Tax	Privilege and Civil Licenses	Total
2013	\$ 47,688,700	\$ 11,431,555	\$ 113,971	\$ 31,803	\$ 93,218	\$ 282,332	\$ 8,852	\$ 59,650,431
2014	50,841,094	11,280,037	123,483	49,331	89,737	429,290	8,154	62,821,126
2015	54,980,668	12,527,937	133,060	50,384	81,349	359,813	583	68,133,794
2016	55,418,202	13,808,947	122,716	103,215	71,851	380,549	0.60	69,905,480
2017	53,924,543	14,333,203	127,724	55,687	90,091	494,531	13,163	69,038,943
2018	55,133,771	14,510,015	121,512	63,203	68,997	485,057	39	70,382,594
2019	56,497,286	15,430,062	135,763	68,012	83,890	507,674	269	72,722,955
2020	55,480,984	16,607,601	123,702	54,658	63,121	559,985	-	72,890,050
2021	61,456,527	18,090,107	120,482	64,039	61,924	698,055	-	80,491,134
2022	57,365,243	20,142,239	107,188	71,931	58,154	918,091	-	78,662,846

**Table 10**  
**Wilson County, North Carolina**  
**Ratios of Outstanding Debt by Type**  
**Last Ten Fiscal Years**

Fiscal Year	Governmental Activities				Business-Type Activities				Total Primary Government	Percentage of Personal Income <sup>a</sup>	Per Capita
	General Obligation Bonds	Installment Obligations	Lease Obligations		Installment Obligations	Water Bonds					
2013	\$ 10,095,000	\$ 25,782,306	\$ 767,856		\$ 846,582	\$ 8,850,000		\$ 46,341,744	1.72%	\$ 569.45	
2014	7,270,000	23,508,054	751,905		793,674	8,660,000		40,983,633	1.42%	499.68	
2015	4,855,000	20,573,822	593,323		743,761	8,470,000		35,235,906	1.20%	432.89	
2016	2,450,000	18,492,267	1,229,594		687,850	8,638,160		31,497,871	1.05%	386.90	
2017	400,000	22,096,994	1,049,288		634,939	8,424,369		32,605,590	1.09%	400.51	
2018	-	20,489,892	715,085		582,028	8,200,578		29,987,583	0.98%	366.98	
2019	-	17,845,242	393,420		529,117	7,971,787		26,739,566	0.81%	326.30	
2020	-	15,339,862	255,056		476,206	7,727,996		23,799,120	0.72%	290.41	
2021	-	12,853,311	276,792		423,295	7,479,205		21,032,603	0.60%	267.43	
2022	-	23,677,052	14,117		370,384	7,220,415		31,281,968	0.89%	381.59	

Notes: Details regarding the County's outstanding debt can be found in the notes to the financial statements (*Long Term Debt Page*).

Per capita amounts are based on population numbers as of June 30 of the fiscal year

<sup>1</sup> See Table 12 for personal income and population data.

**Table 11**  
**Wilson County, North Carolina**  
**Ratio of General Bonded Debt Outstanding and Legal Debt Margin**  
**Last Ten Fiscal Years**

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General bonded debt outstanding										
General obligation bonds	\$ 10,095,000	\$ 7,270,000	\$ 4,855,000	\$ 2,450,000	\$ 400,000	\$ -	\$ -	\$ -	\$ -	\$ -
Assessed Value	6,564,656,044	6,899,737,728	6,840,581,115	6,918,995,093	6,690,524,005	6,873,049,395	6,999,422,573	7,459,314,857	7,529,258,398	7,807,414,900
Percentage of estimated actual property value	0.15%	0.11%	0.07%	0.04%	0.01%	0.00%	0.00%	0.00%	0.00%	0.00%
Per capita	124.05	88.64	59.65	30.09	4.90	0.00	0.00	0.00	0.00	0.00
Legal debt limit - eight percent (8%) of assessed valuation	525,172,484	551,979,018	547,246,489	553,519,607	535,241,920	549,843,952	559,953,806	596,745,189	602,340,672	624,593,192
Total Net Debt Applicable to Debt Limit	45,495,162	40,983,633	35,754,383	31,497,871	32,605,590	29,987,583	26,739,566	23,799,120	21,032,603	31,281,968
Legal debt margin	\$ 479,677,322	\$ 510,995,385	\$ 511,492,106	\$ 522,021,736	\$ 502,636,330	\$ 519,856,369	\$ 533,214,240	\$ 572,946,069	\$ 581,308,069	\$ 593,311,224
Total Net Debt Applicable to the Limit as a percentage of Debt Limit	8.66%	7.42%	6.53%	5.69%	6.09%	5.45%	4.78%	3.99%	3.49%	5.01%

**Note:** Under state finance law, Wilson County's net debt should not exceed 8 percent of total assessed property value  
 Exhibit G-2



**Table 12**  
**Wilson County, North Carolina**  
**Demographic and Economic Statistics**  
**Last Ten Calendar Years**

Fiscal Year	(1) Population	(1) Personal Income (in thousands)	(1) Per Capita Personal Income	(3) Median Age	(2) School Enrollment	(2) Graduation Rate Percentage	(8) Unemployment Rate Percentage
2014	82,020 (7)	2,881,509	35,197	39.00 (6)	13,099 (6)	77.80%	9.9%
2015	81,397 (7)	2,937,718	35,972	39.00 (6)	13,469	81.50%	10.5%
2016	81,410 (7)	2,993,982	36,044	39.00	12,084	81.50%	9.3%
2017	81,714 (7)	3,073,841	37,617	40.00	13,330	79.80%	7.3%
2018	81,758 (7)	3,125,365	38,272	40.00	13,081	80.20%	6.3%
2019	81,949 (7)	3,299,039	40,501	40.00	12,845	80.70%	5.3%
2020	81,949 (7)	3,299,039	40,501	41.00	12,766	80.30%	8.5%
2021	78,648 (7)	3,534,187	41,339	41.00	12,030	80.30%	6.7%
2022	81,979 (7)	3,534,187	43,111	41.00	10,372	79.20%	6.1%

