

**ANNUAL
COMPREHENSIVE
FINANCIAL REPORT**

**For the Fiscal Year
Ended June 30, 2023**



**Wilson
County**

North Carolina

Financial Services Department

Angel Landrau, Director

wilsoncountync.gov

WILSON COUNTY, NORTH CAROLINA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2023

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INTRODUCTORY SECTION

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Wilson
County

North Carolina

Wilson County Government

Finance Department

Letter of Transmittal

November 21, 2023

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

Wilson County has a vision that partners with all levels of government to serve its citizens through five core values: Sound Financial Management, Innovative County Workforce, Community Partnerships, Quality of Life and Superior Education & Workforce. A key objective of the Sound Financial Management value is continuing the County's strong foundation of fiscal strength. 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, 2023.

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, 2023, 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, 2023, 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 Interstates 95, 795 and 587. Interstate 795 connects to Goldsboro and 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. Interstate 587 connects Greenville and the Research Triangle Park, with Wilson County situated directly in between. Wilson County is also served by the Rocky Mount-Wilson regional airport which has one 7,100-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, Aging and Veterans), 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. 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.

Factors Affecting Financial Condition

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.

Local Economy

Wilson County's economy is diversified with a mix of agriculture, manufacturing, commercial, and service sectors. However, the County is still a leading farm market in the state with \$163,443,141 in farm sales in 2023. Major industries located within the County include tire manufacturing, pharmaceuticals, life science, 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, transportation, judicial and a school for the deaf located in the City of Wilson.

Unemployment in Wilson County is 5.1% and is higher than 3.4% for the State. The average weekly wage for 2022 for Wilson County was \$970, the fourteenth highest average weekly wage in the State.

The county has experienced growth in the local tax base. In 2022-2023 ABEC, Construct and Believer meats located or announced future locations in Wilson County. The total investment from new and existing companies in the local economy was \$193,750,000, resulting in the creation of 376 new jobs. At the end of 2023 and the beginning of 2024, another large manufacturing operation will announce plans to locate in Wilson County.

Manufacturing is the largest sector of the Wilson economy employing 7,416 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 seventh year of its 10-year expansion. The Life Science Industry in Wilson County employs over 1000 people with an average wage of \$123,760. Life Science and Biotech continue to show great promise in job growth for Wilson County. 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 400 employees.

Truist, the seventh largest U.S. bank holding company currently employs approximately 1,900 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

Wilson County is growing and commissioners and management are intentionally planning and creating a smart pathway forward to meet service and capital needs for the County. Our facilities committee is actively reviewing county facility needs and a recent study of the courthouse and downtown buildings to plan for future government facilities. Wilson County is aligning our capital improvements planning to project facility needs and maintenance updates annually. The CIP planning must carefully correspond with changing revenues and the current economic environment.

While Wilson Community College recently shared their 10-year Master Plan for the campus, they have continued to make upgrades and Wilson County invested in a new Cosmetic Arts campus this fiscal year. Wilson County Schools will be completing a facilities needs plan within the next year. Wilson County will begin replacing an aging elementary school within the next year, in addition to annually working with the school system to update facilities and align them with population trends. The county is active in applying for and supporting any grants or funding opportunities that can benefit our education facilities. Davenport and Associates has recently completed a debt analysis for the county that is assisting with this pathway forward.

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, 2022. This was the 11th 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 Financial Services Department. We wish to express our appreciation to all members of the department who assisted and contributed to the preparation of this report. Credit must be given to the Board of Commissioners for their interest, leadership, and support in planning and conducting the operations of the government. Thank you for maintaining the highest standards in county financial management in a responsible and progressive manner.

Respectfully submitted,

WILSON COUNTY, NORTH CAROLINA



Ron Hunt
County Manager



Angel Landrau
Financial Services Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**County of Wilson
North Carolina**

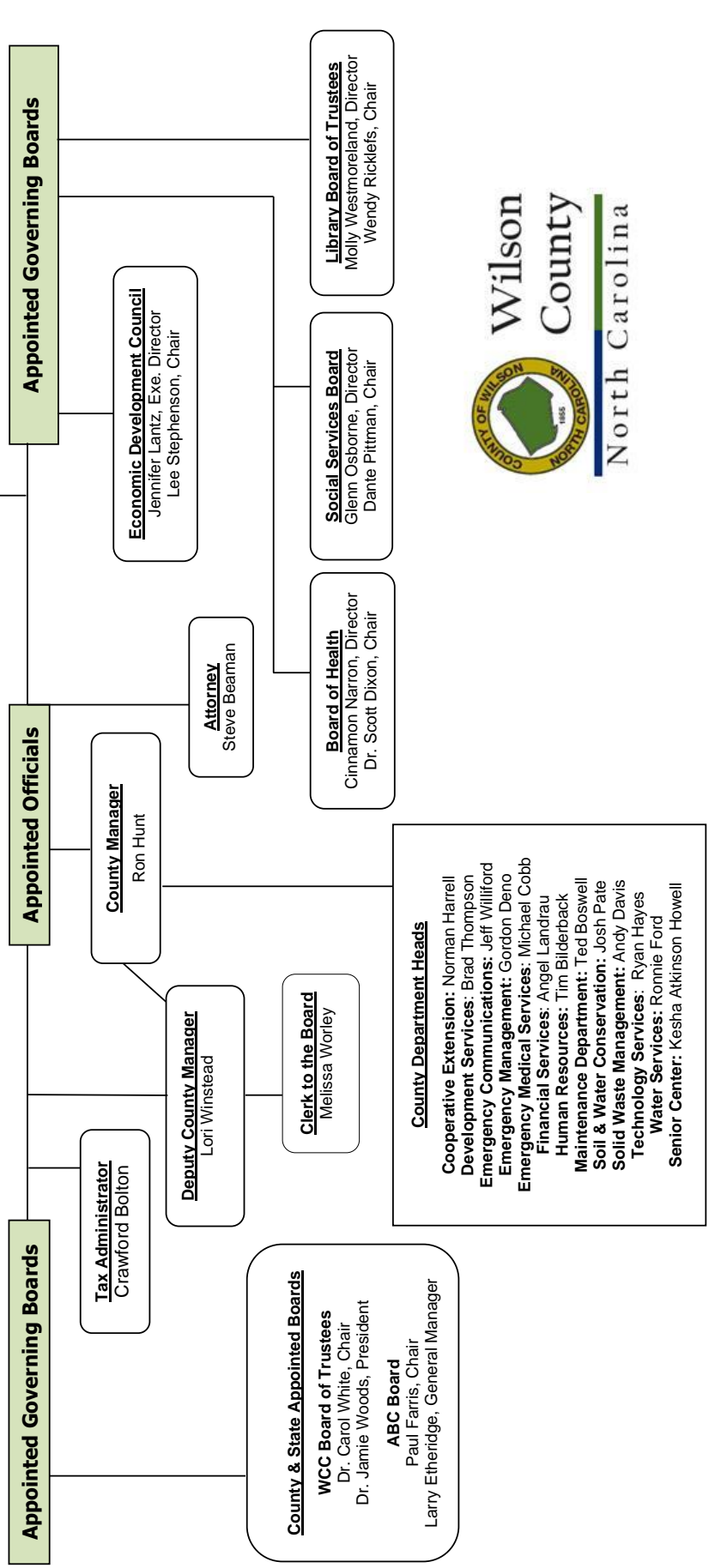
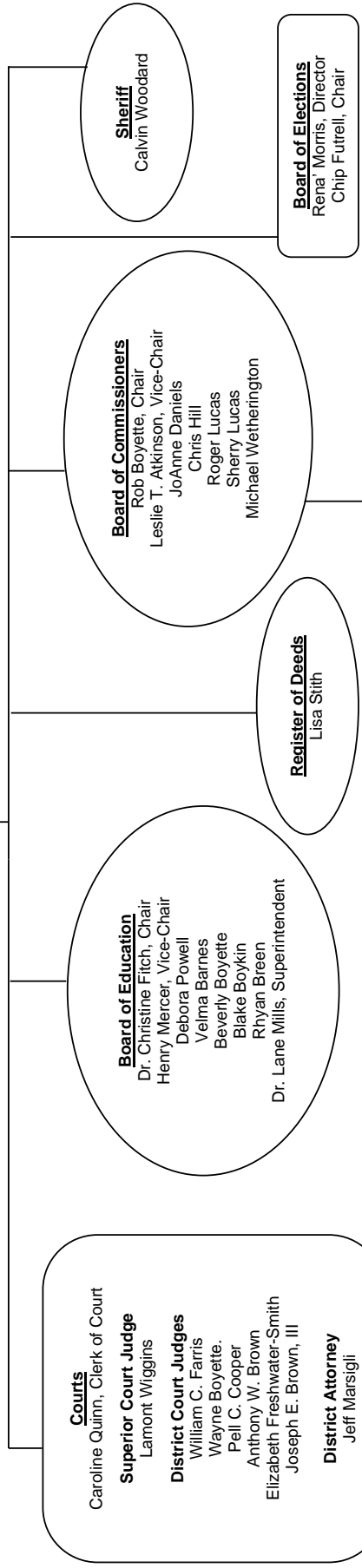
For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2022

Christopher P. Morill

Executive Director/CEO

Elected Officials



Wilson County
List of Principal Officials
June 30, 2023

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	Michael Wetherington
Sheriff		Calvin Woodard
Register of Deeds		Lisa Stith

Administrative Officials

Manager	Ron Hunt
Attorney	Stephen Beaman
Clerk	Melissa Worley
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	Brad Thompson
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

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, 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, 2023, 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, 2023, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund and Opioid Settlement 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, which represents 100 percent, 100 percent, and 100 percent of the assets, net position, and revenues, respectively, of the discretely presented component unit as of June 30, 2023, and the respective changes in financial position, and where applicable, cash flows thereof for the year then ended. 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*.

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 cover 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 21, 2023, 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 21, 2023

Management's Discussion and Analysis For the Year Ended June 30, 2023

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, 2023. 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

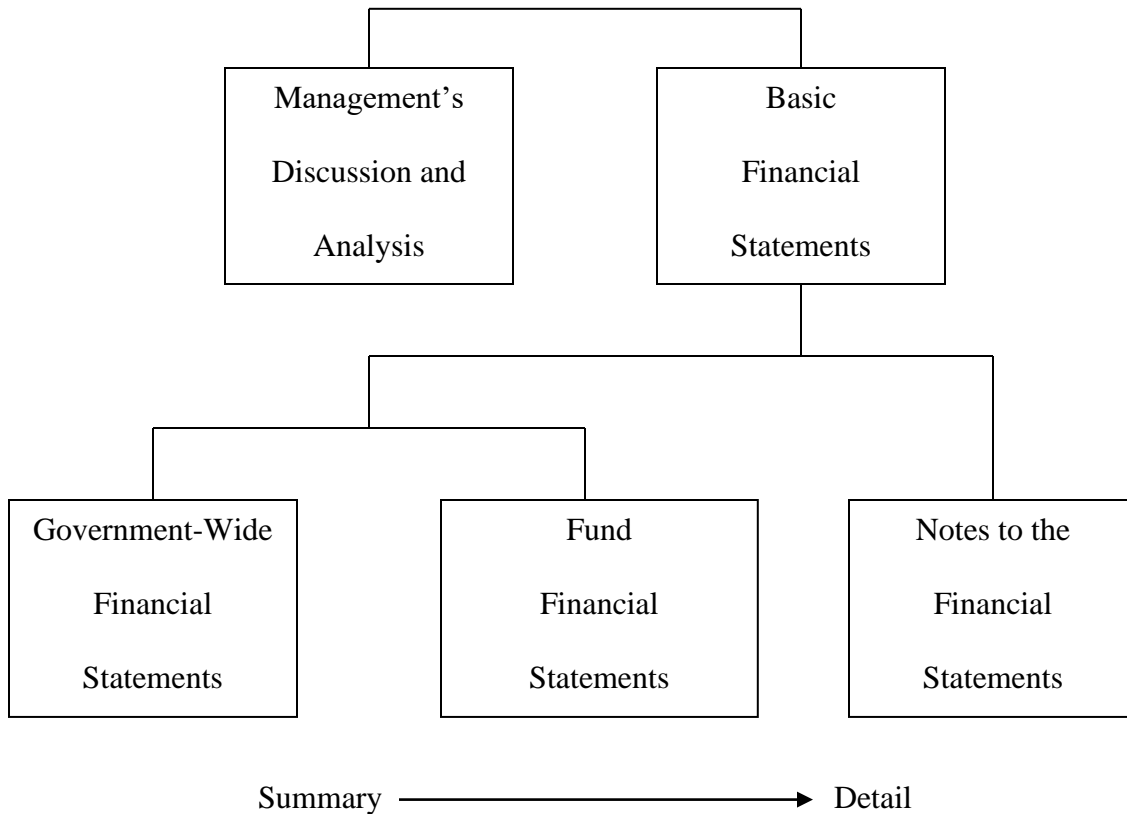
- The assets and deferred outflows of resources of Wilson County exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$56,742,794 (*net position*).
- The government's total net position increased by \$6,787,583 primarily due to increases in revenues for charges for services, grants, and local option sales tax. During the current year, the County recognized a prior period adjustment of \$3,202,739, included in the net position increase, in the government activities to account for Opioid funds. See further disclosure of the restatement in the Notes to the Financial Statements.
- As of the close of the current fiscal year, Wilson County's governmental funds reported combined ending fund balances of \$74,891,406, after a net decrease in fund balance of \$5,664,471. Approximately 38.99 percent of this total amount, or \$29,198,870, is non-spendable or restricted.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$15,229,479, or 12.32 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 L, 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 32 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 92 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 \$56,742,794 as of June 30, 2023. The County's net position increased by \$6,787,583 for the fiscal year ended June 30, 2023, which includes a prior period adjustment of \$3,202,739 related to Opioid settlement funds as discussed in the notes to the financial statements. One of the largest portions, \$49,630,087, 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, \$26,537,104 (46.77%), represents resources that are subject to external restrictions on how they may be used. The remaining deficit balance

Management's Discussion and Analysis
Wilson County

of \$19,424,397 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 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	
	2023	2022	2023	2022	2023	2022
Assets:						
Current and other assets	\$ 78,566,444	\$ 80,408,666	\$ 26,990,516	\$ 26,325,015	\$ 105,556,960	\$ 106,733,681
Restricted assets	19,492,876	15,952,383	357,142	330,698	19,850,018	16,283,081
Capital assets	<u>32,849,020</u>	<u>29,424,868</u>	<u>24,752,201</u>	<u>24,311,982</u>	<u>57,601,221</u>	<u>53,736,850</u>
Total assets	<u>130,908,340</u>	<u>125,785,917</u>	<u>52,099,859</u>	<u>50,967,695</u>	<u>183,008,199</u>	<u>176,753,612</u>
Deferred Outflows of Resources	<u>30,714,975</u>	<u>28,309,866</u>	<u>1,047,800</u>	<u>939,943</u>	<u>31,762,775</u>	<u>29,249,809</u>
Liabilities:						
Long-term liabilities outstanding	112,799,732	113,219,822	11,830,689	14,936,377	124,630,421	128,156,199
Other liabilities	<u>9,871,967</u>	<u>9,184,139</u>	<u>718,487</u>	<u>576,048</u>	<u>10,590,454</u>	<u>9,760,187</u>
Total liabilities	<u>122,671,699</u>	<u>122,403,961</u>	<u>12,549,176</u>	<u>15,512,425</u>	<u>135,220,875</u>	<u>137,916,386</u>
Deferred Inflows of Resources	<u>22,041,127</u>	<u>17,489,330</u>	<u>766,178</u>	<u>642,494</u>	<u>22,807,305</u>	<u>18,131,824</u>
Net Position:						
Net investment in capital assets	32,146,983	29,410,751	17,483,104	16,721,183	49,630,087	46,131,934
Restricted	26,537,104	37,733,692	-	-	26,537,104	37,733,692
Unrestricted	<u>(41,773,598)</u>	<u>(52,941,951)</u>	<u>22,349,201</u>	<u>19,031,536</u>	<u>(19,424,397)</u>	<u>(33,910,415)</u>
Total net position	<u>\$ 16,910,489</u>	<u>\$ 14,202,492</u>	<u>\$ 39,832,305</u>	<u>\$ 35,752,719</u>	<u>\$ 56,742,794</u>	<u>\$ 49,955,211</u>

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

- Changes in assumptions and an increase in the municipal bond index rate resulted in a substantial decrease in both the Law Enforcement Officers' Special Separation Allowance pension and OPEB liabilities and related deferred inflows of resources.
- Capital assets increased substantially due to the expenditure of grant and other funding for capital purchases.
- Amounts restricted for education and for stabilization by state statute decreased as allowable expenditures were incurred during the year and due to deferrals of unspent grant proceeds and lower net receivable balances.

Management's Discussion and Analysis
Wilson County

Wilson County's Changes in Net Position
Figure 3

	Governmental		Business-Type		Total	
	Activities		Activities			
	2023	2022	2023	2022	2023	2022
Revenues:						
Programs revenues:						
Charges for services	\$ 13,946,106	\$ 11,543,721	\$ 5,639,452	\$ 5,126,031	\$ 19,585,558	\$ 16,669,752
Grants and contributions:						
Operating	24,206,679	28,112,533	4,569	1,011	24,211,248	28,113,544
Capital	4,950,598	10,080,278	263,722	-	5,214,320	10,080,278
General revenues:						
Property taxes	61,910,578	59,877,201	996,580	998,351	62,907,158	60,875,552
Local option sales tax	21,049,826	19,817,739	-	-	21,049,826	19,817,739
Other taxes and licenses	1,268,278	1,155,364	484,559	569,550	1,752,837	1,724,914
Investment earnings	2,527,115	99,571	604,116	29,481	3,131,231	129,052
Grants and other contributions not restricted to specific programs	419,680	318,750	-	-	419,680	318,750
Miscellaneous	417,786	2,043,047	86,794	1,671	504,580	2,044,718
Total revenues	<u>130,696,646</u>	<u>133,048,204</u>	<u>8,079,792</u>	<u>6,726,095</u>	<u>138,776,438</u>	<u>139,774,299</u>
Expenses:						
General government	12,731,871	13,113,607	-	-	12,731,871	13,113,607
Public safety	30,410,206	27,175,482	-	-	30,410,206	27,175,482
Transportation	943,652	530,358	-	-	943,652	530,358
Environmental protection	543,984	252,354	-	-	543,984	252,354
Economic and physical development	5,139,337	5,202,091	-	-	5,139,337	5,202,091
Human services	35,816,030	33,754,369	-	-	35,816,030	33,754,369
Cultural and recreational	2,800,592	2,382,454	-	-	2,800,592	2,382,454
Education	42,414,291	43,553,544	-	-	42,414,291	43,553,544
Interest and other charges	391,425	433,719	-	-	391,425	433,719
Landfill	-	-	1,618,514	3,478,626	1,618,514	3,478,626
Water	-	-	2,381,692	2,293,693	2,381,692	2,293,693
Total expenses	<u>131,191,388</u>	<u>126,397,978</u>	<u>4,000,206</u>	<u>5,772,319</u>	<u>135,191,594</u>	<u>132,170,297</u>
Change in net position	<u>(494,742)</u>	<u>6,650,226</u>	<u>4,079,586</u>	<u>953,776</u>	<u>3,584,844</u>	<u>7,604,002</u>
Net position, beginning, previously reported	14,202,492	7,495,505	35,752,719	34,798,943	49,955,211	42,294,448
Restatement	3,202,739	56,761	-	-	3,202,739	56,761
Net position, beginning	<u>17,405,231</u>	<u>7,552,266</u>	<u>35,752,719</u>	<u>34,798,943</u>	<u>53,157,950</u>	<u>42,351,209</u>
Net position, ending	<u>\$ 16,910,489</u>	<u>\$ 14,202,492</u>	<u>\$ 39,832,305</u>	<u>\$ 35,752,719</u>	<u>\$ 56,742,794</u>	<u>\$ 49,955,211</u>

Management's Discussion and Analysis Wilson County

Governmental Activities. Governmental activities decreased the County's net position by \$494,742 compared to increasing net position by \$6,650,226 in the prior year. Key elements of the decrease in net position are as follows:

- Decrease in both operating and capital grants received that were only partially offset by increases in property and sales taxes, charges for services performed, and investment income
- Increase in expenses across most functions due to increases in salary and benefits and inflation in operating costs

Business-Type Activities. Business-type activities increased Wilson County's net position by \$4,079,586, compared to \$953,776 in the prior year. Key elements of this increase are as follows:

- Decrease in the estimated closure and postclosure costs at landfill
- Increases in charges for services and capital grants received
- Increase in investment earnings due to rising interest rates

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, 2023, Wilson County's governmental funds reported combined ending fund balances of \$74,891,406, a decrease of \$5,664,471. The decrease is mainly due to active project expenditures that occurred during the fiscal year in both the School Capital Projects Fund and the Public Buildings Capital Project Fund.

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 \$48,336,908, while total fund balance for the General Fund is \$58,135,115. The net change in fund balance of (\$5,875,933) was mainly due to a transfer out to the Public Buildings Capital Project Fund for the local contribution to projects. 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 39.11% of General Fund expenditures and transfers out, while total fund balance represents 47.04% of that same amount.

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 for school projects in the School Capital Project fund was \$6,614,507. The net decrease in fund balance of \$5,762,731 resulted from the completion of various capital projects.

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 the second installment was received

Management's Discussion and Analysis Wilson County

in October 2022. County staff and the Board of Commissioners have elected to use \$10,000,000 of the ARPA funds to cover eligible salaries under revenue replacement. The County plans on using the rest of the funds for infrastructure projects through December 2026. A transfer of \$2,055,557 was made to the General Fund from the ARPA Fund to cover salaries under revenue replacement in the current year.

The Opioid Settlement Fund is a major special revenue fund for the current fiscal year. Due to new information on how to account for Opioid Settlement funds, the County booked a net receivable in the amount of \$5,586,798 with a related offsetting deferred inflow. The County had minimal expenditures in the fund during the current year and ended with \$547,920 in restricted cash and fund balance at June 30th.

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 total expenditures by \$12,466,606. 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, and various sales and services budget increases that were attributable to increases in anticipated revenues.

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

Unrestricted net position of the Solid Waste Fund at the end of the fiscal year amounted to \$16,823,388 and those for the water funds totaled \$5,349,651. The total growth in net position for the Solid Waste Fund was \$2,976,447 and the total increase in net position for the water funds was \$1,062,077. 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, 2023 amounted to \$57,601,221 (net of accumulated amortization and depreciation). This investment in capital assets includes land, vehicles, buildings and improvements, machinery, and equipment.

- Purchased new police vehicles, laptops and other equipment as well as several new ambulances and EMS equipment;
- Disposed of police and fire vehicles in the Public Safety department;
- Purchased vehicles and equipment for the Human Services department;
- Purchased new equipment and continued construction of the additional cell of the solid waste landfill;
- Purchased land for the new EMS stations;
- Performed renovations and improvements to several County buildings including the jail, main administrative building, public library, agriculture center, sheriffs office, courthouse, tax administrations office, and senior center;

Management's Discussion and Analysis
Wilson County

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

Figure 4

	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
Land	\$ 3,658,703	\$ 3,399,703	\$ 3,208,714	\$ 3,208,714	\$ 6,867,417	\$ 6,608,417
Construction in progress	845,354	334,253	1,913,552	450,478	2,758,906	784,731
Buildings and improvements	41,400,704	38,637,958	3,348,609	3,341,101	44,749,313	41,979,059
Equipment and plant distribution	14,271,518	13,814,450	30,780,716	30,783,976	45,052,234	44,598,426
Vehicles	8,569,929	7,502,352	1,188,562	1,181,274	9,758,491	8,683,626
Lease equipment	63,130	85,453	-	-	63,130	85,453
Subscription software	993,193	-	-	-	993,193	-
Total	69,802,531	63,774,169	40,440,153	38,965,543	110,242,684	102,739,712
Less: accumulated depreciation and accumulated amortization	36,953,511	34,349,301	15,687,952	14,653,561	52,641,463	49,002,862
Capital assets	<u>\$ 32,849,020</u>	<u>\$ 29,424,868</u>	<u>\$ 24,752,201</u>	<u>\$ 24,311,982</u>	<u>\$ 57,601,221</u>	<u>\$ 53,736,850</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, 2023, Wilson County had total bonded debt outstanding of \$6,685,000, which is backed by the full-faith and credit of the County.

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

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2023	2022	2023	2022	2023	2022
Limited obligation bonds - direct placement	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,685,000</u>	<u>\$ 6,940,000</u>	<u>\$ 6,685,000</u>	<u>\$ 6,940,000</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 \$615,428,518. 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 5.89%, an increase from fiscal year 2022 ratio of 2.70%.

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

The County also has direct placement notes payable, lease liabilities, and IT subscription liabilities.

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 2023, the tax collection rate was 98.64%.
- The County continues to see positive incremental growth in the tax valuation since revaluation in 2016.
- Sales tax continues to remain strong.
- The unemployment rate is 5.2% as of June 30, 2023. Wilson County continues to be higher than the North Carolina average of 3.6% for the same period.