**Sources:**

- (1) US Department of Commerce, Bureau of Economic Analysis
- (2) Wilson County Board of Education
- (4) ERS/USDA Data - NC Unemployment and Median Household Income
- (5) Employment Security Commission of North Carolina, seasonally adjusted rates as of June 30  
<http://accessnc.commerce.state.nc.us/>
- (7) NC Dept. of Revenue Sales Tax Distribution
- (8) [https://ycharts.com/indicators/wilson\\_nc\\_unemployment\\_rate](https://ycharts.com/indicators/wilson_nc_unemployment_rate)

**Table 13**  
**Wilson County, North Carolina**  
**Principal Employers**  
**Current Year and Nine Years Ago**

Employer	2022			2013		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Bridgestone Americas Tire Operations, LLC	1,850	1	5.25 %	2,000	1	5.27 %
BB&T	2,100	2	5.96	2,000	2	5.27
Wilson County Schools	1,800	3	5.11	1,500	3	3.95
Kidde Aerospace/Fenway Safety Systems	1,000	4	2.84	1,400	4	3.69
S T Wooten Corporation	1,000	6	2.84	750	5	1.98
City of Wilson	868	5	2.46	700	7	1.85
County of Wilson	719	7	1.99	670	6	1.77
Rutherford Regional Health System	700	8	2.04	655	9	1.73
Smithfield Foods	670	9	1.90	650	8	1.71
Intervet Inc.	640	10	1.82	462	10	1.22
<b>Total</b>	<b>11,347</b>		<b>32.21 %</b>	<b>10,787</b>		<b>28.44 %</b>
<b>Balance of employment</b>	<b>23,881</b>		<b>67.79 %</b>	<b>27,145</b>		<b>71.56 %</b>
<b>Total employment</b>	<b>35,228</b>		<b>100.00 %</b>	<b>37,932</b>		<b>100.00 %</b>

**Source:** NC Employment Security Commission  
<http://accessnc.commerce.state.nc.us/docs/countyProfile/NC/37195>  
 and Wilson Economic Development Council

**Table 14**  
**Wilson County, North Carolina**  
**Full-Time County Government Employees by Function/Program**  
**Full-Time-Equivalent County Government Employees by Function/Program FY2022**  
**Last Ten Fiscal Years**

Function/Program	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General government										
County Manager	4	3	4	3	3	3	4	4	4	4
Tax administration	16	17	17	17	17	17	16	13	14	17
Board of Elections	3	3	3	3	3	3	3	3	3	3
Register of Deeds	6	6	6	6	6	6	6	5	6	6
Human resources	2	3	3	3	3	3	3	3	3	3
IT Department	5	4	5	5	6	6	9	9	9	9
Finance	6	6	6	7	7	7	7	8	8	8
Public buildings	10	14	14	12	13	13	12	12	12	13
Cultural and recreational										
Library	27	27	26	26	22	22	22	19	22	22
Public safety										
Sheriff	92	93	99	89	92	92	85	88	90	92
Detention center	45	45	47	44	50	51	49	44	38	51
Animal control	9	9	9	9	9	9	9	8	9	9
Emergency communications	31	34	38	38	36	36	33	31	33	35
Emergency management	2	2	2	2	2	2	2	2	2	2
Emergency medical services	69	72	69	72	65	65	64	64	65	74
Transportation										
Transportation	1	1	1	2	2	2	2	2	1	1
Economic and physical development										
Economic and physical development	11	11	11	11	3	3	2	2	2	2
Cooperative extension										
Environmental protection										
Environmental protection	9	9	9	6	9	9	6	7	7	7
Soil and water conservation	3	3	3	3	3	3	2	2	2	2
Human services										
Human services	136	131	140	110	122	122	78	72	74	83
Health	2	2	2	2	2	2	3	3	3	3
Senior Center	218	213	237	228	254	256	249	231	244	252
Social services	1	1	1	1	1	1	1	1	1	1
Veterans affairs										
Utilities										
Utilities	5	5	5	5	5	5	5	5	5	5
Water	38	38	38	38	13	15	13	13	14	15
Solid waste										
Solid waste	751	752	795	742	748	753	685	651	671	719
Total										

**Table 15**  
**Wilson County, North Carolina**  
**Operating Indicators by Function/Program**  
**Last Ten Fiscal Years**

Function/Program	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General government										
Building permits issued	182	175	155	124	222	176	291	267	427	489
Building inspections conducted	2,969	2,758	1,746	2,473	2,821	3,300	3,418	3,503	4,744	4,900
Sheriff										
Arrests	2,274	2,226	2,377	2,201	2,253	2,118	2,194	1,716	1,397	1,340
Citations	958	650	1,483	750	804	920	1,227	1,312	1,076	977
Fire										
Inspections	81	53	181	40	46	39	20	41	191	26
EMS										
Calls	13,730	13,719	13,523	14,495	15,907	15,944	16,052	15,973	17,010	16,930
Solid Waste										
MSW (tons)	6,334	6,287	6,282	5,720	6,758	6,893	8,139	7,718	8,857	7,345
C&D (tons)	13,477	11,674	14,231	36,240	18,755	35,984	35,475	26,153	28,454	27,432
Recycle (tons)	1,111	1,387	2,215	3,003	3,005	2,706	2,634	1,638	2,500	2,642
Tires (tons)	1,347	1,285	1,466	1,511	1,814	1,765	1,863	1,939	1,722	4,198
Oil (gallons)	2,246	1,627	4,123	5,415	4,507	6,238	6,074	7,126	7,146	5,647
Batteries (count)*	123	*4,320	n/a	2,956	5,256	3,301	7,416	4,438	4,786	1,681
Jail										
Inmates admitted (average)	6,039	6,695	5,783	5,870	5,534	5,410	5,668	6,033	4,573	2,776
Inmates (daily average)	198	220	190	189	182	178	189	198	150	135
Department of Social Services (Mo. Avg.)										
Adult Medicaid (active cases)	5,841	5,730	8,466	8,590	8,794	8,698	8,479	8,762	8,838	8,727
Family and children's Medicaid (active cases)	8,220	8,403	**20,010	10,924	11,035	12,875	14,443	10,840	10,841	12,875
Food stamps (active cases)	8,338	8,959	9,090	9,024	8,379	7,602	7,524	8,149	9,358	8,721
Children in foster care	58	60	73	68	43	42	37	33	32	67
Children in DSS custody	58	60	73	68	43	42	37	33	32	47
Day care (children served)	703	771	732	731	730	767	860	950	923	865
Child support (collections)	\$8,690,277	\$8,403,110	\$8,458,736	\$8,457,195	\$8,399,644	\$8,531,048	\$8,776,125	\$9,204,249	\$9,559,516	\$8,917,421
Work First (active cases)	249	233	249	275	229	199	169	14	99	113
Reception services (clients seen)	58,310	50,612	48,915	60,583	41,059	47,786	50,515	44,423	190	10,359
Health Department										
TB (clients seen)	2,589	2,735	2,805	2,896	3,364	3,622	3,066	2,811	1,659	1,938
Communicable disease/STD (client visits)	3,456	3,567	3,787	1,942	1,666	2,080	3,440	3,125	2,099	1,262
Pharmacy (prescriptions filled)	5,923	6,025	6,155	41,988	5,170	5,528	5,687	10,511	8,588	10,572
BCCCP (clients visits)	76	77	80	76	85	77	101	86	87	85
HIV/AIDS (tests)	3,872	3,942	4,102	3,209	2,842	2,946	3,037	2,859	1,816	2,045
Immunizations (administered)	11,280	11,569	12,589	4,827	3,794	4,262	4,465	4,895	18,076	12,846
Lab (tests)	29,854	40,953	41,872	37,950	30,694	27,522	44,859	55,621	46,511	63,933
Environmental health (onsite inspections)	515	1,268	1,299	1,228	1,544	1,896	2,244	1,858	2,156	3,086
Environmental health (restaurant inspections)	902	1,720	1,864	1,659	968	1,236	1,962	2,049	1,847	4,016
WIC (caseloads)	37,251	2,853	2,963	2,948	2,639	2,600	2,399	2,662	2,812	2,725
Cultural and Recreational										
Libraries - circulation of youth services	118,558	129,149	127,899	111,452	92,537	127,018	102,876	89,245	93,449	96,776
Libraries - circulation of adult services	133,204	170,703	158,998	156,372	153,464	102,977	84,838	85,773	94,867	88,783
Education										
ADM	12,307	13,099	13,469	12,084	12,211	11,526	10,921	10,859	10,508	10,459

Source: Various County government departments. School enrollment statistics are from the Wilson County School Finance Office.

\* Batteries were calculated in weight rather than count for FY2014

\*\*Transition to NC Fast from EIS is per person rather than household

**Table 16**  
**Wilson County, North Carolina**  
**Capital Asset Statistics by Function/Program**  
**Last Ten Fiscal Years**

<b>Function/Program</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>
Public Safety										
Sheriff										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	98	97	99	98	98	95	98	103	103	103
Canine units	4	4	4	4	4	4	4	5	5	4
EMS										
Stations	1	1	2	2	2	2	2	2	3	3
Ambulances/QRVs	17	18	18	18	18	18	21	19	20	21
Defibrillators	12	12	12	12	12	12	12	12	12	12
Cultural and Recreation										
Libraries	6	6	6	6	6	6	6	6	6	6
Water										
Water mains (miles)	218	218	218	218	218	218	218	218	218	218
Pump stations	3	3	3	3	3	3	3	3	3	3

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## **COMPLIANCE SECTION**

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# MARTIN STARNES & ASSOCIATES, CPAs, P.A.

*"A Professional Association of Certified Public Accountants and Management Consultants"*

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

### **Independent Auditor's Report**

To the Board of County Commissioners  
Wilson County  
Wilson, North Carolina

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to the financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), 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, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated November 30, 2022. Our report includes a reference to other auditors who audited the financial statements of the Wilson County ABC Board, as described in our report on Wilson County's financial statements. The financial statements of the Wilson County ABC Board were not audited in accordance with *Government Auditing Standards*, and accordingly, this report does not include reporting on internal control over financial reporting or instances of reportable noncompliance associated with Wilson County ABC Board.

### **Report on Internal Control Over Financial Reporting**

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

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

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

### **Report on Compliance and Other Matters**

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

### **Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Martin Starnes & Associates, CPAs, P.A.*

Martin Starnes & Associates, CPAs, P.A.  
Hickory, North Carolina  
November 30, 2022

# MARTIN STARNES & ASSOCIATES, CPAs, P.A.

*"A Professional Association of Certified Public Accountants and Management Consultants"*

## **Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; Required by the Uniform Guidance and the State Single Audit Implementation Act**

### **Independent Auditor's Report**

To the Board of County Commissioners  
Wilson County  
Wilson, North Carolina

#### **Report On Compliance for Each Major Federal Program**

##### ***Opinion on Each Major Federal Program***

We have audited Wilson County, North Carolina's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* and the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission that could have a direct and material effect on each of Wilson County's major federal programs for the year ended June 30, 2022. Wilson County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings, Responses, and Questioned Costs.

In our opinion, Wilson County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2022.