Budget Highlights for Fiscal Year 2023-2024

Governmental Activities. The 2024 General Fund's adopted budget increased \$9,989,444. The County tax rate continues to remain flat with no tax rate increase in FY 2023-2024 budgeted revenues. The increase in the budget from 2023 was largely due to capital improvements to county facilities and a county-wide increase in salaries. 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, 2023**

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Wilson County ABC Board
Assets:				
Cash and cash equivalents	\$ 55,238,755	\$ 25,873,407	\$ 81,112,162	\$ 5,760,470
Receivables (net)	3,775,433	572,649	4,348,082	1,210
Due from other governments	9,256,196	368,298	9,624,494	-
Internal balances	(176,162)	176,162	-	-
Inventories	-	-	-	1,780,106
Prepaid items	-	-	-	17,438
Lease receivable, current	20,232	-	20,232	-
Restricted cash and cash equivalents	19,492,876	357,142	19,850,018	-
Notes receivable	1,915,000	-	1,915,000	-
Net investment in joint venture	3,666,215	-	3,666,215	-
Net pension asset	80,025	-	80,025	-
Lease receivable	27,025	-	27,025	-
Long-term receivables, net	4,763,725	-	4,763,725	-
Capital assets:				
Land, improvements, and construction in progress	4,504,057	5,122,266	9,626,323	784,990
Other capital assets, net of depreciation and amortization	28,344,963	19,629,935	47,974,898	2,627,337
Total capital assets	32,849,020	24,752,201	57,601,221	3,412,327
Total assets	130,908,340	52,099,859	183,008,199	10,971,551
Deferred Outflows of Resources:				
OPEB deferrals	13,160,564	507,628	13,668,192	54,538
Pension deferrals	17,338,300	540,172	17,878,472	447,016
Charge on refunding of debt	216,111	-	216,111	-
Total deferred outflows of resources	30,714,975	1,047,800	31,762,775	501,554
Liabilities:				
Accounts payable and accrued expenses	2,200,406	339,831	2,540,237	605,694
Accrued interest payable	89,134	21,514	110,648	-
Due to other governments	913,297	-	913,297	-
Advances from grantors	6,623,199	-	6,623,199	-
Accounts payable - payable from restricted assets	45,931	-	45,931	-
Customer deposits - payable from restricted assets	-	357,142	357,142	-
Due within one year: bonds, notes, postclosure, leases, subscriptions, and compensated absences	5,476,383	538,268	6,014,651	418,785
Net pension liability - LGERS	24,934,166	855,058	25,789,224	576,554
Total pension liability - LEOSSA	3,844,435	-	3,844,435	-
Total OPEB liability	59,325,090	2,108,142	61,433,232	1,342,087
Bonds, notes, post-closure, leases, subscriptions, and compensated absences	19,219,658	8,329,221	27,548,879	2,433,940
Total liabilities	122,671,699	12,549,176	135,220,875	5,377,060

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

WILSON COUNTY, NORTH CAROLINA

STATEMENT OF NET POSITION
JUNE 30, 2023

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Wilson County ABC Board
Deferred Inflows of Resources:				
OPEB deferrals	20,036,901	743,887	20,780,788	29,333
Pension deferrals	1,367,835	22,291	1,390,126	2,436
Leases	46,950	-	46,950	-
Prepaid taxes	589,441	-	589,441	-
Total deferred inflows of resources	<u>22,041,127</u>	<u>766,178</u>	<u>22,807,305</u>	<u>31,769</u>
Net Position:				
Net investment in capital assets	32,146,983	17,483,104	49,630,087	623,112
Restricted for:				
Stabilization by state statute	12,041,228	-	12,041,228	-
Public safety	808,237	-	808,237	-
Register of Deeds	335,218	-	335,218	-
Register of Deeds' pension plan	121,589	-	121,589	-
Human services	4,500,991	-	4,500,991	-
Working capital	-	-	-	437,975
Economic development projects	82,063	-	82,063	-
Education	8,647,778	-	8,647,778	-
Law enforcement	-	-	-	2,311
Unrestricted (deficit)	<u>(41,773,598)</u>	<u>22,349,201</u>	<u>(19,424,397)</u>	<u>5,000,878</u>
Total net position	<u>\$ 16,910,489</u>	<u>\$ 39,832,305</u>	<u>\$ 56,742,794</u>	<u>\$ 6,064,276</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, 2023

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
Governmental Activities:				
General government	\$ 12,731,871	\$ 3,139,940	\$ 2,283,639	\$ -
Public safety	30,410,206	6,187,249	732,541	-
Transportation	943,652	54	637,718	65,286
Environmental protection	543,984	-	291,217	-
Economic and physical development	5,139,337	-	-	-
Human services	35,816,030	4,618,863	19,957,551	494,167
Cultural and recreation	2,800,592	-	304,013	-
Education	42,414,291	-	-	4,391,145
Interest on long-term debt	391,425	-	-	-
Total governmental activities	<u>131,191,388</u>	<u>13,946,106</u>	<u>24,206,679</u>	<u>4,950,598</u>
Business-Type Activities:				
Landfill	1,618,514	2,434,957	4,569	-
Water	<u>2,381,692</u>	<u>3,204,495</u>	-	<u>263,722</u>
Total business-type activities	<u>4,000,206</u>	<u>5,639,452</u>	<u>4,569</u>	<u>263,722</u>
Total primary government	<u>\$ 135,191,594</u>	<u>\$ 19,585,558</u>	<u>\$ 24,211,248</u>	<u>\$ 5,214,320</u>
Component Unit:				
ABC Board	<u>\$ 10,368,881</u>	<u>\$ 11,387,343</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, 2023

Functions/Programs	Net (Expense) Revenue and Changes in Net Position			Component Unit Wilson County ABC Board
	Primary Government		Total	
	Governmental Activities	Business-Type Activities		
Primary Government:				
Governmental Activities:				
General government	\$ (7,308,292)	\$ -	\$ (7,308,292)	
Public safety	(23,490,416)	-	(23,490,416)	
Transportation	(240,594)	-	(240,594)	
Environmental protection	(252,767)	-	(252,767)	
Economic and physical development	(5,139,337)	-	(5,139,337)	
Human services	(10,745,449)	-	(10,745,449)	
Cultural and recreation	(2,496,579)	-	(2,496,579)	
Education	(38,023,146)	-	(38,023,146)	
Interest on long-term debt	(391,425)	-	(391,425)	
Total governmental activities	<u>(88,088,005)</u>	<u>-</u>	<u>(88,088,005)</u>	
Business-Type Activities:				
Landfill	-	821,012	821,012	
Water	-	1,086,525	1,086,525	
Total business-type activities	<u>-</u>	<u>1,907,537</u>	<u>1,907,537</u>	
Total primary government	<u>(88,088,005)</u>	<u>1,907,537</u>	<u>(86,180,468)</u>	
Component Unit:				
ABC Board				\$ <u>1,018,462</u>
General Revenues:				
Taxes:				
Property taxes, levied for general purpose	61,910,578	996,580	62,907,158	-
Local option sales tax	21,049,826	-	21,049,826	-
Other taxes and licenses	1,268,278	484,559	1,752,837	-
Grants and contributions not restricted to specific programs	419,680	-	419,680	-
Gain on disposal of capital assets	105,296	-	105,296	-
Investment earnings	2,527,115	604,116	3,131,231	20,105
Miscellaneous	312,490	86,794	399,284	2,780
Total general revenues	<u>87,593,263</u>	<u>2,172,049</u>	<u>89,765,312</u>	<u>22,885</u>
Change in net position	<u>(494,742)</u>	<u>4,079,586</u>	<u>3,584,844</u>	<u>1,041,347</u>
Net Position:				
Beginning of year - July 1	14,202,492	35,752,719	49,955,211	5,022,929
Restatement	3,202,739	-	3,202,739	-
Beginning of year, restated - July 1	<u>17,405,231</u>	<u>35,752,719</u>	<u>53,157,950</u>	<u>5,022,929</u>
End of year - June 30	<u>\$ 16,910,489</u>	<u>\$ 39,832,305</u>	<u>\$ 56,742,794</u>	<u>\$ 6,064,276</u>

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

WILSON COUNTY, NORTH CAROLINA

BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2023

	Major Funds					Total Governmental Funds
	General Fund	School Capital Projects Fund	American Rescue Plan Fund	Opioid Settlement Fund	Nonmajor Governmental Funds	
Assets:						
Cash and cash equivalents	\$ 41,232,013	\$ 3,926,843	\$ -	\$ -	\$ 8,368,966	\$ 53,527,822
Restricted cash and cash equivalents	10,273,023	2,783,048	5,888,885	547,920	-	19,492,876
Taxes receivable, net	1,449,802	-	-	-	45,905	1,495,707
Accounts and other receivables, net	1,071,479	-	-	5,586,798	-	6,658,277
Due from other governments	8,707,638	-	-	-	548,558	9,256,196
Due from other funds	18,783	-	-	-	-	18,783
Lease receivable	47,257	-	-	-	-	47,257
Notes receivable	-	-	-	-	1,915,000	1,915,000
Total assets	<u>\$ 62,799,995</u>	<u>\$ 6,709,891</u>	<u>\$ 5,888,885</u>	<u>\$ 6,134,718</u>	<u>\$ 10,878,429</u>	<u>\$ 92,411,918</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances:						
Liabilities:						
Accounts payable and accrued liabilities	\$ 1,728,897	\$ 95,384	\$ -	\$ -	\$ 306,580	\$ 2,130,861
Due to other governments	-	-	-	-	913,297	913,297
Due to other funds	-	-	-	-	18,783	18,783
Miscellaneous liabilities	69,545	-	-	-	-	69,545
Accounts payable - payable from restricted assets	45,931	-	-	-	-	45,931
Advances from grantors	734,314	-	5,888,885	-	-	6,623,199
Total liabilities	<u>2,578,687</u>	<u>95,384</u>	<u>5,888,885</u>	<u>-</u>	<u>1,238,660</u>	<u>9,801,616</u>
Deferred Inflows of Resources	<u>2,086,193</u>	<u>-</u>	<u>-</u>	<u>5,586,798</u>	<u>45,905</u>	<u>7,718,896</u>
Fund Balances:						
Non-spendable:						
Leases	307	-	-	-	-	307
Restricted:						
Stabilization by state statute	9,797,900	-	-	-	2,243,328	12,041,228
Register of Deeds	335,218	-	-	-	-	335,218
Public safety	46,803	-	-	-	761,434	808,237
Human services	3,933,980	-	-	547,920	19,091	4,500,991
Economic development projects	-	-	-	-	82,063	82,063
Education	4,816,319	6,614,507	-	-	-	11,430,826
Committed:						
Tax revaluation	360,458	-	-	-	-	360,458
Public safety	-	-	-	-	4,289,028	4,289,028
Human services	-	-	-	-	1,015,045	1,015,045
Future capital and other projects	205,558	-	-	-	1,300,000	1,505,558
Assigned:						
Subsequent year's expenditures	23,409,093	-	-	-	-	23,409,093
Unassigned	15,229,479	-	-	-	(116,125)	15,113,354
Total fund balances	<u>58,135,115</u>	<u>6,614,507</u>	<u>-</u>	<u>547,920</u>	<u>9,593,864</u>	<u>74,891,406</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 62,799,995</u>	<u>\$ 6,709,891</u>	<u>\$ 5,888,885</u>	<u>\$ 6,134,718</u>	<u>\$ 10,878,429</u>	<u>\$ 92,411,918</u>

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

WILSON COUNTY, NORTH CAROLINA

BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2023

**Total
Governmental
Funds**

Amounts reported for governmental activities in the Statement of Net Position (Exhibit A) are different because:

Total fund balance, governmental funds	\$ 74,891,406
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	32,849,020
Net investment in joint venture	3,666,215
Net pension asset	80,025
Deferred outflows of resources related to pensions are not reported in the funds.	17,338,300
Deferred outflows of resources related to OPEB are not reported in the funds.	13,160,564
Charges related to refunding bond issue	216,111
Other long-term assets are not available to pay for current-period expenditures.	385,174
Consolidation of Internal Service Fund	1,534,771
Deferred inflows of resources related to pensions are not reported in the funds.	(1,367,835)
Deferred inflows of resources related to OPEB are not reported in the funds.	(20,036,901)
Deferred inflows of resources for taxes receivable	1,495,707
Deferred inflows of resources for Opioid receivable	5,586,798
Total OPEB liability	(59,325,090)
Net pension liability	(24,934,166)
Total pension liability	(3,844,435)
Some liabilities, including notes payable, leases, subscription liabilities, accrued interest, and compensated absences, are not due and payable in the current period and, therefore, are not reported in the funds.	<u>(24,785,175)</u>
Net position of governmental activities	<u>\$ 16,910,489</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, 2023

	Major Funds					Total Governmental Funds
	General Fund	School Capital Projects Fund	American Rescue Plan Fund	Opioid Settlement Fund	Nonmajor Governmental Funds	
Revenues:						
Ad valorem taxes	\$ 59,213,089	\$ -	\$ -	\$ -	\$ 2,590,133	\$ 61,803,222
Local option sales taxes	20,181,414	-	-	-	868,412	21,049,826
Other taxes and licenses	1,268,278	-	-	-	-	1,268,278
Unrestricted intergovernmental	419,680	-	-	-	-	419,680
Restricted intergovernmental	18,690,145	4,391,145	2,055,557	-	1,889,462	27,026,309
Permits and fees	1,112,327	-	-	-	-	1,112,327
Sales and service	11,545,931	-	-	379,803	431,095	12,356,829
Investment earnings	2,484,816	925	-	16,919	24,455	2,527,115
Miscellaneous	182,693	-	-	-	129,797	312,490
Total revenues	<u>115,098,373</u>	<u>4,392,070</u>	<u>2,055,557</u>	<u>396,722</u>	<u>5,933,354</u>	<u>127,876,076</u>
Expenditures:						
Current:						
General government	13,172,518	-	-	-	434,289	13,606,807
Public safety	25,720,125	-	-	-	3,966,705	29,686,830
Transportation	47,857	-	-	-	886,564	934,421
Environmental protection	270,013	-	-	-	264,463	534,476
Economic and physical development	4,736,139	-	-	-	846,716	5,582,855
Human services	34,652,454	-	-	8,757	655,277	35,316,488
Cultural and recreation	2,748,557	-	-	-	-	2,748,557
Intergovernmental:						
Education	28,793,728	13,620,563	-	-	-	42,414,291
Debt service:						
Principal	2,874,583	-	-	-	-	2,874,583
Interest and other charges	400,693	-	-	-	-	400,693
Total expenditures	<u>113,416,667</u>	<u>13,620,563</u>	<u>-</u>	<u>8,757</u>	<u>7,054,014</u>	<u>134,100,001</u>
Revenues over (under) expenditures	<u>1,681,706</u>	<u>(9,228,493)</u>	<u>2,055,557</u>	<u>387,965</u>	<u>(1,120,660)</u>	<u>(6,223,925)</u>
Other Financing Sources (Uses):						
Transfers (to) other funds	(10,172,807)	-	(2,055,557)	-	(157)	(12,228,521)
Transfers from other funds	2,055,714	3,465,762	-	-	6,707,045	12,228,521
Lease obligations issued	44,458	-	-	-	-	44,458
Subscriptions issued	189,333	-	-	-	-	189,333
Debt issuance	220,367	-	-	-	-	220,367
Sale of capital assets	105,296	-	-	-	-	105,296
Total other financing sources (uses)	<u>(7,557,639)</u>	<u>3,465,762</u>	<u>(2,055,557)</u>	<u>-</u>	<u>6,706,888</u>	<u>559,454</u>
Net change in fund balances	(5,875,933)	(5,762,731)	-	387,965	5,586,228	(5,664,471)
Fund Balances:						
Beginning of year, July 1	<u>64,011,048</u>	<u>12,377,238</u>	<u>-</u>	<u>159,955</u>	<u>4,007,636</u>	<u>80,555,877</u>
End of year, June 30	<u>\$ 58,135,115</u>	<u>\$ 6,614,507</u>	<u>\$ -</u>	<u>\$ 547,920</u>	<u>\$ 9,593,864</u>	<u>\$ 74,891,406</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, 2023**

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)	\$ (5,664,471)
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	119,873
Opioid settlement funds	2,384,058
Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	(646,639)
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.	6,436,971
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.	(79,892)
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.	(3,012,819)
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.	(454,158)
Pension expense - LEOSSA	(306,600)
Pension expense - LGERS	(2,199,769)
Pension expense - ROD	2,014
OPEB plan expense	(587,770)
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.	2,874,583
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.	9,268
Consolidation of Internal Service Fund	1,099,552
Changes in accrued interest receivable	(12,517)
Expenses related to compensated absences that do not require current financial resources are not reported as expenditures in the governmental funds statement.	(413,157)
Changes in deferred outflow related to bond issuance	<u>(43,269)</u>
Total change in net position of governmental activities	<u>\$ (494,742)</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, 2023**

	General Fund			
	Original Budget	Final Budget	Actual	Variance with Final Over/Under
Revenues:				
Ad valorem taxes	\$ 56,270,109	\$ 56,270,109	\$ 59,213,089	\$ 2,942,980
Local option sales tax	14,113,729	14,113,729	20,181,414	6,067,685
Other taxes and licenses	839,000	839,000	1,268,278	429,278
Unrestricted intergovernmental	309,000	309,000	419,680	110,680
Restricted intergovernmental	21,976,852	26,123,599	18,690,145	(7,433,454)
Permits and fees	1,201,000	1,201,000	1,112,327	(88,673)
Sales and services	8,637,052	8,769,411	11,545,931	2,776,520
Investment earnings	50,000	50,000	2,472,268	2,422,268
Miscellaneous	51,000	55,094	182,693	127,599
Total revenues	<u>103,447,742</u>	<u>107,730,942</u>	<u>115,085,825</u>	<u>7,354,883</u>
Expenditures:				
Current:				
General government	15,057,409	16,126,003	12,527,518	3,598,485
Public safety	27,826,212	31,117,484	25,720,125	5,397,359
Transportation	47,857	47,857	47,857	-
Environmental protection	281,446	289,801	270,013	19,788
Economic and physical development	1,752,804	2,696,046	1,882,192	813,854
Human services	36,507,988	42,234,235	34,652,454	7,581,781
Cultural and recreation	3,205,635	3,637,135	2,748,557	888,578
Intergovernmental:				
Education	28,188,952	28,793,728	28,793,728	-
Debt service:				
Principal retirement	2,489,746	2,874,620	2,874,583	37
Interest and other charges	392,949	400,695	400,693	2
Total expenditures	<u>115,750,998</u>	<u>128,217,604</u>	<u>109,917,720</u>	<u>18,299,884</u>
Revenues over (under) expenditures	<u>(12,303,256)</u>	<u>(20,486,662)</u>	<u>5,168,105</u>	<u>25,654,767</u>
Other Financing Sources (Uses):				
Transfers to other funds	(1,234,263)	(13,781,282)	(13,406,282)	375,000
Transfers from other funds	-	2,055,715	2,055,714	(1)
Debt issuance	-	220,368	220,367	(1)
Lease obligations issued	-	44,460	44,458	(2)
Subscriptions issued	-	189,333	189,333	-
Sale of capital assets	50,000	50,000	105,296	55,296
Fund balance appropriated	13,487,519	31,708,068	-	(31,708,068)
Total other financing sources (uses)	<u>12,303,256</u>	<u>20,486,662</u>	<u>(10,791,114)</u>	<u>(31,277,776)</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, 2023

	<u>General Fund</u>			Variance with Final Over/Under
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Net change in fund balance	\$ -	\$ -	(5,623,009)	\$ (5,623,009)
Fund Balance:				
Beginning of year, July 1			<u>62,328,735</u>	
End of year, June 30			56,705,726	
Legally budgeted Tax Revaluation Fund and Economic Development Fund are consolidated into the General Fund for reporting purposes:				
Investment earnings			12,548	
Transfer in from General Fund			3,233,475	
Expenditures - economic development			(2,853,947)	
Expenditures - tax listing			(645,000)	
Fund balance, beginning			<u>1,682,313</u>	
Fund balance, ending (Exhibit D)			<u>\$ 58,135,115</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 - OPIOID SETTLEMENT FUND
FOR THE YEAR ENDED JUNE 30, 2023**

	Opioid Settlement Fund			Variance with Final Over/Under
	Original Budget	Final Budget	Actual	
Revenues:				
Opioid settlement funds	\$ -	\$ 658,772	\$ 379,803	\$ (278,969)
Investment earnings	-	-	16,919	16,919
Total revenues	<u>-</u>	<u>658,772</u>	<u>396,722</u>	<u>(262,050)</u>
Expenditures:				
Human services	-	658,772	8,757	650,015
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	387,965	<u>\$ 387,965</u>
Fund Balance:				
Beginning of year, July 1			<u>159,955</u>	
End of year, June 30			<u>\$ 547,920</u>	

WILSON COUNTY, NORTH CAROLINA

STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2023

	Major Enterprise Funds				Governmental Activities Internal Service Fund
	Solid Waste Fund	Water Distribution Fund Southeast District	Water Distribution Fund Southwest District	Total	
Assets:					
Current assets:					
Cash and cash equivalents	\$ 20,581,174	\$ 2,530,393	\$ 2,761,840	\$ 25,873,407	\$ 1,710,933
Restricted cash and cash equivalents	-	154,147	202,995	357,142	-
Receivables, net	124,603	188,992	259,054	572,649	-
Due from other governments	104,576	-	263,722	368,298	-
Total current assets	<u>20,810,353</u>	<u>2,873,532</u>	<u>3,487,611</u>	<u>27,171,496</u>	<u>1,710,933</u>
Non-current assets:					
Capital assets:					
Land and construction in progress	4,171,721	608,154	342,391	5,122,266	-
Other capital assets, net of depreciation	3,718,641	5,975,300	9,935,994	19,629,935	-
Total capital assets	<u>7,890,362</u>	<u>6,583,454</u>	<u>10,278,385</u>	<u>24,752,201</u>	<u>-</u>
Total assets	<u>28,700,715</u>	<u>9,456,986</u>	<u>13,765,996</u>	<u>51,923,697</u>	<u>1,710,933</u>
Deferred Outflows of Resources:					
OPEB deferrals	414,476	45,528	47,624	507,628	-
Pension deferrals	426,589	58,768	54,815	540,172	-
Total deferred outflows of resources	<u>841,065</u>	<u>104,296</u>	<u>102,439</u>	<u>1,047,800</u>	<u>-</u>
Liabilities:					
Current liabilities:					
Accounts payable	261,645	38,001	40,185	339,831	-
Current portion of notes payable	-	24,075	28,836	52,911	-
Current portion of compensated absences	68,872	20,097	20,097	109,066	-
Current portion of debt	102,500	99,862	173,929	376,291	-
Accrued interest	-	7,721	13,793	21,514	-
Total current liabilities	<u>433,017</u>	<u>189,756</u>	<u>276,840</u>	<u>899,613</u>	<u>-</u>
Non-current liabilities:					
Liabilities payable from restricted assets:					
Customer deposits	-	154,147	202,995	357,142	-
Net pension liability	680,239	90,909	83,910	855,058	-
Accrued landfill closure and post-closure care costs	1,386,826	-	-	1,386,826	-
Total OPEB liability	1,720,886	192,598	194,658	2,108,142	-
Notes payable	-	120,381	144,181	264,562	-
Limited obligation bond	-	2,354,138	4,323,695	6,677,833	-
Total non-current liabilities	<u>3,787,951</u>	<u>2,912,173</u>	<u>4,949,439</u>	<u>11,649,563</u>	<u>-</u>
Total liabilities	<u>4,220,968</u>	<u>3,101,929</u>	<u>5,226,279</u>	<u>12,549,176</u>	<u>-</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, 2023

	Major Enterprise Funds			Total	Governmental
	Solid Waste Fund	Water Distribution Fund Southeast District	Water Distribution Fund Southwest District		Internal Service Fund
Deferred Inflows of Resources:					
OPEB deferrals	594,014	74,637	75,236	743,887	-
Pension deferrals	13,048	4,678	4,565	22,291	-
Total deferred inflows of resources	<u>607,062</u>	<u>79,315</u>	<u>79,801</u>	<u>766,178</u>	<u>-</u>
Net Position:					
Net investment in capital assets	7,890,362	3,984,998	5,607,744	17,483,104	-
Unrestricted	<u>16,823,388</u>	<u>2,395,040</u>	<u>2,954,611</u>	<u>22,173,039</u>	<u>1,710,933</u>
Total net position	<u>\$ 24,713,750</u>	<u>\$ 6,380,038</u>	<u>\$ 8,562,355</u>	39,656,143	<u>\$ 1,710,933</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>176,162</u>	
Total net position - business-type activities				<u>\$ 39,832,305</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, 2023

	Major Enterprise Funds			Total	Governmental
	Solid Waste Fund	Water Distribution Fund Southeast District	Water Distribution Fund Southwest District		Internal Service Fund
Operating Revenues:					
Charges for services	\$ 2,418,343	\$ 1,249,808	\$ 1,930,239	\$ 5,598,390	\$ 7,358,942
Operating Expenses:					
Salaries and employee benefits	1,679,762	232,572	231,273	2,143,607	-
Operating expense	1,507,559	136,047	197,434	1,841,040	6,218,328
Change in estimated landfill closure costs	(1,939,297)	-	-	(1,939,297)	-
Depreciation/amortization	370,490	271,417	381,953	1,023,860	-
Water purchase	-	271,333	396,373	667,706	-
Total operating expenses	1,618,514	911,369	1,207,033	3,736,916	6,218,328
Operating income (loss)	799,829	338,439	723,206	1,861,474	1,140,614
Non-Operating Revenues (Expenses):					
Ad valorem tax	996,580	-	-	996,580	-
Other taxes and licenses	484,559	-	-	484,559	-
Interest/investment revenue	604,116	-	-	604,116	-
Restricted intergovernmental revenue	4,569	-	263,722	268,291	-
Interest expense	-	(93,695)	(169,595)	(263,290)	-
Miscellaneous revenue	86,794	-	-	86,794	-
Total non-operating revenues (expenses)	2,176,618	(93,695)	94,127	2,177,050	-
Change in net position	2,976,447	244,744	817,333	4,038,524	1,140,614
Beginning of year - July 1	21,737,303	6,135,294	7,745,022	35,617,619	570,319
End of year - June 30	\$ 24,713,750	\$ 6,380,038	\$ 8,562,355	\$ 39,656,143	\$ 1,710,933
Change in net position, per above				\$ 4,038,524	
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.				41,062	
Total change in net position - business-type activities				\$ 4,079,586	

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, 2023

	Major Enterprise Funds			Total	Governmental Activities Internal Service Fund
	Solid Waste Fund	Water Distribution Fund Southeast District	Water Distribution Fund Southwest District		
Cash Flows from Operating Activities:					
Cash received from customers	\$ 2,580,363	\$ 1,253,422	\$ 1,930,355	\$ 5,764,140	\$ 7,358,942
Cash paid for goods and services	(2,397,995)	(405,512)	(568,221)	(3,371,728)	(8,894,348)
Cash paid to employees for services	(1,569,262)	(212,196)	(212,035)	(1,993,493)	-
Net cash provided (used) by operating activities	(1,386,894)	635,714	1,150,099	398,919	(1,535,406)
Cash Flows from Capital and Related Financing Activities:					
Acquisition and construction of capital assets	(654,383)	(559,765)	(263,722)	(1,477,870)	-
Principal paid on bond maturities and equipment contracts	-	(114,075)	(193,836)	(307,911)	-
Interest paid on bond maturities and equipment contracts	-	(93,694)	(169,595)	(263,289)	-
Net cash provided (used) by capital and related financing activities	(654,383)	(767,534)	(627,153)	(2,049,070)	-
Cash Flows from Non-Capital and Related Activities:					
Grants	4,569	-	-	4,569	-
Taxes and other licenses	1,481,139	-	-	1,481,139	-
Net cash provided (used) by non-capital and related financing activities	1,485,708	-	-	1,485,708	-
Cash Flows from Investing Activities:					
Interest on investments	604,116	-	-	604,116	-
Net increase (decrease) in cash and cash equivalents	48,547	(131,820)	522,946	439,673	(1,535,406)
Cash and Cash Equivalents:					
Beginning of year - July 1	20,532,627	2,816,360	2,441,889	25,790,876	3,246,339
End of year - June 30	\$ 20,581,174	\$ 2,684,540	\$ 2,964,835	\$ 26,230,549	\$ 1,710,933
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:					
Operating income (loss)	\$ 799,829	\$ 338,439	\$ 723,206	\$ 1,861,474	\$ 1,140,614
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation/amortization	370,490	271,417	381,953	1,023,860	-
Changes in assets, liabilities, and deferred outflows and inflows of resources:					
(Increase) decrease in accounts receivable	162,020	(9,764)	(12,950)	139,306	-
(Increase) decrease in deferred outflows of resources for pensions	(189,996)	(24,066)	(20,900)	(234,962)	-
Increase (decrease) in deferred inflows of resources for pensions	(300,698)	(38,088)	(33,076)	(371,862)	-
Increase (decrease) in net pension liability	559,230	70,836	61,515	691,581	-
Increase (decrease) in post-closure	(2,918,273)	-	-	(2,918,273)	-
Increase (decrease) in accounts payable and accrued liabilities	109,632	23,559	46,965	180,156	(2,676,020)
(Increase) decrease in deferred outflows of resources for OPEB	98,676	14,179	14,250	127,105	-
Increase (decrease) in deferred inflows of resources for OPEB	387,626	53,794	54,126	495,546	-
Increase (decrease) in OPEB payable	(465,430)	(64,592)	(64,990)	(595,012)	-
Total adjustments	(2,186,723)	297,275	426,893	(1,462,555)	(2,676,020)
Net cash provided (used) by operating activities	\$ (1,386,894)	\$ 635,714	\$ 1,150,099	\$ 398,919	\$ (1,535,406)

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, 2023

	Custodial Funds
	<u> </u>
Assets:	
Cash and cash equivalents	\$ 80,431
Accounts receivable	6,227
Due from other governments	370,313
Taxes receivable for other governments, net	<u>867,699</u>
Total assets	<u>1,324,670</u>
Liabilities:	
Accounts payable and accrued liabilities	<u>33,681</u>
Net Position:	
Restricted:	
Individuals, organizations, and other governments	<u>\$ 1,290,989</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, 2023**

	<u>Custodial Funds</u>
Additions:	
Ad valorem taxes and interest for other governments	\$ 30,217,595
Vehicle rental taxes for other governments	75,869
Collections on behalf of inmates	502,533
Debts collected on behalf of others	<u>77,564</u>
Total additions	<u>30,873,561</u>
Deductions:	
Tax and interest distributions to other governments	30,187,901
Payments on behalf of inmates	499,989
Payment of debts collected to beneficiaries	<u>77,564</u>
Total deductions	<u>30,765,454</u>
Net increase (decrease) in fiduciary net position	108,107
Net position, beginning, July 1	<u>1,182,882</u>
Net position, ending June 30	<u>\$ 1,290,989</u>

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

WILSON COUNTY, NORTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

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, 2023

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. Non-operating revenues, such as subsidies and investment earnings, result from non-exchange transactions or 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, 2023

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.