##### ***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United State of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General in the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and the State Single Audit Implementation Act. Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

### ***Responsibilities of Management for Compliance***

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

### ***Auditor's Responsibilities for the Audit of Compliance***

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

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

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

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

### ***Other Matters***

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

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

### **Report on Internal Control Over Compliance**

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

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, non-compliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is reasonable possibility that material non-compliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying Schedule of Findings, Responses, and Questioned Costs as item 2022-001 to be a significant deficiency.

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

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

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

*Martin Starnes & Associates, CPAs, P.A.*

Martin Starnes & Associates, CPAs, P.A.  
Hickory, North Carolina  
November 30, 2022

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# MARTIN ♦ STARNES & ASSOCIATES, CPAs, P.A.

*"A Professional Association of Certified Public Accountants and Management Consultants"*

## **Report on Compliance for Each Major State Program; Report on Internal Control Over Compliance; Required by the Uniform Guidance and the State Single Audit Implementation Act**

### **Independent Auditor's Report**

To the Board of County Commissioners  
Wilson County  
Wilson, North Carolina

### **Report On Compliance for Each Major State Program**

#### ***Opinion on Each Major State Program***

We have audited Wilson County, North Carolina's, compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* and the *Audit Manual for Governmental Auditors in North Carolina*, issued by the Local Government Commission, that could have a direct and material effect on each of Wilson County's major state programs for the year ended June 30, 2022. Wilson County's major state programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings, Responses, and Questioned Costs.

In our opinion, Wilson County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the year ended June 30, 2022.

#### ***Basis for Opinion on Each Major State Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*); the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and the State Single Audit Implementation Act. Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

### ***Responsibilities of Management for Compliance***

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

### ***Auditor's Responsibilities for the Audit of Compliance***

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

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

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

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

### ***Other Matters***

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



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

### **Report on Internal Control Over Compliance**

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

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, non-compliance with a type of compliance requirement of a state program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material non-compliance with a type of compliance requirement of a state program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or combination of deficiencies, in internal over compliance with a type of compliance requirement of a state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying Schedule of Findings, Responses, and Questioned Costs as item 2022-001 to be a significant deficiency.

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

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

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

*Martin Starnes & Associates, CPAs, P.A.*

Martin Starnes & Associates, CPAs, P.A.  
Hickory, North Carolina  
November 30, 2022

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**WILSON COUNTY, NORTH CAROLINA**

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

**1. Summary of Auditor’s Results**

**Financial Statements**

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

**Federal Awards**

Internal control over major federal programs:	
• Material weakness (es) identified?	No
• Significant deficiency (s) identified?	Yes
Type of auditor’s report issued on compliance for major federal programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	Yes

Identification of major federal programs:

<b><u>Federal Program/Cluster Name</u></b>	<b><u>AL#</u></b>
Medicaid Cluster	93.778
Temporary Assistance for Needy Families	93.558
Coronavirus State and Local Fiscal Recovery Funds	21.027
Epidemiology and Laboratory Capacity for Infectious Diseases	93.323
Foster Care, Adoption, and Guardianship Assistance Program Cluster	93.659, 93.658

Dollar threshold used to distinguish between Type A and Type B programs	<u>\$750,000</u>
---	------------------

Auditee qualified as low-risk auditee?	No
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**WILSON COUNTY, NORTH CAROLINA**

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

**State Awards**

Internal control over major state programs:

- Material weakness (es) identified? No
- Significant deficiency (es) identified? Yes

Type of auditor’s report issued on compliance for major state programs: Unmodified

Any findings disclosed that are required to be reported in accordance with the State Single Audit Implementation Act? Yes

Identification of major state programs:

**Program Name**

- Medicaid Cluster
- Needs-Based Public School Building Capital Fund
- Foster Care, Adoption, and Guardianship Assistance Program Cluster

**2. Findings Related to the Audit of the Basic Financial Statements**

None reported.

# WILSON COUNTY, NORTH CAROLINA

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

### 3. Federal Award Findings and Questioned Costs

#### U.S. Department of Health and Human Services

Passed through the N.C. Department of Health and Human Services, Division of Social Services

Program Name:

DSS Crosscutting (State)

Medicaid Cluster AL#93.778 (XIX-MAP22)

Temporary Assistance for Needy Families (TANF) State Program AL#93.558 (2201NCTANF)

Foster Care, Adoption, and Guardianship Assistance Program Cluster AL#93.659 (2201NCADPT)  
and AL# 93.658 (2201NCFOST)

#### Finding: 2022-001

#### Significant Deficiency, non-material non-compliance Special Tests and Provisions (Enterprise Program Integrity)

**Criteria:** Per the North Carolina DSS Crosscutting Requirements compliance supplement, Counties must acquire adequate case documentation to substantiate the claim entry into the NC Fast Enterprise Program Integrity (“EPI”) system. This information includes, but is not limited to the dates of the overpayment period, documentary evidence to substantiate that an overpayment occurred, such as wage stubs or verification from an employer, other income verification and household composition verification, and the budgets used to compute the amount of the overpayment.

**Condition:** We noted one instance of a Food and Nutrition Services claim entered in EPI where adequate case documentation to substantiate the claim entry was not maintained. The budget calculated during the initial investigation in the claims file does not agree to the amount entered in EPI to be collected on by the County.

**Context:** We sampled 40 claims that were current in the EPI system and noted the above condition in 1 (2.5%) of the claims tested. To date, the County has reviewed the budget and corrected the amount in EPI system, as well as the casefile.

**Effect:** The County may not have accurate supporting documentation for claims entered in EPI system. There is a risk that claims may not be valid as a result.

**Cause:** Documentation to support a claim entered into EPI was not accurate.

**Questioned Costs:** None, no payments have been collected by the County to date on this claim.

**Recommendation:** County DSS staff should implement controls to ensure that all documentation is maintained and agrees to what was entered into EPI.

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

**WILSON COUNTY, NORTH CAROLINA**  
**SCHEDULE OF FINDINGS, RESPONSES, AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2022**

**4. State Award Findings and Questioned Costs**

**N.C. Department of Health and Human Services**

Passed through the N.C. Department of Health and Human Services, Division of Social Services  
Program Name:

DSS Crosscutting (State)

Medicaid Cluster AL#93.778 (XIX-MAP22)

Foster Care, Adoption, and Guardianship Assistance Program Cluster AL#93.659 (2201NCADPT)  
and AL# 93.658 (2201NCFOST)

**Significant Deficiency, non-material non-compliance**

**Special Tests and Provisions (Enterprise Program Integrity)**

Finding 2022-001 under federal awards also applies to state requirements and state awards.



# Wilson County Department of Social Services

J. Glenn Osborne  
Director

Post Office Box 459 Wilson, North Carolina 27894-0459

Phone (252) 206-4000  
Fax (252) 206-4198

## Corrective Action Plan For the Year Ended June 30, 2022

### Finding: 2022-001

Jessica Murphy, Team Leader, Special Investigations

### Significant Deficiency, nonmaterial noncompliance Special Tests and Provisions (Enterprise Program Integrity)

Per the North Carolina DSS Crosscutting Requirements compliance supplement, counties must acquire case documentation to substantiate the claim entry into the NC FAST Enterprise Program Integrity (“EPI”) system, including the budget and budget calculation sheets used to compute the amount of the overpayment. In one stance of a Food and Nutrition Services claim entered in EPI, there was not adequate case documentation to substantiate the claim and the budget calculated during the initial investigation in the claims file did not agree to the amount that was entered in EPI to be collected on by the county. This claim has since been reviewed, the budget was corrected and the amount in the EPI system, as well as the casefile, was updated.

In order to prevent subsequent instances of this issue occurring, DSS Program Integrity staff will implement the following internal control measures effective 1/1/2023:

- **Review and evaluate current DSS-1682 Report of Erroneous Issuance form for errors and miscalculations.** In reviewing the case in which the error occurred, it was discovered that the DSS-1682 had a formula error in which the amounts did not total correctly on the spreadsheet. Therefore, the incorrect overpayment amount was entered into the EPI system. *The DSS-1682 will be reviewed and updated to show the correct formula calculations and the previously-used incorrect form will be removed from usage by staff by 12/31/22.*
- **Additional second-party and third-party reviewing processes for overpayment claims.** In the identified case finding, a second-party review was completed, as are all overpayment claims per Food and Nutrition Services policy, however this instance revealed that additional review, in the form of a third-party can provide a reduced risk-factor as the error could have been discovered by the additional review. *Effective 1/1/23, all overpayment claims must be submitted for second-party review and third-party review prior to submission into the NC FAST EPI system.*
- **Revised case review tools.** There is currently not a detailed, itemized review form that is used for Program Integrity. The current tool does have specifications for the evaluation of the overpayment calculation; however, it does not have additional indicators to allow for consistency in reviewing the specified overpayment months, program integrity budgets, financial transactions, and correct allotment amounts. *In observation of this, it has been determined that a new case record review tool will be created and implemented effective 1/1/23.* The proposed effect of this form will be that additional review and inquiry will be completed by the second party reviewer and the third-party reviewer and there will be increased compliance in regards to overpayment claim calculation.

The planned controls have the projected effect of reducing the risk of overpayment calculation errors, incorrect budgeting, and invalid claim amounts entered into the NC FAST EPI system.

**Proposed completion:** All measures effective 1/1/23 and ongoing.

*The Wilson County Department of Social Services promotes safety, self-determination and self-sufficiency for families, children and adults through the delivery of services in a professional and caring manner.*

AN EQUAL OPPORTUNITY / AFFIRMATIVE ACTION EMPLOYER

Visit our website at [www.wilsoncountydss.org](http://www.wilsoncountydss.org)

**WILSON COUNTY, NORTH CAROLINA**  
**SCHEDULE OF PRIOR YEAR AUDIT FINDINGS**  
**FOR THE YEAR ENDED JUNE 30, 2022**

No prior year findings.



COUNTY OF WILSON, NORTH CAROLINA

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE YEAR ENDED JUNE 30, 2022

Grantor/Pass-Through Grantor/Program Title	Federal AL Number	State/ Pass-through Grantor's Number	Federal (Direct & Pass-Through) Expenditures	State Expenditures	Passed-through to Subrecipients
<b>FEDERAL AWARDS:</b>					
<u>U. S. Department of Agriculture</u>					
Passed-Through the N.C. Department of Health and Human Services:					
Division of Social Services:					
Administration:					
<u>Supplemental Nutrition Assistance Program (SNAP) Cluster:</u>					
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program - Admin	10.561	205NC406S2514	\$ 1,640,732	\$ -	\$ -
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program - Fraud Admin	10.561	205NC406S2514	171,787	-	-
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program - Food Stamp E&T & Depend C	10.561	205NC406S2514	100,377	-	-
COVID-19 - State Administrative Matching Grants for the Supplemental Nutrition Assistance Program - FNS ARPA Funds	10.561	205NC406S2514	92,137	-	-
COVID-19 - State Administrative Matching Grants for the Supplemental Nutrition Assistance Program - FNS CAA Funds	10.561	205NC406S2514	33,840	-	-
Total SNAP Cluster			2,038,873	-	-
Passed-Through the N.C. Department of Health and Human Services:					
Division of Public Health:					
WIC Special Supplemental Nutrition Program for Women, Infants, and Children - Administration	10.557	13A25403GB/13A25403GC/ 13A25404GB/13A25404GC/ 13A25405GB/13A25405GC/ 13A25409GB/13A25409GC/ 13A2570DJQ/13A2570EJQ/ 13A2570FJQ	680,510	-	-
Total U.S. Department of Agriculture			2,719,383	-	-
<u>U.S. Department of Homeland Security:</u>					
Passed-through N.C. Department of Public Safety					
Division of Emergency Management:					
Disaster Grants - Public Assistance (Presidentially Declared Disasters) - Hurricane Matthew	97.036	FEMA-4285-DR-NC	3,416	1,139	-
Emergency Management Performance Grants	97.042	EMA-2020-EP-00009	18,753	-	-
Emergency Management Performance Grants	97.042	EMA-2021-EP-00015-2120098	36,150	-	-
			54,903	-	-
Total U.S. Department of Homeland Security			58,319	1,139	-
<u>U.S. Department of Health and Human Services</u>					
Passed-Through Upper Coastal Plain Council of Governments:					
Social Services Block Grant	93.667	DAAS-732	35,383	1,011	-
<u>Aging Cluster:</u>					
Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	DAAS-732	143,224	8,425	-
Special Programs for the Aging, Title III, Part C Nutrition Services	93.045	DAAS-732	139,545	8,209	-
Nutrition Services Incentive Program	93.053	DAAS-732	35,278	-	-
State appropriations:					
Access		DAAS-732	-	5,853	-
In Home Service		DAAS-732	-	247,388	-
Congregate Meals		DAAS-732	-	26,146	-
Home Delivered Meals		DAAS-732	-	164,213	-
Total Aging Cluster			318,047	460,234	-
Total Division of Aging and Adult Services			353,430	461,245	-