Opioid Settlement Fund. The Opioid Settlement Fund is a Special Revenue Fund used to account for settlement proceeds that are restricted for use for a particular purpose. This fund tracks the activities of that funding which will occur at least over 18 years.

The County reports the following major enterprise funds:

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.

Solid Waste Fund. The Solid Waste Fund is comprised of three consolidated sub-funds. The Landfill Operating Fund accounts for the operating activities of the County's convenience disposal sites. 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 Solid Waste Reserve Fund is a fund created to accumulate resources from users for the operation of convenience disposal sites.

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 ten 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, and the Deed of Trust 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.

WILSON COUNTY, NORTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

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

Government-Wide, Proprietary, and Fiduciary Fund Financial Statements. The government-wide, 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/amortization 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 leases and IT subscriptions 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.

WILSON COUNTY, NORTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

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.

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, Opioid Settlement 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 Special Revenue Fund, 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 his designee, may transfer amounts between expenditure line items within a department's budget without limitation and without a report being required.

WILSON COUNTY, NORTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

He 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.

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

The County and the ABC Board's investments are carried at fair value. The North Carolina Capital Management Trust (NCCMT), which consists of an SEC-registered fund, is authorized by G.S. 159-30(c). The Government Portfolio is a 2a-7 fund which invests in treasuries and government agencies and is rated AAAM by S&P and AAA-mf 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, 2023

3. Restricted Assets

Governmental funds: \$406,389 in the Tax Revaluation Fund is classified as restricted assets because its use is restricted per North Carolina General Statute 153A-150. \$46,803 in federal asset forfeiture and state-controlled substance funds (General Fund) are classified as restricted assets because their use is restricted for future law enforcement expenditures. \$4,816,319 in the General Fund is restricted for school debt service and capital outlay items. \$335,218 in the General Fund is restricted for archival of records by the Register of Deeds. \$3,933,980 in the General Fund is restricted for certain DSS programs for the purpose the funds were originally received for. \$734,314 in the General Fund and \$5,888,885 in the American Rescue Plan Fund are restricted for unspent grant proceeds. \$2,783,048 in the School Capital Projects Fund is restricted for unspent debt proceeds. \$547,920 in the Opioid Settlement Fund is restricted for the purpose of opioid abatement and remediation activities.

Enterprise funds: \$357,142 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, 2022. 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.

WILSON COUNTY, NORTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

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.

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's capital assets also include certain right to use assets. These right to use assets arise in association with agreements where the County reports a lease (only applies when the County is the lessee) or agreements where the County reports an Information Technology (IT) Subscription in accordance with the requirements of GASB 87 and GASB 96, respectively.

The right to use lease assets are initially measured at an amount equal to the initial measurement of the related lease liability plus any lease payments made at or prior to the start of the lease term, less lease incentives received from the lessor at or prior to the start of the lease term, and plus ancillary charges necessary to place the lease asset into service. The right to use lease assets are amortized on a straight-line basis over the life of the related lease.

The right to use IT subscription assets are initially measured at an amount equal to the initial measurement of the subscription liability plus any subscription payments made at the start of the subscription term, if applicable, plus capitalizable initial implementation costs at the start of the subscription term, less any incentives received from the IT subscription vendor at the start of the subscription term. Subscription payments, as well as payments for capitalizable implementation costs made before the start of the subscription term are reported as a prepayment (asset). Such prepayments are reduced by any incentives received from the same vendor before the start of the subscription term if a right of offset exists. The net amount of the prepayments and incentives are reported as an asset or liability, as appropriate, before the start of the subscription term at which time the amount is included in the initial measurement of the subscription asset. The right to use subscription assets are amortized on a straight-line basis over the subscription term.

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.

WILSON COUNTY, NORTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

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

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 several items that meet the criterion for this category – prepaid taxes, OPEB and pension related deferrals, leases, and unavailable revenues (reported only on the Balance Sheet of Governmental Funds).

WILSON COUNTY, NORTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

10. Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and 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 premiums or discount. Bond issuance costs, except for prepaid insurance costs, are expensed in the reporting period in which they are incurred. Prepaid insurance costs are expensed over the life of the debt.

In 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, including leases and IT subscriptions, 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 withheld from the actual debt proceeds received or not, 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.

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.

WILSON COUNTY, NORTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

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 and \$379,803 during FY 2023. 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 that have been received are restricted until expended. 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. As of June 30, 2023, the County spent \$8,757.

13. Reimbursements for Pandemic-Related Expenditures

In fiscal year 2021, 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 \$10,000,000 of the ARPA funds to cover eligible salaries under revenue replacement. The County plans on using the rest of the funds for infrastructure projects through December of 2026. A transfer of \$2,055,558 was made to the General Fund from the American Rescue Plan Fund to cover salaries under revenue replacement in the current year.

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.

WILSON COUNTY, NORTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

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.

Leases – portion of fund balance that is not an available resource because it represents the year-end balance of the lease receivable in excess of the deferred inflow of resources for the lease receivable, which is not a spendable resource.

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 faces of the Statement of Net Position and Balance Sheet, as applicable.

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.

Restricted for Public Safety – \$761,434 is the portion of fund balance that is restricted by revenue source for use with Emergency Telephone System Fund in the nonmajor governmental funds. In the General Fund, \$46,803 is the portion that is restricted by revenue source for the Sheriff's Department use in accordance with funding requirements.

Restricted for Human Services – The portion of fund balance that is restricted by revenue source for use with social services (TANF program) is \$3,933,980 in the General Fund. \$19,091 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. \$547,920 in the Opioid Settlement Fund is restricted for the purpose of opioid abatement and remediation activities.

WILSON COUNTY, NORTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

Restricted for Economic Development Projects – portion of fund balance that is restricted by revenue source for use for construction of economic development projects.

Restricted for Education – portion of fund balance that is restricted for Wilson County Board of Education purposes. \$4,816,319 is restricted in the General Fund for debt service and capital outlay related to schools and \$6,614,507 is restricted 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 \$121,589 and unspent debt proceeds of \$2,783,048 in the School Capital Projects Fund.

Committed Fund Balance – Portion of fund balance that can only be used for specific purposes imposed by a 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 Sheriff's Training facility and EMS substation projects.

Committed for Human Services – portion of fund balance that has been budgeted by the Board for the Senior Center project.

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. \$205,558 in the General Fund is set aside for the Animal Shelter and Parks and Recreation related projects. \$1,300,000 in the nonmajor governmental funds is set aside for future capital needs.

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 his 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

WILSON COUNTY, NORTH CAROLINA

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023**

the County Manager or his 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 fiscal year 2024 budget by the Manager or his 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 his designee. No lapse salary can be used to fund any other operational expense, without the County Manager or his 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.

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	\$ 58,135,115
Less:	
Nonspendable - leases	307
Stabilization by state statute	<u>9,797,900</u>
Total available fund balance	<u>\$ 48,336,908</u>

WILSON COUNTY, NORTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

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. 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.

WILSON COUNTY, NORTH CAROLINA

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023**

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, 2023, the County's deposits had a carrying amount of \$27,370,234 and a bank balance of \$28,194,802. 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, 2023, Wilson County had \$4,786 cash on hand.

At June 30, 2023, the carrying amount of deposits for the ABC Board was \$5,750,975, and the bank balance was \$5,759,127. Of the bank balance, \$500,000 was covered by federal depository insurance, and \$5,259,127 was collateralized by institutions using the Pooling Method.

At June 30, 2023, the ABC Board had \$9,495 cash on hand.

2. Investments

As of June 30, 2023, 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>	<u>6-12 Months</u>	<u>Over 1 Year</u>
NC Capital Management Trust- Government Portfolio	Fair Value-Level 1	<u>\$ 73,667,591</u>	<u>\$ 73,667,591</u>	N/A	N/A

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 S&P and AAA-mf by Moody's Investor Service. The County has no policy regarding credit risk.

At June 30, 2023, the ABC Board had no investments.

WILSON COUNTY, NORTH CAROLINA

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023**

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>
2020	\$ 1,507,658	\$ 358,071	\$ 1,865,729
2021	1,510,004	222,726	1,732,730
2022	1,515,208	87,126	1,602,334
2023	1,517,598	-	1,517,598
Total	<u>\$ 6,050,468</u>	<u>\$ 667,923</u>	<u>\$ 6,718,391</u>

4. Receivables

Receivables at the government-wide level at June 30, 2023 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>
Governmental Activities:					
General	\$ 1,938,821	\$ 2,718,093	\$ 47,257	\$ 8,707,638	\$13,411,809
Other governmental	5,586,798	62,800	-	548,558	6,198,156
Total receivables	7,525,619	2,780,893	47,257	9,256,196	19,609,965
Allowance for doubtful accounts	(867,342)	(900,012)	-	-	(1,767,354)
Total governmental activities	<u>\$ 6,658,277</u>	<u>\$ 1,880,881</u>	<u>\$ 47,257</u>	<u>\$ 9,256,196</u>	<u>\$17,842,611</u>
Business-Type Activities:					
Landfill	\$ 144,251	\$ -	\$ -	\$ 104,576	\$ 248,827
Water districts	514,258	-	-	263,722	777,980
Total receivables	658,509	-	-	368,298	1,026,807
Allowance for doubtful accounts	(85,860)	-	-	-	(85,860)
Total business-type activities	<u>\$ 572,649</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 368,298</u>	<u>\$ 940,947</u>

WILSON COUNTY, NORTH CAROLINA

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023**

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	\$ 3,517,660	\$ -
Scrap tire and solid waste disposal tax	-	37,748
North Carolina administrative reimbursement and others	3,081,675	-
DMV tax distribution	636,416	11,696
Grants	780,577	267,129
Tax collection fees	907,340	-
Fines and forfeitures	23,448	-
Sheriff's fees	78,512	-
Municipal waste collection fees	-	36,305
Miscellaneous	203,716	15,420
Emergency telephone	26,852	-
Total	<u>\$ 9,256,196</u>	<u>\$ 368,298</u>

At June 30, 2023, taxes for other governments in the Custodial Fund are net of an allowance for doubtful accounts of \$556,240.

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, 2023, the value of the lease receivable is \$1,888. 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, 2023 was \$1,879, and the County recognized lease revenue of \$1,879 during the fiscal year.

On October 26, 2022, the County entered into a 36 month lease as Lessor for the use of certain office space. An initial lease receivable was recorded in the amount of \$55,950. As of June 30, 2023, the value of the lease receivable is \$45,369. The lessee is required to make monthly fixed payments of \$1,629. The lease has an interest rate of 3.2380%. The value of the deferred inflow of resources as of June 30, 2023 was \$45,071, and the County recognized lease revenue of \$10,879 during the fiscal year.

WILSON COUNTY, NORTH CAROLINA

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023**

The future minimum lease receivable payments as of June 30, 2023 were as follows:

Year Ending June 30	Governmental Activities		Total
	Principal	Interest	
2024	\$ 20,232	\$ 1,199	\$ 21,431
2025	18,948	596	19,544
2026	8,077	65	8,142
Total	\$ 47,257	\$ 1,860	\$ 49,117

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 that indicates the governments may advance credits or loans up to \$3,800,000 to WPC secured by a deed of trust, said advances may be made over a period of fifteen years from the date of the agreement, the present final due date of payment 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 is without interest and is due upon the sale of the property, or payable in full on or before five years from the date of the note, whichever comes first.

Scheduled future maturities of the note receivable are as follows:

Year Ending June 30	Amount
2024	\$ -
2025	-
2026	1,915,000
Total	\$ 1,915,000

WILSON COUNTY, NORTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

5. Capital Assets

Capital asset activity for the year ended June 30, 2023 was as follows:

	<u>July 1, 2022</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfers</u>	<u>June 30, 2023</u>
Governmental Activities:					
Non-Depreciable Capital Assets:					
Land	\$ 3,399,703	\$ 259,000	\$ -	\$ -	\$ 3,658,703
Construction in progress	334,253	1,042,099	-	(530,998)	845,354
Total non-depreciable capital assets	3,733,956	1,301,099	-	(530,998)	4,504,057
Depreciable Capital Assets:					
Buildings	27,451,066	535,776	-	-	27,986,842
Other improvements	11,186,892	1,695,972	-	530,998	13,413,862
Furniture and equipment	13,814,450	459,633	2,565	-	14,271,518
Vehicles	7,502,352	1,406,840	339,263	-	8,569,929
Right-to-use lease equipment	85,453	44,458	66,781	-	63,130
Right-to-use subscription software	-	993,193	-	-	993,193
Total depreciable and amortizable capital assets	60,040,213	5,135,872	408,609	530,998	65,298,474
Less Accumulated Depreciation and Amortization:					
Buildings	14,425,973	525,101	-	-	14,951,074
Other improvements	4,506,239	493,008	-	-	4,999,247
Furniture and equipment	10,424,294	740,936	2,565	-	11,162,665
Vehicles	4,932,607	899,763	339,263	-	5,493,107
Right-to-use lease equipment	60,188	29,003	66,781	-	22,410
Right-to-use subscription software	-	325,008	-	-	325,008
Total accumulated depreciation and amortization	34,349,301	3,012,819	408,609	-	36,953,511
Total depreciable assets, net	25,690,912				28,344,963
Governmental Activities					
Capital Assets, Net	<u>\$ 29,424,868</u>				<u>\$ 32,849,020</u>

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

General government	\$ 659,818
Public safety	1,499,151
Economic and physical development	32,081
Human services	546,796
Cultural and recreation	191,048
Transportation	83,925
Total	<u>\$ 3,012,819</u>

WILSON COUNTY, NORTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

	<u>July 1, 2022</u>	<u>Additions</u>	<u>Decreases</u>	<u>June 30, 2023</u>
Business-Type Activities:				
Solid Waste:				
Non-Depreciable Capital Assets:				
Land	\$ 3,081,656	\$ -	\$ -	\$ 3,081,656
Construction in progress	450,478	639,587	-	1,090,065
Total non-depreciable assets	3,532,134	639,587	-	4,171,721
Depreciable Capital Assets:				
Buildings	1,991,530	-	-	1,991,530
Infrastructure	1,349,571	7,508	-	1,357,079
Furniture and equipment	3,751,202	-	3,260	3,747,942
Vehicles	1,020,716	7,288	-	1,028,004
Total depreciable assets	8,113,019	14,796	3,260	8,124,555
Less Accumulated Depreciation:				
Buildings	368,017	45,355	-	413,372
Infrastructure	309,206	29,336	-	338,542
Furniture and equipment	2,535,238	225,556	3,260	2,757,534
Vehicles	826,223	70,243	-	896,466
Total accumulated depreciation	4,038,684	370,490	3,260	4,405,914
Total depreciable capital assets, net	4,074,335			3,718,641
Solid Waste Capital Assets, Net	7,606,469			7,890,362
Business-Type Activities (continued):				
Southeast Water District:				
Non-Depreciable Capital Assets:				
Land	48,389	-	-	48,389
Construction in progress	-	559,765	-	559,765
Total non-depreciable assets	48,389	559,765	-	608,154
Depreciable Capital Assets:				
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
Less Accumulated Depreciation:				
Plant and distribution system	4,625,596	271,436	-	4,897,032
Office and maintenance equipment	12,167	1,428	-	13,595
Vehicles	49,334	3,415	-	52,749
Total accumulated depreciation	4,687,097	276,279	-	4,963,376
Total depreciable capital assets, net	6,251,579			5,975,300
Southeast Water District Capital Assets, Net	6,299,968			6,583,454

WILSON COUNTY, NORTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

	<u>July 1, 2022</u>	<u>Additions</u>	<u>Decreases</u>	<u>June 30, 2023</u>
Business-Type Activities (continued):				
Southwest Water District:				
Non-Depreciable Capital Assets:				
Land	78,669	-	-	78,669
Construction in progress	-	263,722	-	263,722
Total non-depreciable assets	78,669	263,722	-	342,391
Depreciable Capital Assets:				
Plant and distribution system	16,136,902	-	-	16,136,902
Office and maintenance equipment	15,069	-	-	15,069
Vehicles	102,685	-	-	102,685
Total depreciable assets	16,254,656	-	-	16,254,656
Less Accumulated Depreciation:				
Plant and distribution system	5,866,316	377,076	-	6,243,392
Office and maintenance equipment	11,384	1,428	-	12,812
Vehicles	50,080	12,378	-	62,458
Total accumulated depreciation	5,927,780	390,882	-	6,318,662
Total depreciable capital assets, net	10,326,876			9,935,994
Southwest Water District				
Capital Assets, Net	10,405,545			10,278,385
Business-Type Activities				
Capital Assets, Net	\$ 24,311,982			\$ 24,752,201

Construction Commitments

The government has active construction projects as of June 30, 2023. The County's commitments with contractors are listed as follows for the following projects:

<u>Project</u>	<u>Spent-to- Date</u>	<u>Remaining Commitment</u>
Public Buildings Fund:		
<i>Senior Center Project</i>	\$ 84,955	\$ 915,045
Community Grant Fund:		
<i>Senior Center Pavillion Project</i>	468,737	341,263
Total	\$ 553,692	\$ 1,256,308

WILSON COUNTY, NORTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

Discretely Presented Component Unit

Capital asset activity for the ABC Board for the year ended June 30, 2023 was as follows:

	<u>July 1, 2022</u>	<u>Increases</u>	<u>Decreases</u>	<u>June 30, 2023</u>
Wilson County ABC Board:				
Non-Depreciable Capital Assets:				
Land	\$ 574,341	\$ 125,290	\$ -	\$ 699,631
Construction in progress	4,925	80,434	-	85,359
Total assets not depreciated	<u>579,266</u>	<u>205,724</u>	<u>-</u>	<u>784,990</u>
Depreciable Capital Assets:				
Buildings	3,364,634	-	-	3,364,634
Furniture and equipment	475,474	1,810	-	477,284
Vehicles	148,558	-	-	148,558
Leasehold improvements	71,531	37,082	-	108,613
Total depreciable assets	<u>4,060,197</u>	<u>38,892</u>	<u>-</u>	<u>4,099,089</u>
Less Accumulated Depreciation:				
Buildings	826,146	71,166	-	897,312
Furniture and equipment	370,499	53,657	-	424,156
Vehicles	82,954	23,872	-	106,826
Leasehold improvements	37,124	6,334	-	43,458
Total accumulated depreciation	<u>1,316,723</u>	<u>\$ 155,029</u>	<u>\$ -</u>	<u>1,471,752</u>
Total depreciable capital assets, net	<u>2,743,474</u>			<u>2,627,337</u>
ABC Board Capital Assets, Net	<u>\$ 3,322,740</u>			<u>\$ 3,412,327</u>

WILSON COUNTY, NORTH CAROLINA

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023**

B. Liabilities

1. Payables

Payables at the government-wide level at June 30, 2023 were as follows:

	<u>Vendors</u>	<u>Salaries and Benefits</u>	<u>Accrued Interest</u>	<u>Due to Other Governments</u>	<u>Total</u>
Governmental Activities:					
General	\$ 1,549,231	\$ 249,211	\$ 89,134	\$ -	\$ 1,887,576
Other governmental	<u>401,964</u>	<u>-</u>	<u>-</u>	<u>913,297</u>	<u>1,315,261</u>
Total governmental activities	<u>\$ 1,951,195</u>	<u>\$ 249,211</u>	<u>\$ 89,134</u>	<u>\$ 913,297</u>	<u>\$ 3,202,837</u>
Business-Type Activities:					
Solid waste	\$ 215,652	\$ 45,993	\$ -	\$ -	\$ 261,645
Water distribution funds:					
Southeast district	35,867	2,134	7,721	-	45,722
Southwest district	<u>40,185</u>	<u>-</u>	<u>13,793</u>	<u>-</u>	<u>53,978</u>
Total business-type activities	<u>\$ 291,704</u>	<u>\$ 48,127</u>	<u>\$ 21,514</u>	<u>\$ -</u>	<u>\$ 361,345</u>

2. Pension Plan Obligations

Local Governmental Employees' Retirement System

Plan Description. The County is a participating employer in the statewide Local Governmental Employees' Retirement System (LGERS), a cost-sharing, multiple-employer, defined, benefit pension plan administered by the State of North Carolina. LGERS 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 (ACFR) for the state of North Carolina. The state's ACFR 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.

WILSON COUNTY, NORTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

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 a monthly Survivor's Alternate Benefit for life or a return of the member's contributions.

Contributions. Contribution provisions are established by General Statute 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, 2023 was 13.04% of compensation for law enforcement officers and 12.14% 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 \$4,703,245 for the year ended June 30, 2023.

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, 2023**

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

At June 30, 2023, the County reported a liability of \$25,789,224 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2022. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021. The total pension liability was then rolled forward to the measurement date of June 30, 2022 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, 2023, the County’s proportion was 0.45714% (measured as of June 30, 2022), which was a decrease of 0.00897% from its proportion as of June 30, 2022 (measured as of June 30, 2021).

For the year ended June 30, 2023, the County recognized pension expense of \$6,987,772. At June 30, 2023, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,111,234	\$ 108,950
Changes of assumptions	2,573,186	-
Net difference between projected and actual earnings on pension plan investments	8,523,608	-
Changes in proportion and differences between County contributions and proportionate share of contributions	-	523,676
County contributions subsequent to the measurement date	4,703,245	-
Total	<u>\$ 16,911,273</u>	<u>\$ 632,626</u>

\$4,703,245 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, 2024. Other amounts reported as deferred inflows and outflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Total
2024	\$ 3,540,848
2025	3,117,681
2026	856,067
2027	4,060,806
2028	-
Thereafter	-
Total	<u>\$ 11,575,402</u>

WILSON COUNTY, NORTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

Actuarial Assumptions. The total pension liability in the December 31, 2021, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50 percent
Salary increase	3.25 to 8.25 percent, including inflation and productivity factor
Investment rate of return	6.50 percent, net of pension plan investment expense, including inflation

The plan actuary currently uses mortality tables that vary by age, gender, employee group (i.e., general and 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. public plan population. The mortality rates also contain a provision to reflect future mortality improvements.

The actuarial assumptions and methods used in the December 31, 2021 actuarial valuation were based on the results of an actuarial experience study prepared as of December 31, 2019 and adopted by the Board of Trustees on January 28, 2021.

Future and ad hoc cost of living adjustment 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 returns 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, 2023

The target allocation and best estimates of arithmetic real rates of return for each major asset class as of June 30, 2022 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed income	33.0%	0.9%
Global equity	38.0%	6.5%
Real estate	8.0%	5.9%
Alternatives	8.0%	8.2%
Opportunistic fixed income	7.0%	5.0%
Inflation Sensitive	<u>6.0%</u>	2.7%
Total	<u><u>100.0%</u></u>	

The information above is based on 30-year expectations developed with an investment consulting firm as part of a study that was completed in early 2022, 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 2.25%. 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 6.50%. This discount rate is in line with the long-term nominal expected return on pension plan investments. The calculation of the net pension liability is a present value calculation of the future net pension payments. These net pension payments assume that contributions from plan members will be made at the current statutory contribution rate and that contributions from employers will be made at the contractually required rates, actuarially determined. Based on those 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

WILSON COUNTY, NORTH CAROLINA

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023**

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:

	1% Decrease (5.50%)	Discount Rate (6.50%)	1% Increase (7.50%)
County's proportionate share of the net pension liability (asset)	<u>\$46,546,228</u>	<u>\$25,789,224</u>	<u>\$ 8,684,248</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 (ACFR) for the state of North Carolina.

Law Enforcement Officers’ Special Separation Allowance

Plan Description. The 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 County law enforcement officers are covered by the Separation Allowance. At December 31, 2021, the Separation Allowance’s membership consisted of:

Retirees receiving benefits	13
Active members	<u>79</u>
Total	<u><u>92</u></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 criteria, which are outlined in GASB Statement 73.

WILSON COUNTY, NORTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

Actuarial Assumptions

The entry age normal actuarial cost method was used in the December 31, 2021 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	4.31 percent per annum, compounded annually

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

The actuarial assumptions used in the December 31, 2021 valuation were based on the results of an experience study completed by the actuary for the Local Governmental Employee's Retirement System for the five-year period ending December 31, 2019.

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

Mortality Projection: 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.

WILSON COUNTY, NORTH CAROLINA

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023**

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 \$163,879 as benefits came due for the reporting period.

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

At June 30, 2023, the County reported a total pension liability of \$3,844,435. The total pension liability was measured as of December 31, 2022, based on a December 31, 2021 actuarial valuation. The total pension liability was rolled forward to the measurement date of December 31, 2022 utilizing update procedures incorporating the actuarial assumptions. For the year ended June 30, 2023, the County recognized pension expense of \$470,699.

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 326,872	\$ 42,030
Changes of assumptions and other inputs	510,823	708,725
County benefit payments and plan administrative expenses made subsequent to the measurement date	<u>81,194</u>	<u>-</u>
Total	<u>\$ 918,889</u>	<u>\$ 750,755</u>

The County paid \$81,194 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, 2024. 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>
2024	\$ 131,919
2025	131,175
2026	27,904
2027	(113,196)
2028	(90,862)
Thereafter	<u>-</u>
Total	<u>\$ 86,940</u>

WILSON COUNTY, NORTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

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 4.31%, 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 (3.31%) or 1-percentage-point higher (5.31%) than the current rate:

	1% Decrease (3.31%)	Current Discount Rate (4.31%)	1% Increase (5.31%)
Total pension liability	\$ 4,183,294	\$ 3,844,435	\$ 3,539,712

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

	2023
Beginning balance	\$ 4,494,816
Service cost	204,025
Interest on the total pension liability	99,290
Differences between expected and actual experience in the measurement of the total pension liability	(51,069)
Changes of assumptions and other inputs	(738,748)
Benefit payments	(163,879)
Ending balance of the total pension liability	\$ 3,844,435

Changes of Assumptions. Changes of assumptions and other inputs reflect a change in the Municipal Bond Index Rate from 2.25 percent at December 31, 2021 to 4.31 percent at December 31, 2022 (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, 2023

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 \$342,963 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 \$1,486,848 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.

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, 2023

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 \$5,969 as benefits came due for the year ended June 30, 2023.

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

At June 30, 2023, the County reported an asset of \$80,025 for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2022. The total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of December 31, 2021. The total pension liability was then rolled forward to the measurement date of June 30, 2022 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, 2023, the County's proportion was 0.60442% (measured as of June 30, 2022), which was an increase of 0.03869% from its proportion as measured as of June 30, 2022 (measured as of June 30, 2021).

For the year ended June 30, 2023, the County recognized pension expense of \$3,953. At June 30, 2023, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 618	\$ 1,451
Changes of assumptions	4,237	-
Net difference between projected and actual earnings on pension plan investments	33,261	-
Changes in proportion and differences between County contributions and proportionate share of contributions	4,225	5,294
County contributions subsequent to the measurement date	5,969	-
Total	\$ 48,310	\$ 6,745

\$5,969 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, 2024.

WILSON COUNTY, NORTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 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>Amount</u>
2024	\$ 11,436
2025	4,721
2026	11,073
2027	8,366
2028	-
Thereafter	-
Total	<u>\$ 35,596</u>

Actuarial Assumptions. The total pension liability in the December 31, 2021, 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, 2021, 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 99.9% 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, 2022 is 1.1%.

WILSON COUNTY, NORTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

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 2.25%. 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:

	1% Decrease (2.00%)	Discount Rate (3.00%)	1% Increase (4.00%)
County's proportionate share of the net pension asset	\$ 92,241	\$ 80,025	\$ 136,200

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, 2023

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, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation at December 31, 2021. The total pension liability for LEOSSA was measured as December 30, 2022, with an actuarial valuation date of December 31, 2021. 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)	\$ 25,789,224	\$ (80,025)	\$ -	\$ 25,709,199
Proportion of the net pension liability (asset)	0.45714%	0.60442%	n/a	-
Total pension liability	-	-	3,844,435	3,844,435
Pension expense	6,987,772	3,953	470,699	7,462,424

At June 30, 2023, 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>
Deferred Outflows of Resources:				
Pensions - difference between expected and actual experience	\$ 1,111,234	\$ 618	\$ 326,872	\$ 1,438,724
Pensions - difference between projected and actual investment earnings	8,523,608	33,261	-	8,556,869
Changes of assumptions	2,573,186	4,237	510,823	3,088,246
Pensions - change in proportion and difference between employer contributions and proportionate share of contributions	-	4,225	-	4,225
County contributions (LGERS, ROD)/ benefit payments and administration costs (LEOSSA) subsequent to the measurement date	4,703,245	5,969	81,194	4,790,408
Total	<u>\$ 16,911,273</u>	<u>\$ 48,310</u>	<u>\$ 918,889</u>	<u>\$ 17,878,472</u>

WILSON COUNTY, NORTH CAROLINA

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023**

	<u>LGERS</u>	<u>ROD</u>	<u>LEOSSA</u>	<u>Total</u>
Deferred Inflows of Resources:				
Pensions - difference between expected and actual experience	\$ 108,950	\$ 1,451	\$ 42,030	\$ 152,431
Changes of assumptions	-	-	708,725	708,725
Pensions - change in proportion and difference between employer and proportionate share of contributions	<u>523,676</u>	<u>5,294</u>	<u>-</u>	<u>528,970</u>
Total	<u>\$ 632,626</u>	<u>\$ 6,745</u>	<u>\$ 750,755</u>	<u>\$ 1,390,126</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, 2022, the date of the latest actuarial valuation:

Inactive employees or beneficiaries currently receiving benefits	235
Inactive members entitled to, but not yet receiving benefits	-
Active employees	<u>595</u>
Total	<u><u>830</u></u>

WILSON COUNTY, NORTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

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 \$61,433,232 was measured as of June 30, 2022 and was determined by an actuarial valuation as of June 30, 2022.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the June 30, 2022 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	2.16 percent
Measurement date	3.54 percent
Healthcare cost trends	
Pre-Medicare medical and prescription drug	7.00 percent for 2022 decreasing to an ultimate rate of 4.50% by 2032
Medicare medical and prescription drug	5.125 percent for 2022 decreasing to an ultimate rate of 4.50% by 2025

WILSON COUNTY, NORTH CAROLINA

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023**

Changes in the Total OPEB Liability

	<u>Total OPEB Liability</u>
Balance at June 30, 2021 (measurement date)	\$ 78,386,724
Changes for the year:	
Service cost	2,424,085
Interest	1,726,600
Differences between expected and actual experience	(4,137,246)
Changes of assumptions or other inputs	(15,206,301)
Net benefit payments	<u>(1,760,630)</u>
Net changes	<u>(16,953,492)</u>
Balance at June 30, 2022 (measurement date)	<u><u>\$ 61,433,232</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 2.16% to 3.54%.

The County selected a Municipal Bond Index Rate equal to the Bond Buyer 20-year General Obligation Municipal 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, 2022 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, 2022 valuation were based on a review of recent plan experience performed concurrently with the June 30, 2022 valuation.

WILSON COUNTY, NORTH CAROLINA

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023**

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 (2.54 percent) or 1-percentage-point higher (4.54 percent) than the current discount rate:

	1% Decrease (2.54%)	Current Discount Rate (3.54%)	1% Increase (4.54%)
Total OPEB liability	<u>\$ 72,720,183</u>	<u>\$ 61,433,232</u>	<u>\$ 52,544,041</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:

	1% Decrease	Current	1% Increase
Total OPEB liability	<u>\$ 51,969,645</u>	<u>\$ 61,433,232</u>	<u>\$ 73,594,750</u>

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

For the year ended June 30, 2023, the County recognized OPEB expense of \$1,963,299. At June 30, 2023, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 368,975	\$ 5,695,489
Changes of assumptions	11,951,327	15,085,299
Benefit payments and plan administrative expense made subsequent to the measurement date	<u>1,347,890</u>	<u>-</u>
Total	<u>\$ 13,668,192</u>	<u>\$ 20,780,788</u>

WILSON COUNTY, NORTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

\$1,347,890 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, 2024. Other amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending	
June 30	Total
2024	\$ (2,187,386)
2025	(1,828,422)
2026	(939,789)
2027	(574,999)
2028	(2,458,096)
Thereafter	<u>(471,794)</u>
Total	<u>\$ (8,460,486)</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 landfill disposal cells when at full capacity, and to perform certain maintenance and monitoring functions at the disposal cell locations for 30 years after closure. The County has a municipal solid waste disposal cell that closed in 1998; Westside 1 cell that closed October 2022, and Westside 2 that is actively permitted through the year 2064.

WILSON COUNTY, NORTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

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, 2023 are \$1,489,326.

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, 2023, those funds are held in investments with a cost and market value of \$6,245,163. 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:

	Deferred Inflows	
	Balance Sheet	Statement of Net Position
Prepaid taxes not yet earned	\$ 589,441	\$ 589,441
Taxes receivable, net (General Fund)	1,449,802	-
Taxes receivable, net (Fire District Fund)	45,905	-
Opioid receivable, net (Opioid Settlement Fund)	5,586,798	-
Leases (General)	46,950	46,950
Differences between expected and actual experience		
LGERS, LEOSSA, OPEB, and ROD	-	5,847,920
Changes of assumptions		
LEOSSA and OPEB	-	15,794,024
Changes in proportion and differences between		
County contributions and proportionate share of		
contributions LGERS and ROD	-	528,970
Total	\$ 7,718,896	\$ 22,807,305

WILSON COUNTY, NORTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

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

	Deferred Outflows
Charge on refunding of debt	\$ 216,111
Differences between expected and actual experience LGERS, LEOSSA, ROD, and OPEB	1,807,699
Changes of assumptions LGERS, LEOSSA, ROD, and OPEB	15,039,573
Net difference between projected and actual earnings on pension plan investments LGERS and ROD	8,556,869
Changes in proportion and differences between County contributions and proportionate share of contributions ROD	4,225
Benefit payments for the OPEB plan paid subsequent to the measurement date	1,347,890
Contributions to pension plan in current fiscal year (LGERS and ROD)	4,709,214
Benefit payments/administration costs paid subsequent to the measurement date (LEOSSA)	81,194
Total	<u>\$ 31,762,775</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, 2023

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 is individually bonded for \$1,000,000 and the Tax Collector is individually bonded for \$100,000. 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 contributes to the North Carolina Health Insurance Pool (NCHIP), a limited risk, self-insurance pool to provide health benefits to County employees. Amounts are paid into the Internal Service Fund by all other funds on a per-employee basis (including amounts withheld from employees) and are available to pay premium payments to the pool and administrative costs. The interfund premiums are based upon estimates of the amounts needed to pay into the pool on an annual basis. Claims are paid directly out of the pool and premiums charged to the County are adjusted annually based on actual claims experience. In the event that the County should leave NCHIP, all remaining outstanding claims would become due. The County currently has no intention to leave NCHIP.

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.

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, 2023, 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.

WILSON COUNTY, NORTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

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 May 10, 2023, the County entered into a 60-month lease as a lessee for the use of copier machines. An initial lease liability was recorded in the amount of \$13,757. As of June 30, 2023, the value of the lease liability is \$13,298. The County is required to make monthly fixed payments of \$243. The lease has an interest rate of 2.3100%. The related right-to-use lease assets have a carrying value of \$13,367 as of June 30, 2023.

On May 10, 2023, the County entered into a 36-month lease as a lessee for the use of copy machines. An initial lease liability was recorded in the amount of \$15,963. As of June 30, 2023, the value of the lease liability is \$15,076. The County is required to make monthly fixed payments of \$459 and the lease has an interest rate of 2.3630%. The related right-to-use lease assets have a carrying value of \$15,209 as of June 30, 2023.

On August 1, 2022, the County entered into a 36-month lease as a lessee for the use of copier machines. An initial lease liability was recorded in the amount of \$14,738. As of June 30, 2023, the value of the lease liability is \$10,318. The County is required to make monthly fixed payments of \$423 and the lease has an interest rate of 2.1840%. The related right-to-use lease assets have a carrying value of \$10,235 as of June 30, 2023.

On August 23, 2020, the County entered into a 26-month lease as a lessee for the use of telecommunications hardware. An initial lease liability was recorded in the amount of \$18,672. As of June 30, 2023, the value of the lease liability is \$2,084. 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 lease asset has a carrying value of \$1,909 as of June 30, 2023.

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2023, were as follows:

Year Ending June 30	Governmental Activities		Total
	Principal	Interest	
2024	\$ 14,816	\$ 758	\$ 15,574
2025	13,025	462	13,487
2026	7,716	205	7,921
2027	2,819	91	2,910
2028	2,400	26	2,426
Total	\$ 40,776	\$ 1,542	\$ 42,318

WILSON COUNTY, NORTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

Subscriptions

For the year ended June 30, 2023, the financial statements include the adoption of GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*. The primary objective of this statement is to enhance the relevance and consistency of information about governments' subscription activities. This statement establishes a single model for subscription accounting based on the principle that subscriptions are financings of the right to use an underlying asset. Under this Statement, an organization is required to recognize a subscription liability and an intangible right-to-use subscription asset. For additional information, refer to the disclosures below.

On September 25, 2021, the County entered into a 36-month subscription for the use of interactive emergency telecommunications network software. An initial subscription liability was recorded in the amount of \$10,114. As of June 30, 2023, the value of the subscription liability is \$5,030. The County is required to make annual fixed payments of \$5,132 and the subscription has an interest rate of 2.0240%. As of June 30, 2023, the right of use subscription asset has a carrying value of \$5,585.

On December 15, 2021, the County entered into a 60-month subscription for the use of property tax software. An initial subscription liability was recorded in the amount of \$396,205. As of June 30, 2023, the value of the subscription liability is \$247,925. The County is required to make quarterly fixed payments of \$54,083 and the subscription has an interest rate of 2.3660%. As of June 30, 2023, the right of use subscription asset has a carrying value of \$309,760.

On July 19, 2018, the County entered into a 12-month subscription for the use of online employee scheduling and workforce management software. An initial subscription liability was recorded in the amount of \$17,231. As of June 30, 2023, the value of the subscription liability is \$14,236. The County is required to make annual fixed payments of \$2,995 and the subscription has an interest rate of 1.7100%. As of June 30, 2023, the right of use subscription asset has a carrying value of \$14,503. The County currently expects to exercise 5 additional extension options, each for 12 months.

On June 13, 2007, the County entered into a 12-month subscription for web hosting of tax applications. An initial subscription liability was recorded in the amount of \$13,322. As of June 30, 2023, the value of the subscription liability is \$8,060. The County is required to make monthly fixed payments of \$455 and the subscription has an interest rate of 2.0240%. As of June 30, 2023, the right of use subscription asset has a carrying value of \$7,884. The County currently expects to exercise 2 extension options, each for 12 months.

On October 1, 2021, the County entered into a 48-month subscription for the use of content management software. An initial subscription liability was recorded in the amount of \$37,017. As of June 30, 2023, the value of the subscription liability is \$25,144. The County is required to make annual fixed payments of \$12,084 and the subscription has an interest rate of 2.2750%. As of June 30, 2023, the right of use subscription asset has a carrying value of \$45,635.

WILSON COUNTY, NORTH CAROLINA

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023**

On March 24, 2020, the County entered into a 36-month subscription for the use of case management software. An initial subscription liability was recorded in the amount of \$128,451. The County was required to make annual fixed payments of \$129,000 and the subscription had an interest rate of 1.7100%. As of June 30, 2023, the subscription liability had been paid off and the right of use subscription asset has a carrying value of \$46,285.

On June 1, 2023, the County entered into a 25 month subscription for the use of planning and zoning software. An initial subscription liability was recorded in the amount of \$161,895. As of June 30, 2023, the value of the subscription liability is \$155,482. The County is required to make monthly fixed payments of \$6,413 and the subscription has an interest rate of 2.4700%. As of June 30, 2023, the right of use subscription asset has a carrying value of \$176,870.

On December 5, 2021, the County entered into a 12-month subscription for the use of library collection management software. An initial subscription liability was recorded in the amount of \$61,532. As of June 30, 2023, the value of the subscription liability is \$49,079. The County is required to make annual fixed payments of \$13,300 and the subscription has an interest rate of 3.3050%. As of June 30, 2023, the right of use subscription asset has a carrying value of \$52,618. The County currently expects to exercise 5 additional extension options, each for 12 months.

On October 25, 2022, the County entered into a 36-month subscription for the use of aerial imaging software. An initial subscription liability was recorded in the amount of \$10,207. As of June 30, 2023, the value of the subscription liability is \$8,295. The County is required to make annual fixed payments of \$2,029 and the subscription has an interest rate of 3.1440%. As of June 30, 2023, the right of use subscription asset has a carrying value of \$9,044. The County currently expects to exercise 1 extension option for 36 months.

Year Ending	Governmental Activities			
	June 30	Principal	Interest	Total
2024	\$ 185,910	\$ 8,530	\$ 194,440	
2025	184,318	7,504	191,822	
2026	92,412	2,992	95,404	
2027	46,050	881	46,931	
2028	4,561	101	4,662	
Total	\$ 513,251	\$ 20,008	\$ 533,259	

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

WILSON COUNTY, NORTH CAROLINA

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023**

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 \$ 6,685,000

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

Year Ending	Business-Type Activities	
	Principal	Interest
June 30		
2024	\$ 260,000	\$ 245,313
2025	275,000	234,913
2026	280,000	223,913
2027	295,000	212,713
2028	305,000	200,913
2029-2033	1,675,000	857,213
2034-2038	1,970,000	510,669
2039-2042	<u>1,625,000</u>	<u>141,925</u>
Total	<u>\$ 6,685,000</u>	<u>\$ 2,627,572</u>

The County's outstanding notes from direct placement related to business-type activities limited obligation bonds in the amount of \$6,685,000 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;

WILSON COUNTY, NORTH CAROLINA

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023**

- (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.

Notes Payable

The County’s financing debt at June 30, 2023 is comprised of the following:

	Balance June 30, 2023
Notes Payable- Direct Placement:	
\$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%	\$ 5,530,000
\$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	3,552,347
\$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%	12,133,000
\$187,002 Sheriff’s Department laptops installment purchase was issued on August 18, 2022, due in annual principal and interest payments ranging from \$58,794 to \$65,943 beginning September 1, 2021 through September 1, 2024; interest rate of 5.91%	121,060
\$33,365 EMS Lighting installment purchase was issued on July 1, 2022, due in annual principal and interest payments of \$7,068 beginning July 1, 2022 through June 1, 2027; interest rate of 2.37%	<u>26,950</u>
Total	<u>\$ 21,363,357</u>

The County’s outstanding notes from direct placement related to General Fund advance refunding in the amount of \$5,530,000 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;

WILSON COUNTY, NORTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

- (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.

The County's outstanding notes from direct placement related to General Fund school improvements in the amount of \$3,552,347 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 Wilson Academy of Applied Technology campus and improvements to Lee Woodard and Barnes Elementary schools in the amount of \$12,133,000 is secured by a deed of trust and security interest in the

WILSON COUNTY, NORTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

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;
- (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.

The County's outstanding note from the financing of Sheriff's Department laptops installment debt of \$121,060 is secured by the laptops provided. The note contains provisions that in the event of default the vendor may exercise any of the following remedies. Each of the following is a default ("Default") under the installment purchase:

- (a) County fails to make any payment within 10 days of its due date;
- (b) County does not perform any of its obligations under the agreement or in any other agreement with the vendor or with any of their affiliates and this failure continues for 10 days after notice from the vendor;
- (c) County become insolvent, dissolves or are dissolved, County assign its assets for the benefit of creditors or enter voluntarily or involuntarily any bankruptcy or other reorganization proceeding;
- (d) County or any Guarantor provide the vendor incorrect or untrue information regarding any material matter in connection with the application for credit or entering into the agreement; or
- (e) if this agreement has been guaranteed by someone other than the County, any guarantor of the agreement dies, does not perform its obligations under the Guaranty or becomes subject to one of the events listed in clause (c).

WILSON COUNTY, NORTH CAROLINA

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023**

The County’s outstanding note from the financing of EMS Lighting installment debt of \$26,950 is secured by the exchange of the Lighting Tower. The note contains provisions that in the event of default, the vendor may exercise any of the following remedies:

- (a) If the Customer has failed to pay the agreed purchase for any Product and such payment is past due for 30 days or more after written notice to the Customer, the Customer will grant full access to the Company to remove such Products and take possession of all or part of such Products, and Customer will hold the Company harmless for taking such actions. Customer will be liable for all cost associated with removal of the Products. Removal of the Products does not relieve Customer of its obligations under this Agreement.
- (b) Upon any termination, the Company is expressly authorized to enter the premises of the Customer where any Lighting System or related Equipment owned by the Company is located and take possession of and remove such Lighting System and related Equipment. The Customer agrees to pay the Company the replacement value of such Lighting System or Equipment if Company is not permitted by Customer to recovered Equipment in accordance with Section 2.5 of the agreement.

	Balance
	<u>June 30, 2023</u>
Notes Payable- Direct Borrowing - Water Funds:	
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	\$ 173,017
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>144,456</u>
Total	<u>\$ 317,473</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, 2023**

The annual requirements to amortize installment purchase contracts and notes payable outstanding as of June 30, 2023, including interest payments, are as follows:

Year Ending June 30	Governmental Activities		Business-Type Activities		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2024	\$ 2,497,000	\$ 356,474	\$ 52,911	\$ 6,667	\$ 2,549,911	\$ 363,141
2025	2,465,627	310,582	52,911	5,556	2,518,538	316,138
2026	2,368,521	265,237	52,911	4,445	2,421,432	269,682
2027	2,343,684	224,321	52,911	3,333	2,396,595	227,654
2028	2,311,705	184,017	52,911	2,222	2,364,616	186,239
2029-2033	5,912,820	551,798	52,918	1,111	5,965,738	552,909
2034-2038	3,464,000	135,789	-	-	3,464,000	135,789
Total	\$ 21,363,357	\$ 2,028,218	\$ 317,473	\$ 23,334	\$ 21,680,830	\$ 2,051,552

At June 30, 2023, the County had a legal debt margin of \$615,428,518.

Discretely Presented Component Unit

Notes payable for the ABC Board at June 30, 2023 is as follows:

	Balance
	June 30, 2023
Loan payable - Truist Bank	
Original loan amount of \$2,822,000, interest at 6%, payable in monthly payments, balance due May 3, 2029. Secured by office and warehouse facility.	
	\$ 2,789,215

Maturities of the debt are as follows:

Year Ending June 30	Principal	Interest
2024	\$ 418,785	\$ 89,543
2025	444,615	133,301
2026	472,038	106,436
2027	501,152	77,891
2028	532,062	47,674
2029-2033	420,563	15,341
2034-2038	-	-
Total	\$ 2,789,215	\$ 470,186

WILSON COUNTY, NORTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

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, 2023:

	<u>Balance</u> <u>July 1, 2022</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>June 30, 2023</u>	<u>Current</u> <u>Portion of</u> <u>Balance</u>
Governmental Activities:					
Lease liabilities	\$ 14,117	\$ 44,458	\$ 17,799	\$ 40,776	\$ 14,816
Subscription liabilities	-	835,973	322,722	513,251	185,910
Notes payable - direct placement	23,677,052	220,367	2,534,062	21,363,357	2,497,000
Compensated absences	2,365,500	2,663,767	2,250,610	2,778,657	2,778,657
Net pension liability (LGERS)	6,984,767	17,949,399	-	24,934,166	-
Total pension liability (LEOSSA)	4,494,816	-	650,381	3,844,435	-
Total OPEB liability	<u>75,683,570</u>	<u>-</u>	<u>16,358,480</u>	<u>59,325,090</u>	<u>-</u>
Total governmental activities	<u>\$ 113,219,822</u>	<u>\$ 21,713,964</u>	<u>\$ 22,134,054</u>	<u>\$ 112,799,732</u>	<u>\$ 5,476,383</u>
Business-Type Activities:					
Southeast Water District:					
Limited obligation bond -					
direct placement	\$ 2,450,000	\$ -	\$ 90,000	\$ 2,360,000	\$ 95,000
Notes payable - direct borrowing	168,531	-	24,075	144,456	24,075
Bond premium	98,862	-	4,862	94,000	4,862
Compensated absences	11,784	21,275	12,962	20,097	20,097
Net pension liability (LGERS)	20,073	70,836	-	90,909	-
Total OPEB liability	<u>257,190</u>	<u>-</u>	<u>64,592</u>	<u>192,598</u>	<u>-</u>
Total Southeast Water District	<u>3,006,440</u>	<u>92,111</u>	<u>196,491</u>	<u>2,902,060</u>	<u>144,034</u>
Southwest Water District:					
Limited obligation bond -					
direct placement	4,490,000	-	165,000	4,325,000	165,000
Notes payable - direct borrowing	201,853	-	28,836	173,017	28,836
Bond premium	181,553	-	8,929	172,624	8,929
Compensated absences	11,784	21,275	12,962	20,097	20,097
Net pension liability (LGERS)	22,395	61,515	-	83,910	-
Total OPEB liability	<u>259,648</u>	<u>-</u>	<u>64,990</u>	<u>194,658</u>	<u>-</u>
Total Southwest Water District	<u>5,167,233</u>	<u>82,790</u>	<u>280,717</u>	<u>4,969,306</u>	<u>222,862</u>

WILSON COUNTY, NORTH CAROLINA

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023**

	<u>Balance</u> <u>July 1, 2022</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>June 30, 2023</u>	<u>Current</u> <u>Portion of</u> <u>Balance</u>
Business-Type Activities (continued):					
Solid Waste:					
Accrued landfill closure and post-closure care costs	4,407,599	120,306	3,038,579	1,489,326	102,500
Compensated absences	47,780	59,914	38,822	68,872	68,872
Net pension liability (LGERS)	121,009	559,230	-	680,239	-
Total OPEB liability	<u>2,186,316</u>	<u>-</u>	<u>465,430</u>	<u>1,720,886</u>	<u>-</u>
Total solid waste	<u>6,762,704</u>	<u>739,450</u>	<u>3,542,831</u>	<u>3,959,323</u>	<u>171,372</u>
Total business-type activities	\$ <u>14,936,377</u>	\$ <u>914,351</u>	\$ <u>4,020,039</u>	\$ <u>11,830,689</u>	\$ <u>538,268</u>

	<u>Balance</u> <u>July 1, 2022</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u> <u>June 30, 2023</u>	<u>Current</u> <u>Portion</u> <u>of Balance</u>
Discretely Presented					
Component Unit:					
Long-Term Liabilities:					
Notes payable	\$ -	\$ 2,822,000	\$ 32,785	\$ 2,789,215	\$ 418,785
Compensated absences	52,739	10,771	-	63,510	-
Net pension liability (LGERS)	135,417	441,137	-	576,554	-
Total OPEB liability	<u>1,644,435</u>	<u>-</u>	<u>302,348</u>	<u>1,342,087</u>	<u>-</u>
Total long-term liabilities	\$ <u>1,832,591</u>	\$ <u>3,273,908</u>	\$ <u>335,133</u>	\$ <u>4,771,366</u>	\$ <u>418,785</u>

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, 2023 of \$1,205 was for time lag related to when reimbursable expenditures were received.

Due to the General Fund from Transportation Fund at June 30, 2023 of \$17,578 was for time lag related to when reimbursable expenditures were received and negative cash reclass.

Repayments for these balances will occur in the subsequent year.

WILSON COUNTY, NORTH CAROLINA

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023**

Transfers

Transfers to/from other funds for year ended June 30, 2023 consist of the following:

From the General Fund to the Capital Reserve Fund to set aside funds for future construction projects	\$ 1,000,000
From General Fund to Public Buildings Capital Project Fund for local contribution to projects	5,500,000
From General Fund to Public Buildings Capital Project Fund for annual appropriation	107,045
From General Fund to Public Buildings Capital Project Fund to transfer property purchased	100,000
From the General Fund to the School Capital Project Fund for annual appropriation	3,465,762
From Community Grant Capital Project Fund to the General Fund for project related CDBG expenditures	157
From American Rescue Plan Fund to the General Fund for current year expenditures allotted to grant - salaries	<u>2,055,557</u>
Total	<u><u>\$ 12,228,521</u></u>

9. Net Investment in Capital Assets

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
Capital assets	\$ 32,849,020	\$ 24,752,201
Long-term debt gross	21,917,384	7,269,097
Less: Long-term debt related to assets not owned by the County	<u>(21,215,347)</u>	<u>-</u>
Capital debt, net	<u>702,037</u>	<u>7,269,097</u>
Net investment in capital assets	<u><u>\$ 32,146,983</u></u>	<u><u>\$ 17,483,104</u></u>

Deferred charge on refunding of \$216,111 and unspent debt of \$2,783,048 are related to debt for assets not owned by the County and are excluded from the above calculation.

WILSON COUNTY, NORTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

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 \$363,795 to the Council for the fiscal year ended June 30, 2023. 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, 2023. 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, 2023. The participants in the joint venture have an equity interest in the Authority's real property; therefore, an equity interest of \$3,666,215 has been reported in the governmental activities in the County's basic financial statements at June 30, 2023. Complete financial statements for the Authority may be obtained from the Authority's administrative offices at 250 Airport Drive, Elm City, North Carolina 27822.

Wilson Technical Community College

The County, in conjunction with the state of North Carolina and the Wilson County Board of Education, participates in a joint venture to operate the Wilson Technical Community College. Each of the three participants appoints four members of the thirteen-member Board of Trustees of the Community College. The President of the Community College's student government serves as an ex officio 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 \$3,359,090 to the Community College for operating and capital purposes, respectively, during the fiscal year ended June 30, 2023. 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, 2023. Complete financial statements for the Community College may be obtained from the Community College's administrative offices at 902 Herring Avenue, Wilson, North Carolina 27893.

WILSON COUNTY, NORTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

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, 2023, 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, 2023. 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 \$35,641 to the Council during the fiscal year ended June 30, 2023.

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.

WILSON COUNTY, NORTH CAROLINA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

VI. Restatement

For the year ended June 30, 2023, the financial statements included a prior period adjustment to beginning net position of the governmental activities on the Statement of Activities (full accrual statements) in the amount of \$3,202,739. The adjustment relates to new information on how to account for Opioid Settlement Fund receivable and allowance recognition.

REQUIRED SUPPLEMENTAL FINANCIAL DATA

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

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

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

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

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

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

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

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

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WILSON COUNTY, NORTH CAROLINA

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

	Total OPEB Liability					
	2023	2022	2021	2020	2019	2018
Beginning balance	\$ 78,386,724	\$ 72,755,479	\$ 56,968,613	\$ 50,909,788	\$ 56,882,100	\$ 60,269,724
Service cost	2,424,085	2,327,937	1,709,899	1,523,584	1,972,998	2,269,163
Interest on TOL and cash flows	1,726,600	1,640,279	2,035,893	1,963,277	1,995,199	1,785,134
Differences between expected and actual experience	(4,137,246)	273,926	(620,896)	(353,713)	(5,070,636)	878,786
Changes of assumptions or other inputs	(15,206,301)	3,123,896	14,268,394	3,814,033	(3,180,724)	(6,380,406)
Benefit payments	(1,760,630)	(1,734,793)	(1,606,424)	(888,356)	(1,689,149)	(1,940,301)
Ending balance of the total OPEB liability	<u>\$ 61,433,232</u>	<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	\$ 27,892,704	\$ 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	220.25%	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:

<u>Fiscal Year</u>	<u>Rate</u>
2023	3.54%
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 TEN FISCAL YEARS***

	Local Governmental Employees' Retirement System				
	2023	2022	2021	2020	2019
County's proportion of the net pension liability (asset) (%)	0.45714%	0.46611%	0.46778%	0.47738%	0.49709%
County's proportion of the net pension liability (asset) (\$)	\$ 25,789,224	\$ 7,148,244	\$ 16,715,772	\$ 13,036,875	\$ 11,792,675
County's covered payroll	\$ 35,196,272	\$ 32,723,491	\$ 31,543,126	\$ 30,869,473	\$ 30,732,875
County's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	73.27%	21.84%	52.99%	42.23%	38.37%
Plan fiduciary net position as a percentage of the total pension liability**	84.14%	95.51%	88.61%	90.86%	91.63%

*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.