## COUNTY OF WILSON, NORTH CAROLINA

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE YEAR ENDED JUNE 30, 2022

Grantor/Pass-Through Grantor/Program Title	Federal AL Number	State/ Pass-through Grantor's Number	Federal (Direct & Pass-Through) Expenditures	State Expenditures	Passed-through to Subrecipients
<u>Administration for Children and Families</u>					
Passed-Through the N.C. Department of Health and Human Services:					
Division of Social Services:					
Temporary Assistance for Needy Families (TANF)					
Work First Admin	93.558	2201NCTANF	272,993	-	-
Work First Service	93.558	2201NCTANF	1,819,240	-	-
Division of Public Health:					
Temporary Assistance for Needy Families (TANF)	93.558	13A15151T2	19,584	-	-
Total TANF			2,111,817	-	-
Division of Social Services:					
Community Services Block Grant	93.569	00042837	39,016	-	-
<u>Subsidized Child Care Program Cluster (Note 3):</u>					
<u>Child Care Development Fund Cluster:</u>					
Division of Social Services:					
Child Care Mandatory and Matching Funds of the Child Care and Development Fund - Admin					
Total Subsidized Child Care Program Cluster (Note 3) / Child Care Development Fund Cluster	93.596	G2201NCCCDF	310,284	-	-
			310,284	-	-
<u>Foster Care, Adoption, and Guardianship Assistance Program Cluster (Note 3)</u>					
Adoption Assistance	93.659	2201NCADPT	89,294	-	-
Foster Care Title IV-E	93.658	2201NCFOST	599,953	62,830	-
Foster Care Title IV-E - Direct Benefit Payments	93.658	2201NCFOST	120,680	34,971	-
Total Foster Care, Adoption, and Guardianship Assistance Program Cluster (Note 3)			809,927	97,801	-
Social Services Block Grant	93.667	G2201NCSOSR	555,586	-	-
Low Income Home Energy Assistance - Crisis Intervention Payments					
Low Income Home Energy Assistance - Admin	93.568	G22B1NCLIEA	366,328	-	-
COVID 19 - Low Income Home Energy Assistance - Admin	93.568	G22B1NCLIEA	114,513	-	-
COVID 19 - Low Income Home Energy Assistance - Admin	93.568	G22B1NCLIEA	109	-	-
COVID 19 - Low Income Home Energy Assistance - ARPA Admin	93.568	G22B1NCLIEA	102,629	-	-
Low Income Home Energy Assistance	93.568	G22B1NCLIEA	731,048	-	-
COVID 19 - Low Income Home Energy Assistance - ARPA	93.568	G22B1NCLIEA	788,054	-	-
COVID 19 - Low Income Home Energy Assistance - CAA	93.568	G22B1NCLIEA	132,470	-	-
Total Low Income Home Energy Assistance			2,235,151	-	-
Child Support Enforcement					
Title IV-D Administration	93.563	2201NCCCES	1,251,324	-	-
IV-D Offset Fees - ESC	93.563	2201NCCCES	23	-	-
IV-D Offset Fees - ESC Admin	93.563	2201NCCCES	8	-	-
IV-D Offset Fees - Federal	93.563	2201NCCCES	7,797	-	-
Total Child Support Enforcement			1,259,152	-	-
John H. Chafee Foster Care Program for Successful Transition to Adulthood - Administration	93.674	2201NCC1LP	5,632	1,408	-
Direct Benefit Payments:					
John H. Chafee Foster Care Program for Successful Transition to Adulthood - Direct Benefit Payments	93.674	2201NCC1LP	9,149	-	-
Total John H. Chaffee Foster Care Program for Successful Transition to Adulthood			14,781	1,408	-
<u>Special Children Adoption Fund Cluster (Note 3)</u>					
MaryLee Allen Promoting Safe and Stable Families Program	93.556	G2101NCFPSS, G2201NCFPSS	103,368	-	-
Stephanie Tubbs Jones Child Welfare Services Program	93.645	G2201NCCWSS	30,240	-	-
Total Special Children Adoption Fund Cluster (Note 3)			133,608	-	-