WILSON COUNTY, NORTH CAROLINA

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

	Local Governmental Employees' Retirement System				
	2018	2017	2016	2015	2014
County's proportion of the net pension liability (asset) (%)	0.51866%	0.51955%	0.50807%	0.51274%	0.50750%
County's proportion of the net pension liability (asset) (\$)	\$ 7,923,689	\$ 11,026,592	\$ 2,280,188	\$ (3,023,866)	\$ 6,117,324
County's covered payroll	\$ 28,732,521	\$ 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	27.58%	36.96%	7.94%	-10.48%	23.03%
Plan fiduciary net position as a percentage of the total pension liability**	94.18%	91.47%	98.09%	102.64%	94.35%

WILSON COUNTY, NORTH CAROLINA

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

	Local Governmental Employees' Retirement System				
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Contractually required contribution	\$ 4,703,245	\$ 3,813,044	\$ 3,366,929	\$ 2,868,545	\$ 2,435,062
Contributions in relation to the contractually required contribution	<u>4,703,245</u>	<u>3,813,044</u>	<u>3,366,929</u>	<u>2,868,545</u>	<u>2,435,062</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
County's covered payroll	\$ 36,549,964	\$ 35,196,272	\$ 32,723,491	\$ 31,543,126	\$ 30,869,473
Contributions as a percentage of covered payroll	12.87%	10.83%	10.29%	9.09%	7.89%

WILSON COUNTY, NORTH CAROLINA

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

	Local Governmental Employees' Retirement System				
	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually required contribution	\$ 2,346,286	\$ 2,287,136	\$ 2,046,962	\$ 2,057,877	\$ 2,046,767
Contributions in relation to the contractually required contribution	<u>2,346,286</u>	<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>	<u>\$ -</u>
County's covered payroll	\$ 30,732,875	\$ 30,890,267	\$ 29,830,699	\$ 28,732,521	\$ 28,860,961
Contributions as a percentage of covered payroll	7.63%	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 TEN FISCAL YEARS***

	Register of Deeds' Supplemental Pension Fund				
	2023	2022	2021	2020	2019
County's proportion of the net pension liability (asset) (%)	0.60442%	0.56573%	0.62758%	0.42066%	0.44482%
County's proportion of the net pension liability (asset) (\$)	\$ (80,025)	\$ (108,694)	\$ (143,829)	\$ (83,047)	\$ (73,676)
Plan fiduciary net position as a percentage of the total pension liability**	139.04%	156.53%	173.62%	164.11%	153.31%

*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.

WILSON COUNTY, NORTH CAROLINA

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

	Register of Deeds' Supplemental Pension Fund				
	2018	2017	2016	2015	2014
County's proportion of the net pension liability (asset) (%)	0.45783%	0.47649%	0.47707%	0.49006%	0.47400%
County's proportion of the net pension liability (asset) (\$)	\$ (78,147)	\$ (89,085)	\$ (110,556)	\$ (110,078)	\$ (111,078)
Plan fiduciary net position as a percentage of the total pension liability**	153.77%	160.17%	197.29%	193.88%	190.50%

WILSON COUNTY, NORTH CAROLINA

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

Register of Deeds' Supplemental Pension Fund					
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Contractually required contribution	\$ 5,969	\$ 6,929	\$ 6,790	\$ 5,162	\$ 3,544
Contributions in relation to the contractually required contribution	<u>5,969</u>	<u>6,929</u>	<u>6,790</u>	<u>5,162</u>	<u>3,544</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

WILSON COUNTY, NORTH CAROLINA

WILSON COUNTY'S CONTRIBUTIONS
REQUIRED SUPPLEMENTARY INFORMATION
LAST TEN FISCAL YEARS

Register of Deeds' Supplemental Pension Fund					
	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually required contribution	\$ 3,807	\$ 3,978	\$ 3,892	\$ 3,818	\$ 4,001
Contributions in relation to the contractually required contribution	<u>3,807</u>	<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>	<u>\$ -</u>

WILSON COUNTY, NORTH CAROLINA

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

Law Enforcement Officers' Special Separation Allowance				
	2023	2022	2021	2020
Beginning balance	\$ 4,494,816	\$ 4,163,895	\$ 2,896,272	\$ 2,695,167
Service cost	204,025	234,357	144,623	117,711
Interest on the total pension liability	99,290	78,751	91,417	94,396
Differences between expected and actual experience in the measurement of the total pension liability	(51,069)	316,260	179,837	102,094
Changes of assumptions or other inputs	(738,748)	(131,370)	1,035,874	90,653
Benefit payments	<u>(163,879)</u>	<u>(167,077)</u>	<u>(184,128)</u>	<u>(203,749)</u>
Ending balance of the total pension liability	<u>\$ 3,844,435</u>	<u>\$ 4,494,816</u>	<u>\$ 4,163,895</u>	<u>\$ 2,896,272</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

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

Law Enforcement Officers' Special Separation Allowance			
	2019	2018	2017
Beginning balance	\$ 2,762,776	\$ 2,481,531	\$ 2,513,338
Service cost	124,355	105,919	118,624
Interest on the total pension liability	84,137	92,374	86,600
Differences between expected and actual experience in the measurement of the total pension liability	35,620	90,817	-
Changes of assumptions or other inputs	(111,299)	168,986	(61,889)
Benefit payments	(200,422)	(176,851)	(175,142)
Ending balance of the total pension liability	<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 SEVEN FISCAL YEARS**

Law Enforcement Officers' Special Separation Allowance				
	2023	2022	2021	2020
Total pension liability	\$ 3,844,435	\$ 4,494,816	\$ 4,163,895	\$ 2,896,272
Covered-employee payroll	4,486,653	4,734,670	4,313,413	3,904,382
Total pension liability as a percentage of covered-employee payroll	85.69%	94.93%	96.53%	74.18%

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.

WILSON COUNTY, NORTH CAROLINA

**SCHEDULE OF TOTAL PENSION LIABILITY AS A
PERCENTAGE OF COVERED-EMPLOYEE PAYROLL
LAW ENFORCEMENT OFFICERS' SPECIAL SEPARATION ALLOWANCE
LAST SEVEN FISCAL YEARS**

Law Enforcement Officers' Special Separation Allowance			
	2019	2018	2017
Total pension liability	\$ 2,695,167	\$ 2,762,776	\$ 2,481,531
Covered-employee payroll	3,859,405	3,811,844	4,028,341
Total pension liability as a percentage of covered-employee payroll	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, 2023**

	<u>General Fund</u>	<u>Revaluation Fund</u>	<u>Economic Development Fund</u>	<u>Eliminations</u>	<u>Total General Fund</u>
Revenues:					
Ad valorem taxes	\$ 59,213,089	\$ -	\$ -	\$ -	\$ 59,213,089
Local option sales tax	20,181,414	-	-	-	20,181,414
Other taxes and licenses	1,268,278	-	-	-	1,268,278
Unrestricted intergovernmental	419,680	-	-	-	419,680
Restricted intergovernmental	18,690,145	-	-	-	18,690,145
Permits and fees	1,112,327	-	-	-	1,112,327
Sales and services	11,545,931	-	-	-	11,545,931
Investment earnings	2,472,268	12,548	-	-	2,484,816
Miscellaneous	182,693	-	-	-	182,693
Total revenues	<u>115,085,825</u>	<u>12,548</u>	<u>-</u>	<u>-</u>	<u>115,098,373</u>
Expenditures:					
Current:					
General government	12,527,518	645,000	-	-	13,172,518
Public safety	25,720,125	-	-	-	25,720,125
Transportation	47,857	-	-	-	47,857
Environmental protection	270,013	-	-	-	270,013
Economic and physical development	1,882,192	-	2,853,947	-	4,736,139
Human services	34,652,454	-	-	-	34,652,454
Cultural and recreation	2,748,557	-	-	-	2,748,557
Intergovernmental:					
Education	28,793,728	-	-	-	28,793,728
Debt service:					
Principal retirement	2,874,583	-	-	-	2,874,583
Interest and other charges	400,693	-	-	-	400,693
Total expenditures	<u>109,917,720</u>	<u>645,000</u>	<u>2,853,947</u>	<u>-</u>	<u>113,416,667</u>
Revenues over (under) expenditures	<u>5,168,105</u>	<u>(632,452)</u>	<u>(2,853,947)</u>	<u>-</u>	<u>1,681,706</u>
Other Financing Sources (Uses):					
Transfers to other funds	(13,406,282)	-	-	3,233,475	(10,172,807)
Transfers from other funds	2,055,714	135,000	3,098,475	(3,233,475)	2,055,714
Debt issuance	220,367	-	-	-	220,367
Lease obligations issued	44,458	-	-	-	44,458
Subscriptions issued	189,333	-	-	-	189,333
Sale of capital assets	105,296	-	-	-	105,296
Total other financing sources (uses)	<u>(10,791,114)</u>	<u>135,000</u>	<u>3,098,475</u>	<u>-</u>	<u>(7,557,639)</u>
Net change in fund balances	(5,623,009)	(497,452)	244,528	-	(5,875,933)
Fund Balances:					
Beginning of year, July 1	<u>62,328,735</u>	<u>857,910</u>	<u>824,403</u>	<u>-</u>	<u>64,011,048</u>
End of year, June 30	<u>\$ 56,705,726</u>	<u>\$ 360,458</u>	<u>\$ 1,068,931</u>	<u>\$ -</u>	<u>\$ 58,135,115</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, 2023

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
Revenues:			
Ad Valorem Taxes:			
Taxes	\$ 55,947,109	\$ 58,769,858	\$ 2,822,749
Interest	323,000	443,231	120,231
Total	<u>56,270,109</u>	<u>59,213,089</u>	<u>2,942,980</u>
Local Option Sales Taxes	<u>14,113,729</u>	<u>20,181,414</u>	<u>6,067,685</u>
Other Taxes and Licenses:			
Franchise tax	65,000	53,900	(11,100)
Rental vehicle sales tax	52,000	79,562	27,562
Beer and wine tax	122,000	119,338	(2,662)
Excise tax	600,000	1,015,478	415,478
Total	<u>839,000</u>	<u>1,268,278</u>	<u>429,278</u>
Unrestricted Intergovernmental:			
Housing Authority	9,000	7,180	(1,820)
Wilson County ABC Board:			
Profit distribution	300,000	412,500	112,500
Total	<u>309,000</u>	<u>419,680</u>	<u>110,680</u>
Restricted Intergovernmental:			
General Fund	2,246,620	1,456,310	(790,310)
Library	574,256	304,013	(270,243)
Health services	3,259,652	2,599,017	(660,635)
Social services	19,943,071	14,231,975	(5,711,096)
Court facility fees	100,000	98,830	(1,170)
Total	<u>26,123,599</u>	<u>18,690,145</u>	<u>(7,433,454)</u>
Permits and Fees:			
Building permits and inspection fees	275,000	299,919	24,919
Register of Deeds	385,000	378,932	(6,068)
Public safety	541,000	433,476	(107,524)
Total	<u>1,201,000</u>	<u>1,112,327</u>	<u>(88,673)</u>
Sales and Services:			
Jail fees and sheriff fees	1,321,943	1,488,177	166,234
Rents, concessions, and fees	3,247,468	4,090,212	842,744
Ambulance service fees	2,800,000	4,265,596	1,465,596
Communication center	1,400,000	1,701,946	301,946
Total	<u>8,769,411</u>	<u>11,545,931</u>	<u>2,776,520</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, 2023

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
Investment Earnings	50,000	2,472,268	2,422,268
Miscellaneous:			
Other	55,094	182,693	127,599
Total revenues	<u>107,730,942</u>	<u>115,085,825</u>	<u>7,354,883</u>
Expenditures:			
General Government:			
Board of Commissioners:			
Salaries and employee benefits	61,369	60,661	708
Other operating expenditures	76,900	74,221	2,679
Total	<u>138,269</u>	<u>134,882</u>	<u>3,387</u>
Administration:			
Salaries and employee benefits	905,971	810,566	95,405
Other operating expenditures	27,900	19,327	8,573
Capital outlay	12,060	11,295	765
Total	<u>945,931</u>	<u>841,188</u>	<u>104,743</u>
Human Resources:			
Salaries and employee benefits	313,572	310,667	2,905
Other operating expenditures	154,098	121,694	32,404
Total	<u>467,670</u>	<u>432,361</u>	<u>35,309</u>
Board of Elections:			
Salaries and employee benefits	324,132	302,802	21,330
Other operating expenditures	274,031	115,941	158,090
Total	<u>598,163</u>	<u>418,743</u>	<u>179,420</u>
Finance:			
Salaries and employee benefits	778,032	752,308	25,724
Other operating expenditures	50,755	42,617	8,138
Total	<u>828,787</u>	<u>794,925</u>	<u>33,862</u>
Office of Tax Supervisor:			
Salaries and employee benefits	1,214,374	1,038,959	175,415
Other operating expenditures	415,180	336,639	78,541
Data processing charges	184,533	181,181	3,352
Capital outlay	17,892	17,892	-
Total	<u>1,831,979</u>	<u>1,574,671</u>	<u>257,308</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, 2023

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
Technology Services:			
Salaries and employee benefits	845,291	836,619	8,672
Other operating expenditures	57,250	46,916	10,334
Data processing charges	946,791	761,770	185,021
Capital outlay	43,708	8,114	35,594
Total	<u>1,893,040</u>	<u>1,653,419</u>	<u>239,621</u>
Register of Deeds:			
Salaries and employee benefits	440,778	435,824	4,954
Other operating expenditures	81,566	69,972	11,594
Total	<u>522,344</u>	<u>505,796</u>	<u>16,548</u>
Public Buildings:			
Other operating expenditures	1,173,546	1,033,570	139,976
Capital outlay	2,778,983	1,016,932	1,762,051
Total	<u>3,952,529</u>	<u>2,050,502</u>	<u>1,902,027</u>
Maintenance Administration:			
Salaries and employee benefits	817,740	781,565	36,175
Other operating expenditures	106,136	91,133	15,003
Capital outlay	58,000	56,009	1,991
Total	<u>981,876</u>	<u>928,707</u>	<u>53,169</u>
Court Facilities:			
Other operating expenditures	225,408	195,380	30,028
Capital outlay	539,028	37,993	501,035
Total	<u>764,436</u>	<u>233,373</u>	<u>531,063</u>
Central Service:			
Other operating expenditures	2,927,552	2,747,396	180,156
Other:			
Other area projects	273,427	211,555	61,872
Total general government	<u>16,126,003</u>	<u>12,527,518</u>	<u>3,598,485</u>
Public Safety:			
Sheriff:			
Salaries and employee benefits	7,774,017	6,712,984	1,061,033
Other operating expenditures	2,209,140	2,086,668	122,472
Capital outlay	983,174	837,773	145,401
Total	<u>10,966,331</u>	<u>9,637,425</u>	<u>1,328,906</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, 2023

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
Jail:			
Salaries and employee benefits	3,320,507	2,649,303	671,204
Other operating expenditures	1,789,591	1,660,966	128,625
Capital outlay	35,900	-	35,900
Total	<u>5,145,998</u>	<u>4,310,269</u>	<u>835,729</u>
Animal Control:			
Salaries and employee benefits	680,286	662,743	17,543
Other operating expenditures	233,478	146,560	86,918
Capital outlay	38,335	38,335	-
Total	<u>952,099</u>	<u>847,638</u>	<u>104,461</u>
Emergency Communications:			
Salaries and employee benefits	3,089,551	2,688,457	401,094
Other operating expenditures	327,940	200,300	127,640
Capital outlay	188,933	65,334	123,599
Total	<u>3,606,424</u>	<u>2,954,091</u>	<u>652,333</u>
Emergency Management:			
Salaries and employee benefits	245,933	244,332	1,601
Other operating expenditures	135,633	90,111	45,522
Capital outlay	1,348,436	-	1,348,436
Total	<u>1,730,002</u>	<u>334,443</u>	<u>1,395,559</u>
Emergency Medical Services:			
Salaries and employee benefits	6,342,110	5,938,705	403,405
Other operating expenditures	1,116,613	1,090,316	26,297
Capital outlay	1,257,907	607,238	650,669
Total	<u>8,716,630</u>	<u>7,636,259</u>	<u>1,080,371</u>
Total public safety	<u>31,117,484</u>	<u>25,720,125</u>	<u>5,397,359</u>
Transportation:			
Rocky Mount/Wilson Airport	47,857	47,857	-
Environmental Protection:			
Forestry Program:			
Other operating expenditures	114,022	106,561	7,461

WILSON COUNTY, NORTH CAROLINA

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
Soil Conservation:			
Salaries and employee benefits	155,386	154,994	392
Other operating expenditures	<u>20,393</u>	<u>8,458</u>	<u>11,935</u>
Total	<u>175,779</u>	<u>163,452</u>	<u>12,327</u>
Total environmental protection	<u>289,801</u>	<u>270,013</u>	<u>19,788</u>
Economic and Physical Development:			
Agricultural Extension and 4-H:			
Salaries and employee benefits	537,499	484,047	53,452
Other operating expenditures	53,338	50,033	3,305
Capital outlay	<u>11,681</u>	<u>11,565</u>	<u>116</u>
Total	<u>602,518</u>	<u>545,645</u>	<u>56,873</u>
Planning and Zoning:			
Salaries and employee benefits	692,616	608,717	83,899
Other operating expenditures	78,875	55,270	23,605
Capital outlay	<u>184,240</u>	<u>184,240</u>	<u>-</u>
Total	<u>955,731</u>	<u>848,227</u>	<u>107,504</u>
NC Commerce Grants:			
Economic Development Grants	<u>754,002</u>	<u>104,525</u>	<u>649,477</u>
Other:			
Other projects	<u>383,795</u>	<u>383,795</u>	<u>-</u>
Total economic and physical development	<u>2,696,046</u>	<u>1,882,192</u>	<u>813,854</u>
Diversified Opportunities:			
	<u>29,250</u>	<u>29,250</u>	<u>-</u>
Senior Center:			
Salaries and employee benefits	259,766	217,928	41,838
Other operating expenditures	<u>113,839</u>	<u>62,990</u>	<u>50,849</u>
Total	<u>373,605</u>	<u>280,918</u>	<u>92,687</u>
Home and Community Care Block Grant:			
Operating expenses	<u>483,221</u>	<u>322,393</u>	<u>160,828</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, 2023

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
Health:			
Administration:			
Salaries and employee benefits	157,641	61,137	96,504
Other operating expenditures	396,387	347,905	48,482
Capital outlay	477,956	365,135	112,821
Total	<u>1,031,984</u>	<u>774,177</u>	<u>257,807</u>
Health Promotion:			
Salaries and employee benefits	17,462	16,715	747
Other operating expenditures	71,352	54,094	17,258
Total	<u>88,814</u>	<u>70,809</u>	<u>18,005</u>
Tuberculosis Control:			
Salaries and employee benefits	120,756	94,027	26,729
Other operating expenditures	21,070	19,744	1,326
Total	<u>141,826</u>	<u>113,771</u>	<u>28,055</u>
Family Planning:			
Salaries and employee benefits	724,523	701,803	22,720
Other operating expenditures	114,335	83,391	30,944
Total	<u>838,858</u>	<u>785,194</u>	<u>53,664</u>
Maternal Health:			
Salaries and employee benefits	738,398	724,647	13,751
Other operating expenditures	112,000	107,002	4,998
Total	<u>850,398</u>	<u>831,649</u>	<u>18,749</u>
Environmental Health:			
Salaries and employee benefits	993,894	963,802	30,092
Other operating expenditures	93,461	76,542	16,919
Capital outlay	25,838	-	25,838
Total	<u>1,113,193</u>	<u>1,040,344</u>	<u>72,849</u>
Immunization:			
Salaries and employee benefits	347,327	318,562	28,765
Other operating expenditures	248,234	113,877	134,357
Capital outlay	12,500	10,500	2,000
Total	<u>608,061</u>	<u>442,939</u>	<u>165,122</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, 2023

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
Communicable Diseases:			
Salaries and employee benefits	557,135	338,290	218,845
Other operating expenditures	451,022	150,660	300,362
Capital outlay	45,800	43,669	2,131
Total	<u>1,053,957</u>	<u>532,619</u>	<u>521,338</u>
Comprehensive Breast Cancer Prevention:			
Salaries and employee benefits	25,876	24,838	1,038
Other operating expenditures	43,300	25,437	17,863
Total	<u>69,176</u>	<u>50,275</u>	<u>18,901</u>
Child Health:			
Salaries and employee benefits	586,521	455,426	131,095
Other operating expenditures	36,600	9,942	26,658
Total	<u>623,121</u>	<u>465,368</u>	<u>157,753</u>
Child Service Coordinator:			
Salaries and employee benefits	238,062	232,505	5,557
Other operating expenditures	4,390	4,327	63
Total	<u>242,452</u>	<u>236,832</u>	<u>5,620</u>
WIC Clinic Administration:			
Salaries and employee benefits	63,566	62,814	752
Other operating expenditures	2,400	2,198	202
Total	<u>65,966</u>	<u>65,012</u>	<u>954</u>
WIC Nutrition Education:			
Salaries and employee benefits	119,186	95,456	23,730
Other operating expenditures	1,203	1,071	132
Total	<u>120,389</u>	<u>96,527</u>	<u>23,862</u>
AIDS Control:			
Salaries and employee benefits	12,075	11,637	438
Other operating expenditures	425	424	1
Total	<u>12,500</u>	<u>12,061</u>	<u>439</u>
Bioterrorism:			
Salaries and employee benefits	32,776	31,087	1,689
Other operating expenditures	1,863	1,378	485
Total	<u>34,639</u>	<u>32,465</u>	<u>2,174</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, 2023

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
WIC Client Services:			
Salaries and employee benefits	548,796	425,096	123,700
Other operating expenditures	16,500	12,901	3,599
Total	<u>565,296</u>	<u>437,997</u>	<u>127,299</u>
School Based Health Center:			
Salaries and employee benefits	620,973	619,018	1,955
Other operating expenditures	659,473	323,023	336,450
Total	<u>1,280,446</u>	<u>942,041</u>	<u>338,405</u>
Mental Health:			
Other operating expenditures	331,317	331,317	-
Maternal Child Care:			
Salaries and employee benefits	292,918	285,352	7,566
Other operating expenditures	8,275	7,286	989
Total	<u>301,193</u>	<u>292,638</u>	<u>8,555</u>
Dental Program:			
Salaries and employee benefits	265,479	232,493	32,986
Other operating expenditures	131,863	51,789	80,074
Capital outlay	12,746	12,647	99
Total	<u>410,088</u>	<u>296,929</u>	<u>113,159</u>
WIC Breastfeeding:			
Salaries and employee benefits	102,113	64,263	37,850
Other operating expenditures	1,951	1,125	826
Total	<u>104,064</u>	<u>65,388</u>	<u>38,676</u>
Adult Health:			
Salaries and employee benefits	565,868	552,508	13,360
Other operating expenditures	47,400	41,917	5,483
Total	<u>613,268</u>	<u>594,425</u>	<u>18,843</u>
Total health	<u>10,501,006</u>	<u>8,510,777</u>	<u>1,990,229</u>
Social Services:			
Administration:			
Salaries and employee benefits	17,362,916	16,762,536	600,380
Other operating expenditures	4,265,234	3,363,350	901,884
Capital outlay	533,280	520,625	12,655
Total	<u>22,161,430</u>	<u>20,646,511</u>	<u>1,514,919</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, 2023**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
4D Child Support:			
Salaries and employee benefits	1,187,844	1,104,767	83,077
Other operating expenditures	<u>550,862</u>	<u>183,355</u>	<u>367,507</u>
Total	<u>1,738,706</u>	<u>1,288,122</u>	<u>450,584</u>
Income Maintenance Programs:			
AFDC fostercare	467,082	404,568	62,514
Special assistance - adults	868,046	487,915	380,131
Medicaid - County participation	<u>300,000</u>	<u>97,474</u>	<u>202,526</u>
Total	<u>1,635,128</u>	<u>989,957</u>	<u>645,171</u>
Other Services:			
Other operating expenditures	<u>3,272,871</u>	<u>1,841,585</u>	<u>1,431,286</u>
Eat Smart Move More:			
Other operating expenditures	<u>51,611</u>	<u>49,970</u>	<u>1,641</u>
Community Response Program:			
Salaries and employee benefits	85,638	85,577	61
Other operating expenditures	<u>24,362</u>	<u>4,268</u>	<u>20,094</u>
Total	<u>110,000</u>	<u>89,845</u>	<u>20,155</u>
Every Teen Counts:			
Other operating expenditures	<u>16,821</u>	<u>-</u>	<u>16,821</u>
Partner for Healthy Baby:			
Salaries and employee benefits	80,921	80,859	62
Other operating expenditures	<u>6,761</u>	<u>4,178</u>	<u>2,583</u>
Total	<u>87,682</u>	<u>85,037</u>	<u>2,645</u>
Strengthening Families Grant:			
Other operating expenditures	<u>72,058</u>	<u>51,345</u>	<u>20,713</u>
RAPP Grant:			
Other operating expenditures	<u>14,967</u>	<u>5,216</u>	<u>9,751</u>
Opioid Response Grants:			
Other operating expenditures	<u>54,212</u>	<u>21,078</u>	<u>33,134</u>
FNS Employment & Training Grant:			
Other operating expenditures	<u>170,072</u>	<u>114,590</u>	<u>55,482</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, 2023

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
Pregnancy Prevention:			
Other operating expenditures	20,000	17,584	2,416
Opioid Behavioral Health:			
Salaries and employee benefits	90,327	19,917	70,410
Other operating expenditures	909,673	208,352	701,321
Total	1,000,000	228,269	771,731
Medicaid Expansion:			
Other operating expenditures	360,753	-	360,753
Total social services	30,766,311	25,429,109	5,337,202
Veterans Affairs:			
Salaries and employee benefits	78,117	77,318	799
Other operating expenditures	2,725	2,689	36
Total	80,842	80,007	835
Total human services	42,234,235	34,652,454	7,581,781
Cultural and Recreation:			
Recreation:			
Other operating expenditures	113,500	88,500	25,000
Libraries:			
Salaries and employee benefits	1,763,837	1,700,734	63,103
Other operating expenditures	807,905	714,672	93,233
Capital outlay	951,893	244,651	707,242
Total	3,523,635	2,660,057	863,578
Total cultural and recreation	3,637,135	2,748,557	888,578
Education:			
Public schools - current	23,829,862	23,829,862	-
Public schools - capital outlay	1,000,000	1,000,000	-
Community colleges - current	2,685,090	2,685,090	-
Community colleges - capital outlay	1,278,776	1,278,776	-
Total education	28,793,728	28,793,728	-

WILSON COUNTY, NORTH CAROLINA

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
Debt Service:			
Principal retirement	2,874,620	2,874,583	37
Interest and other charges	400,695	400,693	2
Total debt service	<u>3,275,315</u>	<u>3,275,276</u>	<u>39</u>
Total expenditures	<u>128,217,604</u>	<u>109,917,720</u>	<u>18,299,884</u>
Revenues over (under) expenditures	<u>(20,486,662)</u>	<u>5,168,105</u>	<u>25,654,767</u>
Other Financing Sources (Uses):			
Transfers to other funds:			
Revaluation Fund	(135,000)	(135,000)	-
Economic Development Fund	(3,098,475)	(3,098,475)	-
Capital Reserve Fund	(1,375,000)	(1,000,000)	375,000
Public Buildings Fund - CPF	(5,707,045)	(5,707,045)	-
School Capital Projects Fund	(3,465,762)	(3,465,762)	-
Transfers from other funds:			
Capital Projects Fund	158	157	(1)
Special Revenue Fund - American Rescue Plan Fund	2,055,557	2,055,557	-
Debt issuance	220,368	220,367	(1)
Lease obligations issued	44,460	44,458	(2)
Subscriptions issued	189,333	189,333	-
Sale of capital assets	50,000	105,296	55,296
Fund balance appropriated	<u>31,708,068</u>	<u>-</u>	<u>(31,708,068)</u>
Total other financing sources (uses)	<u>20,486,662</u>	<u>(10,791,114)</u>	<u>(31,277,776)</u>
Net change in fund balance	<u>\$ -</u>	<u>(5,623,009)</u>	<u>\$ (5,623,009)</u>
Fund Balance:			
Beginning of year, July 1		<u>62,328,735</u>	
End of year, June 30		<u>\$ 56,705,726</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, 2023**

	<u>Revaluation Fund</u>	<u>Economic Development</u>	<u>Total Combined Funds</u>
Revenues:			
Investment earnings	\$ 12,548	\$ -	\$ 12,548
Expenditures:			
General government:			
Tax listing	645,000	-	645,000
Economic development:			
Economic incentives	-	2,853,947	2,853,947
Total expenditures	<u>645,000</u>	<u>2,853,947</u>	<u>3,498,947</u>
Revenues over (under) expenditures	(632,452)	(2,853,947)	(3,486,399)
Other Financing Sources (Uses):			
Transfer in:			
General Fund	<u>135,000</u>	<u>3,098,475</u>	<u>3,233,475</u>
Net change in fund balances	(497,452)	244,528	(252,924)
Fund Balances:			
Beginning of year, July 1	<u>857,910</u>	<u>824,403</u>	<u>1,682,313</u>
End of year, June 30	<u>\$ 360,458</u>	<u>\$ 1,068,931</u>	<u>\$ 1,429,389</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, 2023

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
Revenues:			
Investment earnings	\$ -	\$ 12,548	\$ 12,548
Expenditures:			
Current:			
General government:			
Tax listing	<u>645,000</u>	<u>645,000</u>	<u>-</u>
Revenues over (under) expenditures	<u>(645,000)</u>	<u>(632,452)</u>	<u>12,548</u>
Other Financing Sources (Uses):			
Transfer in:			
General Fund	135,000	135,000	-
Fund balance appropriated	<u>510,000</u>	<u>-</u>	<u>(510,000)</u>
Total other financing sources (uses)	<u>645,000</u>	<u>135,000</u>	<u>(510,000)</u>
Net change in fund balance	<u>\$ -</u>	<u>(497,452)</u>	<u>\$ (497,452)</u>
Fund Balance:			
Beginning of year, July 1		<u>857,910</u>	
End of year, June 30		<u>\$ 360,458</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, 2023

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
Expenditures:			
Current:			
Economic and physical development:			
Economic incentives	\$ 3,098,475	\$ 2,853,947	\$ 244,528
Revenues over (under) expenditures	(3,098,475)	(2,853,947)	244,528
Other Financing Sources (Uses):			
Transfer in:			
General Fund	<u>3,098,475</u>	<u>3,098,475</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	244,528	<u>\$ 244,528</u>
Fund Balance:			
Beginning of year, July 1		<u>824,403</u>	
End of year, June 30		<u>\$ 1,068,931</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, 2023

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
Revenues:			
Restricted intergovernmental	\$ 4,391,146	\$ 4,391,145	\$ (1)
Investment earnings	182	925	743
Total revenues	<u>4,391,328</u>	<u>4,392,070</u>	<u>742</u>
Expenditures:			
WAAT program	11,458,255	9,054,976	2,403,279
Lee Woodard Elementary School	1,028,020	755,049	272,971
Barnes Elementary School	1,135,763	726,230	409,533
Frederick Douglas Elementary School	300,000	283,146	16,854
Hunt High School	2,900,000	106,500	2,793,500
Highschool projects	3,674,804	2,694,662	980,142
Total expenditures	<u>20,496,842</u>	<u>13,620,563</u>	<u>6,876,279</u>
Revenues over (under) expenditures	<u>(16,105,514)</u>	<u>(9,228,493)</u>	<u>6,877,021</u>
Other Financing Sources (Uses):			
Fund balance appropriated	9,837,400	-	(9,837,400)
Transfer in	6,268,114	3,465,762	(2,802,352)
Total other financing sources (uses)	<u>16,105,514</u>	<u>3,465,762</u>	<u>(12,639,752)</u>
Net change in fund balance	<u>\$ -</u>	<u>(5,762,731)</u>	<u>\$ (5,762,731)</u>
Fund Balance:			
Beginning of year, July 1		<u>12,377,238</u>	
End of year, June 30		<u>\$ 6,614,507</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, 2023

	<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>	
Revenues:					
ARPA Funds	\$ 15,888,886	\$ 7,944,443	\$ 2,055,557	\$ 10,000,000	\$ (5,888,886)
Expenditures:					
General government	5,888,886	-	-	-	5,888,886
Revenues over (under) expenditures	10,000,000	7,944,443	2,055,557	10,000,000	-
Other Financing Sources (Uses):					
Transfers out	(10,000,000)	(7,944,443)	(2,055,557)	(10,000,000)	-
Net change in fund balance	\$ -	\$ -	-	\$ -	\$ -
Fund Balance:					
Beginning of year, July 1			-		
End of year, June 30			\$ -		

WILSON COUNTY, NORTH CAROLINA

**OPIOID SETTLEMENT FUND - MAJOR SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
Revenues:			
Opioid settlement funds	\$ 658,772	\$ 379,803	\$ (278,969)
Investment earnings	-	16,919	16,919
Total revenues	<u>658,772</u>	<u>396,722</u>	<u>(262,050)</u>
Expenditures:			
Human services	<u>658,772</u>	<u>8,757</u>	<u>650,015</u>
Net change in fund balance	<u>\$ -</u>	<u>387,965</u>	<u>\$ 387,965</u>
Fund Balance:			
Beginning of year, July 1		<u>159,955</u>	
End of year, June 30		<u>\$ 547,920</u>	

Nonmajor Governmental Funds

WILSON COUNTY, NORTH CAROLINA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023

	Special Revenue Funds					
	Fire District Fund	Emergency Telephone System Fund	Transportation Fund	Economic Development Grant Fund	Representative Payee Fund	Fines and Forfeitures Fund
Assets:						
Cash and cash equivalents	\$ 876,520	\$ 763,154	\$ -	\$ 82,063	\$ 19,091	\$ -
Taxes receivable, net	45,905	-	-	-	-	-
Due from other governments	32,497	26,852	245,532	-	-	23,447
Notes receivable	-	-	-	1,915,000	-	-
Total assets	<u>\$ 954,922</u>	<u>\$ 790,006</u>	<u>\$ 245,532</u>	<u>\$ 1,997,063</u>	<u>\$ 19,091</u>	<u>\$ 23,447</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances:						
Liabilities:						
Accounts payable and accrued liabilities	\$ -	\$ 1,720	\$ 66,978	\$ -	\$ -	\$ -
Due to other funds	-	-	17,578	-	-	-
Due to other governments	908,089	-	-	-	-	-
Total liabilities	<u>908,089</u>	<u>1,720</u>	<u>84,556</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred Inflows of Resources:						
Taxes receivable	45,905	-	-	-	-	-
Fund Balances:						
Restricted:						
Stabilization by state statute	32,497	26,852	245,532	1,915,000	-	23,447
Human services	-	-	-	-	19,091	-
Economic development projects	-	-	-	82,063	-	-
Public safety	-	761,434	-	-	-	-
Committed:						
Public safety	-	-	-	-	-	-
Human services	-	-	-	-	-	-
Future capital and other projects	-	-	-	-	-	-
Unassigned	(31,569)	-	(84,556)	-	-	-
Total fund balances	<u>928</u>	<u>788,286</u>	<u>160,976</u>	<u>1,997,063</u>	<u>19,091</u>	<u>23,447</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 954,922</u>	<u>\$ 790,006</u>	<u>\$ 245,532</u>	<u>\$ 1,997,063</u>	<u>\$ 19,091</u>	<u>\$ 23,447</u>

WILSON COUNTY, NORTH CAROLINA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023

	Special Revenue Funds		Capital Project Funds				Total Nonmajor Governmental Funds
	Deed of Trust Fund	Total Nonmajor Special Revenue Funds	Community Grant Fund	Public Buildings Fund	Capital Reserve Fund	Total Nonmajor Capital Projects Funds	
Assets:							
Cash and cash equivalents	\$ 5,208	\$ 1,746,036	\$ -	\$ 5,322,930	\$ 1,300,000	\$ 6,622,930	\$ 8,368,966
Taxes receivable, net	-	45,905	-	-	-	-	45,905
Due from other governments	-	328,328	220,230	-	-	220,230	548,558
Notes receivable	-	1,915,000	-	-	-	-	1,915,000
Total assets	\$ 5,208	\$ 4,035,269	\$ 220,230	\$ 5,322,930	\$ 1,300,000	\$ 6,843,160	\$ 10,878,429
Liabilities, Deferred Inflows of Resources, and Fund Balances:							
Liabilities:							
Accounts payable and accrued liabilities	\$ -	\$ 68,698	\$ 219,025	\$ 18,857	\$ -	\$ 237,882	\$ 306,580
Due to other funds	-	17,578	1,205	-	-	1,205	18,783
Due to other governments	5,208	913,297	-	-	-	-	913,297
Total liabilities	5,208	999,573	220,230	18,857	-	239,087	1,238,660
Deferred Inflows of Resources:							
Taxes receivable	-	45,905	-	-	-	-	45,905
Fund Balances:							
Restricted:							
Stabilization by state statute	-	2,243,328	-	-	-	-	2,243,328
Human services	-	19,091	-	-	-	-	19,091
Economic development projects	-	82,063	-	-	-	-	82,063
Public safety	-	761,434	-	-	-	-	761,434
Committed							
Public safety	-	-	-	4,289,028	-	4,289,028	4,289,028
Human services	-	-	-	1,015,045	-	1,015,045	1,015,045
Future capital and other projects	-	-	-	-	1,300,000	1,300,000	1,300,000
Unassigned	-	(116,125)	-	-	-	-	(116,125)
Total fund balances	-	2,989,791	-	5,304,073	1,300,000	6,604,073	9,593,864
Total liabilities, deferred inflows of resources, and fund balances	\$ 5,208	\$ 4,035,269	\$ 220,230	\$ 5,322,930	\$ 1,300,000	\$ 6,843,160	\$ 10,878,429

WILSON COUNTY, NORTH CAROLINA

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	<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>
Revenues:						
Ad valorem taxes	\$ 2,590,133	\$ -	\$ -	\$ -	\$ -	\$ -
Local option sales taxes	868,412	-	-	-	-	-
Restricted intergovernmental	-	340,013	703,004	-	87,815	-
Sales and services	-	-	54	-	-	388,726
Investment earnings	-	24,455	-	-	-	-
Miscellaneous	-	-	125,811	3,986	-	-
Total revenues	<u>3,458,545</u>	<u>364,468</u>	<u>828,869</u>	<u>3,986</u>	<u>87,815</u>	<u>388,726</u>
Expenditures:						
General government	-	-	-	-	-	391,974
Public safety	3,458,549	189,944	-	-	-	-
Transportation	-	-	886,564	-	-	-
Environmental protection	-	-	-	-	-	-
Economic and physical development	-	-	-	846,716	-	-
Human services	-	-	-	-	76,312	-
Total expenditures	<u>3,458,549</u>	<u>189,944</u>	<u>886,564</u>	<u>846,716</u>	<u>76,312</u>	<u>391,974</u>
Revenues over (under) expenditures	<u>(4)</u>	<u>174,524</u>	<u>(57,695)</u>	<u>(842,730)</u>	<u>11,503</u>	<u>(3,248)</u>
Other Financing Sources (Uses):						
Transfers from other funds	-	-	-	-	-	-
Transfers (to) other funds	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>(4)</u>	<u>174,524</u>	<u>(57,695)</u>	<u>(842,730)</u>	<u>11,503</u>	<u>(3,248)</u>
Fund Balances:						
Beginning of year, July 1	<u>932</u>	<u>613,762</u>	<u>218,671</u>	<u>2,839,793</u>	<u>7,588</u>	<u>26,695</u>
End of year, June 30	<u>\$ 928</u>	<u>\$ 788,286</u>	<u>\$ 160,976</u>	<u>\$ 1,997,063</u>	<u>\$ 19,091</u>	<u>\$ 23,447</u>

WILSON COUNTY, NORTH CAROLINA

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	Special Revenue Funds		Capital Project Funds				Total Nonmajor Governmental Funds
	Deed of Trust Fund	Total Nonmajor Special Revenue Funds	Community Grants Fund	Public Buildings Fund	Capital Reserve Fund	Total Nonmajor Capital Projects Funds	
Revenues:							
Ad valorem taxes	\$ -	\$ 2,590,133	\$ -	\$ -	\$ -	\$ -	\$ 2,590,133
Local option sales tax	-	868,412	-	-	-	-	868,412
Restricted intergovernmental	-	1,130,832	494,167	264,463	-	758,630	1,889,462
Sales and services	42,315	431,095	-	-	-	-	431,095
Investment earnings	-	24,455	-	-	-	-	24,455
Miscellaneous	-	129,797	-	-	-	-	129,797
Total revenues	<u>42,315</u>	<u>5,174,724</u>	<u>494,167</u>	<u>264,463</u>	<u>-</u>	<u>758,630</u>	<u>5,933,354</u>
Expenditures:							
General government	42,315	434,289	-	-	-	-	434,289
Public safety	-	3,648,493	-	318,212	-	318,212	3,966,705
Transportation	-	886,564	-	-	-	-	886,564
Environmental protection	-	-	-	264,463	-	264,463	264,463
Economic and physical development	-	846,716	-	-	-	-	846,716
Human services	-	76,312	494,010	84,955	-	578,965	655,277
Total expenditures	<u>42,315</u>	<u>5,892,374</u>	<u>494,010</u>	<u>667,630</u>	<u>-</u>	<u>1,161,640</u>	<u>7,054,014</u>
Revenues over (under) expenditures	<u>-</u>	<u>(717,650)</u>	<u>157</u>	<u>(403,167)</u>	<u>-</u>	<u>(403,010)</u>	<u>(1,120,660)</u>
Other Financing Sources (Uses):							
Transfers from other funds	-	-	-	5,707,045	1,000,000	6,707,045	6,707,045
Transfers (to) other funds	-	-	(157)	-	-	(157)	(157)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(157)</u>	<u>5,707,045</u>	<u>1,000,000</u>	<u>6,706,888</u>	<u>6,706,888</u>
Net change in fund balances	-	(717,650)	-	5,303,878	1,000,000	6,303,878	5,586,228
Fund Balances:							
Beginning of year, July 1	-	3,707,441	-	195	300,000	300,195	4,007,636
End of year, June 30	<u>\$ -</u>	<u>\$ 2,989,791</u>	<u>\$ -</u>	<u>\$ 5,304,073</u>	<u>\$ 1,300,000</u>	<u>\$ 6,604,073</u>	<u>\$ 9,593,864</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, 2023**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
Revenues:			
Ad valorem taxes:			
Current year	\$ 2,558,804	\$ 2,558,380	\$ (424)
Prior year	41,955	31,753	(10,202)
Total ad valorem taxes	<u>2,600,759</u>	<u>2,590,133</u>	<u>(10,626)</u>
Local option sales taxes	872,768	868,412	(4,356)
Total revenues	<u>3,473,527</u>	<u>3,458,545</u>	<u>(14,982)</u>
Expenditures:			
Public safety	<u>3,473,527</u>	<u>3,458,549</u>	<u>14,978</u>
Net change in fund balance	<u>\$ -</u>	(4)	<u>\$ (4)</u>
Fund Balance:			
Beginning of year, July 1		<u>932</u>	
End of year, June 30		<u>\$ 928</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, 2023**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
Revenues:			
Restricted intergovernmental:			
NC 911 Board	\$ 322,221	\$ 340,013	\$ 17,792
Investment earnings	2,000	24,455	22,455
Total revenues	<u>324,221</u>	<u>364,468</u>	<u>40,247</u>
Expenditures:			
Implemental functions	30,000	17,005	12,995
Telephone	65,500	31,386	34,114
Software maintenance	221,866	112,793	109,073
Hardware maintenance	85,552	17,256	68,296
Training	37,000	11,504	25,496
Total expenditures	<u>439,918</u>	<u>189,944</u>	<u>249,974</u>
Revenues over (under) expenditures	(115,697)	174,524	290,221
Other Financing Sources (Uses):			
Fund balance appropriated	<u>115,697</u>	-	<u>(115,697)</u>
Net change in fund balance	<u>\$ -</u>	174,524	<u>\$ 174,524</u>
Fund Balance:			
Beginning of year, July 1		<u>613,762</u>	
End of year, June 30		<u>\$ 788,286</u>	
PSAP Reconciliation:			
Amounts reported on the Emergency Telephone System			
Fund budget to actual is different from the PSAP			
Revenue - Expenditure Report because:			
Ending fund balance, reported on budget to actual		\$ 788,286	
Rounding differences		2	
Prior year ineligible expenditures reported in			
Emergency Telephone System Fund		<u>28,729</u>	
Ending balance, PSAP revenue - expenditure report		<u>\$ 817,017</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, 2023

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
Revenues:			
Restricted intergovernmental:			
Rural Operating Grant	\$ 300,881	\$ 211,331	\$ (89,550)
Capital Grant	326,350	65,286	(261,064)
Public Transportation Grant	100,000	64,974	(35,026)
Other Grants	546,327	361,413	(184,914)
Sales and services	27,000	54	(26,946)
Miscellaneous	<u>105,500</u>	<u>125,811</u>	<u>20,311</u>
Total revenues	<u>1,406,058</u>	<u>828,869</u>	<u>(577,189)</u>
Expenditures:			
Salaries and employee benefits	118,329	103,754	14,575
Operating expenses	996,103	708,116	287,987
Capital outlay	<u>359,355</u>	<u>74,694</u>	<u>284,661</u>
Total expenditures	<u>1,473,787</u>	<u>886,564</u>	<u>587,223</u>
Revenues over (under) expenditures	(67,729)	(57,695)	10,034
Other Financing Sources (Uses):			
Fund balance appropriated	<u>67,729</u>	-	<u>(67,729)</u>
Net change in fund balance	<u>\$ -</u>	(57,695)	<u>\$ (57,695)</u>
Fund Balance:			
Beginning of year, July 1		<u>218,671</u>	
End of year, June 30		<u>\$ 160,976</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, 2023**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
Revenues:			
Miscellaneous revenue	\$ 3,987	\$ 3,986	\$ (1)
Expenditures:			
587 Campus project	928,697	846,716	81,981
Revenues over (under) expenditures	(924,710)	(842,730)	81,980
Other Financing Sources (Uses):			
Fund balance appropriated	924,710	-	(924,710)
Net change in fund balance	<u>\$ -</u>	(842,730)	<u>\$ (842,730)</u>
Fund Balance:			
Beginning of year, July 1		<u>2,839,793</u>	
End of year, June 30		<u>\$ 1,997,063</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, 2023**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
Revenues:			
Restricted intergovernmental	\$ 88,000	\$ 87,815	\$ (185)
Expenditures:			
Payments made for the benefit of beneficiaries	88,000	76,312	11,688
Net change in fund balance	<u>\$ -</u>	11,503	<u>\$ 11,503</u>
Fund Balance:			
Beginning of year, July 1		<u>7,588</u>	
End of year, June 30		<u>\$ 19,091</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, 2023**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
Revenues:			
Sales and services - penalties, fines and forfeiture	\$ 440,000	\$ 388,726	\$ (51,274)
Expenditures:			
Payments of penalties, fines and forfeitures to the Wilson County Board of Education	440,000	391,974	48,026
Net change in fund balance	<u>\$ -</u>	(3,248)	<u>\$ (3,248)</u>
Fund Balance:			
Beginning of year, July 1		<u>26,695</u>	
End of year, June 30		<u>\$ 23,447</u>	

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, 2023**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
Revenues:			
Permits and fees - Register of Deeds	\$ 50,000	\$ 42,315	\$ (7,685)
Expenditures:			
Payments of fees collected to the State of NC	50,000	42,315	7,685
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance:			
Beginning of year, July 1		-	
End of year, June 30		<u>\$ -</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, 2023

	<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>	
Revenues:					
Restricted Intergovernmental:					
Community Development Block Grant	\$ 878,026	\$ 23,841	\$ 494,167	\$ 518,008	\$ (360,018)
Expenditures:					
Senior Center Pavillion Project	877,868	23,841	494,010	517,851	360,017
Revenues over (under) expenditures	158	-	157	157	(1)
Other Financing Sources (Uses):					
Transfers in (out)	(158)	-	(157)	(157)	1
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
Fund Balance:					
Beginning of year, July 1			-		
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, 2023

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
Revenues:			
Restricted intergovernmental	\$ 280,463	\$ 264,463	\$ (16,000)
Expenditures:			
Capital outlay improvements:			
Stream Debris Removal	280,463	264,463	16,000
EMS North Central City	1,607,045	240,366	1,366,679
Sherriff Training Facility	2,000,000	77,846	1,922,154
EMS East Station	1,000,000	-	1,000,000
Senior Center Project	1,100,000	84,955	1,015,045
Total expenditures	<u>5,987,508</u>	<u>667,630</u>	<u>5,319,878</u>
Revenues over (under) expenditures	(5,707,045)	(403,167)	5,303,878
Other Financing Sources (Uses):			
Transfers in (out)	<u>5,707,045</u>	<u>5,707,045</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	5,303,878	<u>\$ 5,303,878</u>
Fund Balance:			
Beginning of year, July 1		<u>195</u>	
End of year, June 30		<u>\$ 5,304,073</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, 2023**

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

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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, 2023**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
Revenues:			
Operating revenues:			
Charges for services	\$ 2,177,686	\$ 2,418,343	\$ 240,657
Non-operating revenues:			
Restricted intergovernmental revenues	10,000	4,569	(5,431)
Investment earnings	13,300	604,116	590,816
Ad valorem taxes	1,014,000	996,580	(17,420)
Other taxes and licenses	470,000	484,559	14,559
Other	96,200	86,794	(9,406)
Total non-operating revenues	<u>1,603,500</u>	<u>2,176,618</u>	<u>573,118</u>
Total revenues	<u>3,781,186</u>	<u>4,594,961</u>	<u>813,775</u>
Expenditures:			
Salaries and benefits	1,759,291	1,569,262	190,029
Operating expenses	3,333,244	2,486,535	846,709
Capital outlay	114,481	14,796	99,685
Total expenditures	<u>5,207,016</u>	<u>4,070,593</u>	<u>1,136,423</u>
Revenues over (under) expenditures	<u>(1,425,830)</u>	<u>524,368</u>	<u>1,950,198</u>
Other Financing Sources (Uses):			
Transfers (out)	(1,633,736)	(1,633,736)	-
Fund balance appropriated	3,059,566	-	(3,059,566)
Total other financing sources (uses)	<u>1,425,830</u>	<u>(1,633,736)</u>	<u>(3,059,566)</u>
Revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ -</u>	<u>(1,109,368)</u>	<u>\$ (1,109,368)</u>
Reconciliation from Budgetary Basis (Modified Accrual) to Full Accrual:			
Reconciling items:			
Capital outlay		14,796	
Transfer to Solid Waste Capital Project Fund		1,633,736	
Depreciation		(370,490)	
Change in deferred outflows of resources - pension		189,996	
Change in deferred inflows of resources - pension		300,698	
Change in net pension liability		(559,230)	
Change in accrued landfill closure and costs		2,918,273	
Change in OPEB liability		465,430	
Change in deferred outflows of resources - OPEB		(98,676)	
Change in deferred inflows of resources - OPEB		(387,626)	
Change in accrued compensated absences		(21,092)	
Total reconciling items		<u>4,085,815</u>	
Change in net position		<u>\$ 2,976,447</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, 2023

	<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>	
Expenditures:					
Westside II expansion	\$ 1,105,906	\$ 450,478	\$ 639,587	\$ 1,090,065	\$ 15,841
Closure of Westside I	978,975	-	978,975	978,975	-
Total expenditures	<u>2,084,881</u>	<u>450,478</u>	<u>1,618,562</u>	<u>2,069,040</u>	<u>15,841</u>
Revenues over (under) expenditures	<u>(2,084,881)</u>	<u>(450,478)</u>	<u>(1,618,562)</u>	<u>(2,069,040)</u>	<u>15,841</u>
Other Financing Sources (Uses):					
Transfers in (out)	1,633,736	450,483	1,633,736	2,084,219	450,483
Fund balance appropriated	451,145	-	-	-	(451,145)
Total other financing sources (uses)	<u>2,084,881</u>	<u>450,483</u>	<u>1,633,736</u>	<u>2,084,219</u>	<u>(662)</u>
Revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ -</u>	<u>\$ 5</u>	<u>\$ 15,174</u>	<u>\$ 15,179</u>	<u>\$ 15,179</u>

WILSON COUNTY, NORTH CAROLINA

SOUTHEAST WATER DISTRICT
 SCHEDULE OF REVENUES AND EXPENDITURES -
 BUDGET AND ACTUAL (NON-GAAP)
 FOR THE YEAR ENDED JUNE 30, 2023

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
Revenues:			
Operating revenues:			
Charges for services	\$ 1,085,569	\$ 1,249,808	\$ 164,239
Expenditures:			
Operating expenditures:			
Salaries and benefits	239,584	212,196	27,388
Operating expenses	463,863	136,047	327,816
Water purchases	291,686	271,333	20,353
Capital outlay	867,682	559,765	307,917
Total operating expenditures	<u>1,862,815</u>	<u>1,179,341</u>	<u>683,474</u>
Debt service:			
Interest	93,697	93,694	3
Principal	114,233	114,075	158
Total debt service	<u>207,930</u>	<u>207,769</u>	<u>161</u>
Total expenditures	<u>2,070,745</u>	<u>1,387,110</u>	<u>683,635</u>
Revenues over (under) expenditures	(985,176)	(137,302)	847,874
Other Financing Sources (Uses):			
Fund balance appropriated	<u>985,176</u>	<u>-</u>	<u>(985,176)</u>
Revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ -</u>	<u>(137,302)</u>	<u>\$ (137,302)</u>
Reconciliation from Budgetary Basis (Modified Accrual) to Full Accrual:			
Reconciling items:			
Capital outlay items capitalized		559,765	
Depreciation		(276,279)	
Principal paid on long-term debt		114,075	
Amortization of bond premium		4,862	
Change in deferred outflows of resources - pension		24,066	
Change in deferred inflows of resources - pension		38,088	
Change in net pension liability		(70,836)	
Change in accrued interest		(1)	
Change in OPEB liability		64,592	
Change in deferred outflows of resources - OPEB		(14,179)	
Change in deferred inflows of resources - OPEB		(53,794)	
Change in accrued compensated absences		(8,313)	
Total reconciling items		<u>382,046</u>	
Change in net position		<u>\$ 244,744</u>	

WILSON COUNTY, NORTH CAROLINA

**SOUTHWEST WATER DISTRICT
SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (NON-GAAP)
FOR THE YEAR ENDED JUNE 30, 2023**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
Revenues:			
Operating revenues:			
Charges for services	\$ 1,534,852	\$ 1,930,239	\$ 395,387
Expenditures:			
Operating expenditures:			
Salaries and benefits	239,419	212,035	27,384
Operating expenses	645,677	197,434	448,243
Water purchases	408,962	396,373	12,589
Capital outlay	160,948	-	160,948
Total operating expenditures	<u>1,455,006</u>	<u>805,842</u>	<u>649,164</u>
Debt service:			
Interest	169,674	169,595	79
Principal	194,194	193,836	358
Total debt service	<u>363,868</u>	<u>363,431</u>	<u>437</u>
Total expenditures	<u>1,818,874</u>	<u>1,169,273</u>	<u>649,601</u>
Revenues over (under) expenditures	(284,022)	760,966	1,044,988
Other Financing Sources (Uses):			
Fund balance appropriated	<u>284,022</u>	<u>-</u>	<u>(284,022)</u>
Revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ -</u>	<u>760,966</u>	<u>\$ 760,966</u>
Reconciliation from Budgetary Basis (Modified Accrual) to Full Accrual:			
Reconciling items:			
Revenues from capital project		263,722	
Depreciation		(390,882)	
Principal paid on long-term debt		193,836	
Amortization of bond premium		8,929	
Change in deferred outflows of resources - pension		20,900	
Change in deferred inflows of resources - pension		33,076	
Change in net pension liability		(61,515)	
Change in OPEB liability		64,990	
Change in deferred outflows of resources - OPEB		(14,250)	
Change in deferred inflows of resources - OPEB		(54,126)	
Change in accrued compensated absences		(8,313)	
Total reconciling items		<u>56,367</u>	
Change in net position		<u>\$ 817,333</u>	