## COUNTY OF WILSON, NORTH CAROLINA

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE YEAR ENDED JUNE 30, 2022

Grantor/Pass-Through Grantor/Program Title	Federal AL Number	State/ Pass-through Grantor's Number	Federal (Direct & Pass-Through) Expenditures	State Expenditures	Passed-through to Subrecipients
Total Administration for Children and Families			7,469,322	99,209	-
<u>Centers for Medicare and Medicaid Services</u>					
Passed-Through the N.C. Department of Health and Human Services:					
<u>Medicaid Cluster:</u>					
Division of Health Benefits:					
Division of Social Services:					
Medical Assistance Program					
State County Special Assistance	93.778	XIX-MAP22	38,345	-	-
Adult Care Home Case Management	93.778	XIX-MAP22	43,341	8,123	-
MA Expansion	93.778	XIX-MAP22	381,451	-	-
Medical Assistance Administration	93.778	XIX-MAP22	3,704,893	-	-
Medical Transportation Admin	93.778	XIX-MAP22	178,985	-	-
Medical Transportation Service	93.778	XIX-MAP22	104,238	-	-
Total Medicaid Cluster			4,451,253	8,123	-
Children's Health Insurance Program:					
NC Health Choice - Admin	93.767	CHIP22	84,021	1,250	-
Total Centers for Medicare and Medicaid Services			4,535,274	9,373	-
<u>Centers for Disease Control and Prevention</u>					
Passed-Through the N.C. Department of Health and Human Services:					
Division of Public Health:					
Immunization Cooperative Agreements	93.268	1331631CEJ	24,578	-	-
COVID-19 - Immunization Cooperative Agreements	93.268	1331631SLD/1331639BP7	135,348	-	-
Total Immunization Cooperative Agreements			159,926	-	-
Public Health Emergency Preparedness	93.069	12642680EQ/12642680ER	34,651	-	-
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	14602720NF	12,644	-	-
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	1332891AP5/1332892AL5/117588 3AP5	567,149	-	-
Cancer Prevention and Control Programs for State, Territorial and Tribal Organizations	93.898	13203100D7	6,500	-	-
Preventive Health and Health Services Block Grant	93.991	12615503PH	23,197	-	-
Sexually Transmitted Diseases (STD) Prevention and Control Grants	93.977	13114631NB	100	-	-
Total Centers for Disease Control and Prevention			804,167	-	-
<u>Health Resources and Services Administration</u>					
Passed-Through the N.C. Department of Health and Human Services:					
Division of Public Health:					
Maternal and Child Health Services Block Grant to the States	93.994	12715745AR/13A15735AP/13A15 740AP/ 12715318AR	83,674	17,403	-
Passed through Wilson County Substance Prevention Coalition					
Rural Health Care Services Outreach, Rural Health Network Development and Small Health Care Provider Quality Improvement	93.912	XXXXX	27,283	-	-
Total Health Resources and Service Administration			110,957	17,403	-
<u>Office of Population Affairs</u>					
Passed-Through the N.C. Department of Health and Human Services:					
Division of Public Health:					
Office of Assistant Secretary for Health:					
Family Planning Services	93.217	13A15900FP	60,788	-	-

## COUNTY OF WILSON, NORTH CAROLINA

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE YEAR ENDED JUNE 30, 2022

Grantor/Pass-Through Grantor/Program Title	Federal AL Number	State/ Pass-through Grantor's Number	Federal (Direct & Pass-Through) Expenditures	State Expenditures	Passed-through to Subrecipients
<u>Food and Drug Administration</u>					
Passed Through the National Environmental Health Association					
Food and Drug Administration Research	93.103	G-OATR-202111-01926	4,150	-	-
Food and Drug Administration Research	93.103	G-BDEV-202111-01818	2,200	-	-
Passed-Through the Association of Food & Drug Officials					
Food and Drug Administration Research	93.103	G-MP-2105-09393	2,402	-	-
Food and Drug Administration Research	93.103	G-MP-2108-09712	3,277	-	-
Food and Drug Administration Research	93.103	G-MP-2010-09030	6,096	-	-
Total Food and Drug Administration			18,125	-	-
Total U.S. Department of Health and Human Services			13,352,063	587,230	-
<u>U.S. Department of Housing and Urban Development</u>					
Passed through N.C. Department of Commerce, Rural Economic Development Division					
Community Development Block Grants/State's program and Non-Entitlement Grants in Hawaii - Coronavirus					
	14.228	20-V-3508	23,511	-	-
Total U.S. Department of Housing and Urban Development			23,511	-	-
<u>U.S. Department of Treasury</u>					
Direct Program:					
Coronavirus State and Local Fiscal Recovery Funds	21.027		7,944,443	-	-
Total U.S. Department of Treasury			7,944,443	-	-
<u>U.S. Department of Justice</u>					
<u>Office of Justice Programs</u>					
Direct Program:					
State Criminal Alien Assistance Program	16.606	15PBJA-21-RR-05163-SCAA	19,994	-	-
Bulletproof Vest Partnership Program	16.607		13,406	-	-
Criminal Division					
Equitable Sharing Program	16.922		21,865	-	-
Total U.S. Department of Justice			55,265	-	-
<u>U. S. Department of Transportation</u>					
<u>Federal Transit Administration</u>					
Passed-Through the N.C. Department of Transportation					
Passed-Through City of Wilson					
Formula Grants for Rural Areas and Tribal Transit Program - Administrative Assistance	20.509	36233.26.23.1	53,301	3,331	-
Formula Grants for Rural Areas and Tribal Transit Program - Capital II	20.509	36233.26.23.4	1,522	190	-
COVID-19 - Formula Grants for Rural Areas and Tribal Transit Program	20.509	49233.67.1.2	33,458	-	-
Total U.S. Department of Transportation			88,281	3,521	-
<u>National Endowment For the Humanities</u>					
Passed-Through State Library of North Carolina, Department of Natural and Cultural Resources					
Grants to States - LSTA EZ Grants	45.310	NC-21-200, NC-21-132, NC-21-42, NC-21-314	59,072	-	-
Total Institute of Museum and Library Services			59,072	-	-
Total Federal Awards			24,300,337	591,890	-

COUNTY OF WILSON, NORTH CAROLINA

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE YEAR ENDED JUNE 30, 2022

Grantor/Pass-Through Grantor/Program Title	Federal AL Number	State/ Pass-through Grantor's Number	Federal (Direct & Pass-Through) Expenditures	State Expenditures	Passed-through to Subrecipients
<b>STATE AWARDS:</b>					
<u>N.C. Department of Administration</u>					
Division of Veterans Affairs:					
County Veterans Service Program		XXXXX	-	2,109	-
<u>N.C. Department of Cultural and Natural Resources</u>					
Division of State Library:					
State Aid to Public Libraries		XXXXX	-	127,960	-
<u>N.C. Department of Environmental Quality</u>					
Division of Waste Management - Solid Waste Section					
Scrap Tire Disposal Account Fund - Grant		4/2021-9/2021	-	5,500	-
Scrap Tire Disposal Account Fund - Grant		10/2021-4/2022	-	8,420	-
Division of Environmental Assistance and Customer Service:					
Abandoned Manufactured Homes Grant		CW-19652	-	1,011	-
Total N.C. Department of Environmental Quality			-	14,931	-
<u>N.C. Department of Health and Human Services</u>					
Division of Aging and Adult Services:					
Passed-Through Upper Coastal Plain Council of Governments:					
State appropriations:					
Senior Center Outreach		DAAS-732	-	3,564	-
Division of Public Health:					
Other Receipts / State Supported Expenditures					
Food and Lodging Fees		11534752SZ	-	23,314	-
PH Capacity Building		1161411000	-	138,713	-
Health Communities		1261550300	-	3,746	-
General Communicable Disease Control		1175451000	-	8,294	-
Breast and Cervical Cancer		1320335504/1320559900	-	20,150	-
School Health Center		1332535700	-	88,880	-
Child Health		1271574500	-	9,930	-
Tuberculosis Control		1460455100/1460455400	-	61,896	-
Family Planning - State		13A1573500	-	39,612	-
School Nursing Funding Initiative		1332535800	-	150,000	-
Maternal Health		13A1574000	-	68,042	-
Women Health Service Fund		13A16021FR	-	11,157	-
		13114536RQ/13114536RR/	-	-	-
HIV/STD State		13114601RQ/13114601RR	-	11,636	-
TPPI - Adolescent Pregnancy Prevention Program		13325166KZ	-	73,089	-
Adolescent Parenting Program		Contracts 00042094/00043991	-	73,299	-
Passed through Pitt County, North Carolina					
Minority Diabetes Prevention Program		XXXXX	-	8,404	-
Total Division of Public Health			-	790,162	-
Passed through Eastpointe Human Services					
County Initiative for Impact of Opioid Use and/or Whole Person Integrated Care					
		XXXX	-	60,678	-
Division of Social Services:					
ST Child Welfare/CPS/CS LD					
Direct Benefit Payments-		XXXXX	-	69,624	-
Extended FC/Max Non IV-E		XXXXX	-	10,592	-
F/C At Risk Maximization		XXXXX	-	9,332	-
Title IV-B EFT Chaf Indep Liv		XXXXX	-	152,360	-
SFHF Maximization		XXXXX	-	45,279	-
State Foster Home		XXXXX	-	34,299	-
Total Division of Social Services			-	321,486	-
Total N.C. Department of Health and Human Services			-	1,175,890	-

## COUNTY OF WILSON, NORTH CAROLINA

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE YEAR ENDED JUNE 30, 2022

Grantor/Pass-Through Grantor/Program Title	Federal AL Number	State/ Pass-through Grantor's Number	Federal (Direct & Pass-Through) Expenditures	State Expenditures	Passed-through to Subrecipients
<u>N.C. Department of Public Instruction</u>					
Needs-Based Public School Building Capital Fund		XXXXX	-	9,897,498	9,897,498
<u>Agency N.C. Department of Public Safety:</u>					
Drug Abuse Resistance Education Program		XXXXX	-	29,623	-
Division of Juvenile Justice and Delinquency Prevention:					
Juvenile Crime and Delinquency Prevention Council		898-XXXX-FY 21-22	-	293,346	293,346
Youth Detention Center Service		XXXXX	-	2,928	-
Total Agency N.C. Department of Public Safety			-	325,897	293,346
<u>N.C. Department of Information Technology</u>					
NC 911 Board Grant - Radio Tower Generator Project		G2021-08	-	35,900	-
NC 911 Board Grant - TDMA Radio Replacement Project		G2022-07	-	108,251	-
Total N.C. Department of Information Technology			-	144,151	-
<u>N.C. Department of Transportation:</u>					
Rural Operating Assistance Program Cluster					
ROAP Elderly and Disabled Transportation Assistance Program		36220.10.10.1	-	84,082	-
ROAP Work First Transitional - Employment		36236.11.9.1	-	25,550	-
ROAP Rural General Public Program		36228.22.10.1	-	116,283	-
Total Rural Operating Assistance Program Cluster			-	225,915	-
Small Project Fund-Black Creek Volunteer Fire Department Paving		XXXXXX	-	25,000	25,000
Total N.C. Department of Transportation			-	250,915	25,000
<u>N.C. Tobacco Trust Fund</u>					
Grain Drill for Local Farmers		2020-24-015	-	17,805	-
Total State Awards			-	11,957,156	10,215,844
Total Federal and State Awards			\$ 24,300,337	\$ 12,549,046	\$ 10,215,844

**Notes to the Schedule of Expenditures of Federal and State Financial Awards:****Note 1: Basis of Presentation**

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

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

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

**Note 3: Cluster of Programs**

The following are clustered by the NC Department of Health and Human Services and are treated separately for state audit requirement purposes: Subsidized Child Care Program, Special Children Adoption Fund, and Foster Care, Adoption, and Guardianship Assistance Program.

**Note 4: Indirect Cost Rates**

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