WILSON COUNTY, NORTH CAROLINA

SOUTHWEST WATER DISTRICT CAPITAL PROJECT FUND
 SCHEDULE OF REVENUES AND EXPENDITURES -
 BUDGET AND ACTUAL (NON-GAAP)
 FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2023

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total to Date</u>	<u>Variance Over/Under</u>
Revenues:					
Restricted Intergovernmental:					
Governmental grants	\$ 7,056,513	\$ -	\$ 263,722	\$ 263,722	\$ (6,792,791)
Expenditures:					
Construction:					
Buckhorn water system extention	5,242,800	-	216,783	216,783	5,026,017
Yank Road booster pump station replacement	1,813,713	-	46,939	46,939	1,766,774
Total expenditures	<u>7,056,513</u>	<u>-</u>	<u>263,722</u>	<u>263,722</u>	<u>6,792,791</u>
Revenues over (under) expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

WILSON COUNTY, NORTH CAROLINA

**WATER FUND
SCHEDULE OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (NON-GAAP)
FOR THE YEAR ENDED JUNE 30, 2023**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Over/Under</u>
Revenues:			
Non-operating revenues:			
District revenue	\$ 510,513	\$ 510,513	\$ -
Expenditures:			
Debt service:			
Principal retirement	255,000	255,000	-
Interest	255,513	255,513	-
Total expenditures	<u>510,513</u>	<u>510,513</u>	<u>-</u>
Revenues over (under) expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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, 2023**

	<u>Financial Plan</u>	<u>Actual</u>	<u>Variance Over/Under</u>
Revenues:			
Operating revenues:			
Insurance premiums	\$ 8,066,990	\$ 7,358,942	\$ (708,048)
Expenditures:			
Operating expenditures:			
Insurance claims and expenses	<u>8,066,990</u>	<u>6,218,328</u>	<u>1,848,662</u>
Revenues and other financing sources over (under) expenditures and other financing uses	<u>\$ -</u>	<u>\$ 1,140,614</u>	<u>\$ 1,140,614</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, 2023

	Municipal Tax Fund	Jail Inmate Pay Fund	Sheriff's Debt Collection Fund	Total Custodial Funds
Assets:				
Cash and cash equivalents	\$ 16,209	\$ 57,901	\$ 6,321	\$ 80,431
Accounts receivable	6,227	-	-	6,227
Due from other governments	370,313	-	-	370,313
Taxes receivable for other governments, net	<u>867,699</u>	<u>-</u>	<u>-</u>	<u>867,699</u>
Total assets	<u>1,260,448</u>	<u>57,901</u>	<u>6,321</u>	<u>1,324,670</u>
Liabilities:				
Accounts payable and accrued liabilities	<u>22,437</u>	<u>4,923</u>	<u>6,321</u>	<u>33,681</u>
Net Position:				
Restricted:				
Individuals, organizations, and other governments	<u>\$ 1,238,011</u>	<u>\$ 52,978</u>	<u>\$ -</u>	<u>\$ 1,290,989</u>

WILSON COUNTY, NORTH CAROLINA

COMBINING STATEMENT OF CHANGES IN
 FIDUCIARY NET POSITION
 CUSTODIAL FUNDS
 FOR THE YEAR ENDED JUNE 30, 2023

	Municipal Tax Fund	Jail Inmate Pay Fund	Sheriff's Debt Collection Fund	Total Custodial Funds
Additions:				
Ad valorem taxes and interest for other governments	\$ 30,217,595	\$ -	\$ -	\$ 30,217,595
Vehicle rental taxes for other governments	75,869	-	-	75,869
Collections on behalf of inmates	-	502,533	-	502,533
Debts collected on behalf of others	-	-	77,564	77,564
Total additions	<u>30,293,464</u>	<u>502,533</u>	<u>77,564</u>	<u>30,873,561</u>
Deductions:				
Tax and interest distributions to other governments	30,187,901	-	-	30,187,901
Payments on behalf of inmates	-	499,989	-	499,989
Payment of debts collected to beneficiaries	-	-	77,564	77,564
Total deductions	<u>30,187,901</u>	<u>499,989</u>	<u>77,564</u>	<u>30,765,454</u>
Net increase (decrease) in fiduciary net position	105,563	2,544	-	108,107
Net position, beginning, July 1	<u>1,132,448</u>	<u>50,434</u>	<u>-</u>	<u>1,182,882</u>
Net position, ending June 30	<u>\$ 1,238,011</u>	<u>\$ 52,978</u>	<u>\$ -</u>	<u>\$ 1,290,989</u>

ADDITIONAL FINANCIAL DATA

This section includes additional information on property taxes.

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, 2023**

<u>Fiscal Year</u>	<u>Uncollected Balance June 30, 2022</u>	<u>Additions</u>	<u>Collections And Credits</u>	<u>Uncollected Balance June 30, 2023</u>
2022-2023	\$ -	\$ 59,012,007	\$ 58,210,576	\$ 801,431
2021-2022	672,312	-	337,132	335,180
2020-2021	308,317	-	93,229	215,088
2019-2020	216,351	-	49,199	167,152
2018-2019	184,067	-	31,564	152,503
2017-2018	162,277	-	21,732	140,545
2016-2017	142,225	-	17,340	124,885
2015-2016	146,439	-	13,003	133,436
2014-2015	134,098	-	5,147	128,951
2013-2014	137,997	-	4,249	133,748
2012-2013	144,918	-	144,918	-
Total	<u>\$ 2,249,001</u>	<u>\$ 59,012,007</u>	<u>\$ 58,928,089</u>	<u>2,332,919</u>
Less: Allowance for uncollectible accounts:				
General Fund				<u>(883,117)</u>
Ad valorem taxes receivable, net:				
General Fund				<u>\$ 1,449,802</u>
Reconciliation with Revenues:				
Ad valorem taxes - General Fund				<u>\$ 59,213,089</u>
Reconciling items:				
Interest collected				(443,231)
Taxes written off				144,918
Miscellaneous				13,313
Total reconciling items				<u>(285,000)</u>
Total collections and credits				<u>\$ 58,928,089</u>

WILSON COUNTY, NORTH CAROLINA

ANALYSIS OF CURRENT TAX LEVY
FOR THE YEAR ENDED JUNE 30, 2023

	County-Wide			Total Levy	
	Property Valuation	Rate	Amount of Levy	Property Excluding Registered Motor Vehicles	Registered Motor Vehicles
	Original Levy:				
Property taxed at current year's rate	\$ 7,987,881,138	\$ 0.73	\$ 58,420,364	\$ 51,809,194	\$ 6,611,170
Discoveries	142,081,542	0.73	1,140,092	1,140,092	-
Abatements:					
At current year's rate	(61,875,635)	0.73	(453,486)	(453,486)	-
At prior year's rate	(10,399,557)	0.73	(94,963)	(94,963)	-
Total abatements	(72,275,192)		(548,449)	(548,449)	-
Total property valuation	\$ 8,057,687,488				
Net Levy			59,012,007	52,400,837	6,611,170
Uncollected taxes at June 30, 2023			(801,431)	(801,431)	-
Current Year's Taxes Collected			\$ 58,210,576	\$ 51,599,406	\$ 6,611,170
Current Levy Collection Percentage			98.64%	98.47%	100.00%

WILSON COUNTY, NORTH CAROLINA

**ANALYSIS OF CURRENT TAX LEVY - FIRE DISTRICTS
FOR THE YEAR ENDED JUNE 30, 2023**

	Original Levy	Uncollected Balance June 30, 2023
Bakertown	\$ 58,888	\$ 3,543
Beulah	95,152	3,061
Cross Roads	202,570	6,872
East Nash	340,400	11,304
Green Hornet	29,147	246
Contentnea	342,989	2,873
Lee Woodard	232,219	6,527
Moyton	96,742	3,365
Polly Watson	8,667	134
Rock Ridge	237,542	4,778
Sanoca	108,625	7,757
Sims	137,340	1,479
Silver Lake	121,902	2,988
Tri County	61,246	4,636
Toisnot	521,602	3,218
West Edgecombe	2,815	19
Total original levy	<u>2,597,846</u>	<u>62,800</u>
Less: Allowance for uncollectible accounts:		
Fire districts		<u>(16,895)</u>
Ad valorem taxes receivable, net:		
Fire districts		<u>\$ 45,905</u>
Less uncollected taxes at June 30, 2023	<u>(62,800)</u>	
Current Year's Taxes Collected	<u>\$ 2,535,046</u>	
Current Levy Collection Percentage	<u>97.58%</u>	

WILSON COUNTY, NORTH CAROLINA

**SECONDARY MARKET DISCLOSURE
COUNTY-WIDE LEVY
FOR THE YEAR ENDED JUNE 30, 2023**

Secondary Market Disclosures:

Assessed Valuation:

Assessment ratio		<u>100.00%</u>
Real property ¹	\$	5,105,639,972
Personal property		1,904,903,922
Public service companies ²		141,503,843
Motor vehicles		<u>905,639,751</u>
Assessed valuation at current year rates	\$	<u>8,057,687,488</u>
Tax rate per \$100	\$	<u>0.73</u>
Levy (includes discoveries, releases, and abatements)	\$	58,821,119
Penalties		<u>190,888</u>
Net levy (includes discoveries, releases, and abatements) - all rates	\$	<u>59,012,007</u>

¹ Percentage of appraised value has been established by statute

² 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.

General Fund	\$	59,012,007
Special fire districts		2,597,846
Solid waste district		<u>1,393,172</u>
Total	\$	<u>63,003,025</u>

WILSON COUNTY, NORTH CAROLINA

TEN LARGEST TAXPAYERS FOR THE YEAR ENDED JUNE 30, 2023

<u>Taxpayer</u>	<u>Type of Business</u>	<u>Assessed Valuation</u>	<u>Total Assessed Valuation</u>
Bridgestone Americas Tire	Tire manufacturing	\$ 456,429,229	27.43%
Merck Sharp & Dohme Corp.	Pharmaceutical	310,955,900	18.69%
Fresenius Kabi USA LLC	Pharmaceutical	291,271,877	17.51%
Truist Bank	Financial	170,725,465	10.26%
DLP Wilson Medical Center	Medical	91,104,596	5.48%
Sandoz, Inc.	Pharmaceutical	73,851,157	4.44%
Purdue Pharmaceuticals	Pharmaceutical	69,182,843	4.16%
Ardagh Glass	Manufacturing	67,824,772	4.08%
Alliance One International	Processing	66,531,776	4.00%
Linamar Forgings Inc.	Manufacturing	<u>65,987,593</u>	<u>3.97%</u>
Total		<u>\$ 1,663,865,208</u>	<u>100.00%</u>

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STATISTICAL SECTION

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)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Governmental Activities										
Net Investment in Capital Assets	\$ 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	\$ 32,146,983
Restricted	10,559,337	13,623,799	13,193,216	14,924,736	14,526,179	15,778,189	19,709,106	22,943,078	37,714,831	26,537,104
Unrestricted	(3,200,604)	(3,548,324)	2,337,825	(964,210)	(41,229,947)	(39,112,954)	(40,779,223)	(43,317,584)	(52,869,071)	(41,773,598)
Total Governmental Activities Net Position	\$ 28,757,357	\$ 32,101,405	\$ 38,809,298	\$ 36,937,502	\$ (3,750,374)	\$ 1,135,816	\$ 3,351,439	\$ 7,495,505	\$ 14,256,511	\$ 16,910,489
Business-Type Activities										
Net Investment in Capital Assets	\$ 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	\$ 17,483,104
Unrestricted	5,079,206	5,435,155	14,758,273	15,402,082	15,231,756	16,509,143	17,005,983	17,512,432	19,064,555	22,349,201
Total Business-Type Activities Net Position	\$ 31,364,764	\$ 31,726,746	\$ 32,012,385	\$ 32,534,343	\$ 32,236,597	\$ 33,201,904	\$ 33,581,486	\$ 34,798,943	\$ 35,785,738	\$ 39,832,305
Primary Government										
Net Investment in Capital Assets	\$ 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	\$ 49,630,087
Restricted	10,559,337	13,623,799	13,193,216	14,924,736	14,526,179	15,778,189	19,709,106	22,943,078	37,714,831	26,537,104
Unrestricted	1,878,602	1,886,831	17,096,098	14,437,872	(25,998,191)	(22,603,811)	(23,773,240)	(25,805,152)	(33,804,516)	(19,424,397)
Total Primary Government Net Position	\$ 60,122,121	\$ 63,828,151	\$ 70,821,683	\$ 69,471,845	\$ 28,486,223	\$ 34,337,720	\$ 36,932,925	\$ 42,294,448	\$ 50,042,249	\$ 56,742,794

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)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Expenses										
Governmental Activities:										
General government	\$ 9,903,936	\$ 9,127,244	\$ 7,779,568	\$ 7,686,736	\$ 6,867,104	\$ 7,469,350	\$ 10,567,262	\$ 9,324,010	\$ 13,113,607	\$ 12,731,871
Public safety	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	30,410,206
Transportation	47,857	37,357	50,377	872,603	671,867	521,233	500,225	534,906	530,358	943,652
Environmental protection	524,329	479,357	604,412	276,226	238,805	347,522	649,335	242,454	522,354	543,984
Economic and physical development	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	5,139,337
Human services	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	35,816,030
Cultural and recreational	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	2,800,592
Education	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	42,414,291
Interest on long-term debt	1,216,232	1,026,307	641,444	588,088	407,239	348,930	288,550	213,941	433,719	391,425
Total government activities expenses	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	131,191,388
Business-Type Activities:										
Landfill	\$ 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	\$ 1,618,514
Water	2,434,397	1,970,238	2,169,985	2,284,987	2,120,497	2,373,971	2,334,265	2,235,498	2,293,693	2,381,692
Total business-type activities expenses	5,038,328	4,424,488	4,871,759	5,131,100	4,887,514	5,293,463	5,615,854	5,586,667	5,772,319	4,000,206
Total primary government expenses	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	135,191,594
Program Revenues										
Governmental Activities:										
Charges for services:										
General government	502,902	519,520	842,806	587,171	1,136,734	628,716	677,223	2,921,449	3,072,757	3,139,940
Public safety	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	6,187,249
Transportation	226,852	170,271	162,321	205,724	134,564	87,237	20,981	25,171	20,000	54
Environmental protection	-	-	-	-	-	-	-	-	-	-
Economic and physical development	-	-	-	-	-	-	-	-	-	-
Human services	8,674,555	7,890,687	7,943,171	7,353,545	6,185,198	3,611,000	3,435,615	2,392,235	3,689,892	4,618,863
Cultural and recreational	-	-	-	-	-	-	-	-	-	-
Operating grants and contributions	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	24,206,679
Capital grants and contributions	2,711,121	2,052,455	1,873,739	442,544	1,12,957	272,352	100,116	896,480	10,080,278	4,950,598
Total government activities program revenues	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	43,103,383
Business-Type Activities:										
Charges for services:										
Landfill	2,612,503	2,787,838	2,991,581	2,936,719	3,391,093	3,311,360	3,458,796	3,660,858	2,242,317	2,434,957
Water	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	3,204,495
Operating grants and contributions	-	54,400	30,000	613,682	191,492	330,601	36,716	495,841	1,011	4,569
Capital grants and contributions	-	-	-	-	-	-	-	-	-	263,722
Total business-type program revenues	4,485,916	4,667,292	5,084,739	5,562,355	5,781,118	5,878,320	5,889,242	6,821,867	5,127,042	5,907,743
Total primary government program revenues	40,142,065	38,803,158	39,548,870	39,412,529	34,992,093	32,957,298	33,571,557	39,456,962	54,863,574	49,011,126
Net(Expense)/Revenue										
Governmental activities	(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)	(88,088,005)
Business-type activities	(552,412)	242,804	212,980	431,245	893,604	584,857	273,388	1,235,200	(645,277)	1,907,537
Total primary government net expense	\$ (58,992,699)	\$ (57,668,990)	\$ (60,394,794)	\$ (65,819,157)	\$ (70,008,717)	\$ (65,059,507)	\$ (74,011,999)	\$ (71,286,423)	\$ (77,306,723)	\$ (86,180,468)

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)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Taxes										
Property taxes	\$ 52,414,386	\$ 51,596,469	\$ 52,136,281	\$ 50,586,358	\$ 51,906,142	\$ 53,121,424	\$ 57,164,778	\$ 57,070,246	\$ 59,877,201	\$ 61,910,578
Local option sales tax	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	21,049,826
Other taxes and licenses	699,995	625,189	628,459	753,925	738,795	764,557	801,466	944,500	1,155,364	1,268,278
Grants and contributions not restricted to specific programs	243,750	365,625	121,875	262,500	262,500	262,500	600,000	318,750	318,750	419,680
Proceeds from the sale of capital assets	-	-	-	-	-	-	-	-	1,416,059	-
Gain on disposal of capital assets	-	-	-	-	-	-	-	-	-	105,296
Investment earnings	47,280	39,376	106,848	207,783	552,198	947,970	884,971	17,131	99,571	2,527,115
Miscellaneous	239,841	128,209	214,860	142,429	57,243	226,408	594,334	487,662	626,988	312,490
Total governmental activities	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	87,593,263
Business-Type Activities:										
Property taxes	-	-	-	-	-	-	-	-	998,351	996,580
Other taxes and licenses	-	-	-	-	-	-	-	-	569,550	484,559
Investment earnings	345,483	14,758	38,119	68,490	178,233	356,230	55,132	5,115	29,481	604,116
Miscellaneous	33,216	208,588	34,540	22,223	66,747	24,220	51,062	(22,858)	1,671	86,794
Total business-type activities	378,699	223,346	72,659	90,713	244,980	380,450	106,194	(17,743)	1,599,053	2,172,049
Total primary government	65,601,004	65,322,331	66,888,326	66,162,827	68,043,440	70,911,004	76,607,204	76,618,915	84,910,725	89,765,312
Change in Net Position										
Governmental activities	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	(494,742)
Business-type activities	(173,713)	466,150	285,639	521,958	1,138,584	965,307	379,582	1,217,457	953,776	4,079,586
Total primary government	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	3,584,844

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)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Fund										
Non-spendable	\$ 8,961,836	\$ 12,013,772	\$ 11,773,860	\$ 11,440,327	\$ 11,825,988	\$ 13,908,460	\$ 14,864,909	\$ 17,864,529	\$ 21,316,658	\$ 18,930,220
Restricted	644,054	254,787	110,648	168,450	306,458	449,815	586,493	721,678	7,562,911	566,016
Committed	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	23,409,093
Assigned	22,840,764	22,879,746	22,514,135	24,422,156	25,440,815	24,739,385	22,691,256	22,833,950	21,697,978	15,229,479
Unassigned	\$ 41,753,567	\$ 44,150,285	\$ 45,194,747	\$ 43,526,029	\$ 44,580,587	\$ 48,391,362	\$ 50,255,610	\$ 55,285,137	\$ 64,065,066	\$ 58,135,115
Total general fund	\$ 1,597,501	\$ 1,610,027	\$ 1,419,356	\$ 8,234,552	\$ 3,300,897	\$ 1,977,342	\$ 4,754,696	\$ 4,967,028	\$ 16,278,598	\$ 10,268,343
All Other Governmental Funds										
Restricted	-	-	-	-	-	-	-	-	300,195	6,604,073
Committed	975,023	328,323	468,429	528,829	788,933	1,346,127	1,997,067	-	-	-
Assigned	(6,506)	(6,955)	(20,000)	(20,000)	(20,000)	(19,088)	(137,950)	(345,875)	(33,964)	(116,125)
Unassigned	\$ 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	\$ 16,756,291
Total all other governmental funds										

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)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Revenues:										
Ad valorem taxes	\$ 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	\$ 61,803,222
Local option sales tax	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	21,049,826
Other taxes and licenses	699,995	625,189	628,459	753,925	738,795	764,557	801,466	944,500	1,155,364	1,288,278
Unrestricted intergovernmental revenues	254,149	386,087	130,421	271,450	271,760	266,722	604,766	333,552	323,854	419,680
Restricted intergovernmental revenues	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	27,026,309
Permits and fees	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	1,112,327
Sales and services	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	12,356,829
Investment earnings	47,280	39,376	106,848	207,783	552,198	947,970	884,971	17,131	99,571	2,527,115
Miscellaneous	282,065	83,741	178,696	153,630	21,638	222,186	589,568	472,861	621,863	312,490
Total revenues	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	127,876,076
Expenditures:										
General government	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	13,606,807
Public safety	22,206,531	20,773,507	22,451,613	22,136,490	22,495,983	24,323,071	23,991,828	28,535,864	26,353,258	29,686,830
Transportation	47,857	47,857	47,857	870,083	669,347	642,639	579,843	622,092	452,316	934,421
Environmental protection	281,859	274,118	265,817	262,994	227,463	316,249	553,819	228,059	245,992	534,476
Economic and physical development	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	5,582,855
Human services	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	35,316,488
Cultural and recreational	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	2,748,557
Intergovernmental:										
Education	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	42,414,291
Capital projects	1,168,920	1,313,220	4,188	-	1,175,551	-	-	-	-	-
Debt service:										
Principal retirement	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	2,874,583
Interest and fees	1,250,373	1,061,244	773,812	546,109	418,538	360,404	299,389	245,753	379,341	400,693
Total expenditures	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	134,100,001
Excess of revenues over (under) expenditures	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	(6,223,925)
Other financing sources (uses):										
Debt proceeds	-	-	-	5,920,581	874,536	-	-	-	13,000,000	220,367
Refunding bonds issued	-	-	14,495,000	-	-	-	-	-	-	-
Payment to refunded bond escrow	-	-	(14,386,684)	-	-	-	-	-	-	-
Transfers in to other funds	1,527,000	977,293	170,000	1,794,100	220,000	590,000	5,526,944	600,000	11,872,131	12,228,521
Transfer out to other funds	(1,527,000)	(977,293)	(170,000)	(1,794,100)	(220,000)	(590,000)	(5,526,944)	(600,000)	(11,872,131)	(12,228,521)
Installment purchase obligations issued	603,134	-	-	-	-	-	-	-	-	-
Lease obligation issued	58,822	-	955,570	190,587	42,838	-	184,533	374,442	-	44,458
Subscriptions issued	-	-	-	-	-	-	-	-	-	189,333
Sales of capital assets	-	56,064	46,944	47,954	31,485	2,034,293	37,131	94,201	1,501,512	105,296
Total other financing sources (uses)	661,956	56,064	1,110,830	6,159,122	948,859	2,034,293	221,664	468,643	14,501,512	559,454
Net change in fund balances	\$ 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	\$ (5,664,471)
Debt service as a percentage of noncapital expenditures	7.63%	6.64%	6.09%	4.89%	3.31%	3.19%	3.23%	3.04%	2.36%	2.54%

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					Motor Vehicles	Total	Total Direct Tax Rate
	Residential Property	Public Service	Personal Property					
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
2023	5,105,639,972	141,503,843	1,904,903,922			905,639,751	8,057,687,488	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	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Wilson County	0.7300	0.7300	0.7300	0.7300	0.7300	0.7300	0.7300	0.7300	0.7300	0.7300
Municipality Rates:										
Black Creek	0.5500	0.5500	0.5500	0.5500	0.5500	0.5500	0.5500	0.5500	0.6000	0.6000
Elm City	0.7000	0.7000	0.7000	0.6800	0.6800	0.6300	0.6300	0.6300	0.6300	0.6300
Kenly	0.6300	0.6300	0.6300	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	0.5800	0.6500	0.6500	0.5500	0.5500	0.5500	0.5500	0.6500	0.6500	0.6500
Sims	0.5100	0.5000	0.5000	0.5000	0.5000	0.4700	0.4700	0.4700	0.5000	0.5000
Stantonsburg	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.5000	0.4600	0.4600
Wilson	0.5750	0.5750	0.5750	0.5750	0.5750	0.5750	0.5550	0.5550	0.5150	0.5150
Wilson-Municipal	0.7550	0.7550	0.7550	0.7550	0.7550	0.7550	0.7350	0.7350	0.6850	0.6850
Fire Districts:										
Bakertown	0.0650	0.0600	0.0600	0.0600	0.0600	0.0600	0.0600	0.0600	0.0850	0.0850
Beulah	0.1000	0.0800	0.0800	0.0800	0.0800	0.0800	0.0800	0.0800	0.1125	0.1125
Black Creek	0.5500	0.1050	0.1050	0.1050	0.1050	0.1050	0.1050	0.1050	0.0500	0.0500
Contentnea	0.0832	0.0832	0.0832	0.0832	0.0832	0.0832	0.0832	0.0625	0.0950	0.0950
Cross Roads	0.1010	0.1010	0.1010	0.1010	0.1010	0.0670	0.0670	0.0650	0.0975	0.0975
East Nash	0.1025	0.1025	0.1025	0.1025	0.1025	0.1025	0.1025	0.1025	0.1350	0.1350
Green Hornet	0.0700	0.0700	0.0700	0.0700	0.0700	0.0700	0.0500	0.0500	0.0825	0.0825
Lee Woodard	0.1120	0.1120	0.1120	0.1120	0.1120	0.1120	0.1990	0.1120	0.0825	0.0825
Moyton	0.1500	0.1500	0.1500	0.1500	0.1500	0.1500	0.1070	0.1070	0.1300	0.1300
Polly Watson	0.0750	0.0750	0.0750	0.0750	0.0750	0.0750	0.0750	0.0750	0.1075	0.1075
Rock Ridge	0.0675	0.0675	0.0675	0.0675	0.0675	0.0675	0.0675	0.0675	0.1000	0.1000
Sanoca	0.1150	0.1150	0.1150	0.1150	0.1150	0.1090	0.1090	0.0925	0.1250	0.1250
Silver Lake	0.0945	0.0945	0.0945	0.0945	0.0945	0.0945	0.0945	0.0945	0.1225	0.1225
Sims	0.0740	0.0740	0.0740	0.0740	0.0740	0.0740	0.0740	0.0400	0.0725	0.0725
Toisnot	0.0700	0.0150	0.0150	0.0150	0.0150	0.0150	0.0150	0.0150	0.0475	0.0475
Tri County	0.1300	0.1000	0.1000	0.1000	0.1000	0.1000	0.1000	0.1000	0.1125	0.1125
West Edgewcombe	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	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	2023			2014		
		2023 Assessed Value	Rank	Percentage of Total Taxable Assessed Value	2014 Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Bridgestone Americas Tire	Tire manufacturing	\$ 456,429,229	1	5.66 %	\$ 353,189,451	1	5.12 %
Merck Sharp & Dohme Corp.	Pharmaceutical	310,955,900	2	3.86	114,677,596	3	1.66
Fresenius Kabi USA LLC	Pharmaceutical	291,271,877	3	3.61	-	n/a	n/a
Truist Bank	Financial	170,725,465	4	2.12	-	n/a	0.00
DLP Wilson Medical Center	Medical	91,104,596	5	1.13	46,407,593	n/a	n/a
Sandoz, Inc	Pharmaceutical	73,851,157	6	0.92	97,180,442	4	1.41
Purdue Pharmaceuticals	Pharmaceutical	69,182,843	7	0.86	54,811,344	6	0.79
Ardagh Glass	Manufacturing	67,824,772	8	0.84	-	n/a	n/a
Alliance One International	Tobacco	66,531,776	9	0.83	58,895,021	5	0.85
Linamar Forgings Inc	Manufacturing	65,987,593	10	0.82	-	n/a	n/a
Total		\$ 1,663,865,208		24.05%	\$ 725,161,447		10.51%

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
2014	\$ 50,448,327	97.74%	\$ 49,310,094	97.74%	\$ 1,113,712		\$ 50,423,806	99.95%
2015	50,003,422	98.27%	49,136,672	98.27%	778,608		49,915,280	99.82%
2016	50,587,842	98.34%	49,750,242	98.34%	769,124		50,519,366	99.86%
2017	48,926,575	98.51%	48,195,677	98.51%	659,163		48,854,840	99.85%
2018	50,275,103	98.34%	49,440,184	98.34%	586,224		50,026,408	99.51%
2019	51,246,820	98.28%	50,366,985	98.28%	648,340		51,015,325	99.55%
2020	49,865,057	98.35%	49,043,651	98.35%	755,833		49,799,484	99.87%
2021	48,736,229	98.66%	48,083,591	98.66%	554,554		48,638,145	99.80%
2022	51,105,669	98.68%	50,433,357	98.68%	603,909		51,037,265	99.87%
2023	52,400,837	98.47%	51,599,406	98.47%	659,681		52,259,087	99.73%

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
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
2023	59,057,478	21,381,759	119,338	79,562	53,900	1,015,478	-	81,707,515

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 ^a	Per Capita ¹
	General Obligation Bonds	Installment Obligations	Lease Obligations	Subscription Obligations	Installment Obligations	Water Bonds					
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	
2023	-	21,363,357	40,776	513,251	317,473	6,685,000		28,919,857	0.76%	368.65	

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.

¹See 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

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General bonded debt outstanding										
General obligation bonds	\$ 7,270,000	\$ 4,855,000	\$ 2,450,000	\$ 400,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Assessed Value	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	8,057,687,488
Percentage of estimated actual property value	0.11%	0.07%	0.04%	0.01%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Per capita	88.64	59.65	30.09	4.90	0.00	0.00	0.00	0.00	0.00	0.00
Legal debt limit - eight percent (8%) of assessed valuation	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	644,614,999
Total Net Debt Applicable to Debt Limit	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	29,186,481
Legal debt margin	\$ 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	\$ 615,428,518
Total Net Debt Applicable to the Limit as a percentage of Debt Limit	7.42%	6.53%	5.69%	6.09%	5.45%	4.78%	3.99%	3.49%	5.01%	4.53%

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	(2) Median Age	(3) School Enrollment	(3) Graduation Rate Percentage	(4) Unemployment Rate Percentage
2014	82,020	2,881,509	35,197	39.00	13,099	77.80%	9.9%
2015	81,397	2,937,718	35,972	39.00	13,469	81.50%	10.5%
2016	81,410	2,993,982	36,044	39.00	12,084	81.50%	9.3%
2017	81,714	3,073,841	37,617	40.00	13,330	79.80%	7.3%
2018	81,758	3,125,365	38,272	40.00	13,081	80.20%	6.3%
2019	81,949	3,299,039	40,501	40.00	12,845	80.70%	5.3%
2020	81,949	3,299,039	40,501	41.00	12,766	80.30%	8.5%
2021	78,648	3,534,187	41,339	41.00	12,030	80.30%	6.7%
2022	81,979	3,534,187	43,111	41.00	12,030	80.30%	6.1%
2023	78,449	3,812,002	48,642	39.40	10,372	83.00%	5.2%

Sources:

- (1) FRED Economic Data, St. Louis FED
- (2) United States Census Bureau
- (3) Wilson County Board of Education
- (4) <http://accessnc.commerce.state.nc.us/>

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

Employer	2023			2014		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Bridgestone Americas Tire Operations, LLC	1,850	1	5.76 %	2,000	1	5.27 %
Truist	2,100	2	6.54	2,000	2	5.27
Wilson County Schools	1,800	3	5.60	1,500	3	3.95
Kidde Aerospace/Fenway Safety Systems	1,000	4	3.11	1,400	4	3.69
S T Wooten Corporation	1,000	6	3.11	750	5	1.98
County of Wilson	868	5	2.70	700	7	1.85
City of Wilson	750	7	2.18	670	6	1.77
Alliance One North America LLC	700	8	2.33	655	9	1.73
Rutherford Regional Health System	670	9	2.09	650	8	1.71
Intervet Inc.	640	10	1.99	462	10	1.22
Total	11,378		35.42 %	10,787		28.44 %
Balance of employment	20,748		64.58 %	27,145		71.56 %
Total employment	32,126		100.00 %	37,932		100.00 %

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 FY2023
Last Ten Fiscal Years

Function/Program	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General government										
County Manager	3	4	3	3	3	4	4	4	4	6
Tax administration	17	17	17	17	17	16	13	14	17	18
Board of Elections	3	3	3	3	3	3	3	3	3	3
Register of Deeds	6	6	6	6	6	6	5	6	6	6
Human resources	3	3	3	3	3	3	3	3	3	3
IT Department	4	5	5	6	6	9	9	9	9	9
Finance	6	6	7	7	7	7	8	8	8	9
Public buildings	14	14	12	13	13	12	12	12	13	14
Cultural and recreational										
Library	27	26	26	22	22	22	19	22	22	24
Public safety										
Sheriff	93	99	89	92	92	85	88	90	92	94
Detention center	45	47	44	50	51	49	44	38	51	51
Animal control	9	9	9	9	9	9	8	9	9	9
Emergency communications	34	38	38	36	36	33	31	33	35	36
Emergency management	2	2	2	2	2	2	2	2	2	2
Emergency medical services	72	69	72	65	65	64	64	65	74	75
Transportation										
Transportation	1	1	2	2	2	2	2	1	1	2
Economic and physical development										
Cooperative extension	11	11	11	3	3	2	2	2	2	2
Environmental protection										
Planning	9	9	6	9	9	6	7	7	7	8
Soil and water conservation	3	3	3	3	3	2	2	2	2	2
Human services										
Health	131	140	110	122	122	78	72	74	83	92
Senior Center	2	2	2	2	2	3	3	3	3	3
Social services	213	237	228	254	256	249	231	244	252	276
Veterans affairs	1	1	1	1	1	1	1	1	1	1
Utilities										
Water	5	5	5	5	5	5	5	5	5	6
Solid waste	38	38	38	13	15	13	13	14	15	15
Total	752	795	742	748	753	685	651	671	719	766

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

Function/Program	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General government										
Building permits issued	175	155	124	222	176	291	267	427	489	376
Building inspections conducted	2,758	1,746	2,473	2,821	3,300	3,418	3,503	4,744	4,900	4,075
Sheriff										
Arrests	2,226	2,377	2,201	2,253	2,118	2,194	1,716	1,397	1,340	1,293
Citations	650	1,483	750	804	920	1,227	1,312	1,076	977	1,060
Fire										
Inspections	53	181	40	46	39	20	41	191	26	48
EMS										
Calls	13,719	13,523	14,495	15,907	15,944	16,052	15,973	17,010	16,930	16,175
Solid Waste										
MSW (tons)	6,287	6,282	5,720	6,758	6,893	8,139	7,718	8,857	7,345	9,141
C&D (tons)	11,674	14,231	36,240	18,755	35,984	35,475	26,153	28,454	27,432	31,254
Recycle (tons)	1,387	2,215	3,003	3,005	2,706	2,634	1,638	2,500	2,642	4,110
Tires (tons)	1,285	1,466	1,511	1,814	1,765	1,863	1,939	1,722	4,198	1,823
Oil (gallons)	1,627	4,123	5,415	4,507	6,238	6,074	7,126	7,146	5,647	7,065
Batteries (count)*	*4,320	n/a	2,956	5,256	3,301	7,416	4,438	4,786	1,681	1,231
Jail										
Inmates admitted (average)	6,695	5,783	5,870	5,534	5,410	5,668	6,033	4,573	2,776	1,994
Inmates (daily average)	220	190	189	182	178	189	198	150	135	158
Department of Social Services (Mo. Avg.)										
Adult Medicaid (active cases)	5,730	8,466	8,590	8,794	8,698	8,479	8,762	8,838	8,727	8,837
Family and children's Medicaid (active cases)	8,403	**20,010	10,924	11,035	12,875	14,443	10,840	10,841	12,875	14,483
Food stamps (active cases)	8,959	9,090	9,024	8,379	7,602	7,524	8,149	9,358	8,721	8,965
Children in foster care	60	73	68	43	42	37	33	32	67	36
Children in DSS custody	60	73	68	43	42	37	33	32	47	49
Day care (children served)	771	732	731	730	767	860	950	923	865	889
Child support (collections)	\$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	\$8,602,529
Work First (active cases)	233	249	275	229	199	169	14	99	113	119
Reception services (clients seen)	50,612	48,915	60,583	41,059	47,786	50,515	44,423	190	10,359	10,877
Health Department										
TB (clients seen)	2,735	2,805	2,896	3,364	3,622	3,066	2,811	1,659	1,938	2,363
Communicable disease/STD (client visits)	3,567	3,787	1,942	1,666	2,080	3,440	3,125	2,099	1,262	1,198
Pharmacy (prescriptions filled)	6,025	6,155	41,988	5,170	5,528	5,687	10,511	8,588	10,572	9,450
BCCCP (clients visits)	77	80	76	85	77	101	86	87	85	89
HIV/AIDS (tests)	3,942	4,102	3,209	2,842	2,946	3,037	2,859	1,816	2,045	2,058
Immunizations (administered)	11,569	12,589	4,827	3,794	4,262	4,465	4,895	18,076	12,846	4,838
Lab (tests)	40,953	41,872	37,950	30,694	27,522	44,859	55,621	46,511	63,933	54,293
Environmental health (onsite inspections)	1,268	1,299	1,228	1,544	1,896	2,244	1,858	2,156	3,086	4,015
Environmental health (restaurant inspections)	1,720	1,864	1,659	968	1,236	1,962	2,049	1,847	4,016	3,317
WIC (caseloads)	2,853	2,963	2,948	2,639	2,600	2,399	2,662	2,812	2,725	2,705
Cultural and Recreational										
Libraries - circulation of youth services	129,149	127,899	111,452	92,537	127,018	102,876	89,245	93,449	96,776	103,610
Libraries - circulation of adult services	170,703	158,998	150,372	153,464	102,977	84,838	85,773	94,867	88,783	111,848
Education										
ADM	13,099	13,469	12,084	12,211	11,526	10,921	10,859	10,508	10,459	10,372

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

Function/Program	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Public Safety										
Sheriff										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	97	99	98	98	95	98	103	103	103	75
Canine units	4	4	4	4	4	4	5	5	4	4
EMS										
Stations	1	2	2	2	2	2	2	3	3	3
Ambulances/QRVs	18	18	18	18	18	21	19	20	21	22
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	266
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, 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, 2023, 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 21, 2023. 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 21, 2023

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, 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, 2023. 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, 2023.

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.

Report on Internal Control Over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance 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 a reasonable possibility that material noncompliance 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 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.

Our consideration of internal control over compliance was for the limited purpose described in Auditor's Responsibilities for the Audit of Compliance section and above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies or material weaknesses in internal control over compliance. Given these limitations, during our audit, we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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

Martin Starnes & Associates, CPAs, P.A.

Martin Starnes & Associates, CPAs, P.A.
Hickory, North Carolina
November 21, 2023

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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, 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, 2023. 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, 2023.

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.

Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance 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 a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance 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 control over compliance with a type of compliance requirement of a state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in Auditor's Responsibilities for the Audit of Compliance section and above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies or material weaknesses in internal control over compliance. Given these limitations, during our audit, we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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

Martin Starnes & Associates, CPAs, P.A.

Martin Starnes & Associates, CPAs, P.A.
Hickory, North Carolina
November 21, 2023

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WILSON COUNTY, NORTH CAROLINA

**SCHEDULE OF FINDINGS, RESPONSES, AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2023**

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? None reported

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)? No

Identification of major federal programs:

<u>Federal Program/Cluster Name</u>	<u>AL#</u>
Medicaid Cluster	93.778
Supplemental Nutrition Assistance Program (SNAP) Cluster	10.561
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027
WIC Special Supplemental Nutrition Program for Women, Infants, and Children	10.557

Dollar threshold used to distinguish between Type A and Type B programs \$750,000

Auditee qualified as low-risk auditee? Yes

WILSON COUNTY, NORTH CAROLINA

**SCHEDULE OF FINDINGS, RESPONSES, AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2023**

State Awards

Internal control over major state programs:

- Material weakness (es) identified? No
- Significant deficiency (es) identified? None reported

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? No

Auditee qualified as low-risk auditee? Yes

Identification of major state programs:

Program Name

Medicaid Cluster
Needs-Based Public School Building Capital Fund

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

None reported.

3. Federal Award Findings and Questioned Costs

None reported.

4. State Award Findings and Questioned Costs

None reported.

WILSON COUNTY, NORTH CAROLINA
SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2023

2022-001 – corrected.

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COUNTY OF WILSON, NORTH CAROLINA

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

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
FEDERAL AWARDS:					
<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	\$ 1,910,765	\$ -	\$ -
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program - Fraud Admin	10.561	205NC406S2514	240,840	-	-
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program - Food Stamp E&T & Depend C	10.561	205NC406S2514	123,712	-	-
COVID-19 - State Administrative Matching Grants for the Supplemental Nutrition Assistance Program - FNS ARPA Funds	10.561	205NC406S2514	182,458	-	-
Total Supplemental Nutrition Assistance Program (SNAP) Cluster			<u>2,457,775</u>	<u>-</u>	<u>-</u>
Division of Public Health:					
WIC Special Supplemental Nutrition Program for Women, Infants, and Children - Administration	10.557	13A25403GC/GD/ 13A25404GC/GD/ 13A25405GC/GD/ 13A25409GC/GD/ 13A2570EJQ/GJQ/FJQ	541,401	-	-
Total U.S. Department of Agriculture			<u>2,999,176</u>	<u>-</u>	<u>-</u>
<u>U.S. Department of Homeland Security:</u>					
Passed-through N.C. Department of Public Safety					
Division of Emergency Management:					
Emergency Management Performance Grants	97.042	EMPG-2022-2220098	53,407	-	-
Emergency Management Performance Grants	97.042	EMA-2021-EP-00015- 2120098	18,230	-	-
Total U.S. Department of Homeland Security			<u>71,637</u>	<u>-</u>	<u>-</u>
<u>U.S. Department of Health and Human Services</u>					
<u>Division of Aging and Adult Services</u>					
Passed-Through Upper Coastal Plain Council of Governments:					
<u>Aging Cluster:</u>					
Special Programs for the Aging -Title III, Part B - Grants for Supportive Services and Senior Centers, CARES Act for Supportive Services Under Title III-B of the Older Americans Act, and America Rescue Plan for Supportive Services Under Title III-B of the Older Americans Act	93.044	DAAS-735	15,529	913	-
Nutrition Services and CARES Act for Nutrition Services Under Title III-C of the Older Americans Act, CARES Act for Nutrition Services Under Title III-C of the Older Americans Act, and American Rescue Plan for Nutrition Services Under Title III-C of the Older Americans Act	93.045	DAAS-735	236,002	13,883	-
Nutrition Services Incentive Program	93.053	DAAS-735	29,077	-	-
Total Aging Cluster			<u>280,608</u>	<u>14,796</u>	<u>-</u>
Social Services Block Grant (Note 5)	93.667	DAAS-735	39,342	1,124	-
State appropriations:					
Access		DAAS-735	-	1,523	-
In Home Service		DAAS-735	-	329,405	-
Home Delivered Meals		DAAS-735	-	25,469	-
Total Division of Aging and Adult Services			<u>319,950</u>	<u>372,317</u>	<u>-</u>

COUNTY OF WILSON, NORTH CAROLINA

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

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 Community Living</u>					
Passed-Through National Council on Aging:					
COVID-19 - Special Programs for the Aging, Title IV, and Title II, Discretionary Projects					
COVID-19 and Influenza Vaccine Uptake Initiative	93.048	2023-2024	25,413	-	-
<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	2301NCTANF	293,718	-	-
Work First Services	93.558	2301NCTANF	2,007,054	-	-
Division of Public Health:					
Temporary Assistance for Needy Families (TANF)	93.558	13A15151T2	19,584	-	-
Total Temporary Assistance for Needy Families (TANF)			2,320,356	-	-
Division of Social Services:					
Community Services Block Grant Discretionary Awards	93.569	00044217	51,185	-	-
<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					
	93.596	G2301NCCCDF	334,812	-	-
Total Subsidized Child Care Program Cluster (Note 3) / Child Care Development Fund Cluster			334,812	-	-
<u>Foster Care, Adoption, and Guardianship Assistance Program Cluster (Note 3)</u>					
Adoption Assistance	93.659	2301NCADPT	43,153	-	-
Foster Care Title IV-E	93.658	2301NCFOST	648,015	60,419	-
Foster Care Title IV-E - Direct Benefit Payments	93.658	2301NCFOST	133,921	41,647	-
Total Foster Care, Adoption, and Guardianship Assistance Program Cluster (Note 3)			825,089	102,066	-
Social Services Block Grant (Note 5)					
Other Service and Training	93.667	G2301NCSOSR	468,919	-	-
State In Home Service Fund	93.667	G2301NCSOSR	21,059	-	-
State Adult Day Care	93.667	G2301NCSOSR	43,074	-	-
COVID-19 - State Adult Day Care ARPA	93.667	G2301NCSOSR	16,735	-	-
Total Social Service Block Grant			549,787	-	-
Low-Income Home Energy Assistance -					
Crisis Intervention Payments	93.568	G23B1NCLIEA	291,306	-	-
Low-Income Home Energy Assistance - Admin	93.568	G23B1NCLIEA	140,377	-	-
COVID 19 - Low-Income Home Energy Assistance -					
ARPA Admin	93.568	G23B1NCLIEA	31,617	-	-
Low-Income Home Energy Assistance	93.568	G23B1NCLIEA	23,653	-	-
COVID 19 - Low-Income Home Energy Assistance - ARPA	93.568	G23B1NCLIEA	18,679	-	-
COVID 19 - Low-Income Home Energy Assistance - CAA	93.568	G23B1NCLIEA	106,498	-	-
Total Low-Income Home Energy Assistance			612,130	-	-
Child Support Enforcement					
Title IV-D Administration	93.563	2301NCCCES	1,269,480	-	-
John H. Chafee Foster Care Program for Successful Transition to Adulthood - Administration					
	93.674	2301NCC1LP	6,460	1,615	-
John H. Chafee Foster Care Program for Successful Transition to Adulthood - Direct Benefit Payments					
	93.674	2301NCC1LP	18,376	-	-
Total John H. Chafee Foster Care Program for Successful Transition to Adulthood			24,836	1,615	-

COUNTY OF WILSON, NORTH CAROLINA

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

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>Special Children Adoption Fund Cluster (Note 3)</u>					
MaryLee Allen Promoting Safe and Stable Families Program	93.556	G2301NCFPSS, G2201NCFPSS	107,319	-	-
Stephanie Tubbs Jones Child Welfare Services Program	93.645	G2301NCCWSS	33,192	-	-
Total Special Children Adoption Fund Cluster (Note 3)			140,511	-	-
Total Administration for Children and Families			6,128,186	103,681	-
<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 (Medicaid; Title XIX)					
State County Special Assistance	93.778	XIX-MAP23	67,094	7,820	-
Adult Care Home Case Management	93.778	XIX-MAP23	47,447	11,227	-
MA Expansion	93.778	XIX-MAP23	436,595	-	-
Medical Assistance Administration	93.778	XIX-MAP23	3,608,608	469,344	-
Medical Transportation Administration	93.778	XIX-MAP23	201,678	-	-
Medical Transportation Service	93.778	XIX-MAP23	96,305	-	-
Total Medicaid Cluster			4,457,727	488,391	-
Children's Health Insurance Program:					
NC Health Choice - Admin	93.767	CHIP23	31,630	1,223	-
Total Centers for Medicare and Medicaid Services			4,489,357	489,614	-
<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	1331631DEJ	24,578	-	-
COVID-19 - Immunization Cooperative Agreements	93.268	13316315LD	227,738	-	-
Total Immunization Cooperative Agreements			252,316	-	-
Public Health Emergency Preparedness	93.069	12642680EU/ 12642680ER	34,497	-	-
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	14602720NF	19,636	-	-
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	1173883AP5/ 1332892AL5	172,769	-	-
Cancer Prevention and Control Programs for State, Territorial and Tribal Organizations	93.898	13203100D7	26,375	-	-
Preventive Health and Health Services Block Grant	93.991	12615503PH	23,765	-	-
Sexually Transmitted Diseases (STD) Prevention and Control Grants	93.977	13114631NB 12715745AR/ 13A15735AP/ 13A15740AP/ 12715318AR	100	-	-
Maternal and Child Health Services Block Grant to the States	93.994		83,674	17,403	-
Total Centers for Disease Control and Prevention			613,132	17,403	-
<u>Health Resources and Services Administration</u>					
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	XXXXXX	248,475	-	-
Total Health Resources and Service Administration			248,475	-	-
<u>Office of Assistant Secretary for Health</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	62,423	-	-

COUNTY OF WILSON, NORTH CAROLINA

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

<u>Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal AL Number</u>	<u>State/ Pass-through Grantor's Number</u>	<u>Federal (Direct & Pass-Through) Expenditures</u>	<u>State Expenditures</u>	<u>Passed-through to Subrecipients</u>
<u>Food and Drug Administration</u>					
Passed Through the National Environmental Health Association Food and Drug Administration Research	93.103	G-BDEV-202111-01818	2,800	-	-
Total U.S. Department of Health and Human Services			11,889,736	983,015	-
<u>U.S. Department of Housing and Urban Development</u>					
Passed through N.C. Department of Commerce, Rural Economic Development Division:					
COVID-19 - Community Development Block Grants/State's program and Non-Entitlement Grants in Hawaii	14.228	20-V-3508	494,167	-	-
Total U.S. Department of Housing and Urban Development			494,167	-	-
<u>U.S. Department of Treasury</u>					
Direct Program:					
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds Passed-Through the N.C. Department of Environmental Quality	21.027		2,055,558	-	-
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	VUR-D-ARP-0064	216,783	-	-
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	VUR-D-ARP-0038	46,939	-	-
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	VUR-T-ARP-0093	280	-	-
Passed-Through the N.C. Department of Transportation					
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	50371.36.1.2	328,880	-	-
Total Coronavirus State and Local Fiscal Recovery Funds			2,648,440	-	-
Total U.S. Department of Treasury			2,648,440	-	-
<u>U.S. Department of Education</u>					
Passed-Through State Library of North Carolina, Department of Natural and Cultural Resources					
COVID-19 - Governor's Emergency Education Relief (GEER) Fund	84.425C	MOA 2885	6,350	-	-
Total U.S. Department of Education			6,350	-	-
<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	24,528	-	-
Passed through the Governor's Crime Commission					
Edward Byrne Memorial Justice Assistance Grant Program	16.738	PROJ014642	23,140	-	-
Total U.S. Department of Justice			47,668	-	-
<u>U. S. Department of Transportation</u>					
<u>Federal Transit Administration</u>					
Passed-Through the N.C. Department of Transportation					
Formula Grants for Rural Areas and Tribal Transit Program - Administrative Assistance	20.509	36233.111.19.1	61,152	3,822	-
Passed-Through City of Wilson					
Formula Grants for Rural Areas and Tribal Transit Program - Capital II	20.509	36233.26.23.4	58,033	7,254	-
COVID-19 - Formula Grants for Rural Areas and Tribal Transit Program	20.509	49233.67.1.2	32,533	-	-
Total Formula Grants for Rural Areas and Tribal Transit Program			151,718	11,076	-
Total U.S. Department of Transportation			151,718	11,076	-
<u>Institute of Museum and Library Services</u>					
Passed-Through State Library of North Carolina, Department of Natural and Cultural Resources					
Grants to States - LSTA EZ Grants	45.310	NC-22-22, NC-22-23, NC-22-70	75,771	-	-
Total Institute of Museum and Library Services			75,771	-	-

COUNTY OF WILSON, NORTH CAROLINA

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

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 Federal Awards			18,384,663	994,091	-
STATE AWARDS:					
<u>N.C. Department of Administration</u>					
Division of Veterans Affairs:					
County Veterans Service Program		XXXXX	-	2,083	-
<u>N.C. Department of Cultural and Natural Resources</u>					
Division of State Library:					
State Aid to Public Libraries		XXXXX	-	138,718	-
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds		2000057929	-	76,763	-
Total N.C. Department of Cultural and Natural Resources			-	215,481	-
<u>N.C. Department of Agriculture and Consumer Services</u>					
Division of Soil and Water Conservation:					
Wilson Soil and Water Conservation District Operations - Technical Asst		21-035-4020	-	26,754	-
StreamFlow Rehabilitation Assistance Program		22-080-4038	-	264,463	-
Total Division of Soil and Water Conservation			-	291,217	-
<u>N.C. Department of Environmental Quality</u>					
Division of Waste Management - Solid Waste Section					
Scrap Tire Disposal Account Fund - Grant		10/2022-3/2023	-	3,407	-
Division of Environmental Assistance and Customer Service:					
Abandoned Manufactured Homes Grant		CW-19652	-	1,162	-
Total N.C. Department of Environmental Quality			-	4,569	-
<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 General Purpose		DAAS-735	-	3,676	-
Division of Public Health:					
Other Receipts / State Supported Expenditures					
Food and Lodging Fees		11534752SZ	-	16,821	-
General Aid to Counties/PH Capacity Building		1161411000	-	138,713	-
Health Communities		1261550300	-	3,746	-
General Communicable Disease Control		1175451000	-	8,294	-
Breast and Cervical Cancer		1320559900	-	7,475	-
School Health Center		1332535700	-	88,880	-
Child Health		1271535100	-	9,930	-
Tuberculosis Control		1460455100/1460455400	-	63,051	-
Family Planning - State		13A1573500	-	39,612	-
School Nursing Funding Initiative		1332535800	-	150,000	150,000
Maternal Health		13A1574000	-	68,042	-
Women Health Service Fund		13A16021FR	-	11,157	-
		13114536BN/RR/	-	-	-
HIV/STD State		13114601BN/RR	-	12,004	-
TPPI - Adolescent Pregnancy Prevention Program		13325150KZ	-	74,937	-
546 Communicable Disease Pandemic Recovery		2SF1249NTT	-	165,494	-
Passed through Pitt County, North Carolina					
Minority Diabetes Prevention Program		XXXXX	-	5,167	-
Total Division of Public Health			-	863,323	150,000
Passed through Eastpointe Human Services					
County Initiative for Impact of Opioid Use and/or Whole Person Integrated Care					
		XXXX	-	21,078	-

COUNTY OF WILSON, NORTH CAROLINA

SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

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
Division of Social Services:					
ST Child Welfare/CPS/CS LD		XXXXX	-	67,279	-
Direct Benefit Payments-					
Extended Foster Care Maximization Non IV-E Programs		XXXXX	-	12,722	-
Foster Care At Risk Maximization		XXXXX	-	4,652	-
State Foster Home Fund (SFHF) Maximization		XXXXX	-	127,796	-
State Foster Home		XXXXX	-	46,732	-
Total Division of Social Services			-	259,181	-
Total N.C. Department of Health and Human Services			-	1,147,258	150,000
<u>N.C. Department of Public Instruction</u>					
Needs-Based Public School Building Capital Fund		XXXXX	-	4,391,145	4,391,145
<u>N.C. Department of Public Safety:</u>					
Division of Juvenile Justice and Delinquency Prevention:					
Juvenile Crime and Delinquency Prevention Council		898-XXXX-FY 22-23	-	293,346	293,346
<u>N.C. Department of Transportation:</u>					
Rural Operating Assistance Program					
ROAP Elderly and Disabled Transportation Assistance Program		36220.10.11.1	-	72,673	-
ROAP Work First Transitional - Employment		36236.11.10.1	-	3,458	-
ROAP Rural General Public Program		36228.22.11.1	-	135,200	-
Total Rural Operating Assistance Program			-	211,331	-
<u>N.C. Office of State Budget and Management</u>					
N.C. Department of Commerce:					
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds - County Line Raceway Awards		MGF-017	-	104,525	104,525
Total State Awards			-	6,660,955	4,939,016
OTHER FINANCIAL ASSISTANCE:					
<u>N.C. Department of Justice</u>					
Opioid Settlement Funds		XXXXX	-	8,757	-
Total Federal, State and Other Financial Assistance Awards			\$ 18,384,663	\$ 7,663,803	\$ 4,939,016

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, 2023. 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.

Note 5: Other

For preparation presentation, 93.667 SSBG is in two different sections within the SEFSA due to being from two different agencies. Note that the total federal portion of the program is \$589,129 and the total state portion of the program is \$1,124.